PRELIMINARY OFFICIAL STATEMENT

\$10,000,000*

HAMBLEN COUNTY, TENNESSEE

General Obligation Bonds, Series 2025 (Bank-Qualified)

OFFERED FOR SALE NOT SOONER THAN

Thursday, September 4, 2025 at 10:15 a.m., E.D.T Through the Facilities of *PARITY*®

Cumberland Securities Company, Inc.

Municipal Advisor

This *Preliminary Official Statement* and the information contained herein are subject to completion or amendment. These securities may not be sold nor may offers to buy be accepted prior to the time the *Official Statement* is delivered in final form. Under no circumstances shall this *Preliminary Official Statement* constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of such jurisdiction.

PRELIMINARY OFFICIAL STATEMENT DATED AUGUST 25, 2025

NEW ISSUE BOOK-ENTRY-ONLY Rating: Moody's – "Aa3" (See "MISCELLANEOUS-Rating")

In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the County, interest on the Bonds (i) will be excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code") and (ii) is not an item of tax preference for purposes of the federal alternative minimum tax, except as described under the heading "LEGAL MATTERS-Tax Matters" herein.

\$10,000,000* HAMBLEN COUNTY, TENNESSEE General Obligation Bonds, Series 2025

Dated: Date of delivery (assume September 30, 2025).

Due: June 1 (as shown below)

The \$10,000,000* General Obligation Bonds, Series 2025 (the "Bonds") of Hamblen County, Tennessee (the "County" or the "Issuer") are issuable in fully registered form in denominations of \$5,000 and authorized integral multiples thereof. The Bonds will be issued in book-entry-only form and registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository of the Bonds. So long as Cede & Co. is the registered owner of the Bonds, as the nominee for DTC, principal and interest with respect to the Bonds shall be payable to Cede & Co., as nominee for DTC, which will, in turn, remit such principal and interest to the DTC participants for subsequent disbursements to the beneficial owners of the Bonds. Individual purchases of the Bonds will be made in book-entry-only form, in denominations of \$5,000 or integral multiples thereof and will bear interest at the annual rates as shown below. Interest on the Bonds is payable semi-annually from the date thereof commencing on June 1, 2026, and thereafter on each June 1 and December 1 by check or draft mailed to the owners thereof as shown on the books and records of Regions Bank, Nashville, Tennessee, the registration and paying agent (the "Registration Agent"). In the event of discontinuation of the book-entry-only system, principal of and interest on the Bonds are payable at the designated trust office of the Registration Agent.

The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of the principal of, premium, if any, and interest on the Bonds, the full faith and credit of the County is irrevocably pledged. See section entitled "SECURITIES OFFERED – Security".

The Bonds maturing on or after June 1, 2033 are subject to optional redemption prior to maturity on or after June 1, 2032 as described herein.

Due		Interest			Due		Interest		
(June 1)	Amount*	Rate	<u>Yield</u>	CUSIP**	(June 1)	Amount*	Rate	<u>Yield</u>	CUSIP**
2027	\$250,000				2037	\$520,000			
2028	350,000				2038	520,000			
2029	525,000				2039	520,000			
2030	525,000				2040	520,000			
2031	525,000				2041	520,000			
2032	525,000				2042	520,000			
2033	525,000				2043	520,000			
2034	525,000				2044	520,000			
2035	525,000				2045	520,000			
2036	525,000				2046	520,000			

This cover page contains certain information for quick reference only. It is not a summary of this issue. Investors must read the entire *Preliminary Official Statement* to obtain information essential to make an informed investment decision.

The Bonds are offered when, as and if issued, subject to the approval of the legality thereof by Bass, Berry & Sims PLC, Knoxville, Tennessee, Bond Counsel, whose opinion will be delivered with the Bonds. Certain legal matters will be passed upon from the County by Capps & Byrd, LLP, counsel to the County. It is expected that the Bonds will be available for delivery through the facilities of DTC New York, New York, on or about September , 2025.

Cumberland Securities Company, Inc.

Municipal Advisor

This *Preliminary Official Statement* speaks only as of its date, and the information contained herein is subject to change.

This *Preliminary Official Statement* may contain forecasts, projections, and estimates that are based on current expectations but are not intended as representations of fact or guarantees of results. If and when included in this *Preliminary Official Statement*, the words "expects," "forecasts," "projects," "intends," "anticipates," "estimates," and analogous expressions are intended to identify forward-looking statements as defined in the Securities Act of 1933, as amended, and any such statements inherently are subject to a variety of risks and uncertainties, which could cause actual results to differ materially from those contemplated in such forward-looking statements. These forward-looking statements speak only as of the date of this *Preliminary Official Statement*. The Issuer disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statement contained herein to reflect any change in the Issuer's expectations with regard thereto or any change in events, conditions, or circumstances on which any such statement is based.

This *Preliminary Official Statement* and the Appendices hereto contain brief descriptions of, among other matters, the Issuer, the Bonds, the Resolution, as herein after defined, the Disclosure Certificate, as herein after defined, and the security and sources of payment for the Bonds. Such descriptions and information do not purport to be comprehensive or definitive. The summaries of various constitutional provisions and statutes, the Resolution, the Disclosure Certificate, and other documents are intended as summaries only and are qualified in their entirety by reference to such documents and laws, and references herein to the Bonds are qualified in their entirety to the forms thereof included in the Bond Resolution.

The Bonds have not been registered under the Securities Act of 1933, as amended, and the Resolution has not been qualified under the Trust Indenture Act of 1939, in reliance on exemptions contained in such acts. This *Preliminary Official Statement* does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation, or sale.

No dealer, broker, salesman, or other person has been authorized by the Issuer, the Municipal Advisor or the Underwriter, as herein after defined, to give any information or to make any representations other than those contained in this *Preliminary Official Statement*, and, if given or made, such other information or representations should not be relied upon as having been authorized by the Issuer, the Municipal Advisor or the Underwriter. Except where otherwise indicated, all information contained in this *Preliminary Official Statement* has been provided by the Issuer. The information set forth herein has been obtained by the Issuer from sources which are believed to be reliable but is not guaranteed as to accuracy or completeness by, and is not to be construed as a representation of, the Municipal Advisor or the Underwriter. The information contained herein is subject to change without notice, and neither the delivery of this *Preliminary Official Statement* nor any sale made hereunder shall under any circumstances create an implication that there has been no change in the affairs of the Issuer, or the other matters described herein since the date hereof or the earlier dates set forth herein as of which certain information contained herein is given.

**Copyright, American Bankers Association (the "ABA"). CUSIP data herein are provided by CUSIP Global Services, which is managed on behalf of the ABA by S&P Global Market Intelligence, a division of S&P Global Inc. The CUSIP numbers listed above are being provided solely for the convenience of Bondholders only at the time of issuance of the Bonds and the Issuer makes no representation with respect to such numbers nor undertakes any responsibility for their accuracy now or at any time in the future. The CUSIP number for a specific maturity is subject to being changed after the issuance of the Bonds as a result of various subsequent actions including, but not limited to, a refunding in whole or in part of such maturity or as a result of the procurement of secondary market portfolio insurance or other similar enhancement by investors that is applicable to all or a portion of certain maturities of the Bonds.

HAMBLEN COUNTY, TENNESSEE

OFFICIALS

Chris Cutshaw
Peggy Henderson
Amanda Hale
Keith Ely
Christopher P. Capps

County Mayor
County Clerk
Finance Director
Assessor of Property
County Attorney

BOARD OF COUNTY COMMISSIONERS

Debbie A'Hearn Peggy Howell
Jamie Carden Joe Huntsman, Sr.
Thomas Doty Rodney Long
Edna Greene Wayne NeSmith
Stan Harville Mike Reed
Bobby Haun Mike Richardson
Tim Horner Kyle Walker

BOND REGISTRATION AND PAYING AGENT

Regions Bank Nashville, Tennessee

BOND COUNSEL

Bass, Berry & Sims PLC Knoxville, Tennessee

MUNICIPAL ADVISOR

Cumberland Securities Company, Inc.

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APPENDIX C: GENERAL PURPOSE FINANCIAL STATEMENTS

SUMMARY STATEMENT

The information set forth below is provided for convenient reference and does not purport to be complete and is qualified in its entirety by the information and financial statements appearing elsewhere in this *Preliminary Official Statement*. This Summary Statement shall not be reproduced, distributed or otherwise used except in conjunction with the remainder of this *Preliminary Official Statement*.

The Issuer	Hamblen County, Tennessee (the "County" or "Issuer"). See the section entitled "Supplemental Information Statement" for more information.
Securities Offered	\$10,000,000* General Obligation Bonds, Series 2025 (the "Bonds") of the County, dated the date of delivery (assume, 2025). The Bonds will mature each June 1 beginning June 1, 2027 through June 1, 2046, inclusive. See the section entitled "SECURITIES OFFERED – Authority and Purpose".
Security	The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of the principal of, premium, if any, and interest on the Bonds, the full faith and credit of the County is irrevocably pledged.
Purpose	The Bonds are being issued for the purposes of providing funds for (i) acquiring, constructing, improving, repairing, renovating and equipping of schools and other educational facilities, including any equipment required therefor; (ii) payment of legal, fiscal, administrative, architectural and engineering costs incident to all of the foregoing (collectively, the "Projects"); (iii) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (iv) payment of costs incident to the issuance of the Bonds.
Optional Redemption	The Bonds maturing on or after June 1, 2033 are subject to optional redemption prior to maturity on or after June 1, 2032, at the redemption price of par plus accrued interest. See section entitled "SECURITIES OFFERED - Optional Redemption".
Tax Matters	In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the County, interest on the Bonds (i) will be excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code") and (ii) is not an item of tax preference for purposes of the federal alternative minimum tax, except as described under the heading "LEGAL MATTERS-Tax Matters" herein. Under existing law, the Bonds and the income therefrom will be exempt from all state, county and municipal taxation in the State of Tennessee, except Tennessee franchise and excise taxes. (See "LEGAL MATTERS - Tax Matters" herein.)
Bank Qualification	The Bonds will be treated as "qualified tax-exempt obligations" within the meaning of Section 265 of the Internal Revenue Code of 1986, as amended. See the section entitled "LEGAL MATTERS - Tax Matters" for additional information.
Rating	Moody's: "Applied". See the section entitled "MISCELLANEOUS - Rating" for more information.
Underwriter	··
Municipal Advisor	Cumberland Securities Company, Inc., See the section entitled "MISCELLANEOUS - Municipal Advisor; Related Parties; Other", herein.
Bond Counsel	Bass, Berry & Sims PLC, Knoxville, Tennessee.
Book-Entry-Only	The Bonds will be issued under the Book-Entry-Only System except as otherwise described herein. For additional information, see the section entitled "BASIC

DOCUMENTATION - Book-Entry-Only System".

Registration and Paying Agent Regions Bank, Nashville, Tennessee (the "Registration Agent").

Chapter 21, <i>Tennessee Code Annotated</i> , as supplemented and revised. See the section entitled SECURITIES OFFERED herein. The Bonds will be issued with CUSIP numbers and delivered through the facilities of the Depository Trust	General	The Bonds are being issued in full compliance with applicable provisions of Title 9,
CUSIP numbers and delivered through the facilities of the Depository Trust		Chapter 21, Tennessee Code Annotated, as supplemented and revised. See the
		section entitled SECURITIES OFFERED herein. The Bonds will be issued with
~ ** ** * ** *		CUSIP numbers and delivered through the facilities of the Depository Trust
Company, New York, New York.		Company, New York, New York.

GENERAL FUND BALANCES Summary of Changes In Fund Balances For the Fiscal Year Ended June 30

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Beginning Fund Balance	\$ 5,062,607	\$ 6,707,890	\$10,443,559	\$12,510,413	\$13,103,092
Revenues	21,206,070	24,202,272	22,896,731	25,526,252	29,462,459
Expenditures	20,453,919	20,436,370	20,485,322	23,997,743	26,729,572
Revenues Over Expenditures:					
Insurance Recovery	43,078	3,193	37,309	35,638	9,900
Transfers In	-	-	-	343,750	150,000
Transfers Out	-	(33,426)	(381,864)	(1,315,218)	-
Ending Fund Balance	<u>\$ 6,707,890</u>	<u>\$10,443,559</u>	<u>\$12,510,413</u>	<u>\$13,103,092</u>	<u>\$15,995,879</u>

Source: Annual Comprehensive Financial Reports of Hamblen County, Tennessee.

SUMMARY NOTICE OF SALE

\$10,000,000* HAMBLEN COUNTY, TENNESSEE General Obligation Bonds, Series 2025

NOTICE IS HEREBY GIVEN that the County Mayor of Hamblen County, Tennessee (the "County" or "Issuer") will receive electronic or written bids for the purchase of all, but not less than all, of the County's \$10,000,000* General Obligation Bonds, Series 2025 (the "Bonds") at the office of the County's Municipal Advisor, Cumberland Securities Company, Inc., via facsimile at 865-988-1863, until 10:15 a.m. E.D.T. on Thursday, September 4, 2025. Prior to accepting bids, the County reserves the right to adjust the principal amount of the Bonds being offered as set forth in the Detailed Notice of Sale, to postpone the sale to a later date, or to cancel the sale based upon market conditions via Bloomberg News Service and/or the *PARITY*® System not later than 9:45 a.m., Eastern Daylight Time, on the day of the bid opening. Such notice will specify the revised principal amounts, if any, and any later date selected for the sale, which may be postponed or cancelled in the same manner. If the sale is postponed, a later public sale may be held at the hour and place and on such date as communicated upon at least forty-eight hours' notice via Bloomberg News Service and/or the *PARITY*® System.

Electronic bids must be submitted through *PARITY*® via the BiDComp Competitive Bidding Service as described in the Detailed Notice of Sale and no other provider of electronic bidding services will be accepted. For the purposes of the bidding process, both written and electronic, the time maintained by *PARITY*® shall constitute the official time with respect to all bids. To the extent any instructions or directions set forth in *PARITY*® conflict with the terms of this Detailed Notice of Sale and this Summary Notice of Sale, the Detailed Notice of Sale and this Summary Notice of Sale shall prevail.

The Bonds will be issued in book-entry-only form (except as otherwise described in the "Detailed Notice of Sale") and dated their date of issuance and delivery (assume ____, 2025) and will mature on June 1, 2027 through June 1, 2046, inclusive with term bonds optional, and will be subject to redemption prior to maturity on or after June 1, 2032. Bidders must bid not less than one hundred percent (100.00%) of par or no more than one hundred and twenty-five percent (125%) of par for the Bonds. The approving opinion for the Bonds will be furnished at the expense of the County by Bass, Berry & Sims PLC Bond Counsel, Knoxville, Tennessee. The interest rate bid for each maturity of the Bonds shall not be less than four percent (4.00%) or more than five percent (5.00%) per annum. Additionally, each maturity must have a minimum reoffering price of at least ninety-eight percent (98.0%) of par. Unless bids are rejected, the Bonds will be awarded by the County Mayor of the County on the sale date to the bidder whose bid results in the lowest true interest rate on the Bonds.

In the event that the competitive sale requirements of applicable Treasury Regulations are not met, the County will require bidders to comply with the "hold-the-offering-price rule" or the "10% Test" for purposes of determining the issue price of each maturity of the Bonds as described in the Detailed Notice of Sale. Bids will not be subject to cancellation in the event that the competitive sale requirements of applicable Treasury Regulations are not satisfied.

Additional information, including the *Preliminary Official Statement* in near final form and the Detailed Notice of Sale, may be obtained through www.prospectushub.com or from the County's Municipal Advisor, Cumberland Securities Company, Inc., Telephone: 865-988-2663. Further information regarding *PARITY*® may be obtained from i-Deal LLC, 1359 Broadway, 2nd Floor, New York, New York 10018, Telephone: 212-849-5000.

/s/ Chris Cutshaw
County Mayor

DETAILED NOTICE OF SALE

\$10,000,000* HAMBLEN COUNTY, TENNESSEE General Obligation Bonds, Series 2025

NOTICE IS HEREBY GIVEN that electronic or written bids will be received by the County Mayor of Hamblen County, Tennessee (the "County" or "Issuer"), all or none, until 10:15 a.m. E.D.T. on Thursday, September 4, 2025 (or at such later time and date announced at least forty-eight hours in advance via Bloomberg News Service or the *PARITY*® system) for the purchase of \$10,000,000* General Obligation Bonds, Series 2025 (the "Bonds"). Electronic bids must be submitted through *PARITY*® as described in this "Detailed Notice of Sale." In case of written bids, bids will be received at the office of the County's Municipal Advisor, Cumberland Securities Company, Inc., via facsimile at 865-988-1863. Prior to accepting bids, the County reserves the right to adjust the principal amount of the Bonds being offered as set forth herein, to postpone the sale to a later date, or to cancel the sale based upon market conditions via Bloomberg News Service and/or the *PARITY*® System not later than 9:45 a.m., Eastern Daylight Time, on the day of the bid opening. Such notice will specify the revised principal amounts, if any, and any later date selected for the sale, which may be postponed or cancelled in the same manner. If the sale is postponed, a later public sale may be held at the hour and place and on such date as communicated upon at least forty-eight hours' notice via Bloomberg News Service and/or the *PARITY*® System.

<u>Description of the Bonds</u>. The Bonds will be issued in book-entry-only form without coupons and will be issued or reissued upon transfer, in \$5,000 denominations or multiples thereof, as shall be requested by the purchaser or registered owner thereof, as applicable. Interest on the Bonds will be payable on June 1 and December 1 of each year, commencing June 1, 2026.

The Bonds will mature and be payable on June 1 of each year as outlined below:

Year	Amount*	Year	Amount*
2027	\$250,000	2037	\$520,000
2028	350,000	2038	520,000
2029	525,000	2039	520,000
2030	525,000	2040	520,000
2031	525,000	2041	520,000
2032	525,000	2042	520,000
2033	525,000	2043	520,000
2034	525,000	2044	520,000
2035	525,000	2045	520,000
2036	525,000	2046	520,000

<u>Bank Qualification.</u> The Bonds are "qualified tax-exempt obligations" within the meaning of Section 265 of the Internal Revenue Code of 1986, as amended.

Registration and Depository Participation. The Bonds, when issued, will be registered in the name of Cede & Co., DTC's partnership nominee. When the Bonds are issued, ownership interests will be available to purchasers only through a book-entry-only system maintained by DTC (the "Book-Entry-Only System"). One or more fully-registered bond certificates (the "Bond Certificates") will be issued for each maturity, in the entire aggregate principal amount of the Bonds and will be deposited with DTC. The Book-Entry-Only System will evidence beneficial ownership interests of the Bonds in the principal amount of \$5,000 for the Bonds and any integral multiple of \$5,000, with transfers of beneficial ownership interest effected on the records of DTC participants and, if necessary, in turn by DTC, pursuant to rules and

procedures established by DTC and its participants. The successful bidder, as a condition to delivery of the Bonds, shall be required to deposit the bond certificates with DTC, registered in the name of Cede & Co., nominee of DTC. The Bonds will be payable, at maturity, to DTC or its nominee, as registered owner of the Bonds. Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC, and transfer of principal and interest payments (as applicable) to beneficial owners of the Bonds by participants of DTC, will be the responsibility of such participants and of the nominees of beneficial owners. The County will not be responsible or liable for such transfer of payments or for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants. Notwithstanding the foregoing, if the successful bidder certifies that it intends to hold the Bonds for its own account and has no present intent to re-offer the Bonds, the use the Book-Entry-Only System is not required.

In the event that the Book-Entry-Only System for the Bonds is discontinued and a successor securities depository is not appointed by the County, the Bond Certificates in fully registered form will be delivered to, and registered in the names of the DTC participants or such other persons as such DTC participants may specify (which may be the indirect participants or beneficial owners), in authorized denominations of \$5,000 for the Bonds or integral multiples thereof. The ownership of Bonds so delivered shall be registered in registration books to be kept by the Registration Agent (named herein) and the County and the Registration Agent shall be entitled to treat the registered owners of the Bonds, as their names appear in such registration books as of the appropriate dates, as the owners thereof for all purposes described herein and in the Resolution authorizing the Bonds.

<u>Security Pledged</u>. Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of the principal of, premium, if any, and interest on the Bonds, the full faith and credit of the County is irrevocably pledged.

Municipal Bond Insurance. The County has provided information to prospective bond insurance companies in order to qualify the Bonds under their respective optional bidding programs. If the successful bidder or bidders for the Bonds desires to purchase a municipal bond insurance policy insuring payment of all or a portion of the debt service payable on the Bonds, the successful bidder or bidders does so at its own risk and expense and the obligation of the successful bidder to pay for such series Bonds shall not be conditioned on the issuance of a municipal bond insurance policy. The County will cooperate with the successful bidder(s) in obtaining such insurance, but the County will not enter into any additional agreements with a bond insurer. Without limiting the generality of the foregoing, the successful bidder(s) will be responsible for all costs, expenses and charges associated with the issuance of such insurance, including but not limited to the premium for the insurance policy, and excluding only the fees of the rating agency that will be paid by the County.

<u>Purpose</u>. The Bonds are being issued for the purposes of providing funds for (i) acquiring, constructing, improving, repairing, renovating and equipping of schools and other educational facilities, including any equipment required therefor; (ii) payment of legal, fiscal, administrative, architectural and engineering costs incident to all of the foregoing (collectively, the "Projects"); (iii) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (iv) payment of costs incident to the issuance of the Bonds.

Optional Redemption. The Bonds maturing on and after June 1, 2033, will be subject to optional redemption prior to maturity at the option of the County, in whole or in part at any time on and after June 1, 2032, at the redemption price of par plus accrued interest as provided herein.

Term Bond Option; Mandatory Redemption. Bidders shall have the option to designate certain consecutive serial maturities of the Bonds as one or more term bonds ("Term Bonds") bearing a single interest rate. If the successful bidder for the Bonds designates certain consecutive serial maturities of such series of Bonds to be combined as one or more Term Bonds as allowed herein, then each Term Bond shall be subject to mandatory sinking fund redemption by the County at a redemption price equal to one hundred percent (100%) of the principal amount thereof, together with accrued interest to the date fixed for redemption at the rate stated

in the Term Bonds to be redeemed. Each such mandatory sinking fund redemption shall be made on the date on which a consecutive maturity included as part of a Term Bond is payable in accordance with the proposal of the successful bidder for the Bonds and in the amount of the maturing principal installment for the Bonds listed herein for such principal payment date.

Bidding Instructions. The County will receive electronic or written bids for the purchase of all, but not less than all, of the Bonds. Bidders for the Bonds are requested to name the interest rate or rates the Bonds are to bear in multiples of one-eighth of one percent and/or one-hundredth of one percent (.01%) or one (1) basis point, and are required to bid an interest rate of not less than four percent (4.00%) or more than five percent (5.00%) per annum for the Bonds. Bidders must bid not less than one hundred percent (100.00%) of par or no more than one hundred and twenty-five percent (125%) of par. Additionally, each maturity must have a minimum reoffering price of at least ninety-eight percent (98.0%) of par.

Electronic bids must be submitted through *PARITY*® via BiDCOMP Competitive Bidding System and no other provider of electronic bidding services will be accepted. Subscription to the i-Deal LLC Dalcomp Division's BiDCOMP Competitive Bidding System is required in order to submit an electronic bid. The County will not confirm any subscription nor be responsible for the failure of any prospective bidder to subscribe. For the purposes of the bidding process, the time as maintained by *PARITY*® shall constitute the official time with respect to all bids whether in electronic or written form. To the extent any instructions or directions set forth in *PARITY*® conflict with the terms of the Detailed Notice of Sale, this Notice shall prevail. An electronic bid made through the facilities of *PARITY*® shall be deemed an offer to purchase in response to the Detailed Notice of Sale and shall be binding upon the bidder as if made by a signed, written bid delivered to the County. The County shall not be responsible for any malfunction or mistake made by or as a result of the use of the electronic bidding facilities provided and maintained by *PARITY*®. The use of *PARITY*® facilities are at the sole risk of the prospective bidders.

For further information regarding *PARITY*[®], potential bidders may contact i-Deal LLC at 1359 Broadway, 2nd Floor, New York, NY 10018, Telephone: 212-849-5000.

In the event of a system malfunction in the electronic bidding process <u>only</u>, bidders may submit bids prior to the established date and time by FACSIMILE transmission sent to the County's Municipal Advisor, Cumberland Securities Company, Inc., at 865-988-1863. Any facsimile submission is made at the sole risk of the prospective bidder. The County and the Municipal Advisor shall not be responsible for confirming receipt of any facsimile bid or for any malfunction relating to the transmission and receipt of such bids.

Separate written bids should be submitted by facsimile to the County's Municipal Advisor, at 865-988-1863. Written bids must be submitted on the Bid Forms included with the *Preliminary Official Statement*.

Unless all bids for the Bonds are rejected, the Bonds will be awarded by the Mayor of the County to the bidder whose bid complies with this notice and results in the lowest true interest rate on the Bonds to be calculated as that rate that, when used in computing the present worth of all payments of principal and interest on the Bonds (compounded semi-annually from the date of the Bonds), produces an amount equal to the purchase price of the Bonds. For purposes of calculating the true interest cost, the principal amount of Term Bonds scheduled for mandatory sinking fund redemption as part of the Term Bond shall be treated as a serial maturity in such year. In the event that two or more bidders offer to purchase the Bonds at the same lowest true interest rate, the County Mayor shall determine in his sole discretion which of the bidders shall be awarded the Bonds.

The County reserves the right to reject all bids and to waive informalities in the bid accepted.

Adjustment and/or Revision. While it is the County's intention to sell and issue the approximate par amounts of the Bonds as offered herein, there is no guarantee that adjustment and/or revision may not

be necessary in order to properly size the Bonds. Accordingly, the County Mayor reserves the right, in his sole discretion, to adjust down the original par amount of the Bonds by up to twenty-five percent (25%). The primary factor to be considered in such adjustment is the amount of premium that is bid. Among other factors the County Mayor may (but shall be under no obligation to) consider in sizing the par amounts and individual maturities of the Bonds is the size of individual maturities or sinking fund installments and/or other preferences of the County. Additionally, the County Mayor reserves the right to change the dated date of the Bonds.

In the event of any such adjustment and/or revision with respect to the Bonds, no rebidding will be permitted, and the portion of such premium or discount (as may have been bid for the Bonds) shall be adjusted in the same proportion as the amount of such revision in par amount of the Bonds bears to the original par amount of such Bonds offered for sale.

The successful bidder for the Bonds will be tentatively notified by not later than 5:00 p.m. (Eastern Daylight Time), on the sale date of the exact revisions and/or adjustments required, if any.

Good Faith Deposit. No good faith check will be required to accompany any bid submitted. The successful bidder shall be required to deliver to the County's Municipal Advisor (via wire transfer) the amount of up to two percent (2%) of the aggregate principal amount of the Bonds offered for sale which will secure the faithful performance of the terms of the bid. A certified check or wire transfer must be received by the County's Municipal Advisor no later than the close of business on the day following the competitive sale. The good faith instructions will be sent to the winning bidder after the sale.

The good faith deposit shall be applied (without interest) to the purchase price of the Bonds. If the successful bidder should fail to accept or pay for the Bonds when tendered for delivery and payment, the good faith deposit will be retained by the County as liquidated damages.

In the event of the failure of the County to deliver the Bonds to the purchaser in accordance with the terms of this Notice within forty-five (45) days after the date of the sale, the good faith deposit will be promptly returned to the purchaser unless the purchaser directs otherwise.

<u>Undertakings of the Successful Bidder.</u> The successful bidder shall make a bona fide public offering of the Bonds and shall, within 30 minutes after being notified of the award of the Bonds, advise the County in writing (via facsimile transmission or electronic mail) of the initial public offering prices of the Bonds (the "Initial Reoffering Prices"). The successful bidder must, by facsimile transmission or delivery received by the County within 24 hours after award, furnish the following information to the County to complete the *Official Statement* in final form, as described below:

- A. Selling compensation (aggregate total anticipated compensation to the underwriters expressed in dollars, based on the expectation that all the Bonds are sold at the prices or yields at which the successful bidder advised the County that the Bonds were initially offered to the public).
- B. The identity of the other underwriters if the successful bidder is part of a group or syndicate.
- C. Any other material information that the County determines is necessary to complete the *Official Statement* in final form.

After the award of the Bonds, the County will prepare copies of the final *Official Statement* and will include therein such additional information concerning the reoffering of the Bonds as the successful bidder may reasonably request; provided, however, that the County will not include in the final *Official Statement* a "NRO" ("not reoffered") designation with respect to any maturity of the Bonds. The successful bidder will be responsible to the County in all aspects for the accuracy and completeness of information provided by such successful bidder with respect to such reoffering.

The County expects the successful bidder to deliver copies of such *Official Statement* in final form (the "Final Official Statement") to persons to whom such bidder initially sells the Bonds and the Municipal Securities Rulemaking Board ("MSRB") via the MSRB's Electronic Municipal Market Access System ("EMMA"). The successful bidder will be required to acknowledge receipt of the Final Official Statement, to certify that it has made delivery of the Final Official Statement to the MSRB, to acknowledge that the County expects the successful bidder to deliver copies of such Final Official Statement to persons to whom such bidder initially sells the Bonds and to certify that the Bonds will only be offered pursuant to the Final Official Statement and only in states where the offer is legal.

Establishment of Issue Price

- a. The successful bidder shall assist the County in establishing the issue price of the Bonds as more fully described herein. All actions to be taken by the County under this Detailed Notice of Bond Sale to establish the issue price of the Bonds may be taken on behalf of the County by the Municipal Advisor, and any notice or report to be provided to the County may be provided to the Municipal Advisor.
- b. The County intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the "Competitive Sale Requirements") because:
 - 1. the County shall disseminate this Detailed Notice of Bond Sale to potential underwriters in a manner that is reasonably designed to reach potential underwriters;
 - 2. all bidders shall have an equal opportunity to bid;
 - 3. the County expects to receive bids for the Bonds from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
 - 4. the County anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), as set forth in this Detailed Notice of Bond Sale.

Any bid submitted pursuant to this Detailed Notice of Bond Sale shall be considered a firm offer for the purchase of the Bonds, as specified in the bid.

c. In the event that the Competitive Sale Requirements are not satisfied as to the Bonds, the County shall so advise the successful bidder. In such event, the County intends to treat the (i) the first price at which 10% of a maturity of the Bonds (the "10% Test") is sold to the public as the issue price of that maturity and/or (ii) the initial offering price to the public as of the sale date of any maturity of the Bonds as the issue price of that maturity (the "Hold-the-Offering-Price Rule"), in each case applied on a maturity-by-maturity basis (and if different interest rates apply within a maturity, to each separate CUSIP number within that maturity). The winning bidder shall advise the County promptly after the award of the Bonds if any maturities of the Bonds satisfy the 10% Test as of the date and time of the award of the Bonds. The Hold-the-Offering-Price Rule shall apply to all maturities that do not satisfy the 10% Test as of the sale date. Bids will not be subject to cancellation in the event that the County determines to apply the Hold-the-Offering-Price Rule to any maturity of the Bonds. Bidders should prepare their bids on the assumption that some or all of the maturities of the Bonds will be subject to the Hold-the-Offering-Price Rule in order to establish the issue price of the Bonds.

- d. By submitting a bid, in the event of application of the Hold-the-Offering-Price Rule, the successful bidder for the Bonds shall deemed to have (i) confirmed that the underwriters have offered or will offer the Bonds to the public on or before the date of award at the offering price or prices (the "Initial Offering Price"), or at the corresponding yield or yields, set forth in the bid submitted by the successful bidder and (ii) agree, on behalf of the underwriters participating in the purchase of the Bonds, that the underwriters will neither offer nor sell unsold Bonds of any maturity to which the Hold-the-Offering-Price Rule shall apply to any person at a price that is higher than the Initial Offering Price to the public during the period starting on the sale date and ending on the earlier of the following:
 - 1. the close of the fifth (5th) business day after the sale date; or
 - 2. the date on which the underwriters have sold at least 10% of that maturity of the Bonds to the public at a price that is no higher than the Initial Offering Price to the public.

In the event of application of the Hold-the-Offering-Price Rule to any maturity of the Bonds, any successful bidder will advise the County promptly after the close of the fifth (5th) business day after the sale date whether it has sold 10% of that maturity of the Bonds to the public at a price that is no higher than the Initial Offering Price to the public.

- e. By submitting a bid, each bidder confirms that:
 - (i) any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such third-party distribution agreement, as applicable:
 - (A) (1) to report the prices at which it sells to the public any unsold Bonds of each maturity allocated to it to which the Hold-the-Offering Price Rule applies until the close of the fifth (5th) business day after the sale date and (2) comply with the Hold-the-Offering-Price Rule, if applicable, if and for so long as directed by the successful bidder and as set forth in the related pricing wires,
 - (B) to promptly notify the successful bidder of the Bonds that, to its knowledge, are made to a purchaser who is a related party to an underwriter participating in the initial sale of the Bonds to the public, and
 - (C) to acknowledge that, unless otherwise advised by the underwriter, dealer or broker-dealer, the successful bidder shall assume that each order submitted by the underwriter, dealer or broker-dealer is a sale to the public.
 - (ii) any agreement among underwriters or selling group agreement relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter or dealer that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such third-party distribution agreement to (A) report the prices at which it sells to the public the unsold Bonds of each maturity to which the Hold-the-Offering-Price Rule applies allocated to it until the close of the fifth (5th) business day after the sale date and (B) comply with the Hold-the-Offering-Price Rule, if applicable, if and for so long as directed by the successful bidder or the underwriter and as set forth in the related pricing wires.

- The County acknowledges that, in making the representations set forth above, the successful bidder will rely on (i) the agreement of each underwriter to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Bonds, as set forth in an agreement among underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Bonds to the public, the agreement of each dealer who is a member of the selling group to comply with requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Bonds, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an underwriter is a party to a third-party distribution agreement that was employed in connection with the initial sale of the Bonds to the public, the agreement of each broker-dealer that is a party to such agreement to comply with requirements for establishing issue price of the Bonds, including but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Bonds, and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement to comply with the requirements for establishing issue price of the Bonds.
- g. Sales of any Bonds to any person that is a related party to an underwriter participating in the initial sale of the Bonds to the public shall not constitute sales to the public for purposes of this Detailed Notice of Bond Sale. Further, for purposes of this Detailed Notice of Bond Sale:
 - 1. "public" means any person other than an underwriter or a related party;
 - 2. "underwriter" means (A) any person that agrees pursuant to a written contract with the County (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the public);
 - 3. a purchaser of any of the Bonds is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (A) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (B) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (C) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other); and
 - 4. "sale date" means the date that the Bonds are awarded by the County to the successful bidder.

<u>Issue Price Certificate</u>. The winning bidder will be required to provide the County, at closing, with an issue price certificate consistent with the foregoing and meeting the requirements of bond counsel. The form of the issue price certificate is attached to this Detailed Notice of Sale as <u>Exhibit A</u> if the Competitive Sale Requirements are met, and the form of the issue price certificate is attached to this Detailed Notice of Sale as <u>Exhibit B</u> if the Competitive Sale Requirements are not met.

<u>Legal Opinion</u>. The approving opinion of Bass, Berry & Sims PLC, Knoxville, Tennessee, Bond Counsel along with other certificates including, but not limited to, a tax certificate and a continuing disclosure certificate dated as of the date of delivery of the Bonds will be furnished to the purchaser at the expense of the County. As set forth in the *Preliminary Official Statement*, Bond Counsel's opinion with respect to the Bonds will state that interest on the Bonds will be excluded from gross income for federal income tax purposes; is not an item of tax preference for purposes of the federal law alternative minimum tax. As set forth in the *Preliminary Official Statement*, the owners of the Bonds, however, may be subject to certain additional taxes or tax consequences arising with respect to ownership of the Bonds. Reference is hereby made to the *Preliminary Official Statement* and the form of the opinion contained in Appendix A.

Continuing Disclosure. At the time the Bonds are delivered, the County will execute a Continuing Disclosure Certificate in which it will covenant for the benefit of holders and beneficial owners of the Bonds to provide certain financial information and operating data relating to the County by not later than twelve months after each of the County's fiscal years, (the "Annual Report"), and to provide notice of the occurrence of certain enumerated events. The Annual Report (and audited financial statements, if filed separately) will be filed with the Municipal Securities Rulemaking Board ("MSRB") and any State Information Depository established in the State of Tennessee (the "SID"). If the County is unable to provide the Annual Report to the MSRB and the SID by the date required, notice of each failure will be sent to the MSRB and the SID on or before such date. The specific nature of the information to be contained in the Annual Report or the notices of events will be summarized in the County's *Official Statement* to be prepared and distributed in connection with the sale of each series of Bonds.

<u>Delivery of Bonds</u>. Delivery of the Bonds is expected within forty-five (45) days. At least five (5) days notice will be given the successful bidder. Delivery will be made in book-entry-only form through the facilities of the Depository Trust Company, New York, New York. Payment for the Bonds must be made in *Federal Funds* or other immediately available funds.

<u>CUSIP Numbers</u>. CUSIP numbers will be assigned to the Bonds at the expense of the County. The County will assume no obligation for assignment of such numbers or the correctness of such numbers and neither failure to record such numbers on Bonds nor any error with respect thereto shall constitute cause for failure or refusal by the purchaser thereof to accept delivery of and make payment for the Bonds.

Official Statements; Other. The County has deemed the *Preliminary Official Statement* to be final as of its date within the meaning of Rule 15c2-12 of the U.S. Securities and Exchange Commission (the "SEC") except for the omission of certain pricing and other information. The County will furnish the successful bidder at the expense of the County a reasonable number of copies of the *Official Statement* in final form, containing the pricing and other information to be supplied by the successful bidder and to be dated the date of the sale, to be delivered by the successful bidder(s) to the persons to whom such bidder and members of its bidding group initially sell the Bonds. Acceptance of the bid will constitute a contract between the County and the successful bidder for the provision of such copies within seven business days of the sale date.

<u>Further Information</u>. Additional information, including the *Preliminary Official Statement*, the Detailed Notice of Sale and the Official Bid Form, may be obtained from the County's Municipal Advisor, Cumberland Securities Company, Inc., Telephone: 865-988-2663. Further information regarding *PARITY*® may be obtained from i-Deal LLC, 1359 Broadway, 2nd Floor, New York, New York 10018, Telephone: 212-849-5000.

/s/ Chris Cutshaw, County Mayor

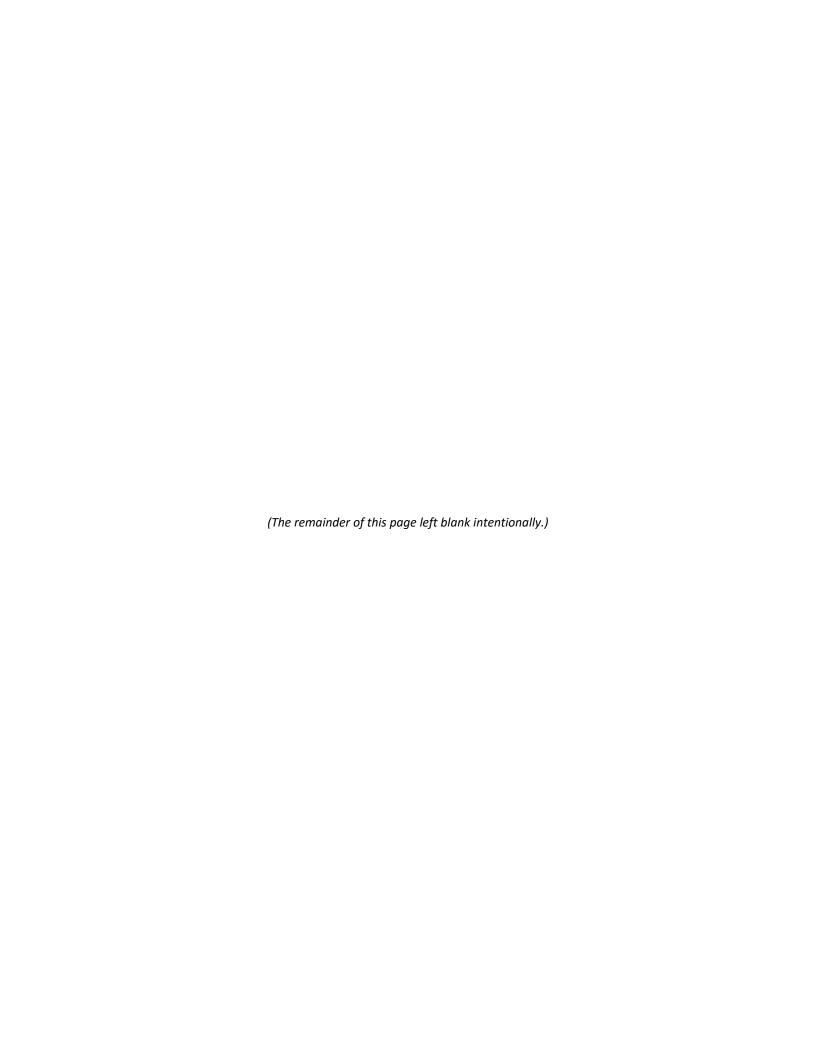


EXHIBIT A

HAMBLEN COUNTY, TENNESSEE [\$ GENERAL OBLIGATION BONDS, SERIES 2025]

ISSUE PRICE CERTIFICATE (if Competitive Sale Requirements are met)

The undersigned, on behalf of [NAME OF UNDERWRITER] ("[SHORT NAME OF UNDERWRITER]"), hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the "Bonds") of Hamblen County, Tennessee (the "Issuer").

1. Reasonably Expected Initial Offering Price.

- (a) As of the Sale Date, the reasonably expected initial offering prices of the Bonds to the Public by [SHORT NAME OF UNDERWRITER] are the prices listed in Schedule A (the "Expected Offering Prices"). The Expected Offering Prices are the prices for the Maturities of the Bonds used by [SHORT NAME OF UNDERWRITER] in formulating its bid to purchase the Bonds. Attached as Schedule B is a true and correct copy of the bid provided by [SHORT NAME OF UNDERWRITER] to purchase the Bonds.
- (b) [SHORT NAME OF UNDERWRITER] was not given the opportunity to review other bids prior to submitting its bid.
- (c) The bid submitted by [SHORT NAME OF UNDERWRITER] constituted a firm offer to purchase the Bonds.

2. **Defined Terms**.

- (a) *Maturity* means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities.
- (b) *Public* means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter.
- (c) Related party means an entity that shares with another entity (1) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (2) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (3) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interest of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interest by one entity of the other).
- (d) Sale Date means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is September 4, 2025.
- (e) *Underwriter* means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate

in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [SHORT NAME OF UNDERWRITER]'s interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax Certificate with respect to the Bonds and with respect to compliance with the federal income tax rules affecting the Bonds, and by Bass, Berry & Sims PLC in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

Dated:	[NAME OF UNDERWRITER]
	By:
	Name:
	Title:

EXHIBIT B

HAMBLEN COUNTY, TENNESSEE [\$_____ GENERAL OBLIGATION BONDS, SERIES 2025]

ISSUE PRICE CERTIFICATE

(if Competitive Sale Requirements are not met)

The undersigned, on behalf of [NAME OF UNDERWRITER] ("[SHORT NAME OF UNDERWRITER]") [and the other members of the underwriting syndicate (together, the "Underwriting Group")], hereby certifies as set forth below with respect to the sale and issuance of the above-captioned obligations (the "Bonds") of Hamblen County, Tennessee (the "Issuer").

- 1. **Sale of the General Rule Maturities.** As of the date of this certificate, for each Maturity of the General Rule Maturities, the first price at which at least 10% of such Maturity was sold to the Public is the respective price listed in Schedule A.
- 2. Initial Offering Price of the Hold-the-Offering-Price Maturities.
 - (a) [SHORT NAME OF UNDERWRITER] offered the Hold-the-Offering-Price Maturities to the Public for purchase at the respective initial offering prices listed in Schedule A (the "Initial Offering Prices") on or before the Sale Date. A copy of the pricing wire or equivalent communication for the Bonds is attached to this certificate as Schedule B.
 - (b) As set forth in the [Detailed Notice of Sale and bid award], [SHORT NAME OF UNDERWRITER] agreed in writing on or prior to the Sale Date that, (i) for each Maturity of the Hold-the-Offering-Price Maturities, [it][they] would neither offer nor sell any of the Bonds of such Maturity to any person at a price that is higher than the Initial Offering Price for such Maturity during the Holding Period for such Maturity (the "hold-the-offering-price rule"), and (ii) any selling group agreement shall contain the agreement of each dealer who is a member of the selling group, and any third-party distribution agreement shall contain the agreement of each broker-dealer who is a party to the third-party distribution agreement, to comply with the Hold-the-Offering-Price Rule. Pursuant to such agreement, no Underwriter (as defined below) offered or sold any Maturity of the Hold-the-Offering-Price Maturities at a price that is higher than the respective Initial Offering Price for that Maturity of the Bonds during the Holding Period.

3. **Defined Terms**.

- (a) General Rule Maturities means those Maturities of the Bonds listed in Schedule A hereto as the "General Rule Maturities."
- (b) *Hold-the-Offering-Price Maturities* means those Maturities of the Bonds listed in Schedule B hereto as the "Hold-the-Offering-Price Maturities."
- (c) Holding Period means, with respect to a Hold-the-Offering-Price Maturity, the period starting on the Sale Date and ending on the earlier of (i) the close of the fifth business day after the Sale Date, or (ii) the date on which [SHORT NAME OF UNDERWRITER] sold at least 10% of such Hold-the-Offering-Price Maturity to the Public at prices that are no higher than the Initial Offering Price for such Hold-the-Offering-Price Maturity.

- (d) *Maturity* means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate maturities.
- (e) *Public* means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter.
- (f) Related party means an entity that shares with another entity (1) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (2) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (3) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interest of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interest by one entity of the other).
- (g) Sale Date means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is September 4, 2025.
- (h) *Underwriter* means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [SHORT NAME OF UNDERWRITER]'s interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax Certificate with respect to the Bonds and with respect to compliance with the federal income tax rules affecting the Bonds, and by Bass, Berry & Sims PLC connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

Dated:	<u></u>
	[NAME OF UNDERWRITER]
	By:

BID FORM

September 4, 2025

The Honorable Chris Cutshaw 511 West Second North Street Morristown, TN 37814

Dear Mayor	Cutshaw:
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For	your legally i	ssued, prope	rly executed	\$10,000,000*	General	Obligation	n Bonds, Ser	ries 2025 (the	"Bonds")	of Hamblen
County, Ter	nnessee (the '	'County") in	all respects a	as more fully	outlined	in your N	Notices of S	ale which by	reference	are made a
part hereof,	, we will pay y	you a sum of		<u>.</u>						

The Bonds shall be dated the date of delivery (assume ____, 2025) and shall be callable in accordance with the Detailed Notice of Sale. The Bonds shall mature on June 1 and bear interest at the following rates:

		June 1		
Amount*	Rate	<u>Year</u>	Amount*	Rate
\$250,000	%	2037	\$520,000	%
350,000	%	2038	520,000	%
525,000	%	2039	520,000	%
525,000	%	2040	520,000	%
525,000	%	2041	520,000	
525,000		2042	520,000	%
525,000	%	2043	520,000	%
525,000	%	2044	520,000	%
525,000		2045	520,000	%
525,000	%	2046	520,000	%
	\$250,000 350,000 525,000 525,000 525,000 525,000 525,000 525,000 525,000	\$250,000	Amount* Rate Year \$250,000	Amount* Rate Year Amount* \$250,000 % 2037 \$520,000 350,000 % 2038 520,000 525,000 % 2039 520,000 525,000 % 2040 520,000 525,000 % 2041 520,000 525,000 % 2042 520,000 525,000 % 2043 520,000 525,000 % 2044 520,000 525,000 % 2044 520,000 525,000 % 2045 520,000

We have elected the option to designate two or more consecutive serial maturities as term bond maturities as indicated:

Term Bond 1: Maturities from June 1, 20_	through June 1, 20_	%.
Term Bond 2: Maturities from June 1, 20_	through June 1, 20_	<u>%.</u>
Term Bond 3: Maturities from June 1, 20_	through June 1, 20_	<u></u> %.
Term Bond 4: Maturities from June 1, 20_	through June 1, 20_	<u>%.</u>
Term Bond 5: Maturities from June 1, 20_	through June 1, 20_	<u>%.</u>
Term Bond 6: Maturities from June 1, 20_	through June 1, 20_	<u></u> %.

It is our understanding that the Bonds will be issued as "qualified tax-exempt obligation" subject to the final approving opinion of Bass, Berry & Sims PLC Bond Counsel, Knoxville, Tennessee, whose opinion together with the executed Bonds, will be furnished by the County without cost to us.

If our bid is accepted, we agree to provide a good faith deposit up to 2% of the aggregate principal amount of the Bonds on which we have bid by the close of business on the date of the competitive public sale as outlined in the *Detailed Notice of Sale*. Should for any reason we fail to comply with the terms of this bid, this good faith deposit shall be forfeited by us as full liquidated damages. Otherwise, this good faith deposit shall be applied to the purchase price of the Bonds on which we have bid.

This bid is a firm offer for the purchase of the Bonds identified in the Notice of Sale, on the terms set forth in this bid form and the Notice of Sale, and is not subject to any conditions, except as permitted by the Notice of Sale. By submitting this bid, we confirm that we have an established industry reputation for underwriting new issuances of municipal bonds. [If the bidder cannot confirm an established industry reputation for underwriting new issuances of municipal bonds, the preceding sentence should be crossed out.]

Accepted for and on behalf of the Hamblen County, Tennessee, this	Respectfully submitted,	
5 th day of September 2025.	Total interest cost from	
•	September 30, 2025 to final maturity \$	
	Less: Premium /plus discount, if any \$	
Chris Cutshaw, County Mayor	Net Interest Cost \$	
	True Interest Rate%	

The computations of net interest cost and true interest rate are for comparison purposes only and are not to be considered as part of this proposal.

\$10,000,000* HAMBLEN COUNTY, TENNESSEE General Obligation Bonds, Series 2025

SECURITIES OFFERED

AUTHORITY AND PURPOSE

This *Preliminary Official Statement*, which includes the Summary Statement and appendices, is furnished in connection with the offering by Hamblen County, Tennessee (the "County" or "Issuer") of its \$10,000,000* General Obligation Bonds, Series 2025 (the "Bonds").

The Bonds are authorized to be issued pursuant to the provisions of Title 9, Chapter 21, *Tennessee Code Annotated*, as supplemented and amended, and other applicable provisions of law and pursuant to the bond resolution (the "Resolution") duly adopted by the County Commission of the County on June 20, 2024.

The Bonds are being issued for the purposes of providing funds for (i) acquiring, constructing, improving, repairing, renovating and equipping of schools and other educational facilities, including any equipment required therefor; (ii) payment of legal, fiscal, administrative, architectural and engineering costs incident to all of the foregoing (collectively, the "Projects"); (iii) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (iv) payment of costs incident to the issuance of the Bonds.

DESCRIPTION OF THE BONDS

The Bonds will be initially dated and bear interest from their date of issuance and delivery (assume September 30, 2025). Interest on the Bonds will be payable semi-annually on June 1 and December 1, commencing June 1, 2026. The Bonds are issuable in book-entry-only form in \$5,000 denominations or integral multiples thereof as shall be requested by each respective registered owner.

The Bonds shall be signed by the County Mayor and shall be attested by the County Clerk. No Bond shall be valid until it has been authorized by the manual signature of an authorized officer or employee of the Registration Agent and the date of the authentication noted thereon.

SECURITY

The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of the principal of, premium, if any, and interest on the Bonds, the full faith and credit of the County is irrevocably pledged.

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*Preliminary, subject to change.

The County, through its governing body, shall annually levy and collect a tax on all taxable property within the County, in addition to all other taxes authorized by law, sufficient to pay the principal of and interest on the Bonds when due.

The Bonds are not obligations of the State of Tennessee (the "State") or any political subdivision thereof other than the County.

QUALIFIED TAX-EXEMPT OBLIGATIONS

Under the Internal Revenue Code of 1986, as amended (the "Code"), in the case of certain financial institutions, no deduction from income under the federal tax law will be allowed for that portion of such institution's interest expense which is allocable to tax-exempt interest received on account of tax-exempt obligations acquired after August 7, 1986. The Code, however, provides that certain "qualified tax-exempt obligations," as defined in the Code, will be treated as if acquired on August 7, 1986. Based on an examination of the Code and the factual representations and covenants of the County as to the Bonds, Bond Counsel has determined that the Bonds upon issuance will be "qualified tax-exempt obligations" within the meaning of the Code.

OPTIONAL REDEMPTION OF THE BONDS

The Bonds maturing on or after June 1, 2033 and thereafter are subject to optional redemption prior to maturity on or after June 1, 2032, in whole or in part at any time at a redemption price of par plus accrued interest.

If less than all the Bonds shall be called for redemption, the maturities to be redeemed shall be designated by the Board of County Commissioners, in its discretion. If less than all the principal amount of the Bonds of a maturity shall be called for redemption, the interests within the maturity to be redeemed shall be selected as follows:

- (i) if the Bonds are being held under a Book-Entry-Only System by DTC, or a successor Depository, the amount of the interest of each DTC Participant in the Bonds to be redeemed shall be determined by DTC, or such successor Depository, by lot or such other manner as DTC, or such successor Depository, shall determine; or
- (ii) if the Bonds are not being held under a Book-Entry-Only System by DTC, or a successor Depository, the Bonds within the maturity to be redeemed shall be selected by the Registration Agent by lot or such other random manner as the Registration Agent in its discretion shall determine.

MANDATORY REDEMPTION

The bidders have the option of creating term bonds pursuant to the Detailed Notice of Sale. If term bonds are created, then the following provisions will apply. Subject to any credit described below, the County shall redeem Bonds maturing June 1, 20__, and June 1, 20__ on the redemption dates set forth below, in aggregate principal amounts equal to the respective dollar amounts set forth below opposite the respective redemption dates at a price of par plus accrued interest thereon to the

date of redemption. Specific Bonds to be so redeemed shall be selected in the manner described above relating to optional redemption.

The dates of redemption and principal amount of Bonds to be redeemed on said dates are as follows:

Redemption of Bonds

Maturity Date Redeemed

*Final Maturity

At its option, to be exercised on or before the forty-fifth (45) day next preceding any such redemption date, the County may (i) deliver to the Registration Agent for cancellation Bonds of the maturity to be redeemed, in any aggregate principal amount desired, and/or (ii) receive a credit in respect of its redemption obligation for any Bonds of the maturity to be redeemed which prior to said date have been purchased or redeemed (otherwise than through the operation of this section) and canceled by the Registration Agent and not theretofore applied as a credit against any redemption obligation. Each Bond so delivered or previously purchased or redeemed shall be credited by the Registration Agent at 100% of the principal amount thereof on the obligation of the County on such payment date and any excess shall be credited on future redemption obligations in chronological order, and the principal amount of Bonds to be redeemed by operation shall be accordingly reduced. The County shall on or before the forty-fifth (45) day next preceding each payment date furnish the Registration Agent with its certificate indicating whether or not and to what extent the provisions of clauses (i) and (ii) above are to be availed of with respect to such payment and confirm that funds for the balance of the next succeeding prescribed payment will be paid on or before the next succeeding payment date.

NOTICE OF REDEMPTION

Notice of call for redemption, whether optional or mandatory, shall be given by the Registration Agent on behalf of the County not less than twenty (20) nor more than sixty (60) days prior to the date fixed for redemption by sending an appropriate notice to the registered owners of the Bonds to be redeemed by first-class mail, postage prepaid, at the addresses shown on the Bond registration records of the Registration Agent as of the date of the notice; but neither failure to mail such notice nor any defect in any such notice so mailed shall affect the sufficiency of the proceedings for redemption of any of the Bonds for which proper notice was given. The notice may state that it is conditioned upon the deposit of moneys in an amount equal to the amount necessary to affect the redemption with the Registration Agent no later than the redemption date ("Conditional Redemption"). As long as DTC, or a successor Depository, is the registered owner of the Bonds, all redemption notices shall be mailed by the Registration Agent to DTC, or such successor Depository, as the registered owner of the Bonds, as and when above provided, and neither the County nor the Registration Agent shall be responsible for mailing notices of redemption to DTC Participants or Beneficial Owners. Failure of DTC, or any successor Depository, to provide notice to any DTC Participant or Beneficial Owner will not affect the validity of such redemption. The Registration Agent shall mail said notices as and when directed by the County pursuant to written instructions from an authorized representative of the County (other than for a mandatory sinking fund redemption, notices of which shall be given on the dates provided herein) given at least forty-five (45) days prior to the redemption date (unless a shorter notice period shall be satisfactory to the Registration Agent). From and after the redemption date, all Bonds called for redemption shall cease to bear interest if funds are available at the office of the Registration Agent for the payment thereof and if notice has been duly provided as set forth herein. In the case of a Conditional Redemption, the failure of the County to make funds available in part or in whole on or before the redemption date shall not constitute an event of default, and the Registration Agent shall give immediate notice to the Depository or the affected Bondholders that the redemption did not occur and that the Bonds called for redemption and not so paid remain outstanding.

PAYMENT OF BONDS

The Bonds will bear interest from their dated date or from the most recent interest payment date to which interest has been paid or duly provided for, on the dates provided herein, such interest being computed upon the basis of a 360-day year of twelve 30-day months. Interest on each Bond shall be paid by check or draft of the Registration Agent to the person in whose name such Bond is registered at the close of business on the 15th day of the month next preceding the interest payment date. The principal of and premium, if any, on the Bonds shall be payable in lawful money of the United States of America at the designated trust office of the Registration Agent.

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BASIC DOCUMENTATION

REGISTRATION AGENT

The Bond Registration and Paying Agent, Regions Bank, Nashville, Tennessee, its successor (the "Registration Agent") or the County will make all interest payments with respect to the Bonds on each interest payment date directly to Cede & Co., as nominee of DTC, the registered owner as shown on the Bond registration records maintained by the Registration Agent, except as described in the following section entitled "Book-Entry-Only System". However, if the winning bidder certifies to the County that it intends to hold the Bonds for its own account and has no present intent to reoffer the Bonds, then the use of the Book-Entry-Only System is not required.

So long as Cede & Co. is the registered owner of the Bonds, as nominee of DTC, references herein to the Bondholders, Holders or Registered Owners (as herein after defined) of the Bonds shall mean Cede & Co. and shall not mean the Beneficial Owners of the Bonds. For additional information, see the following section.

BOOK-ENTRY-ONLY SYSTEM

The Registration Agent, its successor or the Issuer will make all interest payments with respect to the Bonds on each interest payment date directly to Cede & Co., as nominee of DTC, the registered owner as shown on the Bond registration records maintained by the Registration Agent as of the close of business on the fifteenth day of the month next preceding the interest payment date (the "Regular Record Date") by check or draft mailed to such owner at its address shown on said Bond registration records, without, except for final payment, the presentation or surrender of such registered Bonds, and all such payments shall discharge the obligations of the Issuer in respect of such Bonds to the extent of the payments so made, except as described above. Payment of principal of the Bonds shall be made upon presentation and surrender of such Bonds to the Registration Agent as the same shall become due and payable.

So long as Cede & Co. is the registered owner of the Bonds, as nominee of DTC, references herein to the Bondholders, Holders or Registered Owners (as herein after defined) of the Bonds shall mean Cede & Co. and shall not mean the Beneficial Owners, as herein after defined, of the Bonds.

The Bonds, when issued, will be registered in the name of Cede & Co., DTC's partnership nominee, except as described above. When the Bonds are issued, ownership interests will be available to purchasers only through a book-entry-only system maintained by DTC (the "Book-Entry-Only System"). One fully registered bond certificate will be issued for each maturity, in the entire aggregate principal amount of the Bonds and will be deposited with DTC.

DTC and its Participants. DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-

U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized Book-Entry-Only transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of the Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). The DTC rules applicable to its Participants are on file with the U.S. Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchase of Ownership Interests. Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Security ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Bonds, except in the event that use of the Book-Entry-Only System for the Bonds is discontinued.

Payments of Principal and Interest. Principal and interest payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts, upon DTC's receipt of funds and corresponding detail information from the Registration Agent on the payable date in accordance with their respective holdings shown on DTC's records, unless DTC has reason to believe it will not receive payment on such date. Payments by Direct and Indirect Participants to beneficial owners will be governed by standing instructions and customary practices, as is the case with municipal securities held for the accounts of customers in bearer form or registered in "street name", and will be the responsibility of such Participant and not of DTC, the Issuer or the Registration Agent subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, principal, tender price and interest payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Registration Agent, disbursement of such payments to Direct Participants shall be the responsibility of DTC, and disbursement of such payments to the beneficial owners shall be the responsibility of Direct and Indirect Participants.

Notices. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants

to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds f or their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a maturity are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed. Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Issuer as soon as practicable after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

NONE OF THE ISSUER, THE UNDERWRITER, THE BOND COUNSEL, THE MUNICIPAL ADVISOR OR THE REGISTRATION AGENT WILL HAVE ANY RESPONSIBILITY OR OBLIGATION TO SUCH PARTICIPANTS OR THE PERSONS FOR WHOM THEY ACT AS NOMINEES WITH RESPECT TO THE PAYMENT TO, OR THE PROVIDING OF NOTICE FOR, SUCH PARTICIPANTS OR THE PERSONS FOR WHOM THEY ACT AS NOMINEES.

Transfers of Bonds. To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. or such other name as may be requested by an authorized representative of DTC. The deposit of the Bonds with DTC and their registration in the name of Cede & Co. or such other nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

None of the Issuer, the Bond Counsel, the Registration Agent, the Municipal Advisor or the Underwriter will have any responsibility or obligation, legal or otherwise, to any party other than to the registered owners of any Bond on the registration books of the Registration Agent.

DISCONTINUANCE OF BOOK-ENTRY-ONLY SYSTEM

In the event that (i) DTC determines not to continue to act as securities depository for the Bonds or (ii) to the extent permitted by the rules of DTC, the County determines to discontinue the Book-Entry-Only System, the Book-Entry-Only System shall be discontinued. Upon the occurrence of the event described above, the County will attempt to locate another qualified securities depository, and if no qualified securities depository is available, Bond certificates will be printed and delivered to Beneficial Owners.

No Assurance Regarding DTC Practices. The foregoing information in this section concerning DTC and DTC's Book-Entry-Only System has been obtained from sources that the County believes to be reliable, but the County, the Bond Counsel, the Registration Agent, the Municipal Advisor and the Underwriter do not take any responsibility for the accuracy thereof. So long as Cede & Co. is the registered owner of the Bonds as nominee of DTC, references herein to the holders or registered owners of the Bonds will mean Cede & Co. and will not mean the Beneficial Owners of the Bonds. None of the County, the Bond Counsel, the Registration Agent, the Municipal Advisor or the Underwriter will have any responsibility or obligation to the Participants, DTC or the persons for whom they act with respect to (i) the accuracy of any records maintained by DTC or by any Direct or Indirect Participant of DTC, (ii) payments or the providing of notice to Direct Participants, the Indirect Participants or the Beneficial Owners or (iii) any other action taken by DTC or its partnership nominee as owner of the Bonds.

For more information on the duties of the Registration Agent, please refer to the Resolution. Also, please see the section entitled "SECURITIES OFFERED – Redemption."

DISPOSITION OF BOND PROCEEDS

The proceeds of the sale of the Bonds shall be deposited with a financial institution regulated by the Federal Deposit Insurance Corporation or similar federal agency in a special fund to be known as the 2025 Construction Fund (the "Construction Fund") to be kept separate and apart from all other funds of the County. The County shall disburse funds in the Construction Fund to pay costs of issuance of the Bonds, including necessary legal, accounting and fiscal expenses, printing, engraving, advertising and similar expenses, administrative and clerical costs, Registration Agent fees, bond insurance premiums, if any, and other necessary miscellaneous expenses incurred in connection with the issuance and sale of the Bonds. The remaining funds in the Construction Fund shall be disbursed solely to pay the costs of the Project. Money in the Construction Fund shall be secured in the manner prescribed by applicable statutes relative to the securing of public or trust funds, if any, or, in the absence of such a statute, by a pledge of readily marketable securities having at all times a market value of not less than the amount in said Construction Fund. Moneys in the Construction Fund shall be invested at the direction of the County Trustee in such investments as shall be permitted by applicable law. Earnings from such investments in the Construction Fund shall be deposited in the County's debt service fund.

DISCHARGE AND SATISFACTION OF BONDS

If the County shall pay and discharge the indebtedness evidenced by any of the Bonds in any one or more of the following ways:

- (a) By paying or causing to be paid, by deposit of sufficient funds as and when required with the Registration Agent, the principal of and interest on such Bonds as and when the same become due and payable;
- (b) By depositing or causing to be deposited with any trust company or financial institution whose deposits are insured by the Federal Deposit Insurance Corporation or similar federal agency and which has trust powers (an "Agent"; which Agent may be the Registration Agent) in trust or escrow, on or before the date of maturity or redemption,

sufficient money or defeasance obligations, as hereafter defined, the principal of and interest on which, when due and payable, will provide sufficient moneys to pay or redeem such Bonds and to pay interest thereon when due until the maturity or redemption date (provided, if such Bonds are to be redeemed prior to maturity thereof, proper notice of such redemption shall have been given or adequate provision shall have been made for the giving or such notice); or

(c) By delivering such Bonds to the Registration Agent for cancellation by it;

and if the County shall also pay or cause to be paid all other sums payable hereunder by the County with respect to such Bonds, or make adequate provision therefor, and by resolution of the Governing Body instruct any such escrow agent to pay amounts when and as required to the Registration Agent for the payment of principal of and interest on such Bonds when due, then and in that case the indebtedness evidenced by such Bonds shall be discharged and satisfied and all covenants, agreements and obligations of the County to the holders of such Bonds shall be fully discharged and satisfied and shall thereupon cease, terminate and become void.

If the County shall pay and discharge the indebtedness evidenced by any of the Bonds in the manner provided in either clause (a) or clause (b) above, then the registered owners thereof shall thereafter be entitled only to payment out of the money or Defeasance Obligations (defined herein) deposited as aforesaid.

Except as otherwise described below, neither Defeasance Obligations nor moneys deposited with the Registration Agent nor principal or interest payments on any such Defeasance Obligations shall be withdrawn or used for any purpose other than, and shall be held in trust for, the payment of the principal and interest on said Bonds; provided that any cash received from such principal or interest payments on such Defeasance Obligations deposited with the Registration Agent, (A) to the extent such cash will not be required at any time for such purpose, shall be paid over to the County as received by the Registration Agent and (B) to the extent such cash will be required for such purpose at a later date, shall, to the extent practicable, be reinvested in Defeasance Obligations maturing at times and in amounts sufficient to pay when due the principal and interest to become due on said Bonds on or prior to such redemption date or maturity date thereof, as the case may be, and interest earned from such reinvestments shall be paid over to the County, as received by the Registration Agent. For the purposes hereof, Defeasance Obligations shall mean direct obligations of, or obligations, the principal of and interest on which are guaranteed by, the United States of America, which obligations shall not be subject to redemption prior to their maturity other than at the option of the registered owner thereof.

REMEDIES OF BONDHOLDERS

Under Tennessee law, any Bondholder has the right, in addition to all other rights:

(1) By mandamus or other suit, action or proceeding in any court of competent jurisdiction to enforce its rights against the County, including, but not limited to, the right to require the County to assess, levy and collect taxes adequate to carry out any agreement as to, or pledge of, such taxes, fees, rents, tolls, or other charges, and to require the County to carry out any other covenants and agreements, or

(2) By action or suit in equity, to enjoin any acts or things which may be unlawful o a violation of the rights of such Bondholder.
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LEGAL MATTERS

LITIGATION

There are no claims against the County, including claims in litigation, which, in the opinion of the County, would materially affect the County's financial position as it relates to its ability to make payments on the Bonds. There are no suits threatened or pending challenging the legality or validity of the Bonds or the right of the County to sell or issue the Bonds. See the subsection entitled "CLOSING CERTIFICATES" for additional information.

TAX MATTERS

Federal

General. Bass, Berry & Sims PLC, Knoxville, Tennessee, is Bond Counsel for the Bonds. Their opinion under existing law, relying on certain statements by the County and assuming compliance by the County with certain covenants, is that interest on the Bonds:

- is excluded from a bondholder's federal gross income under the Internal Revenue Code of 1986, as amended (the "Code"), and
- is not treated as an item of tax preference in calculating the alternative minimum tax; however, such interest is taken into account in determining the annual adjusted financial statement income of applicable corporations (as defined in Section 59(k) of the Code) for the purpose of computing the alternative minimum tax imposed on corporations.

The Code imposes requirements on the Bonds that the County must continue to meet after the Bonds are issued. These requirements generally involve the way that Bond proceeds must be invested and ultimately used. If the County does not meet these requirements, it is possible that a bondholder may have to include interest on the Bonds in its federal gross income on a retroactive basis to the date of issue. The County has covenanted to do everything necessary to meet these requirements of the Code.

A bondholder who is a particular kind of taxpayer may also have additional tax consequences from owning the Bonds. This is possible if a bondholder is:

- an S corporation,
- a United States branch of a foreign corporation,
- a financial institution,
- a property and casualty or a life insurance company,
- an individual receiving Social Security or railroad retirement benefits,
- an individual claiming the earned income credit or
- a borrower of money to purchase or carry the Bonds.

If a bondholder is in any of these categories, it should consult its tax advisor.

Bond Counsel is not responsible for updating its opinion in the future. It is possible that future events or changes in applicable law could change the tax treatment of the interest on the Bonds or affect the market price of the Bonds. See also subsection "CHANGES IN FEDERAL AND STATE LAW" below.

Bond Counsel expresses no opinion on the effect of any action taken or not taken in reliance upon an opinion of other counsel on the federal income tax treatment of interest on the Bonds, or under State, local or foreign tax law.

Bond Premium. If a bondholder purchases a Bond for a price that is more than the principal amount, generally the excess is "bond premium" on that Bond. The tax accounting treatment of bond premium is complex. It is amortized over time and, as it is amortized a bondholder's tax basis in that Bond will be reduced. The holder of a Bond that is callable before its stated maturity date may be required to amortize the premium over a shorter period, resulting in a lower yield on such Bonds. A bondholder in certain circumstances may realize a taxable gain upon the sale of a Bond with a bond premium, even though the Bond is sold for an amount less than or equal to the owner's original cost. If a bondholder owns any Bonds with bond premium, it should consult its tax advisor regarding the tax accounting treatment of bond premium.

Original Issue Discount. A Bond will have "original issue discount" if the price paid by the original purchaser of such Bond is less than the principal amount of such Bond. Bond Counsel's opinion is that any original issue discount on these Bonds as it accrues is excluded from a bondholder's federal gross income under the Internal Revenue Code. The tax accounting treatment of an original issue discount is complex. It accrues on an actuarial basis and as it accrues a bondholder's tax basis in these Bonds will be increased. If a bondholder owns one of these Bonds, it should consult its tax advisor regarding the tax treatment of original issue discount.

Qualified Tax-Exempt Obligations. Under the Code, in the case of certain financial institutions, no deduction from income under the federal tax law will be allowed for that portion of such institution's interest expense which is allocable to tax-exempt interest received on account of tax-exempt obligations acquired after August 7, 1986. The Code, however, provides that certain "qualified tax-exempt obligations", as defined in the Code, will be treated as if acquired on August 7, 1986. Based on an examination of the Code and the factual representations and covenants of the City as to the Bonds, Bond Counsel has determined that the Bonds, upon issuance, will be "qualified tax-exempt obligations" within the meaning of the Code.

Information Reporting and Backup Withholding. Information reporting requirements apply to interest on tax-exempt obligations, including the Bonds. In general, such requirements are satisfied if the interest recipient completes, and provides the payor with a Form W-9, "Request for Taxpayer Identification Number and Certification," or if the recipient is one of a limited class of exempt recipients. A recipient not otherwise exempt from information reporting who fails to satisfy the information reporting requirements will be subject to "backup withholding," which means that the payor is required to deduct and withhold a tax from the interest payment, calculated in the manner set forth in the Code. For the foregoing purpose, a "payor" generally refers to the person or entity from whom a recipient receives its payments of interest or who collects such payments on behalf of the recipient.

If an owner purchasing a Bond through a brokerage account has executed a Form W-9 in connection with the establishment of such account, as generally can be expected, no backup withholding should occur. In any event, backup withholding does not affect the excludability of the interest on the Bonds from gross income for Federal income tax purposes. Any amounts withheld pursuant to backup withholding would be allowed as a refund or a credit against the owner's Federal income tax once the required information is furnished to the Internal Revenue Service.

State Taxes

Under existing law, the Bonds and the income therefrom are exempt from all present state, county and municipal taxes in Tennessee except (a) Tennessee excise taxes on interest on the Bonds during the period the Bonds are held or beneficially owned by any organization or entity, or other than a sole proprietorship or general partnership doing business in the State of Tennessee, and (b) Tennessee franchise taxes by reason of the inclusion of the book value of the Bonds in the Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee.

CHANGES IN FEDERAL AND STATE TAX LAW

From time to time, there are Presidential proposals, proposals of various federal committees, and legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to herein or adversely affect the marketability or market value of the Bonds or otherwise prevent holders of the Bonds from realizing the full benefit of the tax exemption of interest on the Bonds. Further, such proposals may impact the marketability or market value of the Bonds simply by being proposed. It cannot be predicted whether or in what form any such proposal might be enacted or whether if enacted it would apply to bonds issued prior to enactment. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value, marketability or tax status of the Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Bonds would be impacted thereby. Purchasers of the Bonds should consult their tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The opinions expressed by Bond Counsel are based upon existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the Bonds, and Bond Counsel has expressed no opinion as of any date subsequent thereto or with respect to any proposed or pending legislation, regulatory initiatives or litigation.

Prospective purchasers of the Bonds should consult their own tax advisors regarding the foregoing matters.

CLOSING CERTIFICATES

Upon delivery of the Bonds, the County will execute in a form satisfactory to Bond Counsel, certain closing certificates including the following: (i) a certificate as to the *Official Statement*, in final form, signed by the County Mayor acting in his official capacity to the effect that to the best of

his knowledge and belief, and after reasonable investigation, (a) neither the Official Statement, in final form, nor any amendment or supplement thereto, contains any untrue statements of material fact or omits to state any material fact necessary to make statements therein, in light of the circumstances in which they are made, misleading, (b) since the date of the Official Statement, in final form, no event has occurred which should have been set forth in such a memo or supplement, (c) there has been no material adverse change in the operation or the affairs of the County since the date of the Official Statement, in final form, and having attached thereto a copy of the Official Statement, in final form, and (d) there is no litigation of any nature pending or threatened seeking to restrain the issuance, sale, execution and delivery of the Bonds, or contesting the validity of the Bonds or any proceeding taken pursuant to which the Bonds were authorized; (ii) certificates as to the delivery and payment, signed by the County Mayor acting in his official capacity, evidencing delivery of and payment for the Bonds; (iii) a signature identification and incumbency certificate, signed by the County Mayor and County Clerk acting in their official capacities certifying as to the due execution of the Bonds; and, (iv) a Continuing Disclosure Certificate regarding certain covenants of the County concerning the preparation and distribution of certain annual financial information and notification of certain material events, if any.

APPROVAL OF LEGAL PROCEEDINGS

Certain legal matters relating to the authorization and the validity of the Bonds are subject to the approval of Bass, Berry & Sims PLC, Knoxville, Tennessee, Bond Counsel. Bond counsel has not prepared the *Preliminary Official Statement* or the *Official Statement*, in final form, or verified their accuracy, completeness or fairness. Accordingly, bond counsel expresses no opinion of any kind concerning the *Preliminary Official Statement* or *Official Statement*, in final form, except for the information in the section entitled "LEGAL MATTERS - Tax Matters." The opinion of Bond Counsel will be limited to matters relating to authorization and validity of the Bonds and to the tax-exemption of interest on the Bonds under present federal income tax laws, both as described above. The legal opinion will be delivered with the Bonds and the form of the opinion is included in APPENDIX A. For additional information, see the section entitled MISCELLANEOUS – "Competitive Public Sale", "Additional Information" and "Continuing Disclosure."

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MISCELLANEOUS

RATING

Moody's Investor Services ("Moody's") has given the Bonds the rating of "Aa3", respectively to the Bonds. Such rating reflects only the views of such organizations and explanations of the significance of such ratings should be obtained from such agencies.

There is no assurance that such rating will continue for any given period of time or that the rating may not be suspended, lowered or withdrawn entirely by Moody's, if circumstances so warrant. Due to the ongoing uncertainty regarding the economy of the United States of America, including, without limitation, matters such as the future political uncertainty regarding the United States debt limit, obligations issued by state and local governments, such as the Bonds, could be subject to a rating downgrade. Additionally, if a significant default or other financial crisis should occur in the affairs of the United States or of any of its agencies or political subdivisions, then such event could also adversely affect the market for and ratings, liquidity, and market value of outstanding debt obligations, including the Bonds. Any such downward change in or withdrawal of any rating may have an adverse effect on the secondary market price of the Bonds.

Any explanation of the significance of the rating may be obtained only from Moody's.

COMPETITIVE PUBLIC SALE

The Bonds will be offered for sale at competitive public bidding on September 4, 2025. Details concerning the public sale were provided to potential bidders and others in the *Preliminary Official Statement* that was dated August 25, 2025.

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MUNICIPAL ADVISOR; RELATED PARTIES; OTHER

Municipal Advisor. Cumberland Securities Company, Inc., has served as Municipal Advisor (the "Municipal Advisor") to the County for purposes of assisting with the development and implementation of a bond structure in connection with the issuance of the Bonds. The Municipal Advisor has not been engaged by the County to compile, create, or interpret any information in the *Preliminary Official Statement* and *Official Statement* relating to the County, including without limitation any of the County's financial and operating data, whether historical or projected. Any information contained in the *Preliminary Official Statement* and *Official Statement* concerning the County, any of its affiliates or contractors and any outside parties has not been independently verified by the Municipal Advisor, and inclusion of such information is not, and should not be construed as, a representation by the Municipal Advisor as to its accuracy or completeness or otherwise. The Municipal Advisor is not a public accounting firm and has not been

engaged by the County to review or audit any information in the *Preliminary Official Statement* and *Official Statement* in accordance with accounting standards.

Regions Bank. Regions Bank (the "Bank") is a wholly-owned subsidiary of Regions Financial Corporation. The Bank provides, among other services, commercial banking, investments and corporate trust services to private parties and to State and local jurisdictions, including serving as registration, paying agent or filing agent related to debt offerings. The Bank will receive compensation for its role in serving as Registration and Paying Agent for the Bonds. In instances where the Bank serves the County in other normal commercial banking capacities, it will be compensated separately for such services.

Official Statements. Certain information relative to the location, economy and finances of the Issuer is found in the Preliminary Official Statement, in final form and the Official Statement, in final form. Except where otherwise indicated, all information contained in this Preliminary Official Statement has been provided by the Issuer. The information set forth herein has been obtained by the Issuer from sources which are believed to be reliable but is not guaranteed as to accuracy or completeness by, and is not to be construed as a representation of, the Municipal Advisor or the Underwriter. The information contained herein is subject to change without notice, and neither the delivery of this Preliminary Official Statement nor any sale made hereunder shall under any circumstances create an implication that there has been no change in the affairs of the Issuer, or the other matters described herein since the date hereof or the earlier dates set forth herein as of which certain information contained herein is given.

Cumberland Securities Company, Inc. distributed the *Preliminary Official Statement*, in final form, and the *Official Statement*, in final form on behalf of the County and will be compensated and/or reimbursed for such distribution and other such services.

Other. Among other services, Cumberland Securities Company, Inc. and the Bank may also assist local jurisdictions in the investment of idle funds and may serve in various other capacities, including Cumberland Securities Company's role as serving as the County's Dissemination Agent. If the County chooses to use one or more of these other services provided by Cumberland Securities Company, Inc. and/or the Bank, then Cumberland Securities Company, Inc. and/or the Bank may be entitled to separate compensation for the performance of such services.

ADDITIONAL DEBT

The County has authorized a loan of approximately \$5,000,000 through the Energy Efficient Schools Initiative ("EESI"). Additionally, the County has ongoing capital needs that may or may not require the issuance of additional debt. The County may also authorize the issuance of refundings of outstanding debt as savings opportunities arise.

DEBT LIMITATIONS

Pursuant to Title 9, Chapter 21, Part 1 *Tennessee Code Annotated*, as amended, there is no limit on the amount of bonds that may be issued when the County uses the statutory authority granted therein to issue bonds. (see DEBT STRUCTURE - Indebtedness and Debt Ratios for additional information.)

DEBT RECORD

There is no record of a default on principal and interest payments by the County from information available. Additionally, no agreements or legal proceedings of the County relating to securities have been declared invalid or unenforceable.

CONTINUING DISCLOSURE

The County will at the time the Bonds are delivered execute a Continuing Disclosure Certificate under which it will covenant for the benefit of holders and Beneficial Owners of the Bonds to provide certain financial information relating to the County by not later than twelve months after the end of each fiscal year commencing with the fiscal year ending June 30, 2025 (the "Annual Report"), and to provide timely notice of the occurrence of certain significant events not later than ten business days after the occurrence of the events and notice of failure to provide any required financial information of the County. The County will provide notice in a timely manner to the MSRB of a failure by the County to provide the annual financial information on or before the date specified in the continuing disclosure agreement. The Annual Report and notices described above will be filed by the County with the Municipal Securities Rulemaking Board ("MSRB") at www.emma.msrb.org and with any State Information Depository which may be established in Tennessee (the "SID"). The specific nature of the information to be contained in the Annual Report or the notices of events is summarized below. These covenants have been made in order to assist the Underwriters in complying with Securities Exchange Act Rule 15c2-12(b), as it may be amended from time to time (the "Rule 15c2-12").

Five-Year Filing History. The County to the best of its knowledge has complied in all material respects with its existing continuing disclosure agreements in accordance with Rule 15c2-12 for the past five years.

Content of Annual Report. The County's Annual Report shall contain or incorporate by reference the General Purpose Financial Statements of the County for the fiscal year, prepared in accordance with generally accepted accounting principles; provided, however, if the County's audited financial statements are not available by the time the Annual Report is required to be filed, the Annual Report shall contain unaudited financial statements in a format similar to the financial statements contained herein, and the audited financial statements shall be filed when available. The Annual Report shall also include in a similar format the following information included in APPENDIX B entitled "SUPPLEMENTAL INFORMATION STATEMENT."

- 1. Summary of Bonded Indebtedness as of the end of such fiscal year;
- 2. The Indebtedness and Debt Ratios as of the end of such fiscal year, together with information about the property tax base;
- 3. Information about the Bonded Debt Service Requirements General Obligation Debt Service Fund as of the end of such fiscal year;
- 4. Information about Fund Balances and Retained Earnings for the fiscal year;

- 5. Five Year Summary of Revenues, Expenditures and Changes in Fund Balances General Fund for the fiscal year;
- 6. The estimated Assessed Valuations of property in the County for the tax year ending in such fiscal year and the total estimated actual value of all taxable property for such year;
- 7. Property Tax Rates and Collections of the County for the tax year ending in such fiscal year as well as the uncollected balance for such fiscal year; and
- 8. The Ten Largest Taxpayers.

Any or all of the items above may be incorporated by reference from other documents, including *Official Statements* in final form for debt issues of the County or related public entities, which have been submitted to the MSRB or the U.S. Securities and Exchange Commission. If the document incorporated by reference is a final *Official Statement*, in final form, it will be available from the Municipal Securities Rulemaking Board. The County shall clearly identify each such other document so incorporated by reference.

Reporting of Significant Events. The County will file notice regarding material events with the MSRB and the SID, if any, as follows:

- 1. Upon the occurrence of a Listed Event (as defined in (3) below), the County shall in a timely manner, but in no event more than ten (10) business days after the occurrence of such event, file a notice of such occurrence with the MSRB and SID, if any.
- 2. For Listed Events where notice is only required upon a determination that such event would be material under applicable Federal securities laws, the County shall determine the materiality of such event as soon as possible after learning of its occurrence.
- 3. The following are the Listed Events:
 - a. Principal and interest payment delinquencies;
 - b. Non-payment related defaults, if material;
 - c. Unscheduled draws on debt service reserves reflecting financial difficulties;
 - d. Unscheduled draws on credit enhancements reflecting financial difficulties;
 - e. Substitution of credit or liquidity providers, or their failure to perform;
 - f. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue

(IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds or other material events affecting the tax status of the Bonds;

- g. Modifications to rights of Bondholders, if material;
- h. Bond calls, if material, and tender offers;
- i. Defeasances;
- j. Release, substitution, or sale of property securing repayment of the securities, if material;
- k. Rating changes;
- 1. Bankruptcy, insolvency, receivership or similar event of the obligated person;
- m. The consummation of a merger, consolidation or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- n. Appointment of a successor or additional trustee or the change of name of a trustee, if material;
- o. Incurrence of a financial obligation (which includes a debt obligation, a derivative instrument entered into connection with, or pledged as security or as a source of payment for, an existing or planned debt obligation, or a guarantee of debt obligation or derivative instrument) of the County, if material, or agreement as to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the County, any of which affect security holders, if material; and
- p. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation (as described above) of the County, any of which reflect financial difficulties.

Termination of Reporting Obligation. The County's obligations under the Disclosure Certificate shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds.

Amendment; Waiver. Notwithstanding any other provision of the Disclosure Certificate, the County may amend the Disclosure Certificate, and any provision of the Disclosure Certificate may be waived, provided that the following conditions are satisfied:

- (a) If the amendment or waiver relates to the provisions concerning the Annual Report and Reporting of Significant Events it may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature or status of an obligated person with respect to the Bonds, or the type of business conducted;
- (b) The undertaking, as amended or taking into account such waiver, would, in the opinion of nationally recognized bond counsel, have complied with the requirements of the Rule at the time of the original issuance of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and
- (c) The amendment or waiver does not, in the opinion of nationally recognized bond counsel, materially impair the interests of the Holders or beneficial owners of the Bonds.

In the event of any amendment or waiver of a provision of the Disclosure Certificate, the County shall describe such amendment in the next Annual Report, and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or, in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the County. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, (i) notice of such change shall be given, and (ii) the Annual Report for the year in which the change is made should present a comparison (in narrative form and also, if feasible, in quantitative form) between the financial statements as prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

Default. In the event of a failure of the County to comply with any provision of the Disclosure Certificate, any Bondholder, or any Beneficial Owner may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the County to comply with its obligations under the Disclosure Certificate. A default under the Disclosure Certificate shall not be deemed an event of default, if any, under the Resolution, and the sole remedy under the Disclosure Certificate in the event of any failure of the County to comply with the Disclosure Certificate shall be an action to compel performance.

BONDHOLDER RISK

COVID-19. The County has not experienced any material effect on tax collections or other revenues as a result of the COVID-19 pandemic.

CLIMATE CHANGE. Planning for climate change in the State and its impact on the County's operation is an unknown challenge. The State of Tennessee's climate is exceedingly variable and projections of future conditions range significantly. While projections in the State of Tennessee indicate rising average temperatures, precipitation projections are much less clear and often contradictory. Other potential impacts of climate change include changes in the length, intensity, and frequency of droughts and floods. The financial impact of climate change is not yet known, and therefore, its future impact on the County cannot be quantified reliably at this time.

CYBER-SECURITY. Computer networks and data transmission and collection are vital to the efficient operations of the County. Despite security measures, information technology and infrastructure may be vulnerable to attacks by hackers or breached due to employee error, malfeasance or other disruptions. Any such breach could compromise networks and the information stored there could be disrupted, accessed, publicly disclosed, lost or stolen. Any such disruption, access, disclosure or other loss of information could result in disruptions in operations and the services provided by the County, legal claims or proceedings, liability under laws that protect the privacy of personal information, regulatory penalties and the services provided, and cause a loss of confidence in the County's operations, which could materially affect the County and its operations. The County maintains insurance to mitigate any potential financial losses from cyber-security threats.

ADDITIONAL INFORMATION

Use of the words "shall," "must," or "will" in this *Preliminary Official Statement* in summaries of documents or laws to describe future events or continuing obligations is not intended as a representation that such event will occur or obligation will be fulfilled but only that the document or law contemplates or requires such event to occur or obligation to be fulfilled.

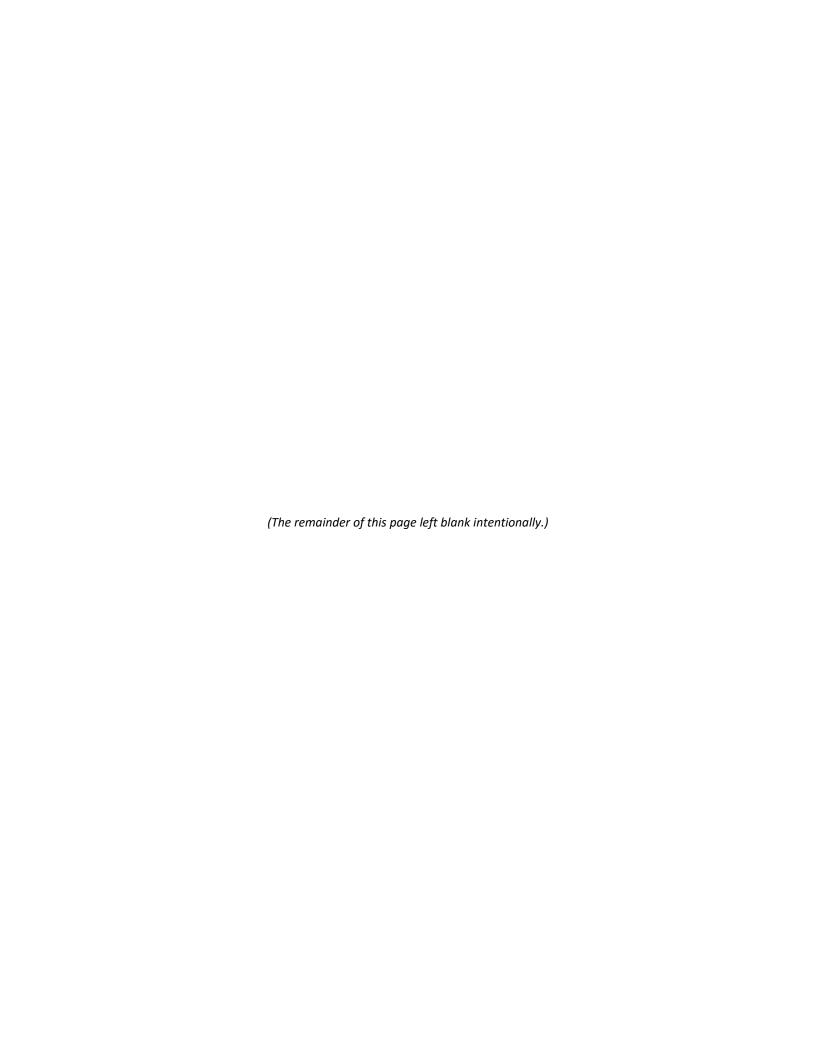
Any statements made in this *Preliminary Official Statement* involving estimates or matters of opinion, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of the estimates or matters of opinion will be realized. Neither this *Preliminary Official Statement* nor any statement which may have been made orally or in writing is to be construed as a contract with the owners of the Bonds.

The references, excerpts and summaries contained herein of certain provisions of the laws of the State of Tennessee, and any documents referred to herein, do not purport to be complete statements of the provisions of such laws or documents, and reference should be made to the complete provisions thereof for a full and complete statement of all matters of fact relating to the Bonds, the security for the payment of the Bonds, and the rights of the holders thereof.

The Preliminary Official Statement and Official Statement, in final form, and any advertisement of the Bonds, is not to be construed as a contract or agreement between the County and the purchasers of any of the Bonds. Any statements or information printed in the Preliminary Official Statement or the Official Statement, in final form, involving matters of opinions or of estimates, whether or not expressly so identified, is intended merely as such and not as representation of fact.

The County has deemed this *Preliminary Official Statement* as "final" as of its date within the meaning of Rule 15c2-12 except for the omission of certain pricing information allowed to be omitted pursuant to Rule 15c2-12.

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CERTIFICATION OF ISSUER

On behalf of the County, we hereby certify that to the best of our knowledge and belief, the information contained herein as of this date is true and correct in all material respects, and does not contain an untrue statement of material fact or omit to state a material fact required to be stated where necessary to make the statement made, in light of the circumstance under which they were made, not misleading.

	/s/
	County Mayor
ATTEST:	
/s/	
County Clerk	

PROPOSED FORM OF LEGAL OPINION

LAW OFFICES OF BASS, BERRY & SIMS PLC 900 SOUTH GAY STREET, SUITE 1700 KNOXVILLE, TENNESSEE 37902

Ladies and Gentlemen:

	We have	acted as	bond	counsel	in conf	ection	with	the is	suance	by I	Iamble	n Co	unty,
Tennessee (the	"Issuer")	of the \$			General	Obliga	ation	Bonds	s, Serie	s 202	25 (the	"Bon	ids"),
dated	, 2025	. We hav	e exa	mined t	he law a	nd suc	h cert	tified	procee	dings	and of	her p	apers
as we deemed 1	necessary	to render	this o	pinion.									

As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certifications of public officials furnished to us without undertaking to verify such facts by independent investigation.

Based on our examination, we are of the opinion, as of the date hereof, as follows:

- 1. The Bonds have been duly authorized, executed and issued in accordance with the constitution and laws of the State of Tennessee and constitute valid and binding obligations of the Issuer.
- 2. The resolution of the Board of County Commissioners of the Issuer authorizing the Bonds has been duly and lawfully adopted, is in full force and effect and is a valid and binding agreement of the Issuer enforceable in accordance with its terms.
- 3. The Bonds constitute general obligations of the Issuer to which the Issuer has validly and irrevocably pledged its full faith and credit. The principal of and interest on the Bonds are payable from unlimited ad valorem taxes to be levied on all taxable property within the Issuer.
- 4. Interest on the Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code") and is not an item of tax preference for purposes of the federal alternative minimum tax; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. The opinion set forth in the preceding sentence is subject to the condition that the Issuer comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be, or continue to be, excludable from gross income for federal income tax purposes under Section 103 of the Code. Failure to comply with certain of such requirements could cause interest on the Bonds to be so includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds. The Issuer has covenanted to comply with all such requirements.
- 5. Under existing law, the Bonds and the income therefrom are exempt from all present state, county and municipal taxes in Tennessee except (a) Tennessee excise taxes on all or a portion of the interest on any of the Bonds during the period such Bonds are held or beneficially owned by any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee, and (b) Tennessee franchise taxes by reason of the inclusion of the book value of the Bonds in the Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership doing business in the State of Tennessee.
 - 6. The Bonds are "qualified tax-exempt obligations" within the meaning of Section 265 of

the Code.

The rights of the owners of the Bonds and the enforceability of the Bonds and the resolutions authorizing the Bonds may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting the rights and remedies of creditors, and by equity principles, whether considered at law or in equity.

We express no opinion herein as to the accuracy, adequacy or completeness of the Official Statement relating to the Bonds. Further, we express no opinion herein regarding tax consequences arising with respect to the Bonds other than as expressly set forth herein.

This opinion is given as of the date hereof, and we assume no obligation to update or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

Yours truly,

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SUPPLEMENTAL INFORMATION STATEMENT

GENERAL INFORMATION

LOCATION

Hamblen County (the "County") is located in the northeastern part of Tennessee. Grainger County borders the County to the west and Hawkins County to the north. Greene and Cocke Counties make up the County's eastern border, and Jefferson County borders the County's south. The City of Morristown (the "City") is the county seat and is approximately 84 miles north of Asheville, North Carolina, and 40 miles east of Knoxville.

GENERAL

The City of Morristown itself was officially incorporated in 1855 with a Mayor-Council form of government. The position of Administrator was added later. The voters elect the City Council and the Mayor. The Council selects the City Administrator, who handles day-to-day operations of the City.

The approximate land area of the County is 111,360 acres.

According to the 2020 US Census, the City of Morristown had a population of approximately 30,431 and Hamblen County had a population of 64,499. The County is also part of the Knoxville-Sevierville-Harriman Combined Statistical Area (the "CSA"). The CSA's population is 1,156,861 according to the 2020 U.S. Census. The CSA includes Anderson, Blount, Campbell, Cocke, Grainger, Hamblen, Jefferson, Knox, Loudon, Roane, Sevier, and Union Counties. The City of Knoxville is the largest city in the CSA with a population of 190,740 according to the 2020 Census.

TRANSPORTATION

The County is served by the Norfolk Southern Railroad. Hamblen County is located at the intersection of Interstates 40 and 81 and offers easy access to Interstate 75 in nearby Knoxville. Additionally, U.S. Highway 11E, 25E and Interstate 40 and 81 as well as Tennessee Routes 34, 66, 113, 160, 340, 342 and 343 serve the County.

General aviation air service is provided by the City-owned and managed Morristown Moore-Murrell Airport, equipped with a 5,700-foot runway. It has aviation gas and jet-fuel facilities and several non-precision approach systems. It is located adjacent to the Morristown Airport Industrial District. There are two commercial airports near the County. McGhee-Tyson Airport, located just south of Knoxville, is approximately a one-hour drive from Morristown. About one hour's drive north of Morristown is the Tri-Cities Airport.

EDUCATION

Hamblen County School System consists of eighteen schools. Fall 2023 enrollment was 9,933. The school system offers continuing education and special projects for its student population as well as its teachers and administrators. Special programs are offered to Morristown citizens as well.

Source: Tennessee Department of Education.

Walters State Community College, a public two-year higher education institution founded in 1970, is located in Morristown, Tennessee. The college offers programs of study that lead to the Associate of Science, Associate of Arts, and Associate of Applied Science degrees. Enrollment is approximately 6,200 students. There are four principal campuses in Hamblen, Sevier, Greene, and Claiborne counties.

Walters State serves ten predominantly rural East Tennessee counties in the mountains and foothills of the Great Smokies and Clinch Mountains. The primary service area includes the counties of Claiborne, Cocke, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, Sevier, and Union.

Source: Walter State Community College and TN Higher Education Commission.

The Tennessee College of Applied Technology at Morristown. The Tennessee Technology Center at Morristown (the "TCAT-M") is part of a statewide system of 26 vocational-technical schools. TCAT-M meets a Tennessee mandate that no resident is more than 50 miles from a vocational-technical shop. The institution's primary purpose is to meet the occupational and technical training needs of the citizens including employees of existing and prospective businesses and industries in the region. TCAT-M serves the northeast region of the state including Claiborne, Cocke, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, and Sevier Counties. TCAT-M main campus is located in Hamblen County. There are three satellite campuses for Morristown: Greeneville, Greene County; Sevierville, Sevier County; and Tazewell, Claiborne County.

Source: Tennessee College of Applied Technology at Morristown and TN Higher Education Commission.

Other colleges and universities that are in neighboring counties are Carson-Newman University in Jefferson County, Tusculum College in Greene County, University of Tennessee in Knoxville and East Tennessee State University in Johnson City.

HOSPITALS

Morristown-Hamblen Healthcare System. Located in Morristown, this nonprofit 167 bed hospital is a regionally integrated healthcare delivery system serving the surrounding eight counties. There are over 297 doctors who provide services focused on areas of heart, cancer, emergency-trauma-critical care, and women's and children's health. The facility is affiliated with Covenant Health. Covenant Health, headquartered in nearby Knoxville, has nine acute-care hospitals plus inpatient and outpatient cancer care, behavioral and rehabilitation centers, home health, outpatient surgery and diagnostic centers, physician offices and more. More than 10,000 people are employed by Covenant Health and its member organizations, with nearly 1,500 affiliated physicians. Covenant Health is a comprehensive health system established in 1996.

Source: Covenant Health.

MANUFACTURING AND COMMERCE

The City has three industrial parks: The East Tennessee Valley Industrial District, which opened in the early 1960's, was the second municipally financed industrial district in the State of Tennessee. It consists of over 400 acres and is home to 24 companies that employ nearly 3,000 people. The Morristown Airport Industrial District opened in the late 1970's and consists of

approximately 670 acres. Twenty-five companies are located in the district and employ over 4,600 people. The East Tennessee Progress Center is the newest of the three industrial districts, opening in 2001. This 900+ acre industrial district has nine facilities that employ over 1,500 people. Currently this industrial district has 550+ acres available for industrial development projects with lots ranging in size from 13 acres to 85 acres.

East Tennessee Progress Center – Lot 3 in Morristown has been certified as a Select Tennessee Certified Sites Program. The Select Tennessee Certified Sites Program has helped communities prepare industrial sites for private investment and job creation since 2012. The certification process ensures that each certified site meets high quality standards and are primed for development. Certified sites must have documented environmental conditions and geotechnical analysis, existing onsite utilities or a formal plan to extend utilities to the site, and truck-quality road access. The program's goal is to give companies detailed and reliable information during the site selection process and markets the sites to a targeted group of site selection consultants and business leaders in Tennessee's key industry clusters. As of January 2021, sixty-five sites in Tennessee have been certified and 23 companies have invested over \$1.8 billion in capital investment to construct facilities on certified sites, accounting for more than 7,200 new job commitments.

Source: Tennessee Department of Economic and Community Development.

Select Tennessee Certified Sites Program (the "STCSP"). The East Tennessee Progress Center – Lot 3 has been certified with the STCSP. The STSCP has helped communities prepare industrial sites for private investment and job creation since 2012. The certification process ensures that each certified site meets high quality standards and are primed for development. Certified sites must have documented environmental conditions and geotechnical analysis, existing onsite utilities or a formal plan to extend utilities to the site, and truck-quality road access. The program's goal is to give companies detailed and reliable information during the site selection process and markets the sites to a targeted group of site selection consultants and business leaders in Tennessee's key industry clusters. As of 2024, seventy-three sites in Tennessee have been certified and 23 companies have invested over \$2.01 billion in capital investment to construct facilities on certified sites, accounting for more than 7,494 new job commitments.

Source: Tennessee Department of Economic and Community Development.

Tennessee Main Street Program. The City of Morristown has a historically significant downtown that it has improved through accreditation with the Tennessee Main Street Program. As of May 2024, there are almost 50 communities that are accredited through the state program Tennessee Main Street Accreditation and a program of the national Trust for Historic Preservation (called Main Street America). The Main Street Program provides training, support and grant opportunities to assist in downtown revitalization efforts to focus on historic preservation, community events and economic revitalization. In 2020, accredited Tennessee Main Street communities generated \$79 million of public and private investment and nearly 158 new businesses. The Tennessee Main Street Program requires communities to illustrate a commitment from local government and other local organizations, an adequate organizational budget, a strong historic preservation ethic, a collection of historic commercial buildings and a walkable district.

Source: Tennessee Department of Economic and Community Development.

Major Employers in Hamblen County

Company	Product	Employees
Hamblen County Schools	Education	1,786
Koch Foods	Process Poultry	951
Howmet Aerospace	Aerospace Manufacturing	900
MAHLE, Inc.	Aluminum Pistons	801
TEAM Technologies	Assembles Plastic Parts	782
Wal-Mart	Retail	749
Morristown-Hamblen Healthcare	Hospital	716
JTEKT Automotive	Pumps & Hoses	700
Walters State Comm. College	Education	650
Rich Products	Food Service	600
Tuff Torq Corporation	Transmissions & Axles	530
Otics USA, Inc.	Automotive Parts	506
Food City	Retail	422
Iconex	Manufacturing	403
Colgate-Palmolive Co.	Manufacturing	400
Foundever (formerly Sitel Group)	Service Call Center	400
Kawasaki TN, Inc.	Manufacturing	375
HealthStar Physicians	Healthcare	373
Meritor, Inc.	Manufacturing	364
City of Morristown	Government	338
Colortech, INC	Manufacturing	291

Source: Knoxville Chamber of Commerce and the City of Morristown Audit (2024).

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ECONOMIC DATA

Per Capita Personal Income

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
National	\$53,309	\$55,547	\$59,153	\$64,430	\$65,470
Tennessee	\$46,452	\$48,889	\$51,928	\$56,970	\$58,292
Hamblen County	\$36,847	\$38,474	\$40,942	\$46,418	\$46,766
Index vs. National	69	69	69	72	71
Index vs. State Knoxville-Sevierville-	79	79	79	81	80
Harriman CSA	\$43,783	\$46,181	\$49,354	\$54,597	\$55,634
Index vs. National	82	83	83	85	85
Index vs. State	94	94	95	96	95

Source: U.S. Department of Commerce, Bureau of Economic Analysis and Annual Comprehensive Financial Reports of the City of Morristown, Tennessee.

Social and Economic Characteristics

	<u>National</u>	Tennessee	Hamblen County	Morristown
Median Value Owner Occupied Housing	\$303,400	\$256,800	\$188,800	\$155,700
% High School Graduates or Higher Persons 25 Years Old and Older	89.40%	89.60%	87.1%	83.7%
% Persons with Income Below Poverty Level	11.10%	14.00%	17.3%	25.4%
Median Household Income	\$78,538	\$67,097	\$52,794	\$44,811

Source: U.S. Census Bureau State & County QuickFacts - 2023.

RECREATION

Panther Creek State Park. Panther Creek State Park is located in Hamblen County. It covers approximately 1,435 acres and is on the shores of Cherokee Reservoir, an impoundment of the Holston River. Legend has it that both Panther Creek and Panther Springs, located about 1 1/2 miles southeast of the park, received their names from the claim of a Colonel Bradley of Virginia who, while exploring the area, shot a panther that fell into the spring. Boating and fishing on Cherokee Lake are popular activities. The park also features campsites, picnic areas, hiking and horse-back riding trails, and a swimming pool. Over 600,000 people visited the park annually.

Source: Tennessee State Parks.

RECENT DEVELOPMENTS

Performance Food Group Company. Performance Food Group Company is investing approximately \$33.2 million in 2025, allowing the company to create approximately 37 new jobs. PFG has more than 150 locations across North America with five broadline foodservice locations in Tennessee including Morristown, Johnson City, Knoxville, Lebanon and Nashville. The company's roots date back to 1885 when the founder began selling groceries for a wholesaler in Richmond, Virginia. The company officially became PFG in 1987.

Van Hool Bus Company has announced plans to construct a 500,000 sq. ft. facility in the East Tennessee Progress Center to produce public-transit buses. This will be a \$47 million project that will create 638 jobs by 2025. At the new plant, Van Hool manufactures public transit and commuter vehicles for U.S. transit agencies.

Howmet Aerospace Inc. Howmet Aerospace Inc. expanded its Morristown, Tennessee, location in 2024. This created approximately 50 new jobs and invested an additional \$27.9 million in Tennessee. Headquartered in Pittsburgh, Howmet Aerospace has locations in 13 different countries around the globe and 15 states across the U.S. Howmet Aerospace Inc. is a leading global provider of advanced engineered solutions for the aerospace and transportation industries, creating engine and turbine components, fastening systems, forged wheels and more. The company is also a long-time Tennessee brand, employing more than 900 people in Hamblen County.

Rich Products. Rich Products (the "Rich's"), a global, family-owned food company, invested \$27 million in 2024 to expand production at its Morristown facility. The expansion of Rich's Morristown facility added 2,400 square feet of space. This expansion created approximately 51 new manufacturing job, bringing its total headcount throughout Tennessee to nearly 1,400 people.

Rich's was founded in 1945, and operates across more than 100 countries, employing approximately 13,000 people worldwide. The food company has a strong footprint across Tennessee, operating a network of manufacturing facilities, including two plants in Morristown, which currently employ 650 associates.

Handsome Brook Farms invested \$30.8 million through HBF Development LLC to establish their first manufacturing operations in Hamblen County in 2023. As a result of this project, the Handsome Brook Tennessee business created approximately 140 new jobs in an existing facility on Technology Way, which was modernized to produce specialty hard-cooked eggs and related products. Founded in 2007, Handsome Brook Farms is a leading producer of organic, pasture-raised eggs. The company relies on its network of small, family farms to bring fresh, organic eggs to grocery stores across the country.

OTICS USA, Inc. In 2023 OTICS USA, Inc. invested \$147 million to expand its manufacturing operations in Morristown. OTICS USA created approximately 70 new jobs at its U.S. headquarters in Hamblen County through the expansion. As a supplier for major automotive corporations, OTICS USA, Inc. was founded in 2001 as a subsidiary to OTICS Corporation, which is based in Japan. Headquartered in Morristown, OTICS USA manufactures parts for major automotive corporations. With the additional 70 new jobs in Hamblen County,

OTICS USA employ nearly 450 people across its two East Tennessee locations in Kodak and Morristown.

Greenworks Commercial began construction on a \$20 million investment on a new manufacturing, research and development, product testing, and customer experience center in Morristown. The new facility created more than 200 jobs and opened in 2022. The Greenworks Commercial Center of Excellence includes a 181,000 square foot manufacturing facility producing commercial ride-on vehicles and mowers and technologically advanced commercial-grade batteries. The campus also includes a 20,000 square foot customer experience center located on 30 acres of green space, which will be utilized for dealer training and events as well as product development and testing.

Colortech has completed a 44,000 s. ft. addition to Plant #1. This is a \$9.5 million investment that will create approximately 28 new jobs in the next 5 years (2021-2026).

Arconic expanded its aerospace engine parts facilities in Morristown in a 49,000 sq. ft. building in the East Tennessee Progress Center that created approximately 50 new jobs. Construction on the expansion was completed in 2020.

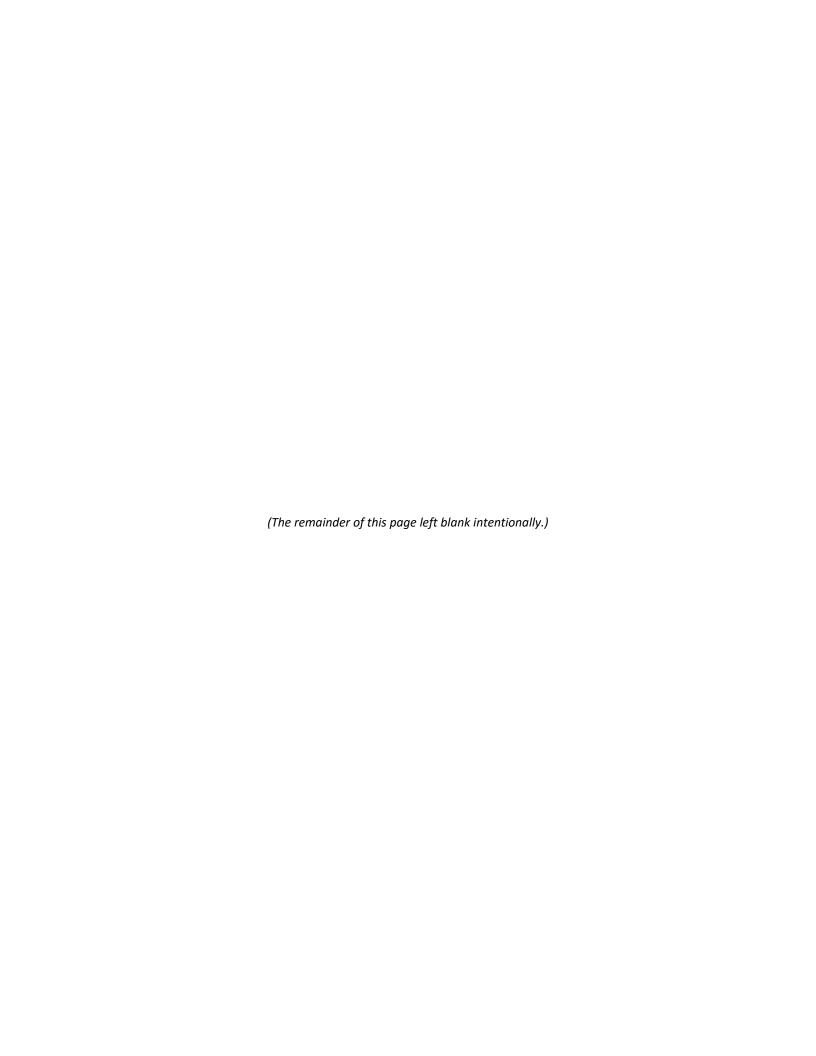
Petoskey Plastics completed a 32,000 sq. ft. to their facility in the Morristown Airport Industrial District, representing a \$29 million investment that created approximately 50 new jobs in 2020.

The *Tennessee College of Applied Technology* is currently expanding the existing campus by constructing an Advanced Manufacturing training facility. This expansion is a \$15 million investment that will increase their capability to train workers in the Lakeway Area.

There are also several housing projects that are announced but not yet under construction: *Greene Hills* will consist of 96 single-family home lots in East Morristown near the John Hay Elementary School; *Grovewood* will build 27 single-family home lots along S. Cumberland Street; *Greene Apartments* is planning 72 rental units (36 2-bed, 36 3-bed) in West Morristown; and *The Reserve* will be 99 rental units (54 2-bed, 45 3-bed).

Source: Citizen Tribune and Knoxville News Sentinel.

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HAMBLEN COUNTY, TENNESSEE SUMMARY OF BONDED INDEBTEDNESS

PURPOSE	DUE DATE	INTEREST MODE	00	OUTSTANDING on 6/30/24
\$10,100,000 Local Gov. Public Imp. Bonds, Series E-4-A	June 2025	Variable ²	↔	1,915,000
\$11,280,000 Qualified School Construction Bonds, Series 2009	July 2026	$Fixed^3$		11,280,000
\$19,995,000 General Obligation Bonds, Series 2020A	June 2049	Fixed		18,415,000
\$9,405,000 General Obligation Bonds, Series 2021	June 2051	Fixed		9,305,000
\$91,025,000 General Obligation Bonds, Series 2022	June 2052	Fixed		89,125,000
\$4,275,000 General Obligation Bonds, Series 2023	June 2037	Fixed		4,050,000
\$900,000 Capital Outlay Note, Series 2023	Dec 2028	Fixed		900,000
TOTAL BONDED DEBT	L		⊗	134,990,000
ISSUED POST JUNE 30, 2024	2024			
\$6,290,000 General Obligation Bonds, Series 2024A	June 2044	Fixed	S	6,290,000
\$3,355,000 General Obligation Bonds, Series 2024B	June 2044	Fixed	↔	3,355,000
CURRENT ISSUE - POST JUNE 30, 2024	E 30, 2024			
\$10,000,000 General Obligation Bonds, Series 2025	June 2046	Fixed	\$	10,000,000
NET BONDED DEBT			S	154,635,000

NOTES:

¹ The above figures do not include short-term notes outstanding, if any. For more information, see the notes to the Financial Statements in the GENERAL PURPOSE FINANCIAL STATEMENTS included herein.

² The County budgets to account for interest rate risk.

³ As of June 30, 2024, the County has deposited \$9,736,653 in the QSCB sinking fund, leaving a total of \$1,543,347 remaining to be deposited.

HAMBLEN COUNTY, TENNESSEE

Indebtedness and Debt Ratios

INTRODUCTION

The information set forth in the following table is based upon information derived in part from the GENERAL PURPOSE FINANCIAL STATEMENTS which are included herein and the table should be read in conjunction with those statements.

		;	;		Post
		For the Fiscal Year Ending June 30	r Ending June 30		Issuance
INDEBTEDNESS	$\overline{2021}$	$\overline{2022}$	$\overline{2023}$	2024	2024
TAX SUPPORTED General Obligation Bonds & Notes	\$39,320,000	\$137,375,000	\$138,070,000	\$134,990,000	\$154,635,000
TOTAL TAX SUPPORTED DEBT	\$39,320,000	\$137,375,000	\$138,070,000	\$134,990,000	\$154,635,000
Less: Debt Service Fund	(9,154,286)	(13,171,662)	(12,977,736)	(13,259,772)	(13,259,772) *
NET DIRECT DEBT	\$30,165,714	\$124,203,338	\$125,092,264	\$121,730,228	\$141,375,228
PROPERTY TAX BASE					
Estimated Actual Value	\$5,664,372,688	\$5,735,364,374	\$7,171,475,844	\$7,476,483,537	\$9,135,051,148
Appraised Value	5,664,372,688	5,735,364,374	5,558,610,927	5,795,022,390	5,707,579,957
Assessed Value	1,675,448,047	1,696,899,623	1,654,513,056	1,731,848,372	1,713,277,120

Source: General Purpose Financial Statements and County Officials.

^{*} Debt Service Fund balance from June 30, 2024.

	For the Fis	For the Fiscal Year Ending June 30	e 30	Unaudited	Post Issuance
DEBT RATIOS	$\overline{2021}$	$\frac{2022}{}$	2023	2024	2024
TOTAL DEBT to Estimated Actual Value	%69:0	2.40%	1.93%	1.81%	1.69%
TOTAL DEBT to Appraised Value	%69:0	2.40%	2.48%	2.33%	2.71%
TOTAL DEBT to Assessed Value	2.35%	8.10%	8.35%	7.79%	9.03%
NET DIRECT DEBT to Estimated					
Actual Value	1.80%	7.32%	7.56%	7.03%	8.25%
NET DIRECT DEBT to Appraised Value	0.53%	2.17%	2.25%	2.10%	2.48%
NET DIRECT DEBT to Assessed Value	1.80%	7.32%	7.56%	7.03%	8.25%
PER CAPITA RATIOS					
POPULATION (1)	64,468	65,168	66,216	66,216	66,216
PER CAPITA PERSONAL INCOME (2)	\$46,418	\$46,766	\$46,766	\$46,766	\$46,766
Estimated Actual Value to POPULATION	87,863	88,009	108,304	112,911	137,958
Assessed Value to POPULATION	25,989	26,039	24,987	26,155	25,874
Total Debt to POPULATION	610	2,108	2,085	2,039	2,335
Net Direct Debt to POPULATION	468	1,906	1,889	1,838	2,135
Total Debt Per Capita as a percent	•) 000 F
of PER CAPITA PERSONAL INCOME Net Direct Debt Per Canita as a nercent	1.31%	4.51%	4.46%	4.36%	4.99%
of PER CAPITA PERSONAL INCOME	1.01%	4.08%	4.04%	3.93%	4.57%

(1) Per Capita computations are based upon POPULATION data according to the U.S. Census and the County.
(2) PER CAPITA PERSONAL INCOME is based upon the most current data available from the U. S. Department of Commerce.

HAMBLEN COUNTY, TENNESSEE
BONDED DEBT SERVICE REQUIREMENTS
General Obligation Debt Service Fund

	% Principal AL Repaid	10,594,016 2.81%		669,706,01		0,774,012 23.78%	0,318,858	10,069,933	9,845,508		9,396,908 42.24%	9,178,464	8,952,901	8,729,789	8,132,633	7,945,676 60.57%	7,758,120	7,574,045	7,384,170	7,198,350	7,006,730 78.43%	6,124,510	5,944,290	5,242,979	5,085,068	4,927,156 93.20%	4,028,900	3,890,050	3,411,200 100.00%
Total Bonded Debt Service Requirements ^{12,3,3}	TOTAL	\$ 10,5	10,8	_	_	10,7	10,3	10,0	8,6	9,6	6,9	9,1	8,9	8,7	8,1	7,9	7,7	7,5	7,3	7,1	7,0	6,1	5,9	5,2	5,0	4,9	4,0	3,8	3,4
	Sinking Fund	S		(11,280,000)		•				•	'	'	•	'	•	'	•	'	'		'		'		•		'		'
	Sinking Fund Deposits ³	\$ 703,854	773,140	66,353	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•
	State Admin Fees	\$ 11,280	11,280	2,820		•	•	•	•	•	1	•	•	•	•	1	•	•	1	•	1	•	1	•	•	•	1	•	•
	Interest ²	\$ 5,539,968	5,727,204	5,491,537	5,214,877	4,939,286	4,658,858	4,384,933	4,135,508	3,888,433	3,641,908	3,393,464	3,142,901	2,894,789	2,677,633	2,475,676	2,273,120	2,069,045	1,864,170	1,658,350	1,451,730	1,244,510	1,064,290	882,979	725,068	567,156	408,900	270,050	131,200
	Principal	\$ 4,338,914	4,353,720	16,626,989	5,620,651	5,834,726	2,660,000	5,685,000	5,710,000	5,730,000	5,755,000	5,785,000	5,810,000	5,835,000	5,455,000	5,470,000	5,485,000	5,505,000	5,520,000	5,540,000	5,555,000	4,880,000	4,880,000	4,360,000	4,360,000	4,360,000	3,620,000	3,620,000	3,280,000
u 15	TOTAL		315,000	700,000	788,750	948,000	924,375	900,750	877,125	853,500	829,875	806,250	782,625	754,000	730,600	707,200	683,800	660,400	637,000	613,600	590,200	266,800	543,400	•	•	•	'	•	•
Bonds, Series 2025	Interest ⁴	· ·	315,000	450,000	438,750	423,000	399,375	375,750	352,125	328,500	304,875	281,250	257,625	234,000	210,600	187,200	163,800	140,400	117,000	93,600	70,200	46,800	23,400	•	•	•	•	•	•
G B	Principal	s-s	•	250,000	350,000	525,000	525,000	525,000	525,000	525,000	525,000	525,000	525,000	520,000	520,000	520,000	520,000	520,000	520,000	520,000	520,000	520,000	520,000	'	'	'	'	•	'
	TOTAL	\$ 10,594,016		10,207,699	10,046,778	9,826,012	9,394,483	9,169,183	8,968,383	8,764,933	8,567,033	8,372,214	8,170,276	7,975,789	7,402,033	7,238,476	7,074,320	6,913,645	6,747,170	6,584,750	6,416,530	5,557,710	5,400,890	5,242,979	5,085,068	4,927,156	4,028,900	3,890,050	3,411,200
Existing Debt (Includes 2024A & 2024B Bonds)	Sinking Fund			(11,280,000)		•	•	•	•	•	•	•	•	•	•	•	•	•	•		•		•	•	•	•	•		•
	Sinking Fund Deposits ³	\$ 703,854	773,140	66,353	•	•	•	•	•	•	•		•		•	•	•		•	•	•	•	•		•		•	•	•
ebt (Include	State Admin Fees	\$ 11,280	11,280	2,820		•	•	•	•	•	'	•	'	•	•	•	•	•	•	1	•	1	•	•	'	•	•	1	•
Existing D.	Interest ²	\$ 5,539,968	5,412,204	5,041,537	4,776,127	4,516,286	4,259,483	4,009,183	3,783,383	3,559,933	3,337,033	3,112,214	2,885,276	2,660,789	2,467,033	2,288,476	2,109,320	1,928,645	1,747,170	1,564,750	1,381,530	1,197,710	1,040,890	882,979	725,068	567,156	408,900	270,050	131,200
	Principal	\$ 4,338,914	4,353,720	16,376,989	5,270,651	5,309,726	5,135,000	5,160,000	5,185,000	5,205,000	5,230,000	5,260,000	5,285,000	5,315,000	4,935,000	4,950,000	4,965,000	4,985,000	5,000,000	5,020,000	5,035,000	4,360,000	4,360,000	4,360,000	4,360,000	4,360,000	3,620,000	3,620,000	3,280,000
Ended	96/30	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	2037	2038	2039	2040	2041	2042	2043	2044	2045	2046	2047	2048	2049	2050	2051	2052

NOTES:

The above figures do not include short-term notes outstanding, if any. Also does not include debt supported by the Solid Waste System. For more information, see the notes to the Financial Statements in the GENERAL PURPOSE FINANCIAL STATEMENTS included herein.

² The County budgets to account for interest rate and/or basis risk.

³ As of June 30, 2024, the County has deposited 89,736,653 in the QSCB sinking fund, leaving a total of \$1,543,347 remaining to be deposited.

FINANCIAL OPERATIONS

BASIS OF ACCOUNTING AND PRESENTATION

The accounts of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The modified accrual basis of accounting is used to account for all governmental funds of the County. Revenues for such funds are recognized when they become measurable and available as net current assets. Expenditures, other than interest or long-term debt, are recognized when incurred and measurable.

All proprietary funds are accounted for using the accrual basis of accounting, whereby revenues are recognized when they are earned and expenses are recognized when they are incurred except for prepaid expenses, such as insurance, which are fully expended at the time of payment.

FUND BALANCES AND RETAINED EARNINGS

The following table depicts audited fund balances and retained earnings for the last five fiscal years ending June 30:

For the Fiscal Year Ended June 30

Fund Type	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Governmental Funds:					
General	\$ 6,707,890	\$10,443,559	\$ 12,510,413	\$13,103,092	\$15,995,879
General Debt Service	6,454,942	9,154,286	13,171,662	12,977,736	13,259,772
Other Capital Projects	8,603,331	7,186,836	75,367,217	46,121,510	15,096,304
Other Governmental	4,042,919	4,839,156	7,484,282	9,081,381	15,139,117
Total	<u>\$25,809,082</u>	<u>\$31,623,616</u>	<u>\$108,533,574</u>	<u>\$81,283,719</u>	<u>\$59,491,072</u>

Source: Annual Comprehensive Financial Report and Auditor's Report, Hamblen County, Tennessee.

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HAMBLEN COUNTY, TENNESSEE

Five Year Summary of Revenues, Expenditures and Changes In Fund Balances - General Fund

-		2020	2021		Year Ended Ju 2022	 2023		2024
Revenues:					·			
Local Taxes	\$	13,622,217	\$ 14,275,188	\$	14,571,391	\$ 15,455,081	\$	17,725,477
Licenses and Permits		485,815	516,727		594,073	506,373		438,758
Fines and Forfeits		167,667	189,598		229,130	222,529		224,722
Charges for Current Services		334,658	363,068		331,922	442,168		455,126
Other Local Revenues		184,217	199,786		238,694	1,485,234		281,536
Fees from County Officials		3,304,829	3,801,584		3,721,216	3,839,832		3,937,529
State of Tennessee		2,814,481	3,445,825		2,828,338	3,170,995		4,933,652
Federal Government		158,876	1,124,680		111,087	124,409		188,301
Other Governments and Citizens Groups		133,310	285,816		270,880	279,631		1,277,358
Total Revenues	\$	21,206,070	\$ 24,202,272	\$	22,896,731	\$ 25,526,252	\$	29,462,459
Expenditures:								
General Government	\$	2,229,290	\$ 2,218,583	\$	2,280,827	\$ 2,464,066	\$	2,535,528
Finance		2,363,768	2,393,196		2,486,168	2,403,409		2,585,076
Administration of Justice		2,900,554	2,859,062		2,951,781	3,200,242		3,695,604
Public Safety		8,223,617	8,010,217		8,316,719	8,838,466		11,667,006
Public Health & Welfare		1,021,728	1,165,233		1,249,671	1,266,817		1,499,693
Recreation Services		1,148,777	1,040,710		964,915	987,130		1,026,635
Agricultural & Natural Resources		230,086	234,456		247,808	259,510		349,978
Other General Government		1,811,138	1,947,562		1,532,065	1,609,042		1,730,284
Debt Services		-,,	-,,,,,,,,,		-	-,,,,,,,		-,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
Operation of Non-Instructional Services		_	5,000		5,000	5,000		5,000
Capital Projects		524,961	562,351		450,368	2,964,061		1,634,768
Total Expenditures	\$	20,453,919	\$ 20,436,370	\$	20,485,322	\$ 23,997,743	\$	26,729,572
Excess of Revenues &								
Over (under) Expenditures	\$	752,151	\$ 3,765,902	\$	2,411,409	\$ 1,528,509	\$	2,732,887
Other Financing Sources (Uses):								
Debt Proceeds	\$	-	\$ -	\$	-	\$ -	\$	-
Insurance Recovery		43,078	3,193		37,309	35,638		9,900
Interfund Transfers - In		-	-		-	343,750		150,000
Interfund Transfers - Out			 (33,426)		(381,864)	 (1,315,218)		-
Total Other Financing Sources (Uses)	\$	43,078	\$ (30,233)	\$	(344,555)	\$ (935,830)	\$	159,900
Excess of Revenue and Other Sources over								
(Under) Expenditures and Other Sources	\$	795,229	\$ 3,735,669	\$	2,066,854	\$ 592,679	\$	2,892,787
Fund Balance July 1	\$	5,912,661	\$ 6,707,890	\$	10,443,559	\$ 12,510,413	\$	13,103,092
Prior Period Adjustment	_	-	 	_		 		
Fund Balance June 30	\$	6,707,890	\$ 10,443,559	\$	12,510,413	\$ 13,103,092	\$	15,995,879

Source: Annual Financial Report for Hamblen County, Tennessee.

INVESTMENT AND CASH MANAGEMENT PRACTICES

Investment of idle County operating funds is controlled by state statute and local policies and administered by the County Trustee. Generally, such policies limit investment instruments to direct U. S. Government obligations, those issued by U.S. Agencies or Certificates of Deposit. As required by prevailing statutes, all demand deposits or Certificates of Deposit are secured by similar grade collateral pledged at 110% of market value for amounts in excess of that guaranteed through federally sponsored insurance programs. Deposits with savings and loan associations must be collateralized as outlined above, by an irrevocable letter of credit issued by the Federal Home Loan Bank or by providing notes secured by the first mortgages or first deeds for trust upon residential property in the state equal to at least 150 percent of the amount of uninsured deposits. All collateral must be held in a third party escrow account for the benefit of the County. For reporting purposes, all investments are stated at cost which approximates market value. The County Trustee is responsible for all County investments.

REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES

State Taxation of Property; Classifications of Taxable Property; Assessment Rates

Under the Constitution and laws of the State of Tennessee, all real and personal property is subject to taxation, except to the extent that the General Assembly of the State of Tennessee (the "General Assembly") exempts certain constitutionally permitted categories of property from taxation. Property exempt from taxation includes federal, state and local government property, property of housing authorities, certain low cost housing for elderly persons, property owned and used exclusively for certain religious, charitable, scientific and educational purposes and certain other property as provided under Tennessee law.

Under the Constitution and laws of the State of Tennessee, property is classified into three separate classes for purposes of taxation: Real Property; Tangible Personal Property; and Intangible Personal Property. Real Property includes lands, structures, improvements, machinery and equipment affixed to realty and related rights and interests. Real Property is required constitutionally to be classified into four sub classifications and assessed at the rates as follows:

- (a) Public Utility Property (which includes all property of every kind used or held for use in the operation of a public utility, such as railroad companies, certain telephone companies, freight and private car companies, street car companies, power companies, express companies and other public utility companies), to be assessed at 55% of its value;
- (b) Industrial and Commercial Property (which includes all property of every kind used or held for use for any commercial, mining, industrial, manufacturing, business or similar purpose), to be assessed at 40% of its value;
- (c) Residential Property (which includes all property which is used or held for use for dwelling purposes and contains no more than one rental unit), to be assessed at 25% of its value; and
- (d) Farm Property (which includes all real property used or held for use in agriculture), to be assessed at 25% of its value.

Tangible Personal Property includes personal property such as goods, chattels and other articles of value, which are capable of manual or physical possession and certain machinery and equipment. Tangible Personal Property is required constitutionally to be classified into three sub classifications and assessed at the rates as follows:

- (a) Public Utility Property, to be assessed at 55% of its value;
- (b) Industrial and Commercial Property, to be assessed at 30% of its value; and
- (c) All other Tangible Personal Property (including that used in agriculture), to be assessed at 5% of its value, subject to an exemption of \$7,500 worth of Tangible Personal Property for personal household goods and furnishings, wearing apparel and other tangible personal property in the hands of a taxpayer.

Intangible Personal Property includes personal property, such as money, any evidence of debt owed to a taxpayer, any evidence of ownership in a corporation or other business organization having multiple owners and all other forms of property, the value of which is expressed in terms of what the property represents rather than its own intrinsic value. The Constitution of the State of Tennessee empowers the General Assembly to classify Intangible Personal Property into sub classifications and to establish a ratio of assessment to value in each class or subclass and to provide fair and equitable methods of apportionment of the value to the State of Tennessee for purposes of taxation.

The Constitution of the State of Tennessee requires that the ratio of assessment to value of property in each class or subclass be equal and uniform throughout the State of Tennessee and that the General Assembly direct the method to ascertain the value and definition of property in each class or subclass. Each respective taxing authority is constitutionally required to apply the same tax rate to all property within its jurisdiction.

County Taxation of Property

The Constitution of the State of Tennessee empowers the General Assembly to authorize the several counties and incorporated towns in the State of Tennessee to impose taxes for county and municipal purposes in the manner prescribed by law. Under the *Tennessee Code Annotated*, the General Assembly has authorized the counties in Tennessee to levy an *ad valorem* tax on all taxable property within their respective jurisdictions, the amount of which is required to be fixed by the county legislative body of each county based upon tax rates to be established on the first Monday of July of each year or as soon thereafter as practicable.

All property is required to be taxed according to its value upon the principles established in regard to State taxation as described above, including equality and uniformity. All counties, which levy and collect taxes to pay off any bonded indebtedness, are empowered, through the respective county legislative bodies, to place all funds levied and collected into a special fund of the respective counties and to appropriate and use the money for the purpose of discharging any bonded indebtedness of the respective counties.

Assessment of Property

County Assessments; County Board of Equalization. The function of assessment is to assess all property (with certain exceptions) to the person or persons owning or claiming to own

such property on January I for the year for which the assessment is made. All assessment of real and personal property are required to be made annually and as of January 1 for the year to which the assessment applies. Not later than May 20 of each year, the assessor of property in each county is required to (a) make an assessment of all property in the county and (b) note upon the assessor's records the current classification and assessed value of all taxable property within the assessor's jurisdiction.

The assessment records are open to public inspection at the assessor's office during normal business hours. The assessor is required to notify each taxpayer of any change in the classification or assessed value of the taxpayer's property and to cause a notice to be published in a newspaper of general circulation stating where and when such records may be inspected and describing certain information concerning the convening of the county board of equalization. The notice to taxpayers and such published notice are required to be provided and published at least 10 days before the local board of equalization begins its annual session.

The county board of equalization is required (among other things) to carefully examine, compare and equalize the county assessments; assure that all taxable properties are included on the assessments lists and that exempt properties are eliminated from the assessment lists; hear and act upon taxpayer complaints; and correct errors and assure conformity to State law and regulations.

State Assessments of Public Utility Property; State Board of Equalization. The State Comptroller of the Treasury is authorized and directed under Tennessee law to assess for taxation, for State, county and municipal purposes, all public utility properties of every description, tangible and intangible, within the State. Such assessment is required to be made annually as of the same day as other properties are assessed by law (as described above) and takes into account such factors as are prescribed by Tennessee law.

On or before the first Monday in August of each year, the assessments are required to be completed and the State Comptroller of the Treasury is required to send a notice of assessment to each company assessable under Tennessee law. Within ten days after the first Monday in August of each year, any owner or user of property so assessed may file an exception to such assessment together with supporting evidence to the State Comptroller of the Treasury, who may change or affirm the valuation. On or before the first Monday in September of each year, the State Comptroller of the Treasury is required to file with the State Board of Equalization assessments so made. The State Board of Equalization is required to examine such assessments and is authorized to increase or diminish the valuation placed upon any property valued by the State Comptroller of the Treasury.

The State Board of Equalization has jurisdiction over the valuation, classification and assessment of all properties in the State. The State Board of Equalization is authorized to create an assessment appeals commission to hear and act upon taxpayer complaints. The action of the State Board of Equalization is final and conclusive as to all matters passed upon by the Board, subject to judicial review consisting of a new hearing in chancery court.

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Periodic Reappraisal and Equalization

Tennessee law requires reappraisal in each county by a continuous six-year cycle comprised of an on-site review of each parcel of real property over a five-year period, or, upon approval of the State Board of Equalization, by a continuous four-year cycle comprised of an one-site review of each parcel of real property over a three-year period, followed by revaluation of all such property in the year following completion of the review period. Alternatively, if approved by the assessor and adopted by a majority vote of the county legislative body, the reappraisal program may be completed by a continuous five-year cycle comprised of an on-site review of each parcel of real property over a four-year period followed by revaluation of all such property in the year following completion of the review period.

After a reappraisal program has been completed and approved by the Director of Property Assessments, the value so determined must be used as the basis of assessments and taxation for property that has been reappraised. The State Board of Equalization is responsible to determine whether or not property within each county of the State has been valued and assessed in accordance with the Constitution and laws of the State of Tennessee.

Valuation for Property Tax Purposes

County Valuation of Property. The value of all property is based upon its sound, intrinsic and immediate value for purposes of sale between a willing seller and a willing buyer without consideration of speculative values. In determining the value of all property of every kind, the assessor is to be guided by, and follow the instructions of, the appropriate assessment manuals issued by the division of property assessments and approved by the State board of equalization. Such assessment manuals are required to take into account various factors that are generally recognized by appraisers as bearing on the sound, intrinsic and immediate economic value of property at the time of assessment.

State Valuation of Public Utility Property. The State Comptroller of the Treasury determines the value of public utility property based upon the appraisal of the property as a whole without geographical or functional division of the whole (i.e., the unit rule of appraisal) and on other factors provided by Tennessee law. In applying the unit rule of appraisal, the State Comptroller of the Treasury is required to determine the State's share of the unit or system value based upon factors that relate to the portion of the system relating to the State of Tennessee.

Certified Tax Rate

Upon a general reappraisal of property as determined by the State Board of Equalization, the county assessor of property is required to (1) certify to the governing bodies of the county and each municipality within the county the total assessed value of taxable property within the jurisdiction of each governing body and (2) furnish to each governing body an estimate of the total assessed value of all new construction and improvements not included on the previous assessment roll and the assessed value of deletions from the previous assessment roll. Exclusive of such new construction, improvements and deletions, each governing body is required to determine and certify a tax rate (herein referred to as the "Certified Tax Rate") which will provide the same ad valorem revenue for that jurisdiction as was levied during the previous year.

The governing body of a county or municipality may adjust the Certified Tax Rate to reflect extraordinary assessment changes or to recapture excessive adjustments.

Tennessee law provides that no tax rate in excess of the Certified Tax Rate may be levied by the governing body of any county or of any municipality until a resolution or ordinance has been adopted by the governing body after publication of a notice of the governing body's intent to exceed the Certified Tax Rate in a newspaper of general circulation and the holding of a public hearing.

The Tennessee Local Government Public Obligations Act of 1986 provides that a tax sufficient to pay when due the principal of and interest on general obligation bonds (such as the Bonds) shall be levied annually and assessed, collected and paid, in like manner with the other taxes of the local government as described above and shall be in addition to all other taxes authorized or limited by law. Bonds issued pursuant to the Local Government Public Obligations Act of 1986 may be issued without regard to any limit on indebtedness provided by law.

Tax Freeze for the Elderly Homeowners

The Tennessee Constitution was amended by the voters in November 2006 to authorize the Tennessee General Assembly to enact legislation providing property tax relief for homeowners age 65 and older. The General Assembly subsequently adopted the Property Tax Freeze Act permitting (but not requiring) local governments to implement a program for "freezing" the property taxes of eligible taxpayers at an amount equal to the taxes for the year the taxpayer becomes eligible. For example, if a taxpayer's property tax bill is \$500 for the year in which he becomes eligible, his property taxes will remain at \$500 even if property tax rates or appraisals increase so long as he continues to meet the program's ownership and income requirements.

Tax Collection and Tax Lien

Property taxes are payable the first Monday in October of each year. The county trustee of each county acts as the collector of all county property taxes and of all municipal property taxes when the municipality does not collect its own taxes.

The taxes assessed by the State of Tennessee, a county, a municipality, a taxing district or other local governmental entity, upon any property of whatever kind, and all penalties, interest and costs accruing thereon become and remain a first lien on such property from January 1 of the year for which such taxes are assessed. In addition, property taxes are a personal debt of the property owner as of January and, when delinquent, may be collected by suit as any other personal debt. Tennessee law prescribes the procedures to be followed to foreclose tax liens and to pursue legal proceedings against property owners whose property taxes are delinquent.

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Assessed Valuations. According to the Tax Aggregate Report, property in the County reflected a ratio of appraised value to true market value of 0.6248. The following table shows pertinent data for tax year 2024¹.

<u>Class</u>	Estimated <u>Assessed Valuation</u>	Assessment Rate	Estimated Actual Value
Public Utilities	\$ 59,634,427	55%	\$ 136,853,315
Commercial and Industrial	540,139,920	40%	2,161,251,254
Personal Tangible Property	219,911,923	30%	1,116,134,411
Residential and Farm	893,590,850	25%	5,720,812,168
TOTAL	<u>\$1,713,277,120</u>		<u>\$9,135,051,148</u>

The tax year coincides with the calendar year, therefore tax year 2024 is actually fiscal year 2024-25. *Source:* 2024 Tax Aggregate Report for Tennessee and the County.

The estimated assessed value of property in the County for the fiscal year ending June 30, 2025 (tax year 2024) is \$1,713,277,120 compared to \$1,731,848,372 for the fiscal year ending June 30, 2024 (tax year 2023). The estimated actual value of all taxable property for tax year 2024 is \$9,135,051,148 compared to \$7,476,483,537 for tax year 2023.

Property Tax Rates and Collections. The following table shows the property tax rates and collections of the County for tax years 2020 through 2024 as well as the aggregate uncollected balances for each fiscal year ending June 30.

	PROPERTY T AND COLLI		· -	Fiscal Yr Col	llections	Aggregate Uncollected Balance		
Tax Year ²	Assessed Valuation	Tax Rates	Taxes Levied	Amount	Pct	as of Jun Amount	e 30, 2024 t Pct	
2020	\$1,675,448,047	\$1.97	\$30,762,769	\$29,690,409	96.5%	\$ 52,870		
2021	1,696,899,623	1.97	31,272,147	30,330,832	97.0%	79,956	0.00254%	
2022	1,654,513,056	1.97	30,449,148	29,469,524	96.8%	239,012	1.00%	
2023	1,731,848,372	1.97	31,824,820	30,593,139	97.0%	1,111,002	3.00%	
2024	1,713,277,120	1.97	31,502,842		IN PR	OCESS		

² The tax year coincides with the calendar year, therefore tax year 2024 is actually fiscal year 2024-25.

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Ten Largest Taxpayers. For the fiscal year ending June 30, 2024 (tax year 2023), the largest taxpayers in the County were as follows:

	<u>Taxpayer</u>	Business Type	Assessed Value	Taxes Paid
1.	JTEKT Automotive	Pumps & Hoses	\$ 29,701,007	\$ 522,739
2.	Colgate	Manufacturer	23,163,969	407,685
3.	MAHLE	Manufacturer	22,745,086	395,562
4.	OTICS USA INC	Manufacturer	21,903,392	385,500
5.	Tuff Torq Corp	Manufacturer	17,141,036	283,763
6.	Inteplast Films	Manufacturer	15,632,066	275,125
7.	Walmart	Retailer	15,422,161	271,432
8.	Norfolk Southern	Utilities	13,996,415	267,732
9.	Appalachian Elect	Utilities	13,126,412	258,105
10.	Team Tech	Manufacturer	12,373,439	217,774
	TOTAL		<u>\$185,204,983</u>	<u>\$3,285,417</u>

Source: The County.

PENSION PLANS

Employees of Hamblen County are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at the age of 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979, become vested after five years of service, and members joining prior to July 1, 1979, were vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of Tennessee Code Annotated. State statutes are amended by the Tennessee General Assembly. Political subdivisions such as Hamblen County participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

For additional information of the funding status, trend information and actuarial status of the County's retirement programs, please refer to the appropriate Notes to the Financial Statements located in the General Purpose Financial Statements of the County found herein.

UNFUNDED ACCRUED LIABILITY FOR POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

GASB Statement 45 establishes standards for the measurement, recognition, and display of Other Post-Employment Benefits ("OPEB") in the financial reports of state and local government employers. GASB 45 requires the recognition of the accrued liability for the respective year, plus the disclosure of the total unfunded liability. Cash funding of the unfunded liability is not required.

For more information, see the Notes to the General Purpose Financial Statements located herein.

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GENERAL PURPOSE FINANCIAL STATEMENTS

HAMBLEN COUNTY, TENNESSEE ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2024

The General Purpose Financial Statements are extracted from the Financial Statements with Report of Certified Public Accountants of Hamblen County for the fiscal year ended June 30, 2024 which is available upon request from the County.





Hamblen County, Tennessee

For the Year Ended June 30, 2024





DIVISION OF LOCAL GOVERNMENT AUDIT

ANNUAL FINANCIAL REPORT HAMBLEN COUNTY, TENNESSEE FOR THE YEAR ENDED JUNE 30, 2024

COMPTROLLER OF THE TREASURY JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT

JAMES R. ARNETTE

Director

ROBERT J. ANDERSON, CPA, CGFM Audit Manager

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

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Summary of Audit Findings

Annual Financial Report Hamblen County, Tennessee For the Year Ended June 30, 2024

Scope

We have audited the basic financial statements of Hamblen County as of and for the year ended June 30, 2024.

Results

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

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

Findings

The following are summaries of the audit findings:

OFFICE OF COUNTY MAYOR AND HIGHWAY SUPERINTENDENT

♦ The offices had deficiencies in budget operations.

OFFICE OF HIGHWAY SUPERINTENDENT

• The sanitation department had deficiencies related to time and attendance records.

OFFICE OF COUNTY MAYOR

• An investigation of the Hamblen County Emergency Management Agency disclosed deficiencies in internal control and compliance.



INTRODUCTORY SECTION

HAMBLEN COUNTY OFFICIALS

June 30, 2024

Officials

Bill Brittain, County Mayor

Barry Poole, Highway Superintendent

Arnold W. Bunch, Jr., Director of Schools

Scotty Long, Trustee

John Ely, Assessor of Property

Peggy Henderson, County Clerk

Teresa West, Circuit and General Sessions Courts Clerk

Kathy Jones-Terry, Clerk and Master

Jim Clawson, Register of Deeds

Chad Mullins, Sheriff

Amanda Hale, Finance Director

Board of County Commissioners

Chris Cutshaw, Chairman Peggy Howell
Debbie A'Hearn Joe Huntsman, Sr.
Thomas Doty Rodney Long
Edna Greene Wayne NeSmith

Stan Harville Mike Reed
Bobby Haun Mike Richardson
Tim Horner Kyle Walker

Board of Highway Commissioners

Dr. Arthur Tom Hyde, Chairman

Charles Anderson

Delbert Nix

David Rich

Dannie Bell
Larry Carter

Board of Education

Carolyn Holt Clawson, Chairman James Grigsby
Johnny Denton Clyde Kinder
Dr. Joe Gibson, Jr. Jerrod Weems

Roger Greene

Audit Committee

Bobby Haun, Chairman Peggy Howell
Debbie A'Hearn Joe Huntsman, Sr.
Chris Cutshaw Rodney Long
Thomas Doty Wayne NeSmith
Edna Greene Mike Reed
Stan Harville Mike Richardson
Tim Horner Kyle Walker

FINANCIAL SECTION



Jason E. Mumpower *Comptroller*

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Hamblen County, Tennessee, as of and for the year ended June 30, 2024, 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 Hamblen County, Tennessee, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund 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, a special revenue fund of the discretely presented Hamblen County School Department, which represent 1.68 percent, 1.89 percent, and 2.84 percent, respectively, of the assets, net position, and revenues of the discretely presented Hamblen County School Department. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Internal School Fund of the Hamblen County School Department, 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 Hamblen 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.

Change in Accounting Principle

As described in Note V.B., Hamblen County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 100, *Accounting Changes and Error Corrections*. GASB 100 clarifies financial and reporting requirements for changes in accounting principles, changes in accounting estimates, error corrections, and changes within the reporting entity.

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 Hamblen County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to
 fraud or error, and design and perform audit procedures responsive to those risks. Such
 procedures include examining, on a test basis, evidence regarding the amounts and disclosures in
 the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit
 procedures that are appropriate in the circumstances, but not for the purpose of expressing an
 opinion on the effectiveness of Hamblen 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 Hamblen County's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

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

Supplementary Information

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Requirements by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 30, 2025, on our consideration of Hamblen 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 Hamblen 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 Hamblen County's internal control over financial reporting and compliance.

Very truly yours,

Jason E. Mumpower Comptroller of the Treasury Nashville, Tennessee

January 30, 2025

JEM/gc

Basic Financial Statements Section

Statement of Net Position June 30, 2024

	Primary Government Governmental Activities		 Unit Hamblen County School Department
ASSETS			
Cash	\$	7,756	\$ 2,747,015
Equity in Pooled Cash and Investments		77,597,005	35,839,842
Inventories		0	99,650
Accounts Receivable		205,727	156,326
Due from Other Governments		1,668,566	9,034,812
Due from Primary Government		0	12,703,151
Property Taxes Receivable		24,130,694	8,565,166
Allowance for Uncollectible Property Taxes		(476,130)	(183,129)
Prepaid Items		78,298	0
Net Pension Asset - Teacher Retirement Plan		0	347,686
Net Pension Asset - Teacher Legacy Pension Plan		0	11,914,800
Restricted Assets:			
Amounts Accumulated for Pension Benefits		0	1,548,157
Notes Receivable - Long-term		4,950,000	0
Capital Assets:			
Assets Not Depreciated:			
Land		2,343,758	6,469,353
Construction in Progress		94,113,812	18,628,613
Assets Net of Accumulated Depreciation/Amortization:		. 010 016	12 001 025
Buildings and Improvements		6,813,046	42,881,935
Infrastructure		10,159,492	0
Other Capital Assets		3,699,285	12,783,841
Total Assets	\$	225,291,309	\$ 163,537,218
DEFERRED OUTFLOWS OF RESOURCES			
Pension Changes in Experience	\$	1,350,699	\$ 4,228,410
Pension Changes in Investment Earnings		367,782	2,530,888
Pension Changes in Assumptions		1,287,771	5,457,533
Pension Changes in Proportion		0	753,195
Pension Contributions After Measurement Date		1,052,559	3,774,821
OPEB Changes in Experience		27,422	680,254
OPEB Changes in Assumptions		41,393	1,785,537
OPEB Changes in Proportion		0	7,957
OPEB Contributions After Measurement Date		3,797	 764,058
Total Deferred Outflows of Resources	\$	4,131,423	\$ 19,982,653

Statement of Net Position (Cont.)

Statement of Net Position (Cont.)	Primary Government Governmental Activities		Component Unit Hamblen County School Department		
LIABILITIES					
Accounts Payable Accrued Payroll	\$	2,080,946 683,683	\$	648,146 120,783	
Payroll Deductions Payable		0		652,500	
Accrued Interest Payable		727,577		0	
Contracts Payable		2,810,027		955,251	
Due to Component Units		12,703,151		0	
Due to Joint Ventures		4,502,207		0	
Retainage Payable		126,516		32,151	
Other Current Liabilities		0		1,337,255	
Noncurrent Liabilities:		O .		1,557,255	
Due Within One Year - Debt		5,082,768		0	
Due Within One Year - Other		12,607		413,196	
Due in More Than One Year - Debt		129,004,364		0	
Due in More Than One Year - Other		568,853		16,200,018	
Total Liabilities	\$	158,302,699	\$	20,359,300	
DEFERDED INELOWS OF DESCRIBES					
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$	23,107,134	\$	8,153,383	
Pension Changes in Experience		289,279		1,050,986	
Pension Changes in Proportion		0		549,198	
OPEB Changes in Experience		223,136		3,330,829	
OPEB Changes in Assumptions		123,890		1,883,351	
OPEB Changes in Proportion		0		3,151,389	
Total Deferred Inflows of Resources	\$	23,743,439	\$	18,119,136	
NET POSITION					
Net Investment in Capital Assets Restricted for:	\$	29,923,596	\$	79,776,340	
General Government		86,937		0	
Finance		110,498		0	
Administration of Justice		241,166		0	
Public Safety		362,060		0	
Public Health and Welfare		589,822		0	
Highway/Public Works		200,645		0	
Debt Service		9,892,323		0	
Capital Projects		6,227,849		12,060,138	
Education		0,227,019		12,419,707	
Pensions		0		13,810,643	
Unrestricted		(258,302)		26,974,607	
Total Net Position	\$	47,376,594	\$	145,041,435	

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

Statement of Activities
For the Year Ended June 30, 2024

Net (Expense) Revenue

					and Changes in	ı Net	Position
			Program Revenues	·			Component
	_				Primary		Unit
			Operating	Capital	Government		Hamblen
		Charges	Grants	Grants	Total		County
		for	and	and	Governmental		School
Functions/Programs	Expenses	Services	Contributions	Contributions	Activities	Departmen	
Primary Government:							
Governmental Activities:							
General Government	\$ 3,926,764 \$	804,049 \$	2,882,233 \$	63,908 \$	(176,574)	\$	0
Finance	3,025,724	2,428,117	2,403	0	(595,204)		0
Administration of Justice	3,401,304	1,666,643	88,891	0	(1,645,770)		0
Public Safety	11,070,495	1,318,138	1,820,039	45,612	(7,886,706)		0
Public Health and Welfare	5,332,769	195,658	2,540,547	0	(2,596,564)		0
Social, Cultural, and Recreational Services	1,265,990	243,578	0	0	(1,022,412)		0
Agriculture and Natural Resources	348,189	0	17,371	0	(330,818)		0
Highways	5,883,217	0	2,436,382	1,977,078	(1,469,757)		0
Education	5,000	0	0	0	(5,000)		0
Interest on Long-term Debt	4,767,856	0	215,922	0	(4,551,934)		0
Total Primary Government	\$ 39,027,308 \$	6,656,183 \$	10,003,788 \$	2,086,598 \$	(20,280,739)	\$	0
Component Unit:							
Hamblen County School Department	\$ 126,599,432 \$	2,028,633 \$	25,699,544 \$	4,214,896 \$	0	\$	(94,656,359)
Total Component Unit	\$ 126,599,432 \$	2,028,633 \$	25,699,544 \$	4,214,896 \$	0	\$	(94,656,359)

Statement of Activities (Cont.)

						Net (Expense) Revenue and Changes in Net Position Compone			
			Program Revenue	es				Component	
						Primary		Unit	
			Operating	Capital	_	Government		Hamblen	
		Charges	Grants	Grants		Total		County	
		for	and	and		Governmental		School	
Functions/Programs	Expenses	Services	Contributions	Contributions		Activities		Department	
General Revenues:									
Taxes:									
Property Taxes Levied for General Purposes					\$	13,828,340	\$	9,158,052	
Property Taxes Levied for Public Health and Welfare Purposes						1,361,259		0	
Property Taxes Levied for Debt Purposes						7,495,681		0	
Local Option Sales Taxes						2,077,147		21,629,256	
Hotel/Motel Tax						24,512		0	
Wheel Tax						2,460,463		0	
Litigation Tax - General						138,619		0	
Litigation Tax - Special Purpose						58,680		0	
Litigation Tax - Jail/Workhouse/Courthouse						118,619		0	
Litigation Tax - Courtroom Security						126,756		0	
Business Tax						1,609,998		0	
Mixed Drink Tax						0		102,722	
Mineral Severance Tax						77,926		0	
Wholesale Beer Tax						154,700		0	
Grants and Contributions Not Restricted to Specific Programs						3,196,176		77,431,771	
Unrestricted Investment Income						6,152,625		388,023	
Gain on Disposal of Capital Assets						0		21,013	
Miscellaneous						155,997		69,210	
Total General Revenues					\$	39,037,498	\$	108,800,047	
Change in Net Position					\$	18,756,759	\$	14,143,688	
Net Position, July 1, 2023						28,619,835	_	130,897,747	
Net Position, June 30, 2024					\$	47,376,594	\$	145,041,435	

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

Balance Sheet Governmental Funds June 30, 2024

ASSETS

Cash
Equity in Pooled Cash and Investments
Accounts Receivable
Due from Other Governments
Due from Other Funds
Property Taxes Receivable
Allowance for Uncollectible Property Taxes
Prepaid Items
Notes Receivable - Long-term

LIABILITIES

Accrued Payroll
Contracts Payable
Retainage Payable
Due to Other Funds
Due to Component Units
Due to Joint Ventures
Total Liabilities

Total Assets

Accounts Payable

			Major Funds				Nonmajor Funds Other	_	
			General		Other		Govern-		Total
			Debt		Capital		mental		Governmental
	General		Service		Projects		Funds		Funds
_	General		Service		Trojects		Funds		1 unus
e e	100	\$	0	\$	0	\$	7,556	•	7,656
\$	16,771,161	Þ	13,167,400	Þ	30,619,501	Þ	15,271,527	₽	75,829,589
	69,708		13,107,400		0 0,019,301		131,661		201,369
	457,780		6,242		0		1,200,794		1,664,816
	124,798		0,242		0		1,200,794		1,004,610
	15,067,088		7,640,503		0		1,423,103		24,130,694
	(294,291)		, ,		0				, ,
	(294,291) 4,752		(154,354) 73,546		0		(27,485) 0		(476,130) 78,298
	4,732		73,540		0				*
	0		0		0		4,950,000		4,950,000
\$	32,201,096	\$	20,733,337	\$	30,619,501	\$	22,957,156	\$	106,511,090
\$	482,397	\$	0	\$	248,107	\$	883,569	\$	1,614,073
	580,704		0		0		102,979		683,683
	0		0		2,445,423		364,604		2,810,027
	0		0		126,516		0		126,516
	314,853		0		0		188,991		503,844
	0		0		12,703,151		0		12,703,151
	0		0		0		4,502,207		4,502,207
\$	1,377,954	\$	0	\$	15,523,197	\$	6,042,350	\$	22,943,501

Balance Sheet

Governmental Funds (Cont.)

	_	N	Major Funds		Nonmajor Funds	
			General Debt	Other Capital	Govern- mental	Total Governmental
DEFERRED INFLOWS OF RESOURCES	_	General	Service	Projects	Funds	Funds
DETERRED INTLOWS OF RESOURCES						
Deferred Current Property Taxes	\$	14,438,283 \$	7,304,072 \$	0 \$	1,364,779 \$	23,107,134
Deferred Delinquent Property Taxes		311,408	169,493	0	27,751	508,652
Other Deferred/Unavailable Revenue		77,572	0	0	383,159	460,731
Total Deferred Inflows of Resources	\$	14,827,263 \$	7,473,565 \$	0 \$	1,775,689 \$	24,076,517
FUND BALANCES						
Nonspendable:						
Prepaid Items	\$	4,752 \$	73,546 \$	0 \$	0 \$	78,298
Restricted:						
Restricted for General Government		86,937	0	0	0	86,937
Restricted for Finance		110,498	0	0	0	110,498
Restricted for Administration of Justice		241,166	0	0	0	241,166
Restricted for Public Safety		25,950	0	0	336,110	362,060
Restricted for Public Health and Welfare		0	0	0	562,071	562,071
Restricted for Debt Service		0	5,202,502	0	5,247,905	10,450,407
Restricted for Capital Projects		0	0	15,096,304	567,841	15,664,145
Committed:						
Committed for Public Health and Welfare		0	0	0	2,667,651	2,667,651
Committed for Highways/Public Works		0	0	0	619,455	619,455
Committed for Debt Service		0	7,983,724	0	0	7,983,724
Committed for Capital Projects		0	0	0	3,672,298	3,672,298
Committed for Other Purposes		0	0	0	1,465,786	1,465,786

Balance Sheet

Governmental Funds (Cont.)

		N	Major Funds		Nonmajor Funds	
	 General		General Debt Service	Other Capital Projects	Other Govern- mental Funds	Total Governmental Funds
FUND BALANCES (Cont.)						
Assigned:						
_	\$ 91,485	\$	0 \$	0 \$	0 \$	91,485
Assigned for Finance	343		0	0	0	343
Assigned for Administration of Justice	1,000		0	0	0	1,000
Assigned for Public Safety	144,298		0	0	0	144,298
Assigned for Social, Cultural, and Recreational Services	53,248		0	0	0	53,248
Assigned for Agriculture and Natural Resources	4,900		0	0	0	4,900
Assigned for Other Operations	4,087,475		0	0	0	4,087,475
Assigned for Other Purposes	121,251		0	0	0	121,251
Unassigned	11,022,576		0	0	0	11,022,576
Total Fund Balances	\$ 15,995,879	\$	13,259,772 \$	15,096,304 \$	15,139,117 \$	59,491,072
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 32,201,096	\$	20,733,337 \$	30,619,501 \$	22,957,156 \$	106,511,090

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

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position June 30, 2024

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

Tota	al fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 59,491,072
(1)	Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. Add: land Add: construction in progress Add: buildings and improvements net of accumulated depreciation Add: infrastructure net of accumulated depreciation Add: other capital assets net of accumulated depreciation	\$ 2,343,758 94,113,812 6,813,046 10,159,492 3,699,285	117,129,393
(2)	An internal service fund is used by management to charge the cost of employee insurance programs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		1,687,797
(3)	Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds. Less: other loans payable Less: bonds payable Less: notes payable Less: OPEB liability Less: arbitrage liability Less: accrued interest on bonds and other loans payable Less: unamortized premium on debt Less: net pension liability of the agent plan	\$ (3,691,687) (120,895,000) (900,000) (370,749) (135,200) (727,577) (8,600,445) (75,511)	(135,396,169)
(4)	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 Less: deferred inflows of resources related to pensions Add: deferred outflows of resources related to OPEB Less: deferred inflows of resources related to OPEB	\$ 4,058,811 (289,279) 72,612 (347,026)	3,495,118
(5)	Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		969,383
Net	position of governmental activities (Exhibit A)		\$ 47,376,594

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

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

For the Year Ended June 30, 2024

	_	1	Major Funds		Nonmajor Funds	
	arres, and Penalties 224,722 87,672 arrent Services 455,126 0 accenues 281,536 2,264,362 From County Officials 3,937,529 0 accessee 4,933,652 0 aments and Citizens Groups 1,277,358 0 accessee 1,277,358 0 accessee 2,585,076 0 accessee 3,695,604 0 accessee 3,695,604 0 accessee 11,667,006 0 accessee 1,499,693 0 accessee 1,026,635 0	Other Capital Projects	Other Govern- mental Funds	Total Governmental Funds		
Revenues						
Local Taxes	\$	17,725,477 \$	7,774,070 \$	0 \$	4,401,643 \$	29,901,190
Licenses and Permits		438,758	0	0	2,138	440,896
Fines, Forfeitures, and Penalties		224,722	87,672	0	37,955	350,349
Charges for Current Services		455,126	0	0	20,436	475,562
Other Local Revenues		281,536	2,264,362	2,829,172	1,721,985	7,097,055
Fees Received From County Officials		3,937,529	0	0	0	3,937,529
State of Tennessee		4,933,652	0	0	4,920,603	9,854,255
Federal Government		188,301	0	0	3,288,556	3,476,857
Other Governments and Citizens Groups		1,277,358	0	0	852,453	2,129,811
Total Revenues	\$	29,462,459 \$	10,126,104 \$	2,829,172 \$	15,245,769 \$	57,663,504
Expenditures						
Current:						
General Government	\$	2,535,528 \$	0 \$	0 \$	0 \$	2,535,528
Finance		2,585,076	0	0	6,953	2,592,029
Administration of Justice		3,695,604	0	0	13,382	3,708,986
Public Safety		11,667,006	0	0	87,806	11,754,812
Public Health and Welfare		1,499,693	0	0	3,108,285	4,607,978
Social, Cultural, and Recreational Services		1,026,635	0	0	0	1,026,635
Agriculture and Natural Resources		349,978	0	0	0	349,978
Other Operations		1,730,284	0	0	0	1,730,284
Highways		0	0	0	4,545,685	4,545,685
Operation of Non-Instructional Services		5,000	0	0	0	5,000

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds (Cont.)

		Major Funds		Nonmajor Funds	
		General	Other	Other Govern-	Total
		Debt	Capital	mental	Governmental
	General	Service	Projects	Funds	Funds
Expenditures (Cont.)					
Debt Service:					
Principal on Debt	\$ 0 \$	4,498,854 \$	0 \$	225,000 \$	4,723,854
Interest on Debt	0	5,181,373	0	204,407	5,385,780
Other Debt Service	0	163,841	0	11,515	175,356
Capital Projects	1,634,768	0	33,854,378	1,732,934	37,222,080
Capital Projects - Donated	 0	0	0	30,000	30,000
Total Expenditures	\$ 26,729,572 \$	9,844,068 \$	33,854,378 \$	9,965,967 \$	80,393,985
Excess (Deficiency) of Revenues					
Over Expenditures	\$ 2,732,887 \$	282,036 \$	(31,025,206) \$	5,279,802 \$	(22,730,481)
Other Financing Sources (Uses)					
Notes Issued	\$ 0 \$	0 \$	0 \$	900,000 \$	900,000
Insurance Recovery	9,900	0	0	27,934	37,834
Transfers In	150,000	0	0	0	150,000
Transfers Out	 0	0	0	(150,000)	(150,000)
Total Other Financing Sources (Uses)	\$ 159,900 \$	0 \$	0 \$	777,934 \$	937,834
Net Change in Fund Balances	\$ 2,892,787 \$	282,036 \$	(31,025,206) \$	6,057,736 \$	(21,792,647)
Fund Balance, July 1, 2023	 13,103,092	12,977,736	46,121,510	9,081,381	81,283,719
Fund Balance, June 30, 2024	\$ 15,995,879 \$	13,259,772 \$	15,096,304 \$	15,139,117 \$	59,491,072

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

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, 2024

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)			\$ (21,792,647)
(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	\$	36,657,055	
		ę	(1,176,806)	35,480,249
	Less: current-year depreciation expense		(1,170,000)	33,400,247
(2)	The net effect of various miscellaneous transactions involving capital			
	assets (sales, trade-ins, and donations) is to decrease net position.			
	Less: book value of capital assets disposed			(25,410)
(2)				
(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, 2024	\$	969,383	
	Less: deferred delinquent property taxes and other deferred June 30, 2023		(887,106)	82,277
(4)	The issuance of long-term debt (e.g., notes, 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			
	effect of these differences in the treatment of long-term debt and related			
	items.			
	Add: change in unamortized premium on debt issuances	\$	607,322	
	Add: principal payments on other loans		2,558,854	
	Add: principal payments on bonds		2,165,000	
	Less: notes issued		(900,000)	
	Less: change in arbitrage liability		(135,200)	4,295,976
			(100,200)	1,=2 0,2 1 0
(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	\$	23,882	
	Change in OPEB liability		(47,298)	
	Change in net pension asset/liability		(945,941)	
	Change in deferred outflows related to pensions		621,899	
	Change in deferred inflows related to pensions		169,668	
	Change in deferred outflows related to OPEB		18,352	
	Change in deferred inflows related to OPEB		117,670	(41,768)
(6)	An internal service fund is used by management to charge the cost of			
(0)	employee insurance to individual funds. The net revenue (expense) of			
	certain activities of the internal service fund is reported with the			
	governmental activities in the statement of activities.			758,082
				 <u>, , , , , , , , , , , , , , , , , , , </u>
Cha	inge in net position of governmental activities (Exhibit B)			\$ 18,756,759

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

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

For the Year Ended June 30, 2024

	Actual (GAAP	Less: Encumbrances	Add: Encumbrances	Actual Revenues/ Expenditures (Budgetary	Budgeted A	mounts	Variance with Final Budget - Positive
	Basis)	7/1/2023	6/30/2024	Basis)	Original	Final	(Negative)
Revenues							
Local Taxes \$	17,725,477	\$ 0 \$	0 \$	17,725,477 \$	17,382,624 \$	17,382,624 \$	342,853
Licenses and Permits	438,758	0	0	438,758	530,000	530,000	(91,242)
Fines, Forfeitures, and Penalties	224,722	0	0	224,722	192,200	192,200	32,522
Charges for Current Services	455,126	0	0	455,126	385,300	413,550	41,576
Other Local Revenues	281,536	0	0	281,536	188,500	202,286	79,250
Fees Received From County Officials	3,937,529	0	0	3,937,529	3,720,000	3,720,000	217,529
State of Tennessee	4,933,652	0	0	4,933,652	3,022,064	4,792,121	141,531
Federal Government	188,301	0	0	188,301	82,200	188,347	(46)
Other Governments and Citizens Groups	1,277,358	0	0	1,277,358	351,000	1,301,000	(23,642)
Total Revenues \$	29,462,459	\$ 0 \$	0 \$	29,462,459 \$	25,853,888 \$	28,722,128 \$	740,331
Expenditures							
General Government							
County Commission \$	192,243	\$ 0 \$	0 \$	192,243 \$	220,659 \$	220,659 \$	28,416
Board of Equalization	1,665	0	0	1,665	5,550	5,550	3,885
County Mayor/Executive	255,565	0	0	255,565	264,174	264,174	8,609
County Attorney	10,011	0	0	10,011	31,303	31,303	21,292
Election Commission	327,249	0	0	327,249	351,120	357,023	29,774
Register of Deeds	401,553	0	0	401,553	445,959	451,459	49,906
Planning	269,140	0	0	269,140	271,673	280,223	11,083
Codes Compliance	62,956	0	0	62,956	67,637	67,637	4,681
Geographical Information Systems	90,183	0	0	90,183	101,437	101,437	11,254
Other Facilities	903,750	0	0	903,750	1,005,752	1,011,752	108,002
Preservation of Records	21,213	0	0	21,213	23,043	23,043	1,830

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

				Actual			Variance	
				Revenues/			with Final	
	Actual	Less:	Add:	Expenditures			Budget -	
	(GAAP	Encumbrances	Encumbrances	(Budgetary	Budgeted A	mounts	Positive	
	Basis)	7/1/2023	6/30/2024	Basis)	Original	Final	(Negative)	
Expenditures (Cont.)								
Finance								
Accounting and Budgeting	\$ 495,712	\$ 0 5	0 \$	495,712 \$	537,843 \$	537,843 \$	42,131	
Property Assessor's Office	401,563	0	0	401,563	413,396	419,196	17,633	
Reappraisal Program	126,605	0	342	126,947	141,564	140,764	13,817	
County Trustee's Office	412,598	0	0	412,598	425,256	425,256	12,658	
County Clerk's Office	619,525	(27,860)	0	591,665	665,108	676,723	85,058	
Data Processing	170,116	0	0	170,116	169,997	172,322	2,206	
Other Finance	358,957	0	0	358,957	375,899	375,899	16,942	
Administration of Justice								
Circuit Court	1,037,688	0	0	1,037,688	1,118,652	1,156,273	118,585	
General Sessions Court	683,116	0	0	683,116	697,369	717,189	34,073	
Drug Court	201,920	0	0	201,920	171,620	210,604	8,684	
Chancery Court	422,575	0	0	422,575	435,025	443,165	20,590	
Juvenile Court	317,870	0	1,000	318,870	366,283	366,283	47,413	
Other Administration of Justice	107,866	0	0	107,866	157,550	157,550	49,684	
Courtroom Security	924,569	0	0	924,569	1,071,623	1,079,153	154,584	
Public Safety								
Sheriff's Department	5,000,140	(1,737)	5,352	5,003,755	4,119,658	5,732,042	728,287	
Administration of the Sexual Offender Registry	4,450	0	0	4,450	6,000	6,000	1,550	
Jail	5,248,463	(2,762)	3,186	5,248,887	6,224,278	6,150,184	901,297	
Workhouse	117,603	0	0	117,603	119,471	119,471	1,868	
Work Release Program	327,019	0	0	327,019	432,081	432,081	105,062	
Fire Prevention and Control	300,000	0	0	300,000	300,000	300,000	0	
Civil Defense	133,121	0	0	133,121	153,410	154,111	20,990	
Other Emergency Management	291,821	0	0	291,821	242,789	291,821	0	

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

	Actual	Less:	_	Add:	Actual Revenues/ Expenditures			Variance with Final Budget -
	(GAAP	Encumbrances			(Budgetary		ed Amounts	Positive
	Basis)	7/1/2023		6/30/2024	Basis)	Original	Final	(Negative)
Expenditures (Cont.)								
Public Safety (Cont.)								
Inspection and Regulation	\$ 5,813	\$ 0	\$	0 \$	5,813	\$ 6,844	\$ 6,844	\$ 1,031
County Coroner/Medical Examiner	206,877	0		0	206,877	206,040	241,540	34,663
Other Public Safety	31,699	0		0	31,699	24,000	46,000	14,301
Public Health and Welfare								
Local Health Center	808,159	0		0	808,159	1,054,800	1,054,800	246,641
Rabies and Animal Control	440,018	0		0	440,018	449,000	449,000	8,982
Nursing Home	7,000	0		0	7,000	7,000	7,000	0
Alcohol and Drug Programs	6,000	0		0	6,000	6,000	6,000	0
Appropriation to State	115,233	0		0	115,233	115,233	115,233	0
Aid to Dependent Children	10,000	0		0	10,000	10,000	10,000	0
Other Local Welfare Services	26,360	0		0	26,360	27,500	27,500	1,140
Sanitation Management	22,166	0		0	22,166	19,000	22,200	34
Other Public Health and Welfare	64,757	0		0	64,757	95,000	95,000	30,243
Social, Cultural, and Recreational Services								
Adult Activities	11,600	0		0	11,600	11,600	11,600	0
Senior Citizens Assistance	6,500	0		0	6,500	6,500	6,500	0
Libraries	353,800	0		0	353,800	335,700	353,800	0
Parks and Fair Boards	298,735	0		1,890	300,625	346,751	349,238	48,613
Other Social, Cultural, and Recreational	356,000	0		0	356,000	356,000	356,000	0
Agriculture and Natural Resources								
Agricultural Extension Service	192,558	0		0	192,558	192,753	192,753	195
Forest Service	1,000	0		0	1,000	1,000	1,000	0
Soil Conservation	79,883	0		0	79,883	63,435	80,806	923
Storm Water Management	76,537	0		4,900	81,437	105,488	105,488	24,051

HAMBLEN COUNTY, TENNESSEE

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

		Actual	Actual Less: (GAAP Encumbrances I			Actual Revenues/ Expenditures (Budgetary	Budgeted A	mounts	Variance with Final Budget - Positive	
		Basis)	7/1/2023	6/30/2024		Basis)	Budgeted Amounts Original Final		(Negative)	
Expenditures (Cont.)										
Other Operations										
Tourism	\$	76,593	\$ 0	\$	0 \$	76,593 \$	54,700 \$	82,950 \$	6,357	
Industrial Development	Ÿ	598,469	0	¥	0	598,469	641,000	641,000	42,531	
Other Economic and Community Development		4,006	0		0	4,006	0	4,006	0	
Veterans' Services		34,490	0		412	34,902	37,039	37,039	2,137	
Employee Benefits		636,323	0		0	636,323	748,958	689,158	52,835	
Miscellaneous		380,403	0		0	380,403	316,300	394,800	14,397	
Operation of Non-Instructional Services			Ţ,			,	0.00,000	.,,	- 1,0	
Community Services		5,000	0		0	5,000	6,000	6,000	1,000	
Capital Projects		-,				.,	-,	,,,,,,	,	
General Administration Projects		253,655	(13,600))	39,997	280,052	411,500	471,300	191,248	
Public Safety Projects		1,173,170	0		107,294	1,280,464	156,000	1,326,111	45,647	
Public Health and Welfare Projects		178,280	0		0	178,280	435,895	435,895	257,615	
Social, Cultural, and Recreation Projects		29,663	0		0	29,663	35,000	44,000	14,337	
Total Expenditures	\$	26,729,572	\$ (45,959)	\$	164,373 \$	26,847,986 \$	27,415,215 \$	30,548,751 \$	3,700,765	
Excess (Deficiency) of Revenues										
Over Expenditures	\$	2,732,887	\$ 45,959	\$	(164,373) \$	2,614,473 \$	(1,561,327) \$	(1,826,623) \$	4,441,096	
Other Financing Sources (Uses)										
Insurance Recovery	\$	9,900	\$ 0	\$	0 \$	9,900 \$	0 \$	0 \$	9,900	
Transfers In		150,000	0		0	150,000	150,000	150,000	0	
Total Other Financing Sources	\$	159,900	\$ 0	\$	0 \$	159,900 \$	150,000 \$	150,000 \$	9,900	
Net Change in Fund Balance	\$	2,892,787	\$ 45,959	\$	(164,373) \$	2,774,373 \$	(1,411,327) \$	(1,676,623) \$	4,450,996	
Fund Balance, July 1, 2023	_	13,103,092	(45,959)		0	13,057,133	11,977,336	11,977,336	1,079,797	
Fund Balance, June 30, 2024	\$	15,995,879	\$ 0	\$	(164,373) \$	15,831,506 \$	10,566,009 \$	10,300,713 \$	5,530,793	

Exhibit D-1

HAMBLEN COUNTY, TENNESSEE

Statement of Net Position

Proprietary Fund

June 30, 2024

	Governmental Activities Internal Service Fund Employee Insurance - General	
ASSETS		
Current Assets: Cash Equity in Pooled Cash and Investments Accounts Receivable Due from Other Governments Due from Other Funds Total Assets	\$ \$	100 1,767,416 4,358 3,750 379,046 2,154,670
LIABILITIES		
Current Liabilities: Accounts Payable Total Liabilities	\$ \$	466,873 466,873
NET POSITION		
Unrestricted	\$	1,687,797
Total Net Position	\$	1,687,797

Exhibit D-2

HAMBLEN COUNTY, TENNESSEE

Statement of Revenues, Expenses, and Changes in Net Position

Proprietary Fund

For the Year Ended June 30, 2024

	Governmental Activities	
	 Internal	
	rvice Fund	
	Employee	
	nsurance -	
	 General	
Operating Revenues		
Self-insurance Premiums/Contributions	\$ 4,367,655	
Other Employee Benefit Charges/Contributions	162,510	
Other General Service Charges	34,002	
Other Charges for Services	24,832	
Total Operating Revenues	\$ 4,588,999	
Operating Expenses		
Handling Charges and Administrative Costs	\$ 153,751	
Dental and Vision Insurance	165,669	
Consultants	35,300	
Contracts with Private Agencies	388,733	
Excess Risk Insurance	372,478	
Medical Claims	1,801,464	
Other Self-insured Claims	895,643	
Surcharge	 17,879	
Total Operating Expenses	\$ 3,830,917	
Operating Income	\$ 758,082	
Change in Net Position	\$ 758,082	
Net Position, July 1, 2023	 929,715	
Net Position, June 30, 2024	\$ 1,687,797	

HAMBLEN COUNTY, TENNESSEE

Statement of Cash Flows

Proprietary Fund

For the Year Ended June 30, 2024

	Se	Activities Internal Prvice Fund Employee Insurance - General
Cash Flows from Operating Activities		
Receipts for Self Insurance Premiums	\$	4,236,020
Receipts for Other Insurance Premiums	π	176,161
Receipts for Stop-loss Recovery		13
Receipts for Prescription Rebates		437,312
Receipts for Other General Service Charges		33,194
Receipts for Other Charges from Services		24,832
Payments to Insurers and Consultants		(574,717)
Payments for Claims		(2,837,141)
Payments to Vendors		(404,857)
Payments for Administrative Costs		(153,751)
Net Cash Provided By (Used In) Operating Activities	\$	937,066
Increase (Decrease) in Cash	\$	937,066
Cash, July 1, 2023		830,450
Cash, June 30, 2024	\$	1,767,516
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities Operating Income (Loss)	4	758.082
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities: Changes in Assets and Liabilities:	\$	758,082
(Increase) Decrease in Current Receivables		(118,792)
(Increase) Decrease in Prepaid Items		16,609
Increase (Decrease) in Accounts Payable		281,167
Net Cash Provided By (Used In) Operating Activities	\$	937,066
Reconciliation of Cash With Statement of Net Position		
Cash Per Net Position	\$	100
Equity in Pooled Cash and Investments Per Statement of Net Position		1,767,416
Cash, June 30, 2024	\$	1,767,516

Exhibit E-1

HAMBLEN COUNTY, TENNESSEE

Statement of Net Position

Fiduciary Funds

June 30, 2024

	Custodial	
		Funds
ASSETS		
Cash	\$	5,697,874
Equity in Pooled Cash and Investments		9,108
Accounts Receivable		356
Due from Other Governments		3,387,142
Total Assets	\$	9,094,480
LIABILITIES		
Due to Other Taxing Units	\$	3,387,142
Total Liabilities	\$	3,387,142
NET POSITION		
Restricted for Individuals, Organizations, and Other Governments	\$	5,707,338
Total Net Position	\$	5,707,338

HAMBLEN COUNTY, TENNESSEE

Statement of Changes in Net Position

Fiduciary Funds

For the Year Ended June 30, 2024

	Custodial Funds	
ADDITIONS		
Sales Tax Collections for Other Governments	\$	19,508,639
Fines/Fees and Other Collections		15,619,443
Other Employee Benefit Charges/Contributions		34,140
Total Additions	\$	35,162,222
DEDUCTIONS		
Payment of Sales Tax Collections for Other Governments	\$	19,508,639
Payments to State		8,995,278
Payments to Individuals and Others		6,566,583
Payments of Fringe Benefit Expenses		31,483
Total Deductions	\$	35,101,983
Net Increase (Decrease) in Fiduciary Net Position	\$	60,239
Net Position, July 1, 2023		5,647,099
Net Position, June 30, 2024	\$	5,707,338

HAMBLEN COUNTY, TENNESSEE INDEX OF NOTES TO THE FINANCIAL STATEMENTS

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HAMBLEN COUNTY, TENNESSEE NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Hamblen 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 Hamblen County:

A. Reporting Entity

Hamblen County is a public municipal corporation governed by an elected 14-member board. As required by GAAP, these financial statements present Hamblen County (the primary government) and its component units. The financial statements of the Hamblen County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of its omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

The Hamblen County School Department operates the public school system in the county, and the voters of Hamblen 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 Hamblen County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Hamblen County. The Hamblen County Emergency Communications District is governed by an 11-member board of directors, which is appointed by the county mayor and confirmed by the Hamblen County Commission. 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 Hamblen County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

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

Administrative Office:

Hamblen County Emergency Communications District 530 North Jackson Street Morristown, TN 37814

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 of 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 Hamblen 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 Hamblen County School Department component unit only reports governmental activities in the government-wide financial statements.

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

Hamblen County issues all debt for the discretely presented Hamblen County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2024.

Separate financial statements are provided for governmental funds, the proprietary fund (internal service), and fiduciary funds. The internal service fund is reported with the governmental activities in the government-wide financial statements, and 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 proprietary fund and fiduciary funds financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Hamblen County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund balance/fund net position, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Hamblen County only reports one proprietary fund, an internal service fund. It has no enterprise funds to report.

Separate financial statements are provided for governmental funds, the proprietary fund, 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 internal service fund and the fiduciary funds in total are reported in single columns by fund type.

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

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

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

Hamblen 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.

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.

Other Capital Projects Fund – This fund is used to account for financial resources to be used in the acquisition or construction of major capital assets.

Additionally, Hamblen County reports the following fund types:

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

Internal Service Fund – The Employee Insurance - General Fund is used to account for the county's self-insured health and fully insured dental and vision programs. Premiums charged to the various county funds and employee payroll deductions are placed in this fund to pay the claims and insurance premiums of county employees.

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 Hamblen County, and operations of the flexible benefits program for Hamblen County employees.

The discretely presented Hamblen 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 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 cafeteria operations in each of the schools. Service charges and federal grants are the foundational revenues of this fund.

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

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 24) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 23) 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.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has one proprietary fund, an internal service fund, used to account for the employees' health insurance program. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the county's internal service fund are charges for services. Operating expenses for the internal service fund include administrative expenses and employee benefits.

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

1. Deposits and Investments

For purposes of the Statement of Cash Flows, cash includes demand deposits and cash on deposit with the county trustee.

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

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

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

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

All other investments are reported at fair value.

2. Receivables and Payables

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

Property taxes receivable are shown with an allowance for uncollectibles. The allowance for uncollectible property taxes is equal to 1.04 percent of total taxes levied.

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

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

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

Hamblen County has issued debt on behalf of the Hamblen County-Morristown Solid Waste Disposal System, a joint venture operated by Hamblen County and the

city of Morristown. Hamblen County and the Solid Waste Disposal System have entered into a legal agreement for the Solid Waste Disposal System to repay Hamblen County all of the debt service requirements as they become due. Hamblen County recognizes a note receivable for amounts due from the joint venture.

Most payables are disaggregated on the face of the financial statements. Due to Joint Venture on the Statement of Net Position for the primary government represents net bond proceeds issued on behalf of the Hamblen County-Morristown Solid Waste Disposal System that is being held by the county until requested by the Hamblen County-Morristown Solid Waste Disposal System. Contracts payable represents amounts due under construction contracts and retainage payable represents amounts withheld from payments made on construction contracts pending completion of the projects. Retainage amounts are held by the county trustee as Equity in Pooled Cash and Investments in the applicable funds. Other Current Liabilities of the discretely presented Hamblen County School Department represent amounts held in payroll tax and insurance clearing accounts.

3. Inventories and Prepaid Items

Inventories of the discretely presented Hamblen 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 the governmental funds.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expenditure when consumed rather than when purchased. Prepaids 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 Hamblen 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 Hamblen County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Hamblen 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 two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

Assets	Years
Buildings and Improvements	40
Other Capital Assets	3 - 15
Infrastructure	100

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 the pension changes in experience, assumptions, investment earnings, and proportion; pension and OPEB contributions after the measurement date; and OPEB changes in experience, assumptions, and proportion.

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

7. Compensated Absences

Vacation leave benefits for employees of Hamblen County do not vest or accumulate and must be used within the current year or are lost. Therefore, no accrual has been recorded for vacation pay.

Vacation benefits for all 12-month employees of the discretely presented Hamblen County School Department are earned in the current year for use in the subsequent year. Therefore, accrued leave balances payable of \$301,240 recorded as a liability in this report must be used in one year or are lost.

There is no liability for unpaid accumulated sick leave since Hamblen County and the school department do not have policies to pay any amounts when employees separate from service with the government.

8. Long-term Debt and Long-term Obligations

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

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

Only the matured portion (the portion that has come due for payment) of long-term indebtedness, including bonds payable, is recognized as a liability and expenditure in the governmental fund financial statements. Liabilities and expenditures for other long-term obligations, including compensated absences, other postemployment benefits, net pension liabilities, special termination benefits, and arbitrage liabilities 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 and the proprietary fund in the fund financial statements, equity is classified as net position and displayed in three components:

a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding

balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

- b. Restricted net position Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position All other net position that does not meet the definition of restricted or net investment in capital assets.

The government-wide Statement of Net Position reports \$17,711,300 of restricted net position, of which \$531,331 is restricted by enabling legislation.

As of June 30, 2024, Hamblen County had \$32,701,483 in outstanding debt for capital purposes for the discretely presented Hamblen County School Department and \$4,950,000 in outstanding debt for capital purposes for the joint venture Hamblen County-Morristown Solid Waste Disposal System. This debt is a liability of Hamblen County, but the capital assets acquired are reported in the financial statements of the school department and solid waste disposal system. Therefore, Hamblen 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. However, in the school department's Education Capital Projects Fund, the county commission has required that committed funds provided by transfer from the General Purpose School Fund be expended before restricted funds provided through the issuance of debt. 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 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 finance director to make assignments for the general government. The Board of Education makes assignments for the school department. Assigned fund balance in the General Fund consists of amounts appropriated for use in the 2024-25 budget (\$4,087,475), amounts for encumbrances (\$164,373), amounts for various insurance premium increases (\$121,251), and various other assignments (\$130,901). Assigned fund balance in the school department's General Purpose School Fund includes amounts assigned for use in the 2024-25 budget (\$8,553,363), textbooks (\$432,970), amounts for encumbrances (\$3,376,070) and the school department's Project Promise program (\$720,570).

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

Discretely Presented Hamblen 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 Hamblen 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 Hamblen County School Department

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

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

Primary Government

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

Discretely Presented Hamblen County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

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

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

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

On June 30, 2024, Hamblen County and the discretely presented Hamblen County School Department reported the following encumbrances:

Funds		Amount			
Primary Government:					
Major Fund:					
General	\$	164,373			
Nonmajor governmental funds		843,744			
School Department:					
Major Funds:					
General Purpose School		3,400,975			
School Federal Projects		650,582			
Central Cafeteria		83,961			

B. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations approved by the county commission in the Capital Outlay major appropriations category (the legal level of controls) of the Highway/Public Works fund by \$94,438.

Salaries exceeded appropriations in nine out of 160 salary line-items of the General, Solid Waste/Sanitation, and Highway Public Works funds by amounts ranging from \$142 to \$19,501. The budget resolution approved by county commission states that the salary, wages, or renumeration of each official, employee, or agent of the county will not exceed appropriation were expenditures not approved by county commission.

C. Highway Commissioners Overpayments

A private act passed in 1996, provided that road commissioners are required to attend regularly scheduled meetings of the road commission before receiving compensation for their services. During the year Hamblen County determined that various road commissioners were paid approximately \$10,443 for meetings they did not attend from 2018-2024. The county has notified the road commissioners and began to collect any outstanding overpayments made. Due to the nature of the estimate and uncertainty of collection, no receivable for the overpayments has been recognized.

D. Investigation

On April 9, 2024, the Comptroller's Division of Investigations issued an investigative report on the Morristown-Hamblen Emergency Management Agency. This report disclosed a deficiency in internal controls and compliance. An agency employee utilized a county vehicle for personal purposes and routinely made personal social media posts during hours reported as worked. The investigation report is available at www.comptroller.tn.gov/ia.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Deposits

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

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

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

Investments

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

government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

Other than Hamblen County's investment in the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust discussed below, the county had no pooled and non pooled investments as of June 30, 2024.

TCRS Stabilization Trust

Legal Provisions. The Hamblen 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 Hamblen 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, 2024, the Hamblen 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.

	Weighted		
	Average		
	Maturity		Fair
Investment	(days)	Maturities	Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 479,929
Developed Market International Equity	N/A	N/A	216,742
Emerging Market International Equity	N/A	N/A	61,926
U.S. Fixed Income	N/A	N/A	309,631
Real Estate	N/A	N/A	309,631
Short-term Securities	N/A	N/A	154,816
NAV - Private Equity and Strategic Lending	N/A	N/A	 15,482
Total			\$ 1,548,157

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://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies.

B. Notes Receivable

The Special Debt Service Fund, a nonmajor governmental fund, reports a long-term note receivable of \$4,950,000 on June 30, 2024, from financing projects for the Hamblen County-Morristown Solid Waste Disposal System (a joint venture). This note receivable is included in the Restricted for Debt Service fund balance account. The joint venture is repaying Hamblen County for principal and interest costs associated with the \$4,275,000 general obligation bond issue and \$900,000 capital outlay note issue discussed in Note IV.F., Long-term Debt. The receivable amount not expected to be received within one year is \$4,561,086.

C. Capital Assets

Capital assets activity for the year ended June 30, 2024, was as follows:

Primary Government

	Balance			Balance
	7-1-23	Increases	Decreases	6-30-24
Capital Assets Not Depreciated:				
Land	\$ 2,343,758	\$ 0	\$ 0 \$	2,343,758
Construction in Progress	59,139,049	34,974,763	0	94,113,812
Total Capital Assets				
Not Depreciated	\$ 61,482,807	\$ 34,974,763	\$ 0 \$	96,457,570
Capital Assets Depreciated:				
Buildings and Improvements	\$ 13,157,807	\$ 12,943	\$ 0 \$	13,170,750
Infrastructure	18,201,708	0	0	18,201,708
Other Capital Assets	11,132,076	1,669,349	(211,319)	12,590,106
Total Capital Assets				
Depreciated	\$ 42,491,591	\$ 1,682,292	\$ (211,319) \$	43,962,564
Less Accumulated				
Depreciation For:				
Buildings and Improvements	\$ 6,044,995	\$ 312,709	\$ 0 \$	6,357,704
Infrastructure	7,860,540	181,676	0	8,042,216
Other Capital Assets	 8,394,309	682,421	(185,909)	8,890,821
Total Accumulated				
Depreciation	\$ 22,299,844	\$ 1,176,806	\$ (185,909) \$	23,290,741
Total Capital Assets				
Depreciated, Net	\$ 20,191,747	\$ 505,486	\$ (25,410) \$	20,671,823
Governmental Activities				
Capital Assets, Net	\$ 81,674,554	\$ 35,480,249	\$ (25,410) \$	117,129,393

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

General Government		\$ 183,025
Finance		3,800
Administration of Justice		103,712
Public Safety		260,753
Public Health and Welfare		226,952
Social, Cultural, and Recreational Services		56,076
Highways/Public Works	-	342,488
Total Depreciation Expense -		
Governmental Activities	=	\$ 1,176,806
Net Investment in Capital Assets		
Capital Assata	\$	117 120 202
1	Þ	117,129,393
Less: Outstanding principal of debt issued for		(0= 0== = 0 0
capital purposes		(87,835,204)
Add: Debt issued for capital purposes but unspent at		
June 30, 2024		9,436,296
Less: Unamortized balance of original issue premiums		
on outstanding debt issued for capital purposes		(6,234,950)
Less: Capital related contracts and retainage payables		(2,571,939)
Net Investment in Capital Assets	\$	29,923,596

Discretely Presented Hamblen County School Department

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 6,469,353 \$	0 \$	0 \$	6,469,353
Construction in				
Progress	 3,728,367	15,818,251	(918,005)	18,628,613
Total Capital Assets Not Depreciated	\$ 10,197,720 \$	15,818,251	(918,005) \$	25,097,966
Capital Assets Depreciated: Buildings and				
Improvements	\$ 156,689,917 \$	671,521	0 \$	157,361,438
Other Capital Assets	31,777,882	3,377,794	(382,888)	34,772,788
Total Capital Assets Depreciated	\$ 188,467,799 \$	4,049,315	\$ (382,888) \$	192,134,226
Less Accumulated Depreciation For: Buildings and				
Improvements	\$ 112,291,195 \$	2,188,308	0 \$	114,479,503
Other Capital Assets	20,533,240	1,838,595	(382,888)	21,988,947
Total Accumulated Depreciation	\$ 132,824,435 \$	4,026,903	(382,888) \$	136,468,450
Total Capital Assets Depreciated, Net	\$ 55,643,364 \$	22,412	0 \$	55,665,776
Governmental Activities Capital Assets, Net	\$ 65,841,084 \$	15,840,663	\$ (918,005) \$	80,763,742

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

Instruction	\$	181,958
Support Services		3,455,651
Operation of Non-instructional Services		389,294
	<u></u>	
Total Depreciation Expense -		
Governmental Activities	\$	4,026,903

Net Investment in Capital Assets

Capital Assets Less: Capital related contracts and retainage payables	\$ 80,763,742 (987,402)
Net Investment in Capital Assets	\$ 79,776,340

D. Construction Commitments

Primary Government

On June 30, 2024, the Other Capital Projects Fund had uncompleted construction contracts of approximately \$9,994,601 for a justice center project. Funding has been provided for these future expenditures.

Discretely Presented Hamblen County School Department

On June 30, 2024, the General Purpose School Fund had uncompleted construction contracts of \$839,565 for building and facility improvement projects. The School Federal Projects Fund had uncompleted construction contracts of \$127,274 for architectural services and construction related to the new elementary school and other various improvement projects. The Education Capital Projects Fund had uncompleted construction contracts of \$16,431,738 for construction of the new elementary school. Funding for the future expenditures in the School Federal Projects Fund is expected to be received from federal grants. Funding for the other future expenditures is being provided from the available fund balance.

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2024, was as follows:

Due to/from Other Funds:

Receivable Fund Payable Fund		Amount
D: C		
Primary Government:		
General	Nonmajor governmental	\$ 124,798
Internal service	General	314,853
"	Nonmajor governmental	64,193
Discretely Presented School		
Department:		
General Purpose School	School Federal Projects	303,410
"	Central Cafeteria	365,000
School Federal Projects	General Purpose School	22,122
Central Cafeteria	"	6,413

These balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made.

Due to/from Primary Government and Component Unit:

Receivable Fund	Payable Fund	I	Amount
Component Unit:			
School Department:	Primary Government:		
Educational Capital Projects	Other Capital Projects	\$	12,703,151

This balance represents proceeds of bonds issued by the primary government and contributed to the school department.

Interfund Transfers:

Interfund transfers for the year ended June 30, 2024, consisted of the following amounts:

Primary Government

	Γ	ransfer In	
	_	General	
Transfer Out		Fund	Purpose
			_
Nonmajor governmental funds	\$	150,000	Operations

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

Discretely Presented Hamblen County School Department

	 Transfers In	
	 General	
	Purpose	
	School	
Transfers Out	Fund	Purpose
School Federal Projects Fund Central Cafeteria Fund	\$ 144,692 365,000	Indirect costs/operations Indirect costs
Total	\$ 509,692	

F. Long-term Debt

Primary Government

General Obligation Bonds, Notes and Other Loans

General Obligation Bonds – Hamblen 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. Hamblen County has also issued general obligation bonds and loaned the proceeds to a joint venture, the Hamblen County – Morristown Solid Waste Disposal System. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds outstanding were issued for original terms of up to 30 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund or the Special Debt Service Fund.

Direct Borrowing and Direct Placements – Hamblen County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, other loans were issued to refund other debt. Hamblen county has also issued capital outlay notes and loaned the proceeds to a joint venture, the Hamblen County – Morristown Solid Waste Disposal System. Other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Other loans outstanding were issued for original terms of up to 17 years. Capital Outlay notes were issued for original terms of five years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All other loans and capital outlay notes included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund or the Special Debt Service Fund.

General obligation bonds and other loans outstanding as of June 30, 2024, for governmental activities are as follows:

			Original	
	Interest	Final	Amount	Balance
Туре	Rate	Maturity	of Issue	6-30-24
General Obligation Bonds	2-5 %	6-1-52 \$	124,700,000 \$	120,895,000
Direct Borrowing and Direct Placement: Other Loans - Qualified School				
Construction Bonds	1.515	7-1-26	11,280,000	1,543,353
Other Loans - Refunding	Variable	6-1-25	10,100,000	1,915,000
Other Loans - Revolving Fund				
Agreement with Appalachian				
Electric Cooperative	0	5-1-30	360,000	233,334
Capital Outlay Notes	4.76	12-1-28	900,000	900,000

Qualified School Construction Bonds were issued through the Tennessee State School Bond Authority, and the proceeds were loaned to Hamblen County and various other local governments across Tennessee. The county pays interest of 1.515 percent on its share of the bonds and also pays a monthly administrative fee to the state. The county and the other borrowers of the bond

proceeds are required to comply with federal regulations established for the Qualified School Construction Bond program. Failure to comply with those requirements may result in the loss of the tax credit status on the bonds. This would result in further charges to the borrowers including the requirement to pay the tax-credit rate (5.86 percent) in addition to the 1.515 percent for a total rate of 7.375 percent.

Hamblen County has entered into a loan agreement with the Blount County Public Building Authority (PBA). The loan agreement provides for the PBA to make funds available for loan to Hamblen County on an as needed basis to finance various projects for the county and the discretely presented school department. Hamblen County has drawn the entire amount available under the agreement. In addition to interest, the county pays various other fees (trustee, administrative, reporting, etc.) in connection with the variable rate loan.

The following table summarizes the loan agreement outstanding at June 30, 2024, including the interest rate and other loan fees:

	Original			Interest	Other
	Amount	Outstanding		Rates	Fees on
	of Loan	Principal	Interest	as of	Variable
Description	Agreement	6-30-24	Туре	6-30-24	Rate Debt

Blount County Public Building Authority

Refunding

(Series E-4-A) \$ 10,100,000 \$ 1,915,000 Variable 4.7 % 0.5 %

During the year, Hamblen County issued a capital outlay note in the amount of \$900,000 for the benefit of the Hamblen County-Morristown Solid Waste Disposal System, a joint venture. In addition, Hamblen County issued bonds totaling \$4,275,000 in 2022-2023 for the benefit of the Hamblen County-Morristown Solid Waste Disposal System. The Hamblen County-Morristown Solid Waste Disposal System makes contributions to Hamblen County for payment of principal and interest on the bonds and capital outlay note and has pledged revenues of the system to support payment obligations. The bonds and capital outlay note are general obligation debt of the county. The commitment for repayment of the debt is reflected as notes receivable in the Special Debt Service Fund. During the year, the county paid \$429,407 in principal and interest on this debt and received reimbursement from the joint venture. The amount of the general obligation bonds and capital outlay note outstanding on June 30, 2024, was \$4,050,000 and \$900,000, respectively. As of June 30, 2024, Hamblen County reports a payable, Due to Joint Venture, for the net proceeds from the bond sale (\$4,502,207). Activity related to this debt is reported in the Special Debt Service Fund, a nonmajor governmental fund.

The annual requirements to amortize all general obligation bonds and other loans outstanding as of June 30, 2024, including interest payments and other loan fees, are presented in the following tables:

Year Ending			Bonds				
June 30			Principal	Interest	Total		
2025		\$	2,270,000 \$	4,907,983 \$	7,177,983		
2026			4,180,000	4,797,933	8,977,933		
2027			4,625,000	4,592,383	9,217,383		
2028			4,640,000	4,364,583	9,004,583		
2029			4,655,000	4,136,033	8,791,033		
2030-2034			23,460,000	17,419,464	40,879,464		
2035-2039			22,945,000	12,430,788	35,375,788		
2040-2044			21,800,000	8,339,815	30,139,815		
2045-2049			21,800,000	4,413,803	26,213,803		
2050-2052			10,520,000	810,150	11,330,150		
Total		\$	120,895,000 \$	66,212,935 \$	187,107,935		
Year Ending			Other Loans - Direct Placement				
June 30		Principal	Interest	Other Fees	Total		
2025	Ф	2 (50 05 4	* 260.001	ф 0.457 ф	2.020.502		
2025 2026	\$	2,658,854 813,140	\$ 260,991 170,892	-	2,929,502 984,032		
2027		106,359	14,241	0	120,600		
2028		40,000	0	_	40,000		
2029		40,000	0		40,000		
2030		33,334	0	0	33,334		
Total	\$	3,691,687	\$ 446,124	\$ 9,657 \$	4,147,468		
Year Ending			Notes -	Direct Placement			
June 30			Principal	Interest	Total		
2025		\$	153,914 \$	39,177 \$	193,091		
2026			173,720	31,379	205,099		
2027			181,989	22,913	204,902		
2028			190,651	14,045	204,696		
2029			199,726	4,753	204,479		
Total		\$	900,000 \$	112,267 \$	1,012,267		

There is \$18,507,677 available in the debt service funds to service long-term debt. However, of that amount, \$4,950,000 has been loaned to the Hamblen County – Morristown Solid Waste Disposal System and will be repaid over the next 13 years. Bonded debt per capita totaled \$1,874, based on the 2020 federal census. Total debt per capita, including bonds, other loans, notes, and unamortized premium on debt, totaled \$2,079, based on the 2020 federal census.

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2024, was as follows:

Governmental Activities:	Bonds	Notes - Direct Placement		Other Loans - Direct Placement
Balance, July 1, 2023 Additions Reductions	\$ 123,060,000 \$ 0 (2,165,000)	900,000	\$	6,250,541 0 (2,558,854)
Balance, June 30, 2024	\$ 120,895,000 \$	900,000	\$	3,691,687
Balance Due Within One Year	\$ 2,270,000 \$	153,914	\$	2,658,854
Analysis of Noncurrent Liabilities for Debt Pres Total Noncurrent Liabilities - Debt, June 30, 202 Less: Balance Due Within One Year - Debt Add: Unamortized Premium on Debt	ed on Exhibit A	: \$		25,486,687 (5,082,768) 8,600,445
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A		\$	1.	29,004,364

G. Long-term Obligations

Primary Government

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2024, was as follows:

	Other		Net Pension		
	Postemployment		Liability -		Arbitrage
	Benefits Agent P		gent Plan *	Liability	
Balance, July 1, 2023	\$	323,451	\$	(870,430) \$	0
Additions		69,613		5,530,051	135,200
Reductions		(22,315)		(4,584,110)	0
Balance, June 30, 2024	\$	370,749	\$	75,511 \$	135,200
Balance Due Within One Year	\$	12,607	\$	0 \$	0

^{*} The agent plan had a net pension asset as of July 1, 2023.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2024	\$ 581,460
Less: Balance Due Within One Year - Other	(12,607)
Noncurrent Liabilities - Due in	
More Than One Year - Other - Exhibit A	\$ 568,853

Other postemployment benefits and net pension liability will be paid from the employing funds, primarily the General, Solid Waste/Sanitation, and Highway/Public Works funds.

Arbitrage Liability

The Tax Reform Act of 1986 requires governmental entities that issue tax-exempt debt subsequent to August 1986 to calculate and rebate arbitrage earnings to the federal government. The U.S. Treasury has issued regulations that define how the rebate should be calculated and reported. Governmental issuers must comply with the rebate regulations in order for their bonds to maintain tax-exempt status. The regulations require the excess of the aggregate amount earned on investments purchased with bond proceeds over the amount that would have been earned if the proceeds had been invested at a rate equal to the bond yield to be rebated to the federal government. Rebate payments are due at least once every five years over the life of the bonds. The General Obligation bonds issued in fiscal year 2023 have an arbitrage liability outstanding of \$135,200 on June 30, 2024.

Hamblen County utilized an independent tax consultant to perform the calculation of the amount of the arbitrage rebate liability on June 30, 2024.

Arbitrage, when due, will be paid from the General Debt Service Fund.

Discretely Presented Hamblen County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Hamblen County School Department for the year ended June 30, 2024, was as follows:

	Other		
Postemployement		Compensated	
	Benefits	Absences	
\$	14,132,984 \$	276,819	
	2,124,431	301,240	
	(1,290,916)	(276,819)	
\$	14,966,499 \$	301,240	
\$	0 \$	301,240	
	\$	Postemployement Benefits \$ 14,132,984 \$ 2,124,431 (1,290,916) \$ 14,966,499 \$	

			Net Pension
	Retirement	Retirement	Liability -
	 Incentive	Honorarium	Agent Plan *
Balance, July 1, 2023	\$ 178,160 \$	1,150,240 \$	(907,773)
Additions	33,910	48,604	5,641,769
Reductions	 (91,503)	(50,972)	(4,656,960)
Balance, June 30, 2024	\$ 120,567 \$	1,147,872 \$	77,036
Balance Due Within One Year	\$ 75,355 \$	36,601 \$	0

^{*} The agent plan had a net pension asset as of July 1, 2023.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2024	\$ 16,613,214
Less: Balance Due Within One Year - Other	 (413,196)
Noncurrent Liabilities - Due in	
More Than One Year - Other- Exhibit A	\$ 16,200,018

Long-term liabilities of the school department will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

In addition to the obligations noted above, the Board of Education appropriates available school funds to be contributed to the primary government each year to help retire school debt, which is being paid from the county's General Debt Service Fund. During the year ended June 30, 2024, the school department contributed \$500,000 to the primary government for this purpose.

H. Pledges of Receivables and Future Revenues

In 2024, the Hamblen County Commission voted to levy a motor vehicle privilege tax. The county pledged the tax revenue to fund a local paving and road improvement program.

Proceeds of the vehicle privilege tax are placed in the Highway Capital Projects fund and are being expended to fund highway paving projects. During the year, revenues generated by the wheel tax totaled \$759,344 and expenditures of the Highway Capital Projects Fund for paving roads totaled \$228,013.

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

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Hamblen County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both of these plans are administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Education Group Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2024, were \$438,488 and \$151,203, respectively. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. Risk Management

It is the policy of Hamblen County and the discretely presented Hamblen County School Department to purchase commercial insurance for the risks of losses to which they are exposed for general liability, property, casualty, and workers' compensation. Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years.

The county elected to self-insure employee health and accident claims. The Employee Insurance – General Fund was established for risks associated with the employees' health insurance plan. The Employee Insurance – General Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county retains the risk of loss to a limit of \$125,000 per claimant in a single year and approximately \$4,336,129 for all claims in any plan year. Stop/loss commercial insurance has been obtained to cover claims beyond these limits. Group dental and vision insurance premiums paid to a private insurance company are also recorded in this fund as are the costs associated with a health clinic.

All full-time employees of the primary government are eligible to participate. A premium is allocated to each fund that accounts for full-time employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. That reserve was \$1,687,797 on June 30, 2024, and is reported as net position of the Employee Insurance – General Fund. Liabilities of the fund are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. The Employee Insurance – General Fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. Claims liabilities include specific, incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

Employee Insurance - General Fund

		Beginning	Current		
		of Fiscal	Year		Balance
		Year	Claims and		at Fiscal
	_	Liability	Estimates	Payments	Year-end
2022-2023	\$	114,643 \$	2,913,006 \$	(2,876,960) \$	150,689
2023-2024		150,689	2,697,107	(2,399,817)	447,979

Current year claims and estimates are presented net of contracted prescription drug rebates of \$437,312 and excess risk insurance recovery of \$13.

The discretely presented Hamblen County School Department participates in the Local Education Group Insurance Fund (LEGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local education agencies. In accordance with Section 8-27-301, *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 Change

GASB Statement No. 100, Accounting Changes and Error Corrections, became effective for the fiscal year ending June 30, 2024. This statement clarifies the financial accounting and reporting requirements for changes in accounting principles, changes in accounting estimates, error corrections, and changes within the reporting entity.

C. Contingent Liabilities

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

The county is involved in pending litigation. Based on letters from attorneys, management believes that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the financial statements of the county.

D. Joint Ventures

Primary Government

The Third Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Third Judicial District, Greene, Hamblen, Hancock, and Hawkins counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Hamblen County made no contributions to the DTF for the year ended June 30, 2024.

The Hamblen County-Morristown Solid Waste Disposal System is a joint venture that is operated by Hamblen County and the city of Morristown. The board of directors of the system is comprised of eight members, three appointed by the Hamblen County Commission and three appointed by the Morristown City Council. The county mayor and city mayor appoint one member each. The board has control, supervision, management, and use of the landfills. Further, any and all real estate purchases are to be titled in the name of the city of Morristown and Hamblen County, each owning an undivided one-half interest, and each having agreed to equally finance the costs of such acquisitions. The board is required to submit its annual budget to the Hamblen County Commission and the Morristown City Council for approval.

The Morristown-Hamblen Library is a joint venture between Hamblen County and the city of Morristown. The library was created to provide public library service to the general public. The board of directors consists of nine members; four appointed by the Hamblen County

Commission, three appointed by the Morristown City Council, and two members from the regional library board. Hamblen County has indirect control of the budget through the amount of annual appropriations. The library's operating budget is adopted and controlled by its board without requiring approval of the Hamblen County Commission and the Morristown City Council.

Hamblen County does not have an equity interest in any of the above-noted joint ventures. Complete financial statements for the Third Judicial District Drug Task Force, Hamblen County-Morristown Solid Waste Disposal System, and Morristown-Hamblen Library can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Office of District Attorney General Third Judicial District Drug Task Force 109 South Main Street, Suite 501 Greeneville, TN 37743

Hamblen County-Morristown Solid Waste Disposal System P.O. Box 2108 Morristown, TN 37816

Morristown-Hamblen Library 417 West Main Street Morristown, TN 37814

Discretely Presented Hamblen County School Department

The discretely presented school department participates in the Northeast Tennessee Cooperative (NETCO). The cooperative was established through a contractual agreement between the Boards of Education of Hamblen County and various other counties and cities in the upper East Tennessee area. The cooperative was authorized through Chapter 49 of Tennessee Code Annotated and was established to obtain lower prices for food supplies, materials, equipment, and services by combining the purchasing requirements of each member's school food service systems. The cooperative has contracted with a coordinating district (Johnson City School System) and a service provider to provide this service. NETCO is governed by a representative committee, including one representative from each of the member districts and an executive council, consisting of the chair, vice chair, secretary, treasurer, and a member-atlarge from the representative committee.

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

Administrative Office:

Northeast Tennessee Cooperative 100 East Maple Street Johnson City, TN 37605

E. Jointly Governed Organization

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

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Hamblen County and non-certified employees of the discretely presented Hamblen 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 49.5 percent, the non-certified employees of the discretely presented school department comprise 50.5 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. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions plus any accumulated interest.

Employees Covered by Benefit Terms. At the measurement date of June 30, 2023, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	503
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	794
Active Employees	707
Total	2,004

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. Hamblen County elected to make employer contributions at a rate higher than the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2024, the employer contribution for Hamblen County was \$2,022,583 based on a rate of 7 percent of covered payroll for general employees and 10.5 percent of covered payroll for public safety officers. The minimum rate set by the Board of Trustees as determined by an actuarial valuation was 6.31 percent for general employees and 9.81 percent for public safety officers. By law, employer contributions are required to be paid. The TCRS may intercept Hamblen 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)

Hamblen County's net pension liability (asset) was measured as of June 30, 2023, and the total pension liability 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, 2023, 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, 2023, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

	Percentage			
	Long-term			
	Expected		Percentage	
	Real Rate		Target	
Asset Class	of Return		Allocations	
II S. Equity	4.88	%	31	%
U.S. Equity	4.00	70	31	70
Developed Market				
International Equity	5.37		14	
Emerging Market				
International Equity	6.09		4	
Private Equity and				
Strategic Lending	6.57		20	
U.S. Fixed Income	1.20		20	
Real Estate	4.38		10	
Short-term Securities	0.00	_	1	
Total		_	100	%

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Hamblen 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)

	Liability	Net Position	(Asset)
	(a)	(b)	(a)-(b)
Balance, July 1, 2022	\$ 90,455,005 \$	92,233,208 \$	(1,778,203)
	 		()
Changes for the Year:			
Service Cost	\$ 2,480,211 \$	0 \$	2,480,211
Interest	6,141,786	0	6,141,786
Differences Between Expected			
and Actual Experience	2,476,469	0	2,476,469
Contributions-Employer	0	1,822,027	(1,822,027)
Contributions-Employees	0	1,249,283	(1,249,283)
Net Investment Income	0	6,169,760	(6,169,760)
Benefit Payments, Including			
Refunds of Employee			
Contributions	(3,891,602)	(3,891,602)	0
Administrative Expense	 0	(73,354)	73,354
Net Changes	\$ 7,206,864 \$	5,276,114 \$	1,930,750
Balance, June 30, 2023	\$ 97,661,869 \$	97,509,322 \$	152,547

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

			Plan	Net
		Total	Fiduciary	Pension
		Pension	Net	Liability
		Liability	Position	(Asset)
Primary Government	49.5%	\$ 48,342,625 \$	48,267,114 \$	75,511
School Department	50.5%	49,319,244	49,242,208	77,036
Total		\$ 97,661,869 \$	97,509,322 \$	152,547

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Hamblen 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:

	Current			
		1%	Discount	1%
		Decrease	Rate	Increase
Hamblen County		5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$	13,174,714 \$	152,547 \$	(10,634,488)

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, 2024, Hamblen County recognized pension expense (negative pension expense) of \$2,505,065.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, Hamblen County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

		Deferred		Deferred	
		Outflows		Inflows	
		of		of	
		Resources		Resources	
Difference Between Expected and	\$	2,728,685	c	594 402	
Actual Experience Net Difference Between Projected and	φ	2,720,003	Ф	584,402	
Actual Earnings on Pension Plan Investments		742,994		0	
Changes in Assumptions Contributions Subsequent to the		2,601,558		0	
Measurement Date of June 30, 2023 (1)		2,022,583		N/A	
Total	\$	8,095,820	\$	584,402	

(1) The amount shown above for "Contributions Subsequent to the Measurement Date of June 30, 2023," 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	Deferred Inflows of
	Resources	Resources
Primary Government	\$ 4,058,811 \$	289,279
School Department	4,037,009	295,123
Total	\$ 8,095,820 \$	584,402

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

Year Ending	
June 30	Amount
2025	\$ 1,209,744
2026	990,917
2027	2,787,722
2028	500,458
2029	0
Thereafter	0

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

Discretely Presented Hamblen County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Hamblen County and non-certified employees of the discretely presented Hamblen 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 49.5 percent and the non-certified employees of the discretely presented school department comprise 50.5 percent of the plan based on contribution data.

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

General Information About the Pension Plan

Plan Description. Teachers of the Hamblen 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, 2024, to the Teacher Retirement Plan were \$573,815, which is 2.95 percent of covered payroll. In addition, employer contributions of \$192,156, which is 1.05 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets). On June 30, 2024, the school department reported a liability (asset) of (\$347,686) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2023, 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 share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2023, the school department's proportion was .819949 percent. The proportion as of June 30, 2022, was .832151 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense of \$442,374.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred		Deferred	
		Outflows		Inflows
		of		of
		Resources		Resources
Diff. D. F. J. J.				
Difference Between Expected and				
Actual Experience	\$	11,712	\$	202,937
Net Difference Between Projected and				
Actual Earnings on Pension Plan				
Investments		88,397		0
Changes in Assumptions		261,579		0
Changes in Proportion of Net Pension				
Liability (Asset)		28,409		23,294
LEA's Contributions Subsequent to the				
Measurement Date of June 30, 2023		573,815		N/A
Total	\$	963,912	\$	226,231

The school department's employer contributions of \$573,815, 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, 2025. 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
2025	\$ 728
2026	(12,137)
2027	124,228
2028	8,614
2029	9,154
Thereafter	33,280

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, 2023, 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, 2023, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. As a result of the 2020 actuarial experience study, investment and demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

	Percentage			
	Long-term			
	Expected		Percentage	
	Real Rate		Target	
Asset Class	of Return		Allocations	
	4.00	0.7		0.7
U.S. Equity	4.88	%	31	%
Developed Market				
International Equity	5.37		14	
Emerging Market				
International Equity	6.09		4	
Private Equity and				
Strategic Lending	6.57		20	
U.S. Fixed Income	1.20		20	
Real Estate	4.38		10	
Short-term Securities	0.00	_	1	
Total		_	100	%

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

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

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

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

Net Pension Liability (Asset) \$ 1,599,340 \$ (347,686) \$ (1,749,385)

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

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

General Information About the Pension Plan

Plan Description. Teachers of the Hamblen 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 Hamblen County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$2,230,982 which is 6.81 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liability (Assets). On June 30, 2024, the school department reported a liability (asset) of (\$11,914,800) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2023, 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, 2023, the school department's proportion

was 1.010608 percent. The proportion measured as of June 30, 2022, was 1.056285 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$3,013,938.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

		Deferred	Deferred
		Outflows	Inflows
		of	of
	_	Resources	Resources
Difference Between Expected and			
Actual Experience	\$	2,838,712 \$	552,926
Changes in Assumptions		3,882,167	0
Net Difference Between Projected and			
Actual Earnings on Pension Plan			
Investments		2,067,279	0
Changes in Proportion of Net Pension			
Liability (Asset)		724,786	525,904
LEA's Contributions Subsequent to the			
Measurement Date of June 30, 2023		2,230,982	N/A
Total	\$	11,743,926 \$	1,078,830

The school department's employer contributions of \$2,230,982 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) in net pension liability (asset) in the year ending June 30, 2025. 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
2025	\$ 2,821,472
2026	(1,684,085)
2027	7,280,533
2028	16,194
2029	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, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation 2.25%

Salary Increases Graded Salary Ranges from 8.72%

to 3.44% Based on Age, Including

Inflation, Averaging 4%

Investment Rate of Return 6.75%, Net of Pension Plan

Investment Expenses, Including

Inflation

Cost of Living Adjustment 2.125%

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

The actuarial assumptions used in the June 30, 2023, actuarial valuation are based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

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

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

School Department's		Current	
Proportionate Share of	1%	Discount	1%
the Net Pension	Decrease	Rate	Increase
Liability (Asset)	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 25,951,264 \$	(11,914,800) \$	(43,408,687)

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

2. Deferred Compensation

Primary Government

Hamblen County offers its employees a deferred compensation plan established pursuant to IRC Section 457. All costs of administering and funding this program are the responsibility of plan participants. The Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 457 established participation, contribution, and withdrawal provisions for the plan.

Discretely Presented Hamblen County School Department

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 a minimum of 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 \$971,868 and teachers contributed \$527,023 to this deferred compensation pension plan.

G. Other Postemployment Benefits (OPEB)

Hamblen County and the discretely presented Hamblen County School Department provide OPEB benefits to their retirees under various plans, these include OPEB provided through a self-insured plan for the primary government and through state administered public entity risk pools for both the primary government and the discretely presented school department. For reporting purposes, the plans are all considered single employer defined benefit OPEB plans based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). All of the plans are funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

OPEB Provided through Self-Insured Health Plan (Primary Government)

Plan Description. Hamblen County participates in a self-insured postemployment benefits plan administered by BlueCross BlueShield for its retirees. Benefits are established and amended by the county commission. Eligible employees must be age 60 or have 30 years of service. Emergency personnel are eligible at age 55 or with 25 years of service. Eligible retirees may remain on the county health plan until attainment of age 65 when they become eligible for Medicare. Dependent coverage is not provided.

Benefits Provided. The plan provides healthcare benefits to eligible retirees. The benefit terms provide for retirees to pay 100 percent of their medical insurance premium.

Employees Covered by Benefit Terms. At July 1, 2023, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	3
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	0
Active Employees Eligible for Benefits	270
Total	273

Total OPEB Liability

The plan's total OPEB liability of \$112,164 was measured as of June 30, 2024, and was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to the measurement date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the actuarial valuation 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
Salary Increases	3.5%
Payroll Growth Rate	2.5%
Discount Rate	3.93%
Healthcare Cost Trend Rates	7.5% for 2024 decreasing to 4.5% by 2030
Retirees share of	
Health Premiums	100%

The discount rate was based on the Bond Buyer's 20 Bond Index as of June 30, 2024.

Mortality rates were based on Pub-2010 General fully generational projected table with projection scale MP-2021.

The actuarial assumptions used in the valuation were based on plan data and costs presented by the county with concurrence by the actuary.

Changes in the Total OPEB Liability

	Total OPEB Liability	
		<u> </u>
Balance July 1, 2023	\$	71,782
Changes for the Year:		_
Service Cost	\$	8,032
Interest		4,236
Differences between expected		
and actual experience		38,134
Changes in Assumption and Other Inputs		2,550
Benefit Payments		(12,570)
Net Changes	\$	40,382
Balance June 30, 2024	\$	112,164

Changes in assumptions and other inputs reflect a change in the discount rate from 3.65 percent in 2023 to 3.93 percent in 2024.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the county recognized an OPEB expense of \$12,607. On June 30, 2024, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred	Deferred
	Outflows	Inflows
	of	of
	 Resources	Resources
Difference Between Expected and		
Actual Experience	\$ 27,422	\$ 2,015
Changes of Assumptions	 1,833	683
Total	\$ 29,255	\$ 2,698

Amounts reported as deferred outflows and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending	
June 30	Amount
2025	\$ 8,761
2026	11,399
2027	6,397
2028	0
2029	0
Thereafter	0

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 Hamblen County calculated using the current discount rate, as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

Discount Rate	Current				
		1%	Discount	1%	
		Decrease	Rate	Increase	
		2.93%	3.93%	4.93%	
H. LODED I. LT		440.700 #	440464	406020	
Total OPEB Liability	\$	118,709 \$	112,164 \$	106,039	

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

Healthcare Cost Trend Rate		Current	
	1%	Trend	1%
	Decrease	Rate	Increase
	(6.5%	(7.5%	(8.5%
	decreasing	decreasing	decreasing
	to 3.5%)	to 4.5%)	to 5.5%)
Total OPEB Liability	\$ 102.801 \$	112.164 \$	123,124

OPEB Provided through State Administered Public Entity Risk Pools

Post-65 retirees of Hamblen County primary government may join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare. The school department provides healthcare benefits to its employees under the Local Education Plan (LEP) until they reach Medicare eligibility. Employees of the school department may then join the Tennessee Plan - Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare.

The county and school department's total OPEB liability for each plan was measured as of June 30, 2023, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and other inputs. The total OPEB liability in the June 30, 2023, 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 3.65%

Healthcare Cost Trend

Rates LEP -

Based on the Getzen Model, with trend starting at 10.31% for pre-65 retirees in the 2023 calendar year, and decreasing annually over a 7-year priod to an ultimate trend rate of 4.5%.

TNMs-

The premimum subsidies provided to retirees are assumed to remain unchanged for the entire projection; therefore, trend

rates are not applicable

Retirees Share of Benefit

Related Cost Discussed under each plan

The discount rate was 3.65 percent based on the daily rate of Bond Buyer's 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, 2023, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2023, valuations were the same as those employed in the July 1, 2022, Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (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 projected generationally with MP-2021 from 2010. Post-retirement rates are headcount-weighted below median healthy annuitant and adjusted with a six percent load for males and an 14 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

Changes in Assumptions. The discount rate changed from 3.54 percent as of the beginning of the measurement period to 3.65 percent as of the measurement date of June 30, 2023. This change in assumption decreased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2023 plan year was revised from 8.37 percent to 10.31 percent.

Closed Tennessee Plan – Medicare (Primary Government)

Plan description. Employees of Hamblen County who were hired prior to July 1, 2015, are provided with post-65 retiree health insurance benefits through the closed Tennessee Plan-Medicare (TNM) administered by the Tennessee Department of Finance and Administration. All eligible post-65 retirees and disability participants of local governments, who choose coverage, participate in the TNM. The TNM also includes eligible retirees of the state, certain component units of the state, and local education agencies. However, the amounts reflected in this note disclosure pertain only to the Hamblen County Primary Government. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

Benefits provided. The state offers the TNM to help fill most of the coverage gaps created by Medicare for eligible post-65 retirees and disabled participants of local governments. Insurance coverage is the only postemployment benefit provided to retirees. The TNM does not include pharmacy. In accordance with TCA 8-27-209, benefits of the TNM are established and amended by cooperation of insurance committees created by TCA 8-27-201, 8-27-301 and 8-27-701. Retirees and disabled employees of the state, component units, local education agencies, and certain local governments who have reached the age of 65, are Medicare eligible and also receive a benefit from the Tennessee Consolidated Retirement System (TCRS) may participate in this plan. All plan members receive the same plan benefits at the same premium rates. Participating employers determine their own policy related to subsidizing the retiree premiums. Hamblen County provides a direct monthly subsidy of between \$25 and \$50 for eligible retirees depending on years of service.

Employees Covered by Benefit Terms. At the measurement date of June 30, 2023, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	6
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	14
Active Employees Eligible for Benefits	167
Total	187

In accordance with TCA 8-27-209, the state insurance committees established by TCA Sections 8-27-201, 8-27-301 and 8-27-701 determine the required payments to the plan by member employers and employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. For the fiscal year ended June 30, 2024, the county paid \$3,797 for OPEB benefits as they came due.

Changes in the Total OPEB Liability

Balance July 1, 2022	\$ 251,669
Changes for the Year:	
Service Cost	7,547
Interest	9,114
Difference between Expected and	
Actual Experience	(2,941)
Changes in Assumptions and Other Inputs	(3,280)
Benefit Payments	 (3,524)
Net Changes	\$ 6,916
Balance June 30, 2023	\$ 258,585

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the county recognized negative OPEB expense of \$84,964. On June 30, 2024, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred	Deferred
	Outflows	Inflows
	of	of
	Resources	Resources
Difference Between Expected and		
Actual Experience	\$ 0	\$ 221,121
Changes of Assumptions	39,560	123,207
Net Difference Between Projected and		
Benefits paid after the measurement date		
of June 30, 2023	3,797	0
Total	\$ 43,357	\$ 344,328

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

Year Ending	
June 30	Amount
2025	\$ (101,625)
2026	(90,081)
2027	(65,007)
2028	(21,371)
2029	(19,638)
Thereafter	(7,046)

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

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

Discount Rate		Current	
	1%	Discount	1%
	Decrease	Rate	Increase
	2.65%	3.65%	4.65%
Total OPEB Liability	\$ 298,857 \$	258,585 \$	225,049

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

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

Plan Description. Employees of the Hamblen 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 Hamblen 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 provides a direct subsidy ranging from \$473 to \$716 per month toward the cost of insurance for noncertified retirees based on coverage selected. The school department provides a direct subsidy ranging from \$260 to \$553 per month toward the cost of insurance for certified retirees based on years of service and insurance coverage selected. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible certified retirees premiums based on years of service. 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, 2023, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	113
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	1
Active Employees Eligible for Benefits	703
Total	817

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 \$745,484 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

		Share of Collective I		
	Hamblen County Stat			
		School Department	TN	Total OPEB
		65.054%	34.946%	Liability
D.1 1.1.4.0000	#	42.775.040 Ф		20.502.005
Balance July 1, 2022	\$	13,765,919 \$	6,827,068	\$ 20,592,987
Changes for the Year:				
Service Cost	\$	567,697 \$	304,958	\$ 872,655
Interest		478,991	257,307	736,298
Difference between				
Expected and Actuarial				
Experience		86,109	46,256	132,365
Changes in Proportion		(369,356)	369,356	0
Changes in Assumption				
and Other Inputs		956,474	513,803	1,470,277
Benefit Payments		(874,464)	(469,749)	(1,344,213)
Net Changes	\$	845,451 \$	1,021,931	\$ 1,867,382
Balance June 30, 2023	\$	14,611,370 \$	7,848,999	\$ 22,460,369

The Hamblen County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired teachers participating in the LEP. The Hamblen 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 \$644,373 in revenues for subsidies provided by non-employer

contributing entities for benefits paid by the LEP for school department employees.

During the year, the Hamblen County School Department's proportionate share of the collective OPEB liability was 65.054 percent and the State of Tennessee's share was 34.946 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department recognized OPEB expense of \$421,924, including the state's share of the expenses. On June 30, 2024, 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	Deferred
	Outflows	Inflows
	of	of
	 Resources	Resources
Difference Between Expected and		
Actual Experience	\$ 662,254 \$	3,320,965
Changes of Assumptions	1,745,974	1,781,649
Changes in Proportion and Differences Between		
Amounts Paid as Benefits Came Due and		
Proportionate Share Amounts Paid by the		
Employer and Nonemployer Contributors		
As Benefits Came Due	0	2,476,397
Benefits Paid After the Measurement Date		
of June 30, 2023	745,484	0
Total	\$ 3,153,712 \$	7,579,011

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	School		
June 30		Department	
2025	\$	(1,269,137)	
2026		(1,269,137)	
2027		(1,247,788)	
2028		(1,135,061)	
2029		(171,746)	
Thereafter		(77,914)	

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>	Current				
	1%	Discount	1%		
	Decrease	Rate	Increase		
	2.65%	3.65%	4.65%		
Proportionate Share of the					

Proportionate Share of the Collective Total OPEB Liability

\$ 15,690,315 \$ 14,611,370 \$ 13,592,071

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

Healthcare Cost Trend Rate

1%	Curent	1%
Decrease	Rates	Increase
9.31 to 3.5%	10.31 to 4.5%	11.31 to 5.5%

Proportionate Share of the Collective Total OPEB

Liability \$ 13,181,482 \$ 14,611,370 \$ 16,271,792

Closed Tennessee Plan - Medicare (Discretely Presented School Department)

Plan Description. Employees of the Hamblen County School Department, who were hired prior to July 1, 2015, are provided with post-65 retiree health insurance benefits through the closed Tennessee Plan - Medicare (TNM) administered by the Tennessee Department of Finance and Administration. All eligible post-65 retirees and disability participants of local education agencies, who choose coverage, participate in the TNM. The TNM also includes eligible retirees of the state, certain component units of the state, and certain local governmental entities. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015. The school department's total OPEB liability for the TNM Plan was measured as of June 30, 2023, and was determined by an actuarial valuation as of that date.

Benefits Provided. The state offers the TNM to help fill most of the coverage gaps created by Medicare for eligible post-65 retired teachers, noncertified employees, and disabled participants of local education agencies. Insurance coverage is the only postemployment benefit provided to retirees. The TNM does not include pharmacy. In accordance with TCA 8-27-209, benefits of the TNM are established and amended by cooperation of insurance committees created by TCA Sections 8-27-201, 8-27-301 and 8-27-701. Retirees and disabled employees of the state, component units, local education agencies, and certain local

governments who have reached the age of 65, are Medicare eligible and also receives a benefit from the Tennessee Consolidated Retirement System may participate in this plan. All plan members receive the same plan benefits at the same premium rates. Participating employers determine their own policy related to subsidizing the retiree premiums. The Hamblen County School Department provided a direct monthly subsidy for retired certified employees of \$50 for retirees with 30 or more years of service, \$37.50 for retirees with 20-29 years of service, and \$25 for eligible retirees with less than 20 years of service. The state, as a governmental nonemployer contributing entity contributes to the premiums of certain eligible retirees (teachers) of local education agencies based on years of service. The State of Tennessee provided a direct subsidy of \$50 for eligible retirees (teachers) with 30 or more years of service, \$37.50 for eligible retirees with 20-29 years of service, and \$25 for eligible retirees with less than 20 years of service.

Employees Covered by Benefit Terms. At the measurement date of June 30, 2023, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	319
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	135
Active Employees Eligible for Benefits	747
Total	1,201

In accordance with TCA 8-27-209, the state insurance committees established by TCA Sections 8-27-201, 8-27-301 and 8-27-701 determine the required payments to the plan by member employers and employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. For the fiscal year ended June 30, 2024, the school department paid \$18,574 to the TNM for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

		Share of Collective		
	Hamblen County State of			
		School Department	TN	Total OPEB
		10.9404%	89.0596%	Liability
Balance July 1, 2022	\$	367,065 \$	5 2,749,289	\$ 3,116,354
Changes for the Year:	-	23.,002 1	_,,,,	т сустојест.
Service Cost	\$	5,131 \$	41,768	\$ 46,899
Interest		11,947	97,258	109,205
Difference between				
Expected and Actuarial				
Experience		18,082	147,194	165,276
Changes in Proportion		(26,124)	26,124	0
Changes in Assumption		(3,673)	(29,901)	(33,574)
Benefit Payments		(17,299)	(140,818)	(158,117)
Net Changes	\$	(11,936) \$	141,625	\$ 129,689
Balance June 30, 2023	\$	355,129 \$	2,890,914	\$ 3,246,043

The Hamblen 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 TNM. The Hamblen 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 \$408,571 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the TNM for school department retirees.

During the year, the Hamblen County School Department's proportionate share of the collective OPEB liability for the TNM plan was 10.9404 percent and the State of Tennessee's share was 89.0596 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department recognized (negative) OPEB expense of (\$12,479), including the state's share of the expenses.

On June 30, 2024, 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	Deferred
	Outflows	Inflows
	of	of
	 Resources	Resources
Difference Between Expected and		
Actual Experience	\$ 18,000 \$	9,864
Changes of Assumptions	39,563	101,702
Changes in Proportions	7,957	674,992
Benefits Paid After the Measurement Date		
of June 30, 2023	 18,574	0
Total	\$ 84,094 \$	786,558

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		School				
June 30	Department					
2025	\$	(438,128)				
2026		(231,312)				
2027		(19,781)				
2028		(14,226)				
2029		(16,399)				
Thereafter		(1,192)				

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

Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Discount Rate. The following presents the school department's proportionate share of the collective total OPEB liability related to the TNM, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate.

Discount Rate	Current									
		1%	Discount	1%						
	Decrease		Rate	Increase						
		2.65%	3.65%	4.65%						
Proportionate Share of the										
Collective Total OPEB										
Liability	\$	402,508	\$ 355,129 \$	315,864						

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

H. Termination Benefits

The discretely presented Hamblen County School Department offers a voluntary termination benefits plan to its certified employees in accordance with contract provisions. To be eligible, employees must retire in the school year that they become 60 years of age or obtain 30 years of creditable service in the Tennessee Consolidated Retirement System, whichever comes first. Under the terms of the plan, employees can select between receiving \$4,500 for two years or \$3,500 for three years. During the 2024-25 year, 20 employees participated in the program. The estimated cost of these cash payments reported in the government-wide Statement of Net Position is \$120,567. Of that amount, \$75,355 is due within one year. The governmental funds' financial statements reflect retirement incentive expenditures of \$91,503 in the General Purpose School Fund.

In addition to the previously mentioned retirement incentive, the discretely presented Hamblen County School Department also offers an additional retirement honorarium payment. To be eligible, certified employees must retire with at least ten years of service. Under the terms of the plan, employees receive \$100 for each year of service with Hamblen County and/or the former Morristown City School System. As of June 30, 2024, 544 employees met the requirements of this benefit. The estimated cost of these cash payments reported in the government-wide Statement of Net Position is \$1,147,872. Of that amount, \$36,601 is due within one year. The governmental funds' financial statements reflect retirement honorarium expenditures of \$50,972 in the General Purpose School Fund.

I. Central Accounting and Budgeting

Office of Director of Finance

The Hamblen County Finance Department was established by an agreement between the county mayor and the county commission. This agreement provides for a finance director who is responsible for maintaining records for funds administered by the county mayor and the highway superintendent.

J. Purchasing Laws

Office of County Mayor

Purchasing procedures for the Office of County Mayor are governed by the County Purchasing Law of 1983, Section 5-14-201, et seq., *Tennessee Code_Annotated (TCA)*. This act provides for purchases exceeding \$25,000 to be made after public advertisement and solicitation of competitive bids.

Office of Highway Superintendent

Chapter 313 of the Private Acts of 1949, as amended, and Section 54-7-113, *TCA* (Uniform Road Law), govern purchasing procedures for the road department. These statutes require all purchases exceeding \$25,000 to be made on the basis of publicly advertised competitive bids.

Office of Director of Schools

Purchasing procedures for the discretely presented Hamblen County School Department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *TCA*, which provides for the county Board of Education, through its executive committee (director of schools and chairman of the Board of Education), to make all purchases. This statute also requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$10,000. However, the Board of Education has adopted a more restrictive policy that requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$5,000.

K Subsequent Events

On August 16, 2024, Hamblen County issued general obligation bonds totaling \$6,290,000. Bonds are used to provide funding for the Hamblen County-Morristown Solid Waste Disposal System. The Board of the Hamblen County-Morristown Solid Waste Disposal System will make contributions to Hamblen County to provide funding for payment of principal and interest on the bonds.

On August 16, 2024, Hamblen County issued general obligation bonds totaling \$3,355,000 to fund a school renovation project.

On August 31, 2024 Barry Poole left the Office of Highway Superintendent and was succeeded by Jeff Wisecarver.

On October 1, 2024 Bill Brittain left the Office of County Mayor and was succeeded by Chris Cutshaw.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

HAMBLEN 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	2023
Total Pension Liability										
Service Cost	\$ 1,447,547 \$	1,541,726 \$	1,579,621 \$	1,680,721 \$	1,809,951 \$	1,866,188 \$	1,898,115 \$	1,962,154 \$	2,291,779 \$	2,480,211
Interest	3,977,841	4,157,957	4,300,049	4,518,128	4,762,478	4,974,303	5,259,653	5,490,291	5,756,429	6,141,786
Differences Between Actual and Expected Experience	(439,779)	(1,125,375)	(209,832)	559,415	(569,584)	360,952	(609,801)	(1,156,104)	1,245,850	2,476,469
Changes in Assumptions	0	0	0	1,569,030	0	0	0	6,503,898	0	0
Benefit Payments, Including Refunds of Employee Contributions	(2,671,318)	(2,685,162)	(2,750,139)	(2,976,277)	(3,041,500)	(3,233,218)	(3,361,800)	(3,499,761)	(3,655,415)	(3,891,602)
Net Change in Total Pension Liability	\$ 2,314,291 \$	1,889,146 \$	2,919,699 \$	5,351,017 \$	2,961,345 \$	3,968,225 \$	3,186,167 \$	9,300,478 \$	5,638,643 \$	7,206,864
Total Pension Liability, Beginning	 52,925,994	55,240,285	57,129,431	60,049,130	65,400,147	68,361,492	72,329,717	75,515,884	84,816,362	90,455,005
Total Pension Liability, Ending (a)	\$ 55,240,285 \$	57,129,431 \$	60,049,130 \$	65,400,147 \$	68,361,492 \$	72,329,717 \$	75,515,884 \$	84,816,362 \$	90,455,005 \$	97,661,869
Plan Fiduciary Net Position										
Contributions - Employer	\$ 1,550,676 \$	1,572,279 \$	1,662,880 \$	1,774,445 \$	1,852,370 \$		1,552,202 \$	1,623,618 \$	1,688,868 \$	1,822,027
Contributions - Employee	834,365	845,362	894,033	957,457	987,598	1,023,555	1,061,781	1,114,737	1,157,293	1,249,283
Net Investment Income	7,971,541	1,715,800	1,516,080	6,618,126	5,373,466	5,197,556	3,690,828	19,934,148	(3,686,295)	6,169,760
Benefit Payments, Including Refunds of Employee Contributions	(2,671,318)	(2,685,162)	(2,750,139)	(2,976,277)	(3,041,500)	(3,233,218)	(3,361,800)	(3,499,761)	(3,655,415)	(3,891,602)
Administrative Expense	(24,175)	(32,024)	(48,287)	(55,833)	(62,645)	(58,273)	(59,707)	(60,300)	(67,999)	(73,354)
Other	0	0	4,872	0	0	0	(26,538)	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 7,661,089 \$	1,416,255 \$	1,279,439 \$	6,317,918 \$	5,109,289 \$	4,850,213 \$	2,856,766 \$	19,112,442 \$	(4,563,548) \$	5,276,114
Plan Fiduciary Net Position, Beginning	 48,193,345	55,854,434	57,270,689	58,550,128	64,868,046	69,977,335	74,827,548	77,684,314	96,796,756	92,233,208
Plan Fiduciary Net Position, Ending (b)	\$ 55,854,434 \$	57,270,689 \$	58,550,128 \$	64,868,046 \$	69,977,335 \$	74,827,548 \$	77,684,314 \$	96,796,756 \$	92,233,208 \$	97,509,322
N. D	((11110) 0	(4.44.050) 0			4 4 5 0 1 0 1 0 1	(2.107.021)	(2.1.(2.120) 2	44.000.000	// === a a a a	
Net Pension Liability (Asset), Ending (a - b)	\$ (614,149) \$	(141,258) \$	1,499,002 \$	532,101 \$	(1,615,843) \$	(2,497,831) \$	(2,168,430) \$	(11,980,394) \$	(1,778,203) \$	152,547
	101 1101	400.050/	0= =00/	00.4007	400000	100 150/	400.000/		404.0507	00.040/
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	101.11%	100.25%	97.50%	99.19%	102.36%	103.45%	102.87%	114.13%	101.97%	99.84%
Covered Payroll	\$ 16,490,699 \$	16,906,305 \$	17,876,001 \$	18,974,846 \$	19,751,857 \$, , -	21,235,563 \$	22,027,921 \$		
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(3.72)%	(0.84)%	8.39%	2.80%	(8.18)%	(12.22)%	(10.21)%	(54.39)%	(7.68)%	0.61%

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.

HAMBLEN 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

	 2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution Less: Contributions in Relation to the	\$ 1,572,279 \$	1,662,880 \$	1,774,445 \$	1,852,370 \$	1,920,593 \$	1,352,586 \$	1,414,048 \$	1,409,502 \$	1,649,686 \$	1,818,189
Actuarially Determined Contribution	 (1,572,279)	(1,662,880)	(1,774,445)	(1,852,370)	(1,920,593)	(1,552,202)	(1,623,618)	(1,688,868)	(1,822,027)	(2,022,583)
Contribution Deficiency (Excess)	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	(199,616) \$	(209,570) \$	(279,366) \$	(172,341) \$	(204,394)
Covered Payroll	\$ 16,906,305 \$	17,876,001 \$	18,974,846 \$	19,751,857 \$	20,446,464 \$	21,235,563 \$	22,027,921 \$	23,145,797 \$	24,976,827 \$	27,548,324
Contributions as a Percentage of Covered Payroll	9.30%	9.30%	9.35%	9.38%	9.39%	7.31%	7.37%	7.30%	7.29%	7.34%

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.

HAMBLEN COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Teacher Retirement Plan of TCRS

Discretely Presented Hamblen County School Department

For the Fiscal Year Ended June 30

	 2015	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution Less: Contributions in Relation to the	\$ 73,033 \$	213,998 \$	278,242 \$	173,768 \$	212,143 \$	248,349 \$	285,634 \$	468,073 \$	573,815
Contractually Required Contribution	 (73,033)	(213,998)	(278,242)	(173,768)	(212,143)	(248,349)	(285,634)	(468,073)	(573,815)
Contribution Deficiency (Excess)	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0
Covered Payroll	\$ 1,825,848 \$	5,261,300 \$	6,956,052 \$	8,957,080 \$	10,450,344 \$	12,294,449 \$	14,210,671 \$	16,309,179 \$	19,451,285
Contributions as a Percentage of Covered Payroll	4.00%	4.05%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%

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%

2024: Pension - 2.95%, SRT - 1.05%

Schedule of Contributions Based on Participation in the Teacher Legacy Pension Plan of TCRS

Discretely Presented Hamblen County School Department

For the Fiscal Year Ended June 30

	_	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution Less: Contributions in Relation to the	\$	3,090,554 \$	3,043,681 \$	3,087,195 \$	3,092,144 \$	3,581,208 \$	3,592,640 \$	3,349,565 \$	3,580,452 \$	2,849,859 \$	2,230,982
Contractually Required Contribution	_	(3,090,554)	(3,043,681)	(3,087,195)	(3,092,144)	(3,581,208)	(3,592,640)	(3,349,565)	(3,580,452)	(2,849,859)	(2,230,982)
Contribution Deficiency (Excess)	\$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0
Covered Payroll	\$	34,187,512 \$	33,669,025 \$	34,221,953 \$	34,054,462 \$	34,243,795 \$	33,797,191 \$	32,863,184 \$	34,761,632 \$	32,799,862 \$	32,760,348
Contributions as a Percentage of Covered Payroll		9.04%	9.04%	9.02%	9.08%	10.46%	10.63%	10.19%	10.30%	8.69%	6.81%

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

	 2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	0.860622%	0.851112%	0.815121%	0.795997%	0.846447%	0.828132%	0.851878%	0.832151%	0.819949%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (35,352) \$	(88,603) \$	(215,056) \$	(361,007) \$	(477,808) \$	(470,910) \$	(922,764) \$	(252,080) \$	(347,686)
Covered Payroll	\$ 1,825,848 \$	3,744,929 \$	5,278,396 \$	6,956,052 \$	8,957,080 \$	10,450,344 \$	12,294,449 \$	14,210,671 \$	16,309,179
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.07)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%	(2.13)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%

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

Schedule of Proportionate Share of the Net Pension Liability (Asset) in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Hamblen County School Department
For the Fiscal Year Ended June 30

	_	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)		0.920393%	0.913250%	0.932712%	0.966078%	0.972519%	1.021047%	1.015461%	0.993703%	1.056285%	1.010608%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$	(149,560) \$	374,099 \$	5,828,936 \$	(316,085) \$	(3,422,212) \$	(10,498,202) \$	(7,743,641) \$	(42,860,813) \$	(12,954,329) \$	(11,914,800)
Covered Payroll	\$	36,125,331 \$	34,187,512 \$	33,669,025 \$	34,221,953 \$	34,054,462 \$	34,243,795 \$	33,797,191 \$	32,863,184 \$	34,761,632 \$	32,799,862
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)%	(130.42)%	(37.27)%	(36.33)%
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%	104.11%

Schedule of Changes in the Total OPEB Liability and Related Ratios - Hamblen County Plan

Primary Government

For the Fiscal Year Ended June 30

_	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability							
Service Cost	8,012 \$	7,909 \$	6,194 \$	7,432 \$	6,540 \$	5,708 \$	8,032
Interest	4,480	4,976	3,551	2,445	1,764	2,639	4,236
Differences Between Actual and Expected Experience	0	0	(34,147)	0	(28,304)	0	38,134
Changes in Assumptions or Other Inputs	(2,338)	3,022	8,235	291	(7,109)	(471)	2,550
Benefit Payments	(5,409)	(7,795)	(8,195)	(10,207)	(7,455)	(9,783)	(12,570)
Net Change in Total OPEB Liability	4,745 \$	8,112 \$	(24,362) \$	(39) \$	(34,564) \$	(1,907) \$	40,382
Total OPEB Liability, Beginning	119,797	124,542	132,654	108,292	108,253	73,689	71,782
Total OPEB Liability, Ending	124,542 \$	132,654 \$	108,292 \$	108,253 \$	73,689 \$	71,782 \$	112,164
Covered Employee Payroll Net OPEB Liability as a Percentage of Covered Employee Payroll	8,098,137 \$ 1.54%	8,300,590 \$ 1.60%	8,080,408 \$ 1.34%	8,282,418 \$ 1.31%	8,778,874 \$ 0.84%	8,998,346 \$ 0.80%	10,410,904 1.08%

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

Note 2: Changes in assumptions. Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2017 3.58% 2018 3.87% 3.50% 2019 2020 2.21% 2021 2.16% 2022 3.54% 2023 3.65% 2024 3.93%

Schedule of Changes in the Total OPEB Liability and Related Ratios - Tennessee Plan - Medicare

Primary Government

For the Fiscal Year Ended June 30

7,547 9,114
,
9,114
(2,941)
(3,280)
(3,524)
6,916
251,669
258,585
N/A N/A

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

Note 2: Changes in assumptions:

The following are the discount rates used in each period:

 2016
 2.92%

 2017
 3.56%

 2018
 3.62%

 2019
 3.51%

 2020
 2.21%

 2021
 2.16%

 2022
 3.54%

 2023
 3.65%

Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan

Discretely Presented Hamblen County School Department

For the Fiscal Year Ended June 30

		2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability								
Service Cost	\$	2,191,512 \$	2,049,205 \$	1,662,908 \$	914,698 \$	1,058,160 \$	1,115,317 \$	872,655
Interest		1,056,172	1,282,386	1,144,133	701,438	470,508	465,742	736,298
Changes in Benefit Terms		0	(2,454,445)	(4,681,775)	0	0	0	0
Differences Between Actual and Expected Experience		0	(3,928,886)	(6,134,679)	(1,392,995)	(115,483)	1,194,965	132,365
Changes in Assumptions or Other Inputs		(1,607,785)	681,741	(1,506,109)	2,086,587	(59,351)	(2,080,670)	1,470,277
Benefit Payments		(1,562,359)	(1,729,244)	(1,604,785)	(1,106,840)	(1,184,526)	(1,092,496)	(1,344,213)
Net Change in Total OPEB Liability	\$	77,540 \$	(4,099,243) \$	(11,120,307) \$	1,202,888 \$	169,308 \$	(397,142) \$	1,867,382
Total OPEB Liability, Beginning		34,759,943	34,837,483	30,738,240	19,617,933	20,820,821	20,990,129	20,592,987
Total OPEB Liability, Ending	s	34,837,483 \$	30,738,240 \$	19,617,933 \$	20,820,821 \$	20,990,129 \$	20,592,987 \$	22,460,369
Total OT LID Fatolity, Externig	<u> </u>	31,037,103 @	30,730,210 @	17,017,755 @	20,020,021 #	20,770,127 ψ	20,372,707 @	22,100,307
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$	7,393,385 \$	7,028,268 \$	5,358,343 \$	5,956,586 \$	6,666,778 \$	6,827,068 \$	7,848,999
Employer Proportionate Share of the Total OPEB Liability		27,444,098	23,709,972	14,259,590	14,864,235	14,323,351	13,765,919	14,611,370
Covered Employee Payroll	\$	47,750,736 \$	50,462,098 \$	52,896,548 \$	53,979,815 \$	55,374,066 \$	58,579,402 \$	60,924,159
Net OPEB Liability as a Percentage of Covered Employee Payroll		57.47%	46.99%	26.96%	27.54%	25.87%	23.50%	23.98%

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

Note 2: Changes in assumptions.

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

2016 2.92%

2017 3.56%

2018 3.62%

2019 3.51%

2020 2.21%

2021 2.16%

2022 3.54%

2023 3.65%

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

For the 2019 plan year - from 5.4% to 6.75%

For the 2020 plan year - from 6.75% to 6.03%

For the 2021 plan year - from 6.03% to 9.02%

For the 2022 plan year - from 9.02% to 7.36%

For the 2023 plan year - from 7.36% to 8.37%

For the 2023 plan year - from 8.37% to 10.31%

Schedule of Changes in the Total OPEB Liability and Related Ratios - Tennessee Plan - Medicare

Discretely Presented Hamblen County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 175,194 \$	143,603 \$	67,205 \$	59,950 \$	88,822 \$	74,437 \$	46,899
Interest	230,692	260,628	122,572	121,823	94,732	80,586	109,205
Changes in Benefit Terms	0	(3,660,869)	0	0	0	0	0
Differences Between Actual and Expected Experience	0	(360,073)	6,704	46,229	(12,124)	(15,208)	165,276
Changes in Assumptions or Other Inputs	(672,478)	(26,374)	44,529	711,990	(556,024)	(600,580)	(33,574)
Benefit Payments	 (278,100)	(284,323)	(148,075)	(149,903)	(155,773)	(157,688)	(158,117)
Net Change in Total OPEB Liability	\$ (544,692) \$	(3,927,408) \$	92,935 \$	790,089 \$	(540,367) \$	(618,453) \$	129,689
Total OPEB Liability, Beginning	 7,864,250	7,319,558	3,392,150	3,485,085	4,275,174	3,734,807	3,116,354
Total OPEB Liability, Ending	\$ 7,319,558 \$	3,392,150 \$	3,485,085 \$	4,275,174 \$	3,734,807 \$	3,116,354 \$	3,246,043
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 3,402,753 \$	2,916,805 \$	3,060,686 \$	3,771,397 \$	3,282,698 \$	2,749,289 \$	2,890,914
Employer Proportionate Share of the Total OPEB Liability	3,916,805	475,345	424,399	503,777	452,109	367,065	355,129
Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net OPEB Liability as a Percentage of Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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

Note 2: Changes in assumptions:

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% 2.16% 2021

2022 3.54% 2023 3.65%

HAMBLEN COUNTY, TENNESSEE NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

For the Year Ended June 30, 2024

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2024 were calculated based on the June 30, 2022, 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.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions involving solid waste collection.

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

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for opioid settlement funds.

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.

DEBT SERVICE FUNDS

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

Special Debt Service Fund – The Special Debt Service Fund is used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest and related cost of debt issued for the Hamblen County-Morristown Solid Waste Disposal System.

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.

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for expenditures related to road repairs.

Other General Government Capital Projects Fund – The Other General Government Capital Projects fund is used to account for resources provided by the American Rescue Plan Act.

Combining Balance Sheet Nonmajor Governmental Funds June 30, 2024

				Special Rever	nue Funds		
	_			•	Constitu -		
		Solid		Other	tional	Highway /	
		Waste /	Drug	Special	Officers -	Public	
	_	Sanitation	Control	Revenue	Fees	Works	Total
ASSETS							_
Cash	\$	41 \$	0 \$	0 \$	7,515 \$	0 \$	7,556
Equity in Pooled Cash and Investments		2,668,572	336,186	2,027,857	0	921,397	5,954,012
Accounts Receivable		14,378	0	0	117,283	0	131,661
Due from Other Governments		182,513	0	0	0	603,395	785,908
Property Taxes Receivable		1,423,103	0	0	0	0	1,423,103
Allowance for Uncollectible Property Taxes		(27,485)	0	0	0	0	(27,485)
Notes Receivable - Long-term		0	0	0	0	0	0
Total Assets	\$	4,261,122 \$	336,186 \$	2,027,857 \$	124,798 \$	1,524,792 \$	8,274,755
LIABILITIES							
Accounts Payable	\$	118,440 \$	76 \$	0 \$	0 \$	72,903 \$	191,419
Accrued Payroll		45,102	0	0	0	57,877	102,979
Contracts Payable		0	0	0	0	364,604	364,604
Due to Other Funds		27,270	0	0	124,798	36,923	188,991
Due to Joint Ventures		0	0	0	0	0	0
Total Liabilities	\$	190,812 \$	76 \$	0 \$	124,798 \$	532,307 \$	847,993
DEFERRED INFLOWS OF RESOURCES							
Deferred Current Property Taxes	\$	1,364,779 \$	0 \$	0 \$	0 \$	0 \$	1,364,779
Deferred Delinquent Property Taxes		27,751	0	0	0	0	27,751
Other Deferred/Unavailable Revenue		10,129	0	0	0	373,030	383,159
Total Deferred Inflows of Resources	\$	1,402,659 \$	0 \$	0 \$	0 \$	373,030 \$	1,775,689

Combining Balance Sheet

Nonmajor Governmental Funds (Cont.)

				Special Rever	nue Funds		
	_				Constitu -		
		Solid		Other	tional	Highway /	
		Waste /	Drug	Special	Officers -	Public	
	_	Sanitation	Control	Revenue	Fees	Works	Total
FUND BALANCES							
Restricted:							
Restricted for Public Safety	\$	0 \$	336,110 \$	0 \$	0 \$	0 \$	336,110
Restricted for Public Health and Welfare		0	0	562,071	0	0	562,071
Restricted for Debt Service		0	0	0	0	0	0
Restricted for Capital Projects		0	0	0	0	0	0
Committed:							
Committed for Public Health and Welfare		2,667,651	0	0	0	0	2,667,651
Committed for Highways/Public Works		0	0	0	0	619,455	619,455
Committed for Capital Projects		0	0	0	0	0	0
Committed for Other Purposes		0	0	1,465,786	0	0	1,465,786
Total Fund Balances	\$	2,667,651 \$	336,110 \$	2,027,857 \$	0 \$	619,455 \$	5,651,073
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$	4,261,122 \$	336,186 \$	2,027,857 \$	124,798 \$	1,524,792 \$	8,274,755

Combining Balance Sheet

Nonmajor Governmental Funds (Cont.)

	Debt Service Fund		Capital Proj	ects Funds		
				Other		
				General		Total
	Special	General	Highway	Government		Nonmajor
	Debt Service	Capital	Capital	Capital	Total	Governmental
ASSETS	Service	Projects	Projects	Projects	1 otal	Funds
A55E 15						
Cash	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	7,556
Equity in Pooled Cash and Investments	4,800,112	61,958	1,376,302	3,079,143	4,517,403	15,271,527
Accounts Receivable	0	0	0	0	0	131,661
Due from Other Governments	0	0	414,886	0	414,886	1,200,794
Property Taxes Receivable	0	0	0	0	0	1,423,103
Allowance for Uncollectible Property Taxes	0	0	0	0	0	(27,485)
Notes Receivable - Long-term	4,950,000	0	0	0	0	4,950,000
Total Assets	\$ 9,750,112 \$	61,958 \$	1,791,188 \$	3,079,143 \$	4,932,289 \$	22,957,156
LIABILITIES						
Accounts Payable	\$ 0 \$	12,131 \$	470,502 \$	209,517 \$	692,150 \$	883,569
Accrued Payroll	0	0	0	0	0	102,979
Contracts Payable	0	0	0	0	0	364,604
Due to Other Funds	0	0	0	0	0	188,991
Due to Joint Ventures	4,502,207	0	0	0	0	4,502,207
Total Liabilities	\$ 4,502,207 \$	12,131 \$	470,502 \$	209,517 \$	692,150 \$	6,042,350
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	1,364,779
Deferred Delinquent Property Taxes	0	0	0	0	0	27,751
Other Deferred/Unavailable Revenue	0	0	0	0	0	383,159
Total Deferred Inflows of Resources	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	1,775,689

Combining Balance Sheet

Nonmajor Governmental Funds (Cont.)

	1	Debt Service					
	_	Fund		Capital Proj	ects Funds		
					Other		
					General		Total
		Special	General	Highway	Government		Nonmajor
		Debt	Capital	Capital	Capital		Governmental
		Service	Projects	Projects	Projects	Total	Funds
FUND BALANCES	-						
Restricted:							
Restricted for Public Safety	\$	0 \$	0 \$	0 \$	0 \$	0 \$	336,110
Restricted for Public Health and Welfare		0	0	0	0	0	562,071
Restricted for Debt Service		5,247,905	0	0	0	0	5,247,905
Restricted for Capital Projects		0	7,603	560,238	0	567,841	567,841
Committed:							
Committed for Public Health and Welfare		0	0	0	0	0	2,667,651
Committed for Highways/Public Works		0	0	0	0	0	619,455
Committed for Capital Projects		0	42,224	760,448	2,869,626	3,672,298	3,672,298
Committed for Other Purposes		0	0	0	0	0	1,465,786
Total Fund Balances	\$	5,247,905 \$	49,827 \$	1,320,686 \$	2,869,626 \$	4,240,139 \$	15,139,117
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$	9,750,112 \$	61,958 \$	1,791,188 \$	3,079,143 \$	4,932,289 \$	22,957,156

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances Nonmajor Governmental Funds

For the Year Ended June 30, 2024

				Special Rever	nue Funds		
	_				Constitu -		
		Solid Waste /	Drug	Other Special	tional Officers -	Highway / Public	
		Sanitation	Control	Revenue	Fees	Works	Total
Revenues							
Local Taxes	\$	2,915,373 \$	0 \$	0 \$	0 \$	726,926 \$	3,642,299
Licenses and Permits		2,138	0	0	0	0	2,138
Fines, Forfeitures, and Penalties		0	37,955	0	0	0	37,955
Charges for Current Services		0	0	0	20,436	0	20,436
Other Local Revenues		16,323	21,423	75,259	0	2,074	115,079
State of Tennessee		18,498	569	288,076	0	4,198,574	4,505,717
Federal Government		0	0	0	0	0	0
Other Governments and Citizens Groups		0	500	636,031	0	0	636,531
Total Revenues	\$	2,952,332 \$	60,447 \$	999,366 \$	20,436 \$	4,927,574 \$	8,960,155
Expenditures							
Current:							
Finance	\$	0 \$	0 \$	0 \$	6,953 \$	0 \$	6,953
Administration of Justice		0	0	0	13,382	0	13,382
Public Safety		0	87,705	0	101	0	87,806
Public Health and Welfare		3,100,935	0	7,350	0	0	3,108,285
Highways		0	0	0	0	4,545,685	4,545,685
Debt Service:							
Principal on Debt		0	0	0	0	0	0
Interest on Debt		0	0	0	0	0	0
Other Debt Service		0	0	0	0	0	0
Capital Projects		0	0	0	0	0	0
Capital Projects - Donated		0	0	30,000	0	0	30,000
Total Expenditures	\$	3,100,935 \$	87,705 \$	37,350 \$	20,436 \$	4,545,685 \$	7,792,111

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds (Cont.)

				Special Rever	nue Funds		
	_				Constitu -		
		Solid		Other	tional	Highway /	
		Waste /	Drug	Special	Officers -	Public	
		Sanitation	Control	Revenue	Fees	Works	Total
Excess (Deficiency) of Revenues							
Over Expenditures	\$	(148,603) \$	(27,258) \$	962,016 \$	0 \$	381,889 \$	1,168,044
Other Financing Sources (Uses)							
Notes Issued	\$	0 \$	0 \$	0 \$	0 \$	0 \$	0
Insurance Recovery		0	27,934	0	0	0	27,934
Transfers Out		0	0	(150,000)	0	0	(150,000)
Total Other Financing Sources (Uses)	\$	0 \$	27,934 \$	(150,000) \$	0 \$	0 \$	(122,066)
Net Change in Fund Balances	\$	(148,603) \$	676 \$	812,016 \$	0 \$	381,889 \$	1,045,978
Fund Balance, July 1, 2023		2,816,254	335,434	1,215,841	0	237,566	4,605,095
Fund Balance, June 30, 2024	\$	2,667,651 \$	336,110 \$	2,027,857 \$	0 \$	619,455 \$	5,651,073

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds (Cont.)

	1	Debt Service					
		Fund		Capital Proje	ects Funds		
	_						
					General		Total
		Special	General	Highway	Government		Nonmajor
		Debt	Capital	Capital	Capital		Governmental
		Service	Projects	Projects	Projects	Total	Funds
Revenues							
Local Taxes	\$	0 \$	0 \$	759,344 \$	0 \$	759,344 \$	4,401,643
Licenses and Permits		0	0	0	0	0	2,138
Fines, Forfeitures, and Penalties		0	0	0	0	0	37,955
Charges for Current Services		0	0	0	0	0	20,436
Other Local Revenues		247,206	3,503	1,200,000	156,197	1,359,700	1,721,985
State of Tennessee		0	0	414,886	0	414,886	4,920,603
Federal Government		0	466,371	0	2,822,185	3,288,556	3,288,556
Other Governments and Citizens Groups		215,922	0	0	0	0	852,453
Total Revenues	\$	463,128 \$	469,874 \$	2,374,230 \$	2,978,382 \$	5,822,486 \$	15,245,769
Expenditures							
Current:							
Finance	\$	0 \$	0 \$	0 \$	0 \$	0 \$	6,953
Administration of Justice		0	0	0	0	0	13,382
Public Safety		0	0	0	0	0	87,806
Public Health and Welfare		0	0	0	0	0	3,108,285
Highways		0	0	0	0	0	4,545,685
Debt Service:							
Principal on Debt		225,000	0	0	0	0	225,000
Interest on Debt		204,407	0	0	0	0	204,407
Other Debt Service		11,515	0	0	0	0	11,515
Capital Projects		0	469,873	1,053,544	209,517	1,732,934	1,732,934
Capital Projects - Donated		0	0	0	0	0	30,000
Total Expenditures	\$	440,922 \$	469,873 \$	1,053,544 \$	209,517 \$	1,732,934 \$	9,965,967

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds (Cont.)

	I	Debt Service					
	_	Fund		Capital Proje	ects Funds		
					Other		
					General		Total
		Special	General	Highway	Government		Nonmajor
		Debt	Capital	Capital	Capital		Governmental
		Service	Projects	Projects	Projects	Total	Funds
Excess (Deficiency) of Revenues							
Over Expenditures	\$	22,206 \$	1 \$	1,320,686 \$	2,768,865 \$	4,089,552 \$	5,279,802
Other Financing Sources (Uses)							
Notes Issued	\$	900,000 \$	0 \$	0 \$	0 \$	0 \$	900,000
Insurance Recovery		0	0	0	0	0	27,934
Transfers Out		0	0	0	0	0	(150,000)
Total Other Financing Sources (Uses)	\$	900,000 \$	0 \$	0 \$	0 \$	0 \$	777,934
Net Change in Fund Balances	\$	922,206 \$	1 \$	1,320,686 \$	2,768,865 \$	4,089,552 \$	6,057,736
Fund Balance, July 1, 2023		4,325,699	49,826	0	100,761	150,587	9,081,381
Fund Balance, June 30, 2024	\$	5,247,905 \$	49,827 \$	1,320,686 \$	2,869,626 \$	4,240,139 \$	15,139,117

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

		Actual	Add:	Actual Revenues/ Expenditures			Variance with Final Budget -
		(GAAP	Encumbrances	(Budgetary	Budgeted A	Positive	
		Basis)	6/30/2024	Basis)	Original	Final	(Negative)
Revenues							
Local Taxes	\$	2,915,373 \$	0 \$	2,915,373 \$	2,822,372 \$	2,822,372 \$	93,001
Licenses and Permits		2,138	0	2,138	2,000	2,000	138
Other Local Revenues		16,323	0	16,323	7,500	7,500	8,823
State of Tennessee		18,498	0	18,498	18,000	18,000	498
Total Revenues	\$	2,952,332 \$	0 \$	2,952,332 \$	2,849,872 \$	2,849,872 \$	102,460
Expenditures							
Public Health and Welfare							
Sanitation Management	\$	3,100,935 \$	662,789 \$	3,763,724 \$	3,648,932 \$	4,054,699 \$	290,975
Total Expenditures	\$	3,100,935 \$			3,648,932 \$	4,054,699 \$	290,975
Excess (Deficiency) of Revenues							
Over Expenditures	\$	(148,603) \$	(662,789) \$	(811,392) \$	(799,060) \$	(1,204,827) \$	393,435
Net Change in Fund Balance	\$	(148,603) \$	\$ (662,789) \$	(811,392) \$	(799,060) \$	(1,204,827) \$	393,435
Fund Balance, July 1, 2023	#	2,816,254	0	2,816,254	2,927,566	2,927,566	(111,312)
Fund Balance, June 30, 2024	\$	2,667,651 \$	\$ (662,789) \$	2,004,862 \$	2,128,506 \$	1,722,739 \$	282,123

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

	Actual	Add:	Actual Revenues/ Expenditures			Variance with Final Budget -
	(GAAP	Encumbrances	(Budgetary	Budgeted A	mounts	Positive
	Basis)	6/30/2024	Basis)	Original	Final	(Negative)
Revenues						
Fines, Forfeitures, and Penalties	\$ 37,955	\$ 0 \$	37,955 \$	29,000 \$	29,000 \$	8,955
Other Local Revenues	21,423	0	21,423	250	250	21,173
State of Tennessee	569	0	569	0	1,138	(569)
Other Governments and Citizens Groups	 500	0	500	7,200	7,700	(7,200)
Total Revenues	\$ 60,447	\$ 0 \$	60,447 \$	36,450 \$	38,088 \$	22,359
Expenditures						
Public Safety						
Drug Enforcement	\$ 87,705	\$ 3,431 \$	91,136 \$	121,821 \$	171,459 \$	80,323
Total Expenditures	\$ 87,705	\$ 3,431 \$	91,136 \$	121,821 \$	171,459 \$	80,323
Excess (Deficiency) of Revenues						
Over Expenditures	\$ (27,258)	\$ (3,431) \$	(30,689) \$	(85,371) \$	(133,371) \$	102,682
Other Financing Sources (Uses)						
Insurance Recovery	\$ 27,934	\$ 0 \$	27,934 \$	0 \$	27,934 \$	0
Total Other Financing Sources	\$ 27,934	\$ 0 \$	27,934 \$	0 \$	27,934 \$	0
Net Change in Fund Balance	\$ 676	\$ (3,431) \$	(2,755) \$	(85,371) \$	(105,437) \$	102,682
Fund Balance, July 1, 2023	 335,434	0	335,434	239,774	239,774	95,660
Fund Balance, June 30, 2024	\$ 336,110	\$ (3,431) \$	332,679 \$	154,403 \$	134,337 \$	198,342

Schedule of Revenues, Expenditures, and Changes

in Fund Balance - Actual and Budget

Other Special Revenue Fund

							Variance with Final Budget -	
				Budgete	d A	mounts	Positive	
		Actual		Original		Final	(Negative)	
Revenues								
Other Local Revenues	\$	75,259	\$	0	\$	0 \$	75,259	
State of Tennessee		288,076		0		0	288,076	
Other Governments and Citizens Groups		636,031		0		0	636,031	
Total Revenues	\$	999,366	\$	0	\$	0 \$	999,366	
Expenditures								
Public Health and Welfare								
Alcohol and Drug Programs	\$	7,350	\$	0	\$	7,350 \$	0	
Capital Projects - Donated								
Capital Projects Donated to Other Entities		30,000		0		30,000	0	
Total Expenditures	\$	37,350	\$	0	\$	37,350 \$	0	
Excess (Deficiency) of Revenues								
Over Expenditures	\$	962,016	\$	0	\$	(37,350) \$	999,366	
Other Financing Sources (Uses)								
Transfers Out	\$	(150,000)	\$	0	\$	(150,000) \$	0	
Total Other Financing Sources	\$ \$	(150,000)	\$	0	\$	(150,000) \$	0	
Net Change in Fund Balance	\$	812,016	\$	0	\$	(187,350) \$	999,366	
Fund Balance, July 1, 2023		1,215,841		0		187,350	1,028,491	
Fund Balance, June 30, 2024	\$	2,027,857	\$	0	\$	0 \$	2,027,857	

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual (Budgetary Basis) and Budget Highway/Public Works Fund For the Year Ended June 30, 2024

					Actual Revenues/			Variance with Final
		Actual	Less:	Add:	Expenditures			Budget -
		(GAAP	Encumbrances	Encumbrances	(Budgetary	Budgeted A	mounts	Positive
		Basis)	7/1/2023	6/30/2024	Basis)	Original	Final	(Negative)
Revenues								
Local Taxes	\$	726,926	\$ 0 :	0 \$	726,926 \$	699,000 \$	699,000 \$	27,926
Other Local Revenues	Ψ	2,074	0	0	2,074	1,000	1,000	1,074
State of Tennessee		4,198,574	0	0	4,198,574	2,833,336	4,019,578	178,996
Total Revenues	\$	4,927,574				3,533,336 \$	4,719,578 \$	
Expenditures								
Highways								
Administration	\$	485,630	\$ 0 5	0 \$	485,630 \$	502,824 \$	520,024 \$	34,394
Highway and Bridge Maintenance		1,885,186	0	5,256	1,890,442	2,248,611	2,259,811	369,369
Operation and Maintenance of Equipment		487,122	(4,123)	0	482,999	597,134	587,134	104,135
Employee Benefits		17,575	0	0	17,575	24,725	19,725	2,150
Capital Outlay		1,670,172	(157,892)	0	1,512,280	245,000	1,417,842	(94,438)
Total Expenditures	\$	4,545,685	\$ (162,015)	5,256 \$	4,388,926 \$	3,618,294 \$	4,804,536 \$	
Excess (Deficiency) of Revenues								
Over Expenditures	\$	381,889	\$ 162,015	(5,256) \$	538,648 \$	(84,958) \$	(84,958) \$	623,606
Net Change in Fund Balance	\$	381,889	\$ 162,015	(5,256) \$	5 538,648 \$	(84,958) \$	(84,958) \$	623,606
Fund Balance, July 1, 2023	#	237,566	(162,015)	0	75,551	441,768	441,768	(366,217)
Fund Balance, June 30, 2024	\$	619,455	\$ 0 S	(5,256) \$	614,199 \$	356,810 \$	356,810 \$	257,389

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget

Special Debt Service Fund

							Variance with Final Budget -	
	Budgeted Amounts						Positive	
	Actual		Original	Final		(Negative)		
Revenues								
Other Local Revenues	\$ 247,206	\$	0	\$	0	\$	247,206	
Other Governments and Citizens Groups	215,922		0		440,922		(225,000)	
Total Revenues	\$ 463,128	\$	0	\$	440,922	\$	22,206	
Expenditures								
Principal on Debt								
General Government	\$ 225,000	\$	0	\$	225,000	\$	0	
Interest on Debt								
General Government	204,407		0		204,407		0	
Other Debt Service								
General Government	11,515		0		11,515		0	
Total Expenditures	\$ 440,922	\$	0	\$	440,922	\$	0	
Excess (Deficiency) of Revenues								
Over Expenditures	\$ 22,206	\$	0	\$	0	\$	22,206	
Other Financing Sources (Uses)								
Notes Issued	\$ 900,000	\$	0	\$	900,000	\$	0	
Total Other Financing Sources	\$ 900,000	\$	0	\$	900,000	\$	0	
Net Change in Fund Balance	\$ 922,206	\$	0	\$	900,000	\$	22,206	
Fund Balance, July 1, 2023	 4,325,699		0		0		4,325,699	
Fund Balance, June 30, 2024	\$ 5,247,905	\$	0	\$	900,000	\$	4,347,905	

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual (Budgetary Basis) and Budget Highway Capital Projects Fund For the Year Ended June 30, 2024

	Actual	Add:	Actual Revenues/ Expenditures			Variance with Final Budget -
	(GAAP	Encumbrances	(Budgetary	Budgeted A	mounts	Positive
	Basis)	6/30/2024	Basis)	Original	Final	(Negative)
Revenues						
Local Taxes	\$ 759,344 \$	0 \$	759,344 \$	950,667 \$	950,667 \$	(191,323)
Other Local Revenues	1,200,000	0	1,200,000	1,200,000	1,200,000	0
State of Tennessee	414,886	0	414,886	0	441,000	(26,114)
Total Revenues	\$ 2,374,230 \$	0 \$	2,374,230 \$	2,150,667 \$	2,591,667 \$	
Expenditures						
Capital Projects						
Highway and Street Capital Projects	\$ 1,053,544 \$			560,000 \$	1,445,000 \$	219,188
Total Expenditures	\$ 1,053,544 \$	172,268 \$	1,225,812 \$	560,000 \$	1,445,000 \$	219,188
Excess (Deficiency) of Revenues						
Over Expenditures	\$ 1,320,686 \$	(172,268) \$	1,148,418 \$	1,590,667 \$	1,146,667 \$	1,751
Net Change in Fund Balance	\$ 1,320,686 \$	(172,268) \$	1,148,418 \$	1,590,667 \$	1,146,667 \$	1,751
Fund Balance, July 1, 2023	 0	0	0	0	0	0
Fund Balance, June 30, 2024	\$ 1,320,686 \$	(172,268) \$	1,148,418 \$	1,590,667 \$	1,146,667 \$	1,751

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual (Budgetary Basis) and Budget Other General Government Capital Projects Fund

		Actual (GAAP	Less: Encumbrances	Actual Revenues/ Expenditures (Budgetary	Budgeted Amounts		Variance with Final Budget - Positive
		Basis)	7/1/2023	Basis)	Original Fina	<u> </u>	(Negative)
Revenues							
Other Local Revenues	\$	156,197	\$ 0 \$	156,197 \$	0 \$	0 \$	156,197
Federal Government		2,822,185	0	2,822,185	0	0	2,822,185
Total Revenues	\$	2,978,382	\$ 0 \$	2,978,382 \$	0 \$	0 \$	2,978,382
Expenditures							
Capital Projects							
Public Safety Projects	\$	209,517	\$ (209,517) \$	0 \$	0 \$	0 \$	0
Total Expenditures	\$	209,517	\$ (209,517) \$	0 \$	0 \$	0 \$	0
Excess (Deficiency) of Revenues							
Over Expenditures	\$	2,768,865	\$ 209,517 \$	2,978,382 \$	0 \$	0 \$	2,978,382
Net Change in Fund Balance	\$	2,768,865	\$ 209,517 \$	2,978,382 \$	0 \$	0 \$	2,978,382
Fund Balance, July 1, 2023	<u> </u>	100,761	(209,517)	(108,756)	0	0	(108,756)
Fund Balance, June 30, 2024	\$	2,869,626	\$ 0 \$	2,869,626 \$	0 \$	0 \$	2,869,626

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 H

HAMBLEN COUNTY, TENNESSEE

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget General Debt Service Fund

				Budgete	d A	mounts	Variance with Final Budget - Positive
		Actual	_	Original	(Negative)		
				- 0			(11811 11/
Revenues							
Local Taxes	\$	7,774,070	\$	7,511,640	\$	7,511,640 \$	262,430
Fines, Forfeitures, and Penalties		87,672		57,000		57,000	30,672
Other Local Revenues		2,264,362		1,000,000		1,000,000	1,264,362
Other Governments and Citizens Groups		0		415,000		415,000	(415,000)
Total Revenues	\$	10,126,104	\$	8,983,640	\$	8,983,640 \$	1,142,464
Expenditures							
Principal on Debt							
General Government	\$	1,795,898	\$	2,020,898	\$	2,020,898 \$	225,000
Education		2,702,956		2,702,958		2,702,958	2
Interest on Debt							
General Government		3,665,215		3,856,468		3,856,468	191,253
Education		1,516,158		1,519,960		1,519,960	3,802
Other Debt Service							
General Government		150,561		160,000		160,000	9,439
Education		13,280		16,280		16,280	3,000
Total Expenditures	\$	9,844,068	\$	10,276,564	\$	10,276,564 \$	432,496
Excess (Deficiency) of Revenues							
Over Expenditures	\$	282,036	\$	(1,292,924)	\$	(1,292,924) \$	1,574,960
Net Change in Fund Balance	\$	282,036	\$	(1,292,924)	\$	(1,292,924) \$	1,574,960
Fund Balance, July 1, 2023	_	12,977,736	"	12,147,020		12,147,020	830,716
Fund Balance, June 30, 2024	\$	13,259,772	\$	10,854,096	\$	10,854,096 \$	2,405,676

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

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

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.

Other Custodial Fund – The Other Custodial Fund is used to account for the operations of the flexible benefits program for Hamblen County employees.

Exhibit I-1

HAMBLEN COUNTY, TENNESSEE

Combining Statement of Net Position Custodial Funds

June 30, 2024

		С	ustodial Funds		
			Constitu -		
		Cities -	tional		
		Sales	Officers -	Other	
		Tax	Custodial	Custodial	Total
ASSETS					
Cash	\$	0 \$	5,697,874 \$	0 \$	5,697,874
Equity in Pooled Cash and Investments		0	0	9,108	9,108
Accounts Receivable		0	356	0	356
Due from Other Governments		3,387,142	0	0	3,387,142
Total Assets	\$	3,387,142 \$	5,698,230 \$	9,108 \$	9,094,480
LIABILITIES					
Due to Other Taxing Units	\$	3,387,142 \$	0 \$	0 \$	3,387,142
Total Liabilities	<u>\$</u> \$	3,387,142 \$	0 \$	0 \$	3,387,142
Total Labilities	9	3,507,142 ψ	0 9	- V \$	3,307,142
NET POSITION					
Restricted for Individuals, Organizations, and Other Governments	\$	0 \$	5,698,230 \$	9,108 \$	5,707,338
Total Net Position	\$	0 \$	5,698,230 \$	9,108 \$	5,707,338

Combining Statement of Changes in Net Position

Custodial Funds

	Custodial Funds						_	
	Constitu -							
		Cities -		tional				
		Sales		Officers -		Other		
		Tax		Custodial		Custodial		Total
Additions								
Sales Tax Collections for Other Governments	\$	19,508,639	\$	0	\$	0	\$	19,508,639
Fines/Fees and Other Collections		0		15,619,443		0		15,619,443
Other Employee Benefit Charges/Contributions		0		0		34,140		34,140
Total Additions	\$	19,508,639	\$	15,619,443	\$	34,140	\$	35,162,222
Deductions								
Payment of Sales Tax Collections for Other Governments	\$	19,508,639	\$	0	\$	0	\$	19,508,639
Payments to State		0		8,995,278		0		8,995,278
Payments to Individuals and Others		0		6,566,583		0		6,566,583
Payments of Fringe Benefit Expenses		0		0		31,483		31,483
Total Deductions	\$	19,508,639	\$	15,561,861	\$	31,483	\$	35,101,983
Change in Net Position	\$	0	\$	57,582	\$	2,657	\$	60,239
Net Position July 1, 2023		0		5,640,648		6,451		5,647,099
Net Position June 30, 2024	\$	0	\$	5,698,230	\$	9,108	\$	5,707,338

HAMBLEN COUNTY SCHOOL DEPARTMENT

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

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

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

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

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

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

Statement of Activities

Discretely Presented Hamblen County School Department

			Revenue and Changes in		
	_		Program Revenue Operating	Capital	Net Position
		Charges	Grants	Grants	Total
		for	and	and	Governmental
Functions/Programs	Expenses	Services	Contributions	Contributions	Activities
Governmental Activities:					
Instruction	\$ 74,547,230 \$	602,088 \$	8,671,110 \$	4,214,896	\$ (61,059,136)
Support Services	37,876,907	494,545	4,448,169	0	(32,934,193)
Operation of Non-instructional Services	 14,175,295	932,000	12,580,265	0	(663,030)
Total Governmental Activities	\$ 126,599,432 \$	2,028,633 \$	25,699,544 \$	4,214,896	\$ (94,656,359)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 9,158,052
Local Option Sales Taxes					21,629,256
Mixed Drink Tax					102,722
Grants and Contributions Not Restricted to Specific Programs					77,431,771
Unrestricted Investment Income					388,023
Gain on Disposal of Capital Assets					21,013
Miscellaneous					 69,210
Total General Revenues					\$ 108,800,047
Change in Net Position					\$ 14,143,688
Net Position, July 1, 2023					 130,897,747
Net Position, June 30, 2024					\$ 145,041,435

Balance Sheet - Governmental Funds
Discretely Presented Hamblen County School Department
June 30, 2024

		Nonmajor Fund				
·	General	Major Fr School		Education		Total
	Purpose	Federal	Central	Capital	Internal	Governmental
	School	Projects	Cafeteria	Projects	School	Funds
ASSETS		,		,		
Cash \$	0 \$	0 \$	0 \$	0 \$	2,747,015 \$	2,747,015
Equity in Pooled Cash and Investments	24,347,556	1,544,665	9,947,621	0	0	35,839,842
Inventories	0	0	99,054	0	596	99,650
Accounts Receivable	150,893	0	5,433	0	0	156,326
Due from Other Governments	8,044,135	900,052	90,625	0	0	9,034,812
Due from Other Funds	668,410	22,122	6,413	0	0	696,945
Due from Primary Government	0	0	0	12,703,151	0	12,703,151
Property Taxes Receivable	8,565,166	0	0	0	0	8,565,166
Allowance for Uncollectible Property Taxes	(183,129)	0	0	0	0	(183,129)
Restricted Assets	1,548,157	0	0	0	0	1,548,157
Total Assets §	43,141,188 \$	2,466,839 \$	10,149,146 \$	12,703,151 \$	2,747,611 \$	71,207,935
LIABILITIES						
Accounts Payable \$	512,978 \$	103,075 \$	32,093 \$	0 \$	0 \$	648,146
Accrued Payroll	91,832	0	28,951	0	0	120,783
Payroll Deductions Payable	610,609	40,595	1,296	0	0	652,500
Contracts Payable	344,389	0	0	610,862	0	955,251
Retainage Payable	0	0	0	32,151	0	32,151
Due to Other Funds	28,535	303,410	365,000	0	0	696,945
Other Current Liabilities	1,264,752	0	72,503	0	0	1,337,255
Total Liabilities \$	2,853,095 \$	447,080 \$	499,843 \$	643,013 \$	0 \$	4,443,031

Balance Sheet - Governmental Funds

Discretely Presented Hamblen County School Department (Cont.)

			Major Fu	ınds		Nonmajor Fund	
	_	General	School		Education		Total
		Purpose	Federal	Central	Capital	Internal	Governmental
		School	Projects	Cafeteria	Projects	School	Funds
DEFERRED INFLOWS OF RESOURCES							
Deferred Current Property Taxes	\$	8,153,383 \$	0 \$	0 \$	0 \$	0 \$	8,153,383
Deferred Delinquent Property Taxes		212,789	0	0	0	0	212,789
Other Deferred/Unavailable Revenue		1,874,557	0	0	0	0	1,874,557
Total Deferred Inflows of Resources	\$	10,240,729 \$	0 \$	0 \$	0 \$	0 \$	10,240,729
FUND BALANCES							
Nonspendable:							
Inventory	\$	0 \$	0 \$	99,054 \$	0 \$	596 \$	99,650
Restricted:							
Restricted for Education		102,684	19,759	9,550,249	0	2,747,015	12,419,707
Restricted for Capital Projects		0	0	0	12,060,138	0	12,060,138
Restricted for Hybrid Retirement Stabilization Funds		1,548,157	0	0	0	0	1,548,157
Committed:							
Committed for Education		2,890,720	2,000,000	0	0	0	4,890,720
Assigned:							
Assigned for Education		1,153,540	0	0	0	0	1,153,540
Assigned for Instruction		12,548	0	0	0	0	12,548
Assigned for Support Services		236,139	0	0	0	0	236,139
Assigned for Capital Projects		11,680,746	0	0	0	0	11,680,746
Unassigned		12,422,830	0	0	0	0	12,422,830
Total Fund Balances	\$	30,047,364 \$	2,019,759 \$	9,649,303 \$	12,060,138 \$	2,747,611 \$	56,524,175
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$	43,141,188 \$	2,466,839 \$	10,149,146 \$	12,703,151 \$	2,747,611 \$	71,207,935

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

Discretely Presented Hamblen County School Department June 30, 2024

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

Total fund balances - balance sheet- governmental funds (Exhibit J-2)	\$ 56,524,175
(1) Capital assets used in governmental activities are not financial	
resources and therefore are not reported in governmental funds.	
Add: land \$ 6,469,353	
Add: construction in progress 18,628,613	
Add: buildings and improvements net of accumulated depreciation 42,881,935	
Add: other capital assets net of accumulated depreciation 12,783,841	80,763,742
(2) Other long-term assets are not available to pay for current period	
expenditures and therefore are deferred in the governmental funds.	2,087,346
(3) Long-term liabilities are not due and payable in the current period	
and therefore are not reported in the governmental funds.	
Less: OPEB liability \$ (14,966,499)	
Less: compensated absences payable (301,240)	
Less: retirement incentive (120,567)	
Less: retirement honorarium (1,147,872)	
Less: net pension liability of the agent plan (77,036)	(16,613,214)
(4) 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 \$ 16,744,847	
Less: deferred inflows of resources related to pensions (1,600,184)	
Add: deferred outflows of resources related to OPEB 3,237,806	
Less: deferred inflows of resources related to OPEB (8,365,569)	10,016,900
(5) Net pensions assets are not current financial resources	
and therefore are not reported in the governmental funds.	
Add: net pension asset - teacher retirement plan \$ 347,686	
Add: net pension asset - teacher legacy pension plan 11,914,800	12,262,486
Net position of governmental activities (Exhibit A)	\$ 145,041,435

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds Discretely Presented Hamblen County School Department For the Year Ended June 30, 2024

			Major F		Nonmajor Fund		
	_	General	School		Education		Total
		Purpose	Federal	Central	Capital	Internal	Governmental
		School	Projects	Cafeteria	Projects	School	Funds
Revenues							
Local Taxes	\$	31,149,240 \$	0 \$	0 \$	0 \$	0 \$	31,149,240
Charges for Current Services	"	1,045,098	0	980,416	0	0	2,025,514
Other Local Revenues		732,451	0	388,220	0	3,995,893	5,116,564
State of Tennessee		78,037,383	19,765	60,468	0	0	78,117,616
Federal Government		563,844	16,923,049	7,425,050	0	0	24,911,943
Total Revenues	\$	111,528,016 \$	16,942,814 \$	8,854,154 \$	0 \$	3,995,893 \$	141,320,877
Expenditures							
Current:							
Instruction	\$	64,293,854 \$	7,545,972 \$	0 \$	0 \$	0 \$	71,839,826
Support Services		32,416,758	3,183,411	0	0	0	35,600,169
Operation of Non-Instructional Services		1,836,775	281,755	7,557,705	0	4,092,018	13,768,253
Capital Outlay		4,105,546	5,781,757	0	0	0	9,887,303
Debt Service:							
Other Debt Service		500,000	0	0	0	0	500,000
Capital Projects		0	0	0	9,952,262	0	9,952,262
Total Expenditures	\$	103,152,933 \$	16,792,895 \$	7,557,705 \$	9,952,262 \$	4,092,018 \$	141,547,813
Excess (Deficiency) of Revenues							
Over Expenditures	\$	8,375,083 \$	149,919 \$	1,296,449 \$	(9,952,262) \$	(96,125) \$	(226,936)
Other Financing Sources (Uses)							
Insurance Recovery	\$	25,949 \$	0 \$	0 \$	0 \$	0 \$	25,949
Transfers In		509,962	0	0	0	0	509,962
Transfers Out		0	(144,962)	(365,000)	0	0	(509,962)
Total Other Financing Sources (Uses)	\$	535,911 \$	(144,962) \$	(365,000) \$	0 \$	0 \$	25,949
Net Change in Fund Balances	\$	8,910,994 \$	4,957 \$	931,449 \$	(9,952,262) \$	(96,125) \$	(200,987)
Fund Balance, July 1, 2023		21,136,370	2,014,802	8,717,854	22,012,400	2,843,736	56,725,162
Fund Balance, June 30, 2024	\$	30,047,364 \$	2,019,759 \$	9,649,303 \$	12,060,138 \$	2,747,611 \$	56,524,175

Exhibit J-5

HAMBLEN COUNTY, TENNESSEE

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities Discretely Presented Hamblen County School Department

For the Year Ended June 30, 2024

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

Net change in fund balances - total governmental funds (Exhibit J-4)		\$	(200,987)
(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 Less: current-year depreciation expense	\$ 18,949,561 (4,026,903)		14,922,658
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Add: deferred delinquent property taxes and other deferred June 30, 2024 Less: deferred delinquent property taxes and other deferred June 30, 2023	\$ 2,087,346 (3,128,356)		(1,041,010)
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. Change in compensated absences payable Change in OPEB liability Change in retirement incentive Change in retirement honorarium Change in net pension asset/liability Change in deferred outflows related to pensions Change in deferred inflows related to OPEB Change in deferred inflows related to OPEB	\$ (24,421) (833,515) 57,593 2,368 (1,928,732) (1,094,487) 2,043,149 408,497 1,832,575	_	463,027
Change in net position of governmental activities (Exhibit B)		\$	14,143,688

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual (Budgetary Basis) and Budget Discretely Presented Hamblen County School Department General Purpose School Fund For the Year Ended June 30, 2024

		Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted A	Amounts Final	Variance with Final Budget - Positive (Negative)
Revenues								
Local Taxes	\$	31,149,240	\$ 0 5	\$ 0 \$	31,149,240 \$	27,356,092 \$	27,356,092 \$	3,793,148
Charges for Current Services	#	1,045,098	0	0	1,045,098	807,000	807,000	238,098
Other Local Revenues		732,451	0	0	732,451	197,652	492,968	239,483
State of Tennessee		78,037,383	0	0	78,037,383	72,959,199	79,414,688	(1,377,305)
Federal Government		563,844	0	0	563,844	55,729	253,113	310,731
Total Revenues	\$	111,528,016	\$ 0 5	\$ 0 \$		101,375,672 \$	108,323,861 \$	3,204,155
Expenditures								
Instruction								
Regular Instruction Program	\$	52,055,154	\$ (186,575)	\$ 28,920 \$	51,897,499 \$	52,218,979 \$	53,639,151 \$	1,741,652
Special Education Program	-	7,457,529	(622)	0	7,456,907	7,941,583	8,122,957	666,050
Career and Technical Education Program		4,618,415	(18,877)	7,852	4,607,390	4,344,809	6,300,322	1,692,932
Student Body Education Program		162,756	(1,900)	615	161,471	193,000	193,000	31,529
Support Services		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	(), /		, , , ,	,	,	- ,
Attendance		10,246	0	0	10,246	4,025	10,389	143
Health Services		1,115,217	0	0	1,115,217	1,151,672	1,177,126	61,909
Other Student Support		2,954,224	0	24,975	2,979,199	3,328,281	3,195,009	215,810
Regular Instruction Program		3,137,417	(30,031)	247,268	3,354,654	3,160,170	3,925,121	570,467
Special Education Program		1,291,721	0	697	1,292,418	1,240,807	1,387,807	95,389
Career and Technical Education Program		384,086	(425)	350	384,011	277,758	510,017	126,006
Technology		2,190,673	(43,960)	40,381	2,187,094	2,213,901	2,213,900	26,806
Other Programs		589,691	0	0	589,691	0	589,691	0
Board of Education		1,455,924	(146)	56	1,455,834	1,599,985	1,602,141	146,307
Director of Schools		638,574	0	978	639,552	674,301	674,301	34,749
Office of the Principal		5,317,103	0	0	5,317,103	5,401,320	5,447,432	130,329
Fiscal Services		613,373	0	1,984	615,357	733,109	733,109	117,752

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

		Actual (GAAP	Less: Encumbrances	Add: Encumbrances	Actual Revenues/ Expenditures (Budgetary	Budgeted A	Amounts	Variance with Final Budget - Positive	
		Basis)	7/1/2023	6/30/2024	Basis)	Original Final		(Negative)	
Expenditures (Cont.)									
Support Services (Cont.)									
Human Services/Personnel	\$	228,812	\$ 0 \$	0 \$	228,812 \$	233,187 \$	233,187 \$	4,375	
Operation of Plant	"	6,468,680	(185)	0	6,468,495	7,225,364	7,243,708	775,213	
Maintenance of Plant		1,746,917	(8,670)	11,266	1,749,513	1,850,315	1,850,315	100,802	
Transportation		4,274,100	(103,255)	144,256	4,315,101	4,542,809	4,928,637	613,536	
Operation of Non-Instructional Services		, ,	(,	, ,	, ,	, ,	,	
Food Service		12,413	(6,000)	0	6,413	0	9,000	2,587	
Community Services		344,993	(150)	547	345,390	636,412	636,412	291,022	
Early Childhood Education		1,479,369	(695)	0	1,478,674	1,452,667	1,545,067	66,393	
Capital Outlay			, ,						
Regular Capital Outlay		4,105,546	(1,700,374)	2,890,830	5,296,002	8,325,219	10,060,058	4,764,056	
Interest on Debt									
Education		0	0	0	0	500,000	0	0	
Other Debt Service									
Education		500,000	0	0	500,000	0	500,000	0	
Total Expenditures	\$	103,152,933	\$ (2,101,865) \$	3,400,975 \$	104,452,043 \$	109,249,673 \$	116,727,857 \$	12,275,814	
Excess (Deficiency) of Revenues									
Over Expenditures	\$	8,375,083	\$ 2,101,865 \$	(3,400,975) \$	7,075,973 \$	(7,874,001) \$	(8,403,996) \$	15,479,969	
Other Financing Sources (Uses)									
Insurance Recovery	\$	25,949	\$ 0 \$	0 \$	25,949 \$	10,000 \$	10,000 \$	15,949	
Transfers In		509,962	0	0	509,962	429,684	827,364	(317,402)	
Transfers Out		0	0	0	0	(28,244)	(28,244)	28,244	
Total Other Financing Sources	\$	535,911	\$ 0 \$	0 \$	535,911 \$	411,440 \$	809,120 \$	(273,209)	
Net Change in Fund Balance	\$	8,910,994	\$ 2,101,865 \$	(3,400,975) \$	7,611,884 \$	(7,462,561) \$	(7,594,876) \$	15,206,760	
Fund Balance, July 1, 2023		21,136,370	(2,101,865)	0	19,034,505	21,021,049	21,021,049	(1,986,544)	
Fund Balance, June 30, 2024	\$	30,047,364	\$ 0 \$	(3,400,975) \$	26,646,389 \$	13,558,488 \$	13,426,173 \$	13,220,216	

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual (Budgetary Basis) and Budget Discretely Presented Hamblen County School Department School Federal Projects Fund

For the Year Ended June 30, 2024

		Actual (GAAP	Less: Encumbrances	Add: Encumbrances	Actual Revenues/ Expenditures (Budgetary	Budgeted A	mounts	Variance with Final Budget - Positive	
		Basis)	7/1/2023	6/30/2024	Basis)	Original	Final	(Negative)	
Revenues									
State of Tennessee	\$	19,765 \$	0 \$	0 \$	19,765 \$	0 \$	0 \$	19,765	
Federal Government	π	16,923,049	0	0	16,923,049	16,264,639	20,715,114	(3,792,065)	
Total Revenues	\$	16,942,814 \$	0 \$	0 \$		16,264,639 \$	20,715,114 \$	(3,772,300)	
Expenditures									
Instruction									
Regular Instruction Program	\$	4,540,249 \$	(252,520) \$	0 \$	4,287,729 \$	4,121,682 \$	5,307,889 \$	1,020,160	
Special Education Program		2,690,606	0	0	2,690,606	2,553,629	2,976,174	285,568	
Career and Technical Education Program		315,117	(151,019)	0	164,098	118,595	263,508	99,410	
Support Services									
Health Services		160,965	(419)	0	160,546	192,110	177,160	16,614	
Other Student Support		532,065	(1,988)	0	530,077	703,663	775,676	245,599	
Regular Instruction Program		1,996,271	0	19,920	2,016,191	1,828,435	2,833,684	817,493	
Special Education Program		200,222	0	0	200,222	191,777	204,521	4,299	
Career and Technical Education Program		63,245	0	0	63,245	10,623	63,245	0	
Technology		90,372	0	48,300	138,672	38,474	227,226	88,554	
Office of the Principal		0	0	0	0	23,330	0	0	
Fiscal Services		3,162	0	0	3,162	64,834	37,373	34,211	
Operation of Plant		4,957	(4,957)	0	0	0	4,957	4,957	
Transportation		132,152	(124,222)	0	7,930	29,032	153,455	145,525	
Operation of Non-Instructional Services									
Community Services		281,755	(34,036)	0	247,719	0	283,731	36,012	
Capital Outlay			•						
Regular Capital Outlay		5,781,757	(5,285,912)	582,362	1,078,207	6,314,305	6,959,166	5,880,959	
Total Expenditures	\$	16,792,895 \$	(5,855,073) \$	650,582 \$	11,588,404 \$	16,190,489 \$	20,267,765 \$	8,679,361	

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual (Budgetary Basis) and Budget Discretely Presented Hamblen County School Department School Federal Projects Fund (Cont.)

		Actual (GAAP I Basis)	Less: Encumbrances 1 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted A	mounts Final	Variance with Final Budget - Positive (Negative)
Excess (Deficiency) of Revenues								
Over Expenditures	\$	149,919 \$	5,855,073 \$	(650,582) \$	5,354,410 \$	74,150 \$	447,349 \$	4,907,061
Other Financing Sources (Uses)								
Transfers Out	\$	(144,962) \$	0 \$	0 \$	(144,962) \$	(73,650) \$	(533,483) \$	388,521
Total Other Financing Sources	\$	(144,962) \$	0 \$	0 \$	(144,962) \$	(73,650) \$	(533,483) \$	388,521
Net Change in Fund Balance	\$	4,957 \$	5,855,073 \$	(650,582) \$	5,209,448 \$	500 \$	(86,134) \$	5,295,582
Fund Balance, July 1, 2023		2,014,802	(5,855,073)	0	(3,840,271)	2,019,759	2,019,759	(5,860,030)
Fund Balance, June 30, 2024	<u></u> \$	2,019,759 \$	0 \$	(650,582) \$	1,369,177 \$	2,020,259 \$	1,933,625 \$	(564,448)

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual (Budgetary Basis) and Budget Discretely Presented Hamblen County School Department

Central Cafeteria Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: s Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted A Original	amounts Final	Variance with Final Budget - Positive (Negative)
Danisa							_
Revenues Charges for Current Services \$	980,416	\$ 0	\$ 0.5	980,416 \$	1,405,000 \$	1,405,000 \$	(424,584)
Other Local Revenues	388,220	0	0	388,220	40,000	40,000	348,220
State of Tennessee	60,468	0	0	60,468	70,000	70,000	(9,532)
Federal Government	7,425,050	0	0	7,425,050	6,341,892	6,597,354	827,696
Total Revenues \$	8,854,154				7,856,892 \$	8,112,354 \$	741,800
<u> </u>	0,001,101	-	<u> </u>	9 0,001,101 9	7,000,072	0,112,00 i w	7 12,000
Expenditures							
Operation of Non-Instructional Services							
Food Service \$	7,557,705	\$ (12,433)	\$ 83,961 \$	7,629,233 \$	11,943,804 \$	12,199,266 \$	4,570,033
Total Expenditures \$	7,557,705	. (, ,			11,943,804 \$	12,199,266 \$	4,570,033
Excess (Deficiency) of Revenues							
Over Expenditures §	1,296,449	\$ 12,433	\$ (83,961)	1,224,921 \$	(4,086,912) \$	(4,086,912) \$	5,311,833
Other Financing Sources (Uses)							
Transfers Out \$	(365,000)			, , , , ,	(365,000) \$	(365,000) \$	0
Total Other Financing Sources \$	(365,000)	\$ 0	\$ 0 5	(365,000) \$	(365,000) \$	(365,000) \$	0
Net Change in Fund Balance \$	931,449	\$ 12,433	\$ (83,961)	859,921 \$	(4,451,912) \$	(4,451,912) \$	5,311,833
Fund Balance, July 1, 2023	8,717,854	(12,433)	0 (03,901)	8,705,421	5,140,684	5,140,684	
Tund Datance, July 1, 2023	0,/1/,034	(12,433)	0	0,703,421	3,140,004	3,140,004	3,564,737
Fund Balance, June 30, 2024	9,649,303	\$ 0	\$ (83,961)	9,565,342 \$	688,772 \$	688,772 \$	8,876,570

MISCELLANEOUS SCHEDULES

Exhibit K-1

Schedule of Changes in Long-term Other Loans, Bonds, and Notes For the Year Ended June 30, 2024

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date		Outstanding 7-1-23	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-24
OTHER LOANS PAYABLE									
Payable through General Debt Service Fund									
Local Government Public Improvement Bonds,									
Series E-4-A - Refunding	\$ 10,100,000	Variable	8-13-08	6-1-25	\$	3,730,000 \$	0 \$	1,815,000 \$	1,915,000
Qualified School Construction Bonds	11,280,000	1.515 %	12-17-09	7-1-26		2,247,207	0	703,854	1,543,353
Revolving Fund Loan Agreement with									
Appalachian Electric Cooperative	360,000	0	7-20-20	5-1-30		273,334	0	40,000	233,334
Total Other Loans Payable					\$	6,250,541 \$	0 \$	2,558,854 \$	3,691,687
BONDS PAYABLE									
Payable through General Debt Service Fund									
General Obligation Bonds, Series 2020A	19,995,000	2 to 5	1-31-20	6-1-49	\$	19,155,000 \$	0 \$	740,000 \$	18,415,000
General Obligation Bonds, Series 2021	9,405,000	2 to 4	12-17-21	6-1-51		9,405,000	0	100,000	9,305,000
General Obligation Bonds, Series 2022	91,025,000	4 to 5	5-13-22	6-1-52		90,225,000	0	1,100,000	89,125,000
Total Payable through General Debt Service Fund					\$	118,785,000 \$	0 \$	1,940,000 \$	116,845,000
Payable through Special Debt Service Fund									
General Obligation Bonds, Series 2023	4,275,000	4 to 5	2-10-23	2-10-37	\$	4,275,000 \$	0 \$	225,000 \$	4,050,000
Total Payable through Special Debt Service Fund	., ,				\$	4,275,000 \$	0 \$	225,000 \$	4,050,000
						.,,	- "	,	.,,,
Total Bonds Payable					\$	123,060,000 \$	0 \$	2,165,000 \$	120,895,000
NOTES PAYABLE									
Payable through Special Debt Service Fund Capital Outlay Note, Landfill Equipment	900,000	4.76	12-28-23	12-1-28	\$	0 \$	900,000 \$	0 \$	900,000
Total Notes Payable	200,000	4.70	12-20-23	12-1-20_	\$	0 \$	900,000 \$	0 \$	900,000
Total Indies Fayable				=	ڥ	U Ş	200,000 \$	U \$	200,000

Exhibit K-2

HAMBLEN COUNTY, TENNESSEE

Schedule of Long-term Debt Requirements by Year

Year

Ending		Bonds									
June 30		Principal	Interest	Total							
2025	\$	2,270,000 \$	4,907,983 \$	7,177,983							
2026	¥	4,180,000	4,797,933	8,977,933							
2027		4,625,000	4,592,383	9,217,383							
2028		4,640,000	4,364,583	9,004,583							
2029		4,655,000	4,136,033	8,791,033							
2030		4,670,000	3,906,733	8,576,733							
2031		4,680,000	3,679,683	8,359,683							
2032		4,695,000	3,477,883	8,172,883							
2033		4,700,000	3,278,932	7,978,932							
2034		4,715,000	3,076,233	7,791,233							
2035		4,730,000	2,872,014	7,602,014							
2036		4,740,000	2,666,276	7,406,276							
2037		4,755,000	2,463,589	7,218,589							
2038		4,360,000	2,292,233	6,652,233							
2039		4,360,000	2,136,676	6,496,676							
2040		4,360,000	1,981,120	6,341,120							
2041		4,360,000	1,824,645	6,184,645							
2042		4,360,000	1,668,170	6,028,170							
2043		4,360,000	1,511,350	5,871,350							
2044		4,360,000	1,354,530	5,714,530							
2045		4,360,000	1,197,710	5,557,710							
2046		4,360,000	1,040,890	5,400,890							
2047		4,360,000	882,979	5,242,979							
2048		4,360,000	725,068	5,085,068							
2049		4,360,000	567,156	4,927,156							
2050		3,620,000	408,900	4,028,900							
2051		3,620,000	270,050	3,890,050							
2052		3,280,000	131,200	3,411,200							
Total	\$	120,895,000 \$	66,212,935 \$	187,107,935							

Exhibit K-2

HAMBLEN COUNTY, TENNESSEE

Schedule of Long-term Debt Requirements by Year (Cont.)

Y	ear	

Total

Ending	 Other Loans								
June 30	 Principal		Interest		Other Fees	Total			
2025	\$ 2,658,854	\$	260,991	\$	9,657 \$	2,929,502			
2026	813,140		170,892		0	984,032			
2027	106,359		14,241		0	120,600			
2028	40,000		0		0	40,000			
2029	40,000		0		0	40,000			
2030	 33,334		0		0	33,334			
Total	\$ 3,691,687	\$	446,124	\$	9,657 \$	4,147,468			
Year									
Ending					Notes				
June 30			Principal		Interest	Total			
2025		\$	153,914	\$	39,177 \$	193,091			
2026			173,720		31,379	205,099			
2027			181,989		22,913	204,902			
2028			190,651		14,045	204,696			
2029			199,726		4,753	204,479			

900,000 \$

112,267 \$

1,012,267

Schedule of Notes Receivable Primary Government

June 30, 2024

Description	Debtor	Original Amount of Notes	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-24
PRIMARY GOVERNMENT						
Special Debt Service Fund Payment of Bond Principal and Interest	Hamblen County-Morristown					
Payment of Capital Outlay Note Principal and Interest	Solid Waste Disposal System	\$ 4,275, 000 900,000	2-10-23 12-28-23	2-10-37 12-1-28	4 to 5 % 4.76	\$ 4,050,000 900,000
Total Notes Receivable Primary Government						\$ 4,950,000

Schedule of Transfers

Primary Government and Discretely Presented Hamblen County School Department

For the Year Ended June 30, 2024

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
Other Special Revenue	General	Operations	\$ 150,000
Total Transfers Primary Government			\$ 150,000
DISCRETELY PRESENTED HAMBLEN COUNTY SCHOOL DEPARTMENT			
School Federal Projects	General Purpose School	Indirect costs	\$ 89,635
II	"	Operations	55,32
Central Cafeteria	"	Indirect costs	365,000
Total Transfers Discretely Presented			
Hamblen County School Department			\$ 509,962

Schedule of Salaries and Official Bonds of Principal Officials

Primary Government and Discretely Presented Hamblen County School Department

For the Year Ended June 30, 2024

Official	Salary	Authorization	Bond	Surety
County Mayor Base salary/Total compensation	\$ 120,734		\$ (1)	Tennessee Risk Management Trust
Highway Superintendent Base salary/Total compensation	\$ 112,246	Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Director of Schools Base salary Travel allowance 403(b) contribution Chief executive officer training supplement Total compensation	\$ 183,750 12,000 12,000 1,000 \$ 208,750)))	(1)	Liberty Mutual Insurance Company
Trustee Base salary/Total compensation	\$ 102,042	Section 8-24-102, <i>TCA</i>	(2)	Tennessee Risk Management Trust
Assessor of Property Base salary Travel supplement Total compensation	\$ 102,042 2,032 \$ 104,074	2	(1)	Tennessee Risk Management Trust
County Clerk Base salary/Total compensation	\$ 102,042	Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Circuit and General Sessions Courts Clerk Base salary/Total compensation	\$ 102,042	Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Clerk and Master Base salary Special commissioner fees Total compensation	\$ 102,042 9,960 \$ 112,002	<u>) </u>	(1)	Tennessee Risk Management Trust
Register of Deeds Base salary/Total compensation	\$ 102,042	Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Sheriff Base salary Superintendent of workhouse Training supplement Total compensation	\$ 112,240 2,739 800 \$ 115,785) <u>)</u>	(1)	Tennessee Risk Management Trust
Finance Director Base salary/Total compensation	\$ 89,250	County Commission	(1)	Tennessee Risk Management Trust
Employee Blanket Bonds: Employee Fidelity - County Departments Employee Fidelity - School Department				Tennessee Risk Management Trust Liberty Mutual Insurance Company

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

⁽²⁾ Official is under the employee fidelity insurance coverage through Tennessee Risk Management Trust and obtained a \$3,290,585 bond through The Cincinnati Insurance Company.

Schedule of Detailed Revenues -All Governmental Fund Types

For the Year Ended June 30, 2024

				Specia	al Revenue Fund	ls	
		_				Constitu -	
			Solid		Other	tional	Highway /
			Waste /	Drug	Special	Officers -	Public
		General	Sanitation	Control	Revenue	Fees	Works
Local Taxes							
County Property Taxes							
Current Property Tax	\$	12,810,987 \$	1,310,767 \$	0 \$	0 \$	0 \$	0
Discount on Property Taxes		512,544	0	0	0	0	0
Trustee's Collections - Prior Year		274,189	27,732	0	0	0	0
Trustee's Collections - Bankruptcy		5,154	1,181	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years		71,418	11,679	0	0	0	0
Interest and Penalty		76,849	9,632	0	0	0	0
Payments in-Lieu-of Taxes - T.V.A.		1,147	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities		192,363	0	0	0	0	0
Payments in-Lieu-of Taxes - Other		96,876	0	0	0	0	0
County Local Option Taxes							
Local Option Sales Tax		24,266	1,399,682	0	0	0	649,000
Hotel/Motel Tax		24,512	0	0	0	0	0
Wheel Tax		1,701,119	0	0	0	0	0
Litigation Tax - General		138,619	0	0	0	0	0
Litigation Tax - Special Purpose		58,680	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse		0	0	0	0	0	0
Litigation Tax - Courthouse Security		126,756	0	0	0	0	0
Business Tax		1,609,998	0	0	0	0	0
Mineral Severance Tax		0	0	0	0	0	77,926
Statutory Local Taxes							
Bank Excise Tax		0	0	0	0	0	0
Wholesale Beer Tax	_	0	154,700	0	0	0	0
Total Local Taxes	\$	17,725,477 \$	2,915,373 \$	0 \$	0 \$	0 \$	726,926

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

			Specia	al Revenue Func	ls	
	_				Constitu -	
		Solid		Other	tional	Highway /
		Waste /	Drug	Special	Officers -	Public
	General	Sanitation	Control	Revenue	Fees	Works
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 5,292 \$	0 \$	0 \$	0 \$	0 \$	0
Cable TV Franchise	269,090	0	0	0	0	0
Permits						
Beer Permits	0	2,138	0	0	0	0
Building Permits	164,376	0	0	0	0	0
Total Licenses and Permits	\$ 438,758 \$	2,138 \$	0 \$	0 \$	0 \$	0
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 5,629 \$	0 \$	0 \$	0 \$	0 \$	0
Officers Costs	16,235	0	0	0	0	0
Drug Control Fines	11,471	0	1,801	0	0	0
Drug Court Fees	2,685	0	0	0	0	0
Jail Fees	641	0	0	0	0	0
DUI Treatment Fines	1,871	0	0	0	0	0
Data Entry Fee - Circuit Court	3,388	0	0	0	0	0
General Sessions Court						
Fines	26,732	0	0	0	0	0
Fines for Littering	5	0	0	0	0	0
Officers Costs	51,644	0	0	0	0	0
Game and Fish Fines	927	0	0	0	0	0
Drug Control Fines	0	0	7,575	0	0	0
Drug Court Fees	9,649	0	0	0	0	0
Jail Fees	33,286	0	0	0	0	0
DUI Treatment Fines	8,050	0	0	0	0	0

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

			Specia	al Revenue Fun	ds	
	•				Constitu -	
		Solid		Other	tional	Highway /
		Waste / Dr	Drug	Special	Officers -	Public
	General	Sanitation	Control	Revenue	Fees	Works
Fines, Forfeitures, and Penalties (Cont.)						
General Sessions Court (Cont.)						
Data Entry Fee - General Sessions Court	\$ 21,607 \$	0 \$	0 \$	0 \$	0 \$	0
Courtroom Security Fee	442	0	0	0	0	0
Juvenile Court						
Fines	516	0	0	0	0	0
Officers Costs	8,168	0	0	0	0	0
Drug Control Fines	1,985	0	0	0	0	0
Jail Fees	770	0	0	0	0	0
Interpreter Fee	296	0	0	0	0	0
Data Entry Fee - Juvenile Court	1,997	0	0	0	0	0
Chancery Court						
Officers Costs	135	0	0	0	0	0
Data Entry Fee - Chancery Court	7,376	0	0	0	0	0
Other Courts - In-county						
Drug Court Fees	9,086	0	0	0	0	0
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	0	0	28,579	0	0	0
Other Fines, Forfeitures, and Penalties	 131	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 224,722 \$	0 \$	37,955 \$	0 \$	0 \$	0
Charges for Current Services						
General Service Charges						
Patient Charges	\$ 13,204 \$	0 \$	0 \$	0 \$	0 \$	0
Work Release Charges for Board	4,014	0	0	0	0	0
Fees	,					
Recreation Fees	166,732	0	0	0	0	0
	,					

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

			Specia	al Revenue Fun	ds	
	-				Constitu -	
		Solid		Other	tional	Highway /
		Waste /	Drug	Special	Officers -	Public
	General	Sanitation	Control	Revenue	Fees	Works
Charges for Current Services (Cont.)						
Fees (Cont.)						
Copy Fees	\$ 6,524 \$	0 \$	0 \$	0 \$	0 \$	0
Telephone Commissions	40,476	0	0	0	0	0
Vending Machine Collections	30	0	0	0	0	0
Tourism Fees	62,250	0	0	0	0	0
Electronic Citation Fee	66	0	0	0	0	0
Additional Fees - Titling and Registration	82,256	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	10,476	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	9,960	0
Data Processing Fee - Register	15,956	0	0	0	0	0
Probation Fees	1,797	0	0	0	0	0
Data Processing Fee - Sheriff	10,406	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	7,500	0	0	0	0	0
Data Processing Fee - County Clerk	11,176	0	0	0	0	0
Vehicle Registration Reinstatement Fees	24,825	0	0	0	0	0
Education Charges						
Community Service Fees - Adults	7,914	0	0	0	0	0
Total Charges for Current Services	\$ 455,126 \$	0 \$	0 \$	0 \$	20,436 \$	0
Other Local Revenues						
Recurring Items						
Investment Income	\$ 0 \$	0 \$	15,629 \$	75,259 \$	0 \$	0
Lease/Rentals/PPP	113,794	0	0	0	0	0
Sale of Materials and Supplies	0	15,650	0	0	0	0
Commissary Sales	20,330	0	0	0	0	0
Miscellaneous Refunds	95,525	397	0	0	0	1,771
Expenditure Credits	88	276	0	0	0	17

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	_					
					Constitu -	
		Solid		Other	tional	Highway /
		Waste /	Drug	Special	Officers -	Public
	General	Sanitation	Control	Revenue	Fees	Works
ther Local Revenues (Cont.)						
Nonrecurring Items						
Sale of Equipment \$	47,028 \$	0 \$	0 \$	0 \$	0 \$	286
Damages Recovered from Individuals	0	0	5,794	0	0	0
Other Local Revenues						
Other Local Revenues	4,771	0	0	0	0	0
tal Other Local Revenues	281,536 \$	16,323 \$	21,423 \$	75,259 \$	0 \$	2,074
es Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk \$	1,018,573 \$	0 \$	0 \$	0 \$	0 \$	0
Circuit Court Clerk	327,553	0	0	0	0	0
General Sessions Court Clerk	713,641	0	0	0	0	0
Clerk and Master	244,870	0	0	0	0	0
Juvenile Court Clerk	47,117	0	0	0	0	0
Register	285,237	0	0	0	0	0
Sheriff	25,019	0	0	0	0	0
Trustee	1,275,519	0	0	0	0	0
tal Fees Received From County Officials	3,937,529 \$	0 \$	0 \$	0 \$	0 \$	0
ate of Tennessee						
General Government Grants						
Juvenile Services Program \$	4,500 \$	0 \$	0 \$	0 \$	0 \$	0
Solid Waste Grants	86,420	0	0	0	0	0
Public Safety Grants	•					
Law Enforcement Training Programs	29,600	0	0	0	0	0
School Resource Officer Grants	1,350,000	0	0	0	0	0

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

			Special Revenue Funds					
		General	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works	
0677								
State of Tennessee (Cont.) Health and Welfare Grants								
		1.027.457.6	0 \$	0 4	0 \$	0 \$	0	
Health Department Programs Public Works Grants	\$	1,027,456 \$	0 \$	0 \$	0 \$	0 \$	Ü	
State Aid Program		0	0	0	0	0	1 5/2 102	
State Aid Program Litter Program		32,188	0	0	0	0	1,562,192 0	
Other State Revenues		32,188	U	Ü	Ü	U	Ü	
Beer Tax		0	10.400	0	0	0	0	
Vehicle Certificate of Title Fees		0	18,498	0	0	0	0	
		14,200	0	0	0	0	0	
Alcoholic Beverage Tax		117,660		0	~	0	0	
Opioid Settlement Funds - TN Abatement Council		0	0	0	288,076 0		*	
State Revenue Sharing - T.V.A.		830,888	•	~		0	200,000	
State Revenue Sharing - Telecommunications		56,296	0	0	0	0	0	
State Shared Sports Gaming Privilege Tax		63,908	0	0	0	0	0	
Contracted Prisoner Boarding		855,137	0	0	0	0	0	
Gasoline and Motor Fuel Tax		0	0	0	0	0	2,383,998	
Hybrid/Electric Vehicle Registration Fee		0	0	0	0	0	9,648	
Petroleum Special Tax		0	0	0	0	0	42,736	
Registrar's Salary Supplement		15,164	0	0	0	0	0	
Other State Grants		376,455	0	569	0	0	0	
Other State Revenues	_	73,780	0	0	0	0	0	
Total State of Tennessee	\$	4,933,652 \$	18,498 \$	569 \$	288,076 \$	0 \$	4,198,574	
Federal Government								
Federal Through State								
Civil Defense Reimbursement	\$	10,590 \$	0 \$	0 \$	0 \$	0 \$	0	
Homeland Security Grants		45,612	0	0	0	0	0	
Other Federal through State		84,147	0	0	0	0	0	

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

			Speci	al Revenue Fun	ds	
	-				Constitu -	
		Solid		Other	tional	Highway /
		Waste /	Drug	Special	Officers -	Public
	General	Sanitation	Control	Revenue	Fees	Works
Federal Government (Cont.)						
Direct Federal Revenue						
Other Direct Federal Revenue	\$ 47,952 \$	0 \$	0 \$	0 \$	0 \$	0
Total Federal Government	\$ 188,301 \$	0 \$	0 \$	0 \$	0 \$	0
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 950,000 \$	0 \$	0 \$	0 \$	0 \$	0
Contracted Services	326,546	0	0	0	0	0
Citizens Groups						
Donations	812	0	0	0	0	0
Other						
Other	0	0	500	0	0	0
Opioid Settlement Funds - Past Remediation	0	0	0	636,031	0	0
Total Other Governments and Citizens Groups	\$ 1,277,358 \$	0 \$	500 \$	636,031 \$	0 \$	0
Total	\$ 29,462,459 \$	2,952,332 \$	60,447 \$	999,366 \$	20,436 \$	4,927,574

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

		Debt Servic	e Funds	Capit	tal Projects Fur	Projects Funds	
		General Debt	Special Debt	General Capital	Highway Capital	Other General Government Capital	
		Service	Service	Projects	Projects	Projects	
Local Taxes							
County Property Taxes	_						
Current Property Tax	\$	7,220,412 \$	0 \$	0 \$	0 \$		
Discount on Property Taxes		0	0	0	0	0	
Trustee's Collections - Prior Year		160,086	0	0	0	0	
Trustee's Collections - Bankruptcy		2,924	0	0	0	0	
Circuit Clerk/Clerk and Master Collections - Prior Years		45,836	0	0	0	0	
Interest and Penalty		47,515	0	0	0	0	
Payments in-Lieu-of Taxes - T.V.A.		624	0	0	0	0	
Payments in-Lieu-of Taxes - Local Utilities		106,582	0	0	0	0	
Payments in-Lieu-of Taxes - Other		37,173	0	0	0	0	
County Local Option Taxes							
Local Option Sales Tax		0	0	0	0	0	
Hotel/Motel Tax		0	0	0	0	0	
Wheel Tax		0	0	0	759,344	0	
Litigation Tax - General		0	0	0	0	0	
Litigation Tax - Special Purpose		0	0	0	0	0	
Litigation Tax - Jail, Workhouse, or Courthouse		118,619	0	0	0	0	
Litigation Tax - Courthouse Security		0	0	0	0	0	
Business Tax		0	0	0	0	0	
Mineral Severance Tax		0	0	0	0	0	
Statutory Local Taxes							
Bank Excise Tax		34,299	0	0	0	0	
Wholesale Beer Tax		0	0	0	0	0	
Total Local Taxes	\$	7,774,070 \$	0 \$	0 \$	759,344 \$	0	

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

		Debt Service	Funds	Capit	Capital Projects Funds		
		General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other General Government Capital Projects	
Licenses and Permits							
Licenses							
Marriage Licenses	\$	0 \$	0 \$	0 \$	0 \$	0	
Cable TV Franchise	•	0	0	0	0	0	
Permits							
Beer Permits		0	0	0	0	0	
Building Permits		0	0	0	0	0	
Total Licenses and Permits	\$	0 \$	0 \$	0 \$	0 \$	0	
Fines, Forfeitures, and Penalties							
Circuit Court							
Fines	\$	0 \$	0 \$	0 \$	0 \$	0	
Officers Costs		0	0	0	0	0	
Drug Control Fines		0	0	0	0	0	
Drug Court Fees		0	0	0	0	0	
Jail Fees		4,977	0	0	0	0	
DUI Treatment Fines		0	0	0	0	0	
Data Entry Fee - Circuit Court		0	0	0	0	0	
General Sessions Court							
Fines		0	0	0	0	0	
Fines for Littering		0	0	0	0	0	
Officers Costs		0	0	0	0	0	
Game and Fish Fines		0	0	0	0	0	
Drug Control Fines		0	0	0	0	0	
Drug Court Fees		0	0	0	0	0	
Jail Fees		82,695	0	0	0	0	
DUI Treatment Fines		0	0	0	0	0	

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Debt Service	Funds	Capital Projects Funds			
			•	,	Other General	
					Government	
			•	-	Capital	
	Service	Service	Projects	Projects	Projects	
\$	0 \$	0 \$	0 \$	0 \$	0	
	0	0	0	0	0	
	0	0	0	0	0	
	0	0	0	0	0	
	0	0	0	0	0	
	0	0	0	0	0	
	0	0	0	0	0	
	0	0	0	0	0	
	0	0	0	0	0	
	0	0	0	0	0	
	0	0	0	0	0	
	0	0	0	0	0	
	0	0	0	0	0	
\$	87,672 \$	0 \$	0 \$	0 \$	0	
S	0 \$	0 \$	0 \$	0 \$	0	
•	0	0	0	0	0	
	~	Ť	~			
	0	0	0	0	0	
		General Debt Service \$ 0 \$ 0 0 0 0 0 0 0 0 0 0 0 0 0 0 \$ 87,672 \$	Debt Service Service	Service Serv	Service Serv	

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

		Debt Service	Funds	Capital Projects Funds		
		General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other General Government Capital Projects
Charges for Current Services (Cont.)						
Fees (Cont.)						
Copy Fees	\$	0 \$	0 \$	0 \$	0 \$	0
Telephone Commissions	ý	0	0	0	0	0
Vending Machine Collections		0	0	0	0	0
Tourism Fees		0	0	0	0	0
Electronic Citation Fee		0	0	0	0	0
Additional Fees - Titling and Registration		0	0	0	0	0
Constitutional Officers' Fees and Commissions		0	0	0	0	0
Special Commissioner Fees/Special Master Fees		0	0	0	0	0
Data Processing Fee - Register		0	0	0	0	0
Probation Fees		0	0	0	0	0
Data Processing Fee - Sheriff		0	0	0	0	0
Sexual Offender Registration Fee - Sheriff		0	0	0	0	0
Data Processing Fee - County Clerk		0	0	0	0	0
Vehicle Registration Reinstatement Fees		0	0	0	0	0
Education Charges						
Community Service Fees - Adults		0	0	0	0	0
Total Charges for Current Services	\$	0 \$	0 \$	0 \$	0 \$	0
Other Local Revenues						
Recurring Items						
Investment Income	\$	1,764,362 \$	247,206 \$	0 \$	1,200,000 \$	156,197
Lease/Rentals/PPP		0	0	0	0	0
Sale of Materials and Supplies		0	0	0	0	0
Commissary Sales		0	0	0	0	0
Miscellaneous Refunds		0	0	3,503	0	0
Expenditure Credits		0	0	0	0	0

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	_	Debt Service Funds		Capital Projects Funds		
						Other General
		General Debt	Special Debt	General	Highway	Government
		Service	Service	Capital Projects	Capital Projects	Capital Projects
		Service	Service	Projects	Projects	Projects
Other Local Revenues (Cont.)						
Nonrecurring Items						
Sale of Equipment	\$	0 \$	0 \$	0 \$	0 \$	0
Damages Recovered from Individuals		0	0	0	0	0
Other Local Revenues						
Other Local Revenues		500,000	0	0	0	0
Total Other Local Revenues	\$	2,264,362 \$	247,206 \$	3,503 \$	1,200,000 \$	156,197
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$	0 \$	0 \$	0 \$	0 \$	0
Circuit Court Clerk		0	0	0	0	0
General Sessions Court Clerk		0	0	0	0	0
Clerk and Master		0	0	0	0	0
Juvenile Court Clerk		0	0	0	0	0
Register		0	0	0	0	0
Sheriff		0	0	0	0	0
Trustee		0	0	0	0	0
Total Fees Received From County Officials	\$	0 \$	0 \$	0 \$	0 \$	0
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$	0 \$	0 \$	0 \$	0 \$	0
Solid Waste Grants		0	0	0	0	0
Public Safety Grants						
Law Enforcement Training Programs		0	0	0	0	0
School Resource Officer Grants		0	0	0	0	0

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

		General	S	pecial	General		Highway	Other General Government
		Debt		Debt	Capital		Capital	Capital
		Service	S	ervice	Projects		Projects	Projects
State of Tennessee (Cont.)								
Health and Welfare Grants								
Health Department Programs	\$	0 \$		0	s	0 \$	0 \$	0
Public Works Grants	Ÿ	0 9			~	υ ψ	•	·
State Aid Program		0		0		0	414,886	0
Litter Program		0		0		0	0	0
Other State Revenues		v		V			v	v
Beer Tax		0		0		0	0	0
Vehicle Certificate of Title Fees		0		0		0	0	0
Alcoholic Beverage Tax		0		0		0	0	0
Opioid Settlement Funds - TN Abatement Council		0		0		0	0	0
State Revenue Sharing - T.V.A.		0		0		0	0	0
State Revenue Sharing - Telecommunications		0		0		0	0	0
State Shared Sports Gaming Privilege Tax		0		0		0	0	0
Contracted Prisoner Boarding		0		0		0	0	0
Gasoline and Motor Fuel Tax		0		0		0	0	0
Hybrid/Electric Vehicle Registration Fee		0		0		0	0	0
Petroleum Special Tax		0		0		0	0	0
Registrar's Salary Supplement		0		0		0	0	0
Other State Grants		0		0		0	0	0
Other State Revenues		0		0		0	0	0
Total State of Tennessee	\$	0 \$		0	\$	0 \$	414,886 \$	0
Federal Government								
Federal Through State								
Civil Defense Reimbursement	\$	0 \$		0	\$	0 \$	0 \$	0
Homeland Security Grants		0		0		0	0	0
Other Federal through State		0		0	466,3	71	0	0

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

		Debt Service Funds			Capital Projects Funds			
	_	General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other General Government Capital Projects		
Federal Government (Cont.)								
Direct Federal Revenue								
Other Direct Federal Revenue	\$	0 \$	0 \$	0 \$	0 \$	2,822,185		
Total Federal Government	\$	0 \$	0 \$	466,371 \$	0 \$	2,822,185		
Other Governments and Citizens Groups								
Other Governments								
Contributions	\$	0 \$	0 \$	0 \$	0 \$	0		
Contracted Services		0	0	0	0	0		
Citizens Groups								
Donations		0	0	0	0	0		
Other								
Other		0	215,922	0	0	0		
Opioid Settlement Funds - Past Remediation		0	0	0	0	0		
Total Other Governments and Citizens Groups	\$	0 \$	215,922 \$	0 \$	0 \$	0		
Total	\$	10,126,104 \$	463,128 \$	469,874 \$	2,374,230 \$	2,978,382		

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Pro	pital ojects und	
	Ca	ther apital	W - 1
	Pr	ojects	Total
Local Taxes			
County Property Taxes			
Current Property Tax	\$	0 \$	21,342,166
Discount on Property Taxes		0	512,544
Trustee's Collections - Prior Year		0	462,007
Trustee's Collections - Bankruptcy		0	9,259
Circuit Clerk/Clerk and Master Collections - Prior Years		0	128,933
Interest and Penalty		0	133,996
Payments in-Lieu-of Taxes - T.V.A.		0	1,771
Payments in-Lieu-of Taxes - Local Utilities		0	298,945
Payments in-Lieu-of Taxes - Other		0	134,049
County Local Option Taxes			
Local Option Sales Tax		0	2,072,948
Hotel/Motel Tax		0	24,512
Wheel Tax		0	2,460,463
Litigation Tax - General		0	138,619
Litigation Tax - Special Purpose		0	58,680
Litigation Tax - Jail, Workhouse, or Courthouse		0	118,619
Litigation Tax - Courthouse Security		0	126,756
Business Tax		0	1,609,998
Mineral Severance Tax		0	77,926
Statutory Local Taxes			
Bank Excise Tax		0	34,299
Wholesale Beer Tax		0	154,700
Total Local Taxes	\$	0 \$	29,901,190

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Pro	Capital Projects Fund	
	Ca	Other apital ojects	Total
Licenses and Permits			
Licenses			
Marriage Licenses	\$	0 \$	5,292
Cable TV Franchise	*	0	269,090
Permits			Ź
Beer Permits		0	2,138
Building Permits		0	164,376
Total Licenses and Permits	\$	0 \$	440,896
Fines, Forfeitures, and Penalties			
Circuit Court			
Fines	\$	0 \$	5,629
Officers Costs		0	16,235
Drug Control Fines		0	13,272
Drug Court Fees		0	2,685
Jail Fees		0	5,618
DUI Treatment Fines		0	1,871
Data Entry Fee - Circuit Court		0	3,388
General Sessions Court			
Fines		0	26,732
Fines for Littering		0	5
Officers Costs		0	51,644
Game and Fish Fines		0	927
Drug Control Fines		0	7,575
Drug Court Fees		0	9,649
Jail Fees		0	115,981
DUI Treatment Fines		0	8,050

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Pr	Capital Projects Fund	
	C	Other apital rojects	Total
	11	ojecis	Total
Fines, Forfeitures, and Penalties (Cont.)			
General Sessions Court (Cont.)			
Data Entry Fee - General Sessions Court	\$	0 \$	21,607
Courtroom Security Fee		0	442
Juvenile Court			
Fines		0	516
Officers Costs		0	8,168
Drug Control Fines		0	1,985
Jail Fees		0	770
Interpreter Fee		0	296
Data Entry Fee - Juvenile Court		0	1,997
Chancery Court			
Officers Costs		0	135
Data Entry Fee - Chancery Court		0	7,376
Other Courts - In-county			
Drug Court Fees		0	9,086
Other Fines, Forfeitures, and Penalties			
Proceeds from Confiscated Property		0	28,579
Other Fines, Forfeitures, and Penalties		0	131
Total Fines, Forfeitures, and Penalties	<u>\$</u>	0 \$	350,349
Charges for Current Services			
General Service Charges			
Patient Charges	\$	0 \$	13,204
Work Release Charges for Board	•	0	4,014
Fees			,
Recreation Fees		0	166,732

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	_	Capital Projects Fund	
		Other Capital Projects	Total
		110,000	Total
Charges for Current Services (Cont.)			
Fees (Cont.)			
Copy Fees	\$	0 \$	6,524
Telephone Commissions		0	40,476
Vending Machine Collections		0	30
Tourism Fees		0	62,250
Electronic Citation Fee		0	66
Additional Fees - Titling and Registration		0	82,256
Constitutional Officers' Fees and Commissions		0	10,476
Special Commissioner Fees/Special Master Fees		0	9,960
Data Processing Fee - Register		0	15,956
Probation Fees		0	1,797
Data Processing Fee - Sheriff		0	10,406
Sexual Offender Registration Fee - Sheriff		0	7,500
Data Processing Fee - County Clerk		0	11,176
Vehicle Registration Reinstatement Fees		0	24,825
Education Charges			
Community Service Fees - Adults		0	7,914
Total Charges for Current Services	\$	0 \$	475,562
Other Local Revenues			
Recurring Items			
Investment Income	\$	2,829,172 \$	6,287,825
Lease/Rentals/PPP		0	113,794
Sale of Materials and Supplies		0	15,650
Commissary Sales		0	20,330
Miscellaneous Refunds		0	101,196
Expenditure Credits		0	381

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Pr	Capital Projects Fund	
	C	Other apital rojects	Total
Other Local Revenues (Cont.)			
Nonrecurring Items			
Sale of Equipment	\$	0 \$	47,314
Damages Recovered from Individuals		0	5,794
Other Local Revenues			
Other Local Revenues		0	504,771
Total Other Local Revenues	\$ 2	,829,172 \$	7,097,055
Fees Received From County Officials			
Fees In-Lieu-of Salary			
County Clerk	\$	0 \$	1,018,573
Circuit Court Clerk		0	327,553
General Sessions Court Clerk		0	713,641
Clerk and Master		0	244,870
Juvenile Court Clerk		0	47,117
Register		0	285,237
Sheriff		0	25,019
Trustee		0	1,275,519
Total Fees Received From County Officials	<u>\$</u>	0 \$	3,937,529
State of Tennessee			
General Government Grants			
Juvenile Services Program	\$	0 \$	4,500
Solid Waste Grants		0	86,420
Public Safety Grants			
Law Enforcement Training Programs		0	29,600
School Resource Officer Grants		0	1,350,000
			(Continued)

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Capita Project Fund	ts	
	Other Capita Project	1	Total
State of Tennessee (Cont.)			
Health and Welfare Grants			
Health Department Programs	\$	0 \$	1,027,456
Public Works Grants		- "	,,
State Aid Program		0	1,977,078
Litter Program		0	32,188
Other State Revenues			
Beer Tax		0	18,498
Vehicle Certificate of Title Fees		0	14,200
Alcoholic Beverage Tax		0	117,660
Opioid Settlement Funds - TN Abatement Council		0	288,076
State Revenue Sharing - T.V.A.		0	1,030,888
State Revenue Sharing - Telecommunications		0	56,296
State Shared Sports Gaming Privilege Tax		0	63,908
Contracted Prisoner Boarding		0	855,137
Gasoline and Motor Fuel Tax		0	2,383,998
Hybrid/Electric Vehicle Registration Fee		0	9,648
Petroleum Special Tax		0	42,736
Registrar's Salary Supplement		0	15,164
Other State Grants		0	377,024
Other State Revenues		0	73,780
Total State of Tennessee	\$	0 \$	9,854,255
Federal Government			
Federal Through State			
Civil Defense Reimbursement	\$	0 \$	10,590
Homeland Security Grants		0	45,612
Other Federal through State		0	550,518
			(Continued)

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	_	Capital Projects Fund	
		Other	
		Capital Projects	Total
Federal Government (Cont.)			
Direct Federal Revenue			
Other Direct Federal Revenue	\$	0 \$	2,870,137
Total Federal Government	\$	0 \$	3,476,857
Other Governments and Citizens Groups			
Other Governments			
Contributions	\$	0 \$	950,000
Contracted Services		0	326,546
Citizens Groups			
Donations		0	812
Other			
Other		0	216,422
Opioid Settlement Funds - Past Remediation		0	636,031
Total Other Governments and Citizens Groups	\$	0 \$	2,129,811
Total	\$	2,829,172 \$	57,663,504

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Hamblen County School Department

For the Year Ended June 30, 2024

	Special Revenue Funds					
		General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
T 100						
Local Taxes						
County Property Taxes	Φ.	0.750.404 .6	0.0	0.0	0.0	0.750.404
Current Property Tax Trustee's Collections - Prior Year	\$	8,758,181 \$	0 \$	0 \$	0 \$	8,758,181
		272,655	0	0	0	272,655
Trustee's Collections - Bankruptcy		4,295	0	0	0	4,295
Circuit Clerk/Clerk and Master Collections - Prior Years		74,582	0	0	0	74,582
Interest and Penalty		65,361	0	0	0	65,361
Payments in-Lieu-of Taxes - T.V.A.		784	0	0	0	784
Payments in-Lieu-of Taxes - Local Utilities		129,459	0	0	0	129,459
Payments in-Lieu-of Taxes - Other		46,683	0	0	0	46,683
County Local Option Taxes						
Local Option Sales Tax		21,557,321	0	0	0	21,557,321
Mixed Drink Tax		102,722	0	0	0	102,722
Statutory Local Taxes						
Bank Excise Tax	_	137,197	0	0	0	137,197
Total Local Taxes	\$	31,149,240 \$	0 \$	0 \$	0 \$	31,149,240
Charges for Current Services						
Education Charges						
Tuition - Regular Day Students	\$	269,200 \$	0 \$	0 \$	0 \$	269,200
Tuition - Other		332,888	0	0	0	332,888
Lunch Payments - Children		0	0	771,964	0	771,964
Lunch Payments - Adults		0	0	101,246	0	101,246
A la Carte Sales		0	0	55,671	0	55,671
Contract for Instructional Services with Other LEA's		34,821	0	0	0	34,821
Receipts from Individual Schools		302,463	0	0	0	302,463

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

		_	Specia			
		General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
Charges for Current Services (Cont.)						
Education Charges (Cont.) Other Charges for Services	dt.	105,726 \$	0.6	51,535 \$	0.6	157,261
	<u>\$</u> \$		0 \$		0 \$	
Total Charges for Current Services	\$	1,045,098 \$	0 \$	980,416 \$	0 \$	2,025,514
Other Local Revenues						
Recurring Items						
Investment Income	\$	130,143 \$	0 \$	388,023 \$	0 \$	518,166
Lease/Rentals/PPP		1,297	0	0	0	1,297
Sale of Materials and Supplies		1,822	0	0	0	1,822
Miscellaneous Refunds		53,791	0	0	0	53,791
Nonrecurring Items						
Sale of Equipment		19,117	0	0	0	19,117
Sale of Property		1,896	0	0	0	1,896
Damages Recovered from Individuals		14,140	0	0	0	14,140
Contributions and Gifts		508,966	0	197	0	509,163
Other Local Revenues						
Other Local Revenues		1,279	0	0	3,995,893	3,997,172
Total Other Local Revenues	\$	732,451 \$	0 \$	388,220 \$	3,995,893 \$	5,116,564
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	\$	589,691 \$	0 \$	0 \$	0 \$	589,691
State Education Funds	•	, п	- #	- т	- т	,
Tennessee Investment in Student Achievement		73,727,829	0	0	0	73,727,829
TISA - On-behalf Payments		165,705	0	0	0	165,705

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

	-	Spec	ial Revenue Fund	ls	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
		,			
State of Tennessee (Cont.)					
State Education Funds (Cont.)					
Early Childhood Education	\$ 820,254 \$	0 \$	0 \$	0 \$	820,254
School Food Service	0	0	60,468	0	60,468
Other State Education Funds	1,456,873	0	0	0	1,456,873
Career Ladder Program	72,964	0	0	0	72,964
Other Vocational	557,251	0	0	0	557,251
Other State Revenues					
Other State Grants	282,765	0	0	0	282,765
Safe Schools	52,952	0	0	0	52,952
Other State Revenues	 311,099	19,765	0	0	330,864
Total State of Tennessee	\$ 78,037,383 \$	19,765 \$	60,468 \$	0 \$	78,117,616
Federal Government					
Federal Through State					
USDA School Lunch Program	\$ 0 \$	0 \$	4,840,162 \$	0 \$	4,840,162
USDA - Commodities	0	0	620,648	0	620,648
Breakfast	0	0	1,627,648	0	1,627,648
USDA - Other	0	0	336,592	0	336,592
Vocational Education - Basic Grants to States	0	231,401	0	0	231,401
Title I Grants to Local Education Agencies	0	3,224,114	0	0	3,224,114
Special Education - Grants to States	0	2,678,031	0	0	2,678,031
Special Education Preschool Grants	0	79,850	0	0	79,850
English Language Acquisition Grants	0	162,981	0	0	162,981
Education for Homeless Children and Youth	0	83,492	0	0	83,492
Eisenhower Professional Development State Grants	0	415,400	0	0	415,400

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

	_	Special Revenue Funds			
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
Federal Government (Cont.)					
Federal Through State (Cont.)					
COVID-19 Grant B	\$ 0 \$	1,535,862 \$	0 \$	0 \$	1,535,862
COVID-19 Grant D	0	2,000	0	0	2,000
COVID-19 Grant E	0	340,225	0	0	340,225
American Rescue Plan Act Grant #1	0	7,445,584	0	0	7,445,584
American Rescue Plan Act Grant #2	0	163,201	0	0	163,201
American Rescue Plan Act Grant #3	0	2,716	0	0	2,716
American Rescue Plan Act Grant #4	0	115,542	0	0	115,542
Other Federal through State	563,844	442,650	0	0	1,006,494
Total Federal Government	\$ 563,844 \$	16,923,049 \$	7,425,050 \$	0 \$	24,911,943
Total	\$ 111,528,016 \$	16,942,814 \$	8,854,154 \$	3,995,893 \$	141,320,877

Schedule of Detailed Expenditures -

All Governmental Fund Types

For the Year Ended June 30, 2024

Total County Attorney

•	L TO
General	l Fiima

eneral Fund			
General Government			
County Commission			
Part-time Personnel	\$	255	
Board and Committee Members Fees		89,400	
Social Security		14	
Pensions		2,940	
Life Insurance		352	
Medical Insurance		49,599	
Employer Medicare		1,206	
Audit Services		27,735	
Dues and Memberships		5,702	
Maintenance Agreements		3,500	
Pauper Burials		6,500	
Travel		1,379	
Other Contracted Services		24	
Office Supplies		149	
Other Charges		3,488	
Total County Commission			\$ 192,243
Board of Equalization			
Board and Committee Members Fees	\$	1,665	
Total Board of Equalization	<u> </u>	1,003	1,665
County Mayor/Executive			
County Official/Administrative Officer	\$	120,734	
Assistant(s)	Ÿ	45,342	
Longevity Pay		375	
Social Security		9,812	
Pensions		11,652	
Life Insurance		50	
Medical Insurance		31,977	
Employer Medicare		2,295	
Communication		1,259	
Dues and Memberships		2,220	
Postal Charges		3,233	
Rentals		6,577	
Travel		2,294	
Office Supplies		1,326	
Other Charges		16,419	
Total County Mayor/Executive		10,417	255,565
County Attorney			
Other Salaries and Wages	\$	1,200	
Social Security	Ψ	74	
Employer Medicare		18	
Legal Services		8,719	
T. 1.C. A.		0,/19	40.044

(Continued)

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General	Fund	(Cont.)
UCIICIAI	Lunu	COIIL

General	Government	(Cont.)

-		_	
H01	lection	Comm	1661011

County Official/Administrative Officer	\$ 91,838
Assistant(s)	38,634
Deputy(ies)	32,248
Longevity Pay	1,125
Overtime Pay	961
Election Commission	15,350
Election Workers	22,713
Social Security	11,276
Pensions	11,469
Life Insurance	76
Medical Insurance	33,421
Employer Medicare	2,637
Communication	151
Contracts with Private Agencies	10,120
Legal Notices, Recording, and Court Costs	6,246
Maintenance Agreements	23,981
Postal Charges	3,946
Printing, Stationery, and Forms	2,994
Rentals	3,465
Travel	4,856
Office Supplies	4,802
Office Equipment	 4,940
Total Election Commission	

Register of Deeds

County Official/Administrative Officer	\$	102,042
Deputy(ies)		155,946
Part-time Personnel		27,291
Longevity Pay		5,475
Social Security		17,445
Pensions		18,168
Life Insurance		130
Medical Insurance		49,589
Employer Medicare		4,080
Communication		1
Dues and Memberships		1,002
Postal Charges		608
Office Supplies		2,841
Data Processing Equipment		16,935
Total Register of Deeds	<u></u>	

Planning

County Official/Administrative Officer	\$ 52,788
Deputy(ies)	52,123
Secretary(ies)	36,171
Longevity Pay	2,925
Board and Committee Members Fees	18,800

(Continued)

327,249

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

eneral Government (Cont.)				
Planning (Cont.)				
Social Security	\$	9,566		
Pensions	*	10,022		
Life Insurance		75		
Medical Insurance		44,389		
Employer Medicare		2,238		
Communication		2,563		
Contracts with Private Agencies		17,215		
Dues and Memberships		180		
Legal Services		6,697		
Legal Notices, Recording, and Court Costs		504		
Maintenance and Repair Services - Vehicles		1,420		
Postal Charges		1,088		
Printing, Stationery, and Forms		332		
Rentals		730		
Gasoline		1,047		
Office Supplies		5,700		
Refunds		1,469		
		1,469		
In Service/Staff Development		968		
Data Processing Equipment	-	908	\$	269,140
Total Planning			ې	209,140
Codes Compliance				
Deputy(ies)	\$	46,540		
Longevity Pay		300		
Social Security		2,844		
Pensions		3,279		
Life Insurance		25		
Medical Insurance		8,400		
Employer Medicare		665		
Legal Services		474		
Uniforms		429		
Total Codes Compliance				62,956
Coographical Information Systems				
Geographical Information Systems	\$	36,659		
Deputy(ies)	ý			
Longevity Pay		225		
Social Security		2,066		
Pensions		2,582		
Life Insurance		25		
Medical Insurance		13,993		
Employer Medicare		483		
Contracts with Government Agencies		33,526		
Travel		144 480		
Office Supplies				

(Continued)

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General	Government	(Cont.)
General	Government	(COIIL.)

C	ther	Faci	lities

Supervisor/Director	\$	51,417
Custodial Personnel		91,310
Maintenance Personnel		82,200
Part-time Personnel		22,306
Longevity Pay		5,250
Overtime Pay		5,405
Social Security		14,945
Pensions		16,491
Life Insurance		151
Medical Insurance		85,813
Employer Medicare		3,495
Communication		30,104
Maintenance Agreements		37,812
Maintenance and Repair Services - Buildings		41,825
Maintenance and Repair Services - Equipment		589
Maintenance and Repair Services - Vehicles		5,214
Pest Control		3,096
Other Contracted Services		343
Custodial Supplies		32,474
Electricity		342,770
Gasoline		4,930
Natural Gas		20,613
Uniforms		3,349
Maintenance Equipment		1,848
Total Other Facilities	· · · · · · · · · · · · · · · · · · ·	

\$ 903,750 Total Other Facilities

Preservation of Records

Supervisor/Director	\$ 15,624
Social Security	969
Employer Medicare	227
Communication	417
Postal Charges	11
Rentals	710
Office Supplies	3,255

Total Preservation of Records 21,213

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$ 89,250
Accountants/Bookkeepers	243,317
Longevity Pay	3,750
Social Security	19,605
Pensions	23,542
Life Insurance	164
Medical Insurance	83,459
Employer Medicare	4,585
Advertising	2,430

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

Other Contracted Services

Postal Charges

Office Supplies

Total Reappraisal Program

Rentals

General Fund (Cont.)			
Finance (Cont.)			
Accounting and Budgeting (Cont.)			
Contracts with Private Agencies	\$	2,566	
Dues and Memberships	ڥ	801	
Maintenance Agreements		16,019	
		270	
Printing, Stationery, and Forms Travel		118	
Office Supplies		5,561	
In Service/Staff Development		275	105 710
Total Accounting and Budgeting			\$ 495,712
Property Assessor's Office			
County Official/Administrative Officer	\$	104,074	
Deputy(ies)		121,317	
Data Processing Personnel		50,400	
Longevity Pay		5,775	
Social Security		16,935	
Pensions		19,710	
Life Insurance		125	
Medical Insurance		49,938	
Employer Medicare		3,961	
Communication		4	
Contracts with Government Agencies		17,707	
Dues and Memberships		1,350	
Maintenance and Repair Services - Office Equipment		110	
Maintenance and Repair Services - Vehicles		2,591	
Postal Charges		2,632	
Travel		112	
Gasoline		3,089	
Office Supplies		1,419	
Office Equipment		314	
Total Property Assessor's Office		311	401,563
Reappraisal Program	_		
Deputy(ies)	\$	33,838	
Longevity Pay		1,800	
Social Security		2,132	
Pensions		2,495	
Life Insurance		25	
Medical Insurance		9,032	
Employer Medicare		499	
Contracts with Government Agencies		6,027	
Contracts with Private Agencies		67,220	

(Continued)

2,200

744

295

298

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office	
County Official/Administrative Officer	\$ 102,042
Deputy(ies)	144,086
Part-time Personnel	16,812
Longevity Pay	1,725
Social Security	14,899
Pensions	17,274
Life Insurance	125
Medical Insurance	64,766
Employer Medicare	3,648
Dues and Memberships	1,002
Legal Notices, Recording, and Court Costs	973
Maintenance Agreements	15,654
Postal Charges	12,670
Printing, Stationery, and Forms	10,228
Rentals	773
Travel	1,785
Office Supplies	1,622
Office Equipment	 2,514

Total County Trustee's Office 412,598

County Clerk's Office

County Official/Administrative Officer	\$ 102,042
Deputy(ies)	282,929
Longevity Pay	5,775
Social Security	23,478
Pensions	27,352
Life Insurance	237
Medical Insurance	60,789
Employer Medicare	5,491
Communication	426
Dues and Memberships	1,597
Maintenance Agreements	25,975
Maintenance and Repair Services - Office Equipment	275
Postal Charges	30,248
Printing, Stationery, and Forms	3,065
Rentals	1,344
Travel	1,838
Other Contracted Services	288
Office Supplies	7,462
Data Processing Equipment	31,216
Office Equipment	 7,698

619,525 Total County Clerk's Office

Data Processing

Supervisor/Director	\$ 50,679
Longevity Pay	1,350
Social Security	2,824

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General Fu	nd (Cont.)
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н	11	าล	n	C	ρ.	((C_{ϵ}	T	٦	t.

Data Processing (Cont.)	
Pensions	\$ 3,642
Life Insurance	25
Medical Insurance	23,180
Employer Medicare	660
Communication	448
Contracts with Private Agencies	19,480
Data Processing Services	33,409
Maintenance Agreements	10,335
In Service/Staff Development	1,590

Data Processing Equipment 22,494

Total Data Processing \$ 170,116

Other Finance

Deputy(ies)	\$ 212,409
Longevity Pay	4,350
Social Security	12,668
Pensions	15,173
Life Insurance	162
Medical Insurance	62,643
Employer Medicare	2,963
Communication	1,572
Data Processing Services	1,182
Lease/SBITA Payments	32,334
Maintenance and Repair Services - Buildings	708
Rentals	908
Electricity	8,498
Office Supplies	3,387

Office Supplies 3,387

Total Other Finance 358,957

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$ 102,042
Deputy(ies)	473,421
Part-time Personnel	66,289
Longevity Pay	9,750
Overtime Pay	2,587
Jury and Witness Expense	12,136
Social Security	38,592
Pensions	40,929
Life Insurance	363
Medical Insurance	161,782
Employer Medicare	9,026
Communication	885
Dues and Memberships	1,352
Legal Notices, Recording, and Court Costs	371
Maintenance Agreements	49,923
Postal Charges	6,225

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General Fund (Cont.)			
Administration of Justice (Cont.)			
Circuit Court (Cont.)			
Printing, Stationery, and Forms	\$	6,662	
Rentals		5,277	
Travel		48	
Other Contracted Services		11,480	
Office Supplies		9,142	
Data Processing Equipment		25,215	
Office Equipment		4,191	
Total Circuit Court			\$ 1,037,688
General Sessions Court			
Judge(s)	\$	387,194	
Other Salaries and Wages		128,056	
Social Security		27,941	
Pensions		34,079	
Life Insurance		110	
Medical Insurance		85,931	
Employer Medicare		7,180	
Communication		5	
Dues and Memberships		1,974	
Rentals		701	
Travel		2,867	
Other Contracted Services		5,279	
Office Supplies		1,549	
In Service/Staff Development		250	
Total General Sessions Court			683,116
Drug Court			
Supervisor/Director	\$	25,000	
Deputy(ies)	"	62,005	
Longevity Pay		450	
Other Salaries and Wages		2,612	
Social Security		5,273	
Pensions		6,305	
Life Insurance		51	
Medical Insurance		22,814	
Employer Medicare		1,233	
Communication		1,782	
Dues and Memberships		100	
Evaluation and Testing		18,440	
Postal Charges		18	
Printing, Stationery, and Forms		40	
Rentals		447	
Travel		1,389	
Other Contracted Services			
Gasoline Gasoline		51,090 410	
		774	
Office Supplies			
Other Supplies and Materials		1,237	
In Service/Staff Development		450	201.020
Total Drug Court			201,920

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General	Fund	(Cont.))
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Administration	of:	Instice	(Cont.)	١

Administration of Justice (Cont.)			
Chancery Court			
County Official/Administrative Officer	\$ 102,042		
Deputy(ies)	154,453		
Part-time Personnel	6,700		
Longevity Pay	4,950		
Social Security	15,659		
Pensions	18,126		
Life Insurance	125		
Medical Insurance	65,830		
Employer Medicare	3,662		
Advertising	4,810		
Communication	254		
Dues and Memberships	842		
Maintenance Agreements	24,782		
Postal Charges	7,631		
Printing, Stationery, and Forms	23		
Rentals	1,118		
Travel	466		
Office Supplies	2,477		
In Service/Staff Development	765		
Data Processing Equipment	7,860		
Total Chancery Court	 7,000	\$	422,575
Total Charlety Court		Ÿ	122,575
Juvenile Court			
Assistant(s)	\$ 32,318		
Supervisor/Director	60,829		
Probation Officer(s)	43,540		
Educational Assistants	39,652		
Attendants	14,405		
Longevity Pay	2,175		
Social Security	11,314		
Pensions	12,448		
Life Insurance	101		
Medical Insurance	48,211		
Employer Medicare	2,646		
Communication	1,329		
Contracts with Government Agencies	29,765		
Dues and Memberships	50		
Evaluation and Testing	2,639		
Maintenance Agreements	2,250		
Maintenance and Repair Services - Vehicles	52		
Postal Charges	426		
Rentals	1,186		
Other Contracted Services	7,850		
Food Supplies	1,368		
Gasoline	331		
Office Supplies	815		
In Service/Staff Development	1,290		
Office Equipment	880		
Total Juvenile Court	 		317,870
J			,

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Fund (Cont.)
Administration of Justice (Cont.)
Other Administration of Justic

Other Administration of Justice	
Supervisor/Director	\$ 25,000
Deputy(ies)	35,042
Longevity Pay	450
Social Security	3,605
Pensions	4,234
Life Insurance	35
Medical Insurance	10,675
Employer Medicare	843
Communication	1,344
Dues and Memberships	100
Evaluation and Testing	1,398
Maintenance and Repair Services - Vehicles	1,099
Printing, Stationery, and Forms	134
Rentals	7,597
Travel	3,301
Drug Treatment	998
Office Supplies	9,261
Other Supplies and Materials	520
In Service/Staff Development	 2,230
Total Other Administration of Justice	

Courtroom Security

Courtroom Security		
Deputy(ies)	\$	340,066
Lieutenant(s)		50,903
Sergeant(s)		46,814
Salary Supplements		3,200
Part-time Personnel		150,302
Longevity Pay		3,600
Overtime Pay		79,394
Social Security		38,473
Pensions		43,048
Life Insurance		230
Medical Insurance		116,758
Employer Medicare		9,437
Evaluation and Testing		2,300
Transportation - Other than Students		8
Travel		642
Uniforms		9,125
In Service/Staff Development		10,030
Law Enforcement Equipment		20,239
Total Courtroom Security	<u></u>	

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$ 114,985
Supervisor/Director	81,558
Deputy(ies)	655,565

(Continued)

107,866

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

neral Fund (Cont.)			
tublic Safety (Cont.)			
Sheriff's Department (Cont.)			
Captain(s)	\$	66,070	
Lieutenant(s)		359,135	
Sergeant(s)		536,545	
Salary Supplements		27,100	
Clerical Personnel		186,393	
School Resource Officer		643,897	
Longevity Pay		36,975	
Overtime Pay		202,801	
Social Security		169,600	
Pensions		288,852	
Life Insurance		1,349	
Medical Insurance		785,109	
Employer Medicare		39,664	
Advertising		130	
Communication		42,735	
Dues and Memberships		2,642	
Maintenance Agreements		162,293	
Maintenance and Repair Services - Equipment		1,171	
Maintenance and Repair Services - Vehicles		66,565	
Postal Charges		1,299	
Printing, Stationery, and Forms		1,960	
Rentals		3,136	
Towing Services		880	
Travel		31,958	
Other Contracted Services		5,922	
Gasoline		144,476	
Law Enforcement Supplies		16,165	
Lubricants		3,824	
Office Supplies		7,450	
Tires and Tubes		28,072	
Uniforms		42,623	
Other Supplies and Materials		798	
In Service/Staff Development		76,613	
Other Charges		7,169	
Law Enforcement Equipment		156,661	
Total Sheriff's Department			\$ 5,000,140
Administration of the Court 1 Offer des Best			
Administration of the Sexual Offender Registry	•	2 500	
Contracts with Government Agencies	\$	2,500	
Travel		327	
Office Supplies		399	
In Service/Staff Development		580	
Other Equipment Total Administration of the Sexual Offender Registry	-	644	4.450

Total Administration of the Sexual Offender Registry

Jail Captain(s)

(Continued)

4,450

\$

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

Other Salaries and Wages

neral Fund (Cont.)		
Public Safety (Cont.)		
Jail (Cont.)		
Lieutenant(s)	\$ 103,401	
Sergeant(s)	258,644	
Guards	1,870,838	
Cafeteria Personnel	117,586	
Longevity Pay	18,900	
Overtime Pay	116,714	
Social Security	150,430	
Pensions	178,900	
Life Insurance	1,379	
Medical Insurance	624,733	
Employer Medicare	35,181	
Evaluation and Testing	11,000	
Maintenance Agreements	50,525	
Maintenance and Repair Services - Buildings	64,235	
Maintenance and Repair Services - Equipment	15,296	
Medical and Dental Services	870,887	
Rentals	2,035	
Travel	7,639	
Custodial Supplies	108,600	
Drugs and Medical Supplies	89	
Food Supplies	387,998	
Office Supplies	9,512	
Prisoners Clothing	49,648	
Uniforms	20,068	
In Service/Staff Development	2,580	
Other Charges	14,137	
Food Service Equipment	8,826	
Law Enforcement Equipment	39,589	
Other Equipment	 43,523	
Total Jail		\$ 5,248,463
Workhouse		
Guards	\$ 81,155	
Longevity Pay	1,725	
Social Security	4,914	
Pensions	5,802	
Life Insurance	50	
Medical Insurance	22,808	
Employer Medicare	 1,149	
Total Workhouse		117,603
Work Release Program		
Supervisor/Director	\$ 50,738	
Laborers	53,582	
Secretary(ies)	37,788	
Longevity Pay	6,300	
Other Calarina and Wasse	1.057	

(Continued)

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

ablic Safety (Cont.)		
Work Release Program (Cont.)		
Social Security	\$ 8,594	
Pensions	10,462	
Life Insurance	101	
Medical Insurance	39,980	
Employer Medicare	2,010	
Communication	1,252	
Maintenance and Repair Services - Vehicles	3,172	
Postal Charges	13	
Printing, Stationery, and Forms	797	
Other Contracted Services	107,152	
Gasoline	3,006	
Office Supplies	608	
Other Supplies and Materials	408	
Total Work Release Program		\$ 327,019
Fire Prevention and Control		
Contributions	\$ 300,000	
Total Fire Prevention and Control	 	300,000
Civil Defense		
Assistant(s)	\$ 25,203	
Supervisor/Director	57,212	
Part-time Personnel	2,383	
Longevity Pay	900	
Social Security	5,095	
Pensions	5,832	
Life Insurance	46	
Medical Insurance	19,228	
Employer Medicare	1,192	
Communication	672	
	39	
Evaluation and Testing		
Maintenance and Repair Services - Vehicles	1,758	
Postal Charges	22	
Gasoline	2,715	
Office Supplies	1,709	
Uniforms	684	
Liability Insurance	2,312	
Other Charges	5,583	
Communication Equipment	 536	
Total Civil Defense		133,121
Other Emergency Management		
Contributions	\$ 291,821	
Total Other Emergency Management		291,821
Inspection and Regulation		
Board and Committee Members Fees	\$ 5,400	

(Continued)

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General Fund (Cont.)			
Public Safety (Cont.)			
Inspection and Regulation (Cont.)			
Social Security	\$	335	
Employer Medicare		78	
Total Inspection and Regulation			\$ 5,813
County Coroner/Medical Examiner			
Communication	\$	2,059	
Contracts with Private Agencies		138,073	
Other Contracted Services		64,595	
Drugs and Medical Supplies		1,547	
Office Supplies		603	
Total County Coroner/Medical Examiner			206,877
Other Public Safety			
Other Equipment	\$	31,699	
Total Other Public Safety			31,699
Public Health and Welfare			
Local Health Center			
Clerical Personnel	\$	476,862	
Longevity Pay		8,625	
Social Security		26,968	
Pensions		32,585	
Life Insurance		311	
Medical Insurance		198,858	
Employer Medicare		6,307	
Communication		1,345	
Janitorial Services		24,900	
Maintenance and Repair Services - Buildings		777	
Pest Control		540	
Rentals		136	
Travel		3,590	
Custodial Supplies		391	
Office Supplies		1,361	
Utilities		19,781	
Other Charges		4,822	
Total Local Health Center	-	1,022	808,159
Rabies and Animal Control			
Supervisor/Director	\$	45,381	
Deputy(ies)		35,651	
Part-time Personnel		416	
Longevity Pay		225	
Overtime Pay		15,123	
Social Security		5,887	
Pensions		6,747	
Life Insurance		49	
Medical Insurance		16,450	
		-,	

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General Fund (Cont.)		
Public Health and Welfare (Cont.)		
Rabies and Animal Control (Cont.)		
Employer Medicare	\$ 1,377	
Communication	1,637	
Contracts with Private Agencies	300,000	
Maintenance and Repair Services - Vehicles	1,950	
Gasoline	6,583	
Tires and Tubes	527	
Uniforms	953	
Other Supplies and Materials	 1,062	
Total Rabies and Animal Control		\$ 440,018
Nursing Home		
Contributions	\$ 7,000	
Total Nursing Home		7,000
Alcohol and Drug Programs		
Contributions	\$ 6,000	
Total Alcohol and Drug Programs		6,000
Appropriation to State		
Contributions	\$ 115,233	
Total Appropriation to State		115,233
Aid to Dependent Children		
Contributions	\$ 10,000	
Total Aid to Dependent Children		10,000
Other Local Welfare Services		
Contributions	\$ 26,360	
Total Other Local Welfare Services		26,360
Sanitation Management		
Contracts with Government Agencies	\$ 22,166	
Total Sanitation Management		22,166
Other Public Health and Welfare		
Contracts with Government Agencies	\$ 64,757	
Total Other Public Health and Welfare		64,757
Social, Cultural, and Recreational Services		
Adult Activities		
Contributions	\$ 11,600	
Total Adult Activities		11,600
Senior Citizens Assistance		
Contributions	\$ 6,500	
Total Senior Citizens Assistance		6,500

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General Fund (Cont.)

Social	Cultural	and	Recreational	Services	(Cont.)

Social, Cultural, and Recreational Services (Cont.)		
Libraries		
Contributions	\$ 353,800	
Total Libraries		\$ 353,800
Parks and Fair Boards		
Supervisor/Director	\$ 41,126	
Maintenance Personnel	36,557	
Part-time Personnel	38,835	
Overtime Pay	2,614	
Social Security	5,027	
Pensions	5,621	
Life Insurance	50	
Medical Insurance	31,580	
Employer Medicare	1,637	
Communication	2,402	
Maintenance and Repair Services - Equipment	6,059	
Maintenance and Repair Services - Vehicles	382	
Other Contracted Services	688	
Custodial Supplies	7,126	
Diesel Fuel	1,905	
Electricity	50,275	
Gasoline	3,656	
Office Supplies	190	
Uniforms	1,040	
Water and Sewer	39,301	
Other Supplies and Materials	2,007	
Liability Insurance	7,411	
Refunds	100	
Workers' Compensation Insurance	2,870	
Other Charges	3,386	
Other Construction	 6,890	
Total Parks and Fair Boards		298,735
Other Social, Cultural, and Recreational		
Contributions	\$ 356,000	
Total Other Social, Cultural, and Recreational		356,000
Agriculture and Natural Resources		
Agricultural Extension Service		
Salary Supplements	\$ 191,641	
Communication	5	
Travel	912	
Total Agricultural Extension Service		192,558
Forest Service		
Contributions	\$ 1,000	
Total Forest Service		1,000

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General Fund (Cont.)				
Agriculture and Natural Resources (Cont.)				
Soil Conservation				
Assistant(s)	\$	26,400		
Secretary(ies)	Ψ.	27,734		
Longevity Pay		1,800		
Social Security		3,241		
Pensions		3,915		
Life Insurance		46		
Medical Insurance		15,989		
Employer Medicare		758	e	70.002
Total Soil Conservation			\$	79,883
Storm Water Management				
Deputy(ies)	\$	37,000		
Social Security		2,071		
Pensions		2,590		
Life Insurance		25		
Medical Insurance		15,322		
Employer Medicare		484		
Contracts with Government Agencies		3,460		
Contracts with Other Public Agencies		4,500		
Engineering Services		7,950		
Travel		78		
Other Contracted Services		1,351		
Instructional Supplies and Materials		1,706		
Total Storm Water Management		1,700		76,537
Other Operations				
Tourism				
Contributions	\$	22,500		
Other Contracted Services		54,093		
Total Tourism				76,593
Industrial Development				
Contributions	\$	91,000		
Contracts for Development Costs	Ψ	507,469		
Total Industrial Development		307,102		598,469
Total fidustrial Development				370,407
Other Economic and Community Development				
Food Preparation Supplies	\$	4,006		
Total Other Economic and Community Development				4,006
Veterans' Services				
County Official/Administrative Officer	\$	28,957		
	Þ			
Longevity Pay		300		
Social Security Pensions		1,814		
Life Insurance		2,048		
		25 424		
Employer Medicare		424		

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

General Fund (Cont.)				
Other Operations (Cont.)				
Veterans' Services (Cont.)				
Communication	\$	4		
Maintenance Agreements		449		
Postal Charges		151		
Travel		59		
Office Supplies		259		
Total Veterans' Services		235	\$	34,490
Total vectaris services			Ÿ	51,150
Employee Benefits				
Handling Charges and Administrative Costs	\$	1,028		
Unemployment Compensation		1,100		
Other Fringe Benefits		1,200		
Contracts with Private Agencies		4,851		
Liability Insurance		495,869		
Workers' Compensation Insurance		132,275		
Total Employee Benefits				636,323
I system is a				,
Miscellaneous				
Contracts with Other Public Agencies	\$	15,760		
Other Contracted Services		15,288		
Trustee's Commission		349,355		
Total Miscellaneous				380,403
Operation of Non-Instructional Services				
Community Services				
Contributions	e	5 ,000		
	\$	5,000		5,000
Total Community Services				3,000
Capital Projects				
General Administration Projects				
Administration Equipment	\$	7,048		
Building Improvements		6,732		
Data Processing Equipment		59,783		
Heating and Air Conditioning Equipment		75,092		
Motor Vehicles		105,000		
Total General Administration Projects				253,655
Public Safety Projects				
Communication Equipment	\$	72,580		
Law Enforcement Equipment		162,500		
Motor Vehicles		913,590		
Other Construction		24,500		
Total Public Safety Projects	· ·			1,173,170
Public Health and Wolfore Projects				
Public Health and Welfare Projects Architects	•	170 200		
	\$	178,280		170 200
Total Public Health and Welfare Projects				178,280

Exhibit K-8

HAMBLEN COUNTY, TENNESSEE

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

6 IF 1(0)			
General Fund (Cont.)			
Capital Projects (Cont.)			
Social, Cultural, and Recreation Projects	0.000		
Maintenance Equipment	\$ 9,000		
Other Construction	 20,663		
Total Social, Cultural, and Recreation Projects		\$ 29,663	
Total General Fund			\$ 26,729,572
Solid Waste/Sanitation Fund			
Public Health and Welfare			
Sanitation Management			
Supervisor/Director	\$ 67,980		
Mechanic(s)	36,036		
Equipment Operators - Heavy	212,731		
Truck Drivers	307,296		
Laborers	266,049		
Longevity Pay	14,850		
Overtime Pay	4,193		
Social Security	52,664		
Pensions	63,639		
Life Insurance	589		
Medical Insurance	289,417		
Employer Medicare	12,317		
Other Fringe Benefits	300		
Advertising	15,472		
Maintenance and Repair Services - Equipment	216,981		
Towing Services	2,300		
Disposal Fees	1,115,545		
Diesel Fuel	178,723		
Gasoline	5,247		
Lubricants			
Office Supplies	16,274 567		
Small Tools	300		
Tires and Tubes			
	39,564		
Uniforms	11,250		
Other Supplies and Materials	14,049		
Liability Insurance	41,589		
Trustee's Commission	42,670		
Workers' Compensation Insurance	50,153		
Solid Waste Equipment	 22,190	2.400.025	
Total Sanitation Management		\$ 3,100,935	
Total Solid Waste/Sanitation Fund			3,100,935
Drug Control Fund			
Public Safety			
Drug Enforcement			
Salary Supplements	\$ 4,500		
Social Security	279		

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

Drug Control Fund (Cont.) Public Safety (Cont.)				
Drug Enforcement (Cont.)				
Pensions	\$	472		
Employer Medicare	Ÿ	65		
Confidential Drug Enforcement Payments		20,000		
Rentals		5,715		
Travel		2,008		
Veterinary Services		165		
Other Contracted Services		96		
Animal Food and Supplies		965		
Electricity		1,094		
Law Enforcement Supplies		3,080		
Trustee's Commission		381		
In Service/Staff Development		700		
•				
Law Enforcement Equipment		1,762		
Motor Vehicles		46,423	07.705	
Total Drug Enforcement			\$ 87,705	
Total Drug Control Fund				\$ 87,705
Other Special Revenue Fund				
Public Health and Welfare				
Alcohol and Drug Programs				
Contributions	\$	7,350		
Total Alcohol and Drug Programs			\$ 7,350	
Capital Projects - Donated				
Capital Projects Donated to Other Entities				
Building Purchases	\$	30,000		
Total Capital Projects Donated to Other Entities			 30,000	
Total Other Special Revenue Fund				37,350
Constitutional Officers - Fees Fund				
Finance				
County Trustee's Office				
Constitutional Officers' Operating Expenses	\$	6,088		
Total County Trustee's Office			\$ 6,088	
County Clerk's Office				
Constitutional Officers' Operating Expenses	\$	865		
Total County Clerk's Office			865	
Administration of Justice				
Circuit Court				
Constitutional Officers' Operating Expenses	\$	10		
Total Circuit Court			10	

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

Constitutional Officers - Fees Fund (Cont.)				
Administration of Justice (Cont.)				
General Sessions Court Clerk				
Constitutional Officers' Operating Expenses	\$ 59	_		
Total General Sessions Court Clerk		\$	59	
Chancery Court				
Special Commissioner Fees/Special Master Fees	\$ 9,960			
Constitutional Officers' Operating Expenses	 3,343			
Total Chancery Court			13,303	
Juvenile Court Clerk				
Constitutional Officers' Operating Expenses	\$ 10			
Total Juvenile Court Clerk			10	
Public Safety				
Sheriff's Department				
Constitutional Officers' Operating Expenses	\$ 101			
Total Sheriff's Department	 		101	
m 10 · · · 10m D D D				
Total Constitutional Officers - Fees Fund				\$ 20,436
Highway/Public Works Fund				
Highways				
Administration				
County Official/Administrative Officer	\$ 112,246			
Assistant(s)	44,950			
Accountants/Bookkeepers	44,524			
Longevity Pay	2,475			
Board and Committee Members Fees	22,175			
Social Security	13,677			
Pensions	11,520			
Life Insurance	72			
Medical Insurance	31,456			
Employer Medicare	3,199			
Advertising	1,520			
Communication	3,106			
Dues and Memberships	3,609			
Legal Services	1,098			
Postal Charges	204			
Electricity	37,651			
Office Supplies	2,299			
Propane Gas	18,012			
Water and Sewer	1,337			
Liability Insurance	48,255			
Trustee's Commission	33,651			
Vehicle and Equipment Insurance	31,187			
Other Charges	 17,407			
Total Administration		\$	485,630	

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

ighways (Cont.)		
Highway and Bridge Maintenance		
Supervisor/Director	\$ 60,845	
Equipment Operators	321,427	
Truck Drivers	380,774	
Laborers	172,386	
Part-time Personnel	1,440	
Longevity Pay	18,900	
Overtime Pay	41,755	
Social Security	57,926	
Pensions	69,413	
Life Insurance	569	
Medical Insurance	314,013	
Employer Medicare	13,540	
Contracts with Private Agencies	67,066	
Asphalt - Hot Mix	194,386	
Concrete	756	
Crushed Stone	58,321	
General Construction Materials	2,374	
Pipe - Metal	10,628	
Road Signs	5,065	
Salt	64,354	
Uniforms	12,607	
Fencing Total Highway and Bridge Maintenance	 16,641	\$ 1,885
Operation and Maintenance of Equipment		
	\$ 56,477	
Supervisor/Director	\$ 56,477 45,819	
Supervisor/Director Mechanic(s)	\$ 45,819	
Supervisor/Director Mechanic(s) Longevity Pay	\$ 45,819 1,050	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay	\$ 45,819 1,050 1,695	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security	\$ 45,819 1,050 1,695 5,873	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay	\$ 45,819 1,050 1,695	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance	\$ 45,819 1,050 1,695 5,873 7,353 50	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173 1,373	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance Employer Medicare Diesel Fuel	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173 1,373 69,005	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance Employer Medicare Diesel Fuel Equipment Parts - Heavy	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173 1,373 69,005 155,808	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance Employer Medicare Diesel Fuel	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173 1,373 69,005 155,808 5,224	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance Employer Medicare Diesel Fuel Equipment Parts - Heavy Garage Supplies	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173 1,373 69,005 155,808 5,224 31,053	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance Employer Medicare Diesel Fuel Equipment Parts - Heavy Garage Supplies Gasoline Lubricants	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173 1,373 69,005 155,808 5,224 31,053 11,418	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance Employer Medicare Diesel Fuel Equipment Parts - Heavy Garage Supplies Gasoline Lubricants Small Tools	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173 1,373 69,005 155,808 5,224 31,053 11,418 2,236	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance Employer Medicare Diesel Fuel Equipment Parts - Heavy Garage Supplies Gasoline Lubricants Small Tools Tires and Tubes	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173 1,373 69,005 155,808 5,224 31,053 11,418 2,236 52,503	
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance Employer Medicare Diesel Fuel Equipment Parts - Heavy Garage Supplies Gasoline Lubricants Small Tools	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173 1,373 69,005 155,808 5,224 31,053 11,418 2,236	487
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance Employer Medicare Diesel Fuel Equipment Parts - Heavy Garage Supplies Gasoline Lubricants Small Tools Tires and Tubes Other Supplies and Materials	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173 1,373 69,005 155,808 5,224 31,053 11,418 2,236 52,503	487
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance Employer Medicare Diesel Fuel Equipment Parts - Heavy Garage Supplies Gasoline Lubricants Small Tools Tires and Tubes Other Supplies and Materials Total Operation and Maintenance of Equipment	\$ 45,819 1,050 1,695 5,873 7,353 50 37,173 1,373 69,005 155,808 5,224 31,053 11,418 2,236 52,503	487
Supervisor/Director Mechanic(s) Longevity Pay Overtime Pay Social Security Pensions Life Insurance Medical Insurance Employer Medicare Diesel Fuel Equipment Parts - Heavy Garage Supplies Gasoline Lubricants Small Tools Tires and Tubes Other Supplies and Materials Total Operation and Maintenance of Equipment	45,819 1,050 1,695 5,873 7,353 50 37,173 1,373 69,005 155,808 5,224 31,053 11,418 2,236 52,503 3,012	487

(Continued)

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)					
Highways (Cont.)					
Capital Outlay					
Motor Vehicles	\$	157,892			
State Aid Projects		1,512,280			
Total Capital Outlay			\$	1,670,172	
Total Highway/Public Works Fund					\$ 4,545,685
General Debt Service Fund					
Principal on Debt					
General Government					
Principal on Bonds	\$	1,306,504			
Principal on Other Loans		489,394			
Total General Government			\$	1,795,898	
Education					
Principal on Bonds	\$	633,496			
Principal on Other Loans	Ψ.	2,069,460			
Total Education		2,002,100		2,702,956	
Total Edition				2,702,230	
Interest on Debt					
General Government					
Interest on Bonds	\$	3,620,288			
Interest on Other Loans		44,927			
Total General Government				3,665,215	
Education					
Interest on Bonds	\$	1,208,744			
Interest on Other Loans		307,414			
Total Education				1,516,158	
Other Debt Service					
General Government					
Trustee's Commission	\$	150,561			
Total General Government				150,561	
Education					
Other Debt Service	\$	13,280			
Total Education				13,280	
Total General Debt Service Fund					9,844,068
Special Debt Service Fund					
Principal on Debt					
General Government					
Principal on Bonds	\$	225,000			
Total General Government	9	443,000	\$	225,000	
10tai Generai Governinelli			٥	443,000	

Exhibit K-8

HAMBLEN COUNTY, TENNESSEE

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

Special Debt Service Fund (Cont.) Interest on Debt			
General Government			
Interest on Bonds	\$ 186,200		
Interest on Notes	 18,207		
Total General Government		\$ 204,407	
Other Debt Service			
General Government			
Other Debt Issuance Charges	\$ 11,515		
Total General Government		 11,515	
Total Special Debt Service Fund			\$ 440,922
General Capital Projects Fund			
Capital Projects			
Public Health and Welfare Projects			
Other Construction	\$ 469,873		
Total Public Health and Welfare Projects	 	\$ 469,873	
Total General Capital Projects Fund			469,873
Highway Capital Projects Fund			
Capital Projects			
Highway and Street Capital Projects			
Printing, Stationery, and Forms	\$ 1,561		
Trustee's Commission	1,194		
Highway Construction	228,013		
Highway Equipment	352,275		
Motor Vehicles	84,522		
State Aid Projects	 385,979		
Total Highway and Street Capital Projects		\$ 1,053,544	
Total Highway Capital Projects Fund			1,053,544
Other General Government Capital Projects Fund			
Capital Projects			
Public Safety Projects			
Communication Equipment	\$ 209,517		
Total Public Safety Projects		\$ 209,517	
Total Other General Government Capital Projects Fund			209,517
Other Capital Projects Fund			
Capital Projects			
Public Safety Projects			
Architects	\$ 290,340		
Other Contracted Services	352,827		
Building Construction	33,090,206		
Furniture and Fixtures	98,199		

Exhibit K-8

HAMBLEN COUNTY, TENNESSEE

Schedule of Detailed Expenditures -

All Governmental Fund Types (Cont.)

Other Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Public Safety Projects (Cont.)

 Site Development
 \$ 500

 Other Equipment
 4,148

 Other Capital Outlay
 18,158

Total Public Safety Projects \$ 33,854,378

Total Other Capital Projects Fund \$ 33,854,378

Total Governmental Funds - Primary Government \$80,393,985

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department

For the Year Ended June 30, 2024

General Purpose School Fund

Regular Instruction Program

Instruction

\$ 32,780,657
54,112
688,863
1,754,604
193,063
623,412
23,550
2,090,030
2,512,362
30,236
5,692,764
9,571
501,690
710,829
102,843
\$

TISA - On-behalf Payments Other Charges Regular Instruction Equipment

Other Supplies and Materials

Instructional Supplies and Materials

Textbooks - Electronic

Textbooks - Bound

Total Regular Instruction Program

Special Education Program

Teachers	\$ 4,049,694
Career Ladder Program	3,000
Educational Assistants	869,065
Speech Pathologist	532,758
Certified Substitute Teachers	69,925
Non-certified Substitute Teachers	21,950
Social Security	324,449
Pensions	387,133
Life Insurance	5,410
Medical Insurance	989,212
Unemployment Compensation	1,350
Employer Medicare	76,319
Instructional Supplies and Materials	32,407
Other Supplies and Materials	19,443
TISA - On-behalf Payments	33,699
Special Education Equipment	 41,715
1. (.1 C 1 E.1 D	

Total Special Education Program

Career and Technical Education Program

Teachers Career Ladder Program \$ 3,348,236 3,935

510,254

96,344

804,666

52,762

132,005 161,254

2,529,283

52,055,154

7,457,529

Other Supplies and Materials

Total Health Services

Other Student Support
Career Ladder Program

Guidance Personnel

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)		
Instruction (Cont.)		
Career and Technical Education Program (Cont.)		
Other Salaries and Wages	\$ 26,080	
Certified Substitute Teachers	75,448	
Social Security	197,144	
Pensions	236,826	
Life Insurance	2,653	
Medical Insurance	506,197	
Unemployment Compensation	591	
Employer Medicare	48,021	
Instructional Supplies and Materials	59,799	
Other Supplies and Materials	91,613	
Vocational Instruction Equipment	 21,872	
Total Career and Technical Education Program		\$ 4,618,415
Student Body Education Program		
Other Contracted Services	\$ 31,520	
Other Supplies and Materials	77,068	
Other Charges	54,168	
Total Student Body Education Program	 	162,756
Support Services		
Attendance		
Other Salaries and Wages	\$ 5,500	
Social Security	341	
Pensions	375	
Employer Medicare	80	
Travel	3,950	
Total Attendance	 	10,246
Health Services		
Supervisor/Director	\$ 62,726	
Medical Personnel	696,772	
Other Salaries and Wages	32,505	
Social Security	46,913	
Pensions	58,622	
Life Insurance	1,075	
Medical Insurance	195,918	
Unemployment Compensation	263	
Employer Medicare	10,981	
Travel	1,886	
Drugs and Medical Supplies	4,869	
01 0 1 136 11	2 (07	

(Continued)

\$

2,687

500

1,538,352

1,115,217

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

Unemployment Compensation

Other Contracted Services

Employer Medicare

Travel

General Purpose School Fund (Cont.)		
Support Services (Cont.)		
Other Student Support (Cont.)		
Other Salaries and Wages	\$ 11,702	
Social Security	86,131	
Pensions	103,553	
Life Insurance	1,201	
Medical Insurance	229,111	
Unemployment Compensation	290	
Employer Medicare	21,223	
Contracts with Government Agencies	800,000	
Evaluation and Testing	162,161	
Total Other Student Support		\$ 2,954,224
Regular Instruction Program		
Supervisor/Director	\$ 250,416	
Librarians	1,216,531	
Secretary(ies)	169,777	
Other Salaries and Wages	278,522	
In-service Training	45,386	
Social Security	112,631	
Pensions	123,798	
Life Insurance	1,415	
Medical Insurance	278,549	
Unemployment Compensation	369	
Employer Medicare	27,247	
Travel	53,671	
Library Books/Media	24,776	
Other Supplies and Materials	26,689	
In Service/Staff Development	188,049	
Other Charges	78,666	
Other Equipment	260,925	
Total Regular Instruction Program		3,137,417
Special Education Program		
Supervisor/Director	\$ 70,035	
Psychological Personnel	291,526	
Medical Personnel	56,398	
Secretary(ies)	80,045	
Clerical Personnel	29,319	
Other Salaries and Wages	126,585	
Social Security	36,614	
Pensions	44,929	
Life Insurance	490	
Medical Insurance	94,031	
II 1 . C	105	

(Continued)

125

9,337

3,029

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)		
Support Services (Cont.)		
Special Education Program (Cont.)		
Other Supplies and Materials	\$ 4,439	
In Service/Staff Development	17,758	
Total Special Education Program	 	\$ 1,291,721
Career and Technical Education Program		
Supervisor/Director	\$ 83,752	
Secretary(ies)	41,994	
Other Salaries and Wages	145,821	
Social Security	15,908	
Pensions	18,716	
Life Insurance	202	
Medical Insurance	39,696	
Unemployment Compensation	35	
Employer Medicare	3,720	
Travel	7,856	
Other Supplies and Materials	918	
In Service/Staff Development	25,468	
Total Career and Technical Education Program		384,086
Technology		
Supervisor/Director	\$ 94,239	
Computer Programmer(s)	66,148	
Secretary(ies)	40,546	
Other Salaries and Wages	679,320	
Social Security	52,338	
Pensions	61,618	
Life Insurance	790	
Medical Insurance	133,900	
Unemployment Compensation	185	
Employer Medicare	12,240	
Communication	76,692	
Consultants	4,900	
Internet Connectivity	254,194	
Travel	9,935	
Office Supplies	9,160	
Uniforms	4,818	
Cabling	4,663	
Software	468,482	
In Service/Staff Development	2,490	
Data Processing Equipment	 214,015	
Total Technology		2,190,673
Other Programs		
On-behalf Payments to OPEB	\$ 589,691	
Total Other Programs		589,691

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

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

Board of Education

Board and Committee Members Fees	\$ 47,400
Social Security	2,939
Pensions	2,058
Life Insurance	244
Medical Insurance	26,267
Employer Medicare	687
Audit Services	37,300
Dues and Memberships	13,582
Legal Services	50,106
Travel	29,497
Liability Insurance	373,293
Premiums on Corporate Surety Bonds	1,739
Trustee's Commission	509,358
Workers' Compensation Insurance	349,243
Other Charges	 12,211
Total Board of Education	

Director of Schools

County Official/Administrative Officer	\$ 183,750
Assistant(s)	237,070
Career Ladder Program	2,000
Secretary(ies)	46,358
Social Security	27,796
Pensions	44,972
Life Insurance	1,252
Medical Insurance	28,687
Unemployment Compensation	46
Employer Medicare	6,870
Communication	15,019
Postal Charges	9,000
Travel	17,451
Other Contracted Services	7,001
Office Supplies	8,252
Other Charges	3,050

Total Director of Schools

Office of the Principal

Principals	\$ 1,740,914
Career Ladder Program	3,500
Assistant Principals	1,379,732
Secretary(ies)	923,504
Clerical Personnel	16,000
Social Security	240,485
Pensions	279,577
Life Insurance	3,130
Medical Insurance	581,096

(Continued)

1,455,924

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

apport Services (Cont.)		
Office of the Principal (Cont.)		
Unemployment Compensation	\$ 741	
Employer Medicare	56,299	
Communication	92,125	
Total Office of the Principal	 	\$ 5,317,
Fiscal Services		
Supervisor/Director	\$ 104,965	
Accountants/Bookkeepers	187,805	
Social Security	16,431	
Pensions	19,027	
Life Insurance	221	
Medical Insurance	36,662	
Unemployment Compensation	64	
Employer Medicare	4,149	
Maintenance and Repair Services - Equipment	58	
Travel	4,593	
Other Contracted Services	14,421	
Data Processing Supplies	4,150	
Office Supplies	4,203	
Administration Equipment	216,624	
Total Fiscal Services	 	613,
Human Services/Personnel		
Supervisor/Director	\$ 85,467	
Other Salaries and Wages	87,282	
Social Security	9,783	
Pensions	12,064	
Life Insurance	145	
Medical Insurance	28,941	
Unemployment Compensation	35	
Employer Medicare	2,288	
Travel	807	
Other Supplies and Materials	2,000	
Total Human Services/Personnel		228,8
Operation of Plant		
Custodial Personnel	\$ 2,117,557	
Other Salaries and Wages	38,544	
Social Security	126,992	
Pensions	139,610	
Life Insurance	2,694	
Medical Insurance	480,129	
Unemployment Compensation	701	
Employer Medicare	30,444	
Other Contracted Services	444,362	
Custodial Supplies	289,837	

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

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

Support S	Services (Cont.)

Operation of	Piani	(Cont.)	1
Electricity			

operation of Frank (Cont.)		
Electricity	\$	2,067,931
Natural Gas		207,718
Water and Sewer		477,327
Other Supplies and Materials		16,116
Other Charges		3,314
Plant Operation Equipment		25,404
Total Operation of Plant	<u> </u>	

Maintenance of Plant

Supervisor/Director	\$ 68,658
Maintenance Personnel	768,093
Social Security	49,152
Pensions	56,661
Life Insurance	882
Medical Insurance	171,523
Unemployment Compensation	220
Employer Medicare	11,495
Maintenance and Repair Services - Buildings	380,085
Maintenance and Repair Services - Equipment	98,989
Travel	2,268
Equipment and Machinery Parts	96,608
Uniforms	13,574
Other Charges	644
Maintenance Equipment	 28,065
Total Maintenance of Plant	

1,746,917

6,468,680

Transportation

Supervisor/Director	\$ 70,486
Mechanic(s)	232,561
Bus Drivers	1,457,680
Clerical Personnel	70,751
Social Security	102,687
Pensions	120,228
Life Insurance	2,149
Medical Insurance	392,746
Unemployment Compensation	738
Employer Medicare	25,014
Maintenance and Repair Services - Vehicles	26,669
Medical and Dental Services	8,275
Travel	67
Diesel Fuel	378,640
Garage Supplies	886
Gasoline	49,641
Lubricants	18,407
Tires and Tubes	48,855
Uniforms	3,772

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

Support Services (Cont.)				
Transportation (Cont.)				
Vehicle Parts	\$	215,550		
Other Supplies and Materials	¥	6,669		
Vehicle and Equipment Insurance		192,152		
Other Charges		78,940		
Transportation Equipment		770,537		
Total Transportation		110,551	\$	4,274,100
Tour Transportation			Ÿ	1,271,100
Operation of Non-Instructional Services				
Food Service				
Food Supplies	\$	12,413		
Total Food Service				12,413
				,,
Community Services				
Supervisor/Director	\$	32,175		
Other Salaries and Wages		266,973		
Social Security		14,756		
Pensions		5,376		
Life Insurance		14		
Medical Insurance		2,569		
Unemployment Compensation		301		
Employer Medicare		3,451		
Other Contracted Services		767		
Other Supplies and Materials		18,611		
Total Community Services				344,993
Early Childhood Education				
Teachers	\$	714,611		
Educational Assistants	ų.	429,385		
Certified Substitute Teachers		13,615		
Non-certified Substitute Teachers		10,940		
Social Security		65,794		
Pensions		52,357		
Life Insurance		666		
Medical Insurance				
		132,535		
Unemployment Compensation		337		
Employer Medicare		16,244		
Instructional Supplies and Materials		35,053		
In Service/Staff Development		4,266		
Other Charges		3,566		1 470 240
Total Early Childhood Education				1,479,369
Capital Outlay				
Regular Capital Outlay				
Architects	\$	24,000		
Building Improvements		4,081,546		
Total Regular Capital Outlay				4,105,546

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

Instructional Supplies and Materials

Vocational Instruction Equipment

Total Career and Technical Education Program

Other Supplies and Materials

General Purpose School Fund (Cont.) Other Debt Service Education Other Debt Service Total Education	<u>\$</u>	500,000	\$ 500,000	
Total General Purpose School Fund				\$ 103,152,933
School Federal Projects Fund Instruction Regular Instruction Program Teachers Educational Assistants Other Salaries and Wages	\$	1,570,589 1,143,111 30,436		
Certified Substitute Teachers Non-certified Substitute Teachers Social Security Pensions Life Insurance Medical Insurance Employer Medicare Other Contracted Services		40,388 20,468 154,982 160,222 2,725 449,992 39,786 114,512		
Instructional Supplies and Materials Textbooks - Bound Other Supplies and Materials Regular Instruction Equipment Total Regular Instruction Program		419,222 252,520 34,221 107,075	\$ 4,540,249	
Special Education Program Teachers Educational Assistants Non-certified Substitute Teachers Social Security Pensions Life Insurance Medical Insurance Employer Medicare Instructional Supplies and Materials Special Education Equipment Total Special Education Program	\$	16,575 1,772,579 30,377 104,704 116,243 3,215 529,691 25,214 87,961 4,047	2,690,606	
Career and Technical Education Program Other Salaries and Wages Social Security Pensions Employer Medicare Maintenance and Repair Services - Equipment	\$	6,925 429 541 100 2,053	2,070,000	

(Continued)

315,117

80,230

49,406

175,433

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

chool Federal Projects Fund (Cont.)			
Support Services			
Health Services			
Social Workers	\$	120,194	
Medical Personnel		2,300	
Social Security		6,770	
Pensions		9,712	
Life Insurance		92	
Medical Insurance		18,797	
Employer Medicare		1,583	
Drugs and Medical Supplies		419	
Other Supplies and Materials		858	
In Service/Staff Development		240	
Total Health Services			\$ 160,965
Other Student Support			
Social Workers	\$	110,830	
School Resource Officer	*	4,529	
Other Salaries and Wages		163,402	
Social Security		20,338	
Pensions		24,746	
Life Insurance		369	
Medical Insurance		71,380	
Unemployment Compensation		12	
Employer Medicare		4,756	
Travel			
		42,433	
Other Supplies and Materials		67,461	
In Service/Staff Development		21,000	
Other Charges		809	F22.04F
Total Other Student Support			532,065
Regular Instruction Program			
Supervisor/Director	\$	164,080	
Educational Assistants		48,633	
Other Salaries and Wages		825,995	
Certified Substitute Teachers		9,292	
Non-certified Substitute Teachers		11,185	
Social Security		58,901	
Pensions		66,101	
Life Insurance		625	
Medical Insurance		115,282	
Employer Medicare		14,947	
Contracts with Private Agencies		99,446	
Travel		7,073	
Other Contracted Services		71,000	
Other Supplies and Materials		69,489	
In Service/Staff Development		431,322	
		1.603	
Other Charges Other Equipment		1,603 1,297	

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

School Federal Projects Fund (Cont.)			
Support Services (Cont.)			
Special Education Program			
•	e	10.907	
Psychological Personnel	\$	10,807	
Other Salaries and Wages		135,884	
Social Security		8,018	
Pensions		9,286	
Life Insurance		101	
Medical Insurance		20,848	
Employer Medicare		2,026	
Other Contracted Services		8,088	
Other Supplies and Materials		5,164	
Total Special Education Program			\$ 200,222
Career and Technical Education Program			
Other Salaries and Wages	\$	49,800	
Social Security		3,026	
Pensions		3,912	
Employer Medicare		722	
In Service/Staff Development		5,785	
Total Career and Technical Education Program			63,245
77			
Technology			
Other Salaries and Wages	\$	25,441	
Social Security		1,564	
Pensions		1,781	
Life Insurance		42	
Medical Insurance		8,376	
Employer Medicare		366	
Software		52,802	
Total Technology			90,372
Fiscal Services			
Accountants/Bookkeepers	\$	1,029	
Social Security		64	
Pensions		72	
Employer Medicare		15	
Other Contracted Services		1,982	
Total Fiscal Services		, , , , , , , , , , , , , , , , , , , ,	3,162
Operation of Plant			
Operation of Plant		4.057	
Plant Operation Equipment	\$	4,957	4.057
Total Operation of Plant			4,957
Transportation			
Bus Drivers	\$	6,054	
Social Security		375	
Pensions		415	
Employer Medicare		88	

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

School Federal Projects Fund (Cont.)					
Support Services (Cont.)					
Transportation (Cont.)	•	276			
Diesel Fuel	\$	276			
Other Charges		722			
Transportation Equipment		124,222	122.152		
Total Transportation			\$ 132,152		
Operation of Non-Instructional Services					
Community Services					
	\$	220,113			
Other Salaries and Wages	٠	· ·			
Social Security Pensions		13,645			
		3,210			
Life Insurance		46			
Medical Insurance		7,513			
Employer Medicare		3,192			
Other Supplies and Materials		34,036			
Total Community Services			281,755		
Comital Ovelov					
Capital Outlay					
Regular Capital Outlay	ø	4.605.407			
Building Construction	\$	4,605,407			
Plant Operation Equipment		1,176,350	5 504 555		
Total Regular Capital Outlay			 5,781,757		
Total School Federal Projects Fund				\$	17.702.005
Total School Federal Flojects Fund				a)	16,792,895
Total School Federal Hojeets Fund				à	16,/92,895
Central Cafeteria Fund				ş	16,/92,895
Central Cafeteria Fund Operation of Non-Instructional Services				à	16,/92,895
Central Cafeteria Fund				à	10,/92,895
Central Cafeteria Fund Operation of Non-Instructional Services	\$	74,140		ą.	10,792,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service	\$	74,140 45,862		ą.	16,792,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director	\$			à	16,792,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers	\$	45,862		â	10,792,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel	\$	45,862 39,471		ş	10,/92,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel	\$	45,862 39,471 2,152,975		ā	10,/92,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages	\$	45,862 39,471 2,152,975 14,680		à	10,/92,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training	\$	45,862 39,471 2,152,975 14,680 51,748		ą.	10,/92,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training Social Security	\$	45,862 39,471 2,152,975 14,680 51,748 146,255		ą.	10,/92,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training Social Security Pensions	\$	45,862 39,471 2,152,975 14,680 51,748 146,255 85,293 2,196		9.	10,/92,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training Social Security Pensions Life Insurance Medical Insurance	\$	45,862 39,471 2,152,975 14,680 51,748 146,255 85,293 2,196 387,368		a a	10,/92,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training Social Security Pensions Life Insurance Medical Insurance Employer Medicare	\$	45,862 39,471 2,152,975 14,680 51,748 146,255 85,293 2,196 387,368 34,050		•	10,/92,895
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training Social Security Pensions Life Insurance Medical Insurance Employer Medicare Maintenance and Repair Services - Equipment	\$	45,862 39,471 2,152,975 14,680 51,748 146,255 85,293 2,196 387,368 34,050 40,708		•	10,/92,893
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training Social Security Pensions Life Insurance Medical Insurance Employer Medicare Maintenance and Repair Services - Equipment Travel	\$	45,862 39,471 2,152,975 14,680 51,748 146,255 85,293 2,196 387,368 34,050 40,708 23,342		•	10,/92,893
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training Social Security Pensions Life Insurance Medical Insurance Employer Medicare Maintenance and Repair Services - Equipment Travel Other Contracted Services	\$	45,862 39,471 2,152,975 14,680 51,748 146,255 85,293 2,196 387,368 34,050 40,708 23,342 436,028		•	10,/92,893
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training Social Security Pensions Life Insurance Medical Insurance Employer Medicare Maintenance and Repair Services - Equipment Travel Other Contracted Services Food Preparation Supplies	\$	45,862 39,471 2,152,975 14,680 51,748 146,255 85,293 2,196 387,368 34,050 40,708 23,342 436,028 40,819		•	10,/92,893
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training Social Security Pensions Life Insurance Medical Insurance Employer Medicare Maintenance and Repair Services - Equipment Travel Other Contracted Services Food Preparation Supplies Food Supplies	\$	45,862 39,471 2,152,975 14,680 51,748 146,255 85,293 2,196 387,368 34,050 40,708 23,342 436,028 40,819 2,912,298		•	10,/92,893
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training Social Security Pensions Life Insurance Medical Insurance Employer Medicare Maintenance and Repair Services - Equipment Travel Other Contracted Services Food Preparation Supplies Food Supplies Office Supplies	\$	45,862 39,471 2,152,975 14,680 51,748 146,255 85,293 2,196 387,368 34,050 40,708 23,342 436,028 40,819 2,912,298 7,156		•	10,/92,893
Central Cafeteria Fund Operation of Non-Instructional Services Food Service Supervisor/Director Accountants/Bookkeepers Clerical Personnel Cafeteria Personnel Other Salaries and Wages In-service Training Social Security Pensions Life Insurance Medical Insurance Employer Medicare Maintenance and Repair Services - Equipment Travel Other Contracted Services Food Preparation Supplies Food Supplies	\$	45,862 39,471 2,152,975 14,680 51,748 146,255 85,293 2,196 387,368 34,050 40,708 23,342 436,028 40,819 2,912,298		•	10,/92,893

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

Central Cafeteria Fund (Cont.)			
Operation of Non-Instructional Services (Cont.)			
Food Service (Cont.)			
Other Supplies and Materials	\$ 253,413		
In Service/Staff Development	5,512		
Other Charges	30,855		
Food Service Equipment	152,042		
Total Food Service	 	\$ 7,557,705	
Total Central Cafeteria Fund			\$ 7,557,705
Internal School Fund			
Operation of Non-Instructional Services			
Community Services			
Other Charges	\$ 4,092,018		
Total Community Services		\$ 4,092,018	
Total Internal School Fund			4,092,018
Education Capital Projects Fund			
Capital Projects			
Education Capital Projects			
Building Construction	\$ 9,952,262		
Total Education Capital Projects	_	\$ 9,952,262	
Total Education Capital Projects Fund			 9,952,262
Total Governmental Funds - School Department			\$ 141,547,813

SINGLE AUDIT SECTION



Jason E. Mumpower

Comptroller

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

Hamblen County Mayor and Board of County Commissioners Hamblen 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 Hamblen County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Hamblen County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated January 30, 2025. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the discretely presented Hamblen County School Department, as described in our report on Hamblen 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 Hamblen 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 Hamblen County's internal control. Accordingly, we do not express an opinion on the effectiveness of Hamblen 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified The following deficiencies in internal control, described

in the accompanying Schedule of Findings and Questioned Costs, that we consider to be significant deficiencies: 2024-002 and 2024-003.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Hamblen County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2024-001 and 2024-003.

Hamblen County's Responses to the Findings

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

Purpose of this Report

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

January 30, 2025

JEM/gc



Jason E. Mumpower

Comptroller

Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Hamblen County Mayor and Board of County Commissioners Hamblen 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 Hamblen 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 Hamblen County's major federal programs for the year ended June 30, 2024. Hamblen 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, Hamblen 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, 2024.

Basis for Opinion on Each Major Federal Program

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

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Hamblen 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 Hamblen 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 Hamblen 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 Hamblen County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Hamblen County's basic financial statements. We issued our report thereon dated January 30, 2025, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,

Jason E. Mumpower Comptroller of the Treasury Nashville, Tennessee

January 30, 2025

JEM/gc

HAMBLEN COUNTY, TENNESSEE, AND THE HAMBLEN COUNTY SCHOOL DEPARTMENT

Schedule of Expenditures of Federal Awards and State Grants (1) (2) (6) (7)

For the Year-Ended June 30, 2024

Federal Pass-Through Agency State Grantor Forgram Title Listing Number Expenditures Frantor Forgram Title Number Number Expenditures Passed-through State Department of Education: USS Department of Agriculture: USS Numbers N/A \$ 1,751,333 National School Lunch Program 10.555 N/A \$ 2,292,226 (2) COVID 19 - Pandemic EBT Administrative Costs 10.455 N/A \$ 2,492,282 (2) COVID 19 - Pandemic EBT Administrative Costs 10.455 N/A \$ 2,492,282 (2) COVID 19 - Pandemic EBT Administrative Costs 10.450 N/A \$ 2,492,282 (2) COVID 19 - Pandemic EBT Administrative Costs 10.555 N/A \$ 620,648 (5) Passed-through State Department of Agriculture: 10.555 N/A \$ 620,648 (5) Passed-through State Department of Health: \$ 220,228 (2) \$ 20,028 (2) \$ 20,028 (2) \$ 20,028 (2) \$ 20,028 (2) \$ 20,028 (2) \$ 20,028 (2) \$ 20,028 (2) \$ 20,028 (2) \$ 20,028 (2) \$ 20,028 (2) \$ 2,028 (2) \$ 2,028 (2) \$ 2,028 (2) \$ 2,028 (2) \$ 2,028 (2) \$ 2,028 (2) \$ 2,028 (2) \$ 2,028 (2) \$ 2,028 (2) \$ 2,028 (2) \$ 2,028 (2)		Assistance	Pass-through		
US. Department of Agriculture: Passed-through State Department of Education: Child Nutrition Claster (4) School Breakfast Program 10.553 N/A \$ 1,751,333 National School Lanch Program (Supply Clain Assistance Gram) 10.555 N/A \$ 2,92,82 (5) National School Lanch Program (Supply Clain Assistance Gram) 10.555 N/A \$ 2,92,82 (6) National School Lanch Program (Supply Clain Assistance Gram) 10.555 N/A \$ 2,92,82 (8) National School Lanch Program (Supply Clain Assistance Gram) 10.555 N/A \$ 6,180 Passed-through State Department of Agriculture: Child Nutrition Cluster (4) National School Lanch Program (Commodities - Noncash Assistance) Passed-through State Department of Health: Special Supplemental Nutrition Program for Women, Infants, and Children 10.557 GG-24-80392 220,258 Total US. Department of Agriculture US. Department of Housing and Urban Development: Passed-through State Department of Economic and Community Development: Community Development Block Grants/State's Program 14.228 (3) \$ 4,000 Passed-through State Department of Economic and Community Development: Community Development Block Grants/State's Program 14.239 (3) \$ 466,571 Total US. Department of Housing and Urban Development US. Department of Housing and Urban Development US. Department of Housing Development Agency: US. Department of Housing and Urban Development US. Department of Justice: US. Department of Insupply Community Development US. Department of Insupply Community Development US. Department of Transportation: US. Department	Federal/Pass-Through Agency/State	Listing	Entity Identifying		
Passed-through State Department of Education: Child Nutrition Cluster: (4) 1.0555 N/A \$ 1,751,333 National School Launch Program 10.555 N/A \$ 2,952,26 (3) National School Launch Program (Supply Chain Assistance Gram) 10.555 N/A \$ 2,952,26 (3) COVID 19 - Pandemic EBT Administrative Costs 10.699 N/A \$ 6,180 Passed-through State Department of Agriculture: Child Nutrition Cluster: (4) N/A \$ 620,648 (5) Passed-through State Department of Gaginal Program (Commodities - Noncash Assistance) N/A \$ 620,648 (5) Passed-through State Department of Health: Special Supplemental Nutrition Program for Women, Infants, and Children 10.557 GG-24-80392 220,258 Total U.S. Department of Agriculture Special Supplemental Nutrition Program for Women, Infants, and Children 10.557 GG-24-80392 220,258 Total U.S. Department of Housing and Urban Development: Special Supplemental Nutrition Program for Women, Infants, and Children 10.557 GG-24-80392 220,258 Total U.S. Department of Housing and Urban Development: Special Supplemental Nutrition Program for Women, Infants, and Children 14.228 (3) \$ 4,006 Total U.S. Department of Housing and Urban Development 14.228 (3) \$ 4,006 Total U.S. Department of Housing and Urban Development 14.228 (3) \$ 4,006 U.S. Department of Insister Department of Housing and Urban Development 14.239 (3) \$ 466,371 Total U.S. Department of Insister Department of University 15.228 (3) \$ 4,007 Total U.S. Department of Insister Program 16.606 N/A \$ 2,4369 Total U.S. Department of Transportation: 20.007 24,4369 Total U.S. Department of Transportation: 20.007 24,4369 Total U.S. Department of Transportation: 20.007 N/A \$ 3,000 Total U.S. Department of Transportation: 20.007 N/A \$ 3,000 Total U.S. Department of Transportation: 20.007 N/A \$ 3,000 Total U.S. Department of Transportation: 20.007 N/A \$ 3,000 Total U.S. Depart	Grantor Program Title	Number	Number	Exp	enditures
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School Breakfast Program					
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National School Lunch Program (Supply Chain Assistance Grant) 10.555	<u> </u>		· ·	\$	
COVID 19 - Pandemic EBT Administrative Costs 10.649 N/A 6.180	<u> </u>				, ,
Passed-through State Department of Agriculture: Child Nutrition Cluster: (4) National School Lunch Program (Commodities - Noncash Assistance) 10.555 N/A 620,648 (5) Passed-through State Department of Health: Special Supplemental Nutrition Program for Women, Infants, and Children 10.557 GG-24-80392 220,258 Total U.S. Department of Agriculture Salata	, , , , ,		•		
Child Nutrition Cluster: (4) National School Lanch Program (Commodities - Noncash Assistance) 10.555 N/A 620,648 (5) Passed-through State Department of Health: Special Supplemental Nutrition Program for Women, Infants, and Children 10.557 GG-24-8032 220,258 Total U.S. Department of Agriculture Variable Program		10.649	N/A		6,180
National School Lunch Program (Commodities - Noncash Assistance) 10.555 N/A 620,648 (5) Passed-through State Department of Health: 220,258 Special Supplemental Nutrition Program for Women, Infants, and Children 10.557 GG-24-80392 220,258 Total U.S. Department of Agriculture Total U.S. Department of Housing and Urban Development: Total U.S. Department of Housing and Urban Development: Total U.S. Department of Housing Development Agency: Total U.S. Department Partnership Program 14.228 (3) \$ 4,006 Passed-through Tennessee Housing Development Agency: 14.239 (3) 466,371 Total U.S. Department of Housing and Urban Development 14.239 (3) 466,371 Total U.S. Department of Justice: Total U.S. Department of Safety and Homeland Security: Total U.S. Department of Transportation: Total U.S. Department of Transportation: <td< td=""><td></td><td></td><td></td><td></td><td></td></td<>					
Passed-through State Department of Health: Special Supplemental Nutrition Program for Women, Infants, and Children 10.557 GG-24-8032 3.20,258 Total U.S. Department of Agriculture Security Secur		10 555	NI / A		620 648 (5)
Special Supplemental Nutrition Program for Women, Infants, and Children		10.555	IN/A		020,046 (3)
Total U.S. Department of Agriculture Separate Sep		10.557	GG-24-80392		220.258
U.S. Department of Housing and Urban Development: Passed-through State Department of Economic and Community Development: Community Development Block Grants/State's Program 14.228 (3) \$ 4,006 Passed-through Tennessee Housing Development Agency: HOME Investment Partnership Program 14.239 (3) 466,371 Total U.S. Department of Housing and Urban Development U.S. Department of Housing and Urban Development U.S. Department of Justice: Direct Programs: State Criminal Alien Assistance Program 16.606 N/A \$ 24,369 Total U.S. Department of Justice: U.S. Department of Transportation: Passed-through State Department of Safety and Homeland Security: Alcohol Open Container Requirements 20.607 Z24THS120 \$ 3,909 U.S. Department of Transportation: Passed-through State Department of Education: U.S. Department of Treasury: Direct Program: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21.027 N/A \$ 2,822,185 (5) Passed-through State Department of Education: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21.027 N/A 162,632 (5) Total U.S. Department of Treasury U.S. Department of Education: U.S. Department of Education: Title 1 Grants to Local Educational Agencies Passed-through State Department of Education: Title 1 Grants to Local Educational Agencies Special Education Cluster: (4) Special Education Carnats to States 84.017 N/A 2,678,031 (5) Education COVID 19 - Special Education Grants to States COVID 19 - Special Education - Grants to States 84.027 N/A 2,678,031 (5)		10.557	00-24-00372	\$	
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Community Development Block Grants/State's Program 14.228 (3) \$ 4,006 Passed-through Tennessee Housing Development Agency:					
Passed-through Tennessee Housing Development Agency: HOME Investment Partnership Program		14 228	(3)	\$	4 006
HOME Investment Partnership Program	• •	11.220	(5)	Ψ	1,000
Total U.S. Department of Housing and Urban Development	0 1 0 ,	14 239	(3)		466 371
U.S. Department of Justice: Direct Programs: State Criminal Alien Assistance Program 16.606 N/A \$ 24,369 Total U.S. Department of Justice \$ 24,369 U.S. Department of Transportation: Passed-through State Department of Safety and Homeland Security: Alcohol Open Container Requirements 20.607 Z24THS120 \$ 3,909 Total U.S. Department of Transportation 20.607 Z24THS120 \$ 3,909 U.S. Department of Transportation 20.607 Z24THS120 \$ 3,909 U.S. Department of Treasury: Direct Program: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21.027 N/A \$ 2,822,185 (5) Passed-through State Department of Education: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21.027 N/A 162,632 (5) Total U.S. Department of Treasury U.S. Department of Treasury U.S. Department of Education: Passed-through State Department of Education: U.S. Department of Education: Passed-through State Department of Education: U.S. Department of Education: Passed-through State Department of Education: Passed-through State Department of Education: U.S. Department of Education: Passed-through State Department of Education: U.S. Department of Education: Passed-through State Department of Education: W. W		1,1237	(0)	\$	
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Direct Programs: State Criminal Alien Assistance Program 16.606 N/A \$ 24,369 \$ 243,609 \$	U.S. Department of Justice:				
State Criminal Alien Assistance Program 16.606 N/A \$ 24,369 Total U.S. Department of Justice \$ 24,369 U.S. Department of Transportation: **** Passed-through State Department of Safety and Homeland Security: Alcohol Open Container Requirements 20.607 Z24THS120 \$ 3,909 Total U.S. Department of Transportation 20.607 Z24THS120 \$ 3,909 U.S. Department of Treasury: *** *** \$ 3,909 U.S. Department of Treasury: *** *** \$ 3,909 U.S. Department of Treasury: *** *** *** \$ 3,909 U.S. Department of Treasury: *** *** *** \$ 3,909 Passed-through State Department of Education: *** *** *** *** \$ 2,822,185 (5) Total U.S. Department of Treasury 21.027 N/A *** \$ 2,822,185 (5) \$ 2,924,817 (5) \$ 2,924,817 (5) \$ 2,924,817 (5) \$ 2,924,817 (5) \$ 2,924,817 (5) \$ 2,924,817 (5) \$ 2,924,817 (5) \$ 2,924,817 (5) \$ 2,924,817 (5) \$ 2,924,827 (5) \$ 2,924,827 (5) \$ 2,924,827 (5) \$ 2,924,827 (5) \$ 2,924,8					
Total U.S. Department of Justice \$ 24,369 U.S. Department of Transportation: Passed-through State Department of Safety and Homeland Security: Alcohol Open Container Requirements 20,607 72,24THS120 \$ 3,909 Total U.S. Department of Transportation 20,607 72,24THS120 \$ 3,909 U.S. Department of Transportation 20,607 72,24THS120 \$ 3,909 U.S. Department of Transportation 20,607 72,24THS120 \$ 3,909 U.S. Department of Transportation 21,027 N/A \$ 2,822,185 (5) Passed-through State Department of Education: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21,027 N/A 162,632 (5) Total U.S. Department of Treasury 21,027 N/A 162,632 (5) Total U.S. Department of Treasury 21,027 N/A 2,984,817 U.S. Department of Education: Passed-through State Department of Education: Title 1 Grants to Local Educational Agencies 84,010 N/A 3,206,637 Special Education Cluster: (4) 84,027 N/A 2,678,031 (5) Special Education - Grants to States 84,027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84,027 84,027 163,201 (5)		16.606	N/A	\$	24.369
U.S. Department of Transportation: Passed-through State Department of Safety and Homeland Security: Alcohol Open Container Requirements Total U.S. Department of Transportation U.S. Department of Transportation U.S. Department of Transportation U.S. Department of Transportation U.S. Department of Treasury: Direct Program: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds Passed-through State Department of Education: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21.027 N/A 162,632 (5) Total U.S. Department of Treasury U.S. Department of Treasury U.S. Department of Education: Passed-through State Department of Education: Title 1 Grants to Local Educational Agencies Special Education Cluster: (4) Special Education - Grants to States 84.027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027 84.027 84.027 163,201 (5)	ŭ .		,		
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Alcohol Open Container Requirements 20.607 Z24THS120 \$ 3,909 Total U.S. Department of Transportation \$ 3,909 \$ 3,909 U.S. Department of Treasury: \$ 3,909 \$ 3,909 Direct Program: \$ 21.027 N/A \$ 2,822,185 (5) Passed-through State Department of Education: \$ 21.027 N/A \$ 162,632 (5) COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21.027 N/A \$ 2,984,817 U.S. Department of Treasury \$ 2,984,817 U.S. Department of Education: \$ 2,984,817 U.S. Department of Education: \$ 3,206,637 Title 1 Grants to Local Educational Agencies 84.010 N/A \$ 3,206,637 Special Education Cluster: (4) \$ 84.027 N/A 2,678,031 (5) Special Education - Grants to States 84.027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027X 163,201 (5)	U.S. Department of Transportation:				
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U.S. Department of Treasury: Direct Program: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds Passed-through State Department of Education: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21.027 N/A 162,632 (5) 7 total U.S. Department of Treasury U.S. Department of Education: Passed-through State Department of Education: Title 1 Grants to Local Educational Agencies Special Education Cluster: (4) Special Education - Grants to States COVID 19 - Special Education - Grants to States (ARP) 84.027 N/A 2,678,031 (5)	Alcohol Open Container Requirements	20.607	Z24THS120	\$	3,909
Direct Program: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21.027 N/A \$ 2,822,185 (5) Passed-through State Department of Education: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21.027 N/A 162,632 (5) Total U.S. Department of Treasury \$ 2,984,817 U.S. Department of Education: Passed-through State Department of Education: Title 1 Grants to Local Educational Agencies 84.010 N/A \$ 3,206,637 Special Education Cluster: (4) \$ 5pecial Education - Grants to States 84.027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027 84.027 163,201 (5)	Total U.S. Department of Transportation			\$	3,909
Direct Program: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21.027 N/A \$ 2,822,185 (5) Passed-through State Department of Education: COVID 19 - Coronavirus State and Local Fiscal Recovery Funds 21.027 N/A 162,632 (5) Total U.S. Department of Treasury \$ 2,984,817 U.S. Department of Education: Passed-through State Department of Education: Title 1 Grants to Local Educational Agencies 84.010 N/A \$ 3,206,637 Special Education Cluster: (4) \$ 5pecial Education - Grants to States 84.027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027 84.027 163,201 (5)					
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Total U.S. Department of Treasury \$ 2,984,817 U.S. Department of Education: Passed-through State Department of Education: Title 1 Grants to Local Educational Agencies 84.010 N/A 3,206,637 Special Education Cluster: (4) Special Education - Grants to States 84.027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027X 163,201 (5)	Passed-through State Department of Education:				
U.S. Department of Education: Passed-through State Department of Education: Title 1 Grants to Local Educational Agencies 84.010 N/A \$ 3,206,637 Special Education Cluster: (4) Special Education - Grants to States 84.027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027X 163,201 (5)	COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	-	162,632 (5)
Passed-through State Department of Education: Title 1 Grants to Local Educational Agencies 84.010 N/A \$ 3,206,637 Special Education Cluster: (4) \$ 5pecial Education - Grants to States 84.027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027X 163,201 (5)	Total U.S. Department of Treasury			\$	2,984,817
Passed-through State Department of Education: Title 1 Grants to Local Educational Agencies 84.010 N/A \$ 3,206,637 Special Education Cluster: (4) \$ 5pecial Education - Grants to States 84.027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027X 163,201 (5)					
Title 1 Grants to Local Educational Agencies 84.010 N/A \$ 3,206,637 Special Education Cluster: (4) *** *** *** Special Education - Grants to States 84.027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027X 163,201 (5)	U.S. Department of Education:				
Special Education Cluster: (4) 84.027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027X 163,201 (5)	e i				
Special Education - Grants to States 84.027 N/A 2,678,031 (5) COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027X 163,201 (5)	Title 1 Grants to Local Educational Agencies	84.010	N/A	\$	3,206,637
COVID 19 - Special Education - Grants to States (ARP) 84.027 84.027X 163,201 (5)	Special Education Cluster: (4)				
	•	84.027			2,678,031 (5)
Special Education - Preschool Grants 84.173 N/A 79,850 (5)					,
	*				
COVID 19 - Special Education - Preschool Grants (ARP) 84.173 84.173X 2,716 (5)	COVID 19 - Special Education - Preschool Grants (ARP)	84.173	84.173X		2,716 (5)

HAMBLEN COUNTY, TENNESSEE, AND THE HAMBLEN COUNTY SCHOOL DEPARTMENT

Schedule of Expenditures of Federal Awards and State Grants (1) (2) (6) (7) (Cont.)

Federal/Pass-Through Agency/State	Assistance Listing	Pass-through Entity Identifying	r	
Grantor Program Title	Number	Number	Expenditures	
			•	
U.S. Department of Education: (Cont.)				
Passed-through State Department of Education: (Cont.)				
Career and Technical Education - Basic Grants to States	84.048	N/A	\$ 231,401	
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	N/A	54,977	
Education for Homeless Children and Youth	84.196	N/A	83,492	
Twenty-First Century Community Learning Centers	84.287	N/A	99,969	
English Language Acquisition State Grants	84.365	N/A	162,963	
Supporting Effective Instruction State Grants	84.367	N/A	415,399	
Student Support and Academic Enrichment Program	84.424	N/A	238,900	
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund (ESSER II)	84.425D	N/A	1,462,196	(5)
COVID 19 Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund - Innovative High School Grant (ESSER II)	84.425D	N/A	236,496	(5)
COVID 19 Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund -Literacy Training Stipend Grant (ESSER II)	84.425D	N/A	2,000	(5)
COVID 19 Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund - Math Implementation Grant (ESSER II)	84.425D	N/A	71,000	(5)
COVID 19 Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund - Fiscal Pre-Monitoring Grant (ESSER II)	84.425D	N/A	1,983	(5)
COVID 19 Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	7,378,193	(5)
COVID 19 Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund - Homeless Children and Youth (ESSER ARP)	84.425W	N/A	113,334	(5)
Total U.S. Department of Education			\$ 16,682,738	
HOD CH H H H C .				
U.S. Department of Health and Human Services:				
Passed-through State Department of Health:	02 222	(2)	\$ 1////1	(E)
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ARP)	93.323	(3)	\$ 166,661	(5)
Cooperative Agreement for Emergency Response-Public Health Crisis Response Medicaid Cluster: (4)	93.354	(3)	6,168	
Medical Assistance Program	93.778	GG-24-80392	102,133	
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977	GG-24-80392	61,790	
Maternal and Child Health Service Block Grant to the States	93.994	GG-24-80392	122,267	
Passed-through State Department of Education:				
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	N/A	2,407	(5)
CCDF Cluster: (4)				
COVID 19 - Child Care and Development Block Grant - ARP	93.575	N/A	281,755	
Total U.S. Department of Health and Human Services			\$ 743,181	
U.C. December of Hernalis d. Considera				
U.S. Department of Homeland Security:				
Passed-through State Department of Military:	97.042	(2)	¢ 00.220	
Emergency Management Performance Grants Homologic Society Count Program		(3)	\$ 88,328	
Homeland Security Grant Program Total U.S. Department of Homeland Security	97.067	(3)	\$ 133,940	
Total U.S. Department of Homeland Security			پ 135,940	
Total Expenditures of Federal Grants			\$ 29,186,294	
- our Experience of Federal Oranic			¥ 27,100,274	

HAMBLEN COUNTY, TENNESSEE, AND THE HAMBLEN COUNTY SCHOOL DEPARTMENT

Schedule of Expenditures of Federal Awards and State Grants (1) (2) (6) (7) (Cont.)

	Assistance			
	Listing	Contract		
State Grants	Number	Number	Ex	xpenditures
Health Department Programs - State Department of Health	N/A	(3)	\$	354,347
Mental Health Transport - State Department of Finance and Administration	N/A	(3)		43,619
Tennessee Mental Health Court Program - State Department of Mental Health and	N/A	(3)		
Substance Abuse Services	N/A	GG-24-80392		146,320
Juvenile Justice - State Commission on Children and Youth	N/A	(3)		4,500
Drug Court Recovery Program - State Office of Criminal Justice Programs	N/A	(3)		67,757
Emergency Monitoring Indigency Fund - State Department of Treasury	N/A	(3)		16,634
Law Enforcement Training - State Department of Safety	N/A	(3)		29,600
Violent Crime Intervention Funding - Tennessee Office of Criminal Justice Program	N/A	(3)		98,785
School Resource Officer Grant - Finance and Administration	N/A	(3)		1,350,000
Summer Learning Camps - State Department of Education	N/A	(3)		717,886
Summer Learning Camps Transportation - State Department of Education	N/A	(3)		61,132
Public School Security Grant - State Department of Education	N/A	(3)		204,196
Innovative School Models - State Department of Education	N/A	(3)		557,251
State Special Education Preschool Grant - State Department of Education	N/A	(3)		38,150
After School Program - State Department of Human Services	N/A	(3)		30,419
Total State Grants			\$	3,720,596

ALN = Assistance Listing Number

N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Hamblen County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) Information not available.
- (4) Child Nutrition Cluster total \$7,916,525; Special Education Cluster total \$2,923,798; Medicaid Cluster \$102,133; CCDF Cluster total \$281,755.
- (5) Total for ALN 10.555 is \$6,165,192; ALN 21.027 is \$2,984,817; ALN 84.027 is \$2,841,232; ALN 84.173 is \$82,566; ALN 84.425 is \$9,265,202; ALN 93.323 is \$169,068.
- (6) No amounts (\$0) were passed-through to subrecipients.

Total amounts consolidated for administration purposes

(7) CONSOLIDATED ADMINISTRATION Amount The following amounts were consolidated for administration purposes: Provided to Consolidated Administration Program Title ALN Title I Grants to Local Educational Agencies 84.010 154,238 Supporting Effective Instruction State Grants 84.367 18,897 English Language Acquisition State Grants 84.365 482 84.424 1,523 Student Support Academic Enrichment Program

175,140

HAMBLEN COUNTY, TENNESSEE Summary Schedule of Prior-year Findings For the Year Ended June 30, 2024

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 Hamblen County, Tennessee, for the year ended June 30, 2024.

Prior-year Financial Statement Findings

Fiscal	Page	Finding							
Year	Number	Number	Title of Finding	ALN	Current Status				
OFFICE C	F COUNTY	MAYOR							
2023	235	2023-001	Hamblen County Emergency Management Agency is currently under investigation.	N/A	N/A				
OFFICE OF HIGHWAY SUPERINTENDENT									
2023	235	2023-002	The sanitation department had deficiencies related to time and attendance records.	N/A	Not Corrected - See Explanation on Corrective Action Plan				

Prior-year Federal Awards Findings

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

HAMBLEN COUNTY, TENNESSEE SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2024

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

- 1. Our report on the financial statements of Hamblen County is unmodified.
- 2. Internal Control Over Financial Reporting:

* Material weakness identified?	NO

- * Significant deficiency identified? YES
- 3. Noncompliance material to the financial statements noted?

Federal Awards:

- 4. Internal Control Over Major Federal Programs:
 - * Material weakness identified?
 - * 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)?
- 7. Identification of Major Federal Programs:

* Assistance Listing Number: 21.027	COVID 19 - 0	Coronavirus State and Local
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Fiscal Recovery Funds

* Assistance Listing Numbers: 84.027 Special Education Cluster: Special and 84.173 Education Grant to States and

Special Education - Preschool Grants

- * Assistance Listing Number: 84.425 COVID 19 Education Stabilization Fund
- 8. Dollar threshold used to distinguish between Type A and Type B Programs. \$875,589
- 9. Auditee qualified as low-risk auditee? YES

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our audit, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. Written responses for all findings are paraphrased and presented following each finding and recommendation. Management's corrective action plans, whether related to the financial statements or federal awards, are presented separately in the Management's Corrective Action Plan in the Single Audit Section of this report. Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICE OF COUNTY MAYOR AND HIGHWAY SUPERINTENDENT

FINDING 2024-001 THE OFFICES HAD DEFICIENCIES IN BUDGET OPERATIONS

(Noncompliance Under Government Auditing Standards)

Our examination revealed the following deficiencies in budget operations of the office. These deficiencies exist because management failed to hold spending limits authorized by the county commission, which resulted in unauthorized expenditures, and management's failure to provide sufficient oversight.

- A. Expenditures exceeded appropriations approved by the county commission in the capital outlay major appropriations category of the Highway/Public Works Funds by \$94,438.
- B. Salaries exceeded appropriations in nine out of 160 salary line-items of the General, Solid Waste/Sanitation, and Highway Public Works funds by amounts ranging from \$142 to \$19,501. The budget resolution approved by county commission states that the salary, wages, or renumeration of each official, employee or agent of the county will not exceed appropriations that accompany this resolution. Therefore, the salaries that exceeded line-item appropriations were expenditures not approved by county commission.

RECOMMENDATION

Expenditures should be held within appropriations approved by the county commission.

MANAGEMENT'S RESPONSE - COUNTY MAYOR

We concur with these findings. In response to item A, new management has been made aware of this finding that occurred under previous administration. They are working closely to ensure that the purchasing process is closely followed going forward. Purchase orders will be amended to reflect changes in cost estimates and outstanding invoices will be paid in a timely manner with the new administration. In response to item B, the Finance Department will more closely monitor salary expense lines to identify areas of overspending. We will ensure that all salary payments are accurately recorded and allocate any misallocated amounts back to the correct budget lines. Also, budgeted salary lines will be reconciled with payroll expenses to ensure employees are accurately classified and their payroll corresponds to the budget.

OFFICE OF HIGHWAY SUPERINTENDENT

FINDING 2024-002

THE SANITATION DEPARTMENT HAD DEFICIENCIES RELATED TO TIME AND ATTENDANCE RECORDS

(Internal Control – Significant Deficiency Under Government Auditing Standards)

As reported in the June 30, 2023 audit, an allegation was filed with the Comptroller of the Treasury on June 16, 2023, that sanitation employees were getting paid for hours not worked. Chapter 161 of the Private Acts of 1996, as amended, adds the responsibility for overseeing the sanitation department to the duties of the highway superintendent. Investigators from the Division of Investigations met with the highway superintendent and reviewed time records for employees of the sanitation department. They concluded that sanitation employees were most likely working less hours than reflected on their time record, but that there was no way to determine the actual hours worked versus the hours reflected on their time records. This practice was authorized by the superintendent and started during Covid to protect and retain employees. For the June 30, 2024 audit, we reviewed the records and practices relating to sanitation department employee timesheets and noted no changes from the prior year's audit to substantiate hours worked on submitted employee time sheets accurately reflected actual hours worked. Accordingly, as result of management's failure to correct this issue we have repeated the prior year's finding. We have noted that a new highway superintendent took office in September 2024, and began utilizing a time clock in October 2024 to correct this issue and ensure employees are only paid for actual hours worked.

RECOMMENDATION

Employees' time sheets should reflect actual time worked. Employees should only be paid for time worked.

MANAGEMENT'S RESPONSE

No formal management's response was submitted. However, an explanation to the finding is included in the Corrective Action Plan.

OFFICE OF COUNTY MAYOR

FINDING 2024-003

AN INVESTIGATION OF THE HAMBLEN COUNTY EMERGENCY MANAGEMENT AGENCY DISCLOSED DEFICIENCIES IN INTERNAL CONTROL AND COMPLIANCE (Internal Control – Significant Deficiency Under Government Auditing

Standards and Noncompliance Under Government Auditing Standards)

On April 9, 2024, the Comptroller's Division of Investigations issued an investigative report on the Morristown-Hamblen Emergency Management Agency. This report disclosed one deficiency in internal controls and one on compliance. The agency director, a county employee, utilized a county vehicle for personal use in violation of the county vehicle use policy and routinely made personal social media posts during hours reported as worked. This report is available at www.comptroller.tn.gov/ia.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There	were no findings	and questioned	l costs related	l to fe	deral awa	rds for	the year en	ded June	30, 2024.
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Management's Corrective Action Plan

For the Year Ended June 30, 2024

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as required by the auditee requirements within Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Management's corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding		Corrective Action
Number	Title of Finding	Plan Page Number
OFFICE OF COUNTY MAYOR		
2024-001	The offices had deficiencies in budget operations.	229
OFFICE OF HIGHWAY SUPERINTENDENT		
2024-002	The sanitation department had deficiencies related to time and	

230

attendance records.



Corrective Action Plan

FINDING:

THE OFFICE HAD DEFICIENCIES IN BUDGET

OPERATIONS

(Noncompliance Under Government Auditing Standards)

Response and Corrective Action Plan Prepared by: Chris Cutshaw, County Mayor

Person Responsible for Implementing the Corrective Action: Chris Custshaw, County Mayor

Anticipated Completion Date of Corrective Action: June 30, 2025

Repeat Finding:

No

Planned Corrective Action:

A. A change in management with more attention being paid to the purchasing process should rectify this finding.

B. Individual salary line items will be reviewed to identify areas of overspending. Salary payments will also be reviewed and reconciled to the general ledger to ensure payments are accurately recorded based on employee classifications.

Signature:

Chris Cutshaw, County Mayor



Hamblen County Highway Department

3373 Herbert Harville Drive Morristown, TN 37813 Office: (423) 586-3273 Fax: (423) 586-5298

Corrective Action Plan

Finding:

The Sanitation Department had Deficiencies Related to Time and Attendance Records (Internal Control- Significant Deficiency Under Government Auditing Standard)

Response and Corrective Action Plan Prepared By:

Office of the Highway Superintendent Jeff Wisecarver

Person Responsible for Implementing the Corrective Action:

Jeff Wisecarver

Anticipated Completion Date of Corrective Action:

October 1, 2024

Repeat Finding:

Yes

Planned Corrective Action Date:

January 27, 2025

Subject:

Management Response to Recommendations

Timekeeping Management Performance Audit Year ending June 30, 2023. We concur with this finding.

The sanitation department had deficiencies related to time and attendance records.

Under the previous administration, an audit finding was received dated June 30, 2024.

The finding number 2023-002 was published on February 9, 2024, and the proposed corrective action was scheduled to be implemented by March 31, 2024.

After review from the Hamblen County Legislative Body, this did not effectively meet the intent of the audit findings.

Planned Corrective Action:

The new administration took office on September 2, 2024. Time sheets that are already in use across the county departments to capture time were implemented.

The use of these new timesheets was implemented on October 1, 2024.

An electronic time recording device that can replicate these common time sheets was ordered prior to that date, received in mid-October and installed.

This device was defective, and a new device was ordered to replace it.

The current electronic recording device was installed and has been in service since November 18, 2024.

Employees will punch in and out during the workday to record the actual time worked for each employee.

It is the intent to record the actual time worked and that each employee will receive pay for their actual time worked.

Respectfully submitted

Hamblen County Highway Department

Jeff Wisecarver

Highway Superintendent

Jeff Whisecont

BEST PRACTICE

Accounting literature describes a best practice as a recommended policy, procedure, or technique that aids management in improving financial performance. Historically, a best practice has consistently shown superior results over conventional methods.

The Division of Local Government Audit strongly believes that the item noted below is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Hamblen County.

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

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