

**PRELIMINARY OFFICIAL STATEMENT**

**\$49,995,000\***

**MONTGOMERY COUNTY, TENNESSEE**

**General Obligation Bonds, Series 2026**

OFFERED FOR SALE AT  
11:15 A.M. E. D. T. / 10:15 A.M. C.D.T.  
Monday, April 27, 2026

Through the Facilities of *PARITY*<sup>®</sup>

**Cumberland Securities Company, Inc.**  
Municipal Advisor

**PRELIMINARY OFFICIAL STATEMENT DATED APRIL 15, 2026**

**NEW ISSUE**  
**BOOK-ENTRY-ONLY**

Ratings: S&P – “AA”  
Moody’s – “Aa2”  
(See “MISCELLANEOUS-Ratings” herein)

*In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the County, 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 imposed on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. Under existing law and subject to certain exceptions, the Bonds and the income therefrom will be exempt from state, county and municipal taxation in the State of Tennessee. See “LEGAL MATTERS - Tax Matters” herein.*

**\$49,995,000\***

**MONTGOMERY COUNTY, TENNESSEE**  
**General Obligation Bonds, Series 2026**

Dated: Date of delivery (Assume May 15, 2026).

Due: June 1, as shown on inside front cover.

The \$49,995,000\* General Obligation Bonds, Series 2026 (the “Bonds”) of Montgomery County, Tennessee (the “County” or “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 December 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 U.S. Bank Trust Company, National Association, 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 corporate 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 are irrevocably pledged. See section entitled “SECURITIES OFFERED – Security”.

Bonds maturing June 1, 2035, and thereafter are subject to optional redemption prior to maturity on and after June 1, 2034.

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, Nashville, Tennessee, Bond Counsel, whose opinion will be delivered with the Bonds. Certain legal matters will be passed upon for the County by Tim Harvey, Esq., County Attorney. It is expected that the Bonds will be available for delivery through the facilities of The Depository Trust Company in New York, New York, on or about May \_\_, 2026.

**Cumberland Securities Company, Inc.**  
Municipal Advisor

April \_\_, 2026

\*Preliminary, subject to change.

**\$49,995,000\***  
**MONTGOMERY COUNTY, TENNESSEE**  
**General Obligation Bonds, Series 2026**

MATURITY SCHEDULE

<u>Due (June 1)*</u>	<u>Amount*</u>	<u>Interest</u>		<u>CUSIP**</u>	<u>Due (June 1)*</u>	<u>Amount*</u>	<u>Interest</u>		<u>CUSIP**</u>
		<u>Rate</u>	<u>Yield</u>				<u>Rate</u>	<u>Yield</u>	
2027	\$1,500,000				2037	\$2,550,000			
2028	2,555,000				2038	2,550,000			
2029	2,555,000				2039	2,550,000			
2030	2,555,000				2040	2,550,000			
2031	2,555,000				2041	2,550,000			
2032	2,555,000				2042	2,550,000			
2033	2,555,000				2043	2,550,000			
2034	2,555,000				2044	2,550,000			
2035	2,555,000				2045	2,550,000			
2036	2,555,000				2046	2,550,000			

\*Preliminary, subject to change.

\*\*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.

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, the Disclosure Certificate, 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 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.

In connection with this offering, the Underwriter may over-allot or effect transactions which stabilize or maintain the market prices of the Bonds at a level above that which might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time.

# MONTGOMERY COUNTY, TENNESSEE

## OFFICIALS

Wes Golden	<i>County Mayor</i>
Teresa Cottrell	<i>County Clerk</i>
Cassie Wheeler	<i>Director of Accounts and Budgets</i>
Kimberly B. Wiggins	<i>County Trustee</i>
Erinne Hester	<i>Assessor of Property</i>
Tim Harvey	<i>County Attorney</i>

## BOARD OF COUNTY COMMISSIONERS

Joshua Beal	Rashidah A. Leverett
Nathan Burkholder	Jorge Padro
Carmelle Chandler	Lisa L. Prichard
LaTonia Brown	Chris Rasnic
Joe Creek	Rickey Ray
Billy Frye	Clayton Rudder
Ryan Gallant	David Shelton
John Gannon	Autumn Simmons
David Harper	Joe Smith
Jason Knight	Jeremiah Walker
Walker R. Woodruff	

## REGISTRATION AND PAYING AGENT

U.S. Bank Trust Company, National Association  
Nashville, Tennessee

## BOND COUNSEL

Bass, Berry & Sims PLC  
Nashville, Tennessee

## MUNICIPAL ADVISOR

Cumberland Securities Company, Inc.



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## 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 .....	Montgomery County, Tennessee (the “County” or “Issuer”). See APPENDIX B contained herein.
Securities Offered .....	\$49,995,000* General Obligation Bonds, Series 2026 (the “Series 2026 Bonds”) or the “Bonds” of the County, dated the date of issuance (assume May 15, 2026). The Bonds mature each June 1, beginning June 1, 2027, through June 1, 2046, inclusive*. See section entitled “SECURITIES OFFERED” herein for additional information.
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 are irrevocably pledged.
Purpose .....	The Bonds are being issued for the purposes of providing funds to finance, in whole or in part, the (a) acquisition, design, site development, construction, maintenance, repair, renovation, equipping and/or improvement of (i) County land; (ii) public buildings and facilities, including but not limited to schools, school facilities, public safety and emergency services buildings and facilities, parks and recreational and community centers; (iii) plazas, streets, roads and bridges, including but not limited to sidewalks, signage, signalization, lighting, culverts, drainage improvements and related facilities including parking and storage; (iv) equipment, including but not limited to vehicles for schools and public safety; (v) fairgrounds and fairground facilities; and (vi) all property, real and personal, related to the foregoing; (b) legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing; (c) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs; and (d) costs incident to the issuance and sale of such Bonds.
Optional Redemption.....	The Bonds are subject to optional redemption prior to maturity on and after June 1, 2034, 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 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 imposed on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. For an explanation of certain tax consequences under federal law which may result from the ownership of the Bonds, see the discussion 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.)
Ratings.....	S&P: “AA” Moody’s: “Aa2”. See the section entitled “MISCELLANEOUS - Rating” for more information.
Municipal Advisor .....	Cumberland Securities Company, Inc. See the section entitled “MISCELLANEOUS-Municipal Advisor; Related parties; Other” herein.
Underwriter .....	_____.
Bond Counsel.....	Bass, Berry & Sims PLC, Nashville, Tennessee.

\*Preliminary, subject to change.

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 Agent ..... U.S. Bank Trust Company, National Association, Nashville, Tennessee.

General ..... The Bonds are being issued in full compliance with applicable provisions of Title 9, Chapter 21, Tennessee Code Annotated, as amended. See “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.

Disclosure..... In accordance with Rule 15c2-12 promulgated under the Securities Exchange Act of 1934 as amended, the County will provide the Municipal Securities Rulemaking Board (the “MSRB”) through the operation of the Electronic Municipal Market Access system (“EMMA”) and the State Information Depository (“SID”), if any, annual financial statements and other pertinent credit or event information, including Annual Comprehensive Financial Reports, see the section entitled “MISCELLANEOUS-Continuing Disclosure.”

Other Information ..... The information in this *Preliminary Official Statement* is deemed “final” within the meaning of Rule 15c2-12 promulgated under the Securities Exchange Act of 1934 as of the date which appears on the cover hereof except for the omissions of certain pricing information allowed to be omitted pursuant to such Rule 15c2-12. For more information concerning the County or this *Preliminary Official Statement*, contact Wes Golden, County Mayor, Office of the County Mayor, 1 Millennium Plaza, Clarksville, Tennessee 37040, (931) 648-5787; or the County's Municipal Advisor, Cumberland Securities Company, Inc., Telephone: (865) 922-2663. Additional information regarding BiDCOMP™/PARITY® may be obtained from PARITY®, 1359 Broadway - 2<sup>nd</sup> Floor, New York, NY 10018, Telephone: 800-850-7422.

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

	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Beginning Fund Balance	\$30,362,899	\$41,427,737	\$48,727,982	\$52,607,790	\$73,303,028
Revenues	104,275,800	106,419,657	121,855,921	146,594,137	148,952,136
Expenditures	93,300,252	99,257,243	118,228,041	124,989,614	142,826,296
Revenues Over Expenditures:	10,975,548	7,162,414	3,627,880	21,604,523	6,125,840
Proceeds from Sale of Assets	-	-	-	-	-
Other Loans Issued	-	-	-	-	-
Insurance Recovery	89,290	137,831	251,928	90,715	212,825
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	(1,000,000)	(1,249,315)
Ending Fund Balance	\$41,427,737	\$48,727,982	\$52,607,790	\$73,303,028	\$78,392,378

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

## SUMMARY NOTICE OF SALE

**\$49,995,000\***

### **MONTGOMERY COUNTY, TENNESSEE General Obligation Bonds, Series 2026**

NOTICE IS HEREBY GIVEN that the County Mayor of Montgomery County, Tennessee (the “County”) will receive electronic or written sealed bids until **11:15 a.m. E.D.T. / 10:15 a.m. C.D.T. on Monday, April 27, 2026**, for the purchase of all, but not less than all, of the County's \$49,995,000\* General Obligation Bonds, Series 2026 (the “Series 2026 Bonds” or the “Bonds”). Electronic bids must be submitted through **PARITY**® as described in the “Detailed Notice of Sale”. In case of written sealed bids, bids will be received by 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 and maturity amounts of the Series 2026 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 10:45 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 the Detailed Notice of Sale and this Summary Notice of Sale, the Detailed Notice of Sale and this Summary Notice of Sale shall prevail.

The Series 2026 Bonds will be issued in book-entry-only form (except as otherwise described in the Detailed Notice of Sale) and dated the date of issuance (assume May 15, 2026). The Series 2026 Bonds will mature on June 1 in the years 2027 through 2046, inclusive, with term bonds optional, with interest payable on June 1 and December 1 of each year, commencing December 1, 2026, and will be subject to optional redemption prior to maturity on and after June 1, 2034, at the redemption price of par plus accrued interest. Bidders must bid not less than one hundred percent (100%) of par or 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, Nashville, Tennessee. **The interest rate bid for each maturity of the Bonds shall not be less than four percent (4.00%) or exceed 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. In no event may the aggregate par amount of the Bonds exceed \$49,995,000.**

Unless bids are rejected, the Series 2026 Bonds will be awarded by the Mayor of the County on the sale date to the bidder whose bid results in the lowest true interest rate on the Series 2026 Bonds and complies with all the bid parameters outlined in this Summary Notice of Sale and the Detailed Notice of Sale.

**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 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](http://www.prospectushub.com) or from the County’s Municipal Advisor, Cumberland Securities Company, Inc., (865) 988-2663. Further information regarding **PARITY**® may be obtained from i-Deal LLC, 1359 Broadway, 2<sup>nd</sup> Floor, New York, New York 10018, Telephone: 212-849-5000.

/s/ Wes Golden  
County Mayor

\*Preliminary, subject to change.

## DETAILED NOTICE OF SALE

### **\$49,995,000\*** **MONTGOMERY COUNTY, TENNESSEE** **General Obligation Bonds, Series 2026**

NOTICE IS HEREBY GIVEN that the County Mayor of Montgomery County, Tennessee (the “County”) will receive electronic or written sealed bids until **11:15 a.m. E.D.T. / 10:15 a.m. C.D.T. on Monday, April 27, 2026**, for the purchase of all, but not less than all, of the County's \$49,995,000\* General Obligation Bonds, Series 2026 (the “Series 2026 Bonds” or the “Bonds”). Electronic bids must be submitted through **PARITY®** as described in this “Detailed Notice of Sale”. In case of written sealed bids, bids will be received by 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 and maturity amounts of the Series 2026 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 10:45 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.

Description of the Bonds. The Bonds will be issued in fully registered book-entry-only form (except as otherwise described herein) without coupons, be dated the date of issuance (assume May 15, 2026), bear interest payable each June 1 and December 1, commencing December 1, 2026, 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.

The Series 2026 Bonds will mature and be payable on June 1 of each year as on the following page:

<u>YEAR</u> <u>(JUNE 1)</u>	<u>AMOUNT*</u>	<u>YEAR</u> <u>(JUNE 1)</u>	<u>AMOUNT*</u>
2027	\$1,500,000	2037	\$2,550,000
2028	2,555,000	2038	2,550,000
2029	2,555,000	2039	2,550,000
2030	2,555,000	2040	2,550,000
2031	2,555,000	2041	2,550,000
2032	2,555,000	2042	2,550,000
2033	2,555,000	2043	2,550,000
2034	2,555,000	2044	2,550,000
2035	2,555,000	2045	2,550,000
2036	2,555,000	2046	2,550,000

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 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. 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 or upon earlier redemption 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 winning 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 of 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, 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) at its principal corporate trust office, 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.

Security Pledged. 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 are 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 a series of the Bonds desires to purchase a municipal bond insurance policy insuring payment of all or a portion of the debt service payable on the series of 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 Moody's Ratings and S&P Global Ratings that will be paid by the County.

Purpose. The Bonds are being issued for the purposes of providing funds to finance, in whole or in part, the (a) acquisition, design, site development, construction, maintenance, repair, renovation, equipping and/or improvement of (i) County land; (ii) public buildings and facilities, including but not limited to schools, school facilities, public safety and emergency services buildings and facilities, parks and recreational and community centers; (iii) plazas, streets, roads and bridges, including but not limited to sidewalks, signage, signalization, lighting, culverts, drainage improvements and related facilities including parking and storage; (iv) equipment, including but not limited to vehicles for schools and public safety; (v) fairgrounds and fairground facilities; and (vi) all property, real and personal, related to the foregoing; (b) legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing; (c) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs; and (d) costs incident to the issuance and sale of such Bonds.

Optional Redemption. The Bonds maturing on and after June 1, 2035, 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, 2034, 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, but no rate specified shall be less than four percent (4.00%) or in excess of five percent (5.00%) per annum for each maturity of the Bonds. There will be no limitation on the number of rates of interest that may be specified in a single bid for the Bonds but a single rate shall apply to each single maturity of 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. In no event may the aggregate par amount of the Bonds exceed \$49,995,000.**

Electronic bids must be submitted through **PARITY**<sup>®</sup> 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**<sup>®</sup> 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**<sup>®</sup> conflict with the terms of the Detailed Notice of Sale, this Notice shall prevail. An electronic bid made through the facilities of **PARITY**<sup>®</sup> 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**<sup>®</sup>. The use of **PARITY**<sup>®</sup> facilities are at the sole risk of the prospective bidders.

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

In the event of a system malfunction in the electronic bidding process only, 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.*

**Bidder Certification Regarding Non-Engagement in a Boycott of Israel.** By submitting a bid, each bidder shall be deemed to have certified to the Issuer that, to the extent that the award of the Bonds would constitute a "contract with a company to acquire or dispose of service", as described by Tenn. Code Ann. Section 12-4-119, neither the bidder, nor any of its wholly owned subsidiaries, majority-owned subsidiaries, parent companies or

affiliates, are currently engaged in nor will they engage in a boycott of Israel through the issue date of the Bonds, as described by Section 12-4-119. For purposes of Section 12-4-119, “boycott of Israel” shall mean engaging in refusals to deal, terminating business activities, or other commercial actions that are intended to limit commercial relations with Israel, or companies doing business in or with Israel or authorized by, licensed by, or organized under the laws of the State of Israel to do business, or persons or entities doing business in Israel, when such actions are taken (i) in compliance with, or adherence to, calls for a boycott of Israel, or (ii) in a manner that discriminates on the basis of nationality, national origin, religion, or other unreasonable basis, and is not based on a valid business reason. The winning bidder shall be required to include a written certification to such effect as a condition to the issuance of the Bonds. The provisions of this paragraph shall not apply, and a bidder shall not be required to provide a written certification as provided above, if the bidder’s compensation as a result of the purchase of a series of the Bonds is less than \$250,000.

Bidder Certification Regarding Compliance with Iran Divestment Act. Pursuant to Tennessee Code Annotated Section 12-12-111 and to the extent applicable to the activities contemplated herein, by submission of a bid for the Bonds, each bidder and each person signing on behalf of any bidder certifies, and in the case of a joint bid each party thereto certifies as to its own organization, under penalty of perjury, that to the best of its knowledge and belief that each bidder is not on the list created pursuant to Tennessee Code Annotated Section 12-12-106 (the “Iran Divestment Act List”). Such Iran Divestment Act List (i) provides a listing of persons determined to be engaging in investment activities in Iran, as described in Tennessee Code Section 12-12-105, and (ii) can be found online on the State’s website:

[https://www.tn.gov/content/dam/tn/generalservices/documents/cpo/library/2026/List\\_of\\_persons\\_pursuant\\_to\\_Tenn.\\_Code\\_Ann.\\_12-12-106\\_Iran\\_Divestment\\_Act\\_02-20-2026.pdf](https://www.tn.gov/content/dam/tn/generalservices/documents/cpo/library/2026/List_of_persons_pursuant_to_Tenn._Code_Ann._12-12-106_Iran_Divestment_Act_02-20-2026.pdf).

Tennessee Code Annotated Section 12-12-105 provides that “a person engages in investment activities in Iran if: (1) [t]he person provides goods or services of twenty million dollars (\$20,000,000) or more in the energy sector of Iran, including a person that provides oil or liquefied natural gas tankers, or products used to construct or maintain pipelines used to transport oil or liquefied natural gas, for the energy sector of Iran; or (2) [t]he person is a financial institution that extends twenty million dollars (\$20,000,000) or more in credit to another person, for forty-five (45) days or more, if that person will use the credit to provide goods or services in the energy sector in Iran and is identified on a list, created pursuant to Tennessee Code Annotated Section 12-12-106, as a person engaging in investment activities in Iran as described in this section.”

If in any case the bidder cannot make the foregoing certification, in accordance with Tennessee Code Annotated Section 12-12-111 and to the extent applicable to the activities herein, the bidder shall so state and shall furnish with the bid a signed statement which sets forth in detail the reasons therefor. The County may award the bid to a bidder who cannot make the certification above, on a case-by-case basis, if: (1) the investment activities in Iran were made before July 1, 2016, the investment activities in Iran have not been expanded or renewed on or after July 1, 2016, and the person has adopted, publicized, and is implementing a formal plan to cease the investment activities in Iran and to refrain from engaging in any new investments in Iran; or (2) the County makes a determination that the goods or services are necessary for the County to perform its functions and that, absent such an exemption, the County would be unable to obtain the goods or services for which the contract is offered. Such determination shall be made in writing and shall be a public document.

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 the original par amount of the Bonds by up to ten percent (10%); provided, however, that the aggregate par amount of the Bonds may not exceed \$49,995,000. 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.

Undertakings of the Successful Bidder. 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 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 Competitive Sale Requirements are not met. 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 be 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 (5<sup>th</sup>) 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 (5<sup>th</sup>) 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 (5<sup>th</sup>) 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 (5<sup>th</sup>) 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.

f. 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.

Issue Price Certificate. 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 Exhibit A if the Competitive Sale Requirements are met, and the form of the issue price certificate is attached to this Detailed Notice of Sale as Exhibit B if the Competitive Sale Requirements are not met.

Legal Opinion. The approving opinion of Bass, Berry & Sims PLC, Nashville, 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 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 imposed on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. 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. Under existing law and subject to certain exceptions, the Bonds and the income therefrom will be exempt from state, county and municipal taxation in the State of Tennessee. 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.

Delivery of Bonds. 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.

CUSIP Numbers. 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 permitted to be omitted by Rule 15c2-12. 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.

Further Information. 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**<sup>®</sup> may be obtained from i-Deal LLC, 1359 Broadway, 2<sup>nd</sup> Floor, New York, New York 10018, Telephone: 212-849-5000.

/s/ Wes Golden  
County Mayor

## EXHIBIT A

### MONTGOMERY COUNTY, TENNESSEE [§ \_\_\_\_\_ GENERAL OBLIGATION BONDS, SERIES 2026]

#### ISSUE PRICE CERTIFICATE (if Competitive Sales Requirement is 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 the Montgomery 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 April 27, 2026.
- (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

### MONTGOMERY COUNTY, TENNESSEE [§ \_\_\_\_\_ GENERAL OBLIGATION BONDS, SERIES 2026] 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 the Montgomery 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 April 27, 2026.
- (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: \_\_\_\_\_

[NAME OF UNDERWRITER]

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

BID FORM

Honorable Wes Golden County Mayor  
 1 Millennium Plaza  
 Clarksville, TN 37040

April 27, 2026

Dear Mr. Golden:

For your legally issued, properly executed \$49,995,000\* General Obligation Bonds, Series 2026 (the “Series 2026 Bonds” of the “Bonds”) of Montgomery County, Tennessee, in all respects as more fully outlined in your Notice of Sale, which by reference are made a part hereof, we will pay you a sum of (\$\_\_\_\_\_).

The Series 2026 Bonds shall be dated the date of issuance (assume May 15, 2026) and shall be callable in accordance with the Detailed Notice of Sale. The Series 2026 Bonds shall mature on June 1 and bear interest at the following rates:

<u>Maturity</u> <u>(June 1)</u>	<u>Amount*</u>	<u>Rate</u>	<u>Maturity</u> <u>(June 1)</u>	<u>Amount*</u>	<u>Rate</u>
2027	\$1,500,000	___	2037	\$2,550,000	___
2028	2,555,000	___	2038	2,550,000	___
2029	2,555,000	___	2039	2,550,000	___
2030	2,555,000	___	2040	2,550,000	___
2031	2,555,000	___	2041	2,550,000	___
2032	2,555,000	___	2042	2,550,000	___
2033	2,555,000	___	2043	2,550,000	___
2034	2,555,000	___	2044	2,550,000	___
2035	2,555,000	___	2045	2,550,000	___
2036	2,555,000	___	2046	2,550,000	___

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\_\_\_\_\_ @ \_\_\_\_\_ %.
- Term Bond 3: Maturities from June 1, 20\_\_\_\_\_ through June 1, 20\_\_\_\_\_ @ \_\_\_\_\_ %.

It is our understanding that the Series 2026 Bonds are offered for sale subject to the final approving opinion of Bass, Berry & Sims PLC, Bond Counsel, Nashville, Tennessee, whose opinion together with the executed Series 2026 Bonds, will be furnished by the County without cost to us.

If our bid is accepted, we agree to provide a good faith deposit for up to 2% of the Series 2026 Bonds on which we have bid by the close of business on the date following 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 Series 2026 Bonds on which we have bid.

This bid is a firm offer for the purchase of the Series 2026 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  
 Montgomery County, Tennessee, this  
 27<sup>th</sup> day of April 2026.

\_\_\_\_\_  
 Wes Golden, County Mayor

Respectfully submitted,

\_\_\_\_\_

Total interest cost from  
 May 15, 2026 to final maturity \$ \_\_\_\_\_  
 Less: Premium /plus discount, if any \$ \_\_\_\_\_  
 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.*

\*Preliminary, subject to change.



**\$49,995,000\***

**MONTGOMERY COUNTY, TENNESSEE  
General Obligation Bonds, Series 2026**

**SECURITIES OFFERED**

**AUTHORITY AND PURPOSE**

This *Preliminary Official Statement* which includes the Summary Statement hereof and appendices hereto, is furnished in connection with the offering by Montgomery County, Tennessee (the “County” or “Issuer”) of \$49,995,000\* General Obligation Bonds, Series 2026 (the “Series 2026 Bonds” or the “Bonds”).

The Bonds are authorized to be issued pursuant to the provisions of Sections 9-21-101 *et seq.*, Tennessee Code Annotated, and other applicable provisions of law and pursuant to a resolution duly adopted by the Board of Commissioners of the County on November 10, 2025 (the “Resolution”).

The Bonds are being issued for the purposes of providing funds to finance, in whole or in part, the (a) acquisition, design, site development, construction, maintenance, repair, renovation, equipping and/or improvement of (i) County land; (ii) public buildings and facilities, including but not limited to schools, school facilities, public safety and emergency services buildings and facilities, parks and recreational and community centers; (iii) plazas, streets, roads and bridges, including but not limited to sidewalks, signage, signalization, lighting, culverts, drainage improvements and related facilities including parking and storage; (iv) equipment, including but not limited to vehicles for schools and public safety; (v) fairgrounds and fairground facilities; and (vi) all property, real and personal, related to the foregoing; (b) legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing; (c) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs; and (d) costs incident to the issuance and sale of such Bonds.

**DESCRIPTION OF THE BONDS**

The Bonds will be dated and bear interest from their date of issuance and delivery (assume May 15, 2026). Interest on the Bonds will be payable semi-annually on June 1 and December 1, commencing December 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 are irrevocably pledged.

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. Principal and interest on the Bonds falling due at any time when there are insufficient funds from such tax shall be paid from the current funds of the County and reimbursement therefore shall be made out of taxes provided by the Resolution when the same shall have been collected. The taxes may be reduced to the extent of direct appropriations from the General Fund of the County to the payment of debt service on the Bonds.

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

**OPTIONAL REDEMPTION OF THE BONDS**

The Bonds maturing June 1, 2035, and thereafter are subject to optional redemption prior to maturity on and after June 1, 2034, 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:

<u>Maturity</u>	<u>Redemption Date</u>	<u>Principal Amount of Bonds Redeemed</u>
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\*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) described 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.

*(The remainder of this page left blank intentionally.)*

## **PAYMENT OF BONDS**

The Bonds will bear interest from their 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 principal corporate trust office of the Registration Agent.

## BASIC DOCUMENTATION

### REGISTRATION AGENT

The Registration Agent, U.S. Bank Trust Company, National Association, Nashville, Tennessee, its successor 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 follows. 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 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 of the Bonds shall mean Cede & Co. and shall not mean the Beneficial Owners 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"). DTC has an S&P rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://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 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 for 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 and the Municipal Advisor 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 or the Municipal Advisor 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.”

### **SPECIAL RECORD DATE**

Any interest on any Bond that is payable but is not punctually paid or duly provided for on any interest payment date (hereinafter “Defaulted Interest”) shall forthwith cease to be payable to the registered owner on the relevant Regular Record Date; and, in lieu thereof, such Defaulted Interest shall be paid by the County to the persons in whose names the Bonds are registered at the close of business on a date (the “Special Record Date”) for the payment of such Defaulted Interest, which shall be fixed in the following manner: the County shall notify the Registration Agent in writing of the amount of Defaulted Interest proposed to be paid on each Bond and the date of the proposed payment, and at the same time the County shall deposit with the Registration Agent an amount of money equal to the aggregate amount proposed to be paid in respect of such Defaulted Interest or shall make arrangements satisfactory to the Registration Agent for such deposit prior to the date of the proposed payment, such money when deposited to be held in trust for the benefit of the persons entitled to such Defaulted Interest as herein provided. Thereupon, not less than ten (10) days after the receipt by the Registration Agent of the notice of the proposed payment, the Registration Agent shall fix a Special Record Date for the payment of such Defaulted Interest which date shall be not more than fifteen (15) nor less than ten (10) days prior to the date of the proposed payment to the registered owners. The Registration Agent shall promptly notify the County of such Special Record Date and, in the name and at the expense of the County, not less than ten (10) days prior to such Special Record Date, shall cause notice of the proposed payment of such Defaulted Interest and the Special Record Date therefor to be mailed, first-class postage prepaid, to each registered owner at the address thereof as it appears in the Bond registration records maintained by the Registration Agent as of the date of such notice. Nothing contained in the Resolution or in the Bonds shall impair any statutory or other rights in law or in equity of any registered owner arising as a result of the failure of the County to punctually pay or duly provide for the payment of principal of, premium, if any, and interest on the Bonds when due.

### **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 one or more special funds known as the Montgomery County 2026 Construction Fund (the “Construction Fund”) or such other designation as shall be determined by the County Mayor 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. Notwithstanding the foregoing, costs of issuance of the Bonds may be withheld from the good faith deposit or purchase price of the Bonds and paid to the Municipal Advisor to be used to pay costs of issuance of the Bonds. The remaining funds in the Construction Fund shall be disbursed solely to pay the costs of the Projects and to reimburse the County for any funds previously expended for costs of the Projects. 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. Money in the Construction Fund shall be invested in such investments as shall be permitted by applicable law to the extent permitted by applicable law. Any funds remaining in the Construction Fund following completion of the Projects shall be used to pay debt service on the Bonds, subject to any modifications by the Governing Body and consultation with Bond Counsel.

## **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:

1. 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;

2. 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 of such notice); or

3. 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 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 deposited as aforesaid.

Except as otherwise provided in this Section, neither Defeasance Obligations nor moneys deposited with the Registration Agent pursuant to this Section 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 these purposes, 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 bonds or other 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 or a violation of the rights of such Bondholder.

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## LEGAL MATTERS

### LITIGATION

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. The County has no knowledge or information of any actions pending or expected that would materially affect the County's ability to pay the debt service requirements of the Bonds.

### TAX MATTERS

#### **Federal Tax Matters**

*General.* Bass, Berry & Sims PLC, Nashville, 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 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 imposed on individuals; 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 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 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.

*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, 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.

## **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 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, Nashville, 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

### RATINGS

S&P Global Ratings (“S&P”) has given the Bonds a rating of “AA” and Moody’s Ratings (“Moody’s”) has given the Bonds a rating of “Aa2”. Such ratings reflect 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 ratings will continue for any given period of time or that the ratings may not be suspended, lowered or withdrawn entirely by S&P and 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 the rating may have an adverse effect on the secondary market price of the Bonds.

Any explanation of the significance of the ratings may be obtained only from S&P and Moody’s.

### COMPETITIVE PUBLIC SALE

The Bonds will be offered for sale at competitive public bidding on April 27, 2026. Details concerning the public sale were provided to potential bidders and others in the *Preliminary Official Statement*, dated April 15, 2026.

The successful bidder for the Series 2026 Bonds was an account led by \_\_\_\_\_, \_\_\_\_\_, \_\_\_\_\_ (the “Underwriter”) who contracted with the County, subject to the conditions set forth in the Official Notice of Sale and Bid Form, to purchase the Series 2026 Bonds at a purchase price of \$ \_\_\_\_\_ (consisting of the par amount of the Bonds, less an underwriter’s discount of \$ \_\_\_\_\_ and less an original issue discount of \$ \_\_\_\_\_) or \_\_\_\_\_% of par.

### 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. The Municipal Advisor's fee for services rendered with respect to the sale of the Bonds is contingent upon the issuance and delivery of the Bonds.

*U.S. Bank Trust Company, National Association.* U.S. Bank Trust Company, National Association (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 Statement.* 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.

*Bond Counsel.* Bond Counsel's fee for services rendered to the County with respect to the sale of the Bonds is contingent upon the issuance and delivery of the Bonds. From time to time, Bass, Berry & Sims PLC has represented the Bank on legal matters unrelated to the County and may do so again in the future.

*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., including Dissemination Agent services, 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 ongoing capital needs that may or may not require the issuance of additional general obligation debt. The County may also authorize the refunding of outstanding general obligation debt as savings opportunities arise.

## **DEBT LIMITATIONS**

Pursuant to Title 9, Chapter 21, *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 and operating data 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, 2026 (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 timely notice of failure to provide any required financial information of the County. The Annual Report (and audited financial statements if filed separately) and notices described above will be filed by the County with the Municipal Securities Rulemaking Board ("MSRB") at [www.emma.msrb.org](http://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 History of Filing.* For the past five years, the County is unaware of any instances in which it has not complied in all material respects with its existing continuing disclosure agreements in accordance with Rule 15c2-12.

*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 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;

4. The Fund Balances, Net Assets and Retained Earnings for the fiscal year;
5. The Five Year Summary of Revenues, Expenditures and Changes in Fund Balances - General Fund for the fiscal years;
6. The Property Valuation and Property Tax in the County for the tax year ending in such fiscal year to include the total estimated actual value of all taxable property for such year and property tax rates and tax collections of the County as well as the uncollected balance for such fiscal year;
7. 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 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 notices 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;
- l. 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 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**

*GENERAL.* The purchase of the Bonds is subject to a number of investment considerations. The following is a discussion of certain investment considerations, which, among others, could affect the ability of the County to pay the principal of and interest and premium, if any, on the Bonds and which could also affect the marketability of, or the market price for, the Bonds. Such discussion is not, and is not intended to be, a comprehensive compilation of all possible investment considerations nor a substitute for an independent evaluation of the information presented in this Official Statement, including the Appendices attached hereto. Each prospective purchaser of any Bond should read this Official Statement, including the Appendices attached hereto, in its entirety and consult such prospective purchaser's own investment or legal advisor for a more complete explanation of the matters that should be considered when purchasing an investment such as the Bonds.

*CLIMATE CHANGE AND ADVERSE WEATHER EVENTS.* Planning for climate change in the State and its impact on the County's operations is an unknown challenge. The State's climate is exceedingly variable and projections of future conditions range significantly. While projections in the State 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. Additionally, severe weather and natural disasters, generally, including tornadoes and other storm events, can affect the County and its residents in a number of ways, including by damaging County property, causing the temporary or permanent displacement of County residents and interrupting County services. The County cannot predict the impact of climate change or the timing, extent or severity of any adverse weather event or natural disaster and any potential effect on the County's operations or finances.

*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. Attempted cyber security attacks against organizations or entities similar to the County are increasingly common. In January 2024, the Federal Bureau of Investigation issued a specific warning that international hackers are working to attack governmental infrastructure in the United States. To mitigate against such risks, the County has instituted various policies and procedures to protect its network infrastructure. The County maintains insurance to mitigate any potential financial losses from cyber-security threats, though such insurance may not be sufficient to cover all losses incurred by the County as a result of any cyberattack or breach.

*FUTURE LEGISLATION.* From time to time, the Tennessee General Assembly considers bills purporting to limit the amount by which Tennessee local governments may increase ad valorem tax levies for purposes other than the payment of general obligation debt service without first obtaining voter approval by referendum. If enacted into law, such bills would have no impact on the security for the payment of the Bonds. However, such laws could impact the County's ability to raise revenue for other governmental operating and capital requirements. See also "LEGAL MATTERS – Tax Matters – Changes in Federal and State Tax Law" for the potential impact of changes in tax law on the Bonds.

*ENFORCEABILITY OF REMEDIES.* The remedies available to the holders or beneficial owners of the Bonds upon any event of default under the Resolution are in many respects dependent upon judicial actions which are often subject to discretion and delay.

The enforceability of remedies or rights with respect to the Bonds may be limited by state and federal laws, rulings and decisions affecting remedies and by bankruptcy, insolvency or other laws affecting creditors' rights or remedies heretofore or hereafter enacted.

Under existing law, municipalities must obtain the consent of state governments in order to avail themselves of federal bankruptcy protection under Title 11 of the United States Code. There is currently no law in the State granting such consent. The various legal opinions to be delivered concurrently with the delivery of the Bonds will be qualified as to the enforceability of the various legal instruments by limitations imposed by bankruptcy, reorganization, insolvency, moratorium, or other similar laws affecting the rights of creditors generally or as to the availability of any particular remedy.

*SECONDARY MARKET PRICES.* No assurance can be given that a secondary market for any of the Bonds will be available and no assurance can be given that the initial offering prices for the Bonds will continue for any period of time.

The Bonds may not constitute a liquid investment, and there is no assurance that a liquid secondary market will exist for the Bonds in the event a holder or beneficial owner thereof determines to solicit purchasers of the Bonds. Even if a liquid secondary market exists, there can be no assurance as to the price for which the Bonds may be sold. Such price may be lower than that paid by the current holder or beneficial owner of the Bonds, depending on existing market conditions and other factors.

## 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, 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 this *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 THE COUNTY**

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



**APPENDIX A**

**LEGAL OPINION**



## GENERAL INFORMATION

### LOCATION

Montgomery County (the “County”) lies in northern middle Tennessee. The City of Clarksville (the “City”) serves as the county seat. Approximate land area of the County measures 539 square miles. The County is bordered to the north by the Kentucky State Line. Robertson and Cheatham Counties provide the County's eastern border, while Dickson and Houston Counties make up the County's southern border. To the west, the County borders Stewart County. The City is located approximately 45 miles southeast of Nashville.

### GENERAL

The County is part of the Clarksville, TN-KY Metropolitan Statistical Area (the “MSA”), which includes Montgomery and Stewart Counties, as well as Trigg and Christian Counties in Kentucky. Montgomery County is a regional hub for seven counties in Tennessee and Kentucky. According to the 2020 U.S. Census, Montgomery County’s population was 220,012, and the City of Clarksville’s population was 166,755.

Constructed in 1941, Fort Campbell Army Military Base lies along the Tennessee-Kentucky line. The base is one of the largest in the United States, with a Soldier population of 30,000 with land area of over 102,000 acres located across four counties: Montgomery and Stewart Counties in Tennessee and Christian and Trigg Counties in Kentucky. About 85% of the site is in Montgomery County, making Fort Campbell the area’s largest employer by far, with most employees residing in Montgomery County. Fort Campbell is home to the only Air Assault Division in the world, the 101st Airborne Division. It is also the home of two prestigious Special Operations Command units: the 5th Special Forces Group and the 160th Special Operations Aviation Regiment. Fort Campbell provides training and mobilization support for numerous Army National Guard and Army Reserve units. Fort Campbell is an Army installation that supports active and reserve component units, Army civilians, Army families, retirees, and veterans. Fort Campbell supports the third largest military population in the Army and the seventh-largest in the Department of Defense. (source?)

### TRANSPORTATION

Transportation for the County is provided by a variety of sources. The County is served by Interstate 24, U.S. Highways 79 and 41A, and State Highways 12, 13, 48, 76, 112, 149, 374, 236, and 237. Fifty-one motor freight carriers maintain routes throughout the County. R.J. Corman Railroad (short line) and CSX Transportation (mainline) provide the County's rail services. The nearest port facility is 45 miles away in Nashville on the Cumberland River.

Private air service is provided by the Clarksville Regional Airport which has a 6,000-foot runway (see “RECENT DEVELOPMENTS” for information on a new expansion). The closest full-service commercial airport is Nashville International Airport, located 55 miles away.

## EDUCATION

*Public School System.* The *Montgomery County School System* serves the County with forty-five total schools. The fall 2025 enrollment was 39,500. Austin Peay State University also operates the Middle College within the school system, which helps engage students who find traditional high school programs difficult.

*Source:* Tennessee Department of Education; [CMCSS](#)

*Private Schools.* There are six primary private schools in the County that offer a choice for parents seeking an alternative to the traditional public school system: Amare Montessori, Chapel Hill Christian Academy, *Clarksville Academy*, *Clarksville Christian School*, *Immaculate Conception School*, *Montgomery Christian Academy*, and *Power and Grace Preparatory Academy*.

*Higher Education.* There are several higher education institutions located within the County. In addition to the colleges listed below, there is also the *North Central Institute*, and *Troy University – Clarksville*, all located in Clarksville.

*Austin Peay State University* is in Clarksville, Tennessee, on a 180-year-old campus. The campus has 80 buildings on 168 acres and has held five colleges in its history. Austin Peay, founded in 1927 in Montgomery County, is named after former Tennessee Governor Austin Peay, a Clarksville native. The school is a four-year public, master's-level university offering over 50 majors and 90 different concentrations. APSU is one of the fastest-growing public universities in Tennessee, with a fall 2025 enrollment of 11,185 students. The university also operates an Army Education Center at Fort Campbell Army Base outside Clarksville that serves the military community through a range of academic programs.

*Source:* Austin Peay State University.

*Nashville State Community College* is headquartered in Nashville and was founded in 1970 with a satellite campus in Clarksville. Fall 2024 enrollment for the Clarksville campus was over 400 students. Nashville State shares a campus with the Tennessee Technology Center at Nashville. The Nashville State facilities include 239,000 square feet of space for classrooms, labs, offices, student services, and a library. Nashville State offers over 80 academic programs including associate degrees, certificates, and technical diplomas. In addition, Nashville State offers continuing education courses ranging from technical skills to management training, as well as programs in areas such as computer-aided drafting and office technology. The College serves an area comprising of Davidson, Cheatham, Dickson, Houston, Humphreys, Montgomery, and Stewart Counties, as well as the Upper Cumberland region. There are six campuses: Clarksville, Humphreys County, Dickson, East Davidson County, North Davidson County, and Southeast Nashville.

*Source:* Nashville State Community College.

*The Tennessee College of Applied Technology (TCAT) - Clarksville Campus* is part of the statewide Tennessee Colleges of Applied Technology system providing workforce-focused technical training aligned with regional industry needs. TCAT serves multiple counties in Middle Tennessee, including Dickson, Montgomery, Williamson, Houston, and Humphreys Counties. The institution's main campus is located in Dickson County, with satellite campuses in Clarksville, Franklin, and Waverly. Fall 2023 enrollment was approximately 2,036 students.

*Source:* Tennessee College of Applied Technology at Dickson.

## MEDICAL FACILITIES

*Vanderbilt Health Regional Medical Center.* Vanderbilt Health acquired Tennova Healthcare in early 2026, making it a Vanderbilt Health Regional Medical Center. The medical center is located in Clarksville, TN, and is a fully accredited 270-bed acute care facility offering a range of services, including emergency, cardiology, cancer care, surgery, pediatrics, neonatal intensive care, and rehabilitation. One of the area's largest employers with over 1,100 staff and 150 physicians.

*Source:* The Leaf-Chronicle.

## MANUFACTURING AND COMMERCE

The Clarksville MSA (TN-KY) is consistently recognized for its rapid growth and economic strength. The area frequently ranks as the 2<sup>nd</sup>-fastest-growing MSA in the nation. Among its recent accolades are being named a top "New Boomtown" (2024), ranking as a top-10 destination, and securing the #4 spot for talent attraction and projects per capita. The Clarksville MSA was ranked 9th out of 399 MSAs in the U.S. for economic strength. Additionally, it received the 2023 Mac Conway Award for top economic development. From 2020 to 2025, the Clarksville MSA experienced significant growth, driven by manufacturing, logistics, and a 24% population increase. The area added over 7,500 jobs (since 2000, accelerating recently), with 9.1% projected growth and over 1,075 new jobs expected in 2025.

*Source:* The Clarksville Montgomery County Industrial Development Board.

*Amazon.com, Inc.* Amazon operates a fulfillment center in Clarksville, TN, located at 3875 Guthrie Highway. This 1-million-square-foot facility, which launched operations in 2024, focuses on shipping larger customer items. It employs roughly 1,500 people, offering jobs with competitive pay, benefits from day one, and advanced robotic technology to assist with warehouse operations. The project represents an estimated \$100 million capital investment in Montgomery County.

Since 2010, Amazon has invested more than \$29.9 billion in Tennessee, including infrastructure and compensation to thousands of its employees in the state. Amazon's investments in Tennessee contributed an additional \$33 billion to the state's economy, and using methodology developed by the U.S. Bureau of Economic Analysis, the company estimates its investments in the state have created an additional 39,000 indirect jobs on top of its more than 28,000 direct hires in Tennessee.

Amazon's innovative Career Choice program pre-pays 95 percent of tuition for courses in high-demand fields. Since the program's launch, more than 30,000 employees have pursued degrees in game design, and visual communications, nursing, IT programming and radiology, to name a few. In addition, Amazon has pledged to invest over \$700 million in upskilling training for 100,000 U.S. employees in in-demand jobs. Programs will help Amazonians from all backgrounds access training to move into highly skilled roles across the company's corporate offices, tech hubs, fulfillment centers, retail stores, and transportation network, or pursue career paths outside of Amazon.

*Aspire Clarksville Foundation.* Aspire Clarksville was developed by area leaders as a focused economic development effort to recruit new businesses and work closely with existing

businesses to meet current and future expansion needs. The Internal Revenue Service officially granted the Foundation its 501(c)(3) designation, which has enabled the Foundation to be considered for grants that it would not have otherwise been able to apply for.

*Fort Campbell Army Military Base.* Of all four counties surrounding the base in both states, Montgomery County receives most of the economic impact of Fort Campbell. The Base is a city within itself. [Fort Campbell Schools \(DoDEA-Americas Southeast district\)](#) serve approximately 3,250 students across their on-post elementary, middle, and high schools. This district operates 6 schools on the installation, with 8th graders transitioning to the high school in the 2024-2025 school year. The Base also has a bowling alley, PX Mall, horseback riding, commissary, pools, and a library. Blanchfield Army Community Hospital is a 66-bed facility that provides health care for Active Duty soldiers, eligible retirees, and their family members on base. Fort Campbell and its large military population provide a significant economic impact for the State of Tennessee. In addition to the 30,113 military members working at the base, approximately 4,400 civilians are employed at Fort Campbell working in both military and non-military capacities.

The Center for Economic Research in Tennessee (the “CERT”) estimates that for Fiscal Year 2016, the base supported a total of 58,411 Tennessee jobs, as well as 29,479 indirect and induced jobs created in the region. The CERT also estimated that for Fiscal Year 2016, the base and its employees generated \$5.2 billion in earnings and \$10.1 billion in total economic output. Fort Campbell supports approximately 68,000 veterans in both Tennessee and Kentucky, with the majority living in Tennessee. Military retirees living in the state earn \$1.5 billion in retirement benefits each year. In 2025, Austin Peay State University’s GIS Center and the APSU Department of Mathematics and Statistics signed with Fort Campbell to conduct a new comprehensive economic impact study of the military installation’s influence on the region.

*Google.* Google acquired 750,000 square feet of the former Hemlock office and distribution facility. The company completed construction of a data center in 2019, investing \$600 million and creating approximately 70 full-time jobs. The facility uses 1,300 acres of the original 2,400 acres for the Hemlock mega site.

*Hankook Tire America Corp.* Established in 1941 in South Korea, Hankook Tire America Corp. is a global company that produces high-performance tires and has over 20,000 employees worldwide. The company entered the U.S. market in 1981 and has two facilities in Tennessee: its North American headquarters in Nashville (opened in 2016) and an \$800 million facility in Clarksville (opened in 2017). A phased expansion was completed in 2026 and will add another 1000 jobs. The 1.5 million-square-foot Clarksville facility, located in the Clarksville Corporate Business Park South, produces about 11 million tires annually.

*LG Electronics.* Completed in 2018, LG opened its first washing machine manufacturing operation in the United States at the 310-acre site formerly occupied by Hemlock Semiconductor in the Corporate Business Park North. The \$360 million smart factory, a one-million-square-foot facility, is believed to be the world’s most advanced integrated washing machine plant. Integrated production operations supporting assembly include metal fabrication, plastic injection molding, and painting.

*Montgomery County's Industrial Park North.* The Corporate Business Park North has approximately 648 acres available for development from a 2014 land donation by Hemlock Semiconductor, with a portion currently undergoing the Select Tennessee Certified Sites Program.

*NorthPark Logistics Industrial Park.* In 2025, a new 200-acre, 14-building industrial park broke ground in Clarksville. The site will have 2.1 million square feet of industrial space directly adjacent to the \$3.2 billion LG Chem plant. Phase 1 will include four buildings totaling nearly 550,000 square feet.

*Select Tennessee Certified Sites Program (the "STCSP").* The Clarksville-Montgomery County Corporate Business Park South (840 acres) has been certified with the STCSP. Approximately 69 acres are still available. Approximately 300 acres of Corporate Business Park North are currently undergoing certification. 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 is 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 provide companies with detailed and reliable information during the site selection process and market the sites to a targeted group of site selection consultants and business leaders in Tennessee's key industry clusters. As of 2024, 78 sites in Tennessee have been certified, and 23 companies have invested over \$2.01 billion in capital to construct facilities on those sites, resulting in more than 7,494 new job commitments.

*Source:* Tennessee Department of Economic and Community Development.

*[balance of page left blank]*

The following is a list of the major employers in the County:

**Major Employers in Montgomery County**

<u>Company</u>	<u>Product</u>	<u>Employment</u>
Fort Campbell Military Base*	Military	30,113
Montgomery County School System	Education	5,100
Trane US, Inc.	Air Conditioning/Heating Units	1,781
American Snuff	Manufacturing	230
WalMart	Retail	1,363
Vanderbilt Healthcare	Healthcare	1,000
Montgomery County Government	Government	1,001
City of Clarksville	Government	1,050
Austin Peay State University	Education	1,179
Hankook	Tires	1,672
LG Electronics North America	Electronics	720
OEM Tube	HVAC Tubing	150
Jostens, Print & Publish Div.	Yearbooks/Commercial Printing	575
MW/MB	Fiber Glass	105
Bridgestone Metalpha USA, Inc.	Steel Cord	466
Hendrickson Trailer Suspension Sys.	Tractor Trailer Air-ride	286
Florim USA	Ceramic/Porcelain Tile	312
Nyrstar	Zinc refining	330
LG Chemical	Cathode Material (Batteries/EV)	54
Hankook & Company ES America	Lead acid batteries	265
Progressive Directions, Inc.	Mental Health Services	300
Premier Medical Group	Healthcare	300
YMCA	Gym	300
Lowe's	Retail	250
F&M Bank	Bank	250
Cumberland Electric Membership Corp.	Public Utility	227
Letica Corporation	Plastic Cups	225
Aseracare Hospice	Healthcare	222

\* Fort Campbell employs over 9,000 civilians.

Source: City of Clarksville 2023 ACFR and 2024 TN Department of Economic & Community Development.

## ECONOMIC DATA

	Per Capita Personal Income			
	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
National	\$64,692	\$66,298	\$70,002	\$73,204
Tennessee	\$57,715	\$59,107	\$63,479	\$66,504
<b>Montgomery County</b>	<b>\$49,729</b>	<b>\$49,976</b>	<b>\$51,954</b>	<b>\$54,347</b>
Index vs. National	77	75	74	74
Index vs. State	86	85	82	82

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

## Social and Economic Characteristics

	<u>National</u>	<u>Tennessee</u>	<u>Montgomery County</u>	<u>Clarksville</u>
Median Value Owner Occupied Housing	\$332,700	\$286,700	\$280,200	\$263,600
% High School Graduates or Higher Persons 25 Years Old and Older	89.6%	90.0%	94.4%	94.1%
% Persons with Income Below Poverty Level	10.6%	13.5%	10.2%	12.3%
Median Household Income	\$80,734	\$69,595	\$75,613	\$69,303

Source: U.S. Census Bureau State & County QuickFacts - 2025.

## TOURISM AND RECREATION

*Clarksville Marina at Liberty Park.* In 2014, the Clarksville Marina was added to Liberty Park in downtown. The Marina features boat slips, boat storage, an extended RiverWalk, an amphitheater, park amenities, future retail and dining establishments, and two event centers: Freedom Point and the Wilma Rudolph Event Center.

*Dunbar Cave State Park.* Dunbar Cave State Park is located approximately 50 minutes northwest of Nashville in Montgomery County. This 144-acre natural area in Montgomery County is honeycombed by caves and sinkholes, the most prominent being Dunbar Cave. This 8.1-mile cave has historical, natural, archaeological, and geological significance. Excavations revealed that this cave has been occupied by man for thousands of years, drawn by its constant stream flow and natural air conditioning. Angling is a popular activity on beautiful Swan Lake. The lake is fed by the cold, clear stream that flows from the mouth of Dunbar Cave. Since it is only 15 acres, boating and swimming are not permitted. There is a Visitors Center, picnic facilities, and many hiking trails in the park as well.

Source: Tennessee State Parks.

*Fort Defiance.* Fort Defiance is a well-preserved Civil War outpost that was used by the Confederate Army. The fort overlooks both the Cumberland and Red Rivers. The Fort Defiance Civil War Park & Interpretive Center offers detailed insight into Clarksville's role in the War Between the States.

*Source:* Tennessee State Parks.

*Tennessee Whiskey Trail.* Tennessee has been a leader in spirits distillation throughout the nation's history, including before, during, and after Prohibition. Tennessee is known for some of the world's finest whiskey and some of the nation's most sought-after moonshine. Since Tennessee state law changed in 2009 to allow more distilleries, more than 30 distilleries in the state are now on the Tennessee Whiskey Trail. The Old Glory Distilling Co. in Clarksville is a small batch artisan distillery opened in 2016.

## RECENT DEVELOPMENTS

*Amazon.com, Inc.* Amazon established a new, \$100M distribution hub in Clarksville. The facility, which houses innovative Amazon technologies and energy-efficient, zero-emission power-industrialized truck (PIT) equipment, was launched in 2022. Amazon created 1,500 full-time jobs with comprehensive benefits at its new one-million-square-foot fulfillment center, where employees will pick, pack, and ship larger customer items, such as bulk paper goods, sports equipment, patio furniture, and larger home goods and electronics. (See above for additional details.)

*Florim USA.* In 2021, porcelain floor and wall tile manufacturer Florim USA invested roughly \$35 million to expand and increase operations in Clarksville. The expansion, which created more than 30 new jobs, includes construction of a new administration building and showroom, and the addition of technologically advanced manufacturing machinery to expand not only production capabilities, but also the range of product offerings, enabling 100 percent U.S.-manufactured products. Florim USA also invested in additional tile crusher machinery to recycle fired scrap metal back into production. The American subsidiary of Florim Group, based in Italy, Florim USA is one of the largest and most technologically advanced porcelain tile facilities in North America. Florim USA is one of over 40 Italian-owned establishments in Tennessee that employ more than 4,800 Tennesseans.

*Dongwha.* Dongwha Group is a South Korean conglomerate, specializing in wood products and chemical resins, and, most recently, electric vehicle battery components. In 2023, Dongwha Electrolyte broke ground on its \$70 million manufacturing facility. It is the company's first U.S. location and created 68 new jobs paying between \$55,000 and \$150,000 per year.

*LG Chem.* LG Chem manufactures cathode material for EV batteries. In 2023, it started production on a \$3.2 billion facility. They will bring 860 new jobs, with about 300 of them paying over \$100,000.

*Korea Zinc.* The world's leading nonferrous metal manufacturer, Korea Zinc, will invest more than \$6.6 billion in new production facilities in Clarksville and Gordonsville, Tennessee. This represents the company's first U.S. locations and the largest single private corporate investment in state history. Approximately 420 new jobs will be created in Montgomery County, with an additional 320 in Smith County over the next five years (2026-2031). The multi-county

project comprises the construction of a new facility in Clarksville that will house the company's U.S. headquarters and manufacturing operations. In Gordonsville, the company plans to reopen a former mine, bringing back lost jobs and industry to the community.

The South Korean company, known for its commitment to community engagement, education, and environmental sustainability, plans to acquire and invest in several locations statewide. In addition, this effort builds upon agreements announced in November 2025 with the White House, and, subsequently, the U.S. Department of Commerce, the Department of War, and other partners that rely on the company's critical and strategic mineral products. Korea Zinc's refining plays a vital role in supporting advanced military technology and safeguarding national and international security by reducing the nation's dependence on China for critical minerals.

Korea Zinc operates a diversified business portfolio spanning non-ferrous metal smelting and refining, strategic mineral-based materials manufacturing, renewable energy and green hydrogen projects, resource recycling, and secondary battery materials. Korea Zinc produces and supplies a broad portfolio of metals, including zinc, lead, and copper; precious metals such as gold and silver; and strategic metals such as antimony, indium, bismuth, tellurium, gallium, and germanium. The company is expanding into battery-related metals and advanced materials, while strengthening its resource recycling business focused on metal recovery and refining.

*LG Electronics.* LG Electronics USA expanded its Clarksville facility in 2021 by investing an additional \$20.5 million and creating approximately 334 new jobs. The \$360 million smart factory, opened in 2019, currently has the capacity to produce more than one million front- and top-load washers per year. If phase two proceeds as planned, it will employ a total of 2,000 workers upon completion of more construction that could expand the plant's square footage to four times its initial size. LG Electronics USA is the North American subsidiary of LG Electronics, Inc., a \$56 billion global innovator in technology and manufacturing headquartered in South Korea and employs more than 4,500 Tennesseans.

*Shinhung Global USA Inc.* The South Korean-based logistics company, Shinhung, invested \$10 million to expand its operations by building a new distribution facility in Clarksville, creating approximately 83 new jobs in Montgomery County. As a major supplier for LG Electronics USA, the expansion put the newest portion of the company near LG's appliance manufacturing facility. Shinhung's Clarksville location is the company's sole U.S. operation. The expansion took place only three years after the company's location to Clarksville. Shinhung will continue to grow its international operations in third-party logistics, global sourcing, forwarding, and vendor-managed inventory.

*TROY Industries, Inc.* Firearms manufacturer, TROY Industries, Inc., relocated its headquarters and manufacturing operations to Clarksville. The project represents an investment of \$7.2 million and the creation of 75 jobs over the next five years (2021-2026). TROY is one of America's largest suppliers of OEM small arms accessories and weapon upgrades. The company supplies firearms to the military, law enforcement, and civilians. Many other firearms manufacturers, such as Smith & Wesson, Colt, HK, and Sturm, Ruger & Company, incorporate TROY components into their products.

*Oldcastle APG.* Oldcastle APG expanded its Clarksville operations in 2021, creating approximately 45 new jobs. As part of the expansion, Oldcastle APG invested \$10.2 million to retrofit and expand its existing facilities to increase production of concrete paver products used home renovations, commercial projects, and roadways.

*Sources:* The Leaf Chronicle, Southern Standard, The Tennessean, the Chattanooga Free Times Press, the Clarksville Montgomery County Industrial Development Board and WBIR News.

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**MONTGOMERY COUNTY, TENNESSEE**  
SUMMARY OF BONDED INDEBTEDNESS

PURPOSE	DUE DATE	INTEREST RATE(S)	General Fund	Multi-Purpose Events Center	Solid Waste <sup>2</sup>	Schools	OUTSTANDING <sup>1</sup> June 30, 2025
\$20,000,000 Qualified School Construction Bonds, Series 2009	2027	Fixed <sup>3</sup>	\$ -	\$ -	\$ -	\$ 20,000,000	\$ 20,000,000
\$13,200,000 General Obligation Public Improvement Bonds, Series 2013	2028	Fixed	2,988,000	-	-	612,000	3,600,000
\$50,155,000 General Obligation Refunding Bonds, Series 2014	2026	Fixed	1,213,800	-	-	5,926,200	7,140,000
\$18,060,000 General Obligation School Bonds, Series 2015	2035	Fixed	-	-	-	13,110,000	13,110,000
\$20,360,000 General Obligation Refunding and Improvement Bonds, Series 2015B	2035	Fixed	4,771,050	-	-	4,583,950	9,355,000
\$17,600,000 General Obligation Public Improvement Bonds, Series 2016A	2036	Fixed	10,210,000	-	-	-	10,210,000
\$50,490,000 General Obligation Refunding & Public Imp. Bonds, Series 2017	2037	Fixed	23,966,700	-	1,170,000	11,293,300	36,430,000
\$14,630,000 General Obligation Public Improvement Bonds, Series 2018	2038	Fixed	7,675,500	-	-	3,289,500	10,965,000
\$23,500,000 General Obligation Bonds, Series 2020A	2040	Fixed	3,200,400	-	-	14,579,600	17,780,000
\$86,200,000 General Obligation Bonds, Series 2020B (MPEC)	2050	Fixed	-	81,125,000	-	-	81,125,000
\$25,105,000 General Obligation Bonds, Series 2020C (MPEC)	2050	Fixed	-	23,065,000	-	-	23,065,000
\$48,000,000 General Obligation Bonds, Series 2021A	2043	Fixed	-	-	-	40,950,000	40,950,000
\$118,680,000 General Obligation Bonds, Series 2022A	2044	Fixed	1,000,000	-	-	92,585,000	93,585,000
\$29,000,000 General Obligation Bonds, Series 2022B	2042	Fixed	26,000,000	-	-	-	26,000,000
\$51,000,000 General Obligation Bonds, Series 2023A	2044	Fixed	-	-	-	51,000,000	51,000,000
\$50,000,000 General Obligation Bonds, Series 2023B	2044	Fixed	50,000,000	-	-	-	50,000,000
			\$ 131,025,450	\$ 104,190,000	\$ 1,170,000	\$ 257,929,550	\$ 494,315,000
<b>CURRENT BOND ISSUE - POST JUNE 30, 2025</b>							
\$49,995,000 General Obligation Bonds, Series 2026*	2046	Fixed	34,995,000	-	-	15,000,000	49,995,000
			\$ 166,020,450	\$ 104,190,000	\$ 1,170,000	\$ 272,929,550	\$ 544,310,000

**OVERLAPPING DEBT AS OF JUNE 30, 2025**

City of Clarksville, Tennessee - (69.2% of the Assessed Value of Montgomery County, TN)

**OVERALL NET DEBT**

\$ 158,094,000  
\$ 702,404,000

**Notes:**

<sup>1</sup> The above figures do not include leases, loans or short-term notes outstanding and sinking fund deposits, if any. For more information, see the notes to the Financial Statements in the ACFR.

<sup>2</sup> Although secured by General Obligation pledge of the County, payable by the Bi-County Solid Waste Management System.

<sup>3</sup> The Qualified School Construction Bonds, Series 2009 require annual sinking fund deposits to fully retire the \$20,000,000 on July 1, 2026. As of June 30, 2025 the County has already deposited \$18,511,536 into the sinking fund, leaving an estimated outstanding balance of \$1,488,463.

**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.

\* - Preliminary, subject to change.

**MONTGOMERY COUNTY, TENNESSEE**  
Debt Trend and Debt Ratios

**INTRODUCTION**

The information set forth in the following table is based upon information derived in part from the ACFR and the table should be read in conjunction with those statements.

	For Fiscal Year Ended June 30					Post Issuance **
	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	
<b>INDEBTEDNESS</b>						
TAX SUPPORTED						
General Obligation Bonds & Notes	\$ 394,055,338	\$ 465,550,000	\$ 512,485,000	\$ 528,060,000	\$ 494,315,000	\$ 544,310,000
TOTAL TAX SUPPORTED	\$ 394,055,338	\$ 465,550,000	\$ 512,485,000	\$ 528,060,000	\$ 494,315,000	\$ 544,310,000
TOTAL DEBT	\$ 394,055,338	\$ 465,550,000	\$ 512,485,000	\$ 528,060,000	\$ 494,315,000	\$ 544,310,000
Less: Debt Service Fund	(41,340,292)	(44,296,853)	(39,947,138)	(32,529,742)	(39,996,835)	(39,996,835)
NET DIRECT DEBT	\$ 352,715,046	\$ 421,253,147	\$ 472,537,862	\$ 495,530,258	\$ 454,318,165	\$ 504,313,165

**PROPERTY TAX BASE**

Estimated Actual Value*	\$ 16,952,126,276	\$ 20,456,654,179	\$ 21,113,491,388	\$ 30,855,598,373	\$ 32,042,943,177	\$ 32,042,943,177
Appraised Value	\$ 16,952,126,276	\$ 18,143,006,591	\$ 18,725,555,512	\$ 19,287,834,543	\$ 32,042,943,177	\$ 32,042,943,177
Assessed Value	\$ 4,845,032,582	\$ 5,204,385,024	\$ 5,401,307,193	\$ 5,587,678,467	\$ 9,172,412,957	\$ 9,172,412,957

Source: General Purpose Financial Statements and County Officials.

\* Fort Campbell Base (the "Base"), the largest military base in the State of Tennessee and one of the largest in the USA, is located in Montgomery County. The Base is also the largest employer in Tennessee. The Base has significant development amounting to \$6.7 billion as of 2010 (latest information available) with 85% of it located in Tennessee and 15% in Kentucky. The majority of the Base development in Tennessee is in Montgomery County except for a small portion of undeveloped land (25,973 acres) in Stewart County with an estimated value of \$250 million. The total land area of the Base in Tennessee is 68,444 acres amounting to a projected value of Fort Campbell in the County of \$5.5 billion. Additionally, the County has approximately \$1.262 billion of other property currently under In-Lieu of Tax Payment Plans.

\*\* - Amounts attributable to the General Obligation Bonds, Series 2026 are preliminary and subject to change

<b>DEBT RATIOS</b>	<b>For Fiscal Year Ended June 30</b>					<b>Post Issuance **</b>
	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>	
TOTAL DEBT to Estimated Actual Value	2.32%	2.28%	2.43%	1.71%	1.54%	1.70%
TOTAL DEBT to Appraised Value	2.32%	2.57%	2.74%	2.74%	1.54%	1.70%
TOTAL DEBT to Assessed Value	8.13%	8.95%	9.49%	9.45%	5.39%	5.93%
NET DIRECT DEBT to Estimated Actual Value	7.28%	8.09%	8.75%	8.87%	4.95%	5.50%
NET DIRECT DEBT to Appraised Value	2.08%	2.32%	2.52%	2.57%	1.42%	1.57%
NET DIRECT DEBT to Assessed Value	7.28%	8.09%	8.75%	8.87%	4.95%	5.50%
<b>PER CAPITA RATIOS</b>						
POPULATION (1)	227,900	234,899	239,872	239,872	239,872	239,872
PER CAPITA PERSONAL INCOME (2)	\$49,203	\$48,938	\$48,938	\$48,938	\$48,938	\$48,938
Estimated Actual Value to POPULATION	74,384	87,087	88,020	128,634	133,584	133,584
Assessed Value to POPULATION	21,259	22,156	22,517	23,294	38,239	38,239
Total Debt to POPULATION	1,729	1,982	2,136	2,201	2,061	2,269
Net Direct Debt to POPULATION	1,548	1,793	1,970	2,066	1,894	2,102
Total Debt Per Capita as a percent of PER CAPITA PERSONAL INCOME	3.51%	4.05%	4.37%	4.50%	4.21%	4.64%
Net Direct Debt Per Capita as a percent of PER CAPITA PERSONAL INCOME	3.15%	3.66%	4.03%	4.22%	3.87%	4.30%

(1) Per Capita computations are based upon POPULATION data according to the U.S. Census.

(2) PER CAPITA PERSONAL INCOME is based upon the most current data available from the U. S. Department of Commerce.

\*\* - Amounts attributable to the General Obligation Bonds, Series 2026 are preliminary and subject to change

**MONTGOMERY COUNTY, TENNESSEE**  
**BONDED DEBT SERVICE REQUIREMENTS - GENERAL OBLIGATION**

F.Y. Ended 6/30	Existing Debt as of June 30, 2025 General Obligation <sup>1</sup>						Proposed: General Obligation Bonds, Series 2026 <sup>2</sup>						Total Bonded Debt Service Requirements <sup>3*</sup>					
	Principal + Sinking Fund Deposits	Gross Interest	QSCB Net Sinking Fund	State Admin Fees	TOTAL	% 2026 Principal Repaid	Principal	Interest <sup>2</sup>	TOTAL	Principal + Net QSCB Sinking Fund	Gross Interest	QSCB Net Sinking Fund	State Admin Fees	TOTAL	% All Principal Repaid			
2026	\$ 34,350,000	\$ 19,111,096	\$ 1,370,817	\$ 20,000	\$ 54,851,913	-	\$ -	\$ -	\$ -	\$ 34,350,000	\$ 19,111,096	\$ 1,370,817	\$ 20,000	\$ 54,851,913	-			
2027	52,585,000	17,354,221	(19,882,353)	5,000	50,061,868	3,999,750	2,499,750	3,999,750	54,085,000	19,853,971	(19,882,353)	5,000	54,061,618	32.50%				
2028	32,375,000	15,803,984	-	-	48,178,984	4,494,800	1,939,800	4,494,800	34,930,000	17,743,784	-	-	52,673,784	-				
2029	24,905,000	14,291,654	-	-	39,196,654	4,392,600	1,837,600	4,392,600	27,460,000	16,129,254	-	-	43,589,254	-				
2030	23,520,000	13,135,779	-	-	36,665,779	4,290,400	1,733,400	4,290,400	26,075,000	14,871,179	-	-	40,946,179	32.50%				
2031	23,295,000	12,048,244	-	-	35,343,244	4,188,200	1,633,200	4,188,200	25,850,000	13,681,444	-	-	39,531,444	-				
2032	23,265,000	11,069,791	-	-	34,334,791	4,086,000	1,531,000	4,086,000	25,820,000	12,600,791	-	-	38,420,791	-				
2033	23,620,000	10,124,007	-	-	33,744,007	3,983,800	1,428,800	3,983,800	26,175,000	11,552,807	-	-	37,727,807	-				
2034	24,050,000	9,266,934	-	-	33,316,934	3,881,600	1,326,600	3,881,600	26,605,000	10,593,534	-	-	37,198,534	-				
2035	24,420,000	8,391,209	-	-	32,811,209	3,779,400	1,224,400	3,779,400	26,975,000	9,615,609	-	-	36,590,609	56.65%				
2036	22,495,000	7,500,676	-	-	29,995,676	3,677,200	1,122,200	3,677,200	25,050,000	8,622,876	-	-	33,672,876	-				
2037	21,920,000	6,699,871	-	-	28,619,871	3,570,000	1,020,000	3,570,000	24,470,000	7,719,871	-	-	32,189,871	-				
2038	20,245,000	5,918,231	-	-	26,163,231	3,468,000	918,000	3,468,000	22,795,000	6,836,231	-	-	29,631,231	-				
2039	19,395,000	5,202,899	-	-	24,597,899	3,366,000	816,000	3,366,000	21,945,000	6,018,899	-	-	27,963,899	-				
2040	19,620,000	4,515,364	-	-	24,135,364	3,264,000	714,000	3,264,000	22,170,000	5,229,364	-	-	27,399,364	78.04%				
2041	18,855,000	3,819,177	-	-	22,674,177	3,162,000	612,000	3,162,000	21,405,000	4,431,177	-	-	25,836,177	-				
2042	19,090,000	3,137,888	-	-	22,227,888	3,060,000	510,000	3,060,000	21,640,000	3,647,888	-	-	25,287,888	-				
2043	17,185,000	2,444,063	-	-	19,629,063	2,958,000	408,000	2,958,000	19,735,000	2,852,063	-	-	22,587,063	-				
2044	15,080,000	1,822,518	-	-	16,902,518	2,856,000	306,000	2,856,000	17,630,000	2,128,518	-	-	19,758,518	-				
2045	5,170,000	1,262,743	-	-	6,432,743	2,754,000	204,000	2,754,000	7,720,000	1,466,743	-	-	9,186,743	94.23%				
2046	5,565,000	1,071,693	-	-	6,636,693	2,652,000	102,000	2,652,000	7,915,000	1,173,693	-	-	9,088,693	-				
2047	5,560,000	873,293	-	-	6,433,293	-	-	-	5,560,000	873,293	-	-	6,433,293	-				
2048	5,770,000	667,468	-	-	6,437,468	-	-	-	5,770,000	667,468	-	-	6,437,468	-				
2049	5,980,000	453,125	-	-	6,433,125	-	-	-	5,980,000	453,125	-	-	6,433,125	-				
2050	6,200,000	230,745	-	-	6,430,745	-	-	-	6,200,000	230,745	-	-	6,430,745	100.00%				
	\$ 494,315,000	\$ 176,216,667	\$ (18,511,536)	\$ 25,000	\$ 652,045,131	\$ 21,888,750	\$ 21,888,750	\$ 21,888,750	\$ 544,310,000	\$ 198,105,417	\$ (18,511,536)	\$ 25,000	\$ 723,928,881					

**NOTES:**

<sup>1</sup> The above figures do not include leases, loans or short-term notes outstanding and sinking fund deposits, if any. For more information, see the notes to the Financial Statements in the ACFR.

<sup>2</sup> Budget Coupon Rate of 4.00%.

\* - Preliminary, subject to change.

## FINANCIAL INFORMATION

### 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, NET ASSETS AND RETAINED EARNINGS

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

	<b><u>For the Fiscal Year Ended June 30,</u></b>				
<b><u>Fund Type</u></b>	<b><u>2021</u></b>	<b><u>2022</u></b>	<b><u>2023</u></b>	<b><u>2024</u></b>	<b><u>2025</u></b>
<i>Governmental Funds:</i>					
General	\$ 41,427,737	\$ 48,727,982	\$ 52,607,790	\$ 73,303,028	\$ 78,392,378
General Debt Service	41,340,292	44,296,853	39,947,138	32,529,742	39,996,835
General Capital					
Projects	166,555,798	147,838,730	150,029,177	142,128,101	68,644,981
Nonmajor Funds	<u>10,016,706</u>	<u>11,351,657</u>	<u>10,698,868</u>	<u>10,935,323</u>	<u>12,019,881</u>
<b>TOTAL</b>	<b><u>\$259,340,533</u></b>	<b><u>\$252,215,222</u></b>	<b><u>\$253,282,973</u></b>	<b><u>\$258,896,194</u></b>	<b><u>\$199,054,075</u></b>
Internal Service Funds	\$25,268,423	\$28,879,245	\$29,085,162	\$24,785,243	\$22,085,749

*Source:* Annual Comprehensive Financial Audit Reports of the County.

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**MONTGOMERY COUNTY, TENNESSEE**  
Five Year Summary of Revenues, Expenditures and  
Changes In Fund Balances - General Fund  
For the Fiscal Year Ended June 30

	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
<b>Revenues:</b>					
Local Taxes	\$ 67,101,140	\$ 72,132,362	\$ 79,023,921	\$ 91,313,818	\$ 97,813,140
Licenses and Permits	1,949,792	2,113,897	1,913,420	3,969,271	2,297,407
Fines and Forfeits	1,086,838	1,104,887	1,169,107	1,210,044	1,229,884
Charges for Current Services	7,470,786	7,780,935	8,984,655	9,017,173	9,857,816
Other Local Revenues	2,694,117	1,870,510	6,862,824	14,600,414	9,717,113
Fees Recv'd from County Officials	12,044,239	13,092,818	12,570,935	12,675,623	13,864,316
State of Tennessee	7,615,257	6,933,528	9,259,319	12,183,990	12,690,651
Federal Government	3,316,669	278,423	793,312	524,779	355,240
Other Governments & Citizens Groups	996,962	1,112,297	1,278,428	1,099,025	1,126,569
<b>Total Revenues</b>	<u>\$ 104,275,800</u>	<u>\$ 106,419,657</u>	<u>\$ 121,855,921</u>	<u>\$ 146,594,137</u>	<u>\$ 148,952,136</u>
<b>Expenditures and Other Uses:</b>					
General Government	\$ 10,017,041	\$ 10,687,523	\$ 13,641,363	\$ 13,906,255	\$ 15,254,708
Finance	10,809,583	10,682,715	11,951,571	12,944,068	14,734,079
Administration of Justice	8,182,165	8,693,378	10,118,659	11,451,467	12,334,684
Public Safety	37,048,671	38,892,133	44,899,258	45,909,895	53,373,130
Public Health & Welfare	13,290,401	16,081,757	19,583,911	20,457,130	25,049,290
Social, Cultural, & Recreational Services	3,859,025	4,713,907	5,091,940	6,063,554	6,748,390
Agricultural & Natural Resources	430,408	486,376	511,311	632,315	731,745
Other Operations	9,484,025	8,872,165	12,243,925	13,396,995	14,386,155
Highways	178,933	147,289	186,103	227,935	214,115
Capital Outlay	-	-	-	-	-
Debt Service	-	-	-	-	-
Capital Projects	-	-	-	-	-
<b>Total Expenditures</b>	<u>\$ 93,300,252</u>	<u>\$ 99,257,243</u>	<u>\$ 118,228,041</u>	<u>\$ 124,989,614</u>	<u>\$ 142,826,296</u>
Excess of Revenues & Over (under) Expenditures	\$ 10,975,548	\$ 7,162,414	\$ 3,627,880	\$ 21,604,523	\$ 6,125,840
<b>Other Financing Sources (Uses):</b>					
Debt Proceeds	\$ -	\$ -	\$ -	\$ -	\$ -
Insurance Recovery	89,290	137,831	251,928	90,715	212,825
Interfund Transfers - In	-	-	-	-	-
Interfund Transfers - Out	-	-	-	(1,000,000)	(1,249,315)
<b>Total Other Financing Sources (Uses)</b>	<u>\$ 89,290</u>	<u>\$ 137,831</u>	<u>\$ 251,928</u>	<u>\$ (909,285)</u>	<u>\$ (1,036,490)</u>
Excess of Revenue & Other Sources over (Under) Expenditures & Other Sources	\$ 11,064,838	\$ 7,300,245	\$ 3,879,808	\$ 20,695,238	\$ 5,089,350
<b>Fund Balance July 1</b>	30,362,899	41,427,737	48,727,982	52,607,790	73,303,028
Prior Period Adjustment	-	-	-	-	-
<b>Fund Balance June 30</b>	<u>\$ 41,427,737</u>	<u>\$ 48,727,982</u>	<u>\$ 52,607,790</u>	<u>\$ 73,303,028</u>	<u>\$ 78,392,378</u>

Source: Annual Comprehensive Financial Report for Montgomery 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 1 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 on-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. On March 10, 2008, the Montgomery County Commission adopted the Property Tax Freeze Program for the County.

### ***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.

*[balance of page left blank]*

**MONTGOMERY COUNTY, TENNESSEE  
PROPERTY VALUATION AND PROPERTY TAX**

<b>Fiscal Year Tax Year</b>	<b>2021-2022 2021</b>	<b>2022-2023 2022</b>	<b>2023-2024 2023</b>	<b>2024-2025 2024</b>	<b>2025-2026 2025</b>
Estimated Actual Values (1)					
Residential & Farms	\$14,744,644,848	\$15,018,231,245	\$22,035,803,013	\$23,517,815,140	\$24,311,141,580 *
Commercial & Industrial	4,264,228,419	4,606,901,350	7,105,998,496	6,932,992,560	7,237,014,055 *
Personal Tangible Property	1,229,862,096	1,247,568,305	1,529,593,302	1,283,553,023	1,425,632,050 *
Public Utilities	217,918,816	240,790,488	184,203,562	308,582,454	256,157,349 *
<b>Total Assessor's Appraised Values</b>	<b>\$ 20,456,654,179</b>	<b>\$ 21,113,491,388</b>	<b>\$ 30,855,598,373</b>	<b>\$ 32,042,943,177</b>	<b>\$ 33,229,945,034</b>
In-Lieu of Property Tax Values*	\$ 1,262,816,812	\$ 1,262,816,812	\$ 1,262,816,812	\$ 1,262,816,812	\$ 1,024,584,500 *
Fort Campbell Property Values*	5,449,013,544	5,449,013,544	5,449,013,544	5,449,013,544	5,449,013,544 *
<b>Total Assessor's Appraised Values</b>	<b>\$ 27,168,484,535</b>	<b>\$ 27,825,321,744</b>	<b>\$ 37,567,428,729</b>	<b>\$ 38,754,773,533</b>	<b>\$ 39,703,543,078 *</b>
Assessed Values (1)					
Residential & Farms (25%)	\$3,269,256,379	\$3,329,917,323	\$3,443,645,116	\$5,879,453,785	\$6,077,785,395 *
Commercial & Industrial (40%)	1,512,777,674	1,634,344,323	1,776,783,864	2,773,197,024	2,894,805,622 *
Personal Tangible Property (30%)	327,229,408	331,940,499	286,844,632	385,065,907	427,689,916 *
Public Utilities (30%-55%)	95,121,563	105,105,048	80,404,855	117,013,648	140,886,542 *
<b>Total Assessed Values</b>	<b>\$5,204,385,024</b>	<b>\$5,401,307,193</b>	<b>\$5,587,678,467</b>	<b>\$9,154,730,364</b>	<b>\$9,541,167,475 *</b>
Appraisal Ratio	88.69%	88.69%	62.51%	100.00%	100.00%
Property Tax Rate	\$ 2.990	\$ 2.990	\$ 2.990	\$ 2.100	\$ 2.100
Taxes Levied	\$ 153,252,583	\$ 161,499,085	\$ 167,071,586	\$ 192,249,338 *	\$ 200,364,517 *
Collections					
Current Fiscal Year	\$ 149,204,029	\$ 156,492,613	\$ 161,733,022	\$ 185,328,361	In Process
Percent Collected Current FY	97.10%	96.90%	96.80%	96.40%	
Amount Uncollected as of 6/30/2025	\$ 1,314,424	\$ 1,819,183	\$ 5,338,564	\$ 6,920,976	In Process
Percent Uncollected	0.86%	1.13%	3.20%	3.60%	

**NOTES:**  
 \* Estimated  
 (1) Fort Campbell Base (the "Base"), the largest military base in the State of Tennessee and one of the largest in the USA, is located in Montgomery County. The Base is also the largest employer in Tennessee. The Base has significant development amounting to \$6.7 billion as of 2010 (latest information available) with 85% of it located in Tennessee and 15% in Kentucky. The majority of the Base development in Tennessee is in Montgomery County except for a small portion of undeveloped land (25,973 acres) in Stewart County with an estimated value of \$250 million. The total land area of the Base in Tennessee is 68,444 acres amounting to a projected value of Fort Campbell in the County of \$5.5 billion. Additionally, the County has approximately \$1.262 billion of other property currently under In-Lieu of Tax Payment Plans.

*Ten Largest Taxpayers.* For the fiscal year ending June 30, 2026 (tax year 2025), the ten largest taxpayers in the County are as follows:

<u>Taxpayer</u>	<u>Business Type</u>	<u>Assessment</u>	<u>Taxes Levied</u>
1. Cumberland Electric Membership Corp.	Utility	\$ 82,864,707	\$1,740,158.00
2. Clarksville Health System	Health Care	69,251,280	1,454,277.00
3. Millan Holdings LLC	Manufacturing	50,167,219	1,053,511.00
4. Hankook Tire Manufacturing	Tire Manufacturing	47,046,364	987,970.00
5. Trane Company	Manufacturing	34,877,038	732,418.00
6. Bristol Ridge Apartments LLC	Real estate	28,683,531	602,354.00
7. Bridgestone Metalpha USA Inc	Manufacturing	28,407,200	596,551.00
8. Florim Usa Inc	Manufacturing	27,284,400	572,972.00
9. Governor's Square Co	Retail	27,233,305	571,910.00
10. Blackwell Christopher S	Real estate	26,413,090	554,675.00
<b>TOTAL</b>		<b><u>\$422,228,134</u></b>	<b><u>\$8,866,796</u></b>

Source: The County.

*Ten Largest Taxpayers.* For the fiscal year ending June 30, 2025 (tax year 2024), the ten largest taxpayers in the County are as follows:

<u>Taxpayer</u>	<u>Business Type</u>	<u>Assessment</u>	<u>Taxes Paid</u>
1. Cumberland Electric Membership Corp.	Utility	\$77,348,195	\$1,624,313
2. Clarksville Health System	Health Care	69,251,280	1,454,277
3. Millan Holdings LLC	Manufacturing	41,450,603	870,461
4. Hankook Tire Manufacturing	Tire Manufacturing	40,436,177	849,160
5. Trane Company	Manufacturing	29,154,195	612,238
6. Bristol Ridge Apartments LLC	Real estate	27,183,703	570,857
7. Bridgestone Metalpha USA Inc	Manufacturing	25,305,720	531,420
8. Florim Usa Inc	Manufacturing	25,284,840	530,982
9. Governor's Square Co	Retail	24,320,000	510,720
10. Blackwell Christopher S	Real estate	25,151,200	528,175
<b>TOTAL</b>		<b><u>\$384,885,913</u></b>	<b><u>\$8,082,603</u></b>

Source: The County.

## LOCAL OPTION SALES TAX

<u>Fiscal Year</u>	<u>Debt Service Fund</u>	<u>General Purpose School</u>	<u>Cities</u>	<u>Total</u>
2021	\$503,989	\$69,577,402	\$23,436,272	\$93,517,663
2022	642,433	79,430,095	21,787,954	101,860,482
2023	708,256	84,823,464	27,817,070	113,348,790
2024	795,406	89,833,774	29,284,219	119,913,398
2025	910,817	94,292,172	30,351,986	125,554,975

Source: The County.

## WHEEL TAX

<u>Fiscal Year</u>	<u>Rate Per Vehicle</u>	<u>General Purpose School</u>	<u>General Capital Projects</u>	<u>% of Increase</u>
2021	\$49.00	\$5,615,688	\$4,593,704	24.85%
2022	74.00	6,048,821	7,003,592	27.84%
2023	74.00	5,470,426	7,838,013	2.04%
2024	74.00	5,406,508	7,746,138	(1.17%)
2025	74.00	5,516,105	7,902,575	2.02%

Source: The County.

## PENSION PLANS

Employees of Montgomery 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, become 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 Montgomery 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 Financial Statements located in the General Purpose Financial Statements of the County located herein.

### **OTHER 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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**APPENDIX B**

**MONTGOMERY COUNTY, TENNESSEE**  
**SUPPLEMENTAL INFORMATION STATEMENT**





**GENERAL PURPOSE FINANCIAL STATEMENTS**  
**OF**  
**MONTGOMERY COUNTY, TENNESSEE**  
**FOR THE FISCAL YEAR ENDED**  
**JUNE 30, 2025**

The General Purpose Financial Statements are extracted from the Financial Statements with Report of Certified Public Accountants of the Montgomery County for the fiscal year ended June 30, 2025 which is available upon request from the County.





## ANNUAL FINANCIAL REPORT

# Montgomery County, Tennessee

*For the Year Ended June 30, 2025*

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



**DIVISION OF  
LOCAL GOVERNMENT AUDIT**

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

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

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

*JEFF BAILEY, CPA, CGFM, CFE*  
*Audit Manager*

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

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## MONTGOMERY COUNTY, TENNESSEE

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# Summary of Audit Findings

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

## *Scope*

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

## *Results*

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

Our audit resulted in three findings and recommendations, which we have reviewed with Montgomery County management. The detailed findings, recommendations, and management responses are included in the Single Audit section of this report.

## *Findings*

The following is a summary of the audit findings:

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

- ◆ An ACH payment of \$412,728 was made to a fictitious company as the result of a phishing scheme.

### **OFFICE OF DIRECTOR OF SCHOOLS**

- ◆ Material audit adjustments were required for proper financial statement presentation.
- ◆ Accounting records were not closed and available for audit by August 31, 2025.



# INTRODUCTORY SECTION

# MONTGOMERY COUNTY OFFICIALS

June 30, 2025

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## Officials

Wesley Golden, County Mayor  
Jeff Bryant, Highway Supervisor  
Dr. Jean Luna-Vedder, Director of Schools  
Kimberly Wiggins, Trustee  
Erinne Hester, Assessor of Property  
Teresa Cottrell, County Clerk  
Wendy Davis, Circuit, General Sessions, and Juvenile Courts Clerk  
Heather Moore, Clerk and Master  
Julie Runyon, Register of Deeds  
John Fuson, Sheriff  
Cassie Wheeler, Director of Accounts and Budgets  
Elizabeth Black, Purchasing Agent

## Board of County Commissioners

Wesley Golden, County Mayor, Chairman  
John Gannon, Sr.  
Jason Knight  
Joe Smith  
Rickey Ray  
Rashidah Leverett  
LaTonia Brown  
Michael Lankford  
Carmelle Chandler  
Nathan Burkholder  
Jorge Padro

Lisa Prichard  
Joe Creek  
David Harper  
Walker Woodruff  
Joshua Beal  
Jeremiah Walker  
Chris Rasnic  
Ryan Gallant  
Billy Frye  
Autumn Simmons  
David Shelton

## Highway Commission

Jeff Bryant, Highway Supervisor, Chairman  
Jeff Groves  
Orville Lewis

## Board of Education

Kent Griffy, Chairman  
Kacie Bryant  
Jimmie Garland  
Herbert Nelson

Chris Lanier  
Carol Berry  
Aron Maberry

## Audit Committee

David Harper, Chairman  
David Shelton  
Rashidah Leverett

Carmelle Chandler  
Michael Lankford

# FINANCIAL SECTION



JASON E. MUMPOWER  
*Comptroller*

## Independent Auditor's Report

Montgomery County Mayor and  
Board of County Commissioners  
Montgomery 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 Montgomery County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Montgomery County, Tennessee, as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General and American Rescue Plan Act Grant funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund of the Clarksville-Montgomery County School System (a discretely presented component unit), which represent 0.81 percent, 0.94 percent, and 2.02 percent, respectively, of the assets, net position, and revenues of the discretely presented school system component unit. We also did not audit the financial statements of the Industrial Development Board of the County of Montgomery, a discretely presented component unit. We were unable to determine Industrial Development Board of the County of Montgomery's respective percentage of the assets, net position, and revenues of the aggregate discretely presented component units because the Montgomery County Emergency Communications District, the Bi-County Solid Waste Management System, the Clarksville-Montgomery County Public Library, the Clarksville-Montgomery County Economic Development Council, and the Montgomery County Sports Authority, component units requiring discrete presentation, were not included in the county's financial statements. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to amounts included for the Clarksville-Montgomery County School System's Internal School Fund and the Industrial Development Board of the County of Montgomery, are 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 Montgomery County, Tennessee, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Changes in Accounting Principle***

As described in Note V.B., Montgomery County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences* and Statement No. 102, *Certain Risk Disclosures*. GASB 101 updates the recognition and measurement guidance for compensated absences under a unified model and amends certain previously required disclosures. GASB 102 provides users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints.

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

We draw attention to Note I.D.10. to the financial statements, which describes restatements to the beginning Governmental Activities net position totaling (\$581,665) for the primary government and (\$1,653,779) for the discretely presented Clarksville-Montgomery County School System. These restatements were necessary because of the transitional requirements of GASB Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to the matter.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Montgomery 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 Montgomery 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 Montgomery 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 schedules 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 OPEB 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 Montgomery County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and General Capital Projects funds, combining and individual fund financial statements of the Clarksville-Montgomery County School System (a discretely presented component unit), and miscellaneous

schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and General Capital Projects funds, combining and individual fund financial statements of the Clarksville-Montgomery County School System (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 February 3, 2026, on our consideration of Montgomery 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 Montgomery 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 Montgomery County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

February 3, 2026

JEM/gc

# BASIC FINANCIAL STATEMENTS SECTION

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

	<b>Primary Governmental Activities</b>	<b>Component Units</b>	
		Clarksville- Montgomery County School System	Industrial Development Board of the County of Montgomery
<b>ASSETS</b>			
Cash	\$ 85,533	\$ 6,853,499	\$ 4,523,276
Equity in Pooled Cash and Investments	242,106,265	157,294,508	0
Restricted Cash	0	0	2,233,898
Certificates of Deposit	0	0	313,397
Inventories	21,778	670,908	0
Accounts Receivable	9,351,286	822,760	309,627
Allowance for Uncollectibles	(1,656,318)	0	0
Due from Other Governments	5,118,249	35,241,829	60,192
Due from Component Units	1,170,000	0	0
Due from Related Party	0	0	117,619
Property Taxes Receivable	159,455,305	37,198,895	0
Allowance for Uncollectible Property Taxes	(4,815,852)	(1,128,179)	0
Prepaid Items	607,598	0	27,500
Leases Receivable - Current	286,074	0	0
Cash Shortage	162,728	0	0
Other Current Assets	0	45,156	0
Restricted Assets - Amounts Accumulated for Pension Benefits	3,212,358	13,359,864	0
Notes Receivable - Long-term	0	0	2,009,885
Leases Receivable - Long-term	12,405,940	0	0
Net Pension Asset - Teacher Retirement Plan	0	3,102,273	0
Net Pension Asset - Teacher Legacy Pension Plan	0	51,704,697	0
Property Held for Sale or Lease	0	0	37,815,765
Construction in Progress Related to Property Held for Sale or Lease	0	0	19,456,858
Capital Assets:			
Assets Not Depreciated:			
Land	23,195,183	18,923,697	1,700,000
Construction in Progress	57,120,240	6,392,327	1,595,259
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	230,547,605	426,470,166	264
Other Capital Assets	24,413,549	27,076,301	65,853
Intangibles	2,131,651	0	0
Infrastructure	54,135,117	0	0
Total Assets	<u>\$ 819,054,289</u>	<u>\$ 784,028,701</u>	<u>\$ 70,229,393</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Charge on Refunding	\$ 1,424,424	\$ 0	\$ 0
Pension Changes in Experience	7,935,403	22,457,403	0
Pension Changes in Assumptions	2,789,941	3,959,282	0
Pension Changes in Proportions	0	527,113	0
Pension Contributions After Measurement Date	5,861,848	15,886,135	0
OPEB Changes in Experience	0	5,172,116	0
OPEB Changes in Assumptions	357,197	165,532	0
Total Deferred Outflows of Resources	<u>\$ 18,368,813</u>	<u>\$ 48,167,581</u>	<u>\$ 0</u>

(Continued)

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

	<b>Primary Government Governmental Activities</b>	<b>Component Units</b>	
		Clarksville- Montgomery County School System	Industrial Development Board of the County of Montgomery
<b>LIABILITIES</b>			
Accounts Payable	\$ 11,043,126	\$ 2,819,702	\$ 1,527,488
Accrued Payroll	0	25,644,315	0
Payroll Deductions Payable	466,497	13,376,935	0
Contracts Payable	0	3,069,860	0
Retainage Payable	0	77,675	736,423
Accrued Interest Payable	3,500,590	0	0
Due to Other Governments	16,951,309	0	0
Due to Litigants, Heirs, and Others	426,600	0	0
Due to Related Parties	0	0	126,871
Advances and deposits	0	0	790,000
Other Current Liabilities	14,232	0	0
Current Liabilities Payable from Restricted Assets	156,880	307,558	0
Other Collections	71,166	0	0
Noncurrent Liabilities:			
Due Within One Year - Debt	36,828,319	0	843,927
Due Within One Year - Other	10,531,472	5,228,947	0
Due in More Than One Year - Debt	485,553,335	0	22,446,974
Due in More Than One Year - Other	31,351,538	51,423,394	0
Total Liabilities	<u>\$ 596,895,064</u>	<u>\$ 101,948,386</u>	<u>\$ 26,471,683</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Current Property Taxes	\$ 152,468,171	\$ 35,559,826	\$ 0
Deferred Leases Receivable	12,113,531	0	0
Other Deferred/Unavailable Revenue	0	0	2,603,251
Pension Changes in Experience	145,725	1,092,277	0
Pension Changes in Investment Earnings	2,235,620	12,784,951	0
Pension Changes in Proportion	0	1,143,666	0
OPEB Changes in Experience	3,342,435	3,528,610	0
OPEB Changes in Assumptions	1,063,277	2,241,920	0
Total Deferred Inflows of Resources	<u>\$ 171,368,759</u>	<u>\$ 56,351,250</u>	<u>\$ 2,603,251</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	\$ 101,308,040	\$ 478,862,491	\$ 3,354,188
Restricted for:			
Capital Projects	34,274,128	1,440,650	0
Debt Service	37,362,127	0	1,412,864
Highways	9,101,240	0	0
Education	0	20,448,514	0
General Government	7,745,134	0	0
Finance	2,638,261	0	0
Administration of Justice	1,953,582	0	0
Public Safety	706,628	0	0
Public Health and Welfare	64,025	0	0
Social, Cultural, and Recreational Services	509	0	0
Pensions	3,212,358	68,166,834	0
Unrestricted	(129,206,753)	104,978,157	36,387,407
Total Net Position	<u>\$ 69,159,279</u>	<u>\$ 673,896,646</u>	<u>\$ 41,154,459</u>

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

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

Functions/Programs	Net (Expense) Revenue and Changes in Net Position						
	Expenses	Program Revenues			Primary Governmental Activities	Component Units	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Clarksville-Montgomery County School System	Industrial Development Board of the County of Montgomery
Primary Government:							
Governmental Activities:							
General Government	\$ 55,654,083	\$ 5,252,491	\$ 85,970	\$ 67,681	\$ (50,247,941)	\$ 0	\$ 0
Finance	15,487,929	8,745,022	116,384	0	(6,626,523)	0	0
Administration of Justice	13,569,964	4,656,489	3,884,366	1,908,320	(3,120,789)	0	0
Public Safety	65,975,620	2,046,469	4,139,675	91,494	(59,697,982)	0	0
Public Health and Welfare	28,874,587	10,549,628	1,769,765	7,067,232	(9,487,962)	0	0
Social, Cultural, and Recreational Services	8,700,722	689,974	0	282,545	(7,728,203)	0	0
Agriculture and Natural Resources	789,977	0	0	0	(789,977)	0	0
Highways/Public Works	17,868,285	0	4,847,042	4,613,865	(8,407,378)	0	0
Education	92,372,452	62,976,504	0	0	(29,395,948)	0	0
Interest on Long-term Debt	18,029,858	0	0	0	(18,029,858)	0	0
<b>Total Primary Government</b>	<b>\$ 317,323,477</b>	<b>\$ 94,916,577</b>	<b>\$ 14,843,202</b>	<b>\$ 14,031,137</b>	<b>\$ (193,532,561)</b>	<b>\$ 0</b>	<b>\$ 0</b>
Component Units:							
Clarksville-Montgomery County School System	\$ 512,275,527	\$ 16,980,258	\$ 51,591,582	\$ 0	\$ 0	\$ (443,703,687)	\$ 0
Industrial Development Board of the County of Montgomery	3,598,276	0	226,346	0	0	0	(3,371,930)
<b>Total Component Units</b>	<b>\$ 515,873,803</b>	<b>\$ 16,980,258</b>	<b>\$ 51,817,928</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ (443,703,687)</b>	<b>\$ (3,371,930)</b>

(Continued)

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Total Governmental Activities	Component Units	
						Clarksville- Montgomery County School System	Industrial Development Board of the County of Montgomery
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes				\$ 114,409,750	\$ 35,790,171	\$ 0	0
Property Taxes Levied for Debt Service				40,025,064	0	0	0
Local Option Sales Tax				927,592	94,449,360	0	0
Hotel/Motel Tax				5,080,316	0	0	0
Wheel Tax				7,902,575	5,516,129	0	0
Business Tax				3,299,045	1,575,491	0	0
Mixed Drink Tax				0	737,753	0	0
Adequate Facilities/Development Tax				1,861,900	0	0	0
Litigation Tax				1,386,934	0	0	0
Wholesale Beer Tax				296,032	0	0	0
Mineral Severance Tax				363,900	0	0	0
Grants and Contributions Not Restricted to Specific Programs				9,563,574	313,500,966	14,328,899	14,328,899
Unrestricted Investment Income				19,842,574	1,918,462	390,335	390,335
Debt Premiums				3,072,156	0	0	0
Insurance Recovery				11,377,071	0	0	0
Sale of Assets				2,116,735	1,039,898	0	0
Gain on Sale of Capital Assets				0	0	27,279	27,279
Gain on Sale of Inventory				0	0	315,472	315,472
Miscellaneous				528,880	214,123	300,590	300,590
Total General Revenues				<u>\$ 222,054,098</u>	<u>\$ 454,742,353</u>	<u>\$ 15,362,575</u>	
Change in Net Position				\$ 28,521,537	\$ 11,038,666	\$ 11,990,645	
Net Position, July 1, 2024				41,219,407	664,511,759	29,163,814	
Restatement - See Note I.D.10.				(581,665)	(1,653,779)	0	
Net Position, June 30, 2025				<u>\$ 69,159,279</u>	<u>\$ 673,896,646</u>	<u>\$ 41,154,459</u>	

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

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

	<b>Major Funds</b>				<b>Nonmajor</b>	<b>Total</b>
	<b>General</b>	<b>American Rescue Plan Act Grant</b>	<b>General Debt Service</b>	<b>General Capital Projects</b>	<b>Other Govern- mental Funds</b>	
<b>ASSETS</b>						
Cash	\$ 6,883	\$ 0	\$ 0	\$ 0	\$ 28,650	\$ 35,533
Equity in Pooled Cash and Investments	75,867,426	20,691,256	38,304,555	72,624,610	6,989,323	214,477,170
Inventories	21,778	0	0	0	0	21,778
Accounts Receivable	5,123,188	134,071	395,519	770,156	445,711	6,868,645
Allowance for Uncollectibles	(1,656,318)	0	0	0	0	(1,656,318)
Due from Other Governments	1,216,103	33,103	177,280	1,025,724	2,666,039	5,118,249
Due from Component Units	0	0	1,170,000	0	0	1,170,000
Property Taxes Receivable	101,031,293	0	32,160,785	13,104,641	13,158,586	159,455,305
Allowance for Uncollectible Property Taxes	(2,917,481)	0	(1,105,172)	(382,399)	(410,800)	(4,815,852)
Prepaid Items	35,888	0	0	0	0	35,888
Leases Receivable - Current	286,074	0	0	0	0	286,074
Cash Shortage	0	0	0	162,728	0	162,728
Restricted Assets	3,212,358	0	0	0	0	3,212,358
Leases Receivable - Long-term	12,405,940	0	0	0	0	12,405,940
<b>Total Assets</b>	<b>\$ 194,633,132</b>	<b>\$ 20,858,430</b>	<b>\$ 71,102,967</b>	<b>\$ 87,305,460</b>	<b>\$ 22,877,509</b>	<b>\$ 396,777,498</b>

(Continued)

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

	<b>Major Funds</b>				<b>Nonmajor</b>	<b>Total</b>
	<b>General</b>	<b>American Rescue Plan Act Grant</b>	<b>General Debt Service</b>	<b>General Capital Projects</b>	<b>Other Govern- mental Funds</b>	
<b>LIABILITIES</b>						
Accounts Payable	\$ 3,170,816	\$ 24,452	\$ 1,040	\$ 5,722,726	\$ 490,616	\$ 9,409,650
Payroll Deductions Payable	430,402	0	0	0	32,501	462,903
Due to Other Governments	0	16,951,309	0	0	0	16,951,309
Due to Litigants, Heirs, and Others	0	0	0	0	426,600	426,600
Other Current Liabilities	222	0	0	0	14,010	14,232
Current Liabilities Payable From Restricted Assets	3,600	0	0	0	153,280	156,880
Other Collections	71,166	0	0	0	0	71,166
<b>Total Liabilities</b>	<b>\$ 3,676,206</b>	<b>\$ 16,975,761</b>	<b>\$ 1,040</b>	<b>\$ 5,722,726</b>	<b>\$ 1,117,007</b>	<b>\$ 27,492,740</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Current Property Taxes	\$ 96,862,133	\$ 0	\$ 30,493,634	\$ 12,556,202	\$ 12,556,202	\$ 152,468,171
Deferred Delinquent Property Taxes	1,124,696	0	523,584	149,612	175,396	1,973,288
Deferred Leases Receivable	12,113,531	0	0	0	0	12,113,531
Other Deferred/Unavailable Revenue	2,464,188	33,103	87,874	231,939	858,589	3,675,693
<b>Total Deferred Inflows of Resources</b>	<b>\$ 112,564,548</b>	<b>\$ 33,103</b>	<b>\$ 31,105,092</b>	<b>\$ 12,937,753</b>	<b>\$ 13,590,187</b>	<b>\$ 170,230,683</b>

(Continued)

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

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	American Rescue Plan Act Grant	General Debt Service	General Capital Projects	Other Governmental Funds	
<b>FUND BALANCES</b>						
Nonspendable:						
Inventory	\$ 21,778	\$ 0	\$ 0	\$ 0	\$ 0	\$ 21,778
Prepaid Items	35,888	0	0	0	0	35,888
Restricted:						
Restricted for General Government	3,895,568	3,849,566	0	0	0	7,745,134
Restricted for Finance	2,638,261	0	0	0	0	2,638,261
Restricted for Administration of Justice	1,953,582	0	0	0	0	1,953,582
Restricted for Public Safety	649,326	0	0	0	57,302	706,628
Restricted for Public Health and Welfare	64,025	0	0	0	0	64,025
Restricted for Social, Cultural, and Recreational Services	509	0	0	0	0	509
Restricted for Highways/Public Works	0	0	0	0	8,113,013	8,113,013
Restricted for Debt Service	0	0	38,826,835	0	0	38,826,835
Restricted for Capital Projects	0	0	0	68,644,981	0	68,644,981
Restricted for Hybrid Retirement Stabilization Funds	3,212,358	0	0	0	0	3,212,358
Restricted for Other Purposes	0	0	1,170,000	0	0	1,170,000
Committed:						
Committed for General Government	705,640	0	0	0	0	705,640
Committed for Public Safety	71,982	0	0	0	0	71,982
Assigned:						
Assigned for General Government	3,271,567	0	0	0	0	3,271,567
Unassigned	61,871,894	0	0	0	0	61,871,894
Total Fund Balances	<u>\$ 78,392,378</u>	<u>\$ 3,849,566</u>	<u>\$ 39,996,835</u>	<u>\$ 68,644,981</u>	<u>\$ 8,170,315</u>	<u>\$ 199,054,075</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 194,633,132</u>	<u>\$ 20,858,430</u>	<u>\$ 71,102,967</u>	<u>\$ 87,305,460</u>	<u>\$ 22,877,509</u>	<u>\$ 396,777,498</u>

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

**MONTGOMERY COUNTY, TENNESSEE**  
**Reconciliation of the Balance Sheet of Governmental Funds to**  
**the Statement of Net Position**  
**June 30, 2025**

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

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 199,054,075
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 23,195,183	
Add: construction in progress	57,120,240	
Add: buildings and improvements net of accumulated depreciation	230,547,605	
Add: other capital assets net of accumulated depreciation	24,413,549	
Add: intangibles net of accumulated depreciation	2,131,651	
Add: infrastructure net of accumulated depreciation	54,135,117	
Less: capital assets of internal service funds, which are included below in item (2)	<u>(6,359)</u>	391,536,986
(2) Internal service funds are used by management to charge the cost of liability, workers' compensation insurance, and employee dental benefits to individual funds. The assets and liabilities are included in governmental activities in the statement of net position.		22,085,749
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (474,315,000)	
Less: other loans payable	(2,595,967)	
Add: deferred amount on refunding	1,424,424	
Less: unamortized premium on debt	(45,470,687)	
Less: accrued interest on debt	(3,500,590)	
Less: compensated absences payable	(7,176,523)	
Less: OPEB liability	(18,658,898)	
Less: net pension liability - public employee legacy pension plan	(8,803,346)	
Less: net pension liability - public employee retirement plan	<u>(227,257)</u>	(559,323,844)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 16,587,192	
Add: deferred outflows of resources related to OPEB	357,197	
Less: deferred inflows of resources related to pensions	(2,381,345)	
Less: deferred inflows of resources related to OPEB	<u>(4,405,712)</u>	10,157,332
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>5,648,981</u>
Net position of governmental activities (Exhibit A)		<u>\$ 69,159,279</u>

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

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

	Major Funds				Nonmajor	Total
	General	American Rescue Plan Act Grant	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<b>Revenues</b>						
Local Taxes	\$ 97,813,140	\$ 0	\$ 46,251,330	\$ 22,314,166	\$ 14,298,679	\$ 180,677,315
Licenses and Permits	2,297,407	0	0	0	0	2,297,407
Fines, Forfeitures, and Penalties	1,229,884	0	0	0	14,070	1,243,954
Charges for Current Services	9,857,816	0	0	0	68,514	9,926,330
Other Local Revenues	9,717,113	1,163,422	10,855,592	72,798	145,891	21,954,816
Fees Received From County Officials	13,864,316	0	0	0	0	13,864,316
State of Tennessee	12,690,651	0	0	1,908,320	7,750,251	22,349,222
Federal Government	355,240	7,067,232	0	1,283,141	0	8,705,613
Other Governments and Citizens Groups	1,126,569	0	1,215,600	282,545	46,974	2,671,688
<b>Total Revenues</b>	<b>\$ 148,952,136</b>	<b>\$ 8,230,654</b>	<b>\$ 58,322,522</b>	<b>\$ 25,860,970</b>	<b>\$ 22,324,379</b>	<b>\$ 263,690,661</b>
<b>Expenditures</b>						
Current:						
General Government	\$ 15,254,708	\$ 0	\$ 0	\$ 0	\$ 0	\$ 15,254,708
Finance	14,734,079	0	0	0	0	14,734,079
Administration of Justice	12,334,684	0	0	0	68,514	12,403,198
Public Safety	53,373,130	0	0	0	23,677	53,396,807
Public Health and Welfare	25,049,290	0	0	0	0	25,049,290
Social, Cultural, and Recreational Services	6,748,390	0	0	0	0	6,748,390
Agriculture and Natural Resources	731,745	0	0	0	0	731,745
Other Operations	14,386,155	7,019,962	0	0	0	21,406,117
Highways	214,115	0	0	0	22,362,949	22,577,064

(Continued)

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

	Major Funds				Nonmajor	Total
	General	American Rescue Plan Act Grant	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<b>Expenditures (Cont.)</b>						
Debt Service:						
Principal on Debt	\$ 0	\$ 0	\$ 36,050,353	\$ 0	\$ 0	\$ 36,050,353
Interest on Debt	0	0	20,650,713	0	0	20,650,713
Other Debt Service	0	0	875,589	0	0	875,589
Capital Projects	0	0	0	94,122,179	0	94,122,179
Total Expenditures	<u>\$ 142,826,296</u>	<u>\$ 7,019,962</u>	<u>\$ 57,576,655</u>	<u>\$ 94,122,179</u>	<u>\$ 22,455,140</u>	<u>\$ 324,000,232</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 6,125,840</u>	<u>\$ 1,210,692</u>	<u>\$ 745,867</u>	<u>\$ (68,261,209)</u>	<u>\$ (130,761)</u>	<u>\$ (60,309,571)</u>
<b>Other Financing Sources (Uses)</b>						
Insurance Recovery	\$ 212,825	\$ 0	\$ 0	\$ 250,000	\$ 4,627	\$ 467,452
Transfers In	0	0	6,721,226	0	0	6,721,226
Transfers Out	(1,249,315)	0	0	(5,471,911)	0	(6,721,226)
Total Other Financing Sources (Uses)	<u>\$ (1,036,490)</u>	<u>\$ 0</u>	<u>\$ 6,721,226</u>	<u>\$ (5,221,911)</u>	<u>\$ 4,627</u>	<u>\$ 467,452</u>
Net Change in Fund Balances	\$ 5,089,350	\$ 1,210,692	\$ 7,467,093	\$ (73,483,120)	\$ (126,134)	\$ (59,842,119)
Fund Balance, July 1, 2024	<u>73,303,028</u>	<u>2,638,874</u>	<u>32,529,742</u>	<u>142,128,101</u>	<u>8,296,449</u>	<u>258,896,194</u>
Fund Balance, June 30, 2025	<u>\$ 78,392,378</u>	<u>\$ 3,849,566</u>	<u>\$ 39,996,835</u>	<u>\$ 68,644,981</u>	<u>\$ 8,170,315</u>	<u>\$ 199,054,075</u>

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

**MONTGOMERY COUNTY, TENNESSEE**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2025**

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

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ (59,842,119)
(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	\$ 65,931,202	
Less: current-year depreciation expense	(13,247,721)	
Add: current-year depreciation expense for internal service funds, included in item (6)	991	52,684,472
(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		(77,467)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2024	\$ (4,554,599)	
Add: deferred delinquent property taxes and other deferred June 30, 2025	5,648,981	1,094,382
(4) The issuance of long-term debt (e.g., notes, bonds, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.		
Add: principal payments on bonds	\$ 33,745,000	
Add: principal payments on other loans	2,305,353	
Less: change in deferred amount on refunding debt	(494,053)	
Add: change in unamortized premium on debt	3,072,156	38,628,456
(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	\$ 3,114,908	
Change in compensated absences payable	(884,371)	
Change in OPEB liability	(1,247,296)	
Change in net pension asset/liability - public employee legacy pension plan	3,103,447	
Change in net pension asset/liability - public employee retirement plan	(36,099)	
Change in deferred outflows of resources related to pensions	(4,602,838)	
Change in deferred outflows of resources related to OPEB	(299,169)	
Change in deferred inflows of resources related to pensions	(2,082,373)	
Change in deferred inflows of resources related to OPEB	1,667,098	(1,266,693)
(6) Internal service funds are used by management to charge the cost of liability, workers' compensation insurance, and employee dental benefits to individual funds. The net revenue (expense) of certain activities of the internal service funds are reported with governmental activities in the statement of activities.		(2,699,494)
Change in net position of governmental activities (Exhibit B)		\$ 28,521,537

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

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 97,813,140	\$ 0	\$ 0	\$ 97,813,140	\$ 97,554,296	\$ 98,054,296	\$ (241,156)
Licenses and Permits	2,297,407	0	0	2,297,407	3,015,000	3,015,000	(717,593)
Fines, Forfeitures, and Penalties	1,229,884	0	0	1,229,884	1,089,925	1,095,405	134,479
Charges for Current Services	9,857,816	0	0	9,857,816	8,439,900	9,539,900	317,916
Other Local Revenues	9,717,113	0	0	9,717,113	4,149,420	5,762,659	3,954,454
Fees Received From County Officials	13,864,316	0	0	13,864,316	11,860,000	11,860,000	2,004,316
State of Tennessee	12,690,651	0	0	12,690,651	12,422,035	14,170,101	(1,479,450)
Federal Government	355,240	0	0	355,240	169,250	694,817	(339,577)
Other Governments and Citizens Groups	1,126,569	0	0	1,126,569	546,473	1,090,066	36,503
<b>Total Revenues</b>	<b>\$ 148,952,136</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 148,952,136</b>	<b>\$ 139,246,299</b>	<b>\$ 145,282,244</b>	<b>\$ 3,669,892</b>
<b>Expenditures</b>							
<b>General Government</b>							
County Commission	\$ 375,746	\$ (24,000)	\$ 0	\$ 351,746	\$ 444,876	\$ 468,876	\$ 117,130
Board of Equalization	8,612	0	0	8,612	11,128	11,128	2,516
Beer Board	5,525	0	0	5,525	7,307	7,307	1,782
Other Boards and Committees	4,300	0	0	4,300	6,890	6,890	2,590
County Mayor/Executive	862,097	(3,930)	1,456	859,623	920,252	924,182	64,559
Personnel Office	1,332,000	(354,360)	6,307	983,947	1,555,172	1,859,532	875,585
County Attorney	479,684	0	0	479,684	250,000	450,000	(29,684)

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
General Government (Cont.)							
Election Commission	\$ 942,768	\$ (1,372)	\$ 0	\$ 941,396	\$ 1,040,386	\$ 1,041,758	\$ 100,362
Register of Deeds	917,945	(7,035)	0	910,910	1,082,363	1,089,398	178,488
Planning	542,515	0	0	542,515	545,333	645,333	102,818
Building	780,653	(3,014)	0	777,639	925,182	877,091	99,452
Codes Compliance	1,552,183	(220)	25,981	1,577,944	1,594,875	1,629,577	51,633
Geographical Information Systems	303,252	(17,492)	51,413	337,173	332,530	407,022	69,849
County Buildings	685,909	0	19,563	705,472	654,690	739,150	33,678
Other Facilities	4,372,394	(29,221)	2,318	4,345,491	4,297,508	4,485,143	139,652
Other General Administration	1,617,646	(2,361)	1,175	1,616,460	1,631,594	1,754,390	137,930
Preservation of Records	471,479	0	1,197	472,676	519,652	519,652	46,976
Finance							
Accounting and Budgeting	1,131,454	(20,005)	0	1,111,449	1,496,212	1,363,494	252,045
Purchasing	416,175	(1,688)	500	414,987	474,820	498,132	83,145
Property Assessor's Office	2,486,486	(45,106)	5,116	2,446,496	2,726,114	2,771,006	324,510
County Trustee's Office	1,035,929	(4,258)	0	1,031,671	1,115,142	1,119,400	87,729
County Clerk's Office	4,390,669	(5,873)	18,526	4,403,322	4,991,405	5,054,278	650,956
Data Processing	5,239,157	(651,689)	982,629	5,570,097	6,076,790	6,728,479	1,158,382
Other Finance	34,209	0	0	34,209	61,300	61,300	27,091

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Administration of Justice							
Circuit Court	\$ 5,219,100	\$ (4,877)	\$ 0	\$ 5,214,223	\$ 5,544,259	\$ 5,549,136	\$ 334,913
General Sessions Court	801,170	(8)	696	801,858	822,689	822,689	20,831
Drug Court	102,070	0	0	102,070	122,771	122,779	20,709
Chancery Court	1,070,009	0	0	1,070,009	1,200,547	1,200,547	130,538
Juvenile Court	1,905,632	(11,841)	520	1,894,311	2,072,374	2,193,922	299,611
District Attorney General	197,649	(2,371)	800	196,078	624,102	376,473	180,395
Office of Public Defender	5,561	(255)	0	5,306	187,574	215,807	210,501
Judicial Commissioners	395,209	(662)	1,078	395,625	448,039	469,091	73,466
Probate Court	824,586	(32,950)	1,088	792,724	814,065	925,971	133,247
Other Administration of Justice	561,935	0	0	561,935	546,584	553,477	(8,458)
Probation Services	1,251,763	0	0	1,251,763	1,669,940	1,815,940	564,177
Public Safety							
Sheriff's Department	23,203,781	(1,057,230)	2,003,034	24,149,585	20,262,430	26,032,355	1,882,770
Special Patrols	6,387,782	(8,288)	2,155	6,381,649	6,548,927	6,656,965	275,316
Drug Enforcement	43,038	(3,708)	0	39,330	47,500	51,208	11,878
Administration of the Sexual Offender Registry	2,976	0	0	2,976	13,970	13,970	10,994
Jail	17,729,797	(60,588)	931	17,670,140	19,497,527	19,173,790	1,503,650
Workhouse	2,105,537	(12,187)	0	2,093,350	2,292,497	2,428,622	335,272
Correctional Incentive Program Improvements	764,289	(813)	0	763,476	846,226	869,103	105,627

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Public Safety (Cont.)							
Juvenile Services	\$ 532,241	\$ (941)	\$ 2,110	\$ 533,410	\$ 544,398	\$ 564,815	\$ 31,405
Fire Prevention and Control	1,378,336	(44,540)	16,129	1,349,925	927,659	1,510,784	160,859
Civil Defense	578,922	(375)	0	578,547	821,890	675,004	96,457
Other Emergency Management	94,991	0	0	94,991	0	298,622	203,631
County Coroner/Medical Examiner	551,440	(2,200)	0	549,240	585,000	607,800	58,560
Public Health and Welfare							
Local Health Center	293,713	(98)	500	294,115	322,323	322,421	28,306
Rabies and Animal Control	2,282,540	(10,807)	77,470	2,349,203	2,760,866	2,874,458	525,255
Ambulance/Emergency Medical Services	19,339,450	(96,350)	27,742	19,270,842	18,964,942	20,405,960	1,135,118
Other Local Health Services	2,960,614	(64)	0	2,960,550	3,566,428	3,582,092	621,542
Appropriation to State	153,473	0	0	153,473	156,123	156,123	2,650
Other Local Welfare Services	19,500	0	0	19,500	20,825	23,825	4,325
Social, Cultural, and Recreational Services							
Libraries	3,103,037	0	0	3,103,037	3,103,037	3,242,101	139,064
Parks and Fair Boards	3,640,795	(22,869)	20,538	3,638,464	3,768,798	4,060,304	421,840
Other Social, Cultural, and Recreational	4,558	0	0	4,558	9,688	9,688	5,130
Agriculture and Natural Resources							
Agricultural Extension Service	609,669	(2,534)	595	607,730	573,648	644,718	36,988
Forest Service	2,000	0	0	2,000	2,000	2,000	0
Soil Conservation	73,906	0	0	73,906	73,288	74,488	582
Storm Water Management	46,170	0	0	46,170	0	48,600	2,430

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Other Operations							
Tourism	\$ 2,515,399	\$ 0	\$ 0	\$ 2,515,399	\$ 1,825,000	\$ 2,675,000	\$ 159,601
Industrial Development	2,422,447	0	0	2,422,447	2,415,801	2,415,801	(6,646)
Airport	591,310	0	0	591,310	523,865	593,763	2,453
Veterans' Services	838,633	(2,053)	0	836,580	852,119	869,212	32,632
Other Charges	4,686,231	(278)	0	4,685,953	4,782,265	5,404,090	718,137
Contributions to Other Agencies	2,571,746	0	0	2,571,746	2,731,500	3,265,500	693,754
Employee Benefits	746,579	0	0	746,579	3,060,120	781,484	34,905
Miscellaneous	13,810	0	0	13,810	15,000	15,000	1,190
Highways							
Litter and Trash Collection	214,115	0	0	214,115	212,293	207,868	(6,247)
Total Expenditures	<u>\$ 142,826,296</u>	<u>\$ (2,550,511)</u>	<u>\$ 3,271,567</u>	<u>\$ 143,547,352</u>	<u>\$ 148,942,418</u>	<u>\$ 159,315,884</u>	<u>\$ 15,768,532</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 6,125,840</u>	<u>\$ 2,550,511</u>	<u>\$ (3,271,567)</u>	<u>\$ 5,404,784</u>	<u>\$ (9,696,119)</u>	<u>\$ (14,033,640)</u>	<u>\$ 19,438,424</u>
<b>Other Financing Sources (Uses)</b>							
Insurance Recovery	\$ 212,825	\$ 0	\$ 0	\$ 212,825	\$ 20,000	\$ 147,683	\$ 65,142
Transfers In	0	0	0	0	127,534	25,976	(25,976)
Transfers Out	(1,249,315)	0	0	(1,249,315)	(919,440)	(1,265,000)	15,685
Total Other Financing Sources	<u>\$ (1,036,490)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (1,036,490)</u>	<u>\$ (771,906)</u>	<u>\$ (1,091,341)</u>	<u>\$ 54,851</u>
Net Change in Fund Balance	\$ 5,089,350	\$ 2,550,511	\$ (3,271,567)	\$ 4,368,294	\$ (10,468,025)	\$ (15,124,981)	\$ 19,493,275
Fund Balance, July 1, 2024	<u>73,303,028</u>	<u>(2,550,511)</u>	<u>0</u>	<u>70,752,517</u>	<u>46,729,232</u>	<u>73,303,028</u>	<u>(2,550,511)</u>
Fund Balance, June 30, 2025	<u>\$ 78,392,378</u>	<u>\$ 0</u>	<u>\$ (3,271,567)</u>	<u>\$ 75,120,811</u>	<u>\$ 36,261,207</u>	<u>\$ 58,178,047</u>	<u>\$ 16,942,764</u>

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

**MONTGOMERY COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual (Budgetary Basis) and Budget**  
 American Rescue Plan Act Grant Fund  
**For the Year Ended June 30, 2025**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Other Local Revenues	\$ 1,163,422	\$ 0	\$ 0	\$ 1,163,422	\$ 1,000,000	\$ 1,000,000	\$ 163,422
Federal Government	7,067,232	0	0	7,067,232	0	34,165,338	(27,098,106)
<b>Total Revenues</b>	<b>\$ 8,230,654</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 8,230,654</b>	<b>\$ 1,000,000</b>	<b>\$ 35,165,338</b>	<b>\$ (26,934,684)</b>
<b>Expenditures</b>							
Other Operations							
American Rescue Plan Act Grant #1	\$ 5,557,492	\$ (10,463,911)	\$ 7,913,701	\$ 3,007,282	\$ 7,077,461	\$ 22,505,550	\$ 19,498,268
American Rescue Plan Act Grant #2	1,087,455	0	0	1,087,455	22,089	5,363,480	4,276,025
American Rescue Plan Act Grant #3	4,412	0	0	4,412	0	216,531	212,119
American Rescue Plan Act Grant #4	33,103	0	18,790	51,893	0	100,000	48,107
American Rescue Plan Act Grant #5	337,500	0	0	337,500	0	337,500	0
<b>Total Expenditures</b>	<b>\$ 7,019,962</b>	<b>\$ (10,463,911)</b>	<b>\$ 7,932,491</b>	<b>\$ 4,488,542</b>	<b>\$ 7,099,550</b>	<b>\$ 28,523,061</b>	<b>\$ 24,034,519</b>
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 1,210,692	\$ 10,463,911	\$ (7,932,491)	\$ 3,742,112	\$ (6,099,550)	\$ 6,642,277	\$ (2,900,165)
Net Change in Fund Balance							
Fund Balance, July 1, 2024	\$ 2,638,874	(10,463,911)	0	(7,825,037)	22,181,026	2,638,874	(10,463,911)
Fund Balance, June 30, 2025	\$ 3,849,566	\$ 0	\$ (7,932,491)	\$ (4,082,925)	\$ 16,081,476	\$ 9,281,151	\$ (13,364,076)

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

**MONTGOMERY COUNTY, TENNESSEE**  
**Statement of Net Position - Proprietary Funds**  
**June 30, 2025**

	<u>Governmental Activities</u>
	Internal Service Funds
<b>ASSETS</b>	
Current Assets:	
Cash	\$ 50,000
Equity in Pooled Cash and Investments	27,629,095
Accounts Receivable	2,482,641
Prepaid Items	571,710
Total Current Assets	<u>\$ 30,733,446</u>
Noncurrent Assets:	
Capital Assets:	
Buildings and Improvements	\$ 24,803
Accumulated Depreciation - Buildings and Improvements	(18,444)
Total Noncurrent Assets	<u>\$ 6,359</u>
Total Assets	<u>\$ 30,739,805</u>
<b>LIABILITIES</b>	
Current Liabilities:	
Accounts Payable	\$ 1,633,476
Payroll Deductions Payable	3,594
Claims and Judgments Payable	3,508,493
Total Current Liabilities	<u>\$ 5,145,563</u>
Noncurrent Liabilities:	
Claims and Judgments Payable	\$ 3,508,493
Total Noncurrent Liabilities	<u>\$ 3,508,493</u>
Total Liabilities	<u>\$ 8,654,056</u>
<b>NET POSITION</b>	
Unrestricted	<u>\$ 22,085,749</u>
Total Net Position	<u>\$ 22,085,749</u>

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

**MONTGOMERY COUNTY, TENNESSEE**  
**Statement of Revenues, Expenses, and Changes**  
**in Net Position - Proprietary Funds**  
**For the Year Ended June 30, 2025**

	<b>Governmental Activities</b>
	<u>Internal Service Funds</u>
<b>Operating Revenues</b>	
Charges for Current Services	\$ 79,873,606
Total Operating Revenues	<u>\$ 79,873,606</u>
<b>Operating Expenses</b>	
Personnel Office	\$ 334
Register of Deeds	1,007
Risk Management	1,121,721
Data Processing	575
County Clerk	1,300
Circuit Court	3,900
Probation Services	3,900
Jail	1,535
Rabies and Animal Control	650
Ambulance/Emergency Medical Services	3,772
Other Local Health Services	1,979
Landfill Operations and Maintenance	3,257
Parks and Fair Boards	6,825
Depreciation	991
Other Charges	3,514,160
Employee Benefits	91,079,123
Highway and Bridge Maintenance	144
Instruction	35,841
Total Operating Expenses	<u>\$ 95,781,014</u>
Operating Income (Loss)	<u>\$ (15,907,408)</u>
<b>Nonoperating Revenues (Expenses)</b>	
Investment Income	\$ 1,830,783
Insurance Recovery	11,377,071
Contributions and Gifts	60
Total Nonoperating Revenues (Expenses)	<u>\$ 13,207,914</u>
Changes in Net Position	\$ (2,699,494)
Net Position, July 1, 2024	<u>24,785,243</u>
Net Position, June 30, 2025	<u><u>\$ 22,085,749</u></u>

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

**MONTGOMERY COUNTY, TENNESSEE**  
**Statement of Cash Flows - Proprietary Funds**  
**For the Year Ended June 30, 2025**

	<b>Governmental Activities</b>
	<u>Internal Service Funds</u>
<b>Cash Flows from Operating Activities</b>	
Receipts from Interfund Services Provided	\$ 76,854,935
Other Self-Insured Claims	(95,471,011)
Other Receipts (Payments)	11,377,131
Net Cash Provided By (Used In) Operating Activities	<u>\$ (7,238,945)</u>
<b>Cash Flows from Investing Activities</b>	
Investment Income	\$ 1,830,783
Net Cash Provided By (Used In) Investing Activities	<u>\$ 1,830,783</u>
Net Increase (Decrease) in Cash	\$ (5,408,162)
Cash, July 1, 2024	<u>33,087,257</u>
Cash, June 30, 2025	<u><u>\$ 27,679,095</u></u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities</b>	
Operating Income (Loss)	\$ (15,907,408)
Insurance Recovery	11,377,071
Contributions and Gifts	60
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:	
Depreciation Expense	991
(Increase) Decrease in Accounts Receivable	(2,446,961)
(Increase) Decrease in Prepaid Items	(571,710)
Increase (Decrease) in Accounts Payable	(372,431)
Increase (Decrease) in Payroll Deductions Payable	1,589
Increase (Decrease) in Claims and Judgments Payable	679,854
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ (7,238,945)</u></u>

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

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

	<u>Custodial Funds</u>
<b>ASSETS</b>	
Cash	\$ 14,051,401
Equity in Pooled Cash and Investments	1,085,813
Accounts Receivable	65,634
Due from Other Governments	5,223,586
Total Assets	<u>\$ 20,426,434</u>
<b>LIABILITIES</b>	
Accounts Payable	\$ 1,176
Due to Other Taxing Units	5,198,604
Other Current Liabilities	97,642
Total Liabilities	<u>\$ 5,297,422</u>
<b>NET POSITION</b>	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 15,129,012</u>
Total Net Position	<u><u>\$ 15,129,012</u></u>

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

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

	<b>Custodial Funds</b>
	<hr/>
<b>ADDITIONS</b>	
Sales Tax Collections for Other Governments	\$ 30,421,953
Fines/Fees and Other Collections	79,457,024
Drug Task Force Collections	215,314
District Attorney General Collections	<hr/> 14,171
Total Additions	<hr/> <b>\$ 110,108,462</b> <hr/>
<b>DEDUCTIONS</b>	
Payment of Sales Tax Collections to Other Governments	\$ 30,421,953
Payments to State	32,391,863
Payments to City	18,028,908
Payments to Individuals and Others	27,943,370
Payment of Drug Task Force Expenses	123,665
Payment of District Attorney General Expenses	<hr/> 8,088
Total Deductions	<hr/> <b>\$ 108,917,847</b> <hr/>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 1,190,615
Net Position, July 1, 2024	<hr/> 13,938,397
Net Position, June 30, 2025	<hr/> <b>\$ 15,129,012</b> <hr/>

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

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

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Montgomery 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 Montgomery County:

**A. *Reporting Entity***

Montgomery County is a public municipal corporation governed by an elected 21-member board. As required by GAAP, these financial statements present Montgomery County (the primary government) and its component units. The financial statements of the Emergency Communications District of Montgomery County, the Bi-County Solid Waste Management System, the Clarksville-Montgomery County Public Library, the Montgomery County Sports Authority, and the Clarksville-Montgomery County Economic Development Council, component units requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of their 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 Clarksville-Montgomery County School System operates the public school system in the county, and the voters of Montgomery County elect its board. The school system 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 system's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Emergency Communications District of Montgomery County provides a simplified means of securing emergency services through a uniform emergency number for the residents of Montgomery County, and the Montgomery County Commission and the Clarksville City Council appoint its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's approval. The financial statements of the Emergency Communications District of Montgomery County were not material to the component units' opinion unit and therefore have been omitted from this report.

The Bi-County Solid Waste Management System provides landfill and collection services for Montgomery and Stewart counties, and Montgomery County operates the transfer station. The joint participants appoint the board members of the system; however, Montgomery County appoints a voting majority of the board members and contributes the majority of funding for the system. This system is treated as a discrete component unit of Montgomery County since the county may unilaterally control the operations of the system. The financial statements of the Bi-County Solid Waste Management System were not material to the component units' opinion unit and therefore have been omitted from this report.

The Industrial Development Board of the County of Montgomery primarily provides inducements to industry to locate or remain in Montgomery County, and the Montgomery County Commission appoints its governing body. City and county appropriations provide the majority of its funding.

The Clarksville-Montgomery County Public Library provides for the maintenance and operation of the public library for the benefit of residents of Montgomery County, and the Montgomery County Commission appoints its nine board members. County appropriations and donations provide the majority of its funding. The financial statements of the Clarksville-Montgomery County Public Library were not material to the component units' opinion unit and therefore have been omitted from this report.

The Clarksville-Montgomery County Economic Development Council primarily works to bring new industries to Clarksville, support existing businesses, and maintain a high standard of living with arts, entertainment, and hospitality. The Montgomery County Commission approves the Clarksville-Montgomery County Economic Development Councils budget and county appropriations provide the majority of its funding. The financial statements of the Clarksville-Montgomery County Economic Development Council were not material to the component units' opinion unit and therefore have been omitted from this report.

The Montgomery County Sports Authority promotes and develops sports and recreational opportunities in Montgomery County. The county appoints the seven-member board. The financial statements of the Montgomery County Sports Authority were not material to the component units' opinion unit and therefore have been omitted from this report.

The Clarksville-Montgomery County School System does not issue separate financial statements from those of the county. Therefore, basic financial statements of the school system are included in this report as listed in the table of contents. Complete financial statements of the Emergency Communications District of Montgomery County, the Bi-County Solid Waste Management System, the Industrial Development Board of the County of Montgomery, the Clarksville-Montgomery County Public Library, the Montgomery County Sports Authority, and the Clarksville-Montgomery County Economic Development Council can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Emergency Communications District of Montgomery County  
335 Franklin Street  
Clarksville, TN 37040

Bi-County Solid Waste Management System  
P.O. Box 192  
Woodlawn, TN 37191-0192

Industrial Development Board of the County of Montgomery  
335 Franklin Street  
Clarksville, TN 37040

Clarksville-Montgomery County Public Library  
350 Pageant Lane, Suite 501  
Clarksville, TN 37040

Clarksville-Montgomery County Economic Development Council  
25 Jefferson Street, Suite 300  
Clarksville, TN 37040

Montgomery County Sports Authority  
1 Millennium Plaza  
Clarksville, TN 37040

**Related Organization** – The Montgomery County Public Building Authority is a related organization of Montgomery County. County officials are responsible for appointing members to the board of the Montgomery County Public Building Authority; however, the county’s accountability for this organization does not extend beyond making the appointments.

***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 Montgomery 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 Clarksville-Montgomery County School System 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.

Montgomery County issues all debt for the discretely presented Clarksville-Montgomery County School System. Net debt issues totaling \$16,362,940 were contributed by the county to the school system during the year ended June 30, 2025.

Separate financial statements are provided for governmental funds, proprietary funds (internal service), and fiduciary funds. The internal service funds are 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 proprietary funds 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 Montgomery 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. Montgomery County reports three proprietary funds (internal service funds). It has no enterprise funds to report.

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

Proprietary funds 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.

Montgomery 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.

**American Rescue Plan Act Fund** – This special revenue fund is used to account for revenue and expenditures related to the Coronavirus State and Local Fiscal Recovery Funds.

**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.

**General Capital Projects Fund** – This fund accounts for the financial resources to be used for the acquisition or construction of major capital facilities.

Additionally, Montgomery County reports the following fund types:

**Internal Service Funds** – These funds, the Self-Insurance, the Workers’ Compensation, and the Unemployment Compensation funds, are used to account for risk management activities for employees’ health insurance, workers’ compensation, on-the-job injury, and unemployment compensation provided to other departments on a cost-reimbursement basis.

**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 Montgomery County, funds held for the benefit of the Judicial District Drug Task Force, restricted revenues held for the benefit of the Office of District Attorney General, and assets held in a custodial capacity for the regional port authority.

The discretely presented Clarksville-Montgomery County School System reports the following major governmental funds:

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

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

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

**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.

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has three proprietary funds, internal service funds, used to account for the employees’ health insurance, workers’ compensation, on-the-job injury, and unemployment compensation programs. Operating revenues and expenses generally result from providing services in connection with the funds’ principal ongoing operations. The principal operating revenues of the county’s internal service funds are charges for services. Operating expenses for the internal service funds 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 cash on deposit with the county trustee and cash with paying agents.

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 of Montgomery County, the Clarksville-Montgomery County School System, the Bi-County Solid Waste Management System, the Emergency Communications District of Montgomery County, the Clarksville-Montgomery County Public Library, and the Montgomery County Rail Service Authority (joint venture). Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General and General Debt Service funds. Montgomery County and the school system 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. Montgomery County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value.

## **2. Receivables and Payables**

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

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

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

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

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

Lease receivables and deferred inflows of resources are recognized in the governmental funds and government-wide financial statements. At the commencement of a lease, a lease receivable is initially measured at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable and deferred inflow are reduced by the principal portion of lease payments received. Interest received from the lessee is recognized as revenue when received. Any accumulated interest on June 30 will result in accrued interest receivable in the governmental funds and government-wide financial statements.

Most payables are disaggregated on the face of the financial statements. Current liabilities payable from restricted assets reflected in the primary government funds represent deposits placed with Montgomery County for rental deposits (\$3,600) and road construction (\$153,280) and in the school system represent prepaid meal plans for students (\$307,558). Claims and Judgments Payable totaling \$7,016,986 for the primary government and \$140,600 for the discretely presented Clarksville-Montgomery County School System are discussed in Note V.A. Risk Management.

## **3. Inventories and Prepaid Items**

Inventories of governmental funds consist of expendable supplies held for consumption and are valued at cost on the average cost method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Inventories are offset in the nonspendable fund balance account in governmental funds.

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 two separate pension stabilization trusts by the Tennessee Consolidated Retirement System (TCRS) for the benefit of Montgomery County’s Public Employee Retirement Plan and the discretely presented Clarksville-Montgomery County School System’s Teacher Retirement Plan. The purpose of these trusts is to accumulate funds to provide stabilization (smoothing) of retirement costs to the county and 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 Montgomery County and the Clarksville-Montgomery County School System to fund retirement benefits upon approval of the TCRS Board of Directors. To date, Montgomery County and the Clarksville-Montgomery County School System have not withdrawn any funds from these trusts to pay pension costs. Trust documents provide that the funds are not subject to the claims of general creditors of Montgomery County or the Clarksville-Montgomery County School System.

**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, 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 \$25,000 (\$5,000 for the school system) or more and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	15 - 50
Other Capital Assets	4 - 20
Intangibles	5 - 100
Infrastructure:	
Roads	40
Bridges	50

## 6. **Deferred Outflows/Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for deferred charge on refunding; pension changes in experience, assumptions, and proportion; pension contributions after measurement date; and OPEB changes in experience and assumptions. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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

## 7. **Compensated Absences**

### **Primary Government**

It is the county's policy to permit employees to accumulate earned but unused vacation, compensatory time, and sick pay benefits. All vacation and compensatory time is accrued when incurred in the government-wide financial statements for the county. Only a portion of the unpaid accumulated sick leave is accrued. The criteria for accrual includes a "more likely than not", to be used or paid. Since Montgomery County does not have a policy to pay any sick leave amounts when employees separate from service with the government, only the portion of sick leave "more likely than not" expected to be used is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued. A liability for vacation pay, compensatory time, and sick leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

### **Discretely Presented Clarksville-Montgomery County School System**

It is the school system's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay is accrued when incurred in the government-wide financial statements for the school system. Only a portion of the unpaid accumulated sick leave is accrued. The criteria for accrual includes a "more likely than not", to be used or paid. Since the school department does not have a policy to pay any sick leave amounts when employees separate from service with the government, only the portion of sick leave "more likely than not" expected to be used is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued. A liability for vacation pay and sick leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

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

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

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

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

## 9. Net Position and Fund Balance

In the government-wide financial statements and the proprietary funds 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.

As of June 30, 2025, Montgomery County had \$178,385,017 in outstanding debt for capital purposes for the discretely presented Clarksville-Montgomery County School System. This debt is a liability of Montgomery County, but the capital assets acquired are reported in the financial statements of the school system. Therefore, Montgomery County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

expenditures are incurred for purposes for which amounts in any of these unrestricted fund balance classifications could be used.

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

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

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

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

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

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

## **10. Restatements**

With the implementation of GASB Statement 101, *Compensated Absences*, Montgomery County must recognize a restatement to the beginning net position in the Government-wide financial statements for the primary government and the discretely presented Clarksville-Montgomery County School System to record a compensated absences liability. A restatement of (\$581,665) has been presented to reflect the beginning balance of the primary government and (\$1,653,779) for the discretely presented Clarksville-Montgomery County School System.

	Government Wide - Governmental Activities	
	Primary Government	Discretely Presented Clarksville-Montgomery County School System
Net Position, as previously reported	\$ 41,219,407	\$ 664,511,759
Adjustments for GASB 101 Implementation:		
Compensated Absences Liability	(581,665)	(1,653,779)
Net Change in Beginning Net Position	\$ (581,665)	\$ (1,653,779)
Net Position, June 30, 2024 Restated	\$ 40,637,742	\$ 662,857,980

## 11. Changes To or Within the Financial Reporting Entity

### Changes in Major Fund Classification

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

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

The American Rescue Plan Act Grant Fund was reported as a major governmental fund in fiscal year 2024. Although the fund did not meet the quantitative thresholds for major fund classification in fiscal year 2025, management elected to continue reporting the fund as a major fund due to the significance of its programs.

In the discretely presented Clarksville-Montgomery County School System, the Education Capital Projects Fund was reported as a major governmental fund in fiscal year 2024. Although the fund did not meet the quantitative thresholds for major fund classification in fiscal year 2025, management elected to continue reporting the fund as a major fund due to the significance of its programs.

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

	7-1-24 As Previously Reported	Change To or Within the Financial Reporting Entity	7-1-24 As Restated
<b>Discretely Presented Clarksville- Montgomery County School System</b>			
Major Fund:			
Internal School	\$ 6,896,616	\$ (6,896,616)	\$ 0
Nonmajor Funds	34,474,994	6,896,616	41,371,610
Total Governmental Funds Discretely Presented Clarksville-Montgomery County School System	\$ 41,371,610	\$ 0	\$ 41,371,610

*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 Montgomery County's participation in the Public Employee Pension Plans (agent legacy and agent hybrid plans) of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Montgomery County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Pension Plans. 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 Plans of TCRS. Investments are reported at fair value.

**Discretely Presented Clarksville-Montgomery County School System**

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 Benefits (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 Montgomery County. For this purpose, Montgomery County recognizes benefit payments when due and payable in accordance with benefit terms. Montgomery County's OPEB plan is not administered through a trust.

**Discretely Presented Clarksville-Montgomery County School System**

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 Clarksville Montgomery County School System. For this purpose, the school system recognizes benefit payments when due and payable in accordance with benefit terms. The school system'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 Clarksville-Montgomery County School System**

Exhibit K-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 Clarksville-Montgomery County School System**

Exhibit K-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 system's Internal School Fund (special revenue funds), which are not budgeted, and the Education Capital Projects Fund, which adopts a project length budget. All annual appropriations lapse at fiscal year-end.

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

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

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

On June 30, 2025, Montgomery County and the Clarksville-Montgomery County School System reported the following encumbrances:

Fund	Amount
Primary Government:	
Major Funds:	
General	\$ 3,271,567
American Rescue Plan Act Grant	7,932,491
General Capital Projects	21,565,511
Nonmajor Funds:	
Drug Control	8,874
Highway/Public Works	3,387,046
School System:	
Major Fund:	
General Purpose School	5,186,532
Nonmajor Funds:	
School Transportation	2,141,711

***B. Cash Shortage***

The General Capital Projects Fund had a cash shortage of \$162,728 as of June 30, 2025. Details of this cash shortage are discussed in the Schedule of Findings and Questioned Costs section of this report.

***C. Expenditures Exceeded Appropriations***

Expenditures exceeded appropriations approved by the county commission in four of the 69 major appropriation categories (the legal level of control) in the General Fund as reflected in the following table:

Major Appropriation Category	Amount Overspent
County Attorney	\$ 29,684
Other Administration of Justice	8,458
Industrial Development	6,646
Litter and Trash Collection	6,247

***D. Budgetary Basis Fund Deficit***

The American Rescue Plan Act Grant Fund reported a budgetary basis deficit of \$4,082,925 on June 30, 2025. This resulted from the recognition of budgeted expenditures for outstanding encumbrances in the amount of \$7,932,491. These encumbrances were recorded to reflect outstanding commitments which will be funded by federal grants in the subsequent fiscal year.

**IV. DETAILED NOTES ON ALL FUNDS**

***A. Deposits and Investments***

Montgomery County, the Clarksville-Montgomery County School System, the Bi-County Solid Waste Management System, the Emergency Communications District of Montgomery County, the Clarksville-Montgomery County Public Library, and the Montgomery County Rail Service Authority participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity, is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net

position as Equity in Pooled Cash and Investments. Cash reflected on the balance sheets or statements of net position represents nonpooled amounts held separately by individual funds.

## Deposits

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

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

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

## Investments

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

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

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

Investment	Weighted Average Maturity (days)	Maturities		Fair Value or Amortized Cost
Investments at Amortized Cost:				
State Treasurer's Investment Pool	1 to 45 days	N/A	\$	56,638
Investments at Fair Value:				
Federal Farm Credit Banks	N/A	various		17,091,109
Federal Home Loan Banks	N/A	various		71,381,339
Federal Home Loan Mortgage Corporation	N/A	various		29,475,986
U.S. Treasury Securities	N/A	various		250,073
Total			\$	118,255,145

Investment by Fair Value Level	Fair Value Measurements Using			
	Fair Value 6-30-25	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Federal Farm Credit Banks	\$ 17,091,109	\$ 17,091,109	\$ 0	\$ 0
Federal Home Loan Banks	71,381,339	71,381,339	0	0
Federal Home Loan Mortgage Corporation	29,475,986	29,475,986	0	0
U.S. Treasury Securities	250,073	250,073	0	0
Total	\$ 118,198,507	\$ 118,198,507	\$ 0	\$ 0

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

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

**Credit Risk.** Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Montgomery County has no investment policy that would further limit its investment choices. As of June 30, 2025, Montgomery County's investment in the State Treasurer's Investment Pool and the State Treasurer's Intermediate Term Investment Fund was unrated. Montgomery County's investments in Federal Farm Credit Banks, Federal Home Loan Bank System, and Federal Home Loan Mortgage Corporation were rated Aa1 by Moody's Investor's Service and AA+ by Standard & Poor's and Fitch Ratings.

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

### **TCRS Stabilization Trust**

**Legal Provisions.** Montgomery County and the Clarksville-Montgomery County School System are members of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. The county and the school system have 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 county and the school system.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. The county and the Clarksville-Montgomery County School System may not impose any restrictions on investments placed by the trust on their behalf. It is the intent of the plan trustees to allocate these funds in the future to offset pension costs.

On June 30, 2025, the county and the Clarksville-Montgomery County School System had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Fund of the county and the General Purpose School Fund of the school system.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 5,137,389
Developed Market International Equity	N/A	N/A	2,320,111
Emerging Market International Equity	N/A	N/A	662,889
U.S. Fixed Income	N/A	N/A	3,314,445
Real Estate	N/A	N/A	1,657,222
Short-term Securities	N/A	N/A	165,722
NAV - Private Equity and Strategic Lending	N/A	N/A	3,314,445
Total			<u>\$ 16,572,223</u>

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

**B. Lease Receivable**

**Montgomery County Multi-Purpose Event Center**

On July 17, 2023, Montgomery County entered into a lease agreement with Austin Peay State University for the use of the Montgomery County Multi-Purpose Event Center for basketball games. The period of this lease is 30 years. The county will receive annual payments of \$1,000,000 per year for the first 5 years and \$800,000 per year for years 6 through 30 for the lease. An initial lease receivable was recorded in the amount of \$13,733,326. Montgomery County recognized \$448,649 in lease revenue during the current fiscal year related to this lease. The county has used its incremental borrowing rate of 4.5 percent to discount the present value of the lease payments. As of June 30, 2025, the lease receivable balance was \$12,692,014.

The future receipts of the lease receivable include:

Year Ending June 30	Arena Lease		
	Principal	Interest	Total
2026	\$ 286,074	\$ 713,926	\$ 1,000,000
2027	302,166	697,834	1,000,000
2028	307,426	642,711	950,137
2029	269,164	530,836	800,000
2030	281,277	518,723	800,000
2031-2035	1,608,028	2,391,972	4,000,000
2036-2040	2,003,896	1,996,104	4,000,000
2041-2045	2,497,220	1,502,780	4,000,000
2046-2050	3,111,990	888,010	4,000,000
2051-2053	2,024,773	175,776	2,200,549
Total	<u>\$ 12,692,014</u>	<u>\$ 10,058,672</u>	<u>\$ 22,750,686</u>

**C. Capital Assets**

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

**Primary Government (Includes Internal Service Fund)**

**Governmental Activities:**

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 22,672,082	\$ 523,101	\$ 0	\$ 23,195,183
Construction in Progress	11,472,177	51,590,095	(5,942,032)	57,120,240
<b>Total Capital Assets Not Depreciated</b>	<b>\$ 34,144,259</b>	<b>\$ 52,113,196</b>	<b>\$ (5,942,032)</b>	<b>\$ 80,315,423</b>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 301,471,930	\$ 5,791,721	\$ 0	\$ 307,263,651
Other Capital Assets	42,365,286	12,019,187	(841,657)	53,542,816
Intangibles	11,031,237	0	0	11,031,237
Infrastructure	77,216,526	1,949,130	0	79,165,656
<b>Total Capital Assets Depreciated</b>	<b>\$ 432,084,979</b>	<b>\$ 19,760,038</b>	<b>\$ (841,657)</b>	<b>\$ 451,003,360</b>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 69,182,686	\$ 7,533,360	\$ 0	\$ 76,716,046
Other Capital Assets	25,244,188	4,649,269	(764,190)	29,129,267
Intangibles	8,823,399	76,187	0	8,899,586
Infrastructure	24,041,634	988,905	0	25,030,539
<b>Total Accumulated Depreciation</b>	<b>\$ 127,291,907</b>	<b>\$ 13,247,721</b>	<b>\$ (764,190)</b>	<b>\$ 139,775,438</b>
<b>Total Capital Assets Depreciated, Net</b>	<b>\$ 304,793,072</b>	<b>\$ 6,512,317</b>	<b>\$ (77,467)</b>	<b>\$ 311,227,922</b>
<b>Governmental Activities Capital Assets, Net</b>	<b>\$ 338,937,331</b>	<b>\$ 58,625,513</b>	<b>\$ (6,019,499)</b>	<b>\$ 391,543,345</b>

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

**Governmental Activities:**

General Government	\$	4,293,736
Finance		143,472
Administration of Justice		956,181
Public Safety		3,138,147
Public Health and Welfare		1,167,724
Social, Cultural, and Recreational Services		978,133
Agriculture and Natural Resources		34,982
Highway/Public Works		<u>2,535,346</u>
Total Depreciation Expense - Governmental Activities	\$	<u><u>13,247,721</u></u>

**Net Investment in Capital Assets**

---

Capital Assets	\$	391,543,345
Add:		
Capital borrowings related to unspent bond proceeds		34,752,404
Less:		
Outstanding principal of capital debt and other capital borrowings		(252,173,150)
Outstanding principal balance of debt and other borrowing used to refund capital-related debt		(46,352,800)
Unamortized balance of original issue premiums on outstanding capital-related debt		<u>(26,461,759)</u>
Net Investment in Capital Assets	\$	<u><u>101,308,040</u></u>

## Discretely Presented Clarksville-Montgomery County School System

### Governmental Activities:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 15,807,360	\$ 3,116,337	\$ 0	\$ 18,923,697
Construction in Progress	43,777,418	20,211,634	(57,596,725)	6,392,327
<b>Total Capital Assets Not Depreciated</b>	<b>\$ 59,584,778</b>	<b>\$ 23,327,971</b>	<b>\$ (57,596,725)</b>	<b>\$ 25,316,024</b>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 580,255,621	\$ 56,936,030	\$ 0	\$ 637,191,651
Other Capital Assets	52,454,870	8,107,652	(836,269)	59,726,253
<b>Total Capital Assets Depreciated</b>	<b>\$ 632,710,491</b>	<b>\$ 65,043,682</b>	<b>\$ (836,269)</b>	<b>\$ 696,917,904</b>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 196,519,577	\$ 14,201,908	\$ 0	\$ 210,721,485
Other Capital Assets	29,031,882	4,210,837	(592,767)	32,649,952
<b>Total Accumulated Depreciation</b>	<b>\$ 225,551,459</b>	<b>\$ 18,412,745</b>	<b>\$ (592,767)</b>	<b>\$ 243,371,437</b>
<b>Total Capital Assets Depreciated, Net</b>	<b>\$ 407,159,032</b>	<b>\$ 46,630,937</b>	<b>\$ (243,502)</b>	<b>\$ 453,546,467</b>
<b>Governmental Activities Capital Assets, Net</b>	<b>\$ 466,743,810</b>	<b>\$ 69,958,908</b>	<b>\$ (57,840,227)</b>	<b>\$ 478,862,491</b>

Depreciation expense was charged to functions of the discretely presented school system as follows:

### Governmental Activities:

Instruction	\$ 1,338,185
Support Services	16,618,767
Operation of Non-instructional Services	455,793
<b>Total Depreciation Expense - Governmental Activities</b>	<b>\$ 18,412,745</b>

### *D. Construction Commitments*

On June 30, 2025, the General Capital Projects Fund had uncompleted construction contracts of approximately \$15,901,042 for various construction projects. Funding has been received for these future expenditures.

### *E. Interfund Receivables, Payables, and Transfers*

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

**Due to/from Other Funds:**

Receivable Fund	Payable Fund	Amount
Discretely Presented School System:		
General Purpose School	Nonmajor governmental	\$ 738,345
Nonmajor governmental	General Purpose School	309,785

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

**Due to/from Primary Government and Component Unit:**

Receivable Fund	Payable Fund	Amount
Primary Government:		
General Debt Service	Component Unit: Bi-County Solid Waste Management System	\$ 1,170,000

The receivable from the Bi-County Solid Waste Management System represents amounts due to the county for debt issued on behalf of the Bi-County Solid Waste Management System.

**Interfund Transfers:**

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

**Primary Government**

Transfers Out	<u>Transfers In</u> General Debt Service Fund	Purpose
General Fund	\$ 1,249,315	APSU MPEC debt
General Capital Projects Fund	<u>5,471,911</u>	Debt retirement
Total	<u><u>\$ 6,721,226</u></u>	

## Discretely Presented Clarksville-Montgomery County School System

Transfers Out	Transfers In		Purpose
	General Purpose School Fund	Nonmajor governmental funds	
General Purpose School Fund	\$ 0	\$ 1,000,000	Operations
Nonmajor governmental funds	830,928	0	Indirect costs
"	0	1,303,242	Salaries
Total	\$ 830,928	\$ 2,303,242	

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.

### F. Long-term Debt

#### Primary Government

##### General Obligation Bonds and Other Loans

**General Obligation Bonds** - Montgomery 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 system. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 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, 2025, will be retired from the General Debt Service Fund.

**Direct Borrowing and Direct Placements** - Montgomery County issues other loans to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school 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. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All other loans included in long-term debt as of June 30, 2025, will be retired from the General Debt Service Fund.

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

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-25
General Obligation Bonds	1.2 to 5	% 6-1-50	\$ 352,795,000	\$ 310,025,000
General Obligation Bonds - Refunding	2 to 5	6-30-44	261,945,000	164,290,000
Direct Borrowing and Direct Placement: Other Loans - Fixed Rate	1.515 to 4.74	7-1-26	24,334,421	2,595,967

In prior years, Qualified School Construction Bonds of \$20,000,000 were issued through the State of Tennessee, and the proceeds were loaned to Montgomery 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. 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.

On December 15, 2022, Montgomery County entered into a three-year other loan purchase agreement for the school system for laptops. The terms of the agreement require total payments of \$4,334,421 plus interest of 4.74 percent. The General Debt Service Fund is making the other loan payments. In the government-wide financial statements, the laptops were expensed in the year of acquisition because the items did not meet criteria of the county's capitalization policy.

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 34,350,000	\$ 18,808,097	\$ 53,158,097
2027	32,585,000	17,328,971	49,913,971
2028	32,375,000	15,803,984	48,178,984
2029	24,905,000	14,291,653	39,196,653
2030	23,520,000	13,135,778	36,655,778
2031-2035	118,650,000	50,900,185	169,550,185
2036-2040	103,675,000	29,837,037	133,512,037
2041-2045	75,380,000	12,486,385	87,866,385
2046-2050	28,875,000	3,296,324	32,171,324
Total	\$ 474,315,000	\$ 175,888,414	\$ 650,203,414

Year Ending June 30	Other Loans - Direct Placement			
	Principal	Interest	Other Fees	Total
2026	\$ 2,478,319	\$ 355,495	\$ 20,000	\$ 2,853,814
2027	117,648	25,250	5,000	147,898
Total	\$ 2,595,967	\$ 380,745	\$ 25,000	\$ 3,001,712

There is \$39,996,835 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$2,155, based on the 2020 federal census. Total debt per capita, including bonds, other loans, and unamortized debt premiums, totaled \$2,374, based on the 2020 federal census.

The Bi-County Solid Waste Management System, a component unit, is currently contributing funds to service some of the debt issued on its behalf by the primary government as noted in the table below. This debt is reflected in the government-wide financial statements as Due to the primary government in the financial statements of the Bi-County Solid Waste Management System and as Due from Component Units in the government-wide financial statements of the primary government.

Description of Debt	Outstanding 6-30-25
<b>Bonds Payable</b>	
<b>Principal payments due from the Bi-County Solid Waste Management System</b>	
General Obligation Refunding and Improvement	\$ 1,170,000
Total	<u>\$ 1,170,000</u>

### Changes in Long-term Debt

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

Governmental Activities:	Bonds	Other Loans - Direct Placement
Balance, July 1, 2024	\$ 508,060,000	\$ 4,901,320
Reductions	(33,745,000)	(2,305,353)
Balance, June 30, 2025	<u>\$ 474,315,000</u>	<u>\$ 2,595,967</u>
Balance Due Within One Year	<u>\$ 34,350,000</u>	<u>\$ 2,478,319</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	\$ 476,910,967
Less: Balance Due Within One Year - Debt	(36,828,319)
Add: Unamortized Premium on Debt	<u>45,470,687</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 485,553,335</u>

### Defeasance of Prior Debt

In prior years, Montgomery County defeased certain outstanding general obligation bonds by placing the proceeds of new bonds into an irrevocable trust to provide for all future debt service payments on the old bonds. The trustee is empowered and required to pay all principal and interest on the defeased bonds as originally scheduled. Accordingly, the trust accounts and the defeased bonds are not included in the county's financial statements. On June 30, 2025, the following outstanding bonds are considered defeased:

	<u>Amount</u>
2011 General Obligation School & Public Improvement Bonds	\$ 19,600,000

**G. Long-term Obligations**

**Primary Government**

**Changes in Long-term Obligations**

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

**Governmental Activities:**

	Internal Service Claims and Judgments	Compensated Absences*	Other Postemployment Benefits
Balance, July 1, 2024	\$ 6,337,132	\$ 6,292,152	\$ 17,411,602
Additions	86,306,124	884,371	2,054,699
Reductions	(85,626,270)	0	(807,403)
Balance, June 30, 2025	<u>\$ 7,016,986</u>	<u>\$ 7,176,523</u>	<u>\$ 18,658,898</u>
Balance Due Within One Year	<u>\$ 3,508,493</u>	<u>\$ 7,022,979</u>	<u>\$ 0</u>

	Net Pension Liability - Legacy Agent Plan	Net Pension Liability - Hybrid Agent Plan
Balance, July 1, 2024	\$ 11,906,793	\$ 191,158
Additions	20,065,287	3,002,022
Reductions	(23,168,734)	(2,965,923)
Balance, June 30, 2025	<u>\$ 8,803,346</u>	<u>\$ 227,257</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 0</u>

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

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

Total Noncurrent Liabilities - Other - June 30, 2025	\$ 41,883,010
Less: Due Within One Year - Other	<u>(10,531,472)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 31,351,538</u>

The internal service funds primarily serve the governmental funds. Accordingly, claims and judgments for the internal service funds are included as part of the above totals for governmental activities. Compensated absences, pensions, and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds.

## Discretely Presented Clarksville-Montgomery County School System

### Changes in Long-term Obligations

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

<b>Governmental Activities:</b>	Other Postemployment Benefits	Compensated Absences*	Claims and Judgments
	\$	\$	\$
Balance, July 1, 2024	36,223,238	4,905,370	147,000
Additions	9,220,852	299,122	510,145
Reductions	(2,897,856)	0	(516,545)
	\$ 42,546,234	\$ 5,204,492	\$ 140,600
Balance, June 30, 2025			
Balance Due Within One Year	\$ 0	\$ 5,103,847	\$ 125,100

	Net Pension Liability - Legacy Agent Plan	Net Pension Liability - Hybrid Agent Plan
	\$	\$
Balance, July 1, 2024	10,785,780	610,678
Additions	19,163,036	4,669,896
Reductions	(21,541,319)	(4,927,056)
	\$ 8,407,497	\$ 353,518
Balance, June 30, 2025		
Balance Due Within One Year	\$ 0	\$ 0

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

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

Total Noncurrent Liabilities - Other - June 30, 2025	\$ 56,652,341
Less: Due Within One Year - Other	(5,228,947)
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	\$ 51,423,394

Claims and judgments for the school system's workers' compensation program will be retired primarily from the General Purpose School Fund. Compensated absences, pensions, and other postemployment benefits will be paid from the employing funds, primarily the General Purpose School and School Transportation funds.

## V. OTHER INFORMATION

### A. Risk Management

Montgomery County, the Clarksville-Montgomery County School System, the Bi-County Solid Waste Management System, the Emergency Communications District of Montgomery County, Montgomery

County Sports Authority, and the Clarksville-Montgomery County Public Library, component units, have chosen to establish the Self-insurance Fund for risks associated with the employees' health insurance plan. The Self-insurance 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 \$1,000,000 per specific loss. The county obtained a stop/loss commercial insurance policy to cover claims beyond this liability. The reinsurance carrier will cover 85 percent of paid claims exceeding \$1,000,000 per specific loss to an unlimited maximum less the county's deductible.

All full-time and certain part-time employees of the primary government and the above-noted discretely presented component units are eligible to participate. A premium charge is allocated to each fund that accounts for all eligible participating 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. 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 Self-insurance 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 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:

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2023-24	\$ 5,541,363	\$ 78,453,772	\$ (77,839,403)	\$ 6,155,732
2024-25	6,155,732	86,089,316	(85,400,962)	6,844,086

Montgomery County has decided to maintain a self-insurance plan for risks associated with workers' compensation claims. Claims are paid from the Workers' Compensation Fund. The county administers this plan internally instead of contracting out this service. The county retains the risk of loss to a limit of \$300,000 per specific loss. All employees of Montgomery County, the Bi-County Solid Waste Management System, the Emergency Communications District of Montgomery County, and the Clarksville-Montgomery County Public Library participate. 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 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 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:

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2023-24	\$ 121,000	\$ 105,533	\$ (124,533)	\$ 102,000
2024-25	102,000	103,391	(106,391)	99,000

On December 1, 2004, Montgomery County decided to establish an on-the-job injury program for risks associated with workplace injury. The on-the-job injury program is accounted for in the Workers' Compensation Fund (internal service fund) where assets are set aside for claims settlements. All employees of the primary government, the Emergency Communications District of Montgomery County, the Bi-County Solid Waste Management System, and the Clarksville-Montgomery County

Library are eligible to participate. Qualified individuals shall receive a portion of their salary, not to exceed six months of benefits, provided there is medical documentation from a county-designated physician. Benefits shall not extend beyond one calendar year from the date of injury or illness unless a catastrophic incident has occurred. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the current fiscal year are as follows:

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2023-24	\$ 48,000	\$ 111,197	\$ (79,797)	\$ 79,400
2024-25	79,400	113,417	(118,917)	73,900

Montgomery County, the Clarksville-Montgomery County School System, the Emergency Communications District of Montgomery County, the Bi-County Solid Waste Management System, and the Clarksville-Montgomery County Library decided to maintain a self-insurance plan for risks associated with unemployment compensation claims. The county and the above-noted component units participate in the unemployment compensation program administered by the State of Tennessee. The fund is financed from interest earnings, and each fund is assessed for excess claims filed.

Montgomery County is exposed to various risks related to general liability, property, and casualty losses. Officials decided it was more economically feasible to join a public entity risk pool for general liability, property, and casualty insurance coverage. Montgomery County joined the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties. Montgomery County pays annual premiums to the LGPCF for its general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. LGPCF reinsures through commercial insurance companies for claims exceeding \$2,500 for property and \$25,000 for liability for each insured event.

It is the policy of the Clarksville-Montgomery County School System to purchase commercial insurance for the risks of losses to which it is exposed. These risks include general liability, property, and casualty losses. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

The school system decided to maintain a self-insurance plan for risks associated with workers' compensation claims made prior to January 1, 2006. Claims are paid from the General Purpose School Fund, and the plan is administered by Brentwood Services. The school system retains the risk of loss to a limit of \$275,000 per specific loss. The school system has obtained a stop/loss commercial insurance policy to cover claims beyond this liability.

All employees of the school system participate. 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 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 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:

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2023-24	\$ 77,000	\$ 0	\$ (3,000)	\$ 74,000
2024-25	74,000	0	(43,000)	31,000

On January 1, 2006, the school system decided to establish an on-the-job injury program for risks associated with workplace injury. The on-the-job injury program is accounted for in the General Purpose School Fund where assets are set aside for claims settlements. All employees of the school system are eligible to participate. Qualified individuals shall receive a portion of their salary, not to exceed three months of benefits, provided there is medical documentation from a county-designated physician. Benefits shall not extend beyond one calendar year from the date of injury or illness. 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:

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2023-24	\$ 78,600	\$ 607,392	\$ (612,992)	\$ 73,000
2024-25	73,000	510,145	(473,545)	109,600

**B. Accounting Changes**

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

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

**C. Contingent Liabilities**

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

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

**D. Landfill Closure/Postclosure Care Costs**

State and federal laws and regulations require the county to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the Bi-County Solid Waste Management System, a component unit, will report a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

### *E. Joint Ventures*

The Montgomery County Rail Service Authority provides a continuation of rail service within the area of Montgomery County, and its governing body comprises four members. The county mayor serves as a member of the authority and appoints another member subject to the county commission's approval. The mayor of the city of Clarksville serves as a member and appoints another member subject to the Clarksville City Council's approval. State grants provide the majority of funding for the rail authority.

Montgomery County and the city of Clarksville jointly created the Clarksville-Montgomery County Regional Airport Authority and the Clarksville-Montgomery County Regional Planning Commission. These joint ventures are operated by county/city-appointed boards/commissions for the benefit of all citizens of the two entities. Montgomery County has control over budgeting and financing the joint ventures only to the extent of representation by the board members appointed. Each entity is responsible for funding 50 percent of any deficits from operations if not covered by prior earnings. Montgomery County contributed \$614,065 for the operations of the airport and \$542,515 for the operations of the planning commission during the year ended June 30, 2025.

The Joint Economic and Community Development Board is a joint venture between Montgomery County and the city of Clarksville. The board comprises the county mayor, city mayor, and several additional members. The purpose of the board is to foster communications relative to economic and community development between and among governmental entities, industry, and private citizens. The county and city will provide the majority of funding for the board based on the percentage of their population compared to the total census of the county when financial activity begins. Montgomery County did not appropriate any funds to the Joint Economic and Community Development Board during the year ended June 30, 2025.

The Clarksville-Montgomery County Tourism Commission is a joint venture between Montgomery County and the city of Clarksville to promote tourist and recreational activity in the Clarksville-Montgomery County area. The nine-member tourism commission is selected by and with the joint approval of the city mayor and county mayor. The annual budget of the tourism commission is prepared and legally adopted by the board of commissioners and approved by the Montgomery County Director of Accounts and Budgets. Montgomery County did not appropriate any funds to the Tourism Commission during the year ended June 30, 2025.

The Nineteenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Nineteenth Judicial District and Montgomery County. 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 and the Montgomery County Sheriff. Montgomery County did not appropriate any funds to the DTF during the year ended June 30, 2025.

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

#### Administrative Offices:

Montgomery County Rail Service Authority  
Montgomery County Mayor  
P.O. Box 368  
Clarksville, TN 37040

Clarksville-Montgomery County Regional  
Airport Authority  
200 Airport Road  
Clarksville, TN 37042

Clarksville-Montgomery County Regional  
Planning Commission  
329 Main Street  
Clarksville, TN 37040

Joint Economic and Community Development Board  
329 Main Street  
Clarksville, TN 37040

Clarksville-Montgomery County Tourism Commission  
335 Franklin Street  
Clarksville, TN 37040

Office of District Attorney General  
Nineteenth Judicial District Drug Task Force  
P.O. Box 3203  
Clarksville, TN 37043

***F. Jointly Governed Organization***

The county and the city of Clarksville jointly appoint the 13-member board of the Clarksville-Montgomery County Community Health Foundation, Inc. The foundation is designed to facilitate activities that promote the general health of the community. The county and city do not have any ongoing financial interest or responsibility for the foundation.

***G. Retirement Commitments***

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

**Primary Government**

***General Information About the Pension Plans***

Employees of Montgomery County and non-certified employees of the discretely presented Clarksville-Montgomery County School System with membership in the TCRS prior to January 1, 2017, are provided a defined benefit pension plan through the Public Employee Legacy Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The Public Employee Legacy Pension Plan is closed to new membership. Employees of Montgomery County and non-certified employees of the discretely presented Clarksville-Montgomery County School System with membership in the TCRS after December 31, 2016, are provided with pensions through a legally separate plan, referred to as the Public Employee Retirement Plan, an agent 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 the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained on the [Tennessee Department of Treasury website](#).

## Public Employee Legacy Pension Plan

*Plan Description.* Employees of Montgomery County and non-certified employees of the discretely presented Clarksville-Montgomery County School System with membership in the TCRS before January 1, 2017, are provided a defined benefit pension plan through the Public Employee Legacy Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The Public Employee Legacy Pension Plan was closed to new membership on December 31, 2016, but will continue providing benefits to existing members and retirees. The primary government employees comprise 51.15 percent and the non-certified employees of the discretely presented school system comprise 48.85 percent of the Public Employee Legacy Pension Plan based on contribution data.

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available to vested members at age 55. Members vest with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

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

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	1,782
Inactive Employees Entitled to But Not Yet Receiving Benefits	1,464
Active Employees	1,116
Total	<u><u>4,362</u></u>

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees are non-contributory. Montgomery County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2025, the employer contributions for Montgomery County were \$8,717,275 for the Public Employee Legacy Pension Plan based on a rate of 13.64 percent of covered payroll for general employees and 17.14 percent of covered payroll for public safety officers. By law, employer contributions are required to be paid. The TCRS may intercept Montgomery 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)*

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

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

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

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

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

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

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

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

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

***Changes in the Net Pension Liability (Asset)***

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2023	\$ 397,382,063	\$ 374,689,489	\$ 22,692,574
Changes for the Year:			
Service Cost	\$ 5,479,779	\$ 0	\$ 5,479,779
Interest	26,621,583	0	26,621,583
Differences Between Expected and Actual Experience	6,912,176	0	6,912,176
Contributions-Employer	0	8,550,757	(8,550,757)
Contributions-Employees	0	537	(537)
Net Investment Income	0	36,158,760	(36,158,760)
Benefit Payments, Including Refunds of Employee Contributions	(16,936,038)	(16,936,038)	0
Administrative Expense	0	(214,785)	214,785
Net Changes	\$ 22,077,500	\$ 27,559,231	\$ (5,481,731)
Balance, June 30, 2024	\$ 419,459,563	\$ 402,248,720	\$ 17,210,843

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	51.15%	\$ 214,553,566	\$ 205,750,220	\$ 8,803,346
School System	48.85%	204,905,997	196,498,500	8,407,497
Total		\$ 419,459,563	\$ 402,248,720	\$ 17,210,843

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

	1% Decrease	Current Discount Rate	1% Increase
Montgomery County	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 73,920,477	\$ 17,210,843	\$ (29,633,794)

***Pension Expense (Negative Pension Expense) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions***

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, Montgomery County recognized pension expense (negative pension expense) of \$17,556,800.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 12,798,023	\$ 284,897
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	4,186,523
Changes in Assumptions	5,252,559	0
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	8,717,275	N/A
Total	<u>\$ 26,767,857</u>	<u>\$ 4,471,420</u>

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

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

		Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	51.15%	\$ 13,694,395	\$ 2,287,131
School System	48.85%	13,073,462	2,184,289
Total		<u>\$ 26,767,857</u>	<u>\$ 4,471,420</u>

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

Year Ending June 30	Amount
2026	\$ 8,314,103
2027	7,980,077
2028	(483,521)
2029	(2,231,491)
2030	0
Thereafter	0

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

### **Public Employee Retirement Plan**

*Plan Description.* Employees of Montgomery County and non-certified employees of the Clarksville-Montgomery County School System hired on or after January 1, 2017, are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 39.13 percent and the non-certified employees of the discretely presented school system comprise 60.87 percent of the plan based on contribution data.

*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 in which the member's age and service credits total 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. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	12
Inactive Employees Entitled to But Not Yet Receiving Benefits	2,238
Active Employees	2,226
Total	<u><u>4,476</u></u>

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Montgomery County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation and statutory provisions. 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 Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of Montgomery County if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2025, to the Public Employee Retirement Plan were \$3,339,899, based on 2.81 percent of covered payroll for general employees and 3.71 percent of covered payroll for public safety officers. In addition, employer contributions of \$1,063,673 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.

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

*Pension Liabilities (Assets).* Montgomery County’s net pension liability (asset) was measured on June 30, 2024, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

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

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

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

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

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

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

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

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

***Changes in the Net Pension Liability (Asset)***

	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension Liability (a)	Fiduciary Net Position (b)	Liability (Asset) (a)-(b)
Balance, July 1, 2023	\$ 15,672,435	\$ 14,870,599	\$ 801,836
Changes for the Year:			
Service Cost	\$ 4,432,651	\$ 0	\$ 4,432,651
Interest	1,349,316	0	1,349,316
Differences Between Expected and Actual Experience	1,731,928	0	1,731,928
Contributions-Employer	0	2,290,974	(2,290,974)
Contributions-Employees	0	3,868,587	(3,868,587)
Net Investment Income	0	1,733,418	(1,733,418)
Benefit Payments, Including Refunds of Employee Contributions	(230,435)	(230,435)	0
Administrative Expense	0	(158,023)	158,023
Net Changes	<u>\$ 7,283,460</u>	<u>\$ 7,504,521</u>	<u>\$ (221,061)</u>
Balance, June 30, 2024	<u>\$ 22,955,895</u>	<u>\$ 22,375,120</u>	<u>\$ 580,775</u>

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

		Total	Plan	Net
		Pension	Fiduciary	Pension
		Liability	Net	Liability
			Position	(Asset)
Primary Government	39.13%	\$ 8,982,642	\$ 8,755,385	\$ 227,257
School System	60.87%	13,973,253	13,619,735	353,518
Total		<u>\$ 22,955,895</u>	<u>\$ 22,375,120</u>	<u>\$ 580,775</u>

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

	1%	Current	1%
	Decrease	Discount	Increase
	5.75%	Rate	7.75%
Montgomery County	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 5,332,782	\$ 580,775	\$ (2,946,064)

***Pension Expense (Negative Pension Expense) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions***

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, Montgomery County recognized pension expense (negative pension expense) of \$1,542,334.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 3,550,253	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	240,768
Changes in Assumptions	263,881	0
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	3,339,899	N/A
Total	<u>\$ 7,154,033</u>	<u>\$ 240,768</u>

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

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

		Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	39.13%	\$ 2,892,797	\$ 94,213
School System	60.87%	4,261,236	146,555
Total		<u>\$ 7,154,033</u>	<u>\$ 240,768</u>

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

Year Ending June 30	Amount
2026	\$ 656,848
2027	834,786
2028	653,254
2029	563,153
2030	533,696
Thereafter	331,628

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

### **Discretely Presented Clarksville-Montgomery County School System - Non-certified Employees**

#### ***General Information About the Pension Plans***

*Plan Descriptions.* As noted above under the primary government, employees of Montgomery County and non-certified employees of the discretely presented Clarksville-Montgomery County School System hired prior to January 1, 2017, are provided a defined benefit pension plan through the Public Employee Legacy Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 51.15 percent and the non-certified employees of the discretely presented school system comprise 48.85 percent of the plan based on contribution data. Beginning January 1, 2017, the Public Employee Retirement Plan became effective for employees of Montgomery County and non-certified employees of the school system hired on or after January 1, 2017. The primary government employees comprise 39.13 percent and the non-certified employees of the discretely presented school system comprise 60.87 percent of the plan based on contribution data.

### **Discretely Presented Clarksville-Montgomery County School System - Certified Employees - Teacher Retirement Plan**

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

*Plan Description.* Teachers of the Clarksville-Montgomery County School System with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained on the [Tennessee Department of Treasury website](#).

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of

service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLAs, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2025, to the Teacher Retirement Plan were \$3,384,987, which is three percent of covered payroll. In addition, employer contributions of \$1,128,329, which is one percent of covered payroll, were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liabilities (Assets).* On June 30, 2025, the school system reported a liability (asset) of (\$3,102,273) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school system's proportion of the net pension liability (asset) was based on the school system's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2024, the school system's proportion was 4.353412 percent. The proportion as of June 30, 2023, was 4.228807 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, the school system recognized pension expense (negative pension expense) of \$2,588,026.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 256,259	\$ 953,105
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	523,306
Changes in Assumptions	1,232,783	0
Changes in Proportion of Net Pension Liability (Asset)	207,289	216,659
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	3,384,987	N/A
Total	<u>\$ 5,081,318</u>	<u>\$ 1,693,070</u>

The school system's employer contributions of \$3,384,987, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2026	\$ (307,284)
2027	416,731
2028	(197,105)
2029	(194,242)
2030	61,228
Thereafter	223,934

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

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

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

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

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

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

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
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Net Pension Liability (Asset)                    \$    8,181,692    \$    (3,102,273)    \$    (11,499,904)

*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 Clarksville-Montgomery County School System -Certified Employees - Teacher Legacy Pension Plan**

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

*Plan Description.* Teachers of the Clarksville-Montgomery County School System with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by LEAs after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained on the [Tennessee Department of Treasury website](#).

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 55. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid.

The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Clarksville-Montgomery County School System for the year ended June 30, 2025, to the Teacher Legacy Pension Plan were \$6,305,821, which is 6.36 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability. Employer contributions to separately finance specific liabilities were \$63,882 for the year ended June 30, 2025. The contributions to separately finance specific liabilities were related to employees who have returned to work under a TCRS Return to Work program which requires employer contributions.

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

*Pension Liability (Assets).* On June 30, 2025, the school system reported a liability (asset) of (\$51,704,697) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school system's proportion of the net pension liability (asset) was based on the school system's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2024, the school system's proportion was 3.001094 percent. The proportion measured on June 30, 2023, was 2.972080 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, the school system recognized pension expense (negative pension expense) of \$11,056,458.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 13,788,271	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	10,069,973
Changes in Proportion of Net Pension Liability (Asset)	319,824	927,007
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	6,305,821	N/A
Total	<u>\$ 20,413,916</u>	<u>\$ 10,996,980</u>

The school system's employer contributions of \$6,305,821 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2026	\$ (5,926,880)
2027	19,593,710
2028	(5,253,813)
2029	(5,301,902)
2030	0
Thereafter	0

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

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

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

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

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

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

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

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

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

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

School System's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
Net Pension Liability (Asset)	\$ 65,682,882	\$ (51,704,697)	\$ (149,061,675)

*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

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

Employees hired on or after January 1, 2017, by the primary government 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 primary government contribute five percent of each employee's salary into their deferred compensation plan. In addition, employees are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the primary government contributed \$2,178,635 to this deferred compensation pension plan.

### Discretely Presented Clarksville-Montgomery County School System

The discretely presented Clarksville-Montgomery County School System offers its employees a deferred compensation plan established pursuant to IRC Section 403(b). All costs of administering and funding this program are the responsibility of plan participants. The Section 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 403(b) establishes participation, contribution, and withdrawal provisions for the plans.

Teachers hired on or after July 1, 2014, and non-certified employees hired on or after January 1, 2017, by the school system 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 system contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school system contributed \$8,421,229 to this deferred compensation pension plan.

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

Montgomery County and the discretely presented Clarksville-Montgomery County School System provide OPEB benefits to their retirees through self-insured health plans administered by Blue Cross Blue Shield of Tennessee. For reporting purposes, each plan is a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Standards Board (GASB). The plans are funded on a pay-as-you-go basis, and there are no assets accumulating in a trust that meet the criteria of paragraph 4 of GASB Statement No. 75.

Benefits and premium requirements of each plan's members are established, and may be amended, by the 17-member insurance committee. The committee is comprised of 4 members appointed by the County Mayor with the approval of the county commission to represent Montgomery County employees, the current on-site medical administrator, and 12 members appointed by the Director of

Schools (3 elementary school certified employees, 2 middle school certified employees, 2 high school certified employees, 2 members to represent classified employees, 2 administrative members to serve as representatives of the Board of Education, and one other appointed by the Director of Schools). The plans are self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plans are periodically computed using actuarial and statistical techniques to establish premium rates. The insurance committee develops its own contribution policy in terms of subsidizing premiums of active employees and retirees.

### **Self-Insured Postemployment Benefits Plan – Primary Government**

*Plan Description.* Montgomery County, Bi-County Solid Waste Management System, Clarksville-Montgomery County Public Library, Emergency Communications District of Montgomery County (component units), and the Clarksville-Montgomery County Regional Planning Commission (a joint venture) participate in the Montgomery County Postemployment Benefits Other than Pensions plan, a self-insured OPEB plan accounted for in the Self-Insurance Fund (internal service fund). The benefits of the plan are funded on a pay-as-you-go basis. Each entity funds the plan on a cash basis as benefits are paid.

Plan liability is determined by employee participation. During the year, the primary government employees comprised 85.96 percent, the Bi-County Solid Waste Management System employees comprised 7.73 percent, the Clarksville-Montgomery County Public Library employees comprised 2.28 percent, the Clarksville-Montgomery County Regional Planning Commission employees comprised 1.11 percent, and the Emergency Communications District of Montgomery County employees comprised 2.92 percent of the plan based on participation.

*Benefits Provided.* The plan provides healthcare insurance benefits to retirees and their dependents if the retiree has at least 30 years of creditable service with Tennessee Consolidated Retirement System or at age 55, with a minimum of 20 years with Montgomery County and participation in the group medical insurance for at least the last 2 years prior to retirement. Dental and vision benefits are provided to retirees through commercial insurance plans. Benefits continue until the retired employee is eligible for Medicare.

For employees of Montgomery County, the Bi-County Solid Waste Management System, the Clarksville-Montgomery County Public Library, and the Emergency Communications District of Montgomery County hired prior to July 1, 2016, the benefit terms for health and dental insurance provide for the primary government to pay 85 percent of the plan premium if the retiree is within 120 months of Medicare eligibility, 80 percent of the plan premium if the retiree is 121-132 months from Medicare eligibility, 75 percent if the retiree is 133-144 months from Medicare eligibility, 70 percent if the retiree is 145-156 months from Medicare eligibility, 65 percent if the retiree is 157-168 months from Medicare eligibility, and 60 percent if the employee is 169-180 months from Medicare eligibility. The retiree pays the full premium on vision insurance. Dependents of the retiree are permitted to remain on the plan until age 26 and spouses may remain on the plan until they become Medicare eligible.

For employees of the Clarksville-Montgomery County Regional Planning Commission hired prior to July 1, 2016, the benefit terms for health insurance provide for the primary government to pay 75 percent of the plan premium for the first 24 months after retirement, 70 percent of the plan premium for 25 to 60 months after retirement, 50 percent of the plan premium for 61 to 120 months after retirement, and 0 percent of the plan premium more than 120 months subsequent to retirement. Dental and vision insurance are not provided to Planning Commission retirees. Dependents of the retiree are permitted to remain on the health plan until age 26 and spouses may remain on the plan until they become Medicare eligible.

For qualifying retired employees hired after July 1, 2016, benefit terms for health insurance provide for the primary government to pay 50 percent of the premium rate set at retirement until the retiree is

eligible for Medicare. Any increases in the premium subsequent to retirement are the responsibility of the retiree.

*Employees Covered by Benefit Terms.* At the valuation date of July 1, 2024, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	56
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	1,210
Total	<u><u>1,266</u></u>

***Total OPEB Liability***

The county’s total OPEB liability was measured as of June 30, 2025, and was determined by an actuarial valuation as of July 1, 2024.

*Actuarial Assumptions and Methods.* The total OPEB liability in the July 1, 2024, 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 Normal
Discount Rate	4.21%
Inflation Rate	No factor was included for inflation
Salary Increases	4%
Healthcare Cost Trend Rate	7% for medical graded down to 5.6% over 3 years; 5% for dental; 5% for administrative fees; 5% for stop loss
Future Participation Rates	20% to 60% depending on age at retirement

The discount rate was based on the S&P Municipal Bond 20 Year High Grade Index.

Mortality rates were based on Mortality Table Pub-2010 projected with Mortality Improvement Scale MP-2021.

The actuarial assumptions used in the July 1, 2024, valuation were based on plan data and costs presented by the primary government with concurrence by the actuary.

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

	<u>Total OPEB Liability</u>
Balance, July 1, 2024	<u>\$ 20,283,791</u>
Changes for the Year:	
Service Cost	\$ 1,501,491
Interest	876,944
Benefit Paid	(955,266)
Net Changes	<u>\$ 1,423,169</u>
Balance, June 30, 2025	<u><u>\$ 21,706,960</u></u>

		Total OPEB Liability
Primary Government	85.96%	\$ 18,658,898
Bi-County Solid Waste Management System	7.73%	1,677,246
Clarksville-Montgomery County Public Library	2.28%	494,788
Clarksville-Montgomery County Regional Planning Commission	1.11%	241,108
Emergency Communications District of Montgomery County	2.92%	<u>634,920</u>
Total		<u>\$ 21,706,960</u>

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, the plan recognized OPEB expense of \$779,007. On June 30, 2025, the plan reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 3,888,361
Changes in Assumptions	<u>415,538</u>	<u>1,236,944</u>
Total	<u>\$ 415,538</u>	<u>\$ 5,125,305</u>

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 357,197	\$ 4,405,712
Bi-County Solid Waste Management System	32,121	396,186
Clarksville-Montgomery County Public Library	9,474	116,857
Clarksville-Montgomery County Regional Planning Commission	4,612	56,891
Emergency Communications District of Montgomery County	<u>12,134</u>	<u>149,659</u>
Total	<u>\$ 415,538</u>	<u>\$ 5,125,305</u>

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
2026	\$ (1,881,966)
2027	(1,881,970)
2028	(189,167)
2029	(189,167)
2030	(189,167)
Thereafter	(378,330)

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 plan calculated using the stated 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 stated rate:

<b>Discount Rate</b>	1% Decrease 3.21%	Stated Discount Rate 4.21%	1% Increase 5.21%
Total OPEB Liability	\$ 23,669,599	\$ 21,706,960	\$ 19,922,515

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

<b>Healthcare Cost Trend Rate</b>	1% Decrease 6% decreasing to 4.6% over 3 years and following the Getzen model thereafter	Current Trend Rates 7% decreasing to 5.6% over 3 years and following the Getzen model thereafter	1% Increase 8% decreasing to 6.6% over 3 years and following the Getzen model thereafter
Total OPEB Liability	\$ 19,180,171	\$ 21,706,960	\$ 24,717,115

### Self-Insured Postemployment Benefits Plan – Discretely Presented Clarksville-Montgomery County School System

*Plan Description.* The Clarksville-Montgomery County School System participates in a self-insured postemployment benefits plan, administered by Blue Cross Blue Shield, which is accounted for in the Self-Insurance Fund (internal service fund).

*Benefits Provided.* The plan provides healthcare insurance benefits to retirees and their dependents if the retiree has at least 30 years of creditable service with Tennessee Consolidated Retirement System or at age 55, with a minimum of 20 years with the Clarksville-Montgomery County School System and participation in the group medical insurance for at least the last 3 years prior to retirement.

The benefit terms for health insurance provide for the school system to pay 50 percent of the premium cost at the time of retirement. Any increase in the cost of insurance during the retiree's eligible participation period would be the sole responsibility of the retiree. Dependents and spouses of the retiree are permitted to remain on the plan; however, the school system's contributions will cease once the retired employee becomes Medicare eligible or participates a maximum of 10 years, whichever comes first. At this point, the spouse may remain on the policy until age 65 and qualified dependent children may remain on the policy, with the full premium cost being the responsibility of the retiree.

Lastly, certificated employees hired prior to July 1, 2007, who have a minimum of 20 years of service with the Clarksville-Montgomery County School System are provided postemployment life insurance benefits. The school system pays 100 percent of the life insurance premium on a \$7,000 policy until death of the retiree.

*Employees Covered by Benefit Terms.* At the valuation date of July 1, 2024, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	981
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	3,934
Total	4,915

***Total OPEB Liability***

The discretely presented school system's total OPEB liability was measured as of June 30, 2025, and was determined by an actuarial valuation as of July 1, 2025.

*Actuarial Assumptions and Methods.* The total OPEB liability in the July 1, 2025, 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 Normal
Discount Rate	4.81%
Inflation Rate	No factor was included for inflation
Salary Increases	3%
Healthcare Cost Trend Rate	7.00% in 2025, 8.00% in 2026 for medical grading 5.75% over 3 years and following the Getzen model thereafter to an ultimate rate of 4.04% in the year 2075

The discount rate was based on the S&P Municipal Bond 20 Year High Grade Rate Index.

Mortality rates were based on PubG-2010 Headcount Weighted Tables projected with improvement scale MP-2021.

The actuarial assumptions used in the July 1, 2025, valuation were based on plan data and costs presented by the primary government with concurrence by the actuary.

*Changes in the Total OPEB Liability*

	Total OPEB Liability
Balance July 1, 2024	\$ 36,223,238
Changes for the Year:	
Service Cost	\$ 3,131,888
Interest	1,513,915
Experience losses (gain)	4,575,049
Changes of assumptions	(199,270)
Benefit Payments/Refunds	(2,698,586)
Net Changes	<u>\$ 6,322,996</u>
Balance June 30, 2025	<u>\$ 42,546,234</u>

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, the school system recognized OPEB expense of \$4,341,899. On June 30, 2025, the school system reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 5,172,116	\$ 3,528,610
Changes in Assumptions	<u>165,532</u>	<u>2,241,920</u>
Total	<u>\$ 5,337,648</u>	<u>\$ 5,770,530</u>

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	Total
2026	\$ (303,910)
2027	(1,879,283)
2028	875,156
2029	875,155
2030	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 the school system calculated using the discount rate of 4.81 percent, as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (3.81 percent) or one percentage point higher (5.81 percent) than the current rate:

Discount Rate	Current		
	1%	Discount	1%
	Decrease	Rate	Increase
	3.81%	4.81%	5.81%
Total OPEB Liability	\$ 45,800,849	\$ 42,546,234	\$ 39,601,802

*Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate.* The following presents the total OPEB liability of the school system calculated using the healthcare cost trend rate of 7.00 percent decreasing to 5.75 percent over 3 years and following the Getzen model thereafter, 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	Rates	Increase
	6% decreasing to 4.75% over 3 years and following the Getzen model thereafter	7% decreasing to 5.75% over 3 years and following the Getzen model thereafter	8% decreasing to 6.75% over 3 years and following the Getzen model thereafter
Total OPEB Liability	\$ 39,373,198	\$ 42,546,234	\$ 46,255,527

***I. Office of Central Accounting, Budgeting, and Purchasing***

Montgomery County operates under the provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering funds administered by the county mayor and highway supervisor. These funds are maintained in the Offices of Central Accounting and Budgeting and Central Purchasing under the supervision of the director of accounts and budgets and the purchasing agent.

***J. Purchasing Laws***

**Office of Central Purchasing**

Purchasing procedures for the Office of County Mayor and the highway department are governed by the County Purchasing Law of 1957, Section 5-14-101 et seq., *Tennessee Code Annotated (TCA)*. Purchases for the highway department are also governed by the Uniform Road Law, Section 54-7-113, *TCA*. Section 5-14-101 et seq., *TCA*, provides for a purchasing agent, appointed by the county mayor and approved by the Montgomery County Commission, to make all purchases. This statute also provides for a County Purchasing Commission to assist the purchasing agent in the determination of overall purchasing policies. These statutes, along with *TCA* Section 12-3-1212, require all purchases exceeding \$50,000 to be made on the basis of publicly advertised competitive bids.

**Office of Director of Schools**

Purchasing procedures for the school system 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, along with *TCA* Section 12-3-1212, also provides for the school system, which has a purchasing division, to use a comprehensive vendor list to solicit competitive bids on all purchases exceeding \$50,000 provided the vendors on such list are given notice to bid. This statute also requires

the purchasing division to periodically advertise in a county newspaper of general circulation for vendors and to update the list of vendors following such advertisement.

***K Subsequent Event***

On November 10, 2025, Montgomery County authorized the issuance of general obligation bonds not to exceed \$51,000,000 for various capital outlay.

**VI. OTHER NOTES-INDUSTRIAL DEVELOPMENT BOARD OF THE COUNTY OF MONTGOMERY**

***A. Summary of Significant Accounting Policies***

**Financial Reporting Entity** - The Industrial Development Board of the County of Montgomery (the board) is a not-for-profit corporate agency and instrumentality of Montgomery County, Tennessee (the county), organized under Title 7, Chapter 53 of the Tennessee Code Annotated. The Board's main purpose is to maintain and increase employment opportunities and further the use of the county's agricultural products and natural resources by promoting industry, trade, commerce, and construction by inducing manufacturing, industrial, governmental, educational, financial, service, commercial and recreational enterprises to locate in or remain in this area.

The board is a component unit of Montgomery County, Tennessee, which is the principal reporting entity and primary government. The Board is treated as a discrete component unit of the county since the county may unilaterally control the operations of the board. The county is responsible for appointing the majority of the board's board of directors. The financial reporting entity of the board only includes the assets and operations of the board and does not include any other fund, organization, institution, agency, department, or office of Montgomery County, the primary government.

In fiscal year 1995, the Clarksville-Montgomery County Tourism Commission (Tourism), the Clarksville Area Chamber of Commerce (Chamber), and the Board jointly organized the Clarksville-Montgomery County Economic Development Council (EDC) to develop, coordinate, and implement a comprehensive marketing plan relating to economic prosperity of Clarksville-Montgomery County and the surrounding area. The board, tourism, and chamber evenly share the cost of EDC staff salaries, payroll taxes, benefits, and other operating costs and expenses related to the general administration of the EDC. All other expenses of the EDC are shared based on usage allocations. Effective July 1, 2021, Montgomery County began allocating industrial development funding to the EDC through its annual budget process that had historically been allocated to the Board. This funding pays for the Board's allocation of the shared costs of the EDC, as well as industrial development initiatives and payroll expenses paid directly by the EDC. The audited financial statements of the EDC can be obtained from the VP of Finance and Administration, Clarksville- Montgomery County Economic Development Council, P. O. Box 883, Clarksville, Tennessee 37041-0883.

**Use of Estimates** - The board's financial statements are presented in accordance with accounting principles generally accepted in the United States of America which require the use of management's estimates and assumptions. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from these estimates in the near term and these variations can have a material effect on these financial statements.

**Concentrations of Credit Risk** - Financial instruments that potentially subject the board to significant concentrations of credit risk consist principally of cash and receivables. Custodial credit risk for the board's deposits is the risk that the board's deposits may not be returned in the event of a bank failure. As required by state statutes, the board's policy is to require that financial institutions

holding its deposits be members of the Tennessee Collateral Pool or pledge collateral for deposits in excess of federal depository insurance. The collateral is required to be held by the Board or its agent in the board's name. With respect to receivables, credit risk is primarily limited to amounts due from escrow agents in connection with the sale of property and from grantors including Aspire Clarksville and the State of Tennessee.

**Government-wide and Fund Financial Statements** - The government-wide financial statements (the governmental fund balance sheet/statement of net position and the statement of governmental fund revenues, expenditures, and changes in fund balance/statement of activities) report information on all of the nonfiduciary activities of the board.

The governmental fund financial statements are shown in combination with the government-wide financial statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct operating expenses are those that are clearly identifiable with a specific function or segment. 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 or segment; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Subsidies and other items that are not properly included among program revenues are reported instead as general revenues.

**Measurement Focus, Basis of Accounting, and Basis of Presentation** - Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the related liabilities are incurred, regardless of the timing of the related cash flow.

Governmental fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Revenues are recognized when they are 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 Board considers revenues to be available if they are collectible within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

The board's only fund is the general fund. It accounts for all of the financial resources of the board.

**Cash and Cash Equivalents** - The board considers all highly liquid debt instruments purchased with maturities of 90 days or less to be cash equivalents. Restricted cash consists of funds set aside to pay retainage liabilities and notes payable.

**Uncollectible Accounts** - Receivables are reported net of an allowance for uncollectible accounts and revenues net of uncollectible accounts. The allowance was \$0 on June 30, 2025.

**Capital Assets** - Capital assets are valued at cost for assets purchased. All assets with an initial, individual cost of more than \$500 and an estimated useful life in excess of two years are capitalized. Depreciation of capital assets is provided over the estimated useful lives of the respective assets on a straight-line basis. Donated capital assets are recorded at their estimated fair value at the date of the donation. The cost of normal maintenance and repairs is not capitalized.

**Property Held for Sale or Lease** - Property held for sale or lease is recorded at cost or market, if lower. The cost of property sold is charged to expense using the specific identification method. If the property sold was originally contributed by the primary government, the value of the property sold is charged to expense.

**Accrued Compensated Absences and Payroll-Related Expenses** – The board has no employees. All employees are employed by the EDC. Payroll costs of personnel performing board activity are funded through Montgomery County’s allocation paid directly to the EDC. Therefore, EDC reports all payroll and related expenses.

**Fund Balance** - The board has implemented Governmental Accounting Standards Board (GASB) Codification 1800, “Classification and Terminology.” This code provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government’s fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

Nonspendable fund balance – amounts that are not in spendable form (such as inventory) or are required to remain intact.

Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Committed fund balance – amounts constrained to specific purposes by the Board’s governing body, using its highest level of decision-making authority (i.e., by majority vote of the board of directors at an official meeting). To be reported as committed, amounts cannot be used for any other purpose unless the board of directors takes the same highest level action to remove or change the constraint.

Assigned fund balance – amounts the board intends to use for a specific purpose. Intent can be expressed by management of the board.

Unassigned fund balance – amounts that are available for any purpose.

The details of the fund balances are included in the Governmental Fund Balance Sheet and in Note M.

It is the board’s policy to use restricted funds first as appropriate. Assigned funds are reduced to the extent that expenditure authority has been budgeted or the assignment has been changed by management. Decreases to fund balance first reduce unassigned fund balance; in the event that unassigned fund balance becomes zero, then assigned and committed fund balances are used in that order.

***B. Cash and Cash Equivalents***

Cash and other deposits are restricted to deposits with federally-insured institutions and must be approved by the board of directors. On June 30, 2025, cash and other deposits included bank balances totaling \$8,796,450, all of which were insured by the Federal Deposit Insurance Corporation (FDIC) or the State of Tennessee Bank Collateral Pool.

***C. Investments and Other Deposits***

Investments and other deposits are restricted by state law to deposits with financial institutions and certain obligations guaranteed by the United States government. Investments and other deposits are stated at cost or amortized cost, which approximates fair value on June 30, 2025. Following is a

summary of the board's certificates of deposits on June 30, 2025, all of which were insured by the FDIC or the State of Tennessee Bank Collateral Pool.

	Carrying Amount	Market Value
Certificates of Deposit	\$ 313,397	\$ 313,397

***D. Long-term Notes Receivable***

On June 1, 2021, the board entered into a ten-year lease agreement with a local corporation for the lease of real property. Based on this agreement, the board receives monthly payments of \$16,163 through May 2031. Since ownership is transferred at the lease termination, the contract meets the definition of a financed purchase under an installment sale. On May 1, 2023, the board entered into a ten-year lease agreement with a foreign corporation for the lease of property held for sale or lease. Monthly lease payments of \$10,183 begin January 2025 through December 2034. Ownership is transferred at the lease termination. Therefore, this lease is recorded as a financed sale. On June 30, 2025, the discount associated with this lease was \$25,027. On June 30, 2025, the board reported long-term note receivables of \$2,009,885 associated with these leases. During the year ended June 30, 2025, the board received \$255,047 in lease revenue which reduced the note receivable.

Future cash flows from this contract are expected to be as follows:

Year Ending June 30	Principal	Interest
2026	\$ 253,828	\$ 62,316
2027	260,654	55,490
2028	267,747	48,397
2029	275,121	41,023
2030	282,789	33,355
2031-2035	669,746	65,119
Total	\$ 2,009,885	\$ 305,700

***E. Property Held for Sale or Lease***

A summary of property held for sale or lease follows:

		At Cost
Land - Park Expansion	186.660 acres available	\$ 2,598,992
Goodpasture Property	9.500 acres available	56,566
Bell Property	30.420 acres available	111,952
Clarksville Business Park North	587 acres available	9,307,836
Clarksville Business Park East	420.000 acres available	18,947,876
Hamill Property	1.640 acres available	7,815
Hampton Station Property	3.360 acres available	111,724
Office Complex	90.545 acres available	4,461,152
Site 13B	21.295 acres available	1,665,533
Site 19B	0.000 acres available	183,367
Rail to Park Expansion	0.000 acres available	362,952
Total		\$ 37,815,765

Access property is included in the acres available shown above. All acres are approximate.

**F. Capital Assets**

A summary of changes in capital assets and accumulated depreciation follows:

	Balance 7-1-24	Additions	Deletions	Balance 6-30-25
Capital Assets				
Land	\$ 1,700,000	\$ 0	\$ 0	\$ 1,700,000
Equipment	39,298	1,693	0	40,991
Vehicles	40,866	66,461	(40,866)	66,461
Leasehold Improvements	48,793	0	0	48,793
<b>Total</b>	<b>\$ 1,828,957</b>	<b>\$ 68,154</b>	<b>\$ (40,866)</b>	<b>\$ 1,856,245</b>
	Balance 7-1-24	Additions	Deletions	Balance 6-30-25
Accumulated Depreciation				
Equipment	\$ 32,553	\$ 2,400	\$ 0	\$ 34,953
Vehicles	36,780	8,689	(38,823)	6,646
Leasehold Improvements	48,529	0	0	48,529
<b>Total</b>	<b>\$ 117,862</b>	<b>\$ 11,089</b>	<b>\$ (38,823)</b>	<b>\$ 90,128</b>

Land is not depreciated or amortized.

**G. Construction in Progress**

A summary of changes in construction in progress related to property held for sale or lease follows:

	Balance 7-1-24	Additions	Deletions	Balance 6-30-25
Aspire Way	\$ 962,999	\$ 0	\$ (962,999)	\$ 0
East Industrial Park	506,802	168,656	0	675,458
Access Roads	821,032	0	0	821,032
Parking Garage	2,523,255	15,437,113	0	17,960,368
Other	157,350	0	(157,350)	0
<b>Total</b>	<b>\$ 4,971,438</b>	<b>\$ 15,605,769</b>	<b>\$ (1,120,349)</b>	<b>\$ 19,456,858</b>

A summary of changes in construction in progress related to capital assets follows:

	Balance 7-1-24	Additions	Deletions	Balance 6-30-25
Franklin Street Office	\$ 0	\$ 1,595,259	\$ 0	\$ 1,595,259
<b>Total</b>	<b>\$ 0</b>	<b>\$ 1,595,259</b>	<b>\$ 0</b>	<b>\$ 1,595,259</b>

Except for Franklin Street Office, construction in progress represents costs incurred to prepare property for future sale or lease. Once completed, costs will be reclassified to Property Held for Sale or Lease. Franklin Street Office is under construction and will be used for office space when completed.

**H. Land Sale Options**

In February 2023, the board entered in a land sale agreement whereby a company will have the option to purchase a 15.00-acre tract for \$10 per acre for the specific purpose of constructing a hotel, conference center, central storm drainage and retention area. Also, the option to purchase a 23.21-acre tract for \$175,000 per acre for the specific purpose of constructing a Veterans Affairs Clinic. This option was set to expire July 2025, but the option was extended to expire March 2026.

**I. Notes Payable**

Notes payable consisted of the following:

First Federal Bank construction loan bearing interest at 3.0% as of June 30, 2025, secured by property held for sale or lease with a book value of \$4,461,152 as of June 30, 2025; interest only payments due monthly through November 2023, available to be drawn up to a maximum of \$8,000,000 for construction of an office complex. Beginning December 2023, monthly interest payments continue and annual principal payments of \$600,000 are payable through December 2025. Beginning January 2026, monthly payments of interest and principal are due. Note matures December 2042. In 2021, the County began funding the Board \$598,000 per year for 10 years toward the payment of the loan.	\$ 3,180,113
Regions Bank note, secured by property held for sale or lease with a book value of \$18,326,992 at June 30, 2025, payable in annual installments of \$100,000 to \$1,525,000 beginning June 1, 2025 to June 1, 2042, plus interest payable semi-annually on June 1 and December 1 at the Bloomberg Short-Term Bank Yield (BSBY) index rate plus 0.47%.	18,400,000
CF Coatmundi CKV LLC note, secured by property held for sale or lease with a book value of \$1,665,533 at June 30, 2025, payable in annual installments of \$85,180 to \$511,080 beginning December 31, 2025 to December 31, 2029.	1,703,600
Legends Bank construction loan bearing interest at 5.99% as of June 30, 2025, secured by real property with a book value of \$1,574,716 as of June 30, 2025; interest only payments due monthly through March 2026, available to be drawn up to a maximum of \$1,000,000 for the build-out of office space. Beginning April 2026, monthly payments of \$10,408 are payable through March 20237.	<u>7,188</u>
Total Note Payable	\$ 23,290,901
Less: Current Portion	<u>(843,927)</u>
Total Note Payable Excluding Current Portion	<u><u>\$ 22,446,974</u></u>

If the notes on the previous page are defaulted upon, any unpaid principal balance on the note becomes immediately due. The lenders may also enforce all liens on the collateral.

Changes in notes payable (including current portions) for the year ended June 30, 2025, were as follows:

	Balance			Estimated Amount Due in Year Ending	
	7-1-24	Increases	Decreases	6-30-25	6-30-26
Notes Payable	<u>\$ 23,720,033</u>	<u>\$ 270,868</u>	<u>\$ (700,000)</u>	<u>\$ 23,290,901</u>	<u>\$ 843,927</u>

Future payments on notes payable are as follows:

Year Ending June 30	Principal	Interest
2026	\$ 843,927	\$ 977,869
2027	1,250,953	966,814
2028	1,389,811	920,467
2029	1,588,961	871,569
2030	1,642,867	821,336
2031-2035	6,321,864	3,275,705
2036-2040	7,660,978	1,679,887
2041-2043	2,591,540	151,180
Total	<u>\$ 23,290,901</u>	<u>\$ 9,664,827</u>

#### *J. Adjustments to Governmental Fund Statements*

**Governmental Fund Balance Sheet to the Statement of Net Position** - When capital assets that are to be used in governmental activities are purchased or constructed, the costs of those assets are reported as expenditures in governmental funds. However, the statement of net position includes those capital assets among the assets of the board, net of related accumulated depreciation. The statement of net position also includes the debt related to the capital assets and other debt among the liabilities of the board.

Cost of Capital Assets	\$ 1,856,245
Less: Accumulated Depreciation	(90,128)
Net Capital Assets	<u>\$ 1,766,117</u>
Construction in progress related to capital assets	<u>\$ 1,595,259</u>
Long-term Notes Receivable	<u>\$ 2,009,885</u>
Current Portion of Notes Payable	\$ 843,927
Long-term Portion of Notes Payable	22,446,974
Total Debt	<u>\$ 23,290,901</u>

**Statement of Governmental Fund Revenues, Expenditures, and Changes in Fund Balance to the Statement of Activities** - Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. Proceeds from the sales of capital assets are excluded from the statement of activities since the proceeds are not a gain or loss associated with the sale. Governmental funds record borrowings as revenue and the principal portion of debt repayment as an expense, while the statement of net position records borrowings as a liability and the statement of activities records the interest portion of payments as an expense.

Depreciation Expense	\$ (11,089)
Capital Outlays	1,634,092
Principal Payments on Long-term Debt	700,000
Payments Received on Long-term Note Receivable	(255,048)
Discount Amortization on Long-term Note Receivable	25,027
Gain on sale of capital assets	27,279
Interest Income on Long-term Note Receivable	42,915
Proceeds from Notes Payable	(270,868)
	<u>\$ 1,892,308</u>

***K. Related Party Transaction***

The board had related party payables on June 30, 2025, totaling \$126,871, and related party receivables of \$117,619.

During the year ended June 30, 2025, the Board entered into an operating lease agreement with the EDC for office space. The lease became effective on January 8, 2025; however, the lease does not commence until the build-out of the office space is complete, which occurred after June 30, 2025. Accordingly, the underlying asset was not available for use, and the lease has not been recorded as of June 30, 2025.

***L. Public-Private Partnership Arrangement for Parking Garage***

During the year ended June 30, 2025, the board began construction of a parking garage in downtown Clarksville. The board, as the transferor, has granted a private operator operating rights once the garage is open. As part of the agreement, the operator will fund \$5million towards the construction of the garage. The operator has given the board a letter of credit to allow the IDB to draw down the \$5 million. Once the garage is open and operations begin, the operator will operate the garage for 40 years, with a 10 year renewal option. The operator will be responsible for determining the fees to charge for use of the garage. As of June 30, 2025, the board has drawn down \$2,603,251 on the letter of credit, all of which is recorded as deferred inflows of resources. The board has \$2,396,749 available to draw down as of June 30, 2025. Once the garage opens, the board will amortize the associated deferred inflows over 40 years. No revenue has been recorded during the year ended June 30, 2025. The garage is expected to be completed by June 30, 2026.

***M. Fund Balance/Net Position***

The board had unassigned fund balance of \$388,612, restricted fund balance of \$1,412,864 and nonspendable fund balance of \$57,272,623 on June 30, 2025. Restricted fund balance consists of funds given from the county for the debt service payments of notes payable described in Note H. Nonspendable fund balance consisted of the following:

Property Held for Sale or Lease	\$ 37,815,765
Construction in Progress	19,456,858
Total Nonspendable Fund Balance	<u>\$ 57,272,623</u>

***N. Conduit Debt Obligations***

The board has participated in several issues of Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The board is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the financial statements. The principal balances outstanding as of June 30, 2025, totaled \$245,268,813.

***O. Annual Budget Procedures***

There is no requirement for the board to legally adopt a budget. However, an annual budget is prepared by management and approved by the board of directors. The budget is prepared using the cash basis of accounting and is primarily used as a cash management tool. The board members review the board's needs for the year as well as prior year expenditures to arrive at the current year budget. There is no requirement that the budget be amended for variances that are inconsequential, and which occur as the result of normal operations. The "encumbrance" method of budgeting and accounting for expenditures is not used.

***P. Funding from Primary Government***

During the year end June 30, 2025, funding from the primary government consisted of the following projects.

Office Park Development	\$	598,000
Parking Garage		12,833,862
East Park Expansion		1,077,389
Total Funding from Montgomery County	\$	<u>14,509,251</u>

***Q. Commitments and Contingencies***

Under terms of an interlocal agreement among the county, the City of Clarksville, Tennessee, and the board, the sales price of property held for sale or lease will be split 90% to the city and 10% to the board. Any revenue in excess of the first \$10,000 per acre (per transaction) will be split 45% to the city, 45% to the county and 10% to the board. The splitting of the proceeds will remain in effect until such time as either the city annexes the land being purchased for expansion or the city has recovered its investment, which shall include interest paid.

After such time as the city has either annexed the land being purchased or recovered its investment, the sale of the land shall be divided equally between the city and county after 10% is deducted for the board. During the year ended June 30, 2025, four parcels of land were sold for \$6,154,627 which fell under the agreement. The board paid the county and the city \$2,923,347 and \$2,592,308, respectively, related to the sales under this interlocal agreement.

During the year ended June 30, 2021, the board entered into a second interlocal agreement among the County, the EDC and the board. Under this agreement, the sales price of property held for sale or lease will be split 90% to the county and 10% to the EDC. During the year ended June 30, 2025, there were no sales which fell under the agreement.

During the year ended June 30, 2021, the board entered into a third interlocal agreement with the county regarding the sale of office complex site only. The proceeds from the sale of the site will pay off the related note payable balance, with the remaining proceeds remitted 100% to the county.

The board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and others; and natural disasters. The board, through its primary government, Montgomery County, has elected to obtain various insurance policies to transfer risk to a commercial insurance company either directly or through the Tennessee County Services Association Pool. Insurance settlements have not been in excess of insurance coverage in any of the prior three fiscal years. The Board has obtained commercial insurance for employees' health, unemployment compensation, and worker's compensation through the EDC.

The board is party to various lawsuits whose ultimate outcomes are not determinable. The board's management believes that the outcome of those proceedings will not have a materially adverse effect on the accompanying financial statements.

***R. Subsequent Events***

In December 2025, the board approved the sale of 71.15 acres of land to a manufacturing company for approximately \$9,735,000. The sale is expected to be finalized in January 2026 or later. The land is included in Property Held for Sale or Lease on June 30, 2025. The land has a book value of approximately \$1,150,611, and the sale is expected to generate a gain of approximately \$8,584,389.

In January 2025, the board, as lessor, entered into a lease agreement with the EDC, as lessee, for office space on Franklin Street. The office space requires significant build-out before the building can be occupied. The lease will not commence until the building is occupied, which will be in December 2025. The lease term is 11 years once the lease commences, with options to extend for five-year increments, up to 25 years total. Rent will be \$7,955 per month.

## REQUIRED SUPPLEMENTARY INFORMATION SECTION

**MONTGOMERY COUNTY, TENNESSEE**  
**Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on**  
**Participation in the Public Employee Legacy Pension Plan of TCRS**  
 Primary Government  
**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Total Pension Liability</b>										
Service Cost	\$ 5,781,524	\$ 5,973,457	\$ 6,572,627	\$ 6,662,671	\$ 6,140,553	\$ 5,746,683	\$ 5,495,490	\$ 5,726,887	\$ 5,713,211	\$ 5,479,779
Interest	15,453,553	16,294,055	17,141,116	18,018,915	19,437,675	20,319,332	21,570,801	22,745,003	25,463,894	26,621,583
Differences Between Actual and Expected Experience	(2,606,966)	(3,509,703)	(451,308)	1,770,004	(2,568,834)	3,043,571	(1,424,493)	25,954,926	2,250,323	6,912,176
Changes of benefit terms	0	0	0	3,319,525	0	0	0	0	0	0
Changes of Assumptions	0	0	5,472,654	0	0	0	26,262,799	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(7,416,482)	(7,810,221)	(8,315,453)	(9,357,724)	(10,002,068)	(10,907,414)	(12,286,070)	(13,116,486)	(15,150,060)	(16,936,038)
Net Change in Total Pension Liability	\$ 11,211,629	\$ 10,947,588	\$ 20,419,636	\$ 20,413,391	\$ 13,007,326	\$ 18,202,172	\$ 39,618,527	\$ 41,310,330	\$ 18,277,368	\$ 22,077,500
Total Pension Liability, Beginning	203,974,096	215,185,725	226,133,313	246,552,949	266,966,340	279,973,666	298,175,838	337,794,365	379,104,695	397,382,063
Total Pension Liability, Ending (a)	\$ 215,185,725	\$ 226,133,313	\$ 246,552,949	\$ 266,966,340	\$ 279,973,666	\$ 298,175,838	\$ 337,794,365	\$ 379,104,695	\$ 397,382,063	\$ 419,459,563
<b>Plan Fiduciary Net Position</b>										
Contributions - Employer	\$ 9,884,158	\$ 10,115,859	\$ 10,597,843	\$ 9,565,557	\$ 8,912,033	\$ 9,471,003	\$ 8,921,469	\$ 9,579,952	\$ 8,705,245	\$ 8,550,757
Contributions - Employee	9,073	20,647	28,082	8,119	13,774	9,904	613	1,105	90,587	537
Net Investment Income	6,354,345	5,701,037	25,280,451	20,703,256	20,066,883	14,292,508	77,350,566	(14,290,550)	23,805,562	36,158,760
Benefit Payments, Including Refunds of Employee Contributions	(7,416,482)	(7,810,221)	(8,315,453)	(9,357,724)	(10,002,068)	(10,907,414)	(12,286,070)	(13,116,486)	(15,150,060)	(16,936,038)
Administrative Expense	(121,228)	(188,418)	(206,927)	(210,657)	(173,674)	(157,056)	(145,272)	(144,745)	(179,852)	(214,785)
Other Changes	9,750	0	8,318	0	0	0	(103,512)	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 8,719,616	\$ 7,838,904	\$ 27,392,314	\$ 20,708,551	\$ 18,816,948	\$ 12,708,945	\$ 73,737,794	\$ (17,970,724)	\$ 17,271,482	\$ 27,559,231
Plan Fiduciary Net Position, Beginning	205,465,659	214,185,275	222,024,179	249,416,493	270,125,044	288,941,992	301,650,937	375,388,731	357,418,007	374,689,489
Plan Fiduciary Net Position, Ending (b)	\$ 214,185,275	\$ 222,024,179	\$ 249,416,493	\$ 270,125,044	\$ 288,941,992	\$ 301,650,937	\$ 375,388,731	\$ 357,418,007	\$ 374,689,489	\$ 402,248,720
Net Pension Liability (Asset), Ending (a - b)	\$ 1,000,450	\$ 4,109,134	\$ (2,863,544)	\$ (3,158,704)	\$ (8,968,326)	\$ (3,475,099)	\$ (37,594,366)	\$ 21,686,688	\$ 22,692,574	\$ 17,210,843
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	99.54%	98.18%	101.16%	101.18%	103.20%	101.17%	111.13%	94.28%	94.29%	95.90%
Covered Payroll	\$ 71,520,680	\$ 73,260,275	\$ 76,319,231	\$ 73,124,240	\$ 67,920,243	\$ 66,377,258	\$ 62,838,229	\$ 68,301,334	\$ 61,889,563	\$ 60,669,849
Net Pension Liability (Asset) as a Percentage of Covered Payroll	1.40%	5.61%	(3.75)%	(4.32)%	(13.20)%	(5.24)%	(59.83)%	31.75%	36.67%	28.37%

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 system.

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

Primary Government

**For the Fiscal Year Ended June 30**

	2017	2018	2019	2020	2021	2022	2023	2024
<b>Total Pension Liability</b>								
Service Cost	\$ 0	\$ 153,138	\$ 652,395	\$ 1,158,092	\$ 1,746,847	\$ 2,403,357	\$ 3,455,091	\$ 4,432,651
Interest	0	15,644	91,799	213,359	384,659	583,236	954,071	1,349,316
Differences Between Actual and Expected Experience	0	391,040	452,945	473,392	142,912	1,616,543	673,676	1,731,928
Changes of Assumptions	0	0	0	0	527,761	0	0	0
Changes of Benefit Terms	63,548	0	0	0	0	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	0	(1,807)	(15,540)	(36,755)	(104,919)	(142,653)	(179,396)	(230,435)
Net Change in Total Pension Liability	\$ 63,548	\$ 558,015	\$ 1,181,599	\$ 1,808,088	\$ 2,697,260	\$ 4,460,483	\$ 4,903,442	\$ 7,283,460
Total Pension Liability, Beginning	0	63,548	621,563	1,803,162	3,611,250	6,308,510	10,768,993	15,672,435
Total Pension Liability, Ending (a)	\$ 63,548	\$ 621,563	\$ 1,803,162	\$ 3,611,250	\$ 6,308,510	\$ 10,768,993	\$ 15,672,435	\$ 22,955,895
<b>Plan Fiduciary Net Position</b>								
Contributions - Employer	\$ 31,282	\$ 329,323	\$ 238,121	\$ 553,527	\$ 669,617	\$ 971,305	\$ 1,594,600	\$ 2,290,974
Contributions - Employee	39,103	407,528	839,045	1,301,853	1,630,071	2,336,571	3,003,263	3,868,587
Net Investment Income	3,578	34,466	96,570	136,696	1,237,473	(328,336)	800,954	1,733,418
Benefit Payments, including refunds of employee contributions	0	(1,807)	(15,540)	(36,755)	(104,919)	(142,653)	(179,396)	(230,435)
Administrative Expense	(7,229)	(38,067)	(64,117)	(91,327)	(113,306)	(150,464)	(110,431)	(158,023)
Net Change in Plan Fiduciary Net Position	\$ 66,734	\$ 731,443	\$ 1,094,079	\$ 1,863,994	\$ 3,318,936	\$ 2,686,423	\$ 5,108,990	\$ 7,504,521
Plan Fiduciary Net Position, Beginning	0	66,734	798,177	1,892,256	3,756,250	7,075,186	9,761,609	14,870,599
Plan Fiduciary Net Position, Ending (b)	\$ 66,734	\$ 798,177	\$ 1,892,256	\$ 3,756,250	\$ 7,075,186	\$ 9,761,609	\$ 14,870,599	\$ 22,375,120
Net Pension Liability (Asset), Ending (a - b)	\$ (3,186)	\$ (176,614)	\$ (89,094)	\$ (145,000)	\$ (766,676)	\$ 1,007,384	\$ 801,836	\$ 580,775
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	105.01%	128.41%	104.94%	104.02%	112.15%	90.65%	94.88%	97.47%
Covered Payroll	\$ 782,476	\$ 8,143,631	\$ 16,850,361	\$ 26,029,900	\$ 33,058,148	\$ 47,214,994	\$ 59,100,106	\$ 77,546,541
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(0.41)%	(2.17)%	(0.53)%	(0.56)%	(2.32)%	2.13%	1.36%	0.75%

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

Note 2: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government and non-certified employees of the discretely presented school system.

**MONTGOMERY COUNTY, TENNESSEE**  
**Schedule of Contributions Based on Participation in the Public**  
**Employee Legacy Pension Plan of TCRS**  
 Primary Government  
**For the Fiscal Year Ended June 30**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Actuarially Determined Contribution	\$ 10,115,859	\$ 10,597,843	\$ 9,565,557	\$ 8,912,033	\$ 9,471,003	\$ 8,921,469	\$ 9,579,952	\$ 8,705,245	\$ 8,550,757	\$ 8,717,275
Less: Contributions in Relation to the Actuarially Determined Contribution	(10,115,859)	(10,597,843)	(9,565,557)	(8,912,033)	(9,471,003)	(8,921,469)	(9,579,952)	(8,705,245)	(8,550,757)	(8,717,275)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 73,260,275	\$ 76,319,231	\$ 73,124,240	\$ 67,920,243	\$ 66,377,258	\$ 62,838,229	\$ 68,301,334	\$ 61,889,563	\$ 60,669,849	\$ 61,644,067
Contributions as a Percentage of Covered Payroll	13.81%	13.89%	13.08%	13.12%	14.27%	14.20%	14.03%	14.07%	14.09%	14.14%

Note 1: 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, and POST-certified employees hired prior to January 1, 2017.

Note 2: In the audit reports prior to fiscal year 2019, information related to POST-certified employees was presented in a separate statement. As these employees are included in the same actuarial report as all other primary government employees and non-certified employees of the discretely-presented school system hired prior to January 1, 2017, they are presented together beginning in fiscal year 2019.

**MONTGOMERY COUNTY, TENNESSEE**  
**Schedule of Contributions Based on Participation in the Public**  
**Employee Retirement Plan of TCRS**  
 Primary Government  
**For the Fiscal Year Ended June 30**

	2017	2018	2019	2020	2021	2022	2023	2024	2025
Actuarially Determined Contribution	\$ 31,282	\$ 329,323	\$ 238,121	\$ 553,527	\$ 669,617	\$ 971,305	\$ 1,594,600	\$ 2,290,974	\$ 3,339,899
Less: Contributions in Relation to the Actuarially Determined Contribution	(31,282)	(329,323)	(238,121)	(553,527)	(669,617)	(971,305)	(1,594,600)	(2,290,974)	(3,339,899)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 782,476	\$ 8,143,631	\$ 16,850,361	\$ 26,029,900	\$ 33,058,148	\$ 47,214,994	\$ 59,100,106	\$ 77,546,541	\$ 113,735,944
Contributions as a Percentage of Covered Payroll	4.00%	4.04%	1.41%	2.13%	2.03%	2.06%	2.70%	2.95%	2.94%

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

Note 2: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government, non-certified employees of the discretely presented school system, and POST-certified employees hired subsequent to December 31, 2016.

Note 3: In the audit reports prior to fiscal year 2019, information related to POST-certified employees was presented in a separate statement. As these employees are included in the same actuarial report as all other primary government employees and non-certified employees of the discretely-presented school system hired subsequent to December 31, 2016, they are presented together beginning in fiscal year 2019.

Note 4: Beginning in FY 2019, Montgomery County 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 - 1.41%, SRT - 2.59%
- 2020: Pension - 2.13%, SRT - 1.87%
- 2021: Pension - 2.03%, SRT - 1.97%
- 2022: Pension - 2.06%, SRT - 1.94%
- 2023: Pension - 3.33%, SRT - 0.67%
- 2024: Pension - 3.72%, SRT - 0.28%
- 2025: Pension - 2.81%, SRT - 1.19%

**MONTGOMERY COUNTY, TENNESSEE**  
**Schedule of Contributions Based on Participation in the Teacher**  
**Retirement Plan of TCRS**  
 Discretely Presented Clarksville-Montgomery County School System  
**For the Fiscal Year Ended June 30**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 732,918	\$ 1,081,379	\$ 1,527,293	\$ 938,341	\$ 1,158,864	\$ 1,277,763	\$ 1,406,457	\$ 2,414,039	\$ 3,016,912	\$ 3,384,987
Less: Contributions in Relation to the Contractually Required Contribution	(732,918)	(1,081,379)	(1,527,293)	(938,341)	(1,158,864)	(1,277,763)	(1,406,457)	(2,414,039)	(3,016,912)	(3,384,987)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 18,323,029	\$ 28,106,731	\$ 38,185,241	\$ 48,368,078	\$ 57,053,506	\$ 63,327,327	\$ 69,971,841	\$ 84,114,885	\$ 102,200,457	\$ 112,832,900
Contributions as a Percentage of Covered Payroll	4.00%	3.85%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%	3.00%

Note: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually required contribution into the Pension Stabilization Reserve Trust (SRT).

- 2019: Pension - 1.94%, SRT - 2.02%
- 2020: Pension - 2.03%, SRT - 1.97%
- 2021: Pension - 2.02%, SRT - 1.98%
- 2022: Pension - 2.01%, SRT - 1.99%
- 2023: Pension - 2.87%, SRT - 1.13%
- 2024: Pension - 2.95%, SRT - 1.05%
- 2025: Pension - 3.00%, SRT - 1.00%

**MONTGOMERY COUNTY, TENNESSEE**  
**Schedule of Contributions Based on Participation in the Teacher**  
**Legacy Pension Plan of TCRS**  
 Discretely Presented Clarksville-Montgomery County School System  
**For the Fiscal Year Ended June 30**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 9,702,087	\$ 9,525,105	\$ 9,491,839	\$ 10,665,018	\$ 10,632,431	\$ 10,093,278	\$ 9,891,791	\$ 8,381,105	\$ 6,736,285	\$ 6,305,821
Less: Contributions in Relation to the Contractually Required Contribution	(9,702,087)	(9,525,105)	(9,491,839)	(10,665,018)	(10,632,431)	(10,093,278)	(9,891,791)	(8,381,105)	(6,736,285)	(6,305,821)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 107,324,025	\$ 105,366,326	\$ 104,535,539	\$ 101,942,706	\$ 100,010,084	\$ 98,209,660	\$ 96,037,827	\$ 96,412,703	\$ 98,917,639	\$ 99,148,129
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.08%	10.46%	10.63%	10.28%	10.30%	8.69%	6.81%	6.36%

**MONTGOMERY COUNTY, TENNESSEE****Schedule of Proportionate Share of the Net Pension Liability (Asset)  
in the Teacher Retirement Plan of TCRS**

Discretely Presented Clarksville-Montgomery County School System

**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School System's Proportion of the Net Pension Liability (Asset)	3.826940%	4.164263%	4.118983%	4.369288%	4.570773%	4.523807%	4.382944%	4.097496%	4.228807%	4.353412%
School System's Proportionate Share of the Net Pension Liability (Asset)	\$ (153,956)	\$ (433,513)	\$ (1,086,727)	\$ (1,981,594)	\$ (2,580,139)	\$ (2,572,425)	\$ (4,747,657)	\$ (1,241,234)	\$ (1,793,157)	\$ (3,102,273)
Covered Payroll	\$ 7,951,405	\$ 18,323,029	\$ 28,106,731	\$ 38,185,241	\$ 48,368,078	\$ 57,053,506	\$ 63,327,327	\$ 69,971,841	\$ 84,114,885	\$ 102,200,457
School System's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(3.87)%	(5.19)%	(5.33)%	(4.51)%	(7.50)%	(1.77)%	(2.13)%	(3.04)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%	106.49%

**MONTGOMERY COUNTY, TENNESSEE****Schedule of Proportionate Share of the Net Pension Liability (Asset)****in the Teacher Legacy Pension Plan of TCRS**

Discretely Presented Clarksville-Montgomery County School System

**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School System's Proportion of the Net Pension Liability (Asset)	3.055886%	2.973129%	2.980699%	2.985305%	3.040729%	3.005262%	2.994336%	2.918220%	2.972080%	3.001094%
School System's Proportionate Share of the Net Pension Liability (Asset)	\$ 1,251,796	\$ 18,580,408	\$ (975,235)	\$ (10,505,037)	\$ (31,264,172)	\$ (22,917,336)	\$ (129,152,928)	\$ (35,789,205)	\$ (35,040,047)	\$ (51,704,697)
Covered Payroll	\$ 114,397,283	\$ 107,324,028	\$ 105,366,326	\$ 104,535,539	\$ 101,942,706	\$ 100,010,084	\$ 98,209,660	\$ 96,037,827	\$ 96,412,703	\$ 98,917,639
School System's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	1.094253%	17.31%	(0.93)%	(10.05)%	(30.67)%	(22.92)%	(131.51)%	(37.27)%	(36.34)%	(52.27)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%	104.11%	105.76%

**MONTGOMERY COUNTY, TENNESSEE**  
**Schedule of Changes in the Total OPEB Liability and Related Ratios - Self-Insured Plan**  
 Primary Government  
**For the Fiscal Year Ended June 30**

	2018	2019	2020	2021	2022	2023	2024	2025
<b>Total OPEB Liability</b>								
Service Cost	\$ 1,286,715	\$ 1,351,051	\$ 1,970,958	\$ 2,049,796	\$ 2,104,321	\$ 1,251,186	\$ 1,302,360	\$ 1,501,491
Interest	559,527	603,021	586,362	717,966	770,067	813,866	863,906	876,944
Differences Between Actual and Expected Experience	0	0	3,186,166	0	(6,445,970)	0	(2,236,761)	0
Changes in Assumptions	0	0	(78,223)	0	(3,710,828)	0	534,262	0
Benefit Payments /Refunds	(429,563)	(451,041)	(765,911)	(796,547)	(863,608)	(915,424)	(892,772)	(955,266)
Net Change in Total OPEB Liability	\$ 1,416,679	\$ 1,503,031	\$ 4,899,352	\$ 1,971,215	\$ (8,146,018)	\$ 1,149,628	\$ (429,005)	\$ 1,423,169
Total OPEB Liability, Beginning	17,918,909	19,335,588	20,838,619	25,737,971	27,709,186	19,563,168	20,712,796	20,283,791
Total OPEB Liability, Ending	\$ 19,335,588	\$ 20,838,619	\$ 25,737,971	\$ 27,709,186	\$ 19,563,168	\$ 20,712,796	\$ 20,283,791	\$ 21,706,960
Proportionate Share of Total OPEB Liability:								
Primary Government	\$ 15,197,250	\$ 16,573,278	\$ 21,607,460	\$ 23,359,374	\$ 16,726,824	\$ 17,745,848	\$ 17,411,602	\$ 18,658,898
Bi-County Solid Waste Management System	1,780,314	1,925,560	2,404,252	2,527,548	1,637,396	1,750,403	1,572,557	1,677,246
Clarksville-Montgomery County Public Library	522,890	540,908	490,379	519,391	320,306	352,228	446,971	494,788
Clarksville-Montgomery County Regional Planning Commission	559,158	542,621	514,217	509,496	289,947	290,522	259,862	241,108
Emergency Communications District of Montgomery County	1,275,976	1,256,252	721,663	793,377	588,695	573,795	592,799	634,920
Covered Employee Payroll:								
Primary Government	\$ 28,888,228	\$ 29,754,875	\$ 44,657,533	\$ 45,997,259	\$ 46,129,764	\$ 47,513,657	\$ 60,509,994	\$ 62,405,151
Bi-County Solid Waste Management System	3,016,398	3,106,890	3,440,521	3,543,737	3,153,374	3,247,975	5,462,463	5,611,817
Clarksville-Montgomery County Public Library	941,518	969,764	1,364,406	1,405,338	902,786	929,870	1,550,635	1,655,232
Clarksville-Montgomery County Regional Planning Commission	678,693	699,054	795,783	819,656	855,935	881,613	902,187	805,837
Emergency Communications District of Montgomery County	1,252,118	1,289,681	1,536,816	1,582,921	1,230,695	1,267,616	2,058,115	2,119,859
Net OPEB Liability as a Percentage of Covered Employee Payroll:								
Primary Government	52.61%	55.70%	48.38%	50.78%	36.26%	37.35%	28.77%	29.90%
Bi-County Solid Waste Management System	59.02%	61.98%	69.88%	71.32%	51.93%	53.89%	28.79%	29.89%
Clarksville-Montgomery County Public Library	55.54%	55.78%	35.94%	36.96%	35.48%	37.88%	28.83%	29.89%
Clarksville-Montgomery County Regional Planning Commission	82.39%	77.62%	64.62%	62.16%	33.87%	32.95%	28.80%	29.92%
Emergency Communications District of Montgomery County	101.91%	97.41%	46.96%	50.12%	47.83%	45.27%	28.80%	29.95%

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:

2018	2.98%
2019	2.98%
2020	2.66%
2021	2.66%
2022	4.09%
2023	4.09%
2024	4.21%
2025	4.21%

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

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Changes in the Total OPEB Liability and Related Ratios - Self-Insured Plan**

Discretely Presented Clarksville-Montgomery County School System

**For the Fiscal Year Ended June 30**

	2018	2019	2020	2021	2022	2023	2024	2025
<b>Total OPEB Liability</b>								
Service Cost	\$ 2,676,305	\$ 3,058,024	\$ 3,210,925	\$ 3,300,510	\$ 4,180,651	\$ 4,271,789	\$ 3,007,671	\$ 3,131,888
Interest	771,287	724,328	968,954	1,025,624	953,201	1,019,872	1,436,685	1,513,915
Differences Between Actual and Expected Experience	(100,334)	7,906,233	0	3,142,792	0	(8,771,350)	0	4,575,049
Changes in Assumptions	0	(817,915)	0	993,202	0	(4,950,652)	0	(199,270)
Benefit Payments /Refunds	(1,464,856)	(2,098,230)	(2,255,597)	(2,238,292)	(2,378,185)	(2,166,678)	(2,302,095)	(2,698,586)
Net Change in Total OPEB Liability	\$ 1,882,402	\$ 8,772,440	\$ 1,924,282	\$ 6,223,836	\$ 2,755,667	\$ (10,597,019)	\$ 2,142,261	\$ 6,322,996
Total OPEB Liability, Beginning	23,119,369	25,001,771	33,774,211	35,698,493	41,922,329	44,677,996	34,080,977	36,223,238
Total OPEB Liability, Ending	\$ 25,001,771	\$ 33,774,211	\$ 35,698,493	\$ 41,922,329	\$ 44,677,996	\$ 34,080,977	\$ 36,223,238	\$ 42,546,234
Covered Employee Payroll	\$ 158,826,770	\$ 135,946,083	\$ 140,024,465	\$ 147,659,989	\$ 152,089,789	\$ 165,386,651	\$ 170,348,251	\$ 208,278,652
Net OPEB Liability as a Percentage of Covered Employee Payroll	15.70%	24.80%	25.50%	28.40%	29.40%	20.60%	21.30%	20.40%

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:

2018	3.17%
2019	2.79%
2020	2.79%
2021	2.18%
2022	2.18%
2023	4.13%
2024	4.13%
2025	4.81%

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

**MONTGOMERY COUNTY, TENNESSEE**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**For the Year Ended June 30, 2025**

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM**

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

Methods and assumptions used to determine contribution rates:

**Public Employee Retirement Plan and Public Employee Legacy Pension Plan:**

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

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

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

# NONMAJOR GOVERNMENTAL FUNDS

## SPECIAL REVENUE FUNDS

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

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

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

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

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

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works	
<b>ASSETS</b>				
Cash	\$ 0	\$ 28,600	\$ 50	\$ 28,650
Equity in Pooled Cash and Investments	71,353	0	6,917,970	6,989,323
Accounts Receivable	237	398,000	47,474	445,711
Due from Other Governments	0	0	2,666,039	2,666,039
Property Taxes Receivable	0	0	13,158,586	13,158,586
Allowance for Uncollectible Property Taxes	0	0	(410,800)	(410,800)
Total Assets	<u>\$ 71,590</u>	<u>\$ 426,600</u>	<u>\$ 22,379,319</u>	<u>\$ 22,877,509</u>
<b>LIABILITIES</b>				
Accounts Payable	\$ 278	\$ 0	\$ 490,338	\$ 490,616
Payroll Deductions Payable	0	0	32,501	32,501
Due to Litigants, Heirs, and Others	0	426,600	0	426,600
Other Current Liabilities	14,010	0	0	14,010
Current Liabilities Payable From Restricted Assets	0	0	153,280	153,280
Total Liabilities	<u>\$ 14,288</u>	<u>\$ 426,600</u>	<u>\$ 676,119</u>	<u>\$ 1,117,007</u>

(Continued)

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

	<b>Special Revenue Funds</b>			Total Nonmajor Governmental Funds
	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works	
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 12,556,202	\$ 12,556,202
Deferred Delinquent Property Taxes	0	0	175,396	175,396
Other Deferred/Unavailable Revenue	0	0	858,589	858,589
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,590,187</u>	<u>\$ 13,590,187</u>
<b>FUND BALANCES</b>				
Restricted:				
Restricted for Public Safety	\$ 57,302	\$ 0	\$ 0	\$ 57,302
Restricted for Highways/Public Works	0	0	8,113,013	8,113,013
Total Fund Balances	<u>\$ 57,302</u>	<u>\$ 0</u>	<u>\$ 8,113,013</u>	<u>\$ 8,170,315</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 71,590</u>	<u>\$ 426,600</u>	<u>\$ 22,379,319</u>	<u>\$ 22,877,509</u>

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

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works	
<b>Revenues</b>				
Local Taxes	\$ 0	\$ 0	\$ 14,298,679	\$ 14,298,679
Fines, Forfeitures, and Penalties	14,070	0	0	14,070
Charges for Current Services	0	68,514	0	68,514
Other Local Revenues	0	0	145,891	145,891
State of Tennessee	0	0	7,750,251	7,750,251
Other Governments and Citizens Groups	0	0	46,974	46,974
Total Revenues	<u>\$ 14,070</u>	<u>\$ 68,514</u>	<u>\$ 22,241,795</u>	<u>\$ 22,324,379</u>
<b>Expenditures</b>				
Current:				
Administration of Justice	\$ 0	\$ 68,514	\$ 0	\$ 68,514
Public Safety	23,677	0	0	23,677
Highways	0	0	22,362,949	22,362,949
Total Expenditures	<u>\$ 23,677</u>	<u>\$ 68,514</u>	<u>\$ 22,362,949</u>	<u>\$ 22,455,140</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (9,607)</u>	<u>\$ 0</u>	<u>\$ (121,154)</u>	<u>\$ (130,761)</u>
<b>Other Financing Sources (Uses)</b>				
Insurance Recovery	\$ 0	\$ 0	\$ 4,627	\$ 4,627
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,627</u>	<u>\$ 4,627</u>
Net Change in Fund Balances	\$ (9,607)	\$ 0	\$ (116,527)	\$ (126,134)
Fund Balance, July 1, 2024	66,909	0	8,229,540	8,296,449
Fund Balance, June 30, 2025	<u>\$ 57,302</u>	<u>\$ 0</u>	<u>\$ 8,113,013</u>	<u>\$ 8,170,315</u>

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Revenues</b>						
Fines, Forfeitures, and Penalties	\$ 14,070	\$ 0	\$ 14,070	\$ 10,000	\$ 13,087	\$ 983
Total Revenues	\$ 14,070	\$ 0	\$ 14,070	\$ 10,000	\$ 13,087	\$ 983
<b>Expenditures</b>						
Public Safety						
Sheriff's Department	\$ 23,677	\$ 8,874	\$ 32,551	\$ 46,350	\$ 46,281	\$ 13,730
Total Expenditures	\$ 23,677	\$ 8,874	\$ 32,551	\$ 46,350	\$ 46,281	\$ 13,730
Excess (Deficiency) of Revenues Over Expenditures	\$ (9,607)	\$ (8,874)	\$ (18,481)	\$ (36,350)	\$ (33,194)	\$ 14,713
Net Change in Fund Balance	\$ (9,607)	\$ (8,874)	\$ (18,481)	\$ (36,350)	\$ (33,194)	\$ 14,713
Fund Balance, July 1, 2024	66,909	0	66,909	57,408	66,909	0
Fund Balance, June 30, 2025	\$ 57,302	\$ (8,874)	\$ 48,428	\$ 21,058	\$ 33,715	\$ 14,713

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 14,298,679	\$ 0	\$ 0	\$ 14,298,679	\$ 14,061,908	\$ 14,061,908	\$ 236,771
Other Local Revenues	145,891	0	0	145,891	20,000	20,000	125,891
State of Tennessee	7,750,251	0	0	7,750,251	8,726,345	10,226,345	(2,476,094)
Other Governments and Citizens Groups	46,974	0	0	46,974	0	0	46,974
<b>Total Revenues</b>	<b>\$ 22,241,795</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 22,241,795</b>	<b>\$ 22,808,253</b>	<b>\$ 24,308,253</b>	<b>\$ (2,066,458)</b>
<b>Expenditures</b>							
Highways							
Administration	\$ 928,761	\$ (8,063)	\$ 17,116	\$ 937,814	\$ 979,196	\$ 987,259	\$ 49,445
Highway and Bridge Maintenance	8,952,912	(583,374)	1,271,214	9,640,752	10,573,761	11,326,710	1,685,958
Operation and Maintenance of Equipment	1,630,390	(20,694)	37,811	1,647,507	1,797,100	1,817,794	170,287
Traffic Control	930,024	(20,240)	12,843	922,627	1,064,855	1,085,095	162,468
Other Charges	638,512	(1,585)	1,705	638,632	632,921	767,177	128,545
Employee Benefits	63,001	0	0	63,001	71,000	71,000	7,999
Capital Outlay	9,219,349	(987,977)	2,046,357	10,277,729	9,289,000	12,226,974	1,949,245
<b>Total Expenditures</b>	<b>\$ 22,362,949</b>	<b>\$ (1,621,933)</b>	<b>\$ 3,387,046</b>	<b>\$ 24,128,062</b>	<b>\$ 24,407,833</b>	<b>\$ 28,282,009</b>	<b>\$ 4,153,947</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ (121,154)	\$ 1,621,933	\$ (3,387,046)	\$ (1,886,267)	\$ (1,599,580)	\$ (3,973,756)	\$ 2,087,489
<b>Other Financing Sources (Uses)</b>							
Insurance Recovery	\$ 4,627	\$ 0	\$ 0	\$ 4,627	\$ 3,000	\$ 3,000	\$ 1,627
Transfers Out	0	0	0	0	(132,671)	0	0
<b>Total Other Financing Sources</b>	<b>\$ 4,627</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 4,627</b>	<b>\$ (129,671)</b>	<b>\$ 3,000</b>	<b>\$ 1,627</b>
Net Change in Fund Balance	\$ (116,527)	\$ 1,621,933	\$ (3,387,046)	\$ (1,881,640)	\$ (1,729,251)	\$ (3,970,756)	\$ 2,089,116
Fund Balance, July 1, 2024	8,229,540	(1,621,933)	0	6,607,607	6,255,726	8,229,540	(1,621,933)
<b>Fund Balance, June 30, 2025</b>	<b>\$ 8,113,013</b>	<b>\$ 0</b>	<b>\$ (3,387,046)</b>	<b>\$ 4,725,967</b>	<b>\$ 4,526,475</b>	<b>\$ 4,258,784</b>	<b>\$ 467,183</b>

## MAJOR GOVERNMENTAL FUNDS

### GENERAL DEBT SERVICE FUND

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

### GENERAL CAPITAL PROJECTS FUND

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*The General Capital Projects Fund is 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.*

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 46,251,330	\$ 47,030,615	\$ 47,030,615	\$ (779,285)
Other Local Revenues	10,855,592	10,000,000	10,000,000	855,592
Other Governments and Citizens Groups	1,215,600	0	1,160,000	55,600
Total Revenues	<u>\$ 58,322,522</u>	<u>\$ 57,030,615</u>	<u>\$ 58,190,615</u>	<u>\$ 131,907</u>
<b>Expenditures</b>				
Principal on Debt				
General Government	\$ 13,351,700	\$ 13,351,700	\$ 13,351,700	\$ 0
Education	22,698,653	21,641,269	22,698,653	0
Interest on Debt				
General Government	10,165,356	10,165,355	10,165,356	0
Education	10,485,357	10,382,742	10,485,358	1
Other Debt Service				
General Government	384,807	453,500	453,499	68,692
Education	490,782	678,000	678,000	187,218
Total Expenditures	<u>\$ 57,576,655</u>	<u>\$ 56,672,566</u>	<u>\$ 57,832,566</u>	<u>\$ 255,911</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 745,867</u>	<u>\$ 358,049</u>	<u>\$ 358,049</u>	<u>\$ 387,818</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	\$ 6,721,226	\$ 5,472,911	\$ 6,472,911	\$ 248,315
Total Other Financing Sources	<u>\$ 6,721,226</u>	<u>\$ 5,472,911</u>	<u>\$ 6,472,911</u>	<u>\$ 248,315</u>
Net Change in Fund Balance	\$ 7,467,093	\$ 5,830,960	\$ 6,830,960	\$ 636,133
Fund Balance, July 1, 2024	<u>32,529,742</u>	<u>31,562,924</u>	<u>32,529,742</u>	<u>0</u>
Fund Balance, June 30, 2025	<u><u>\$ 39,996,835</u></u>	<u><u>\$ 37,393,884</u></u>	<u><u>\$ 39,360,702</u></u>	<u><u>\$ 636,133</u></u>

**MONTGOMERY COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual (Budgetary Basis) and Budget**  
 General Capital Projects Fund  
**For the Year Ended June 30, 2025**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 22,314,166	\$ 0	\$ 0	\$ 22,314,166	\$ 21,932,000	\$ 21,932,000	\$ 382,166
Other Local Revenues	72,798	0	0	72,798	600,000	600,000	(527,202)
State of Tennessee	1,908,320	0	0	1,908,320	0	2,000,000	(91,680)
Federal Government	1,283,141	0	0	1,283,141	0	4,252,053	(2,968,912)
Other Governments and Citizens Groups	282,545	0	0	282,545	0	632,545	(350,000)
<b>Total Revenues</b>	<b>\$ 25,860,970</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 25,860,970</b>	<b>\$ 22,532,000</b>	<b>\$ 29,416,598</b>	<b>\$ (3,555,628)</b>
<b>Expenditures</b>							
Capital Projects							
General Administration Projects	\$ 30,813,607	\$ (12,107,284)	\$ 6,063,554	\$ 24,769,877	\$ 13,750,000	\$ 45,550,150	\$ 20,780,273
Public Safety Projects	8,609,904	(3,866,379)	2,691,426	7,434,951	6,997,896	13,439,028	6,004,077
Public Health and Welfare Projects	13,812,691	(14,244,972)	1,950,108	1,517,827	587,500	16,098,933	14,581,106
Social, Cultural, and Recreation Projects	9,167,357	(7,559,658)	3,342,582	4,950,281	3,590,000	14,006,682	9,056,401
Other General Government Projects	22,755	0	0	22,755	52,000	128,100	105,345
Highway and Street Capital Projects	15,332,925	(15,204,677)	7,517,841	7,646,089	6,441,500	46,203,474	38,557,385
Education Capital Projects	16,362,940	0	0	16,362,940	9,200,000	76,246,050	59,883,110
<b>Total Expenditures</b>	<b>\$ 94,122,179</b>	<b>\$ (52,982,970)</b>	<b>\$ 21,565,511</b>	<b>\$ 62,704,720</b>	<b>\$ 40,618,896</b>	<b>\$ 211,672,417</b>	<b>\$ 148,967,697</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ (68,261,209)	\$ 52,982,970	\$ (21,565,511)	\$ (36,843,750)	\$ (18,086,896)	\$ (182,255,819)	\$ 145,412,069
<b>Other Financing Sources (Uses)</b>							
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 23,000,000	\$ 63,000,000	\$ (63,000,000)
Insurance Recovery	250,000	0	0	250,000	0	0	250,000
Transfers Out	(5,471,911)	0	0	(5,471,911)	0	(5,471,911)	0
<b>Total Other Financing Sources</b>	<b>\$ (5,221,911)</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ (5,221,911)</b>	<b>\$ 23,000,000</b>	<b>\$ 57,528,089</b>	<b>\$ (62,750,000)</b>
Net Change in Fund Balance	\$ (73,483,120)	\$ 52,982,970	\$ (21,565,511)	\$ (42,065,661)	\$ 4,913,104	\$ (124,727,730)	\$ 82,662,069
Fund Balance, July 1, 2024	142,128,101	(52,982,970)	0	89,145,131	23,067,293	142,128,101	(52,982,970)
Fund Balance, June 30, 2025	\$ 68,644,981	\$ 0	\$ (21,565,511)	\$ 47,079,470	\$ 27,980,397	\$ 17,400,371	\$ 29,679,099

## PROPRIETARY FUNDS

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*Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the county, or to other governments, on a cost-reimbursement basis.*

**Self-Insurance Fund** – The Self-Insurance Fund is used to account for transactions of the county’s self-insured group medical plan.

**Workers’ Compensation Fund** – The Workers’ Compensation Fund is used to account for the county’s self-insured workers’ compensation and on-the-job injury programs.

**Unemployment Compensation Fund** – The Unemployment Compensation Fund is used to account for transactions of the county’s self-insured unemployment compensation plan.

**MONTGOMERY COUNTY, TENNESSEE**  
**Combining Statement of Net Position - Proprietary Funds**  
**June 30, 2025**

	<b>Internal Service Funds</b>			Total
	Self- Insurance	Workers' Compensation	Unemployment Compensation	
<b>ASSETS</b>				
Current Assets:				
Cash	\$ 0	\$ 50,000	\$ 0	\$ 50,000
Equity in Pooled Cash and Investments	26,298,185	1,289,996	40,914	27,629,095
Accounts Receivable	2,475,640	0	7,001	2,482,641
Prepaid Items	571,710	0	0	571,710
Total Current Assets	<u>\$ 29,345,535</u>	<u>\$ 1,339,996</u>	<u>\$ 47,915</u>	<u>\$ 30,733,446</u>
Noncurrent Assets:				
Capital Assets:				
Buildings and Improvements	\$ 24,803	\$ 0	\$ 0	\$ 24,803
Accumulated Depreciation - Buildings and Improvements	(18,444)	0	0	(18,444)
Total Noncurrent Assets	<u>\$ 6,359</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,359</u>
Total Assets	<u>\$ 29,351,894</u>	<u>\$ 1,339,996</u>	<u>\$ 47,915</u>	<u>\$ 30,739,805</u>
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts Payable	\$ 1,601,228	\$ 22,179	\$ 10,069	\$ 1,633,476
Payroll Deductions Payable	0	3,594	0	3,594
Claims and Judgments Payable	3,422,043	86,450	0	3,508,493
Total Current Liabilities	<u>\$ 5,023,271</u>	<u>\$ 112,223</u>	<u>\$ 10,069</u>	<u>\$ 5,145,563</u>
Noncurrent Liabilities:				
Claims and Judgments Payable	\$ 3,422,043	\$ 86,450	\$ 0	\$ 3,508,493
Total Noncurrent Liabilities	<u>\$ 3,422,043</u>	<u>\$ 86,450</u>	<u>\$ 0</u>	<u>\$ 3,508,493</u>
Total Liabilities	<u>\$ 8,445,314</u>	<u>\$ 198,673</u>	<u>\$ 10,069</u>	<u>\$ 8,654,056</u>
<b>NET POSITION</b>				
Unrestricted	<u>\$ 20,906,580</u>	<u>\$ 1,141,323</u>	<u>\$ 37,846</u>	<u>\$ 22,085,749</u>
Total Net Position	<u>\$ 20,906,580</u>	<u>\$ 1,141,323</u>	<u>\$ 37,846</u>	<u>\$ 22,085,749</u>

**MONTGOMERY COUNTY, TENNESSEE**  
**Combining Statement of Revenues, Expenses, and Changes**  
**in Net Position - Proprietary Funds**  
**For the Year Ended June 30, 2025**

	<b>Internal Service Funds</b>			Total
	Self- Insurance	Workers' Compensation	Unemployment Compensation	
<b>Operating Revenues</b>				
Charges for Current Services	\$ 79,015,361	\$ 787,111	\$ 71,134	\$ 79,873,606
Total Operating Revenues	<u>\$ 79,015,361</u>	<u>\$ 787,111</u>	<u>\$ 71,134</u>	<u>\$ 79,873,606</u>
<b>Operating Expenses</b>				
Personnel Office	\$ 0	\$ 0	\$ 334	\$ 334
Register of Deeds	0	0	1,007	1,007
Risk Management	0	1,121,721	0	1,121,721
Data Processing	0	0	575	575
County Clerk	0	0	1,300	1,300
Circuit Court	0	0	3,900	3,900
Probation Services	0	0	3,900	3,900
Jail	0	0	1,535	1,535
Rabies and Animal Control	0	0	650	650
Ambulance/Emergency Medical Services	0	0	3,772	3,772
Other Local Health Services	0	0	1,979	1,979
Landfill Operation and Maintenance	0	0	3,257	3,257
Parks and Fair Boards	0	0	6,825	6,825
Depreciation	991	0	0	991
Other Charges	3,514,160	0	0	3,514,160
Employee Benefits	91,073,007	0	6,116	91,079,123
Highway and Bridge Maintenance	0	0	144	144
Instruction	0	0	35,841	35,841
Total Operating Expenses	<u>\$ 94,588,158</u>	<u>\$ 1,121,721</u>	<u>\$ 71,135</u>	<u>\$ 95,781,014</u>
Operating Income (Loss)	<u>\$ (15,572,797)</u>	<u>\$ (334,610)</u>	<u>\$ (1)</u>	<u>\$ (15,907,408)</u>
<b>Nonoperating Revenues (Expenses)</b>				
Investment Income	\$ 1,830,783	\$ 0	\$ 0	\$ 1,830,783
Insurance Recovery	11,377,071	0	0	11,377,071
Contributions and Gifts	60	0	0	60
Total Nonoperating Revenues (Expenses)	<u>\$ 13,207,914</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,207,914</u>
Changes in Net Position	\$ (2,364,883)	\$ (334,610)	\$ (1)	\$ (2,699,494)
Net Position, July 1, 2024	<u>23,271,463</u>	<u>1,475,933</u>	<u>37,847</u>	<u>24,785,243</u>
Net Position, June 30, 2025	<u>\$ 20,906,580</u>	<u>\$ 1,141,323</u>	<u>\$ 37,846</u>	<u>\$ 22,085,749</u>

**MONTGOMERY COUNTY, TENNESSEE**  
**Combining Statement of Cash Flows - Proprietary Funds**  
**For the Year Ended June 30, 2025**

	<b>Internal Service Funds</b>			Total
	Self- Insurance	Workers' Compensation	Unemployment Compensation	
<b>Cash Flows from Operating Activities</b>				
Receipts from Interfund Services Provided	\$ 75,992,921	\$ 787,111	\$ 74,903	\$ 76,854,935
Other Self-Insured Claims	(94,280,152)	(1,119,023)	(71,836)	(95,471,011)
Other Receipts (Payments)	11,377,131	0	0	11,377,131
Net Cash Provided By (Used In) Operating Activities	<u>\$ (6,910,100)</u>	<u>\$ (331,912)</u>	<u>\$ 3,067</u>	<u>\$ (7,238,945)</u>
<b>Cash Flows from Investing Activities</b>				
Investment Income	\$ 1,830,783	\$ 0	\$ 0	\$ 1,830,783
Net Cash Provided By (Used In) Investing Activities	<u>\$ 1,830,783</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,830,783</u>
Net Increase (Decrease) in Cash	\$ (5,079,317)	\$ (331,912)	\$ 3,067	\$ (5,408,162)
Cash, July 1, 2024	31,377,502	1,671,908	37,847	33,087,257
Cash, June 30, 2025	<u>\$ 26,298,185</u>	<u>\$ 1,339,996</u>	<u>\$ 40,914</u>	<u>\$ 27,679,095</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities</b>				
Operating Income (Loss)	\$ (15,572,797)	\$ (334,610)	\$ (1)	\$ (15,907,408)
Insurance Recovery	11,377,071	0	0	11,377,071
Contributions and Gifts	60	0	0	60
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:				
Depreciation Expense	991	0	0	991
(Increase) Decrease in Accounts Receivable	(2,450,730)	0	3,769	(2,446,961)
(Increase) Decrease in Prepaid Items	(571,710)	0	0	(571,710)
Increase (Decrease) in Accounts Payable	(381,339)	9,609	(701)	(372,431)
Increase (Decrease) in Payroll Deductions Payable	0	1,589	0	1,589
Increase (Decrease) in Claims and Judgments Payable	688,354	(8,500)	0	679,854
Net Cash Provided By (Used In) Operating Activities	<u>\$ (6,910,100)</u>	<u>\$ (331,912)</u>	<u>\$ 3,067</u>	<u>\$ (7,238,945)</u>

## CUSTODIAL FUNDS

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

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

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

**Judicial District Drug Fund** – The Judicial District Drug Fund is used to account for state grants and other restricted revenues that are held for the benefit of the judicial district drug task force.

**District Attorney General Fund** – The District Attorney General Fund is used to account for restricted revenue held for the benefit of the Office of District Attorney General.

**Port Authority Fund** – The Port Authority Fund is used to account for restricted revenue held for the benefit of the port authority.

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

	<b>Custodial Funds</b>						Total
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Judicial District Drug	District Attorney General	Port Authority		
<b>ASSETS</b>							
Cash	\$ 0	\$ 14,038,278	\$ 13,123	\$ 0	\$ 0	\$ 0	\$ 14,051,401
Equity in Pooled Cash and Investments	0	0	1,013,458	22,355	50,000		1,085,813
Accounts Receivable	0	63,846	1,012	776	0		65,634
Due from Other Governments	5,198,604	0	24,530	452	0		5,223,586
<b>Total Assets</b>	<b>\$ 5,198,604</b>	<b>\$ 14,102,124</b>	<b>\$ 1,052,123</b>	<b>\$ 23,583</b>	<b>\$ 50,000</b>		<b>\$ 20,426,434</b>
<b>LIABILITIES</b>							
Accounts Payable	\$ 0	\$ 0	\$ 1,022	\$ 154	\$ 0		\$ 1,176
Due to Other Taxing Units	5,198,604	0	0	0	0		5,198,604
Other Current Liabilities	0	0	97,642	0	0		97,642
<b>Total Liabilities</b>	<b>\$ 5,198,604</b>	<b>\$ 0</b>	<b>\$ 98,664</b>	<b>\$ 154</b>	<b>\$ 0</b>		<b>\$ 5,297,422</b>
<b>NET POSITION</b>							
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 14,102,124	\$ 953,459	\$ 23,429	\$ 50,000		\$ 15,129,012
<b>Total Net Position</b>	<b>\$ 0</b>	<b>\$ 14,102,124</b>	<b>\$ 953,459</b>	<b>\$ 23,429</b>	<b>\$ 50,000</b>		<b>\$ 15,129,012</b>

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

	<b>Custodial Funds</b>					
	Cities - Sales Tax	Constitu- tional Officers - Custodial	Judicial District Drug	District Attorney General	Port Authority	Total
<b>ADDITIONS</b>						
Sales Tax Collections for Other Governments	\$ 30,421,953	\$ 0	\$ 0	\$ 0	\$ 0	\$ 30,421,953
Fines/Fees and Other Collections	0	79,457,024	0	0	0	79,457,024
Drug Task Force Collections	0	0	215,314	0	0	215,314
District Attorney General Collections	0	0	0	14,171	0	14,171
<b>Total Additions</b>	<b>\$ 30,421,953</b>	<b>\$ 79,457,024</b>	<b>\$ 215,314</b>	<b>\$ 14,171</b>	<b>\$ 0</b>	<b>\$ 110,108,462</b>
<b>DEDUCTIONS</b>						
Payment of Sales Tax Collections for Other Governments	\$ 30,421,953	\$ 0	\$ 0	\$ 0	\$ 0	\$ 30,421,953
Payments to State	0	32,391,863	0	0	0	32,391,863
Payments to City	0	18,028,908	0	0	0	18,028,908
Payments to Individuals and Others	0	27,943,370	0	0	0	27,943,370
Drug Task Force Expenses	0	0	123,665	0	0	123,665
District Attorney General Expenses	0	0	0	8,088	0	8,088
<b>Total Deductions</b>	<b>\$ 30,421,953</b>	<b>\$ 78,364,141</b>	<b>\$ 123,665</b>	<b>\$ 8,088</b>	<b>\$ 0</b>	<b>\$ 108,917,847</b>
Change in Net Position	\$ 0	\$ 1,092,883	\$ 91,649	\$ 6,083	\$ 0	\$ 1,190,615
Net Position July 1, 2024	0	13,009,241	861,810	17,346	50,000	13,938,397
<b>Net Position June 30, 2025</b>	<b>\$ 0</b>	<b>\$ 14,102,124</b>	<b>\$ 953,459</b>	<b>\$ 23,429</b>	<b>\$ 50,000</b>	<b>\$ 15,129,012</b>

# CLARKSVILLE-MONTGOMERY COUNTY SCHOOL SYSTEM

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*This section presents combining and individual fund financial statements for the Clarksville-Montgomery County School System, a discretely presented component unit. The school system uses a General Fund, five 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 system.

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

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

**School Transportation Fund** – The School Transportation Fund accounts for a local tax levy used to fund school transportation.

**Extended School Program Fund** – The Extended School Program Fund is used to account for transactions related to the after-school programs in the individual 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 system.

**MONTGOMERY COUNTY, TENNESSEE****Statement of Activities**

Discretely Presented Clarksville-Montgomery County School System

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

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental Activities:				
Instruction	\$ 272,566,966	\$ 700,757	\$ 27,947,828	\$ (243,918,381)
Support Services	201,481,822	10,930,110	5,960,838	(184,590,874)
Operation of Non-instructional Services	38,226,739	5,349,391	17,682,916	(15,194,432)
Total Governmental Activities	\$ 512,275,527	\$ 16,980,258	\$ 51,591,582	\$ (443,703,687)
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 35,790,171
Local Option Sales Tax				94,449,360
Wheel Tax				5,516,129
Business Tax				1,575,491
Mixed Drink Tax				737,753
Grants and Contributions Not Restricted to Specific Programs				313,500,966
Unrestricted Investment Income				1,918,462
Miscellaneous				214,123
Sale of Equipment				1,039,898
Total General Revenues				\$ 454,742,353
Change in Net Position				\$ 11,038,666
Net Position, July 1, 2024				664,511,759
Restatement - See Note I.D.10.				(1,653,779)
Net Position, June 30, 2025				\$ 673,896,646

**MONTGOMERY COUNTY, TENNESSEE**

**Balance Sheet - Governmental Funds**

Discretely Presented Clarksville-Montgomery County School System

**June 30, 2025**

	<u>Major Funds</u>		<u>Nonmajor Funds</u>	Total Governmental Funds
	General Purpose School	Education Capital Projects	Other Govern-mental Funds	
	<b>ASSETS</b>			
Cash	\$ 115,538	\$ 0	\$ 6,737,961	\$ 6,853,499
Equity in Pooled Cash and Investments	121,709,494	4,588,185	30,996,829	157,294,508
Inventories	162,528	0	508,380	670,908
Accounts Receivable	605,971	0	216,789	822,760
Due from Other Governments	23,618,231	0	11,623,598	35,241,829
Due from Other Funds	738,345	0	309,785	1,048,130
Property Taxes Receivable	34,315,981	0	2,882,914	37,198,895
Allowance for Uncollectible Property Taxes	(1,040,745)	0	(87,434)	(1,128,179)
Other Current Assets	0	0	45,156	45,156
Restricted Assets	13,359,864	0	0	13,359,864
Total Assets	<u>\$ 193,585,207</u>	<u>\$ 4,588,185</u>	<u>\$ 53,233,978</u>	<u>\$ 251,407,370</u>
<b>LIABILITIES</b>				
Accounts Payable	\$ 2,070,682	\$ 0	\$ 749,020	\$ 2,819,702
Accrued Payroll	22,372,788	0	3,271,527	25,644,315
Payroll Deductions Payable	11,818,209	0	1,558,726	13,376,935
Contracts Payable	0	3,069,860	0	3,069,860
Retainage Payable	0	77,675	0	77,675
Due to Other Funds	309,785	0	738,345	1,048,130
Current Liabilities Payable From Restricted Assets	0	0	307,558	307,558
Total Liabilities	<u>\$ 36,571,464</u>	<u>\$ 3,147,535</u>	<u>\$ 6,625,176</u>	<u>\$ 46,344,175</u>

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Balance Sheet - Governmental Funds**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<u>Major Funds</u>		<u>Nonmajor Funds</u>	Total Governmental Funds
	General Purpose School	Education Capital Projects	Other Governmental Funds	
	<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Current Property Taxes	\$ 32,803,940	\$ 0	\$ 2,755,886	\$ 35,559,826
Deferred Delinquent Property Taxes	428,319	0	35,984	464,303
Other Deferred/Unavailable Revenue	8,064,514	0	0	8,064,514
Total Deferred Inflows of Resources	<u>\$ 41,296,773</u>	<u>\$ 0</u>	<u>\$ 2,791,870</u>	<u>\$ 44,088,643</u>
<b>FUND BALANCES</b>				
Nonspendable:				
Inventory	\$ 162,528	\$ 0	\$ 508,380	\$ 670,908
Restricted:				
Restricted for Education	0	0	20,631,798	20,631,798
Restricted for Capital Projects	0	1,440,650	0	1,440,650
Restricted for Hybrid Retirement Stabilization Funds	13,359,864	0	0	13,359,864
Committed:				
Committed for Education	29,210,737	0	22,676,754	51,887,491
Assigned:				
Assigned for Education	10,796,032	0	0	10,796,032
Unassigned	62,187,809	0	0	62,187,809
Total Fund Balances	<u>\$ 115,716,970</u>	<u>\$ 1,440,650</u>	<u>\$ 43,816,932</u>	<u>\$ 160,974,552</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 193,585,207</u>	<u>\$ 4,588,185</u>	<u>\$ 53,233,978</u>	<u>\$ 251,407,370</u>

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

Discretely Presented Clarksville-Montgomery County School System

**June 30, 2025**

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

Total fund balances - balance sheet - governmental funds (Exhibit K-2)		\$ 160,974,552
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 18,923,697	
Add: construction in progress	6,392,327	
Add: buildings and improvements net of accumulated depreciation	426,470,166	
Add: other capital assets net of accumulated depreciation	<u>27,076,301</u>	478,862,491
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: OPEB liability	\$ (42,546,234)	
Less: compensated absences payable	(5,204,492)	
Less: claims and judgments payable	(140,600)	
Less: net pension liability - public employee legacy pension plan	(8,407,497)	
Less: net pension liability - public employee retirement plan	<u>(353,518)</u>	(56,652,341)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 42,829,933	
Add: deferred outflows of resources related to OPEB	5,337,648	
Less: deferred inflows of resources related to pensions	(15,020,894)	
Less: deferred inflows of resources related to OPEB	<u>(5,770,530)</u>	27,376,157
(4) Net pension assets of the teacher retirement and legacy pension plans are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - teacher retirement plan	\$ 3,102,273	
Add: net pension asset - teacher legacy pension plan	<u>51,704,697</u>	54,806,970
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>8,528,817</u>
Net position of governmental activities (Exhibit A)		<u>\$ 673,896,646</u>

**MONTGOMERY COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Governmental Funds**  
 Discretely Presented Clarksville-Montgomery County School System  
**For the Year Ended June 30, 2025**

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	Formerly Major Internal School	Education Capital Projects	Other Governmental Funds	
<b>Revenues</b>					
Local Taxes	\$ 135,816,197	\$ 0	\$ 0	\$ 2,831,411	\$ 138,647,608
Charges for Current Services	1,013,296	0	0	5,337,518	6,350,814
Other Local Revenues	2,460,476	0	0	11,330,789	13,791,265
State of Tennessee	271,106,714	0	0	24,092,810	295,199,524
Federal Government	3,552,930	0	0	47,029,286	50,582,216
Other Governments and Citizens Groups	2,244,455	0	16,362,940	0	18,607,395
<b>Total Revenues</b>	<b>\$ 416,194,068</b>	<b>\$ 0</b>	<b>\$ 16,362,940</b>	<b>\$ 90,621,814</b>	<b>\$ 523,178,822</b>
<b>Expenditures</b>					
Current:					
Instruction	\$ 254,221,399	\$ 0	\$ 0	\$ 13,816,928	\$ 268,038,327
Support Services	149,182,162	0	0	38,777,722	187,959,884
Operation of Non-Instructional Services	3,305,835	0	0	34,599,198	37,905,033
Capital Outlay	0	0	0	1,151,716	1,151,716
Debt Service:					
Other Debt Service	1,160,000	0	0	0	1,160,000
Capital Projects	0	0	19,100,511	0	19,100,511
<b>Total Expenditures</b>	<b>\$ 407,869,396</b>	<b>\$ 0</b>	<b>\$ 19,100,511</b>	<b>\$ 88,345,564</b>	<b>\$ 515,315,471</b>

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Statement of Revenues, Expenditures, and Changes**

**in Fund Balances - Governmental Funds**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<u>Major Funds</u>			<u>Nonmajor</u>	Total Governmental Funds
	General Purpose School	<i>Formerly Major Internal School</i>	Education Capital Projects	<u>Other Govern- mental Funds</u>	
Excess (Deficiency) of Revenues Over Expenditures	\$ 8,324,672	\$ 0	\$ (2,737,571)	\$ 2,276,250	\$ 7,863,351
<b>Other Financing Sources (Uses)</b>					
Insurance Recovery	\$ 441,181	\$ 0	\$ 0	\$ 0	\$ 441,181
Transfers In	830,928	0	0	2,303,242	3,134,170
Transfers Out	(1,000,000)	0	0	(2,134,170)	(3,134,170)
Total Other Financing Sources (Uses)	\$ 272,109	\$ 0	\$ 0	\$ 169,072	\$ 441,181
Net Change in Fund Balances	\$ 8,596,781	\$ 0	\$ (2,737,571)	\$ 2,445,322	\$ 8,304,532
Change to or Within the Reporting Entity	0	(6,896,616)	0	6,896,616	0
Fund Balance, July 1, 2024	107,120,189	6,896,616	4,178,221	34,474,994	152,670,020
Fund Balance, June 30, 2025	\$ 115,716,970	\$ 0	\$ 1,440,650	\$ 43,816,932	\$ 160,974,552

**MONTGOMERY COUNTY, TENNESSEE**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**of Governmental Funds to the Statement of Activities**  
Discretely Presented Clarksville-Montgomery County School System  
**For the Year Ended June 30, 2025**

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

Net change in fund balances - total governmental funds (Exhibit K-4)		\$ 8,304,532
(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	\$ 30,774,928	
Less: current-year depreciation expense	<u>(18,412,745)</u>	12,362,183
(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		(243,502)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2024	\$ (8,390,421)	
Add: deferred delinquent property taxes and other deferred June 30, 2025	<u>8,528,817</u>	138,396
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in other postemployment benefits liability	\$ (6,322,996)	
Change in compensated absences payable	(299,122)	
Change in claims and judgments payable	6,400	
Change in net pension asset/liability - public employee legacy pension plan	2,378,283	
Change in net pension asset/liability - public employee retirement plan	257,160	
Change in deferred outflows of resources related to pensions	(17,097,564)	
Change in deferred outflows of resources related to OPEB	1,982,427	
Change in deferred inflows of resources related to pensions	(11,098,553)	
Change in deferred inflows of resources related to OPEB	2,697,256	
Change in net pension asset - teacher retirement plan	1,309,116	
Change in net pension asset - teacher legacy pension plan	<u>16,664,650</u>	<u>(9,522,943)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 11,038,666</u>

**MONTGOMERY COUNTY, TENNESSEE**  
**Combining Balance Sheet - Nonmajor Governmental Funds**  
 Discretely Presented Clarksville-Montgomery County School System  
**June 30, 2025**

	<b>Special Revenue Funds</b>					Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School	
<b>ASSETS</b>						
Cash	\$ 0	\$ 457,440	\$ 0	\$ 0	\$ 6,280,521	\$ 6,737,961
Equity in Pooled Cash and Investments	8,282,410	8,356,722	10,931,068	3,426,629	0	30,996,829
Inventories	0	508,380	0	0	0	508,380
Accounts Receivable	22,086	56,422	138,281	0	0	216,789
Due from Other Governments	2,856,050	4,848,596	0	3,918,952	0	11,623,598
Due from Other Funds	0	309,785	0	0	0	309,785
Property Taxes Receivable	0	0	2,882,914	0	0	2,882,914
Allowance for Uncollectible Property Taxes	0	0	(87,434)	0	0	(87,434)
Other Current Assets	0	0	0	0	45,156	45,156
<b>Total Assets</b>	<b>\$ 11,160,546</b>	<b>\$ 14,537,345</b>	<b>\$ 13,864,829</b>	<b>\$ 7,345,581</b>	<b>\$ 6,325,677</b>	<b>\$ 53,233,978</b>
<b>LIABILITIES</b>						
Accounts Payable	\$ 276,989	\$ 86,432	\$ 315,056	\$ 70,543	\$ 0	\$ 749,020
Accrued Payroll	987,890	0	12,948	2,270,689	0	3,271,527
Payroll Deductions Payable	486,155	21	7,791	1,064,759	0	1,558,726
Due to Other Funds	738,345	0	0	0	0	738,345

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Combining Balance Sheet - Nonmajor Governmental Funds**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<b>Special Revenue Funds</b>					Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School	
<b>LIABILITIES (Cont.)</b>						
Current Liabilities Payable From Restricted Assets	\$ 0	\$ 307,558	\$ 0	\$ 0	\$ 0	\$ 307,558
Total Liabilities	\$ 2,489,379	\$ 394,011	\$ 335,795	\$ 3,405,991	\$ 0	\$ 6,625,176
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 2,755,886	\$ 0	\$ 0	\$ 2,755,886
Deferred Delinquent Property Taxes	0	0	35,984	0	0	35,984
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 2,791,870	\$ 0	\$ 0	\$ 2,791,870
<b>FUND BALANCES</b>						
Nonspendable:						
Inventory	\$ 0	\$ 508,380	\$ 0	\$ 0	\$ 0	\$ 508,380
Restricted:						
Restricted for Education	671,167	13,634,954	0	0	6,325,677	20,631,798
Committed:						
Committed for Education	8,000,000	0	10,737,164	3,939,590	0	22,676,754
Total Fund Balances	\$ 8,671,167	\$ 14,143,334	\$ 10,737,164	\$ 3,939,590	\$ 6,325,677	\$ 43,816,932
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 11,160,546	\$ 14,537,345	\$ 13,864,829	\$ 7,345,581	\$ 6,325,677	\$ 53,233,978

**MONTGOMERY COUNTY, TENNESSEE**  
**Combining Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Nonmajor Governmental Funds**  
 Discretely Presented Clarksville-Montgomery County School System  
**For the Year Ended June 30, 2025**

	<b>Special Revenue Funds</b>					Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	<i>Formerly Major Internal School</i>	
<b>Revenues</b>						
Local Taxes	\$ 0	\$ 0	\$ 2,831,411	\$ 0	\$ 0	\$ 2,831,411
Charges for Current Services	0	5,337,518	0	0	0	5,337,518
Other Local Revenues	0	763,200	18,336	0	10,549,253	11,330,789
State of Tennessee	20,694	170,978	19,400,000	4,501,138	0	24,092,810
Federal Government	28,813,906	17,511,938	150,869	552,573	0	47,029,286
<b>Total Revenues</b>	<b>\$ 28,834,600</b>	<b>\$ 23,783,634</b>	<b>\$ 22,400,616</b>	<b>\$ 5,053,711</b>	<b>\$ 10,549,253</b>	<b>\$ 90,621,814</b>
<b>Expenditures</b>						
Current:						
Instruction	\$ 9,566,811	\$ 0	\$ 0	\$ 4,250,117	\$ 0	\$ 13,816,928
Support Services	15,546,516	0	22,613,539	617,667	0	38,777,722
Operation of Non-Instructional Services	32,081	23,260,377	0	186,548	11,120,192	34,599,198
Capital Outlay	1,151,716	0	0	0	0	1,151,716
<b>Total Expenditures</b>	<b>\$ 26,297,124</b>	<b>\$ 23,260,377</b>	<b>\$ 22,613,539</b>	<b>\$ 5,054,332</b>	<b>\$ 11,120,192</b>	<b>\$ 88,345,564</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,537,476	\$ 523,257	\$ (212,923)	\$ (621)	\$ (570,939)	\$ 2,276,250
<b>Other Financing Sources (Uses)</b>						
Transfers In	\$ 0	\$ 0	\$ 1,303,242	\$ 1,000,000	\$ 0	\$ 2,303,242
Transfers Out	(2,134,170)	0	0	0	0	(2,134,170)
<b>Total Other Financing Sources (Uses)</b>	<b>\$ (2,134,170)</b>	<b>\$ 0</b>	<b>\$ 1,303,242</b>	<b>\$ 1,000,000</b>	<b>\$ 0</b>	<b>\$ 169,072</b>
Net Change in Fund Balances	\$ 403,306	\$ 523,257	\$ 1,090,319	\$ 999,379	\$ (570,939)	\$ 2,445,322
Change to or Within the Reporting Entity	0	0	0	0	6,896,616	6,896,616
Fund Balance, July 1, 2024	8,267,861	13,620,077	9,646,845	2,940,211	0	34,474,994
Fund Balance, June 30, 2025	<b>\$ 8,671,167</b>	<b>\$ 14,143,334</b>	<b>\$ 10,737,164</b>	<b>\$ 3,939,590</b>	<b>\$ 6,325,677</b>	<b>\$ 43,816,932</b>

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Revenues, Expenditures, and Changes**

**in Fund Balance - Actual (Budgetary Basis) and Budget**

Discretely Presented Clarksville-Montgomery County School System

General Purpose School Fund

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 135,816,197	\$ 0	\$ 0	\$ 135,816,197	\$ 130,467,521	\$ 135,052,521	\$ 763,676
Charges for Current Services	1,013,296	0	0	1,013,296	707,854	891,254	122,042
Other Local Revenues	2,460,476	0	0	2,460,476	926,730	1,194,088	1,266,388
State of Tennessee	271,106,714	0	0	271,106,714	269,203,421	278,740,526	(7,633,812)
Federal Government	3,552,930	0	0	3,552,930	1,951,985	3,267,491	285,439
Other Governments and Citizens Groups	2,244,455	0	0	2,244,455	31,494	2,256,226	(11,771)
Total Revenues	\$ 416,194,068	\$ 0	\$ 0	\$ 416,194,068	\$ 403,289,005	\$ 421,402,106	\$ (5,208,038)
<b>Expenditures</b>							
Instruction							
Regular Instruction Program	\$ 186,875,203	\$ (94,926)	\$ 2,338,458	\$ 189,118,735	\$ 200,937,565	\$ 200,542,766	\$ 11,424,031
Alternative Instruction Program	1,487,397	0	0	1,487,397	1,740,816	1,741,087	253,690
Special Education Program	55,577,086	(2,737)	61,767	55,636,116	61,467,373	63,562,369	7,926,253
Career and Technical Education Program	10,281,713	(61,702)	0	10,220,011	16,163,674	12,007,765	1,787,754
Support Services							
Attendance	1,176,122	0	2,810	1,178,932	1,215,746	1,211,107	32,175
Health Services	3,314,136	0	0	3,314,136	3,620,598	3,626,197	312,061
Other Student Support	20,702,340	0	8,808	20,711,148	20,514,342	22,496,902	1,785,754
Regular Instruction Program	22,495,162	(150,711)	52,870	22,397,321	25,361,145	25,523,733	3,126,412

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Revenues, Expenditures, and Changes**

**in Fund Balance - Actual (Budgetary Basis) and Budget**

Discretely Presented Clarksville-Montgomery County School System

General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Support Services (Cont.)							
Alternative Instruction Program	\$ 73,117	\$ 0	\$ 0	\$ 73,117	\$ 75,146	\$ 75,168	\$ 2,051
Special Education Program	6,495,734	(11,580)	5,907	6,490,061	6,529,763	6,859,259	369,198
Career and Technical Education Program	647,178	0	0	647,178	1,984,268	6,388,673	5,741,495
Technology	8,619,958	(127,533)	586,953	9,079,378	8,818,176	9,964,836	885,458
Adult Programs	248,952	0	0	248,952	257,362	257,422	8,470
Board of Education	6,292,569	(26,200)	119,500	6,385,869	6,509,080	7,886,327	1,500,458
Director of Schools	2,721,247	(4,515)	1,112	2,717,844	2,887,616	2,927,158	209,314
Office of the Principal	28,847,125	(47,765)	0	28,799,360	29,832,018	30,176,686	1,377,326
Fiscal Services	4,038,865	(38)	2,880	4,041,707	4,354,007	4,399,599	357,892
Human Services/Personnel	5,885,981	(85,032)	0	5,800,949	6,390,064	6,768,836	967,887
Operation of Plant	26,349,934	(1,441,399)	1,084,405	25,992,940	28,830,629	29,881,794	3,888,854
Maintenance of Plant	11,273,742	(556,601)	920,920	11,638,061	12,220,904	12,416,977	778,916
Operation of Non-Instructional Services							
Early Childhood Education	3,305,835	0	142	3,305,977	3,152,489	3,813,147	507,170
Principal on Debt							
Education	0	0	0	0	1,057,385	0	0
Interest on Debt							
Education	0	0	0	0	102,616	0	0

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Revenues, Expenditures, and Changes**

**in Fund Balance - Actual (Budgetary Basis) and Budget**

Discretely Presented Clarksville-Montgomery County School System

General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Other Debt Service							
Education	\$ 1,160,000	\$ 0	\$ 0	\$ 1,160,000	\$ 0	\$ 1,160,001	\$ 1
Total Expenditures	\$ 407,869,396	\$ (2,610,739)	\$ 5,186,532	\$ 410,445,189	\$ 444,022,782	\$ 453,687,809	\$ 43,242,620
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 8,324,672	\$ 2,610,739	\$ (5,186,532)	\$ 5,748,879	\$ (40,733,777)	\$ (32,285,703)	\$ 38,034,582
<b>Other Financing Sources (Uses)</b>							
Insurance Recovery	\$ 441,181	\$ 0	\$ 0	\$ 441,181	\$ 1,000	\$ 434,403	\$ 6,778
Transfers In	830,928	0	0	830,928	1,000,000	193,723	637,205
Transfers Out	(1,000,000)	0	0	(1,000,000)	0	(1,000,000)	0
Total Other Financing Sources	\$ 272,109	\$ 0	\$ 0	\$ 272,109	\$ 1,001,000	\$ (371,874)	\$ 643,983
Net Change in Fund Balance							
Fund Balance, July 1, 2024	\$ 107,120,189	\$ (2,610,739)	\$ 0	\$ 104,509,450	\$ 72,639,406	\$ 93,864,753	\$ 10,644,697
Fund Balance, June 30, 2025	\$ 115,716,970	\$ 0	\$ (5,186,532)	\$ 110,530,438	\$ 32,906,629	\$ 61,207,176	\$ 49,323,262

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

Discretely Presented Clarksville-Montgomery County School System  
 School Federal Projects Fund

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
State of Tennessee	\$ 20,694	\$ 0	\$ 0	\$ 20,694
Federal Government	28,813,906	24,057,368	34,611,247	(5,797,341)
Total Revenues	<u>\$ 28,834,600</u>	<u>\$ 24,057,368</u>	<u>\$ 34,611,247</u>	<u>\$ (5,776,647)</u>
<b>Expenditures</b>				
Instruction				
Regular Instruction Program	\$ 5,391,565	\$ 4,953,339	\$ 6,553,365	\$ 1,161,800
Special Education Program	3,870,727	3,511,966	4,745,384	874,657
Career and Technical Education Program	304,519	219,025	307,195	2,676
Support Services				
Health Services	22,865	12,300	22,865	0
Other Student Support	1,263,496	969,994	2,193,461	929,965
Regular Instruction Program	8,260,162	8,229,177	10,235,663	1,975,501
Special Education Program	2,243,325	1,920,387	3,383,377	1,140,052
Career and Technical Education Program	10,548	1,500	10,649	101
Technology	3,545,035	72,197	3,545,035	0
Office of the Principal	28,997	14,700	28,997	0
Fiscal Services	5,200	7,402	5,200	0
Human Services/Personnel	2,749	5,572	2,749	0
Operation of Plant	27,895	156,998	27,897	2
Transportation	136,244	1,504,967	158,433	22,189
Operation of Non-Instructional Services				
Food Service	31,243	117,410	31,243	0
Community Services	0	81,040	0	0
Early Childhood Education	838	4,875	838	0
Capital Outlay				
Regular Capital Outlay	1,151,716	1,353,425	1,151,719	3
Total Expenditures	<u>\$ 26,297,124</u>	<u>\$ 23,136,274</u>	<u>\$ 32,404,070</u>	<u>\$ 6,106,946</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,537,476	\$ 921,094	\$ 2,207,177	\$ 330,299
<b>Other Financing Sources (Uses)</b>				
Transfers Out	\$ (2,134,170)	\$ (921,094)	\$ (2,207,177)	\$ 73,007
Total Other Financing Sources	<u>\$ (2,134,170)</u>	<u>\$ (921,094)</u>	<u>\$ (2,207,177)</u>	<u>\$ 73,007</u>
Net Change in Fund Balance	\$ 403,306	\$ 0	\$ 0	\$ 403,306
Fund Balance, July 1, 2024	<u>8,267,861</u>	<u>8,000,000</u>	<u>8,000,000</u>	<u>267,861</u>
Fund Balance, June 30, 2025	<u>\$ 8,671,167</u>	<u>\$ 8,000,000</u>	<u>\$ 8,000,000</u>	<u>\$ 671,167</u>

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Revenues, Expenditures, and Changes**

**in Fund Balance - Actual (Budgetary Basis) and Budget**

Discretely Presented Clarksville-Montgomery County School System

Central Cafeteria Fund

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Revenues</b>						
Charges for Current Services	\$ 5,337,518	\$ 0	\$ 5,337,518	\$ 5,736,516	\$ 5,773,424	\$ (435,906)
Other Local Revenues	763,200	0	763,200	42,264	699,887	63,313
State of Tennessee	170,978	0	170,978	157,834	170,979	(1)
Federal Government	17,511,938	0	17,511,938	17,742,292	18,147,306	(635,368)
<b>Total Revenues</b>	<b>\$ 23,783,634</b>	<b>\$ 0</b>	<b>\$ 23,783,634</b>	<b>\$ 23,678,906</b>	<b>\$ 24,791,596</b>	<b>\$ (1,007,962)</b>
<b>Expenditures</b>						
Operation of Non-Instructional Services						
Food Service	\$ 23,260,377	\$ (10,926)	\$ 23,249,451	\$ 27,876,268	\$ 27,936,918	\$ 4,687,467
<b>Total Expenditures</b>	<b>\$ 23,260,377</b>	<b>\$ (10,926)</b>	<b>\$ 23,249,451</b>	<b>\$ 27,876,268</b>	<b>\$ 27,936,918</b>	<b>\$ 4,687,467</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ 523,257	\$ 10,926	\$ 534,183	\$ (4,197,362)	\$ (3,145,322)	\$ 3,679,505
Net Change in Fund Balance	\$ 523,257	\$ 10,926	\$ 534,183	\$ (4,197,362)	\$ (3,145,322)	\$ 3,679,505
Fund Balance, July 1, 2024	13,620,077	(10,926)	13,609,151	12,716,643	13,609,151	0
<b>Fund Balance, June 30, 2025</b>	<b>\$ 14,143,334</b>	<b>\$ 0</b>	<b>\$ 14,143,334</b>	<b>\$ 8,519,281</b>	<b>\$ 10,463,829</b>	<b>\$ 3,679,505</b>

**MONTGOMERY COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual (Budgetary Basis) and Budget**  
 Discretely Presented Clarksville-Montgomery County School System  
 School Transportation Fund  
**For the Year Ended June 30, 2025**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures/ (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 2,831,411	\$ 0	\$ 0	\$ 2,831,411	\$ 2,669,480	\$ 2,862,480	\$ (31,069)
Other Local Revenues	18,336	0	0	18,336	66,000	66,000	(47,664)
State of Tennessee	19,400,000	0	0	19,400,000	19,400,000	19,400,000	0
Federal Government	150,869	0	0	150,869	1,291,137	138,764	12,105
<b>Total Revenues</b>	<b>\$ 22,400,616</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 22,400,616</b>	<b>\$ 23,426,617</b>	<b>\$ 22,467,244</b>	<b>\$ (66,628)</b>
<b>Expenditures</b>							
Support Services							
Board of Education	\$ 56,872	\$ 0	\$ 0	\$ 56,872	\$ 80,000	\$ 80,000	\$ 23,128
Transportation	22,556,667	(1,966,353)	2,141,711	22,732,025	26,874,433	27,120,860	4,388,835
<b>Total Expenditures</b>	<b>\$ 22,613,539</b>	<b>\$ (1,966,353)</b>	<b>\$ 2,141,711</b>	<b>\$ 22,788,897</b>	<b>\$ 26,954,433</b>	<b>\$ 27,200,860</b>	<b>\$ 4,411,963</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ (212,923)	\$ 1,966,353	\$ (2,141,711)	\$ (388,281)	\$ (3,527,816)	\$ (4,733,616)	\$ 4,345,335
<b>Other Financing Sources (Uses)</b>							
Transfers In	\$ 1,303,242	\$ 0	\$ 0	\$ 1,303,242	\$ 0	\$ 1,303,242	\$ 0
<b>Total Other Financing Sources</b>	<b>\$ 1,303,242</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 1,303,242</b>	<b>\$ 0</b>	<b>\$ 1,303,242</b>	<b>\$ 0</b>
Net Change in Fund Balance	\$ 1,090,319	\$ 1,966,353	\$ (2,141,711)	\$ 914,961	\$ (3,527,816)	\$ (3,430,374)	\$ 4,345,335
Fund Balance, July 1, 2024	9,646,845	(1,966,353)	0	7,680,492	4,604,813	7,680,492	0
<b>Fund Balance, June 30, 2025</b>	<b>\$ 10,737,164</b>	<b>\$ 0</b>	<b>\$ (2,141,711)</b>	<b>\$ 8,595,453</b>	<b>\$ 1,076,997</b>	<b>\$ 4,250,118</b>	<b>\$ 4,345,335</b>

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

Discretely Presented Clarksville-Montgomery County School System

Extended School Program Fund

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
State of Tennessee	\$ 4,501,138	\$ 1,055,057	\$ 5,587,701	\$ (1,086,563)
Federal Government	552,573	316,565	928,223	(375,650)
Total Revenues	<u>\$ 5,053,711</u>	<u>\$ 1,371,622</u>	<u>\$ 6,515,924</u>	<u>\$ (1,462,213)</u>
<b>Expenditures</b>				
Instruction				
Regular Instruction Program	\$ 4,250,117	\$ 1,012,233	\$ 4,877,826	\$ 627,709
Support Services				
Health Services	96,566	9,346	117,916	21,350
Other Student Support	76,850	30,000	80,000	3,150
Operation of Plant	37,913	17,579	85,704	47,791
Transportation	406,338	249,848	1,039,837	633,499
Operation of Non-Instructional Services				
Food Service	186,548	52,616	314,641	128,093
Total Expenditures	<u>\$ 5,054,332</u>	<u>\$ 1,371,622</u>	<u>\$ 6,515,924</u>	<u>\$ 1,461,592</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (621)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (621)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	\$ 1,000,000	\$ 0	\$ 1,000,000	\$ 0
Total Other Financing Sources	<u>\$ 1,000,000</u>	<u>\$ 0</u>	<u>\$ 1,000,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 999,379	\$ 0	\$ 1,000,000	\$ (621)
Fund Balance, July 1, 2024	2,940,211	2,939,590	2,940,211	0
Fund Balance, June 30, 2025	<u>\$ 3,939,590</u>	<u>\$ 2,939,590</u>	<u>\$ 3,940,211</u>	<u>\$ (621)</u>

# MISCELLANEOUS SCHEDULES

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-24	Paid and/or Matured During Period	Outstanding 6-30-25
<b>OTHER LOANS PAYABLE</b>							
Payable through General Debt Service Fund							
Qualified School Construction Bonds	\$ 20,000,000	1.515 %	12-1-09	7-1-26	\$ 2,736,431	\$ 1,247,969	\$ 1,488,462
Laptops	4,334,421	4.74	12-15-22	12-15-25	2,164,889	1,057,384	1,107,505
Total Other Loans Payable					<u>\$ 4,901,320</u>	<u>\$ 2,305,353</u>	<u>\$ 2,595,967</u>
<b>BONDS PAYABLE</b>							
Payable through General Debt Service Fund							
General Obligation Public Improvement	13,200,000	3 to 5	8-29-13	4-1-28	\$ 4,800,000	\$ 1,200,000	\$ 3,600,000
General Obligation Refunding	50,155,000	2.5 to 5	5-15-14	4-1-26	14,390,000	7,250,000	7,140,000
General Obligation Schools	18,060,000	2 to 5	5-15-15	4-1-35	14,235,000	1,125,000	13,110,000
General Obligation Refunding and Improvement	19,120,000	2 to 5	11-5-15	4-1-35	10,980,000	1,625,000	9,355,000
General Obligation Public Improvement	17,600,000	3 to 4	11-30-16	4-1-36	11,100,000	890,000	10,210,000
General Obligation Refunding	48,825,000	4 to 5	9-20-17	4-1-37	41,975,000	6,715,000	35,260,000
General Obligation Public Improvement	14,630,000	4 to 5	11-14-18	6-30-38	11,565,000	600,000	10,965,000
General Obligation Public Improvement and Refunding	23,500,000	3 to 5	5-15-20	6-1-40	19,245,000	1,465,000	17,780,000
General Obligation Bonds	86,200,000	4 to 5	10-30-20	6-1-50	82,900,000	1,775,000	81,125,000
General Obligation Bonds	25,105,000	1.2 to 3	10-30-20	6-1-50	23,765,000	700,000	23,065,000
General Obligation Bonds	48,000,000	3 to 5	3-26-21	6-1-43	43,225,000	2,275,000	40,950,000
General Obligation Public Improvement and Refunding	118,680,000	3 to 5	4-29-22	6-30-44	100,495,000	6,910,000	93,585,000
General Obligation Bonds	29,000,000	4 to 5	8-26-22	4-1-42	27,000,000	1,000,000	26,000,000
General Obligation Bonds	51,000,000	4 to 5	6-23-23	6-1-44	51,000,000	0	51,000,000
General Obligation Bonds	50,000,000	4 to 5	11-3-23	6-1-44	50,000,000	0	50,000,000
Total Payable through General Debt Service Fund					<u>\$ 506,675,000</u>	<u>\$ 33,530,000</u>	<u>\$ 473,145,000</u>
Contributions Due by the Bi-County Solid Waste Management System to the General Debt Service Fund							
General Obligation Refunding and Improvement	1,240,000	2 to 5	11-5-15	4-4-25	\$ 145,000	\$ 145,000	\$ 0
General Obligation Refunding and Improvement	1,665,000	2.33	9-20-17	6-30-27	1,240,000	70,000	1,170,000
Total Contributions Due by the Bi-County Solid Waste Management System to the General Debt Service Fund					<u>\$ 1,385,000</u>	<u>\$ 215,000</u>	<u>\$ 1,170,000</u>
Total Bonds Payable					<u>\$ 508,060,000</u>	<u>\$ 33,745,000</u>	<u>\$ 474,315,000</u>

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

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2026	\$ 2,478,319	\$ 355,495	\$ 20,000	\$ 2,853,814
2027	117,648	25,250	5,000	147,898
Total	\$ 2,595,967	\$ 380,745	\$ 25,000	\$ 3,001,712

Year Ending June 30	Bonds			Total
	Principal	Interest		
2026	\$ 34,350,000	\$ 18,808,097	\$	53,158,097
2027	32,585,000	17,328,971		49,913,971
2028	32,375,000	15,803,984		48,178,984
2029	24,905,000	14,291,653		39,196,653
2030	23,520,000	13,135,778		36,655,778
2031	23,295,000	12,048,244		35,343,244
2032	23,265,000	11,069,791		34,334,791
2033	23,620,000	10,124,008		33,744,008
2034	24,050,000	9,266,934		33,316,934
2035	24,420,000	8,391,208		32,811,208
2036	22,495,000	7,500,676		29,995,676
2037	21,920,000	6,699,870		28,619,870
2038	20,245,000	5,918,230		26,163,230
2039	19,395,000	5,202,898		24,597,898
2040	19,620,000	4,515,363		24,135,363
2041	18,855,000	3,819,176		22,674,176
2042	19,090,000	3,137,887		22,227,887
2043	17,185,000	2,444,062		19,629,062
2044	15,080,000	1,822,517		16,902,517
2045	5,170,000	1,262,743		6,432,743
2046	5,365,000	1,071,693		6,436,693
2047	5,560,000	873,293		6,433,293
2048	5,770,000	667,468		6,437,468
2049	5,980,000	453,125		6,433,125
2050	6,200,000	230,745		6,430,745
Total	\$ 474,315,000	\$ 175,888,414	\$	650,203,414

**MONTGOMERY COUNTY, TENNESSEE**  
**Schedule of Leases Receivable**  
 Primary Government  
**June 30, 2025**

<b>Description</b>	<b>Debtor</b>	<b>Original Amount of Lease</b>	<b>Date of Issue</b>	<b>Date of Maturity</b>	<b>Interest Rate</b>	<b>Balance 7-1-24</b>	<b>Deductions</b>	<b>Balance 6-30-25</b>
<b>PRIMARY GOVERNMENT</b>								
General Fund								
MPEC Austin Peay Lease	Austin Peay State University	\$ 13,733,326	7-17-23	7-30-53	4.5 %	\$ 12,962,854	\$ 270,840	\$ 12,692,014
Total Leases Receivable						\$ 12,962,854	\$ 270,840	\$ 12,692,014

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Transfers**

Primary Government and Discretely Presented Clarksville-Montgomery County School System

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

<b>From Fund</b>	<b>To Fund</b>	<b>Purpose</b>	<b>Amount</b>
<b>PRIMARY GOVERNMENT</b>			
General	General Debt Service	APSU MPEC debt	\$ 1,249,315
General Capital Projects	"	Debt retirement	<u>5,471,911</u>
Total Transfers Primary Government			<u><u>\$ 6,721,226</u></u>
<b>DISCRETELY PRESENTED CLARKSVILLE-MONTGOMERY COUNTY SCHOOL SYSTEM</b>			
General Purpose	Extended School Program	Operations	\$ 1,000,000
School Federal Projects	General Purpose School	Indirect costs	830,928
"	School Transportation	Salaries	<u>1,303,242</u>
Total Transfers Discretely Presented Clarksville-Montgomery County School System			<u><u>\$ 3,134,170</u></u>

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

Primary Government and Discretely Presented Montgomery County School System

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

<b>Official</b>	<b>Salary</b>	<b>Authorization</b>	<b>Bond</b>	<b>Surety</b>
<b>County Mayor</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property Casualty Fund
Base salary	\$ 203,991			
Vehicle allowance	1,867			
Total compensation	<u>\$ 205,858</u>			
<b>Highway Supervisor</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property Casualty Fund
Base salary	\$ 153,362			
Vehicle allowance	1,352			
Cell phone allowance	500			
Total compensation	<u>\$ 155,214</u>			
<b>Director of Schools</b>		State Board of Education and County Board of Education	\$ 100,000	Western Surety Company
Base salary	\$ 248,062			
Vehicle allowance	10,800			
Vacation payout	9,541			
Insurance/retirement	7,172			
Chief executive officer training supplement	1,000			
Total compensation	<u>\$ 276,575</u>			
<b>Trustee</b>		Section 8-24-102, <i>TCA</i>	12,800,430	Hartford Fire Insurance Company
Base salary/Total compensation	<u>\$ 139,420</u>			
<b>Assessor of Property</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property Casualty Fund
Base salary/Total compensation	<u>\$ 139,420</u>			
<b>County Clerk</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property Casualty Fund
Base salary	\$ 139,420			
Cell phone allowance	100			
Total compensation	<u>\$ 139,520</u>			
<b>Circuit, General Sessions, and Juvenile Courts Clerk</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property Casualty Fund
Base salary/Total compensation	<u>\$ 139,420</u>			
<b>Clerk and Master</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property Casualty Fund
Base salary	\$ 139,420			
Special commissioner fees	68,514			
Total compensation	<u>\$ 207,934</u>			
<b>Register of Deeds</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property Casualty Fund
Base salary/Total compensation	<u>\$ 139,420</u>			
<b>Sheriff</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property Casualty Fund
Base salary	\$ 153,362			
Superintendent of workhouse	9,193			
Law enforcement training supplement	1,600			
Total compensation	<u>\$ 164,155</u>			
<b>Administrator of Elections</b>		Section 2-12-208, <i>TCA</i>		
Base salary/Total compensation	<u>\$ 125,478</u>			
<b>Director of Accounts and Budgets</b>		County Commission	(1)	Local Government Property Casualty Fund
Base salary/Total compensation	<u>\$ 139,420</u>			
<b>Purchasing Agent</b>		County Commission	(1)	Local Government Property Casualty Fund
Base salary/Total compensation	<u>\$ 113,346</u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Local Government Property Casualty Fund
Employee Fidelity - School Department			500,000	Travelers Casualty & Surety Company

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

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	American Rescue Plan Act	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<b>Local Taxes</b>						
County Property Taxes						
Current Property Tax	\$ 86,797,433	\$ 0	\$ 0	\$ 0	\$ 13,278,746	\$ 38,985,890
Trustee's Collections - Prior Year	1,209,462	0	0	0	181,202	540,090
Trustee's Collections - Bankruptcy	14,123	0	0	0	1,449	5,657
Circuit Clerk/Clerk and Master Collections - Prior Years	682,742	0	0	0	104,503	306,539
Interest and Penalty	450,805	0	0	0	68,908	202,430
Payments in-Lieu-of Taxes - T.V.A.	763	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	1,620,808	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	495,892	0	0	0	0	2,156,200
County Local Option Taxes						
Local Option Sales Tax	0	0	0	0	0	910,817
Hotel/Motel Tax	2,540,157	0	0	0	0	0
Wheel Tax	0	0	0	0	0	0
Litigation Tax - General	425,815	0	0	0	0	418,338
Litigation Tax - Special Purpose	90,244	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	452,537
Business Tax	2,813,891	0	0	0	242,577	242,577
Mineral Severance Tax	0	0	0	0	363,900	0
Adequate Facilities/Development Tax	0	0	0	0	0	1,861,900

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	American Rescue Plan Act	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<b>Local Taxes (Cont.)</b>						
Statutory Local Taxes						
Bank Excise Tax	\$ 374,973	\$ 0	\$ 0	\$ 0	\$ 57,394	\$ 168,355
Wholesale Beer Tax	296,032	0	0	0	0	0
<b>Total Local Taxes</b>	<b>\$ 97,813,140</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 14,298,679</b>	<b>\$ 46,251,330</b>
<b>Licenses and Permits</b>						
Licenses						
Animal Registration	\$ 233,100	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Animal Vaccination	15,435	0	0	0	0	0
Cable TV Franchise	175,641	0	0	0	0	0
Permits						
Building Permits	988,122	0	0	0	0	0
Plumbing Permits	43,420	0	0	0	0	0
Other Permits	841,689	0	0	0	0	0
<b>Total Licenses and Permits</b>	<b>\$ 2,297,407</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Fines, Forfeitures, and Penalties</b>						
Circuit Court						
Fines	\$ 35,394	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	American Rescue Plan Act	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<b>Fines, Forfeitures, and Penalties (Cont.)</b>						
Circuit Court (Cont.)						
Officers Costs	\$ 19,939	\$ 0	\$ 0	\$ 0	\$ 0	0
Drug Court Fees	1,135	0	0	0	0	0
Veterans Treatment Court Fees	722	0	0	0	0	0
Data Entry Fee - Circuit Court	10,141	0	0	0	0	0
Courtroom Security Fee	7,854	0	0	0	0	0
Victims Assistance Assessments	4,710	0	0	0	0	0
General Sessions Court						
Fines	166,013	0	0	0	0	0
Fines for Littering	166	0	0	0	0	0
Officers Costs	328,166	0	0	0	0	0
Game and Fish Fines	1,660	0	0	0	0	0
Drug Court Fees	18,719	0	0	0	0	0
Veterans Treatment Court Fees	12,637	0	0	0	0	0
Jail Fees	301,542	0	0	0	0	0
DUI Treatment Fines	17,183	0	0	0	0	0
Data Entry Fee - General Sessions Court	64,376	0	0	0	0	0
Victims Assistance Assessments	52,095	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	American Rescue Plan Act	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<b>Fines, Forfeitures, and Penalties (Cont.)</b>						
Juvenile Court						
Fines	\$ 214	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	20,223	0	0	0	0	0
Jail Fees	26,729	0	0	0	0	0
Data Entry Fee - Juvenile Court	6,727	0	0	0	0	0
Chancery Court						
Officers Costs	42,174	0	0	0	0	0
Data Entry Fee - Chancery Court	8,887	0	0	0	0	0
Other Courts - In-county						
Fines	929	0	0	0	0	0
Drug Control Fines	0	12,458	0	0	0	0
Drug Court Fees	55,453	0	0	0	0	0
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	5,480	1,612	0	0	0	0
Other Fines, Forfeitures, and Penalties	20,616	0	0	0	0	0
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 1,229,884</b>	<b>\$ 14,070</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	American Rescue Plan Act	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<b>Charges for Current Services</b>						
General Service Charges						
Patient Charges	\$ 8,325,250	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Zoning Studies	6,000	0	0	0	0	0
Other General Service Charges	72,492	0	0	0	0	0
Fees						
Recreation Fees	171,115	0	0	0	0	0
Copy Fees	11,175	0	0	0	0	0
Archives and Records Management Fee	491,566	0	0	0	0	0
Greenbelt Late Application Fee	900	0	0	0	0	0
Telephone Commissions	296,693	0	0	0	0	0
Vending Machine Collections	88,594	0	0	0	0	0
Additional Fees - Titling and Registration	204,918	0	0	0	0	0
Fingerprint Fees	3,330	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	68,514	0	0
Data Processing Fee - Register	78,302	0	0	0	0	0
Probation Fees	10,708	0	0	0	0	0
Data Processing Fee - Sheriff	32,879	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	18,300	0	0	0	0	0
Data Processing Fee - County Clerk	24,774	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	American Rescue Plan Act	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<b>Charges for Current Services (Cont.)</b>						
Education Charges						
Other Charges for Services	\$ 20,820	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<b>Total Charges for Current Services</b>	<b>\$ 9,857,816</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 68,514</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Other Local Revenues</b>						
Recurring Items						
Investment Income	\$ 5,919,979	\$ 0	\$ 1,163,422	\$ 0	\$ 0	\$ 10,855,592
Lease/Rentals/PPP	666,646	0	0	0	0	0
Sale of Recycled Materials	12,443	0	0	0	0	0
Miscellaneous Refunds	469,521	0	0	0	134,426	0
Nonrecurring Items						
Sale of Equipment	55,119	0	0	0	11,465	0
Sale of Property	2,050,151	0	0	0	0	0
Contributions and Gifts	5,000	0	0	0	0	0
Other Local Revenues						
Other Local Revenues	538,254	0	0	0	0	0
<b>Total Other Local Revenues</b>	<b>\$ 9,717,113</b>	<b>\$ 0</b>	<b>\$ 1,163,422</b>	<b>\$ 0</b>	<b>\$ 145,891</b>	<b>\$ 10,855,592</b>

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	American Rescue Plan Act	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<b>Fees Received From County Officials</b>						
Fees In-Lieu-of Salary						
County Clerk	\$ 2,662,088	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	760,395	0	0	0	0	0
General Sessions Court Clerk	1,926,671	0	0	0	0	0
Clerk and Master	498,879	0	0	0	0	0
Juvenile Court Clerk	182,893	0	0	0	0	0
Register	1,834,278	0	0	0	0	0
Sheriff	145,870	0	0	0	0	0
Trustee	5,853,242	0	0	0	0	0
<b>Total Fees Received From County Officials</b>	<b>\$ 13,864,316</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>State of Tennessee</b>						
General Government Grants						
Juvenile Services Program	\$ 586,426	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Public Safety Grants						
Law Enforcement Training Programs	251,200	0	0	0	0	0
School Resource Officer Grants	3,075,000	0	0	0	0	0
Other Public Safety Grants	58,800	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	American Rescue Plan Act	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<b>State of Tennessee (Cont.)</b>						
Health and Welfare Grants						
Emergency Medical Services Training Programs	\$ 20,000	\$ 0	\$ 0	\$ 0	\$ 0	0
Other Health and Welfare Grants	402,142	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	2,907,581	0
Litter Program	76,698	0	0	0	0	0
Other Public Works Grants	33,960	0	0	0	0	0
Other State Revenues						
Beer Tax	17,752	0	0	0	0	0
Vehicle Certificate of Title Fees	27,059	0	0	0	0	0
Alcoholic Beverage Tax	391,206	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	771,107	0	0	0	0	0
State Revenue Sharing - T.V.A.	2,121,091	0	0	0	0	0
State Revenue Sharing - Telecommunications	249,136	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	116,556	0	0	0	0	0
Prisoner Transportation	6,661	0	0	0	0	0
Contracted Prisoner Boarding	877,338	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	4,640,917	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	55,939	0

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	American Rescue Plan Act	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<b>State of Tennessee (Cont.)</b>						
Other State Revenues (Cont.)						
Petroleum Special Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 145,814	\$ 0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	3,462,104	0	0	0	0	0
Other State Revenues	131,251	0	0	0	0	0
<b>Total State of Tennessee</b>	<b>\$ 12,690,651</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 7,750,251</b>	<b>\$ 0</b>
<b>Federal Government</b>						
Federal Through State						
Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Homeland Security Grants	170,917	0	0	0	0	0
American Rescue Plan Act Grant #1	0	0	337,500	0	0	0
American Rescue Plan Act Grant #2	0	0	1,077,026	0	0	0
Other Federal through State	91,494	0	0	0	0	0
Direct Federal Revenue						
Asset Forfeiture Funds	50,142	0	0	0	0	0
American Rescue Plan Act Grant #6	0	0	5,652,706	0	0	0
Other Direct Federal Revenue	42,687	0	0	0	0	0
<b>Total Federal Government</b>	<b>\$ 355,240</b>	<b>\$ 0</b>	<b>\$ 7,067,232</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	American Rescue Plan Act	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<b>Other Governments and Citizens Groups</b>						
Other Governments						
Paving and Maintenance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 46,974	\$ 0
Contributions	454,418	0	0	0	0	1,215,600
Contracted Services	383,407	0	0	0	0	0
Citizens Groups						
Donations	41,570	0	0	0	0	0
Other						
Other	0	0	0	0	0	0
Opioid Settlement Funds - Past Remediation	247,174	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 1,126,569</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 46,974</u>	<u>\$ 1,215,600</u>
Total	<u>\$ 148,952,136</u>	<u>\$ 14,070</u>	<u>\$ 8,230,654</u>	<u>\$ 68,514</u>	<u>\$ 22,241,795</u>	<u>\$ 58,322,522</u>

(Continued)

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

	<b>Capital Projects Fund</b>	
	General Capital Projects	Total
<b>Local Taxes</b>		
County Property Taxes		
Current Property Tax	\$ 11,510,622	\$ 150,572,691
Trustee's Collections - Prior Year	159,106	2,089,860
Trustee's Collections - Bankruptcy	1,604	22,833
Circuit Clerk/Clerk and Master Collections - Prior Years	90,568	1,184,352
Interest and Penalty	59,791	781,934
Payments in-Lieu-of Taxes - T.V.A.	0	763
Payments in-Lieu-of Taxes - Local Utilities	0	1,620,808
Payments in-Lieu-of Taxes - Other	0	2,652,092
County Local Option Taxes		
Local Option Sales Tax	0	910,817
Hotel/Motel Tax	2,540,159	5,080,316
Wheel Tax	7,902,575	7,902,575
Litigation Tax - General	0	844,153
Litigation Tax - Special Purpose	0	90,244
Litigation Tax - Jail, Workhouse, or Courthouse	0	452,537
Business Tax	0	3,299,045
Mineral Severance Tax	0	363,900
Adequate Facilities/Development Tax	0	1,861,900

(Continued)

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

	<b>Capital Projects Fund</b>	
	General Capital Projects	Total
<b>Local Taxes (Cont.)</b>		
Statutory Local Taxes		
Bank Excise Tax	\$ 49,741	\$ 650,463
Wholesale Beer Tax	0	296,032
Total Local Taxes	<u>\$ 22,314,166</u>	<u>\$ 180,677,315</u>
<b>Licenses and Permits</b>		
Licenses		
Animal Registration	\$ 0	\$ 233,100
Animal Vaccination	0	15,435
Cable TV Franchise	0	175,641
Permits		
Building Permits	0	988,122
Plumbing Permits	0	43,420
Other Permits	0	841,689
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 2,297,407</u>
<b>Fines, Forfeitures, and Penalties</b>		
Circuit Court		
Fines	\$ 0	\$ 35,394

(Continued)

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

	<b>Capital Projects Fund</b>	
	General Capital Projects	Total
<b>Fines, Forfeitures, and Penalties (Cont.)</b>		
Circuit Court (Cont.)		
Officers Costs	\$ 0	\$ 19,939
Drug Court Fees	0	1,135
Veterans Treatment Court Fees	0	722
Data Entry Fee - Circuit Court	0	10,141
Courtroom Security Fee	0	7,854
Victims Assistance Assessments	0	4,710
General Sessions Court		
Fines	0	166,013
Fines for Littering	0	166
Officers Costs	0	328,166
Game and Fish Fines	0	1,660
Drug Court Fees	0	18,719
Veterans Treatment Court Fees	0	12,637
Jail Fees	0	301,542
DUI Treatment Fines	0	17,183
Data Entry Fee - General Sessions Court	0	64,376
Victims Assistance Assessments	0	52,095

(Continued)

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

	<b>Capital Projects Fund</b>	
	General Capital Projects	Total
<b>Fines, Forfeitures, and Penalties (Cont.)</b>		
Juvenile Court		
Fines	\$ 0	\$ 214
Officers Costs	0	20,223
Jail Fees	0	26,729
Data Entry Fee - Juvenile Court	0	6,727
Chancery Court		
Officers Costs	0	42,174
Data Entry Fee - Chancery Court	0	8,887
Other Courts - In-county		
Fines	0	929
Drug Control Fines	0	12,458
Drug Court Fees	0	55,453
Other Fines, Forfeitures, and Penalties		
Proceeds from Confiscated Property	0	7,092
Other Fines, Forfeitures, and Penalties	0	20,616
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 0</b>	<b>\$ 1,243,954</b>

(Continued)

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

	<b>Capital Projects Fund</b>		
	General Capital Projects		Total
<b>Charges for Current Services</b>			
General Service Charges			
Patient Charges	\$ 0	\$	8,325,250
Zoning Studies	0		6,000
Other General Service Charges	0		72,492
Fees			
Recreation Fees	0		171,115
Copy Fees	0		11,175
Archives and Records Management Fee	0		491,566
Greenbelt Late Application Fee	0		900
Telephone Commissions	0		296,693
Vending Machine Collections	0		88,594
Additional Fees - Titling and Registration	0		204,918
Fingerprint Fees	0		3,330
Special Commissioner Fees/Special Master Fees	0		68,514
Data Processing Fee - Register	0		78,302
Probation Fees	0		10,708
Data Processing Fee - Sheriff	0		32,879
Sexual Offender Registration Fee - Sheriff	0		18,300
Data Processing Fee - County Clerk	0		24,774

(Continued)

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

	<b>Capital Projects Fund</b>	
	General Capital Projects	Total
<b>Charges for Current Services (Cont.)</b>		
Education Charges		
Other Charges for Services	\$ 0	\$ 20,820
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 9,926,330</u>
<b>Other Local Revenues</b>		
Recurring Items		
Investment Income	\$ 72,798	\$ 18,011,791
Lease/Rentals/PPP	0	666,646
Sale of Recycled Materials	0	12,443
Miscellaneous Refunds	0	603,947
Nonrecurring Items		
Sale of Equipment	0	66,584
Sale of Property	0	2,050,151
Contributions and Gifts	0	5,000
Other Local Revenues		
Other Local Revenues	0	538,254
Total Other Local Revenues	<u>\$ 72,798</u>	<u>\$ 21,954,816</u>

(Continued)

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

	<b>Capital Projects Fund</b>	
	General Capital Projects	Total
<b>Fees Received From County Officials</b>		
Fees In-Lieu-of Salary		
County Clerk	\$ 0	\$ 2,662,088
Circuit Court Clerk	0	760,395
General Sessions Court Clerk	0	1,926,671
Clerk and Master	0	498,879
Juvenile Court Clerk	0	182,893
Register	0	1,834,278
Sheriff	0	145,870
Trustee	0	5,853,242
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 13,864,316</u>
<b>State of Tennessee</b>		
General Government Grants		
Juvenile Services Program	\$ 0	\$ 586,426
Public Safety Grants		
Law Enforcement Training Programs	0	251,200
School Resource Officer Grants	0	3,075,000
Other Public Safety Grants	0	58,800

(Continued)

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

	<b>Capital Projects Fund</b>		
	General Capital Projects		Total
<b>State of Tennessee (Cont.)</b>			
Health and Welfare Grants			
Emergency Medical Services Training Programs	\$ 0	\$	20,000
Other Health and Welfare Grants	0		402,142
Public Works Grants			
State Aid Program	0		2,907,581
Litter Program	0		76,698
Other Public Works Grants	0		33,960
Other State Revenues			
Beer Tax	0		17,752
Vehicle Certificate of Title Fees	0		27,059
Alcoholic Beverage Tax	0		391,206
Opioid Settlement Funds - TN Abatement Council	0		771,107
State Revenue Sharing - T.V.A.	0		2,121,091
State Revenue Sharing - Telecommunications	0		249,136
State Shared Sports Gaming Privilege Tax	0		116,556
Prisoner Transportation	0		6,661
Contracted Prisoner Boarding	0		877,338
Gasoline and Motor Fuel Tax	0		4,640,917
Hybrid/Electric Vehicle Registration Fee	0		55,939

(Continued)

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

	<b>Capital Projects Fund</b>	
	General Capital Projects	Total
<b>State of Tennessee (Cont.)</b>		
Other State Revenues (Cont.)		
Petroleum Special Tax	\$ 0	\$ 145,814
Registrar's Salary Supplement	0	15,164
Other State Grants	1,908,320	5,370,424
Other State Revenues	0	131,251
Total State of Tennessee	<u>\$ 1,908,320</u>	<u>\$ 22,349,222</u>
<b>Federal Government</b>		
Federal Through State		
Community Development	\$ 67,681	\$ 67,681
Homeland Security Grants	200,662	371,579
American Rescue Plan Act Grant #1	0	337,500
American Rescue Plan Act Grant #2	0	1,077,026
Other Federal through State	1,014,798	1,106,292
Direct Federal Revenue		
Asset Forfeiture Funds	0	50,142
American Rescue Plan Act Grant #6	0	5,652,706
Other Direct Federal Revenue	0	42,687
Total Federal Government	<u>\$ 1,283,141</u>	<u>\$ 8,705,613</u>

(Continued)

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

	<b>Capital Projects Fund</b>	
	General Capital Projects	Total
<b>Other Governments and Citizens Groups</b>		
Other Governments		
Paving and Maintenance	\$ 0	\$ 46,974
Contributions	0	1,670,018
Contracted Services	0	383,407
Citizens Groups		
Donations	0	41,570
Other		
Other	282,545	282,545
Opioid Settlement Funds - Past Remediation	0	247,174
Total Other Governments and Citizens Groups	<u>\$ 282,545</u>	<u>\$ 2,671,688</u>
Total	<u>\$ 25,860,970</u>	<u>\$ 263,690,661</u>

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System

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

	<b>Special Revenue Funds</b>					
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School
<b>Local Taxes</b>						
County Property Taxes						
Current Property Tax	\$ 32,101,923	\$ 0	\$ 0	\$ 2,696,661	\$ 0	\$ 0
Trustee's Collections - Prior Year	526,367	0	0	45,046	0	0
Trustee's Collections - Bankruptcy	4,826	0	0	517	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	257,074	0	0	21,595	0	0
Interest and Penalty	169,730	0	0	14,268	0	0
Payments in-Lieu-of Taxes - Local Utilities	493,543	0	0	41,463	0	0
County Local Option Taxes						
Local Option Sales Tax	94,292,172	0	0	0	0	0
Wheel Tax	5,516,129	0	0	0	0	0
Business Tax	1,575,491	0	0	0	0	0
Mixed Drink Tax	737,753	0	0	0	0	0
Statutory Local Taxes						
Bank Excise Tax	141,189	0	0	11,861	0	0
<b>Total Local Taxes</b>	<b>\$ 135,816,197</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 2,831,411</b>	<b>\$ 0</b>	<b>\$ 0</b>

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<b>Special Revenue Funds</b>					
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School
<b>Charges for Current Services</b>						
Fees						
Archives and Records Management Fee	\$ 9,816	\$ 0	\$ 0	\$ 0	\$ 0	0
Education Charges						
Tuition - Summer School	300	0	0	0	0	0
Tuition - Other	187,140	0	0	0	0	0
Lunch Payments - Children	0	0	3,331,416	0	0	0
Lunch Payments - Adults	0	0	138,224	0	0	0
Income from Breakfast	0	0	536,961	0	0	0
A la Carte Sales	0	0	1,235,161	0	0	0
School Based Health Services - FFS	228,638	0	0	0	0	0
TBI Criminal Background Fee	48,157	0	0	0	0	0
Other Charges for Services	539,245	0	95,756	0	0	0
<b>Total Charges for Current Services</b>	<b>\$ 1,013,296</b>	<b>\$ 0</b>	<b>\$ 5,337,518</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>0</b>
<b>Other Local Revenues</b>						
Recurring Items						
Investment Income	\$ 1,191,600	\$ 0	\$ 726,862	\$ 0	\$ 0	0
Lease/Rentals/PPP	42,487	0	0	0	0	0

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<b>Special Revenue Funds</b>					
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School
<b>Other Local Revenues (Cont.)</b>						
Recurring Items (Cont.)						
Sale of Materials and Supplies	\$ 0	\$ 0	\$ 11,873	\$ 141	\$ 0	\$ 0
Sale of Recycled Materials	5,158	0	0	58	0	0
Miscellaneous Refunds	103,099	0	10,449	17,354	0	0
Nonrecurring Items						
Sale of Equipment	1,025,903	0	13,995	0	0	0
Damages Recovered from Individuals	75,647	0	0	783	0	0
Contributions and Gifts	6,016	0	21	0	0	0
<b>Other Local Revenues</b>						
Other Local Revenues	10,566	0	0	0	0	10,549,253
<b>Total Other Local Revenues</b>	<b>\$ 2,460,476</b>	<b>\$ 0</b>	<b>\$ 763,200</b>	<b>\$ 18,336</b>	<b>\$ 0</b>	<b>\$ 10,549,253</b>
<b>State of Tennessee</b>						
State Education Funds						
Tennessee Investment in Student Achievement	\$ 262,543,601	\$ 0	\$ 0	\$ 19,400,000	\$ 0	\$ 0
TISA - On-behalf Payments	891,231	0	0	0	0	0
Early Childhood Education	2,885,166	0	0	0	0	0
School Food Service	0	0	170,978	0	0	0

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<b>Special Revenue Funds</b>					
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School
<b>State of Tennessee (Cont.)</b>						
State Education Funds (Cont.)						
Other State Education Funds	\$ 1,361,644	\$ 0	\$ 0	\$ 0	\$ 4,501,138	\$ 0
Paid Parental Leave	920,219	20,694	0	0	0	0
Career Ladder Program	154,140	0	0	0	0	0
Other Vocational	2,350,713	0	0	0	0	0
<b>Total State of Tennessee</b>	<b>\$ 271,106,714</b>	<b>\$ 20,694</b>	<b>\$ 170,978</b>	<b>\$ 19,400,000</b>	<b>\$ 4,501,138</b>	<b>\$ 0</b>
<b>Federal Government</b>						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 11,760,891	\$ 0	\$ 0	\$ 0
USDA - Commodities	0	0	1,570,727	0	0	0
Breakfast	0	0	4,180,320	0	0	0
Vocational Education - Basic Grants to States	0	662,152	0	0	0	0
Title I Grants to Local Education Agencies	0	10,208,079	0	0	0	0
Special Education - Grants to States	996,407	7,664,226	0	150,869	0	0
Special Education Preschool Grants	0	196,674	0	0	0	0
English Language Acquisition Grants	0	197,496	0	0	0	0
Education for Homeless Children and Youth	0	168,030	0	0	0	0

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<b>Special Revenue Funds</b>					
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School
<b>Federal Government (Cont.)</b>						
Federal Through State (Cont.)						
Eisenhower Professional Development State Grants	\$ 0	\$ 1,593,923	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	285,528	0	0	0	0	0
COVID-19 Grant D	0	73,000	0	0	0	0
American Rescue Plan Act Grant #1	0	5,958,702	0	0	0	0
American Rescue Plan Act Grant #4	0	198,691	0	0	0	0
Other Federal through State	0	642,933	0	0	552,573	0
<b>Direct Federal Revenue</b>						
Public Law 874 - Maintenance and Operation	1,246,803	0	0	0	0	0
ROTC Reimbursement	910,623	0	0	0	0	0
Other Direct Federal Revenue	113,569	1,250,000	0	0	0	0
<b>Total Federal Government</b>	<b>\$ 3,552,930</b>	<b>\$ 28,813,906</b>	<b>\$ 17,511,938</b>	<b>\$ 150,869</b>	<b>\$ 552,573</b>	<b>\$ 0</b>
<b>Other Governments and Citizens Groups</b>						
Other Governments						
Contributions	\$ 1,903,191	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Services	19,724	0	0	0	0	0
Other						
Other	321,540	0	0	0	0	0
<b>Total Other Governments and Citizens Groups</b>	<b>\$ 2,244,455</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Total</b>	<b>\$ 416,194,068</b>	<b>\$ 28,834,600</b>	<b>\$ 23,783,634</b>	<b>\$ 22,400,616</b>	<b>\$ 5,053,711</b>	<b>\$ 10,549,253</b>

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<b>Capital Projects Fund</b>	
	Education Capital Projects	Total
<b>Local Taxes</b>		
County Property Taxes		
Current Property Tax	\$ 0	\$ 34,798,584
Trustee's Collections - Prior Year	0	571,413
Trustee's Collections - Bankruptcy	0	5,343
Circuit Clerk/Clerk and Master Collections - Prior Years	0	278,669
Interest and Penalty	0	183,998
Payments in-Lieu-of Taxes - Local Utilities	0	535,006
County Local Option Taxes		
Local Option Sales Tax	0	94,292,172
Wheel Tax	0	5,516,129
Business Tax	0	1,575,491
Mixed Drink Tax	0	737,753
Statutory Local Taxes		
Bank Excise Tax	0	153,050
<b>Total Local Taxes</b>	<b>\$ 0</b>	<b>\$ 138,647,608</b>

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<b>Capital Projects Fund</b>	
	Education Capital Projects	Total
<b>Charges for Current Services</b>		
Fees		
Archives and Records Management Fee	\$ 0	\$ 9,816
Education Charges		
Tuition - Summer School	0	300
Tuition - Other	0	187,140
Lunch Payments - Children	0	3,331,416
Lunch Payments - Adults	0	138,224
Income from Breakfast	0	536,961
A la Carte Sales	0	1,235,161
School Based Health Services - FFS	0	228,638
TBI Criminal Background Fee	0	48,157
Other Charges for Services	0	635,001
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 6,350,814</u>
<b>Other Local Revenues</b>		
Recurring Items		
Investment Income	\$ 0	\$ 1,918,462
Lease/Rentals/PPP	0	42,487

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<b>Capital Projects Fund</b>	
	Education Capital Projects	Total
<b>Other Local Revenues (Cont.)</b>		
Recurring Items (Cont.)		
Sale of Materials and Supplies	\$ 0	\$ 12,014
Sale of Recycled Materials	0	5,216
Miscellaneous Refunds	0	130,902
Nonrecurring Items		
Sale of Equipment	0	1,039,898
Damages Recovered from Individuals	0	76,430
Contributions and Gifts	0	6,037
Other Local Revenues		
Other Local Revenues	0	10,559,819
Total Other Local Revenues	<u>\$ 0</u>	<u>\$ 13,791,265</u>
<b>State of Tennessee</b>		
State Education Funds		
Tennessee Investment in Student Achievement	\$ 0	\$ 281,943,601
TISA - On-behalf Payments	0	891,231
Early Childhood Education	0	2,885,166
School Food Service	0	170,978

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<b>Capital Projects Fund</b>	
	Education Capital Projects	Total
<b>State of Tennessee (Cont.)</b>		
State Education Funds (Cont.)		
Other State Education Funds	\$ 0	\$ 5,862,782
Paid Parental Leave	0	940,913
Career Ladder Program	0	154,140
Other Vocational	0	2,350,713
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 295,199,524</u>
<b>Federal Government</b>		
Federal Through State		
USDA School Lunch Program	\$ 0	\$ 11,760,891
USDA - Commodities	0	1,570,727
Breakfast	0	4,180,320
Vocational Education - Basic Grants to States	0	662,152
Title I Grants to Local Education Agencies	0	10,208,079
Special Education - Grants to States	0	8,811,502
Special Education Preschool Grants	0	196,674
English Language Acquisition Grants	0	197,496
Education for Homeless Children and Youth	0	168,030

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

	<b>Capital Projects Fund</b>	
	Education Capital Projects	Total
<b>Federal Government (Cont.)</b>		
Federal Through State (Cont.)		
Eisenhower Professional Development State Grants	\$ 0	\$ 1,593,923
Disaster Relief	0	285,528
COVID-19 Grant D	0	73,000
American Rescue Plan Act Grant #1	0	5,958,702
American Rescue Plan Act Grant #4	0	198,691
Other Federal through State	0	1,195,506
Direct Federal Revenue		
Public Law 874 - Maintenance and Operation	0	1,246,803
ROTC Reimbursement	0	910,623
Other Direct Federal Revenue	0	1,363,569
Total Federal Government	<u>\$ 0</u>	<u>\$ 50,582,216</u>
<b>Other Governments and Citizens Groups</b>		
Other Governments		
Contributions	\$ 16,362,940	\$ 18,266,131
Contracted Services	0	19,724
Other		
Other	0	321,540
Total Other Governments and Citizens Groups	<u>\$ 16,362,940</u>	<u>\$ 18,607,395</u>
Total	<u>\$ 16,362,940</u>	<u>\$ 523,178,822</u>

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

**General Fund**

General Government

**County Commission**

Secretary(ies)	\$	72,123	
Board and Committee Members Fees		150,300	
Social Security		13,528	
Pensions		5,633	
Life Insurance		50	
Employer Medicare		3,165	
Advertising		105	
Audit Services		96,830	
Legal Notices, Recording, and Court Costs		94	
Travel		26,009	
Tuition		5,825	
Other Contracted Services		1,525	
Office Supplies		289	
Other Supplies and Materials		270	
Total County Commission			\$ 375,746

**Board of Equalization**

Board and Committee Members Fees	\$	8,000	
Social Security		496	
Employer Medicare		116	
Total Board of Equalization			8,612

**Beer Board**

Board and Committee Members Fees	\$	4,600	
Social Security		285	
Employer Medicare		67	
Legal Notices, Recording, and Court Costs		573	
Total Beer Board			5,525

**Other Boards and Committees**

Board and Committee Members Fees	\$	4,000	
Social Security		243	
Employer Medicare		57	
Total Other Boards and Committees			4,300

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**County Mayor/Executive**

County Official/Administrative Officer	\$	205,858	
Supervisor/Director		159,533	
Secretary(ies)		89,463	
Clerical Personnel		52,010	
Part-time Personnel		34,693	
Other Salaries and Wages		110,002	
Social Security		36,075	
Pensions		56,532	
Life Insurance		250	
Medical Insurance		42,257	
Employer Medicare		9,301	
Communication		3,028	
Dues and Memberships		600	
Maintenance and Repair Services - Vehicles		1,863	
Postal Charges		746	
Printing, Stationery, and Forms		1,363	
Rentals		2,000	
Travel		7,580	
Tuition		2,715	
Other Contracted Services		30,357	
Custodial Supplies		45	
Food Supplies		1,431	
Gasoline		3,916	
Library Books/Media		500	
Office Supplies		3,197	
Other Supplies and Materials		2,852	
Furniture and Fixtures		3,930	
Total County Mayor/Executive			\$ 862,097

**Personnel Office**

Assistant(s)	\$	109,327
Supervisor/Director		123,198
Accountants/Bookkeepers		170,723
Clerical Personnel		242,825
Overtime Pay		92
Other Salaries and Wages		80,250

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Personnel Office (Cont.)**

Social Security	\$	43,451	
Pensions		61,557	
Life Insurance		420	
Medical Insurance		83,151	
Unemployment Compensation		334	
Employer Medicare		10,162	
Communication		1,606	
Dues and Memberships		2,135	
Evaluation and Testing		10,011	
Postal Charges		1,011	
Rentals		2,508	
Travel		1,246	
Tuition		8,542	
Other Contracted Services		178,355	
Duplicating Supplies		38	
Instructional Supplies and Materials		71	
Office Supplies		1,986	
Other Supplies and Materials		9,626	
Indirect Cost		25,000	
Data Processing Equipment		22,253	
Furniture and Fixtures		142,122	
Total Personnel Office			\$ 1,332,000

**County Attorney**

Legal Services	\$	479,684	
Total County Attorney			479,684

**Election Commission**

Supervisor/Director	\$	125,478	
Clerical Personnel		238,911	
Temporary Personnel		33,171	
Overtime Pay		33,592	
Election Commission		10,820	
Election Workers		201,913	
Social Security		31,118	
Pensions		41,319	

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Election Commission (Cont.)**

Life Insurance	\$	283	
Medical Insurance		49,645	
Employer Medicare		7,278	
Communication		781	
Legal Notices, Recording, and Court Costs		4,683	
Maintenance and Repair Services - Office Equipment		34,661	
Postal Charges		25,000	
Printing, Stationery, and Forms		12,072	
Rentals		7,640	
Travel		1,068	
Other Contracted Services		26,200	
Office Supplies		11,321	
Other Supplies and Materials		28,394	
Voting Machines		17,420	
Total Election Commission			\$ 942,768

**Register of Deeds**

County Official/Administrative Officer	\$	139,420
Deputy(ies)		374,233
Overtime Pay		3,507
Social Security		30,427
Pensions		43,306
Life Insurance		398
Medical Insurance		75,825
Unemployment Compensation		1,007
Employer Medicare		7,116
Data Processing Services		110,450
Dues and Memberships		2,617
Postal Charges		297
Rentals		2,992
Travel		6,797
Tuition		3,682
Other Contracted Services		11,469
Data Processing Supplies		836
Duplicating Supplies		1,977
Other Supplies and Materials		11,862

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Register of Deeds (Cont.)**

Data Processing Equipment	\$	17,027	
Furniture and Fixtures		72,700	
Total Register of Deeds			\$ 917,945

**Planning**

Contributions	\$	542,515	
Total Planning			542,515

**Building**

Assistant(s)	\$	55,527	
Supervisor/Director		139,881	
Other Salaries and Wages		319,699	
Social Security		30,874	
Pensions		54,859	
Life Insurance		250	
Medical Insurance		74,060	
Employer Medicare		7,220	
Communication		1,957	
Dues and Memberships		816	
Licenses		140	
Maintenance and Repair Services - Vehicles		1,170	
Postal Charges		15	
Rentals		839	
Travel		4,782	
Tuition		2,430	
Other Contracted Services		41,032	
Gasoline		1,646	
Office Supplies		472	
Other Supplies and Materials		1,579	
Motor Vehicles		41,405	
Total Building			780,653

**Codes Compliance**

Assistant(s)	\$	758,297	
Supervisor/Director		128,527	
Clerical Personnel		162,741	

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Codes Compliance (Cont.)**

Social Security	\$	61,713	
Pensions		124,958	
Life Insurance		736	
Medical Insurance		199,385	
Employer Medicare		14,433	
Communication		10,557	
Contracts with Private Agencies		2,100	
Dues and Memberships		2,500	
Legal Notices, Recording, and Court Costs		1,565	
Maintenance and Repair Services - Vehicles		7,265	
Postal Charges		1,155	
Rentals		1,482	
Travel		2,133	
Tuition		5,095	
Permits		3,460	
Other Contracted Services		365	
Gasoline		14,314	
Library Books/Media		2,569	
Office Supplies		1,727	
Uniforms		2,666	
Other Supplies and Materials		1,797	
Motor Vehicles		40,643	
Total Codes Compliance			\$ 1,552,183

**Geographical Information Systems**

Contracts with Government Agencies	\$	303,252	
Total Geographical Information Systems			303,252

**County Buildings**

Supervisor/Director	\$	69,837	
Maintenance Personnel		242,259	
Overtime Pay		7,409	
Other Salaries and Wages		200	
Social Security		13,652	
Pensions		27,668	
Life Insurance		295	

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**County Buildings (Cont.)**

Medical Insurance	\$	66,001	
Employer Medicare		4,304	
Communication		1,554	
Maintenance Agreements		10,222	
Maintenance and Repair Services - Buildings		17,281	
Maintenance and Repair Services - Equipment		1,209	
Maintenance and Repair Services - Vehicles		3,367	
Pest Control		480	
Rentals		23,430	
Other Contracted Services		16,736	
Custodial Supplies		14,389	
Diesel Fuel		244	
Drugs and Medical Supplies		1,583	
Electricity		81,104	
Equipment Parts - Light		159	
Gasoline		2,560	
Natural Gas		1,615	
Propane Gas		1,434	
Tires and Tubes		751	
Uniforms		2,256	
Water and Sewer		8,618	
Other Supplies and Materials		15,388	
Building Improvements		12,604	
Heating and Air Conditioning Equipment		37,300	
Total County Buildings			\$ 685,909

**Other Facilities**

Assistant(s)	\$	64,825
Supervisor/Director		240,810
Secretary(ies)		58,714
Clerical Personnel		33,159
Custodial Personnel		593,544
Maintenance Personnel		772,209
Part-time Personnel		1,296
Overtime Pay		6,185
Other Salaries and Wages		100

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Other Facilities (Cont.)**

Social Security	\$	105,356	
Pensions		179,291	
Life Insurance		1,643	
Medical Insurance		253,641	
Employer Medicare		24,640	
Communication		11,434	
Maintenance Agreements		168,840	
Maintenance and Repair Services - Buildings		51,501	
Maintenance and Repair Services - Equipment		63,411	
Maintenance and Repair Services - Vehicles		2,781	
Pest Control		5,208	
Rentals		4,265	
Travel		3,990	
Tuition		5,066	
Disposal Fees		15,265	
Other Contracted Services		242,401	
Custodial Supplies		62,288	
Electricity		645,149	
Food Supplies		1,301	
Gasoline		16,404	
Natural Gas		217,000	
Office Supplies		355	
Propane Gas		6,233	
Salt		3,640	
Small Tools		2,888	
Uniforms		8,722	
Water and Sewer		196,528	
Other Supplies and Materials		88,752	
Indirect Cost		25,000	
Heating and Air Conditioning Equipment		14,743	
Motor Vehicles		127,163	
Other Equipment		46,653	
Total Other Facilities			\$ 4,372,394

**Other General Administration**

Supervisor/Director	\$	96,897	
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(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Other General Administration (Cont.)**

Other Salaries and Wages	\$	129,839	
Social Security		13,580	
Pensions		22,899	
Life Insurance		133	
Medical Insurance		24,591	
Employer Medicare		3,176	
Communication		1,141	
Contracts with Other Public Agencies		1,256,739	
Dues and Memberships		1,342	
Travel		3,091	
Tuition		5,707	
Other Contracted Services		40,604	
Office Supplies		270	
Other Supplies and Materials		3,398	
Data Processing Equipment		3,239	
Other Equipment		11,000	
Total Other General Administration			\$ 1,617,646

**Preservation of Records**

Supervisor/Director	\$	76,840
Clerical Personnel		235,345
Part-time Personnel		17,480
Board and Committee Members Fees		800
Social Security		20,185
Pensions		24,382
Life Insurance		300
Medical Insurance		22,401
Employer Medicare		4,721
Data Processing Services		19,633
Dues and Memberships		5,743
Maintenance and Repair Services - Office Equipment		9,400
Rentals		8,082
Travel		3,362
Tuition		1,786
Other Contracted Services		3,542
Library Books/Media		1,218

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Preservation of Records (Cont.)**

Office Supplies	\$	14,945	
Other Supplies and Materials		1,314	
Total Preservation of Records			\$ 471,479

Finance

**Accounting and Budgeting**

County Official/Administrative Officer	\$	139,420	
Supervisor/Director		115,334	
Accountants/Bookkeepers		384,225	
Clerical Personnel		20,254	
Part-time Personnel		13,692	
Other Salaries and Wages		124,014	
Social Security		46,595	
Pensions		81,696	
Life Insurance		433	
Medical Insurance		99,641	
Employer Medicare		11,029	
Communication		3,386	
Data Processing Services		4,588	
Dues and Memberships		1,779	
Postal Charges		7,357	
Rentals		1,575	
Travel		3,525	
Tuition		2,190	
Other Contracted Services		56,076	
Data Processing Supplies		4,490	
Library Books/Media		398	
Office Supplies		1,339	
Other Supplies and Materials		8,418	
Total Accounting and Budgeting			1,131,454

**Purchasing**

County Official/Administrative Officer	\$	113,346
Purchasing Personnel		64,154
Clerical Personnel		90,026
Social Security		15,793

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

**Purchasing (Cont.)**

Pensions	\$	27,502	
Life Insurance		200	
Medical Insurance		50,356	
Employer Medicare		3,694	
Communication		1,200	
Dues and Memberships		1,774	
Maintenance and Repair Services - Equipment		497	
Maintenance and Repair Services - Vehicles		1,524	
Postal Charges		289	
Rentals		28,990	
Travel		2,030	
Tuition		1,050	
Other Contracted Services		5,419	
Gasoline		1,287	
Other Supplies and Materials		7,044	
Total Purchasing			\$ 416,175

**Property Assessor's Office**

County Official/Administrative Officer	\$	139,420
Deputy(ies)		1,319,045
Clerical Personnel		59,889
Part-time Personnel		27,231
Overtime Pay		10,100
Other Salaries and Wages		75
Social Security		90,686
Pensions		152,325
Life Insurance		1,091
Medical Insurance		222,836
Employer Medicare		21,604
Audit Services		84,300
Communication		8,725
Data Processing Services		196,522
Dues and Memberships		5,846
Lease/SBITA Payments		1,465
Legal Notices, Recording, and Court Costs		84
Maintenance and Repair Services - Vehicles		3,781

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

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

Postal Charges	\$	15,713	
Printing, Stationery, and Forms		7,585	
Rentals		480	
Travel		14,316	
Tuition		7,460	
Other Contracted Services		7,395	
Gasoline		3,330	
Library Books/Media		170	
Office Supplies		4,386	
Other Supplies and Materials		4,992	
Motor Vehicles		75,634	
Total Property Assessor's Office			\$ 2,486,486

**County Trustee's Office**

County Official/Administrative Officer	\$	139,420
Supervisor/Director		105,711
Deputy(ies)		343,613
Accountants/Bookkeepers		52,124
Part-time Personnel		4,418
Overtime Pay		1,803
Board and Committee Members Fees		1,000
Social Security		38,369
Pensions		60,200
Life Insurance		470
Medical Insurance		114,547
Employer Medicare		8,973
Audit Services		29,040
Bank Charges		19,242
Communication		1,115
Dues and Memberships		3,147
Legal Notices, Recording, and Court Costs		2,185
Postal Charges		40,132
Printing, Stationery, and Forms		3,394
Rentals		6,425
Travel		7,158
Tuition		8,344

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

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

Other Contracted Services	\$	24,787	
Office Supplies		4,657	
Periodicals		371	
Other Supplies and Materials		1,564	
Premiums on Corporate Surety Bonds		8,827	
Other Capital Outlay		4,893	
Total County Trustee's Office			\$ 1,035,929

**County Clerk's Office**

County Official/Administrative Officer	\$	139,420	
Supervisor/Director		199,169	
Deputy(ies)		2,451,396	
Part-time Personnel		131,250	
Overtime Pay		955	
Social Security		168,537	
Pensions		300,967	
Life Insurance		2,397	
Medical Insurance		599,436	
Unemployment Compensation		1,300	
Employer Medicare		39,886	
Communication		1,800	
Maintenance and Repair Services - Equipment		21,832	
Postal Charges		95,297	
Rentals		8,507	
Travel		4,905	
Other Contracted Services		7,058	
Data Processing Supplies		78,489	
Office Supplies		23,205	
Other Supplies and Materials		17,371	
Other Charges		25,000	
Building Improvements		72,492	
Total County Clerk's Office			4,390,669

**Data Processing**

Assistant(s)	\$	108,573	
Supervisor/Director		138,716	

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

**Data Processing (Cont.)**

Computer Programmer(s)	\$	810,866	
Data Processing Personnel		532,652	
Secretary(ies)		65,650	
Part-time Personnel		35,573	
Other Salaries and Wages		200	
Social Security		101,441	
Pensions		176,548	
Life Insurance		894	
Medical Insurance		221,530	
Unemployment Compensation		575	
Employer Medicare		23,724	
Communication		126,468	
Data Processing Services		2,144,137	
Freight Expenses		150	
Maintenance and Repair Services - Equipment		5,108	
Maintenance and Repair Services - Vehicles		364	
Postal Charges		78	
Rentals		1,534	
Travel		20,006	
Tuition		39,882	
Other Contracted Services		26,216	
Data Processing Supplies		217,893	
Food Supplies		259	
Gasoline		985	
Office Supplies		1,410	
Other Supplies and Materials		3,398	
Data Processing Equipment		82,595	
Other Equipment		351,732	
Total Data Processing			\$ 5,239,157

**Other Finance**

Legal Notices, Recording, and Court Costs	\$	15,399	
Postal Charges		18,810	
Total Other Finance			34,209

(Continued)

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

**General Fund (Cont.)**

Administration of Justice

**Circuit Court**

County Official/Administrative Officer	\$	139,420	
Assistant(s)		204,752	
Supervisor/Director		354,623	
Deputy(ies)		2,816,114	
Accountants/Bookkeepers		119,111	
Overtime Pay		5,200	
Other Salaries and Wages		750	
Jury and Witness Expense		58,270	
Social Security		213,007	
Pensions		377,411	
Life Insurance		3,214	
Medical Insurance		695,557	
Unemployment Compensation		3,900	
Employer Medicare		49,817	
Communication		1,715	
Data Processing Services		74,327	
Dues and Memberships		1,381	
Legal Notices, Recording, and Court Costs		530	
Maintenance and Repair Services - Office Equipment		2,024	
Postal Charges		32,338	
Printing, Stationery, and Forms		16,919	
Rentals		5,718	
Travel		672	
Tuition		175	
Other Contracted Services		3,251	
Custodial Supplies		143	
Data Processing Supplies		7,499	
Drugs and Medical Supplies		47	
Duplicating Supplies		7,428	
Food Supplies		1,115	
Library Books/Media		1,535	
Office Supplies		7,741	
Other Supplies and Materials		4,678	
Communication Equipment		364	
Data Processing Equipment		6,638	
Other Construction		1,716	
Total Circuit Court			\$ 5,219,100

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**General Sessions Court**

Judge(s)	\$	638,820	
Social Security		32,175	
Pensions		62,307	
Life Insurance		150	
Medical Insurance		41,619	
Employer Medicare		9,113	
Dues and Memberships		5,437	
Travel		1,890	
Tuition		2,727	
Other Contracted Services		113	
Office Supplies		6,700	
Other Supplies and Materials		119	
Total General Sessions Court			\$ 801,170

**Drug Court**

Other Salaries and Wages	\$	6,512	
Social Security		404	
Employer Medicare		94	
Communication		503	
Dues and Memberships		720	
Evaluation and Testing		35,531	
Rentals		947	
Travel		5,645	
Other Contracted Services		41,711	
Office Supplies		2,807	
Other Supplies and Materials		7,196	
Total Drug Court			102,070

**Chancery Court**

County Official/Administrative Officer	\$	139,420	
Deputy(ies)		606,511	
Other Salaries and Wages		250	
Social Security		44,173	
Pensions		81,112	
Life Insurance		494	
Medical Insurance		123,720	

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Chancery Court (Cont.)**

Employer Medicare	\$	10,331	
Dues and Memberships		2,091	
Legal Notices, Recording, and Court Costs		5,589	
Maintenance and Repair Services - Office Equipment		270	
Postal Charges		7,340	
Printing, Stationery, and Forms		1,672	
Rentals		3,945	
Travel		422	
Tuition		911	
Other Contracted Services		9,148	
Data Processing Supplies		10,076	
Duplicating Supplies		3,778	
Library Books/Media		3,308	
Office Supplies		6,101	
Other Supplies and Materials		5,609	
Premiums on Corporate Surety Bonds		169	
Furniture and Fixtures		3,569	
Total Chancery Court			\$ 1,070,009

**Juvenile Court**

Judge(s)	\$	212,940
Supervisor/Director		111,490
Probation Officer(s)		280,590
Youth Service Officer(s)		503,519
Clerical Personnel		91,366
Overtime Pay		5,364
Other Salaries and Wages		71,340
Social Security		74,926
Pensions		135,517
Life Insurance		885
Medical Insurance		113,238
Employer Medicare		18,039
Communication		9,480
Dues and Memberships		1,340
Lease/SBITA Payments		1,246
Postal Charges		771

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Juvenile Court (Cont.)**

Travel	\$	30,384	
Tuition		14,580	
Other Contracted Services		221,972	
Office Supplies		4,500	
Other Supplies and Materials		2,145	
Total Juvenile Court			\$ 1,905,632

**District Attorney General**

Other Salaries and Wages	\$	80,384	
Social Security		4,913	
Pensions		6,278	
Life Insurance		67	
Medical Insurance		3,791	
Employer Medicare		1,149	
Contributions		3,200	
Dues and Memberships		95	
Legal Notices, Recording, and Court Costs		45	
Travel		54,811	
Other Contracted Services		35,332	
Custodial Supplies		656	
Food Supplies		2,344	
Office Supplies		836	
Other Supplies and Materials		3,748	
Total District Attorney General			197,649

**Office of Public Defender**

Communication	\$	208	
Travel		2,735	
Other Contracted Services		2,618	
Total Office of Public Defender			5,561

**Judicial Commissioners**

Part-time Personnel	\$	94,037	
Overtime Pay		9,180	
Other Salaries and Wages		208,721	
Social Security		18,386	

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Judicial Commissioners (Cont.)**

Pensions	\$	26,204	
Life Insurance		150	
Medical Insurance		30,247	
Employer Medicare		4,418	
Communication		503	
Rentals		1,348	
Other Contracted Services		1,216	
Office Supplies		799	
Total Judicial Commissioners			\$ 395,209

**Probate Court**

Assistant(s)	\$	141,475	
Supervisor/Director		87,741	
Youth Service Officer(s)		213,819	
Clerical Personnel		51,790	
Part-time Personnel		6,031	
Social Security		29,776	
Pensions		43,437	
Life Insurance		379	
Medical Insurance		65,172	
Employer Medicare		6,964	
Communication		3,310	
Contributions		5,989	
Dues and Memberships		255	
Evaluation and Testing		1,062	
Lease/SBITA Payments		1,295	
Printing, Stationery, and Forms		408	
Travel		34,074	
Tuition		3,908	
Other Contracted Services		77,320	
Office Supplies		2,760	
Other Supplies and Materials		31,350	
Furniture and Fixtures		16,271	
Total Probate Court			824,586

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Other Administration of Justice**

Supervisor/Director	\$	88,264	
Social Security		5,361	
Pensions		12,039	
Life Insurance		50	
Medical Insurance		7,564	
Employer Medicare		1,254	
Communication		560	
Contracts with Private Agencies		431,135	
Dues and Memberships		769	
Postal Charges		531	
Travel		4,871	
Tuition		180	
Instructional Supplies and Materials		1,879	
Other Supplies and Materials		586	
Other Capital Outlay		6,892	
Total Other Administration of Justice			\$ 561,935

**Probation Services**

Assistant(s)	\$	45,859
Supervisor/Director		124,807
Probation Officer(s)		338,753
Clerical Personnel		49,410
Overtime Pay		31
Other Salaries and Wages		350,732
Social Security		54,680
Pensions		96,063
Life Insurance		691
Medical Insurance		96,031
Unemployment Compensation		3,900
Employer Medicare		12,788
Communication		553
Dues and Memberships		108
Evaluation and Testing		12,024
Licenses		811
Postal Charges		391
Rentals		1,003

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Probation Services (Cont.)**

Travel	\$	13,631	
Tuition		6,040	
Other Contracted Services		22,800	
Duplicating Supplies		122	
Instructional Supplies and Materials		7,843	
Office Supplies		3,918	
Other Supplies and Materials		8,774	
Total Probation Services			\$ 1,251,763

Public Safety

**Sheriff's Department**

County Official/Administrative Officer	\$	153,362
Assistant(s)		425,171
Supervisor/Director		273,787
Deputy(ies)		6,331,322
Investigator(s)		1,444,004
Captain(s)		450,617
Lieutenant(s)		546,427
Sergeant(s)		1,404,915
Clerical Personnel		579,265
Overtime Pay		661,077
Other Salaries and Wages		2,175
In-service Training		251,200
Social Security		743,745
Pensions		3,712,010
Life Insurance		8,885
Medical Insurance		2,102,365
Employer Medicare		173,941
Communication		163,199
Contracts with Government Agencies		2,680
Data Processing Services		47,629
Dues and Memberships		6,499
Evaluation and Testing		18,677
Licenses		24,748
Maintenance Agreements		13,793
Maintenance and Repair Services - Equipment		8,377

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

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

Maintenance and Repair Services - Vehicles	\$	205,774	
Postal Charges		7,473	
Printing, Stationery, and Forms		7,023	
Rentals		58,284	
Towing Services		12,065	
Transportation - Other than Students		21,934	
Travel		145,596	
Tuition		128,103	
Veterinary Services		2,462	
Other Contracted Services		23,374	
Animal Food and Supplies		627	
Custodial Supplies		265	
Data Processing Supplies		20,368	
Drugs and Medical Supplies		999	
Duplicating Supplies		4,601	
Food Supplies		3,329	
Gasoline		322,611	
Law Enforcement Supplies		193,348	
Library Books/Media		2,814	
Office Supplies		7,202	
Tires and Tubes		56,129	
Uniforms		132,322	
Vehicle Parts		4,837	
Other Supplies and Materials		21,250	
Indirect Cost		68,712	
Premiums on Corporate Surety Bonds		80	
Workers' Compensation Insurance		8,304	
Data Processing Equipment		21,359	
Law Enforcement Equipment		309,892	
Motor Vehicles		1,814,336	
Other Equipment		44,122	
Other Capital Outlay		4,316	
Total Sheriff's Department			\$ 23,203,781
<b>Special Patrols</b>			
Deputy(ies)	\$	3,599,068	

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Special Patrols (Cont.)**

Lieutenant(s)	\$	91,491	
Sergeant(s)		511,665	
Overtime Pay		2,221	
Bonus Payments		43,200	
Other Salaries and Wages		650	
Social Security		249,401	
Pensions		504,136	
Life Insurance		3,108	
Medical Insurance		853,690	
Employer Medicare		58,327	
Communication		540	
Evaluation and Testing		4,743	
Maintenance and Repair Services - Equipment		2,123	
Maintenance and Repair Services - Vehicles		47,418	
Travel		113,721	
Tuition		10,398	
Other Contracted Services		1,626	
Gasoline		66,173	
Law Enforcement Supplies		75,577	
Tires and Tubes		8,981	
Uniforms		43,215	
Vehicle Parts		1,407	
Other Supplies and Materials		3,577	
Law Enforcement Equipment		46,176	
Other Capital Outlay		45,150	
Total Special Patrols			\$ 6,387,782

**Drug Enforcement**

Audit Services	\$	1,524	
Communication		12,438	
Licenses		334	
Maintenance and Repair Services - Vehicles		2,398	
Rentals		480	
Tuition		400	
Other Contracted Services		8,518	
Gasoline		16,946	
Total Drug Enforcement			43,038

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Administration of the Sexual Offender Registry**

Communication	\$	1,664	
Rentals		559	
Other Supplies and Materials		753	
Total Administration of the Sexual Offender Registry			\$ 2,976

**Jail**

Assistant(s)	\$	133,443
Supervisor/Director		118,977
Deputy(ies)		5,432,140
Captain(s)		103,120
Lieutenant(s)		270,513
Sergeant(s)		921,045
Accountants/Bookkeepers		48,831
Clerical Personnel		971,591
Maintenance Personnel		341,066
Overtime Pay		688,567
Other Salaries and Wages		1,150
Board and Committee Members Fees		1,000
Social Security		534,734
Pensions		985,349
Life Insurance		7,255
Medical Insurance		1,439,252
Unemployment Compensation		1,535
Employer Medicare		125,302
Communication		15,061
Evaluation and Testing		62,333
Licenses		1,785
Maintenance Agreements		127,443
Maintenance and Repair Services - Buildings		74,844
Maintenance and Repair Services - Equipment		41,317
Maintenance and Repair Services - Vehicles		5,323
Medical and Dental Services		3,441,433
Pest Control		8,025
Printing, Stationery, and Forms		4,412
Rentals		5,550
Travel		32,260

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Jail (Cont.)**

Tuition	\$	24,911	
Veterinary Services		6,951	
Disposal Fees		15,520	
Other Contracted Services		769,403	
Animal Food and Supplies		1,232	
Custodial Supplies		15,619	
Data Processing Supplies		3,772	
Duplicating Supplies		4,858	
Electricity		367,764	
Equipment and Machinery Parts		13,698	
Gasoline		18,722	
Law Enforcement Supplies		87,719	
Library Books/Media		2,714	
Natural Gas		45,745	
Office Supplies		3,815	
Prisoners Clothing		71,972	
Tires and Tubes		1,953	
Uniforms		56,948	
Water and Sewer		120,576	
Other Supplies and Materials		100,417	
Indirect Cost		43,058	
Other Equipment		7,774	
Total Jail			\$ 17,729,797

**Workhouse**

County Official/Administrative Officer	\$	9,193
Deputy(ies)		887,494
Sergeant(s)		72,536
Overtime Pay		99,920
Other Salaries and Wages		75
Social Security		63,467
Pensions		102,462
Life Insurance		833
Medical Insurance		133,877
Employer Medicare		14,843
Communication		3,644

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Workhouse (Cont.)**

Maintenance Agreements	\$	3,679	
Maintenance and Repair Services - Buildings		7,945	
Maintenance and Repair Services - Vehicles		2,757	
Medical and Dental Services		500,000	
Pest Control		418	
Rentals		2,212	
Other Contracted Services		150,263	
Custodial Supplies		6,083	
Diesel Fuel		2,661	
Electricity		12,615	
Equipment and Machinery Parts		901	
Gasoline		505	
Law Enforcement Supplies		2,490	
Natural Gas		2,737	
Prisoners Clothing		13,214	
Tires and Tubes		100	
Uniforms		3,501	
Water and Sewer		1,362	
Other Supplies and Materials		3,750	
Total Workhouse			\$ 2,105,537

**Correctional Incentive Program Improvements**

Supervisor/Director	\$	126,007
Probation Officer(s)		383,836
Overtime Pay		1,967
Other Salaries and Wages		250
Social Security		30,469
Pensions		60,188
Life Insurance		399
Medical Insurance		60,843
Employer Medicare		7,126
Communication		3,707
Maintenance and Repair Services - Vehicles		2,678
Postal Charges		170
Printing, Stationery, and Forms		303
Rentals		46,852

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Correctional Incentive Program Improvements (Cont.)**

Travel	\$	3,313	
Tuition		3,920	
Other Contracted Services		15,784	
Duplicating Supplies		123	
Electricity		1,748	
Gasoline		1,305	
Other Supplies and Materials		11,647	
Liability Insurance		36	
Vehicle and Equipment Insurance		1,618	
Total Correctional Incentive Program Improvements			\$ 764,289

**Juvenile Services**

Supervisor/Director	\$	84,837	
Probation Officer(s)		60,336	
Medical Personnel		129,855	
Social Security		16,090	
Pensions		26,426	
Life Insurance		203	
Medical Insurance		57,937	
Employer Medicare		3,763	
Communication		954	
Data Processing Services		3,205	
Dues and Memberships		1,000	
Travel		4,092	
Tuition		200	
Other Contracted Services		107,643	
Food Supplies		293	
Office Supplies		368	
Other Supplies and Materials		35,039	
Total Juvenile Services			532,241

**Fire Prevention and Control**

Supervisor/Director	\$	112,496	
Secretary(ies)		47,723	
Overtime Pay		16,953	
Other Salaries and Wages		212,524	

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Fire Prevention and Control (Cont.)**

Board and Committee Members Fees	\$	3,700	
In-service Training		15,600	
Other Per Diem and Fees		269,893	
Social Security		41,210	
Pensions		39,579	
Life Insurance		206	
Medical Insurance		50,125	
Employer Medicare		9,651	
Communication		37,106	
Licenses		11,289	
Maintenance and Repair Services - Equipment		34,137	
Maintenance and Repair Services - Vehicles		15,228	
Medical and Dental Services		974	
Postal Charges		64	
Travel		14,231	
Other Contracted Services		44,106	
Diesel Fuel		24,796	
Equipment and Machinery Parts		3,465	
Food Supplies		338	
Gasoline		13,588	
Instructional Supplies and Materials		282	
Uniforms		27,823	
Utilities		44,711	
Chemicals		739	
Other Supplies and Materials		67,173	
Liability Insurance		6,611	
Other Equipment		212,015	
Total Fire Prevention and Control			\$ 1,378,336

**Civil Defense**

Supervisor/Director	\$	128,200
Secretary(ies)		23,179
Overtime Pay		911
Other Salaries and Wages		182,941
Social Security		20,184
Pensions		40,628

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Civil Defense (Cont.)**

Life Insurance	\$	181	
Medical Insurance		21,210	
Employer Medicare		4,720	
Communication		2,463	
Maintenance and Repair Services - Vehicles		793	
Rentals		79,992	
Travel		1,247	
Other Contracted Services		10,425	
Gasoline		4,011	
Uniforms		550	
Utilities		47,758	
Other Supplies and Materials		8,700	
Liability Insurance		829	
Total Civil Defense			\$ 578,922

**Other Emergency Management**

Other Contracted Services	\$	11,065	
Other Supplies and Materials		1,221	
Other Equipment		82,705	
Total Other Emergency Management			94,991

**County Coroner/Medical Examiner**

Medical and Dental Services	\$	522,840	
Other Contracted Services		28,600	
Total County Coroner/Medical Examiner			551,440

Public Health and Welfare

**Local Health Center**

Medical Personnel	\$	160,114	
Social Security		9,816	
Pensions		17,802	
Life Insurance		100	
Medical Insurance		7,564	
Employer Medicare		2,296	
Communication		11,482	
Rentals		2,354	

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Local Health Center (Cont.)**

Travel	\$	1,418	
Tuition		925	
Other Contracted Services		2,942	
Electricity		75,081	
Other Supplies and Materials		1,819	
Total Local Health Center			\$ 293,713

**Rabies and Animal Control**

Supervisor/Director	\$	105,991
Medical Personnel		104,868
Clerical Personnel		201,249
Custodial Personnel		35,597
Overtime Pay		41,896
Other Salaries and Wages		791,384
Board and Committee Members Fees		4,700
Social Security		76,754
Pensions		108,245
Life Insurance		1,203
Medical Insurance		192,864
Unemployment Compensation		650
Employer Medicare		17,951
Communication		25,979
Maintenance and Repair Services - Buildings		6,930
Maintenance and Repair Services - Equipment		2,099
Maintenance and Repair Services - Vehicles		17,645
Printing, Stationery, and Forms		2,631
Rentals		4,172
Tuition		2,125
Veterinary Services		33,976
Other Contracted Services		40,937
Animal Food and Supplies		9,895
Custodial Supplies		23,388
Drugs and Medical Supplies		54,243
Gasoline		26,873
Office Supplies		2,975
Uniforms		4,611

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Rabies and Animal Control (Cont.)**

Other Supplies and Materials	\$	41,609	
Motor Vehicles		45,918	
Other Equipment		224,003	
Other Capital Outlay		29,179	
Total Rabies and Animal Control			\$ 2,282,540

**Ambulance/Emergency Medical Services**

Assistant(s)	\$	375,236
Captain(s)		452,199
Lieutenant(s)		1,017,963
Accountants/Bookkeepers		237,713
Medical Personnel		9,650,261
Part-time Personnel		102,641
Overtime Pay		568,816
Other Salaries and Wages		122,200
Board and Committee Members Fees		5,300
In-service Training		20,000
Social Security		749,546
Pensions		1,308,583
Life Insurance		6,544
Medical Insurance		1,505,949
Unemployment Compensation		3,772
Employer Medicare		175,665
Communication		40,054
Contracts with Private Agencies		342,494
Contributions		39,907
Data Processing Services		16,950
Debt Collection Services		25,766
Dues and Memberships		1,075
Janitorial Services		4,595
Licenses		9,279
Maintenance and Repair Services - Buildings		17,426
Maintenance and Repair Services - Equipment		22,881
Maintenance and Repair Services - Vehicles		81,131
Medical and Dental Services		6,513
Pest Control		1,080

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

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

Postal Charges	\$	312	
Printing, Stationery, and Forms		478	
Rentals		6,453	
Travel		7,887	
Tuition		96,061	
Disposal Fees		6,789	
Other Contracted Services		40,290	
Custodial Supplies		14,808	
Diesel Fuel		7,515	
Drugs and Medical Supplies		773,583	
Duplicating Supplies		951	
Electricity		86,761	
Food Supplies		1,752	
Gasoline		221,873	
Instructional Supplies and Materials		12,041	
Natural Gas		16,345	
Office Supplies		769	
Propane Gas		6,912	
Tires and Tubes		41,407	
Uniforms		127,825	
Vehicle Parts		13,902	
Water and Sewer		12,603	
Other Supplies and Materials		275,494	
Indirect Cost		47,687	
Other Charges		307,080	
Building Improvements		31,568	
Furniture and Fixtures		2,983	
Heating and Air Conditioning Equipment		18,000	
Health Equipment		247,782	
Total Ambulance/Emergency Medical Services			\$ 19,339,450

**Other Local Health Services**

Social Workers	\$	535,334
Medical Personnel		725,087
Clerical Personnel		797,820
Educational Assistants		49,436

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Other Local Health Services (Cont.)**

Other Salaries and Wages	\$	750	
Social Security		123,940	
Pensions		208,972	
Life Insurance		2,101	
Medical Insurance		424,459	
Unemployment Compensation		1,979	
Employer Medicare		28,986	
Communication		3,611	
Janitorial Services		14,400	
Travel		12,654	
Liability Insurance		31,085	
Total Other Local Health Services		<u>          </u>	\$ 2,960,614

**Appropriation to State**

Contributions	\$	153,473	
Total Appropriation to State		<u>          </u>	153,473

**Other Local Welfare Services**

Pauper Burials	\$	19,500	
Total Other Local Welfare Services		<u>          </u>	19,500

Social, Cultural, and Recreational Services

**Libraries**

Contributions	\$	3,103,037	
Total Libraries		<u>          </u>	3,103,037

**Parks and Fair Boards**

Assistant(s)	\$	124,569	
Supervisor/Director		130,637	
Clerical Personnel		155,241	
Maintenance Personnel		874,721	
Part-time Personnel		97,075	
Overtime Pay		283	
Other Salaries and Wages		322,840	
Social Security		100,949	
Pensions		136,937	

(Continued)

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

**General Fund (Cont.)**

Social, Cultural, and Recreational Services (Cont.)

**Parks and Fair Boards (Cont.)**

Life Insurance	\$	1,423	
Medical Insurance		272,087	
Unemployment Compensation		6,825	
Employer Medicare		23,609	
Communication		16,950	
Dues and Memberships		3,487	
Maintenance and Repair Services - Vehicles		15,245	
Postal Charges		82	
Rentals		34,280	
Travel		21,508	
Tuition		23,378	
Disposal Fees		12,196	
Other Contracted Services		538,432	
Custodial Supplies		24,646	
Electricity		147,652	
Fertilizer, Lime, and Seed		36,192	
Gasoline		36,898	
Office Supplies		1,252	
Propane Gas		3,492	
Sand		9,159	
Uniforms		10,306	
Water and Sewer		79,706	
Gravel and Chert		4,427	
Top Soil		4,710	
Fencing		629	
Other Supplies and Materials		286,669	
Indirect Cost		2,500	
Furniture and Fixtures		4,105	
Maintenance Equipment		69,931	
Other Capital Outlay		5,767	
Total Parks and Fair Boards			\$ 3,640,795

**Other Social, Cultural, and Recreational**

Maintenance and Repair Services - Vehicles	\$	80	
Gasoline		3,583	
Vehicle and Equipment Insurance		895	
Total Other Social, Cultural, and Recreational			4,558

(Continued)

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

**General Fund (Cont.)**

Agriculture and Natural Resources

**Agricultural Extension Service**

Board and Committee Members Fees	\$	2,600	
Social Security		157	
Employer Medicare		37	
Contributions		510,105	
Maintenance and Repair Services - Vehicles		1,441	
Rentals		3,009	
Travel		11,344	
Other Contracted Services		77,955	
Gasoline		1,606	
Office Supplies		1,415	
Total Agricultural Extension Service			\$ 609,669

**Forest Service**

Contributions	\$	2,000	
Total Forest Service			2,000

**Soil Conservation**

Secretary(ies)	\$	46,238	
Social Security		2,585	
Pensions		3,611	
Life Insurance		50	
Medical Insurance		17,760	
Employer Medicare		604	
Travel		1,471	
Other Contracted Services		1,069	
Other Supplies and Materials		518	
Total Soil Conservation			73,906

**Storm Water Management**

Other Contracted Services	\$	46,170	
Total Storm Water Management			46,170

Other Operations

**Tourism**

Contracts with Government Agencies	\$	628,850	
Contracts with Other Public Agencies		1,886,549	
Total Tourism			2,515,399

(Continued)

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

**General Fund (Cont.)**

Other Operations (Cont.)

**Industrial Development**

Contributions	\$ 747,058	
Other Contracted Services	1,675,389	
Total Industrial Development		\$ 2,422,447

**Airport**

Contributions	\$ 591,310	
Total Airport		591,310

**Veterans' Services**

Assistant(s)	\$ 402,186	
Supervisor/Director	96,136	
Secretary(ies)	138,048	
Other Salaries and Wages	200	
Board and Committee Members Fees	2,100	
Social Security	38,608	
Pensions	66,109	
Life Insurance	487	
Medical Insurance	55,290	
Employer Medicare	9,029	
Communication	920	
Data Processing Services	853	
Dues and Memberships	450	
Postal Charges	306	
Printing, Stationery, and Forms	848	
Rentals	3,675	
Travel	10,232	
Other Contracted Services	5,319	
Food Supplies	1,669	
Gasoline	66	
Library Books/Media	312	
Other Supplies and Materials	5,790	
Total Veterans' Services		838,633

**Other Charges**

Contributions	\$ 55,431	
Building and Contents Insurance	1,779,461	

(Continued)

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

**General Fund (Cont.)**

Other Operations (Cont.)

**Other Charges (Cont.)**

Liability Insurance	\$	94,591	
Trustee's Commission		2,087,951	
Workers' Compensation Insurance		654,440	
Liability Claims		11,408	
Other Charges		2,949	
Total Other Charges			\$ 4,686,231

**Contributions to Other Agencies**

Contracts with Other Public Agencies	\$	2,005,412	
Contributions		484,948	
Dues and Memberships		81,386	
Total Contributions to Other Agencies			2,571,746

**Employee Benefits**

Handling Charges and Administrative Costs	\$	8,015	
Medical Insurance		374,305	
Disability Insurance		326,840	
Unemployment Compensation		24	
Other Fringe Benefits		37,395	
Total Employee Benefits			746,579

**Miscellaneous**

Other Contracted Services	\$	8,355	
Other Supplies and Materials		5,455	
Total Miscellaneous			13,810

Highways

**Litter and Trash Collection**

Deputy(ies)	\$	123,683	
Social Security		7,087	
Pensions		21,436	
Life Insurance		99	
Medical Insurance		33,783	
Employer Medicare		1,657	
Other Supplies and Materials		26,370	
Total Litter and Trash Collection			214,115

Total General Fund

\$ 142,826,296

(Continued)

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

**Drug Control Fund**

Public Safety

**Sheriff's Department**

Veterinary Services	\$	13,119	
Animal Food and Supplies		2,731	
Law Enforcement Supplies		250	
Trustee's Commission		107	
Law Enforcement Equipment		7,470	
Total Sheriff's Department		<u>7,470</u>	\$ 23,677

Total Drug Control Fund \$ 23,677

**American Rescue Plan Act Grant Fund**

Other Operations

**American Rescue Plan Act Grant #1**

Other Contracted Services	\$	27,490	
Building Construction		22,029	
Data Processing Equipment		3,211	
Land		225,000	
Motor Vehicles		1,624,472	
Health Equipment		2,892	
Other Capital Outlay		3,652,398	
Total American Rescue Plan Act Grant #1		<u>3,652,398</u>	\$ 5,557,492

**American Rescue Plan Act Grant #2**

Other Capital Outlay	\$	1,087,455	
Total American Rescue Plan Act Grant #2		<u>1,087,455</u>	1,087,455

**American Rescue Plan Act Grant #3**

Other Contracted Services	\$	4,412	
Total American Rescue Plan Act Grant #3		<u>4,412</u>	4,412

**American Rescue Plan Act Grant #4**

Other Contracted Services	\$	3,000	
Other Supplies and Materials		30,103	
Total American Rescue Plan Act Grant #4		<u>33,103</u>	33,103

**American Rescue Plan Act Grant #5**

Other Capital Outlay	\$	337,500	
Total American Rescue Plan Act Grant #5		<u>337,500</u>	337,500

Total American Rescue Plan Act Grant Fund 7,019,962

(Continued)

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

**Constitutional Officers - Fees Fund**

Administration of Justice

**Chancery Court**

Special Commissioner Fees/Special Master Fees

\$ 68,514

Total Chancery Court

\$ 68,514

Total Constitutional Officers - Fees Fund

\$ 68,514

**Highway/Public Works Fund**

Highways

**Administration**

County Official/Administrative Officer

\$ 153,362

Assistant(s)

108,284

Accountants/Bookkeepers

90,566

Secretary(ies)

53,962

Clerical Personnel

105,634

Overtime Pay

4,789

Other Salaries and Wages

51,712

Board and Committee Members Fees

5,600

Social Security

33,849

Pensions

52,909

Life Insurance

341

Medical Insurance

98,507

Employer Medicare

7,916

Retirement - Hybrid Stabilization

5,038

Communication

10,150

Dues and Memberships

11,846

Printing, Stationery, and Forms

411

Rentals

376

Travel

27,701

Other Contracted Services

54,287

Drugs and Medical Supplies

2,543

Office Supplies

1,389

Other Supplies and Materials

47,589

Total Administration

\$ 928,761

**Highway and Bridge Maintenance**

Foremen

\$ 596,728

Mechanic(s)

118,664

(Continued)

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

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

Highways (Cont.)

**Highway and Bridge Maintenance (Cont.)**

Equipment Operators - Heavy	\$	978,570	
Equipment Operators - Light		259,209	
Truck Drivers		982,323	
Laborers		354,166	
Temporary Personnel		21,675	
Overtime Pay		259,209	
Other Salaries and Wages		340,342	
Social Security		230,738	
Pensions		387,642	
Life Insurance		3,318	
Medical Insurance		764,448	
Unemployment Compensation		144	
Employer Medicare		54,006	
Retirement - Hybrid Stabilization		28,183	
Rentals		134,777	
Other Contracted Services		492,581	
Asphalt - Hot Mix		1,855,254	
Asphalt - Liquid		79,768	
Concrete		67,278	
Crushed Stone		298,442	
Fertilizer, Lime, and Seed		4,689	
Pipe - Metal		47,277	
Salt		493,780	
Sand		1,387	
Small Tools		13,715	
Structural Steel		8,615	
Other Supplies and Materials		75,984	
Total Highway and Bridge Maintenance			\$ 8,952,912

**Operation and Maintenance of Equipment**

Foremen	\$	79,755
Mechanic(s)		345,589
Truck Drivers		42,891
Clerical Personnel		46,683
Overtime Pay		13,619
Other Salaries and Wages		100

(Continued)

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

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

Highways (Cont.)

**Operation and Maintenance of Equipment (Cont.)**

Social Security	\$	30,774	
Pensions		57,159	
Life Insurance		435	
Medical Insurance		114,662	
Employer Medicare		7,197	
Retirement - Hybrid Stabilization		3,000	
Lease/SBITA Payments		4,488	
Maintenance and Repair Services - Equipment		12,520	
Maintenance and Repair Services - Vehicles		62,445	
Other Contracted Services		18,597	
Diesel Fuel		276,001	
Equipment and Machinery Parts		183,378	
Garage Supplies		3,381	
Gasoline		91,626	
Lubricants		21,650	
Small Tools		17,232	
Tires and Tubes		74,582	
Vehicle Parts		80,435	
Other Supplies and Materials		42,191	
Total Operation and Maintenance of Equipment			\$ 1,630,390

**Traffic Control**

Foremen	\$	142,860
Equipment Operators - Heavy		238,794
Laborers		66,132
Overtime Pay		41,829
Social Security		29,080
Pensions		52,514
Life Insurance		410
Medical Insurance		83,155
Employer Medicare		6,801
Retirement - Hybrid Stabilization		2,507
Dues and Memberships		8,050
Other Contracted Services		11,268
Electricity		42,143
Road Signs		99,502

(Continued)

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

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

Highways (Cont.)

**Traffic Control (Cont.)**

Small Tools	\$	1,590	
Uniforms		4,477	
Other Supplies and Materials		98,912	
Total Traffic Control			\$ 930,024

**Other Charges**

Communication	\$	16,469	
Licenses		713	
Electricity		10,106	
Natural Gas		5,656	
Water and Sewer		6,196	
Building and Contents Insurance		100,062	
Indirect Cost		36,878	
Trustee's Commission		329,761	
Workers' Compensation Insurance		132,671	
Total Other Charges			638,512

**Employee Benefits**

Medical Insurance	\$	63,001	
Total Employee Benefits			63,001

**Capital Outlay**

Engineering Services	\$	320,132	
Other Contracted Services		42,685	
Bridge Construction		368,211	
Building Improvements		26,255	
Data Processing Equipment		2,252	
Highway Equipment		2,603,645	
Motor Vehicles		2,183,319	
State Aid Projects		3,415,850	
Other Equipment		257,000	
Total Capital Outlay			9,219,349

Total Highway/Public Works Fund			\$ 22,362,949
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(Continued)

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

**General Debt Service Fund**

Principal on Debt

**General Government**

Principal on Bonds	\$ 13,351,700	
Total General Government		\$ 13,351,700

**Education**

Principal on Bonds	\$ 20,393,300	
Principal on Other Loans	2,305,353	
Total Education		22,698,653

Interest on Debt

**General Government**

Interest on Bonds	\$ 10,165,356	
Total General Government		10,165,356

**Education**

Interest on Bonds	\$ 10,079,741	
Interest on Other Loans	405,616	
Total Education		10,485,357

Other Debt Service

**General Government**

Trustee's Commission	\$ 381,060	
Other Debt Service	3,747	
Total General Government		384,807

**Education**

Trustee's Commission	\$ 465,740	
Other Debt Service	25,042	
Total Education		490,782

Total General Debt Service Fund

\$ 57,576,655

**General Capital Projects Fund**

Capital Projects

**General Administration Projects**

Architects	\$ 1,000	
Contracts with Private Agencies	27,000	

(Continued)

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

**General Capital Projects Fund (Cont.)**

Capital Projects (Cont.)

**General Administration Projects (Cont.)**

Contributions	\$ 12,062,226	
Other Contracted Services	210,276	
Other Supplies and Materials	54,317	
Trustee's Commission	342,874	
Building Construction	9,328,466	
Building Improvements	4,535,253	
Data Processing Equipment	8,470	
Land	1,310,282	
Right-of-Way	2,759,009	
Other Equipment	7,119	
Other Capital Outlay	167,315	
Total General Administration Projects	\$ 30,813,607	

**Public Safety Projects**

Other Contracted Services	\$ 14,836	
Building Construction	2,984,872	
Building Improvements	49,742	
Communication Equipment	1,908,320	
Motor Vehicles	56,900	
Other Equipment	3,449,609	
Other Construction	145,625	
Total Public Safety Projects	8,609,904	

**Public Health and Welfare Projects**

Other Contracted Services	\$ 103,004	
Building Construction	12,870,038	
Building Improvements	386,806	
Data Processing Equipment	10,692	
Land	1,267	
Motor Vehicles	27,837	
Other Equipment	234,131	
Other Capital Outlay	178,916	
Total Public Health and Welfare Projects	13,812,691	

**Social, Cultural, and Recreation Projects**

Architects	\$ 21,293	
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(Continued)

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

**General Capital Projects Fund (Cont.)**

Capital Projects (Cont.)

**Social, Cultural, and Recreation Projects (Cont.)**

Contributions	\$	211,264	
Other Contracted Services		11,057	
Building Construction		7,052,855	
Building Improvements		36,979	
Land		3,176	
Other Construction		1,696,650	
Other Capital Outlay		134,083	
Total Social, Cultural, and Recreation Projects			\$ 9,167,357

**Other General Government Projects**

Contributions	\$	22,755	
Total Other General Government Projects			22,755

**Highway and Street Capital Projects**

Other Contracted Services	\$	427,701	
Building Construction		10,789,348	
Highway Construction		3,016,167	
Right-of-Way		312,250	
Traffic Control Equipment		33,465	
Other Construction		188,233	
Other Capital Outlay		565,761	
Total Highway and Street Capital Projects			15,332,925

**Education Capital Projects**

Contributions	\$	16,362,940	
Total Education Capital Projects			16,362,940

Total General Capital Projects Fund \$ 94,122,179

Total Governmental Funds - Primary Government \$ 324,000,232

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

Discretely Presented Clarksville-Montgomery County School System

**For the Year Ended June 30, 2025****General Purpose School Fund**

## Instruction

**Regular Instruction Program**

Teachers	\$ 122,832,629	
Career Ladder Program	72,680	
Homebound Teachers	253,321	
Salary Supplements	420,616	
Educational Assistants	5,160,802	
Overtime Pay	197	
Other Salaries and Wages	139,029	
Certified Substitute Teachers	429,137	
Non-certified Substitute Teachers	3,187,780	
Social Security	7,803,266	
Pensions	9,457,086	
Life Insurance	88,931	
Medical Insurance	19,582,209	
Employer Medicare	1,839,441	
Maintenance and Repair Services - Equipment	11,232	
Tuition	294,919	
Other Contracted Services	2,182,725	
Basic Skills Materials	30,240	
Instructional Supplies and Materials	2,131,410	
Textbooks - Electronic	2,676,817	
Textbooks - Bound	1,715,943	
Fee Waivers	63,799	
TISA - On-behalf Payments	502,344	
Regular Instruction Equipment	5,998,650	
Total Regular Instruction Program		\$ 186,875,203

**Alternative Instruction Program**

Teachers	\$ 1,076,025
Educational Assistants	81,783
Other Salaries and Wages	29,094
Social Security	66,185
Pensions	81,050
Life Insurance	659
Medical Insurance	132,899
Employer Medicare	16,599

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Instruction (Cont.)

**Alternative Instruction Program (Cont.)**

Rentals	\$	1,276	
Instructional Supplies and Materials		1,827	
Total Alternative Instruction Program			\$ 1,487,397

**Special Education Program**

Teachers	\$	20,980,703	
Career Ladder Program		21,266	
Homebound Teachers		286,128	
Salary Supplements		15,000	
Educational Assistants		15,075,234	
Speech Pathologist		4,110,429	
Overtime Pay		36	
Other Salaries and Wages		160,113	
Certified Substitute Teachers		49,964	
Non-certified Substitute Teachers		404,365	
Social Security		2,413,209	
Pensions		3,160,865	
Life Insurance		31,974	
Medical Insurance		6,420,391	
Employer Medicare		568,052	
Contracts with Other Public Agencies		38,800	
Contracts with Private Agencies		806,586	
Other Contracted Services		194,737	
Instructional Supplies and Materials		245,779	
Textbooks - Electronic		17,498	
Software		798	
Other Supplies and Materials		105,000	
TISA - On-behalf Payments		388,886	
Special Education Equipment		81,273	
Total Special Education Program			55,577,086

**Career and Technical Education Program**

Teachers	\$	5,665,417	
Career Ladder Program		3,000	
Salary Supplements		83,372	

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Instruction (Cont.)

**Career and Technical Education Program (Cont.)**

Other Salaries and Wages	\$	96,557	
Certified Substitute Teachers		11,104	
Non-certified Substitute Teachers		102,988	
Social Security		355,101	
Pensions		433,276	
Life Insurance		3,331	
Medical Insurance		803,935	
Employer Medicare		83,124	
Other Contracted Services		1,774	
Gasoline		338	
Instructional Supplies and Materials		548,896	
T&I Construction Materials		289,999	
Software		46,079	
Other Supplies and Materials		120,965	
Vocational Instruction Equipment		1,632,457	
Total Career and Technical Education Program			\$ 10,281,713

## Support Services

**Attendance**

Supervisor/Director	\$	239,002	
Career Ladder Program		1,000	
Pupil Personnel		657,172	
Secretary(ies)		36,088	
Social Security		51,303	
Pensions		59,231	
Life Insurance		420	
Medical Insurance		98,310	
Employer Medicare		13,212	
Travel		6,742	
Office Supplies		5,189	
Other Supplies and Materials		2,750	
In Service/Staff Development		5,703	
Total Attendance			1,176,122

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Support Services (Cont.)

**Health Services**

Supervisor/Director	\$	52,009	
Medical Personnel		2,348,316	
Overtime Pay		25	
Social Security		141,358	
Pensions		210,073	
Life Insurance		1,600	
Medical Insurance		426,654	
Employer Medicare		33,059	
Other Contracted Services		5,486	
Other Supplies and Materials		27,995	
In Service/Staff Development		4,091	
Other Charges		324	
Health Equipment		63,146	
Total Health Services			\$ 3,314,136

**Other Student Support**

Career Ladder Program	\$	3,000	
Guidance Personnel		7,814,157	
Psychological Personnel		306,353	
Social Workers		951,098	
Salary Supplements		2,321,276	
Clerical Personnel		712,244	
Educational Assistants		297,175	
Other Salaries and Wages		987,780	
Social Security		792,258	
Pensions		962,007	
Life Insurance		7,309	
Medical Insurance		1,752,689	
Employer Medicare		185,741	
Dues and Memberships		156	
Evaluation and Testing		96,021	
Internet Connectivity		1,893,812	
Travel		2,241	
Other Contracted Services		1,212,181	
Food Supplies		777	

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Support Services (Cont.)

**Other Student Support (Cont.)**

Office Supplies	\$	2,277	
Other Supplies and Materials		22,505	
In Service/Staff Development		91,143	
Other Charges		4,125	
Other Equipment		284,015	
Total Other Student Support			\$ 20,702,340

**Regular Instruction Program**

Supervisor/Director	\$	2,338,326
Career Ladder Program		18,166
Librarians		3,398,255
Instructional Computer Personnel		2,861,796
Salary Supplements		654,549
Secretary(ies)		160,699
Clerical Personnel		140,211
Educational Assistants		1,238,557
Instructional Coaches		2,424,143
Overtime Pay		2,365
Other Salaries and Wages		1,743,245
In-service Training		9,360
Social Security		893,687
Pensions		1,157,735
Life Insurance		7,790
Medical Insurance		2,031,429
Employer Medicare		209,497
Contributions		101,558
Dues and Memberships		3,205
Travel		54,900
Other Contracted Services		669,860
Food Supplies		7,828
Gasoline		306
Library Books/Media		481,888
Office Supplies		16,184
Periodicals		25,406
Other Supplies and Materials		711,779

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Support Services (Cont.)

**Regular Instruction Program (Cont.)**

In Service/Staff Development	\$ 770,125	
Other Charges	42,071	
Other Equipment	320,242	
Total Regular Instruction Program		\$ 22,495,162

**Alternative Instruction Program**

Clerical Personnel	\$ 54,937	
Social Security	3,286	
Pensions	6,496	
Life Insurance	47	
Medical Insurance	7,583	
Employer Medicare	768	
Total Alternative Instruction Program		73,117

**Special Education Program**

Supervisor/Director	\$ 395,588	
Psychological Personnel	1,692,915	
Secretary(ies)	31,265	
Clerical Personnel	64,929	
Instructional Coaches	242,183	
Other Salaries and Wages	2,340,769	
Social Security	283,660	
Pensions	346,672	
Life Insurance	2,193	
Medical Insurance	601,776	
Employer Medicare	66,340	
Contracts with Private Agencies	113,568	
Dues and Memberships	220	
Travel	36,486	
Other Contracted Services	135,618	
Office Supplies	3,964	
Other Supplies and Materials	122,690	
In Service/Staff Development	14,898	
Total Special Education Program		6,495,734

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Support Services (Cont.)

**Career and Technical Education Program**

Supervisor/Director	\$	139,880	
Accountants/Bookkeepers		25,905	
Secretary(ies)		43,156	
Instructional Coaches		62,901	
Other Salaries and Wages		37,807	
Social Security		18,241	
Pensions		23,607	
Life Insurance		133	
Medical Insurance		47,504	
Employer Medicare		4,266	
Travel		5,160	
Other Contracted Services		95,953	
Gasoline		423	
Office Supplies		600	
Vehicle Parts		152	
Other Supplies and Materials		17,745	
In Service/Staff Development		4,032	
Building Improvements		119,713	
Total Career and Technical Education Program			\$ 647,178

**Technology**

Supervisor/Director	\$	999,446
Computer Programmer(s)		518,816
Secretary(ies)		50,835
Temporary Personnel		23,648
Overtime Pay		17
Other Salaries and Wages		407,735
Social Security		119,801
Pensions		242,611
Life Insurance		823
Medical Insurance		210,834
Employer Medicare		28,234
Dues and Memberships		5,185
Internet Connectivity		375,477
Travel		53,661

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Support Services (Cont.)

**Technology (Cont.)**

Other Contracted Services	\$	2,365,134	
Data Processing Supplies		554,604	
Equipment and Machinery Parts		255,166	
Food Supplies		3,379	
Office Supplies		589	
Cabling		236,002	
Software		1,654,237	
Other Supplies and Materials		46,801	
In Service/Staff Development		10,642	
Data Processing Equipment		416,333	
Other Equipment		39,948	
Total Technology			\$ 8,619,958

**Adult Programs**

Supervisor/Director	\$	110,357	
Guidance Personnel		18,322	
Other Salaries and Wages		84,258	
Social Security		13,009	
Pensions		12,295	
Life Insurance		86	
Medical Insurance		7,583	
Employer Medicare		3,042	
Total Adult Programs			248,952

**Board of Education**

Secretary to Board	\$	35,173	
Board and Committee Members Fees		36,500	
Social Security		3,943	
Pensions		4,798	
Life Insurance		16	
Medical Insurance		3,792	
Disability Insurance		741,400	
Unemployment Compensation		35,840	
Employer Medicare		1,024	
Other Fringe Benefits		781,158	

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Support Services (Cont.)

**Board of Education (Cont.)**

Audit Services	\$	102,400	
Dues and Memberships		20,809	
Legal Services		304,530	
Liability Insurance		373,296	
Premiums on Corporate Surety Bonds		4,720	
Trustee's Commission		1,733,596	
Workers' Compensation Insurance		473,194	
Liability Claims		1,075,367	
Other Self-insured Claims		80,233	
In Service/Staff Development		26,135	
Criminal Investigation of Applicants - TBI		67,389	
Other Charges		387,256	
Total Board of Education	\$		6,292,569

**Director of Schools**

County Official/Administrative Officer	\$	275,575	
Assistant(s)		207,114	
Career Ladder Program		1,000	
Education Media Personnel		184,321	
Secretary(ies)		109,803	
Clerical Personnel		274,498	
Overtime Pay		399	
Other Salaries and Wages		815,090	
Social Security		105,659	
Pensions		161,886	
Life Insurance		641	
Medical Insurance		200,126	
Employer Medicare		26,177	
Dues and Memberships		20,739	
Postal Charges		32,142	
Travel		2,823	
Other Contracted Services		156,995	
Duplicating Supplies		54,032	
Food Supplies		11,594	
Office Supplies		3,426	

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Support Services (Cont.)

**Director of Schools (Cont.)**

Other Supplies and Materials	\$	3,153	
In Service/Staff Development		47,953	
Other Equipment		26,101	
Total Director of Schools			\$ 2,721,247

**Office of the Principal**

Principals	\$	5,481,359	
Career Ladder Program		7,000	
Accountants/Bookkeepers		2,662,882	
Assistant Principals		9,332,174	
Clerical Personnel		4,297,800	
Overtime Pay		1,602	
Social Security		1,288,566	
Pensions		1,729,842	
Life Insurance		11,335	
Medical Insurance		3,579,913	
Employer Medicare		301,955	
Dues and Memberships		2,860	
Other Contracted Services		48,719	
In Service/Staff Development		13,352	
Administration Equipment		87,766	
Total Office of the Principal			28,847,125

**Fiscal Services**

Supervisor/Director	\$	598,643	
Accountants/Bookkeepers		1,814,792	
Purchasing Personnel		117,342	
Overtime Pay		1,661	
Other Salaries and Wages		351,999	
Social Security		171,619	
Pensions		326,900	
Life Insurance		1,238	
Medical Insurance		388,062	
Employer Medicare		40,137	
Advertising		261	

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Support Services (Cont.)

**Fiscal Services (Cont.)**

Bank Charges	\$	23,031	
Dues and Memberships		2,842	
Travel		2,461	
Other Contracted Services		76,757	
Office Supplies		26,181	
Uniforms		647	
In Service/Staff Development		89,355	
Administration Equipment		4,268	
Other Equipment		669	
Total Fiscal Services			\$ 4,038,865

**Human Services/Personnel**

Supervisor/Director	\$	797,451	
Secretary(ies)		1,163,238	
Other Salaries and Wages		136,213	
Other Per Diem and Fees		2,235,259	
Social Security		260,630	
Pensions		382,357	
Life Insurance		878	
Medical Insurance		302,122	
Employer Medicare		61,175	
Advertising		13,575	
Dues and Memberships		2,962	
Travel		8,130	
Other Contracted Services		198,250	
Food Supplies		472	
Office Supplies		8,248	
Other Supplies and Materials		20,055	
In Service/Staff Development		27,569	
Other Charges		3,706	
Administration Equipment		1,515	
Other Equipment		262,176	
Total Human Services/Personnel			5,885,981

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Support Services (Cont.)

**Operation of Plant**

Supervisor/Director	\$	568,039	
Salary Supplements		39,310	
Foremen		158,104	
Secretary(ies)		51,642	
Custodial Personnel		7,790,704	
Overtime Pay		25,613	
Other Salaries and Wages		275,421	
Social Security		522,470	
Pensions		880,838	
Life Insurance		6,691	
Medical Insurance		1,778,936	
Employer Medicare		122,483	
Evaluation and Testing		13,162	
Laundry Service		10,897	
Licenses		8,376	
Travel		22	
Disposal Fees		97,005	
Other Contracted Services		808,694	
Custodial Supplies		644,587	
Electricity		7,022,166	
Fertilizer, Lime, and Seed		156,353	
Food Supplies		336	
Fuel Oil		7,918	
Gasoline		21,225	
Natural Gas		489,515	
Office Supplies		5,563	
Uniforms		72,901	
Vehicle Parts		2,467	
Water and Sewer		1,225,526	
Gravel and Chert		65,200	
Other Supplies and Materials		127,358	
Building and Contents Insurance		1,866,336	
In Service/Staff Development		5,452	
Furniture and Fixtures		1,336,777	
Plant Operation Equipment		117,121	
Other Equipment		24,726	
Total Operation of Plant			\$ 26,349,934

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

## Support Services (Cont.)

**Maintenance of Plant**

Supervisor/Director	\$	207,382	
Foremen		102,185	
Secretary(ies)		122,637	
Maintenance Personnel		3,857,861	
Temporary Personnel		4,000	
Social Security		253,898	
Pensions		470,651	
Life Insurance		2,297	
Medical Insurance		768,113	
Employer Medicare		59,379	
Communication		583,534	
Laundry Service		8,834	
Maintenance and Repair Services - Buildings		174,984	
Maintenance and Repair Services - Equipment		301,243	
Maintenance and Repair Services - Vehicles		2,844	
Rentals		6,715	
Other Contracted Services		1,766,478	
Food Supplies		401	
Gasoline		144,109	
Lubricants		4,516	
Office Supplies		3,384	
Tires and Tubes		17,096	
Uniforms		23,208	
Vehicle Parts		91,668	
Chemicals		77,059	
Other Supplies and Materials		1,754,251	
Vehicle and Equipment Insurance		124,724	
In Service/Staff Development		4,118	
Communication Equipment		700	
Maintenance Equipment		335,473	
Total Maintenance of Plant			\$ 11,273,742

## Operation of Non-Instructional Services

**Early Childhood Education**

Teachers	\$	1,448,563	
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(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Expenditures -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

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

Operation of Non-Instructional Services (Cont.)

**Early Childhood Education (Cont.)**

Career Ladder Program	\$	500	
Educational Assistants		690,371	
Instructional Coaches		208,064	
Other Salaries and Wages		118,483	
Certified Substitute Teachers		2,504	
Non-certified Substitute Teachers		39,915	
Social Security		149,565	
Pensions		187,711	
Life Insurance		1,635	
Medical Insurance		384,344	
Employer Medicare		35,021	
Travel		2,729	
Food Supplies		4,998	
Instructional Supplies and Materials		22,358	
Other Supplies and Materials		4,852	
In Service/Staff Development		4,222	
Total Early Childhood Education			\$ 3,305,835

Other Debt Service

**Education**

Debt Service Contribution to Primary Government	\$	1,160,000	
Total Education			1,160,000

Total General Purpose School Fund \$ 407,869,396

**School Federal Projects Fund**

Instruction

**Regular Instruction Program**

Teachers	\$	1,026,401
Salary Supplements		646,841
Educational Assistants		1,170,482
Other Salaries and Wages		627,045
Certified Substitute Teachers		28,722
Non-certified Substitute Teachers		160,364
Social Security		219,491

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

**School Federal Projects Fund (Cont.)**

## Instruction (Cont.)

**Regular Instruction Program (Cont.)**

Pensions	\$	257,880	
Life Insurance		2,010	
Medical Insurance		371,355	
Employer Medicare		51,501	
Other Contracted Services		6,704	
Instructional Supplies and Materials		485,698	
Software		228,605	
Other Supplies and Materials		21,842	
Other Charges		1,145	
Regular Instruction Equipment		85,479	
Total Regular Instruction Program			\$ 5,391,565

**Special Education Program**

Teachers	\$	330,295	
Educational Assistants		2,050,745	
Speech Pathologist		109,550	
Overtime Pay		354	
Other Salaries and Wages		33,830	
Social Security		140,593	
Pensions		230,513	
Life Insurance		2,400	
Medical Insurance		462,938	
Employer Medicare		34,095	
Contracts with Private Agencies		146,975	
Evaluation and Testing		17,012	
Other Contracted Services		51,101	
Instructional Supplies and Materials		44,759	
Other Supplies and Materials		67,179	
Other Charges		8,700	
Special Education Equipment		139,688	
Total Special Education Program			3,870,727

**Career and Technical Education Program**

Other Salaries and Wages	\$	7,900	
Certified Substitute Teachers		3,460	

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

**School Federal Projects Fund (Cont.)**

## Instruction (Cont.)

**Career and Technical Education Program (Cont.)**

Non-certified Substitute Teachers	\$	18,926	
Social Security		1,791	
Pensions		566	
Employer Medicare		439	
Maintenance and Repair Services - Equipment		121	
Other Contracted Services		4,995	
Instructional Supplies and Materials		88,892	
Other Supplies and Materials		109,833	
Vocational Instruction Equipment		67,596	
Total Career and Technical Education Program			\$ 304,519

## Support Services

**Health Services**

Other Salaries and Wages	\$	19,674	
Social Security		1,220	
Pensions		1,686	
Employer Medicare		285	
Total Health Services			22,865

**Other Student Support**

Guidance Personnel	\$	85,104	
Clerical Personnel		34,056	
Other Salaries and Wages		532,792	
Social Security		38,883	
Pensions		54,676	
Life Insurance		412	
Medical Insurance		76,736	
Employer Medicare		9,095	
Communication		1,400	
Postal Charges		8,821	
Travel		74,470	
Other Contracted Services		29,401	
Other Supplies and Materials		180,908	
In Service/Staff Development		48,075	
Other Charges		88,667	
Total Other Student Support			1,263,496

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

**School Federal Projects Fund (Cont.)**

## Support Services (Cont.)

**Regular Instruction Program**

Supervisor/Director	\$	528,738	
Secretary(ies)		20,096	
Instructional Coaches		3,151,343	
Other Salaries and Wages		1,688,531	
Certified Substitute Teachers		664	
Non-certified Substitute Teachers		599	
Social Security		322,045	
Pensions		373,729	
Life Insurance		2,530	
Medical Insurance		684,780	
Employer Medicare		75,370	
Travel		235	
Other Contracted Services		261,715	
Library Books/Media		7,151	
Other Supplies and Materials		484,123	
In Service/Staff Development		656,079	
Other Equipment		2,434	
Total Regular Instruction Program			\$ 8,260,162

**Special Education Program**

Psychological Personnel	\$	689,673
Medical Personnel		140,946
Secretary(ies)		66,415
Other Salaries and Wages		668,327
Social Security		92,950
Pensions		120,258
Life Insurance		667
Medical Insurance		219,383
Employer Medicare		21,738
Contracts with Private Agencies		40,623
Evaluation and Testing		4,063
Travel		6,178
Other Contracted Services		84,127
Other Supplies and Materials		43,672
In Service/Staff Development		28,267

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

**School Federal Projects Fund (Cont.)**

## Support Services (Cont.)

**Special Education Program (Cont.)**

Other Charges	\$	2,040	
Other Equipment		13,998	
Total Special Education Program			\$ 2,243,325

**Career and Technical Education Program**

Travel	\$	1,326	
In Service/Staff Development		9,222	
Total Career and Technical Education Program			10,548

**Technology**

Other Salaries and Wages	\$	30,152	
Social Security		1,869	
Pensions		215	
Employer Medicare		437	
Communication		6,152	
Internet Connectivity		38,070	
Software		10,595	
Other Supplies and Materials		26,266	
Other Equipment		3,431,279	
Total Technology			3,545,035

**Office of the Principal**

Assistant Principals	\$	12,829	
Other Salaries and Wages		12,270	
Social Security		1,541	
Pensions		1,989	
Life Insurance		7	
Employer Medicare		361	
Total Office of the Principal			28,997

**Fiscal Services**

Other Supplies and Materials	\$	432	
In Service/Staff Development		4,083	
Administration Equipment		685	
Total Fiscal Services			5,200

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

**School Federal Projects Fund (Cont.)**

## Support Services (Cont.)

**Human Services/Personnel**

Secretary(ies)	\$	2,380	
Social Security		148	
Pensions		186	
Employer Medicare		35	
Total Human Services/Personnel			\$ 2,749

**Operation of Plant**

Supervisor/Director	\$	6,341	
Other Salaries and Wages		17,176	
Social Security		1,455	
Pensions		2,583	
Employer Medicare		340	
Total Operation of Plant			27,895

**Transportation**

Other Salaries and Wages	\$	2,670	
Social Security		166	
Pensions		196	
Employer Medicare		39	
Travel		3,143	
Other Contracted Services		10,860	
Diesel Fuel		42,332	
Other Supplies and Materials		62,823	
Other Charges		11,795	
Transportation Equipment		2,220	
Total Transportation			136,244

## Operation of Non-Instructional Services

**Food Service**

Other Salaries and Wages	\$	24,530	
Social Security		1,521	
Pensions		2,526	
Employer Medicare		356	
Food Supplies		2,310	
Total Food Service			31,243

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Expenditures -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

**School Federal Projects Fund (Cont.)**

Operation of Non-Instructional Services (Cont.)

**Early Childhood Education**

Other Salaries and Wages	\$ 720	
Social Security	45	
Pensions	63	
Employer Medicare	10	
Total Early Childhood Education	838	\$ 838

Capital Outlay

**Regular Capital Outlay**

Building Improvements	\$ 201,476	
Plant Operation Equipment	950,240	
Total Regular Capital Outlay	1,151,716	1,151,716

Total School Federal Projects Fund \$ 26,297,124

**Central Cafeteria Fund**

Operation of Non-Instructional Services

**Food Service**

Supervisor/Director	\$ 240,652
Truck Drivers	90,746
Secretary(ies)	199,700
Cafeteria Personnel	5,451,331
Custodial Personnel	630,262
Overtime Pay	21,933
Other Salaries and Wages	715,339
Social Security	432,022
Pensions	772,480
Life Insurance	7,197
Medical Insurance	1,481,590
Employer Medicare	101,038
Retirement - Hybrid Stabilization	47,116
Audit Services	4,000
Communication	4,902
Dues and Memberships	636
Licenses	3,282
Maintenance and Repair Services - Vehicles	398

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Expenditures -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

**Central Cafeteria Fund (Cont.)**

Operation of Non-Instructional Services (Cont.)

**Food Service (Cont.)**

Travel	\$	20,353	
Disposal Fees		16,992	
Other Contracted Services		753,815	
Equipment and Machinery Parts		101,620	
Food Supplies		9,034,446	
Gasoline		14,703	
Lubricants		592	
Office Supplies		21,822	
Uniforms		3,632	
Utilities		579,304	
Vehicle Parts		8,884	
USDA - Commodities		1,570,727	
Software		41,155	
Other Supplies and Materials		749,824	
Workers' Compensation Insurance		921	
In Service/Staff Development		15,403	
Other Charges		367	
Administration Equipment		9,310	
Food Service Equipment		111,883	
Total Food Service			<u>\$ 23,260,377</u>

Total Central Cafeteria Fund \$ 23,260,377

**School Transportation Fund**

Support Services

**Board of Education**

Trustee's Commission	\$	56,872	
Total Board of Education			\$ 56,872

**Transportation**

Supervisor/Director	\$	274,025	
Salary Supplements		399,338	
Mechanic(s)		1,093,237	
Bus Drivers		6,486,428	
Dispatchers/Radio Operators		300,084	

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Expenditures -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

**School Transportation Fund (Cont.)**

Support Services (Cont.)

**Transportation (Cont.)**

Secretary(ies)	\$	263,296	
Overtime Pay		612,884	
Other Salaries and Wages		2,958,350	
Social Security		727,856	
Pensions		1,221,992	
Life Insurance		10,425	
Medical Insurance		2,327,776	
Employer Medicare		170,925	
Retirement - Hybrid Stabilization		84,724	
Communication		163,501	
Dues and Memberships		2,791	
Laundry Service		8,469	
Licenses		1,315	
Maintenance and Repair Services - Equipment		22,323	
Maintenance and Repair Services - Vehicles		2,530	
Medical and Dental Services		48,664	
Transportation - Other than Students		273,140	
Other Contracted Services		77,048	
Diesel Fuel		611,874	
Food Supplies		5,625	
Fuel Oil		225,161	
Garage Supplies		12,544	
Gasoline		47,845	
Lubricants		30,459	
Office Supplies		21,106	
Tires and Tubes		135,139	
Vehicle Parts		435,483	
Software		63,107	
Other Supplies and Materials		31,912	
Vehicle and Equipment Insurance		221,733	
In Service/Staff Development		25,605	
Communication Equipment		253,432	
Transportation Equipment		2,904,521	
Total Transportation			\$ 22,556,667

Total School Transportation Fund

\$ 22,613,539

(Continued)

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

Discretely Presented Clarksville-Montgomery County School System (Cont.)

**Extended School Program Fund**

## Instruction

**Regular Instruction Program**

Teachers	\$	3,283,513	
Educational Assistants		379,175	
Social Security		227,087	
Pensions		273,854	
Employer Medicare		53,023	
Retirement - Hybrid Stabilization		25,716	
Instructional Supplies and Materials		7,749	
Total Regular Instruction Program			\$ 4,250,117

## Support Services

**Health Services**

Other Salaries and Wages	\$	82,697	
Social Security		5,127	
Pensions		6,831	
Employer Medicare		1,199	
Retirement - Hybrid Stabilization		712	
Total Health Services			96,566

**Other Student Support**

Other Contracted Services	\$	76,850	
Total Other Student Support			76,850

**Operation of Plant**

Custodial Personnel	\$	31,734	
Social Security		1,967	
Pensions		3,371	
Employer Medicare		460	
Retirement - Hybrid Stabilization		211	
Custodial Supplies		170	
Total Operation of Plant			37,913

**Transportation**

Bus Drivers	\$	229,873	
Other Salaries and Wages		68,956	
Social Security		18,273	

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Expenditures -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

**Extended School Program Fund (Cont.)**

Support Services (Cont.)

**Transportation (Cont.)**

Pensions	\$ 28,446	
Employer Medicare	4,333	
Retirement - Hybrid Stabilization	2,395	
Maintenance and Repair Services - Vehicles	25,095	
Diesel Fuel	28,967	
Total Transportation		\$ 406,338

Operation of Non-Instructional Services

**Food Service**

Other Salaries and Wages	\$ 144,760	
Social Security	8,975	
Pensions	14,561	
Employer Medicare	2,099	
Retirement - Hybrid Stabilization	1,111	
Food Supplies	15,042	
Total Food Service		186,548

Total Extended School Program Fund \$ 5,054,332

**Internal School Fund**

Operation of Non-Instructional Services

**Community Services**

Other Charges	\$ 11,120,192	
Total Community Services		\$ 11,120,192

Total Internal School Fund 11,120,192

**Education Capital Projects Fund**

Capital Projects

**Education Capital Projects**

Architects	\$ 1,124,204
Engineering Services	25,806
Building Construction	4,762,381
Building Improvements	6,787,351
Data Processing Equipment	592,766

(Continued)

**MONTGOMERY COUNTY, TENNESSEE**

**Schedule of Detailed Expenditures -**

**All Governmental Fund Types**

Discretely Presented Clarksville-Montgomery County School System (Cont.)

**Education Capital Projects Fund (Cont.)**

Capital Projects (Cont.)

**Education Capital Projects (Cont.)**

Land	\$ 3,116,337
Plant Operation Equipment	1,383,407
Site Development	1,165,202
Other Capital Outlay	143,057

Total Education Capital Projects	<u>19,100,511</u>	<u>\$ 19,100,511</u>
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Total Education Capital Projects Fund	<u>\$ 19,100,511</u>
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Total Governmental Funds - Clarksville-Montgomery County School System	<u><u>\$ 515,315,471</u></u>
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**MONTGOMERY COUNTY, TENNESSEE**  
**Schedule of Detailed Revenues and Expenses - All Proprietary Funds**  
**For the Year Ended June 30, 2025**

	<b>Internal Service Funds</b>			Total
	Self- Insurance	Workers' Compensation	Unemployment Compensation	
<b>Revenues</b>				
Operating Revenues				
<b>Charges for Current Services</b>				
Self-Insurance Premiums/Contributions	\$ 71,895,952	\$ 787,111	\$ 71,134	\$ 72,754,197
Other Employee Benefit Charges	4,653,070	0	0	4,653,070
Other Charges for Services	111,467	0	0	111,467
Retirees' Insurance Payments	2,354,872	0	0	2,354,872
Total Operating Revenues	<u>\$ 79,015,361</u>	<u>\$ 787,111</u>	<u>\$ 71,134</u>	<u>\$ 79,873,606</u>
Nonoperating Revenues				
Investment Income	\$ 1,830,783	\$ 0	\$ 0	\$ 1,830,783
Insurance Recovery	11,377,071	0	0	11,377,071
Contributions and Gifts	60	0	0	60
Total Nonoperating Revenues	<u>\$ 13,207,914</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,207,914</u>
Total Revenues	<u>\$ 92,223,275</u>	<u>\$ 787,111</u>	<u>\$ 71,134</u>	<u>\$ 93,081,520</u>
<b>Expenses</b>				
Operating Expenses				
<b>Risk Management</b>				
Supervisor/Director	\$ 0	\$ 109,816	\$ 0	\$ 109,816
Clerical Personnel	0	72,675	0	72,675
Other Salaries and Wages	0	123,937	0	123,937
Social Security	0	18,020	0	18,020
Pensions	0	34,571	0	34,571
Life Insurance	0	175	0	175
Medical Insurance	0	53,278	0	53,278
Employer Medicare	0	4,214	0	4,214
Retirement - Hybrid Stabilization	0	1,475	0	1,475
Communication	0	2,032	0	2,032
Consultants	0	4,400	0	4,400
Contracts with Private Agencies	0	31,065	0	31,065
Dues and Memberships	0	785	0	785
Medical and Dental Services	0	304,147	0	304,147
Postal Charges	0	27	0	27
Travel	0	6,872	0	6,872
Tuition	0	4,913	0	4,913
Other Contracted Services	0	293,260	0	293,260
Data Processing Supplies	0	459	0	459
Drug and Medical Supplies	0	12,843	0	12,843
Instructional Supplies and Materials	0	548	0	548
Office Supplies	0	250	0	250
Other Supplies and Materials	0	2,767	0	2,767
Furniture and Fixtures	0	39,192	0	39,192
Total Risk Management	<u>\$ 0</u>	<u>\$ 1,121,721</u>	<u>\$ 0</u>	<u>\$ 1,121,721</u>

(Continued)

**MONTGOMERY COUNTY, TENNESSEE****Schedule of Detailed Revenues and Expenses - All Proprietary Funds (Cont.)**

	<b>Internal Service Funds</b>			Total
	Self- Insurance	Workers' Compensation	Unemployment Compensation	
<b>Expenses (Cont.)</b>				
<b>Personnel Office</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 334	\$ 334
Total Personnel Office	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 334</u>	<u>\$ 334</u>
<b>Register of Deeds</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 1,007	\$ 1,007
Total Register of Deeds	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,007</u>	<u>\$ 1,007</u>
<b>County Clerk's Office</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 1,300	\$ 1,300
Total County Clerk's Office	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,300</u>	<u>\$ 1,300</u>
<b>Data Processing</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 575	\$ 575
Total Data Processing	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 575</u>	<u>\$ 575</u>
<b>Circuit Court</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 3,900	\$ 3,900
Total Circuit Court	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,900</u>	<u>\$ 3,900</u>
<b>Probation Services</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 3,900	\$ 3,900
Total Probation Services	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,900</u>	<u>\$ 3,900</u>
<b>Jail</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 1,535	\$ 1,535
Total Jail	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,535</u>	<u>\$ 1,535</u>
<b>Rabies and Animal Control</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 650	\$ 650
Total Rabies and Animal Control	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 650</u>	<u>\$ 650</u>
<b>Ambulance/Emergency Medical Services</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 3,772	\$ 3,772
Total Ambulance/Emergency Medical Services	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,772</u>	<u>\$ 3,772</u>
<b>Other Local Health Services</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 1,979	\$ 1,979
Total Other Local Health Services	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,979</u>	<u>\$ 1,979</u>
<b>Landfill Operation and Maintenance</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 3,257	\$ 3,257
Total Landfill Operation and Maintenance	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,257</u>	<u>\$ 3,257</u>
<b>Parks and Fair Boards</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 6,825	\$ 6,825
Total Parks and Fair Boards	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,825</u>	<u>\$ 6,825</u>

(Continued)

**MONTGOMERY COUNTY, TENNESSEE****Schedule of Detailed Revenues and Expenses - All Proprietary Funds (Cont.)**

	<b>Internal Service Funds</b>			Total
	Self- Insurance	Workers' Compensation	Unemployment Compensation	
<b>Employee Benefits</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 6,116	\$ 6,116
Total Employee Benefits	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,116</u>	<u>\$ 6,116</u>
<b>Highway and Bridge Maintenance</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 144	\$ 144
Total Highway and Bridge Maintenance	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 144</u>	<u>\$ 144</u>
<b>Other Charges</b>				
Medical Personnel	\$ 1,886,263	\$ 0	\$ 0	\$ 1,886,263
Clerical Personnel	396,451	0	0	396,451
Social Security	136,634	0	0	136,634
Pensions	162,810	0	0	162,810
Life Insurance	21,397	0	0	21,397
Medical Insurance	287,000	0	0	287,000
Employer Medicare	31,955	0	0	31,955
Retirement - Hybrid Stabilization	15,488	0	0	15,488
Communication	2,801	0	0	2,801
Travel	329	0	0	329
Other Contracted Services	290,352	0	0	290,352
Other Supplies and Materials	191,155	0	0	191,155
Liability Insurance	26,108	0	0	26,108
Depreciation	991	0	0	991
In-Service/Staff Development	5,794	0	0	5,794
Other Charges	52,976	0	0	52,976
Data Processing Equipment	4,840	0	0	4,840
Health Equipment	1,807	0	0	1,807
Total Other Charges	<u>\$ 3,515,151</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,515,151</u>
<b>Employee Benefits</b>				
Life Insurance	\$ 251,463	\$ 0	\$ 0	\$ 251,463
Contracts with Private Agencies	4,109,187	0	0	4,109,187
Medical and Dental Services	3,257,662	0	0	3,257,662
Other Contracted Services	1,169,360	0	0	1,169,360
Drugs and Medical Supplies	12,904	0	0	12,904
Other Supplies and Materials	24,229	0	0	24,229
Medical Claims	81,980,129	0	0	81,980,129
Other Charges	268,073	0	0	268,073
Total Employee Benefits	<u>\$ 91,073,007</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 91,073,007</u>
<b>Other</b>				
Unemployment Compensation	\$ 0	\$ 0	\$ 35,841	\$ 35,841
Total Other	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 35,841</u>	<u>\$ 35,841</u>
Total Expenses	<u>\$ 94,588,158</u>	<u>\$ 1,121,721</u>	<u>\$ 71,135</u>	<u>\$ 95,781,014</u>

**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***

Montgomery County Mayor and  
Board of County Commissioners  
Montgomery 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 Montgomery County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Montgomery County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated February 3, 2026. Our report includes a reference to other auditors who audited the financial statements of the discretely presented Industrial Development Board of the County of Montgomery and the Internal School Fund of Clarksville-Montgomery County School System (a discretely presented component unit), as described in our report on Montgomery County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Montgomery 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 Montgomery County's internal control. Accordingly, we do not express an opinion on the effectiveness of Montgomery County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the following deficiency, described in the accompanying Schedule of Findings and Questioned Costs, to be a material weakness: 2025-002.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiency, described in the accompanying Schedule of Findings and Questioned Costs, to be a significant deficiency: 2025-001.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Montgomery 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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Questioned Costs as item: 2025-003.

### **Montgomery County’s Responses to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on Montgomery County’s responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Montgomery 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 Montgomery County’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

February 3, 2026

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**

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

***Basis for Opinion on Each Major Federal Program***

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

We are required to be independent of Montgomery 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 Montgomery 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 Montgomery 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 Montgomery 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 Montgomery 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 Montgomery 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 Montgomery 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 Montgomery 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 Montgomery County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Montgomery County's basic financial statements. We issued our report thereon dated February 3, 2026, 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

February 3, 2026

JEM/gc

**MONTGOMERY COUNTY, TENNESSEE, AND THE CLARKSVILLE-MONTGOMERY COUNTY SCHOOL SYSTEM**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (6)**  
**For the Year-Ended June 30, 2025**

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Agriculture:				
Passed-through State Department of Education:				
Child Nutrition Cluster: (4)				
School Breakfast Program	10.553	(3)	\$ 0	\$ 4,180,320
National School Lunch Program	10.555	(3)	0	11,760,891 (5)
Passed-through State Department of Agriculture:				
Child Nutrition Cluster: (4)				
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(3)	0	1,570,727 (5)
Total U.S. Department of Agriculture				<u>\$ 17,511,938</u>
U.S. Department of Defense:				
Direct Programs:				
Army Youth Programs in Your Neighborhood	12.U01	N/A	0	\$ 846,857
Department of Defense Impact Aid	12.558	N/A	0	113,569
Total U.S. Department of Defense				<u>\$ 960,426</u>
U.S. Department of Housing and Urban Development:				
Passed-through State Department of Economic and Community Development:				
Community Development Block Grants/State's Program and Non-Entitlement				
Grants in Hawaii	14.228	(3)	0	\$ 67,681
Total U.S. Department of Housing and Urban Development				<u>\$ 67,681</u>
U.S. Department of Justice:				
Direct Programs:				
State Criminal Alien Assistance Program	16.606	N/A	0	\$ 40,287
Equitable Sharing Program	16.922	N/A	0	50,142
Passed-through State Department of Finance and Administration:				
Crime Victim Assistance	16.575	(3)	0	35,000
Passed-through City of Clarksville:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	(3)	0	21,359
Total U.S. Department of Justice				<u>\$ 146,788</u>
U.S. Department of Transportation:				
Passed-through State Department of Transportation:				
Highway Planning and Construction	20.205	140194	0	\$ 1,014,798
Passed-through State Department of Safety and Homeland Security:				
Highway Safety Cluster: (4)				
State and Community Highway Safety	20.600	(3)	0	25,366
Passed-through State Department of Military:				
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	693JK32240044HMEP	0	7,767
Total U.S. Department of Transportation				<u>\$ 1,047,931</u>
U.S. Department of the Treasury:				
Direct Program:				
COVID 19 - Coronavirus State And Local Fiscal Recovery Funds	21.027	N/A	0	\$ 5,652,706 (5)
Passed-through State Department of Health:				
COVID 19 - Coronavirus State And Local Fiscal Recovery Funds	21.027	(3)	0	337,500 (5)
Passed-through State Department of Environment and Conservation:				
COVID 19 - Coronavirus State And Local Fiscal Recovery Funds	21.027	(3)	(7) 1,077,026	1,077,026 (5)
Passed-through State Department of Education:				
COVID 19 - Coronavirus State And Local Fiscal Recovery Funds	21.027	(3)	0	552,573 (5)
Total U.S. Department of the Treasury				<u>\$ 7,619,805</u>

(Continued)

**MONTGOMERY COUNTY, TENNESSEE, AND THE CLARKSVILLE-MONTGOMERY COUNTY SCHOOL SYSTEM**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (6) (Cont.)**

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Education:				
Direct Program:				
Impact Aid	84.041	N/A	\$ 0	\$ 1,246,803
Passed-through State Department of Education:				
Title I Grants to Local Educational Agencies	84.010	(3)	0	10,205,948
Special Education Cluster (IDEA): (4)				
Special Education - Grants to States	84.027	(3)	0	8,811,502
Special Education - Preschool Grants	84.173	(3)	0	196,674
Career and Technical Education - Basic Grants to States	84.048	(3)	0	662,152
Education for Homeless Children and Youth	84.196	(3)	0	168,030
English Language Acquisition State Grants	84.365	(3)	0	198,479
Supporting Effective Instruction State Grants	84.367	(3)	0	1,557,722
Student Support and Academic Enrichment Program	84.424	(3)	0	680,116
COVID 19 - American Rescue Plan - Education Stabilization Fund - Homeless Children and Youth	84.425W	(3)	0	198,691 (5)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	(3)	0	73,000 (5)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	(3)	0	5,958,702 (5)
Total U.S. Department of Education				<u>\$ 29,957,819</u>
U.S. Election Assistance Commission:				
Passed-through Tennessee Secretary of State:				
HAVA Election Security Grants	90.404	(3)	0	\$ 2,002
Total U.S. Election Assistance Commission				<u>\$ 2,002</u>
U.S. Department of Homeland Security:				
Passed-through State Department of Military:				
Disaster Grants - Public Assistance	97.036	(3)	0	\$ 285,528
Hazard Mitigation Grant	97.039	(3)	0	200,662
Emergency Management Performance Grants	97.042	(3)	0	74,814
Homeland Security Grant Program	97.067	(3)	0	96,103
Total U.S. Department of Homeland Security				<u>\$ 657,107</u>
Total Expenditures of Federal Grants				<u>\$ 57,971,497</u>

(Continued)

**MONTGOMERY COUNTY, TENNESSEE, AND THE CLARKSVILLE-MONTGOMERY COUNTY SCHOOL SYSTEM**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (6) (Cont.)**

State Grants	Assistance Listing Number	Contract Number	Expenditures
Supplement Juvenile Court Improvement Funds - State Commission on Children and Youth	N/A	(3)	\$ 13,500
Animal Friendly-Spay/Neuter Grant - State Department of Agriculture	N/A	(3)	1,100
Child Advocacy Center - State Department of Children's Services	N/A	(3)	52,000
Child and Family Intervention Services - State Department of Children's Services	N/A	(3)	68,291
Teen Learning Center - State Department of Children's Services	N/A	(3)	431,135
Community Correction Grant - State Department of Corrections	N/A	(3)	455,665
Innovative School Models - State Department of Education	N/A	(3)	2,350,713
Public School Security Grant - State Department of Education	N/A	(3)	1,271,363
State Special Education Preschool Grant - State Department of Education	N/A	(3)	1,026,241
Summer Learning Camps - State Department of Education	N/A	(3)	4,094,799
Summer Learning Camps Transportation - State Department of Education	N/A	(3)	406,339
Voluntary Pre-K - State Department of Education	N/A	(3)	1,858,925
Essential Equipment Grant - State Department of Health	N/A	(3)	114,164
Rural Local Health Services - State Department of Health	N/A	(3)	2,739,186
TN Mental Health Court Program - State Department of Mental Health & Substance Abuse Services	N/A	(3)	179,904
Drug Court Program - State Department of Mental Health and Substance Abuse Services	N/A	82928	93,437
Veterans Treatment Court Initiative - State Department of Mental Health and Substance Abuse Services	N/A	(3)	106,974
Volunteer Firefighter Equipment and Training Grant Program - State Department of Commerce and Insurance	N/A	(3)	33,960
School Resource Officer Grant - State Department of Safety and Homeland Security	N/A	(3)	3,075,000
Litter Program - State Department of Transportation	N/A	Z25LIT063	76,698
HAVA Election Security Grants - Tennessee Secretary of State	N/A	(3)	401
VCIF Formula Based Grant - Tennessee Office of Criminal Justice Programs	N/A	77241	1,908,320
Forensic Child Interviews - State Department of Children's Services	N/A	(3)	35,000
<b>Total State Grants</b>			<b>\$ 20,393,115</b>

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) Montgomery 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 \$17,511,938; Highway Safety Cluster total \$25,366; Special Education Cluster (IDEA) total \$9,008,176.
- (5) Total for ALN 10.555 is \$13,331,618; Total for ALN 21.027 is \$7,619,805; Total for ALN 84.425 is \$6,230,393.
- (6) CONSOLIDATED ADMINISTRATION

The following amounts were consolidated for administration purposes:

Program Title	ALN	Amount Provided to Consolidated Administration
Title 1 Grants to Local Education Agencies	84.010	\$ 663,719
English Language Acquisition State Grants	84.365	2,321
Supporting Effective Instruction State Grants	84.367	23,211
Student Support and Academic Enrichment Program	84.424	4,642
Total amounts consolidated for administration purposes		<u>\$ 693,893</u>

(7) SUBRECIPIENT AMOUNTS

The following amounts were paid to recipients from the Coronavirus State And Local Fiscal Recovery Funds:

Subrecipients	ALN	Amount Provided to Subrecipients
Cunningham Utility District	21.027	\$ 24,545
Woodlawn Utility District	21.027	974,977
Cumberland Heights Utility District	21.027	77,504
Total amounts provided to subrecipients		<u>\$ 1,077,026</u>

**MONTGOMERY COUNTY, TENNESSEE**  
**Summary Schedule of Prior-year Findings**  
**For the Year Ended June 30, 2025**

*Government Auditing Standards* require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Montgomery County, Tennessee, for the year ended June 30, 2025.

**Prior-year Financial Statement Findings**

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
<b>OFFICE OF ACCOUNTS AND BUDGETS</b>					
2024	253	2024-001	The office had deficiencies in budget operations.	N/A	Corrected
2024	254	2024-002	Montgomery County did not comply with the reporting requirements for coronavirus state and local fiscal recovery funds.	N/A	Corrected
<b>OFFICE OF DIRECTOR OF SCHOOLS</b>					
2024	255	2024-003	Competitive bids were not solicited for roofing projects.	N/A	Corrected

**Prior-year Federal Awards Findings**

2024	256	2024-004	Montgomery County did not comply with the reporting requirements for coronavirus state and local fiscal recovery funds.	21.027	Corrected
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**MONTGOMERY COUNTY, TENNESSEE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2025**

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements:**

1. Our report on the financial statements of Montgomery County is unmodified.
2. Internal Control Over Financial Reporting:
  - \* Material weakness identified? **YES**
  - \* Significant deficiency identified? **YES**
3. Noncompliance material to the financial statements noted? **NO**

**Federal Awards:**

4. Internal Control Over Major Federal Programs:
  - \* Material weakness identified? **NO**
  - \* Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
  - \* Assistance Listing Number:     21.027                    COVID 19 - Coronavirus State and Local Fiscal Recovery Funds
  - \* Assistance Listing Numbers:    84.027 and 84.173    Special Education Cluster (IDEA)- Grants to States and Preschool Grants
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$1,739,145**
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 ACCOUNTS AND BUDGETS

*FINDING 2025-001*

#### **AN ACH PAYMENT OF \$412,728 WAS MADE TO A FICTITIOUS COMPANY AS THE RESULT OF A PHISHING SCHEME**

(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

On May 14, 2025, the Office of Accounts and Budgets initiated an ACH payment in the amount of \$412,728 as the result of a phishing email requesting a change in payment method for a vendor doing work for the county engineer's office. The email included information denoting bank routing and account numbers. On May 19, the county engineer's office informed Accounts and Budgets that the payment had not been received by the vendor. It was determined that the email address from the vendor had been intercepted using a fake email address instead of the real email address. Accounts and Budgets did not have an internal control policy in place to ensure that changes in payment methods are properly verified, resulting in the loss of funds. Montgomery County officials reported the fraud to the Comptroller's Office via a fraud reporting form as required by state statute.

The county filed a claim with their insurance company and received \$250,000, leaving a cash shortage balance of \$162,728 on June 30, 2025. This cash shortage resulted from a lack of management oversight.

### RECOMMENDATION

Internal control policies related to changes in payment methods should be established to ensure proper approval and verification is obtained before disbursements are made.

### MANAGEMENT'S RESPONSE – DIRECTOR OF ACCOUNTS AND BUDGETS

We concur with this finding.

Unfortunately, a vendor's email system was hacked, allowing the opportunity for a cybercriminal to monitor emails between the vendor, a contractor, and Montgomery County staff. This was not a routine or low-level phishing attack. A vendor email compromise attack is a sophisticated and targeted form of phishing that allows the cybercriminal to monitor emails and activity for a period of time. The cybercriminal created a lookalike domain, intercepted existing correspondence between county staff and the contractor, and set up email rules in the vendor's email system to hide their fraudulent correspondence and replies from the vendor. County staff had previously discussed the potential for switching the contractor to being paid by ACH, and the cybercriminal sent in the request to switch the payment method and provided a bank letter from the altered email address that appeared to be legitimate.

Upon discovery of this attack, the Director of Accounts and Budgets reported this attack to the Comptroller's Office, the county's Information Technology Department, and the Montgomery County Sheriff's Office.

The Accounts and Budgets department immediately implemented a more thorough verification process for any new vendors or any change requests to existing vendor information. This process includes contacting a known contact by phone to confirm the ACH information submitted. The new controls implemented prevented a secondary attack by the same cybercriminals.

The written policy and procedures will be fully finalized and implemented by February 27, 2026. The policy which will outline the appropriate steps for enrolling vendors in ACH payments, how ACH information changes will be processed,

and how to perform the independent verification process. The policy includes an updated ACH form and a verification checklist to be completed by Accounts and Budgets staff and reviewed by the Director, or designee, prior to initiating changes to existing ACH information or adding any new ACH payment information. All Accounts and Budgets staff involved in this process will sign a policy acknowledgement form.

The Accounts and Budgets department is working with Information Technology department to review cost-effective options for collecting and verifying ACH payment information from vendors to further strengthen internal controls around this process.

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## OFFICE OF DIRECTOR OF SCHOOLS

*FINDING 2025-002*

### **MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED FOR PROPER FINANCIAL STATEMENT PRESENTATION**

(Internal Control – Material Weakness Under *Government Auditing Standards*)

On June 30, 2025, certain general ledger account balances in the Education Capital Projects Fund were not materially correct, and audit adjustments for accounts payable totaling \$1,275,747 were required for the financial statements to be materially correct at year-end. Generally accepted accounting principles require the school system to have adequate internal controls over the maintenance of its accounting records. Material audit adjustments were required because the county's financial reporting system did not prevent, detect, or correct potential misstatements in the accounting records. It is a strong indicator of a material weakness in internal controls if the school system has ineffective controls over the maintenance of its accounting records, which are used to prepare the financial statements, including the related notes to the financial statements. This deficiency is the result of a lack of management oversight. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report.

### **RECOMMENDATION**

The school system should have appropriate processes in place to ensure its general ledgers are materially correct.

### **MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS**

We concur with this finding. For the capital project in question, none of the invoices – except one – were received by the accounting department until after August 31, 2025. At that point, the accounting records had already been closed, and the financial data had been reported to TDOE through ePlan. The single invoice received in the accounting department prior to August 31 was not material; however, it was not recorded correctly in FY2025 due to being informed by the operations department that the work was not satisfactorily completed by the vendor and was instructed not to process payment. The accounting director was not aware of this issue or the other invoices that weren't received in time until it was brought to his attention by the auditor.

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*FINDING 2025-003*

### **ACCOUNTING RECORDS WERE NOT CLOSED AND AVAILABLE FOR AUDIT BY AUGUST 31, 2025**

(Noncompliance Under *Government Auditing Standards*)

Accounting records of the school system were not closed and available for audit by August 31, 2025, as required by Section 9-2-102, *Tennessee Code Annotated*. The actuarial report for other postemployment benefits was made available to auditors on January 16, 2026. This deficiency can be attributed to a lack of management oversight. The failure to properly maintain and close accounting records on a current basis diminishes the usefulness of the financial records as a management tool, results in the loss of budgetary and accounting controls, and increases the risk that errors will not be discovered and corrected timely.

## **RECOMMENDATION**

Management should close its accounting records for the fiscal year ended June 30 and have those records available for audit by the following August 31.

## **MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS**

We concur that the OPEB actuarial study performed by an independent third party was not made available by August 31, 2025. The delay in completing the actuarial study is due to timing constraints inherent in the data collection process. Based on discussions with the auditors this year, management understands that potential adjustments to the date requested by the third-party actuary will be necessary in order to complete the report prior to the auditor's review of the financial statements.

**PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

There were no findings and questioned costs related to federal awards for the year ended June 30, 2025.

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

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Management’s corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding Number	Title of Finding	Corrective Action Plan Page Number
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**OFFICE OF ACCOUNTS AND BUDGETS**

2025-001	An ACH payment of \$412,728 was made to a fictitious company as the result of a phishing scheme.	279
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**OFFICE OF DIRECTOR OF SCHOOLS**

2025-002	Material audit adjustments were required for proper financial statement presentation.	281
2025-003	Accounting records were not closed and available for audit by August 31, 2025.	283



**FINDING: 2025-001                    AN ACH OF \$412,728 WAS MADE TO A FICTITIOUS COMPANY AS THE RESULT OF A PHISHING SCHEME**

**Response and Corrective Action Plan Prepared by:**

Cassie Wheeler, Director of Accounts & Budgets

**Person Responsible for Implementing the Corrective Action:**

Cassie Wheeler, Director of Accounts & Budgets

**Anticipated Completion Date of Corrective Action:**

February 27, 2026

**Repeat Finding:**

No

**Reason Corrective Action was Not Taken in the Prior Year:**

N/A

**Planned Corrective Action:**

Unfortunately, a vendor's email system was hacked, allowing the opportunity for a cybercriminal to monitor emails between the vendor, a contractor, and Montgomery County staff. This was not a routine or low-level phishing attack. A vendor email compromise attack is a sophisticated and targeted form of phishing that allows the cybercriminal to monitor emails and activity for a period of time. The cybercriminal created a lookalike domain, intercepted existing correspondence between county staff and the contractor, and set up email rules in the vendor's email system to hide their fraudulent correspondence and replies from the vendor. County staff had previously discussed the potential for switching the contractor to being paid by ACH, and the cybercriminal sent in the request to switch the payment method and provided a bank letter from the altered email address that appeared to be legitimate.

Upon discovery of this attack, the Director of Accounts & Budgets reported this attack to the Comptroller's Office, the county's Information Technology Department, and the Montgomery County Sheriff's Office.

The Accounts & Budgets department immediately implemented a more thorough verification process for any new vendors or any change requests to existing vendor information. This process includes contacting a known contact by phone to confirm the ACH information submitted. The new controls implemented prevented a secondary attack by the same cybercriminals.

The written policy and procedures will be fully finalized and implemented by February 27, 2026. The policy which will outline the appropriate steps for enrolling vendors in ACH payments, how ACH information changes will be processed, and how to perform the

independent verification process. The policy includes an updated ACH form and a verification checklist to be completed by Accounts & Budgets staff and reviewed by the Director, or designee, prior to initiating changes to existing ACH information or adding any new ACH payment information. All Accounts & Budgets staff involved in this process will sign a policy acknowledgement form.

The Accounts & Budgets department is working with Information Technology department to review cost-effective options for collecting and verifying ACH payment information from vendors to further strengthen internal controls around this process.

  
\_\_\_\_\_  
Director of Accounts & Budgets

**Corrective Action Plan**

**FINDING: 2025-001**

**MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED FOR PROPER  
FINANCIAL STATEMENT PRESENTATION**

**Response and Corrective Action Plan Prepared by:**

Jessica Whitfield, Finance Director  
Gregory Allen, Accounting Director

**Person(s) Responsible for Implementing Corrective Action:**

Jeffrey Taylor, Chief Financial Officer  
Jessica Whitfield, Finance Director  
Gregory Allen, Accounting Director  
District Accounting Technicians and Accountants  
Operation Department Leadership

**Anticipated Completion Date of Corrective Action:**

August 2026 (for all steps)

**Repeat Finding:**

No

**Reason Corrective Action was Not Taken in the Prior Year:**

n/a

**Planned Corrective Action:**

The Accounting Director will retrain Accounting Technicians and the Accountants to ensure they understand that any invoices received but not paid related to a prior fiscal year must be discussed with the Accounting Director so the expense and payable can be recorded in the correct fiscal year. This training will occur in February 2026, with a reminder provided in July 2026 as part of the annual fiscal year-end training.

The Accounting Director will also review and enhance the process for analyzing Accounts Payable payments, including payments made after August 31, to ensure transactions are recorded in the proper fiscal year. If an error is identified and it is too late to make corrections based on the reporting timeline to TDOE, the Accounting Director and Finance Director will notify the auditors immediately, in accordance with auditor guidance. The documented process for analyzing and recording transactions in the correct fiscal year will be completed by March 2026 by the Accounting Director and shared with the Finance Director and Chief Financial Officer.

Additionally, the Accounting Director will train an accountant to serve as a secondary reviewer of payables and receivables, alongside the Accounting Director, for both prior-year and current-year transactions to ensure accuracy in financial reporting. This review process will begin in July 2026 and be fully implemented no later than August 2026, with the intent that both individuals continue the review beyond that date.

The Accounting Director will also coordinate meetings with the Business Affairs Department leadership and all other department leaders and administrative staff to evaluate the advantages and disadvantages of the Accounting Department receiving invoices directly versus routing them through individual departments. Agreed-upon processes will be established and communicated by the Accounting Director to ensure compliance with proper fiscal-year recording of payables, regardless of payment timing. These meetings will begin in February 2026 and conclude by March 2026. A year-end reminder outlining required information will be sent to all department leaders and administrative staff no later than June 2026.

  
Dr. Jean Luna-Vedder

2-3-2026  
Date



**Corrective Action Plan**

**FINDING: 2025-002**

**ACCOUNTING RECORDS WERE NOT CLOSED AND AVAILABLE FOR  
AUDIT BY AUGUST 31, 2025 FOR THE ACTUARIAL REPORT FOR OTHER  
POSTEMPLOYMENT BENEFITS**

**Response and Corrective Action Plan Prepared by:**

Jessica Whitfield, Finance Director

**Person(s) Responsible for Implementing Corrective Action:**

Jeffrey Taylor, Chief Financial Officer  
Jessica Whitfield, Finance Director

**Anticipated Completion Date of Corrective Action:**

February 2026

**Repeat Finding:**

Yes (2023-001)

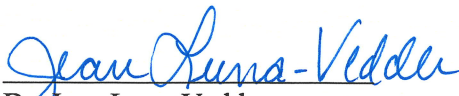
**Reason Corrective Action was Not Taken in the Prior Year:**

The steps outlined in the Corrective Action Plan were completed; however, due to the nature and timing of the data requested by the independent third party—which impacted the accuracy and timeliness of the OPEB study—it was not possible to have the report finalized by August 31, as discussed with the auditors during the FY2023 audit.

**Planned Corrective Action:**

The Finance Director will schedule a meeting in February 2026 with the independent third party that prepares the OPEB study to discuss potential changes to their data requests that would not compromise the integrity or accuracy of the study. Initial discussions on this matter took place in January 2026 but a more in-depth discussion needs to take place.

In addition, the Finance Director will reach out to other school districts to determine whether they experience similar challenges with the timing of data required for the OPEB study and how they have addressed these issues with their independent third parties. We will evaluate whether any of these approaches can be applied in working with our independent third party.

  
Dr. Jean Luna-Vedder

2-3-2026  
Date

## **BEST PRACTICE**

Accounting literature describes a best practice as a recommended policy, procedure, or technique that aids management in improving financial performance. Historically, a best practice has consistently shown superior results over conventional methods.

The Division of Local Government Audit strongly believes that the item noted below is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Montgomery County.

### **MONTGOMERY COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING**

Montgomery 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 Montgomery 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.