NEW ISSUE
BOOK-ENTRY-ONLY

PRELIMINARY OFFICIAL STATEMENT

$25,000,000*
CITY OF MARYVILLE, TENNESSEE
General Obligation Bonds, Series 2026

OFFERED FOR SALE NOT SOONER THAN

Wednesday, August 5, 2026 at 10:15 A.M. E.D.T.
Through the Facilities of ***PARITY***®

C|S
SINCE 1931
CUMBERLAND SECURITIES
INDEPENDENT FINANCIAL ADVISOR

July 27, 2025

*Preliminary, subject to change.

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

PRELIMINARY OFFICIAL STATEMENT DATED JULY 27, 2026

NEW ISSUE Rating: S&P – "AA+"
BOOK-ENTRY-ONLY (See "MISCELLANEOUS-Rating" herein)

In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the City, 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.

$25,000,000*
CITY OF MARYVILLE, TENNESSEE
General Obligation Bonds, Series 2026

Dated: Date of delivery (assume August 21, 2026). Due: June 1, as shown below.

The $25,000,000* General Obligation Bonds, Series 2026 (the "Bonds") issued by the City of Maryville, Tennessee (the "City") 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 the 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 Regions Bank, Nashville, Tennessee, the registration and paying agent (the "Registration Agent"). In the event of discontinuation of the book-entry-only system, principal of and interest on the Bonds are payable at the designated trust office of the Registration Agent.

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

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

Due (June 1)	Amount*	Interest Rate	Yield	CUSIP**	Due (June 1)	Amount*	Interest Rate	Yield	CUSIP**
2028	$ 795,000				2038	$1,235,000			
2029	835,000				2039	1,295,000			
2030	870,000				2040	1,350,000			
2031	910,000				2041	1,410,000			
2032	950,000				2042	1,475,000			
2033	995,000				2043	1,540,000			
2034	1,040,000				2044	1,610,000			
2035	1,085,000				2045	1,685,000			
2036	1,135,000				2046	1,760,000			
2037	1,185,000				2047	1,840,000			

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

The Bonds are offered when, as, and if issued by the City, subject to the approval of the legality thereof by Bass, Berry & Sims PLC, Knoxville, Tennessee, bond counsel, whose opinion will be delivered with the Bonds. Certain legal matters will be passed upon from Kizer & Black, Attorney, PLLC, counsel to the City. It is expected that the Bonds will be available for delivery through the facilities of DTC, New York, New York, on or about August_, 2026.

Cumberland Securities Company, Inc.
Municipal Advisor

July 27, 2026

*Preliminary, subject to change.

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.

 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.

CITY OF MARYVILLE, TENNESSEE

OFFICIALS

Honorable Andy White	*Mayor*
Greg McClain	*City Manager*
Sherri Phillips	*City Recorder/Finance Director*
Melanie Davis, Esq.	*City Attorney*

COUNCIL MEMBERS

Fred Metz, Vice Mayor

Sarah Herron

Tommy Hunt

Drew Miles

UNDERWRITER

____

____

BOND REGISTRATION AND PAYING AGENT

Regions Bank
Nashville, Tennessee

BOND COUNSEL

Bass, Berry & Sims PLC
Knoxville, Tennessee

MUNICIPAL ADVISOR

Cumberland Securities Company, Inc.

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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 .... City of Maryville, Tennessee (the "City" or "Issuer"). See APPENDIX B contained herein.

Securities Offered .... $25,000,000* General Obligation Bonds, Series 2026 (the "Bonds") of the City, dated the date of issuance (assume August 21, 2026). The Bonds mature each June 1 beginning June 1, 2028, through June 1, 2047, inclusive. See the section entitled "SECURITIES OFFERED" herein for additional information.

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

Purpose .... The Bonds are being issued for the purpose of financing, in whole or in part, (i) the acquisition, construction, improvement and equipping of the Municipality's school facilities, including the expansion of Maryville High School; (ii) the acquisition of all other property, real and personal, appurtenant to the foregoing (the "Projects"); (iii) payment of engineering, legal, fiscal and administrative costs incident to the foregoing; (iv) reimbursement to the Municipality for funds previously expended for any of the foregoing; and (v) payment of costs incident to the issuance and sale of the Bonds.

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

Tax Matters .... In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the City, 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.)

Rating .... S&P: "AA+". 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, Knoxville, Tennessee.

Book-Entry-Only .... The Bonds will be issued under the Book-Entry-Only System except as otherwise described herein. For additional information, see the section entitled "BASIC DOCUMENTATION - Book-Entry-Only System".

Registration Agent .... Regions Bank, Nashville, Tennessee.

*Preliminary, subject to change.

General.. The Bonds are being issued in full compliance with applicable provisions of Title 9, Chapter 21, *Tennessee Code Annotated*, as supplemented and revised. 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 City 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 Comprehensive Annual 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 City or this *Preliminary Official Statement,* contact Ms. Sherri Phillips, Finance Director, 406 W. Broadway Avenue, Maryville, Tennessee 347801, Telephone: (865) 273-3479; or the City's Municipal Advisor, Cumberland Securities Company, Inc., Telephone: (865) 988-2663. Additional information regarding BiDCOMP™/PARITY® may be obtained from PARITY®, 1359 Broadway - 2nd 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

	2021	2022	2023	2024	2025
Beginning Fund Balance	$14,187,126	$15,762,486	$20,000,178	$21,894,231	$24,379,408
Revenues	49,652,206	51,889,119	56,793,300	60,732,439	60,290,661
Expenditures	25,660,269	26,783,661	30,662,433	31,505,783	33,647,594
Other Financing Sources:					
Transfers In	1,949,091	1,701,710	1,721,485	1,527,970	1,578,311
Transfers Out	(24,365,668)	(22,667,127)	(25,958,299)	(28,269,449)	(24,660,053)
Bond/Note/Lease Proceeds	-	-	-	-	-
Adjustments	-	97,651	-	-	-
Ending Fund Balance	**$15,762,486**	**$20,000,178**	**$21,894,231**	**$24,379,408**	**$27,940,733**

Source: Annual Comprehensive Financial Reports of the City of Maryville, Tennessee.

SUMMARY NOTICE OF SALE

$25,000,000*

CITY OF MARYVILLE, TENNESSEE
General Obligation Bonds, Series 2026

NOTICE IS HEREBY GIVEN that the Mayor of the City of Maryville, Tennessee (the "City") will receive electronic or written bids until **10:15 a.m. E.D.T.** on **Wednesday, August 5, 2026,** for the purchase of all, but not less than all, of the City's $25,000,000* General Obligation Bonds, Series 2026 (the "Bonds"). Electronic bids must be submitted through ***PARITY®*** as described in the "Detailed Notice of Sale". In case of written bids, bids will be received by the City's Municipal Advisor, Cumberland Securities Company, Inc., via facsimile at 865-988-1863. Prior to accepting bids, the City reserves the right to adjust the principal amount and maturity amounts of the Bonds being offered as set forth in the Detailed Notice of Sale, to postpone the sale to a later date, or to cancel the sale based upon market conditions via Bloomberg News Service and/or the ***PARITY®*** System not later than 9:45 a.m., Eastern Daylight Time, on the day of the bid opening. Such notice will specify the revised principal amounts, if any, and any later date selected for the sale, which may be postponed or canceled 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 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 August 21, 2026). The Bonds will mature on June 1 in the years 2028 through 2047, 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 June 1, 2034. Bidders must bid not less than one hundred percent (100.00%) 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 City by Bass, Berry & Sims PLC, Bond Counsel, Knoxville, Tennessee. **No rate or rates bid for the Bonds shall 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.** Unless bids are rejected, the Bonds will be awarded by the Mayor of the City on the sale date to the bidder whose bid results in the lowest true interest rate on the Bonds and complies with all of 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 City 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 or from the City's Municipal Advisor, Cumberland Securities Company, Inc., (865) 988-2663. Further information regarding ***PARITY®*** may be obtained from i-Deal LLC, 1359 Broadway, 2nd Floor, New York, New York 10018, Telephone: 212-849-5000.

/s/ Andy White
Mayor

*Preliminary, subject to change.

DETAILED NOTICE OF SALE

$25,000,000*

CITY OF MARYVILLE, TENNESSEE
General Obligation Bonds, Series 2026

NOTICE IS HEREBY GIVEN that the Mayor of City of Maryville, Tennessee (the "City") will receive electronic or written bids until **10:15 a.m. E.D.T.** on **Wednesday, August 5, 2026,** for the purchase of all, but not less than all, of the City's $25,000,000* General Obligation Bonds, Series 2026 (the "Bonds"). Electronic bids must be submitted through *PARITY*® as described in this "Detailed Notice of Sale." In case of written bids, bids will be received by the City's Municipal Advisor, Cumberland Securities Company, Inc., via facsimile at 865-988-1863. Prior to accepting bids, the City reserves the right to adjust the principal amount and maturity amounts of the Bonds being offered as set forth herein, to postpone the sale to a later date, or to cancel the sale based upon market conditions via Bloomberg News Service and/or the ***PARITY***® System not later than 9:45 a.m., Eastern Daylight Time, on the day of the bid opening. Such notice will specify the revised principal amounts, if any, and any later date selected for the sale, which may be postponed or canceled 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 August 21, 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, and will mature and be payable as follows:

YEAR (JUNE 1)	AMOUNT*	YEAR (JUNE 1)	AMOUNT*
2028	$ 795,000	2038	$1,235,000
2029	835,000	2039	1,295,000
2030	870,000	2040	1,350,000
2031	910,000	2041	1,410,000
2032	950,000	2042	1,475,000
2033	995,000	2043	1,540,000
2034	1,040,000	2044	1,610,000
2035	1,085,000	2045	1,685,000
2036	1,135,000	2046	1,760,000
2037	1,185,000	2047	1,840,000

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 City 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

*Preliminary, subject to change.

successful bidder for the Bonds certifies that it intends to hold the Bonds for its own account and has no present intent to re-offer the Bonds, the use the Book-Entry-Only System is not required.

In the event that the Book-Entry-Only System for the Bonds is discontinued and a successor securities depository is not appointed by the City, Bond Certificates in fully registered form will be delivered to, and registered in the names of, the DTC Participants or such other persons as such DTC participants may specify (which may be the indirect participants or beneficial owners), in authorized denominations of $5,000 for the Bonds or integral multiples thereof. The ownership of Bonds so delivered shall be registered in registration books to be kept by the Registration Agent (named herein) and the City 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 are payable from unlimited *ad valorem* taxes to be levied on all taxable property within the corporate limits of the City. For the prompt payment of principal of, premium, if any, and interest on the Bonds, the full faith and credit of the City are irrevocably pledged.

Municipal Bond Insurance. The City has provided information to prospective bond insurance companies in order to qualify the Bonds under their respective optional bidding programs. If the successful bidder or bidders for the Bonds desire to purchase a municipal bond insurance policy insuring payment of all or a portion of the debt service payable on the Bonds, the successful bidder or bidders does so at its own risk and expense, and the obligation of the successful bidder to pay for such series Bonds shall not be conditioned on the issuance of a municipal bond insurance policy. The City will cooperate with the successful bidder(s) in obtaining such insurance, but the City 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 S&P's that will be paid by the City.

Purpose. The Bonds are being issued for the purpose of financing, in whole or in part, (i) the acquisition, construction, improvement and equipping of the Municipality's school facilities, including the expansion of Maryville High School; (ii) the acquisition of all other property, real and personal, appurtenant to the foregoing (the "Projects"); (iii) payment of engineering, legal, fiscal and administrative costs incident to the foregoing; (iv) reimbursement to the Municipality for funds previously expended for any of the foregoing; and (v) payment of the costs incident to the issuance and sale of the Bonds.

Optional Redemption. The Bonds maturing on June 1, 2035, and thereafter are subject to optional redemption prior to maturity at the option of the City on or after June 1, 2034, at any time at the redemption price of par plus accrued interest.

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 a successful bidder for the Bonds designates certain consecutive serial maturities of such 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 City 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 bid 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 City will receive electronic or written bids for the purchase of all, but not less than all, of the Bonds. **Bidders for each series of 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 be in excess of five percent (5.00%) per annum. 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.

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

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

In the event of a system malfunction in the electronic bidding process, bidders may submit bids prior to the established date and time by FACSIMILE transmission sent to the City'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 City 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.

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

The City reserves the right to reject all bids for the Bonds and to waive any informalities in the bids accepted.

Unless all bids for the Bonds are rejected, the Bonds will be awarded by the Mayor to the bidder whose bid complies with this Detailed Notice of Sale 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 Mayor shall determine in her sole discretion which of the bidders shall be awarded the Bonds.

After receipt of the bids, the City reserves the right to make adjustments and/or revisions to the Bonds, as described below.

<u>Bidder Certification Regarding Non-Engagement in a Boycott of Israel</u>. 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.

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 City 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 City makes a determination that the goods or services are necessary for the City to perform its functions and that, absent such an exemption, the City 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 City'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 Mayor reserves the right, in her sole discretion, to adjust down the original par amount of the Bonds by up to twenty-five percent (25%). The principal factor to be considered in making any adjustments is the amount of premium bid for particular maturities. Among other factors the 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 City. Additionally, the 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 City's Municipal Advisor (by 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 wire transfer must be received by the City's Municipal Advisor no later than the close of business on the day following the competitive sale. The wire instructions will be sent to the winning bidder after all bids are received.

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 City as liquidated damages.

In the event of the failure of the City 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 for the Bonds 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 City 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 City within 24 hours after award, furnish the following information to the City 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 City 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 City determines is necessary to complete the *Official Statement* in final form.

After the award of the Bonds, the City 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 City 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 City in all aspects for the accuracy and completeness of information provided by such successful bidders with respect to such reoffering.

The City 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 each has made delivery of the Final Official Statement to the MSRB, to acknowledge that the City 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 City in establishing the issue price of the Bonds as more fully described herein. All actions to be taken by the City under this Detailed Notice of Bond Sale to establish the issue price of the Bonds may be taken on behalf of the City by the Municipal Advisor, and any notice or report to be provided to the City may be provided to the Municipal Advisor.

b. The City 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 City 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 City 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 City 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 City shall so advise the successful bidder. In such event, the City 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 City 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 City determines to apply the Hold-the-Offering-Price Rule to any maturity of the Bonds. Bidders should prepare their bids on the assumption that some or all of the maturities of the Bonds will be subject to the Hold-the-Offering-Price Rule in order to establish the issue price of the Bonds.

d. By submitting a bid, in the event of application of the Hold-the-Offering-Price Rule, the successful bidder for the Bonds shall deemed to have (i) confirmed that the underwriters have offered or will offer the Bonds to the public on or before the date of award at the offering price or prices (the "Initial Offering Price"), or at the corresponding yield or yields, set forth in the bid submitted by the successful bidder and (ii) agree, on behalf of the underwriters participating in the purchase of the Bonds, that the underwriters will neither offer nor sell unsold Bonds of any maturity to which the Hold-the-Offering-Price Rule shall apply to any person at a price that is higher than the Initial Offering Price to the public during the period starting on the sale date and ending on the earlier of the following:

   1. the close of the fifth (5th) business day after the sale date; or

   2. the date on which the underwriters have sold at least 10% of that maturity of the Bonds to the public at a price that is no higher than the Initial Offering Price to the public.

   In the event of application of the Hold-the-Offering-Price Rule to any maturity of the Bonds, any successful bidder will advise the City promptly after the close of the fifth (5^{th}) 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^{th}) 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^{th}) 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 City 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 City (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 City to the successful bidder.

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

Continuing Disclosure. At the time the Bonds are delivered, the City 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 relating to the City by not later than twelve months after each of the City'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 (the “MSRB”) through the operation of the Electronic Municipal Market Access system (the “EMMA”) and any State Information Depository established in the State of Tennessee (the “SID”). If the City 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 notices of material events will be filed by the City either with the MSRB or the SID. The specific nature of the information to be contained in the Annual Report or the notices of events is summarized in the *Preliminary Official Statement*.

Delivery of Bonds. Delivery of the Bonds is expected within forty-five (45) days. At least five (5) days’ notice will be given to the successful bidder of such delivery. 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 City. The City 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 City has deemed the *Preliminary Official Statement* to be final as of its date within the meaning of Rule 15c2-12 of the U.S. Securities and Exchange Commission (the “SEC”) except for the omission of certain pricing and other information. The City will furnish the successful bidder at the expense of the City 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 to the persons to whom each such bidder and members of its bidding group initially sell the Bonds within seven (7) business days. Acceptance of a bid of the Bonds will constitute a contract between the City 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*, this Detailed Notice of Sale, and the Official Bid Form, may be obtained from the City’s Municipal Advisor, Cumberland Securities Company, Inc., Telephone: 865-988-2663. Further information regarding ***PARITY***® may be obtained from i-Deal LLC, 1359 Broadway, 2nd Floor, New York, New York, 10018, Telephone: 212-849-5000.

/s/ Andy White, Mayor

EXHIBIT A

CITY OF MARYVILLE, TENNESSEE
[$__________ GENERAL OBLIGATION BONDS, SERIES 2026]

ISSUE PRICE CERTIFICATE
(if Competitive Sale Requirements are met)

The undersigned, on behalf of [NAME OF UNDERWRITER] ("[SHORT NAME OF UNDERWRITER]"), hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the "Bonds") of the City of Maryville, 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 August 5, 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

CITY OF MARYVILLE, 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 City of Maryville, 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 August 5, 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:___________________________________

BID FORM

Honorable Andy White, Mayor
404 W. Broadway Avenue
Maryville, Tennessee 37801

August 5, 2026

Dear Mr. White:

For your legally issued, properly executed $25,000,000* General Obligation Bonds, Series 2026 (the "Bonds") of the City of Maryville, Tennessee, in all respects as more fully outlined in your Detailed Notice of Sale, which by reference are made a part hereof, we will pay you a sum of ____________________ ($_______________).

The Bonds shall be dated the date of issuance (assume August 21, 2026) and shall be callable in accordance with the Detailed Notice of Sale. The Bonds shall mature on June 1 and bear interest at the following rates:

Maturity (June 1)	Amount*	Rate	Maturity (June 1)	Amount*	Rate
2028	$ 795,000	___	2038	$1,235,000	___
2029	835,000	___	2039	1,295,000	___
2030	870,000	___	2040	1,350,000	___
2031	910,000	___	2041	1,410,000	___
2032	950,000	___	2042	1,475,000	___
2033	995,000	___	2043	1,540,000	___
2034	1,040,000	___	2044	1,610,000	___
2035	1,085,000	___	2045	1,685,000	___
2036	1,135,000	___	2046	1,760,000	___
2037	1,185,000	___	2047	1,840,000	___

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_______ @ _______%.
Term Bond 4: Maturities from June 1, 20_______ through June 1, 20_______ @ _______%.

It is our understanding that the Bonds are subject to the final approving opinion of Bass, Berry & Sims PLC, Bond Counsel, Knoxville, Tennessee, whose opinion, together with the executed Bonds, will be furnished by the City without cost to us.

If our bid is accepted, we agree to provide a good-faith deposit of up to 2% of the 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 Bonds for which we have bid.

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

Accepted for and on behalf of the
City of Maryville, Tennessee, this
5th day of August, 2026.

____
Andy White, Mayor

Respectfully submitted,

____

Total interest cost from
August 21, 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

$25,000,000*
CITY OF MARYVILLE, 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 the City of Maryville, Tennessee (the "City") of $25,000,000* General Obligation Bonds, Series 2026 (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 City Council of the City on February 4, 2025 (the "Resolution").

The Bonds are being issued for the purpose of financing, in whole or in part, (i) the acquisition, construction, improvement and equipping of the Municipality's school facilities, including the expansion of Maryville High School; (ii) the acquisition of all other property, real and personal, appurtenant to the foregoing (the "Projects"); (iii) payment of engineering, legal, fiscal and administrative costs incident to the foregoing; (iv) reimbursement to the Municipality for funds previously expended for any of the foregoing; and (v) payment of the costs incident to the issuance and sale of the Bonds.

DESCRIPTION OF THE BONDS

The Bonds will be dated and bear interest from their date of issuance and delivery (assume August 21, 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 Mayor and shall be attested by the City Recorder. 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 corporate limits of the City. For the prompt payment of principal of, premium, if any, and interest on the Bonds, the full faith and credit of the City are irrevocably pledged.

The City, through its governing body, shall annually levy and collect a tax on all taxable property within the City, 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 City and reimbursement therefore shall be made out of taxes provided by the Resolution when the same shall

*Preliminary, subject to change

have been collected. The taxes may be reduced to the extent of direct appropriations from the General Fund of the City 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 City.

OPTIONAL REDEMPTION OF THE BONDS

Bonds maturing June 1, 2035, and thereafter, shall be subject to optional redemption prior to maturity at the option of the City on June 1, 2034, and thereafter, as a whole or in part, at any time, at the redemption price of par plus accrued interest to the redemption date.

If less than all the Bonds shall be called for redemption, the maturities to be redeemed shall be designated by the City Commission, 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 the credit hereinafter provided, the City shall redeem Bonds maturing June 1, 20__, and June 1, 20__ on the redemption dates set forth below opposite the maturity date, 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. The Bonds to be so redeemed within a maturity 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:

Maturity	Redemption Date	Principal Amount of Bonds Redeemed

*Final Maturity

At its option, to be exercised on or before the forty-fifth (45) day next preceding any such redemption date, the City 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 City 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 City 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 City 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 City 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 City pursuant to written instructions from an authorized representative of the City (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 City to make funds available in part or in whole on or before the redemption date shall not constitute an event of default, and the Registration Agent shall give immediate notice to the Depository or the affected Bondholders that the redemption did not occur and that the Bonds called for redemption and not so paid remain outstanding.

PAYMENT OF BONDS

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

REGISTRATION AGENT

The Registration Agent, Regions Bank, Nashville, Tennessee, its successor, or the City 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 City 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"). 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.

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 f or their benefit has agreed to obtain and transmit notices to Beneficial

Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

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

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

Transfers of Bonds. To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. or such other name as may be requested by an authorized representative of DTC. The deposit of the Bonds with DTC and their registration in the name of Cede & Co. or such other nominee does not affect 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 City 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 City 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 City believes to be reliable, but the City, 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 City, 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."

DISPOSITION OF BOND PROCEEDS

The proceeds of the sale of the Bonds shall be deposited with a financial institution regulated by the Federal Deposit Insurance Corporation or similar federal agency in a special fund known as the 2026 Project Fund (the "Project Fund"), or such other designation as shall be determined by the Mayor to be kept separate and apart from all other funds of the City. The City shall disburse funds in the Project 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 Project Fund shall be disbursed solely to pay the costs of the Projects and to reimburse the City for any funds previously expended for costs of the Projects. Money in the Project 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 Project Fund. Money in the Project Fund shall be invested in such investments as shall be permitted by applicable law to the extent permitted by applicable law.

DISCHARGE AND SATISFACTION OF BONDS

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

If the City 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 described below, 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 City 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 City, as received by the Registration Agent. For the purposes described above, Defeasance Obligations shall mean direct obligations of, or obligations, the principal of and interest on which are guaranteed by, the United States of America, which obligations shall not be subject to redemption prior to their maturity other than at the option of the registered owner thereof.

REMEDIES OF BONDHOLDERS

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

(1) By mandamus or other suit, action or proceeding in any court of competent jurisdiction to enforce its rights against the City, including, but not limited to, the right to require the City 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 City 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 City to sell or issue the Bonds.

TAX MATTERS

Federal

General. Bass, Berry & Sims PLC, Knoxville, Tennessee, is Bond Counsel for the Bonds. Their opinion under existing law, relying on certain statements by the City and assuming compliance by the City 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 City 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 City 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 City 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 "CHANGES IN FEDERAL AND STATE LAW" below in this heading.

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

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

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

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

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

State Taxes

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

Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee.

CHANGES IN FEDERAL AND STATE TAX LAW

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

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

CLOSING CERTIFICATES

Upon delivery of the Bonds, the City 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 Mayor acting in his official capacity to the effect that to the best of her 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 City 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 Mayor acting in his official capacity, evidencing delivery of and payment for the Bonds; (iii) a signature identification and incumbency certificate, signed by the Mayor and City Recorder 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 City concerning the preparation and distribution of certain annual financial information and notification of certain material events, if any.

APPROVAL OF LEGAL PROCEEDINGS

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

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MISCELLANEOUS

RATING

S&P Global Ratings ("S&P") has given the Bonds the rating of "AA+"

There is no assurance that such rating will continue for any given period of time or that the rating may not be suspended, lowered or withdrawn entirely by S&P, if circumstances so warrant. Due to the ongoing uncertainty regarding the economy and debt of the United States of America, including, without limitation, the general economic conditions in the country, and other political and economic developments that may affect the financial condition of the United States government, the United States debt limit, and the bond ratings of the United States and its instrumentalities, 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 bonds 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.

The rating reflects only the views of S&P and any explanation of the significance of such rating should be obtained from S&P.

COMPETITIVE PUBLIC SALE

The Bonds will be offered for sale at competitive public bidding on August 5, 2026. Details concerning the public sale were provided to potential bidders and others in the *Preliminary Official Statement* that is dated July 27, 2026.

The successful bidder for the Bonds was an account led by __________________, _______, (the "Underwriters") who contracted with the City, subject to the conditions set forth in the Official Notice of Sale and Bid Form to purchase the Bonds at a purchase price of $__________ (consisting of the par amount of the Bonds, plus original issue premium of $______________, less an underwriter's 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 City 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 City to compile, create, or interpret any information in the *Preliminary Official Statement* and *Official Statement* relating to the City, including, without limitation, any of the City's financial and operating data, whether historical or projected. Any information contained in the *Preliminary Official Statement* and *Official Statement* concerning the City, 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 City 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.

Regions Bank. Regions Bank (the "Bank") is a wholly-owned subsidiary of Regions Financial Corporation. The Bank provides, among other services, commercial banking, investments and corporate trust services to private parties and to State and local jurisdictions, including serving as registration, paying agent or filing agent related to debt offerings. The Bank will receive compensation for its role in serving as Registration and Paying Agent for the Bonds. In instances where the Bank serves the City 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 City 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 City 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 City 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 City's Dissemination Agent. If the City chooses to use one or more of these other services provided by Cumberland Securities Company, Inc. including Dissemination Agent 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 City also has ongoing capital needs that may or may not require additional debt issuance. Additionally, the City may also authorize the issuance of additional refundings of outstanding bonds 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 City 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 City from the information available. Additionally, no agreements or legal proceedings of the City relating to securities have been declared invalid or unenforceable.

CONTINUING DISCLOSURE

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

Five-Year History of Filing. For the past five years, the City has complied in all material respects with its existing continuing disclosure agreements in accordance with Rule 15c2-12.

For the past five years, except as outlined above, the City is unaware of any other 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 City's Annual Report shall contain or incorporate by reference the General Purpose Financial Statements of the City for the fiscal year, prepared in accordance with generally accepted auditing standards, provided, however, if the City's audited financial statements are not available by the time the Annual Report is required to be filed, the Annual Report shall contain unaudited financial statements in a format similar to the financial statements contained herein, and the audited financial statements shall be filed when available. The Annual Report shall also include in a similar format the following information included in APPENDIX B entitled “SUPPLEMENTAL INFORMATION STATEMENT.”

1. Summary of Bonded Indebtedness as of the end of such fiscal year;

2. The Indebtedness and Debt Ratios as of the end of such fiscal year, together with information about the property tax base;

3. Information about the Bonded Debt Service Requirements – General Government as of the end of such fiscal year;

4. Information about the Bonded Debt Service Requirements – Water and Sewer System as of the end of such fiscal year;

5. Information about the Bonded Debt Service Requirements – Electric System as of the end of such fiscal year;

6. The Fund Balances, Net Assets and Retained Earnings for the fiscal year;

7. Five Year Summary of Revenues, Expenditures and Changes in Fund Balances - General Fund for the fiscal year;

8. Five Year Summary of Revenues, Expenditures and Changes in Fund Net Position – Water and Sewer Fund for the fiscal year;

9. Five Year Summary of Revenues, Expenditures and Changes in Fund Balances – Electric Fund for the fiscal year;

10. The estimated Assessed Valuation of property in the City for the tax year ending in such fiscal year and the total estimated actual value of all taxable property for such year;

11. Property Tax Rates and Collections of the City for the tax year ending in such fiscal year as well as the uncollected balance for such fiscal year; and

12. 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 City or related public entities, which have been submitted to the MSRB or the U.S. Securities and Exchange Commission. If the document incorporated by reference is a final Official Statement, in final form, it will be available from the Municipal Securities Rulemaking Board. The City shall clearly identify each such other document so incorporated by reference.

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

1. Upon the occurrence of a Listed Event (as defined in (3) below), the City 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 City 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, or 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 City, if material, or agreement as to covenants, events of default, remedies, priority rights, or other similar terms as of a financial obligation of the City, 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 City, any of which reflect financial difficulties.

Termination of Reporting Obligation. The City'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 City 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 City 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 City. 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 City 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 City to comply with its obligations under the Disclosure Certificate. A default under the Disclosure Certificate shall not be deemed an event of default, if any, under the Resolution, and the sole remedy under the Disclosure Certificate in the event of any failure of the City 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 City 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 City'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 City and its residents in a number of ways, including by damaging City property, causing the temporary or permanent displacement of City residents and interrupting City services. The City 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 City's operations or finances.

CYBER-SECURITY. Computer networks and data transmission and collection are vital to the efficient operations of the City. 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 City, 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 City's operations, which could materially affect the City and its operations. Attempted cyber security attacks against organizations or entities similar to the City are increasingly common. In January 2024, the Federal Bureau of Investigation issued a specific warning that internation hackers are working to attack governmental infrastructure in the United States. To mitigate against such risks, the City has instituted various policies and procedures to protect its network infrastructure. The City 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 City 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 City'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.

FORWARD LOOKING STATEMENTS

The statements contained in the *Preliminary Official Statement* and *Official Statement*, and in any other information provided that are not purely historic, are forward-looking statements, including statements regarding the expectations, hopes, intentions, or strategies regarding the future. Readers should not place undue reliance on forward-looking statements. All forward-looking statements included in the *Preliminary Official Statement* and *Official Statement* are based on information available on the date hereof, and assumes no obligation to update any such forward-looking statements.

The forward-looking statements herein are necessarily based on various assumptions and estimates and are inherently subject to various risks and uncertainties, including risks and uncertainties relating to the possible invalidity of the underlying assumptions and estimates and possible changes or developments in social, economic, business, industry, market, legal and regulatory circumstances and conditions and actions taken or omitted to be taken by third parties, including customers, suppliers, business partners and competitors, and legislative, judicial and other governmental authorities and officials. Assumptions related to the foregoing involve judgments with respect to, among other things, future economic, competitive, and market conditions and future business and policy decisions, all of which are difficult or impossible to predict accurately and, therefore, there can be no assurance that the forward-looking statements included in the *Preliminary Official Statement* and *Official Statement* would prove to be accurate.

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ADDITIONAL INFORMATION

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

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

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

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

The City 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 CITY

On behalf of the City, 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/ ______________________________
Mayor

ATTEST:

/s/ ______________________________
City Recorder

APPENDIX A

LEGAL OPINION

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

Ladies and Gentlemen:

We have acted as bond counsel to the City of Maryville, Tennessee (the "Issuer") in connection with the issuance of $__________ General Obligation Bonds, Series 2026, dated ____________, 2026 (the "Bonds"). We have examined the law and such certified proceedings and other papers as we deemed necessary to render this opinion.

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

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

1. The Bonds have been duly authorized, executed, and issued in accordance with the constitution and laws of the State of Tennessee and constitute valid and binding general obligations of the Issuer.

2. The resolution of the City Council of the Issuer authorizing the Bonds has been duly and lawfully adopted, is in full force and effect, and is a valid and binding agreement of the Issuer, enforceable in accordance with its terms.

3. The Bonds constitute general obligations of the Issuer for the payment of which the Issuer has validly and irrevocably pledged its full faith and credit. The principal of and interest on the Bonds are payable from unlimited ad valorem taxes to be levied on all taxable property within the Issuer.

4. Interest on the Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code") and is not an item of tax preference for purposes of the federal alternative minimum tax; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. The opinion set forth in the preceding sentence is subject to the condition that the Issuer comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be, or continue to be, excludable from gross income for federal income tax purposes under Section 103 of the Code. Failure to comply with certain of such requirements could cause interest on the Bonds to be so includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds. The Issuer has covenanted to comply with all such requirements.

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

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

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

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

Yours truly,

APPENDIX B

SUPPLEMENTAL INFORMATION STATEMENT

GENERAL INFORMATION

LOCATION

The City of Maryville (the "City") is the county seat of Blount County (the "County"), which is located in the eastern portion of the State of Tennessee. The County is bordered to the east by Sevier County and to the north by Knox County. To the south, the County is bordered by Monroe County and the State of North Carolina. To the west of the County is Loudon County, Tennessee. Other incorporated towns within the County are Alcoa, Rockford, Friendsville, and Townsend. Vonore is an unincorporated town that is in both Blount County and Monroe County. The City is located approximately 15 miles south of Knoxville.

The County is in the eastern portion of Tennessee. Bordering the Great Smoky Mountains National Park, the immediate surrounding terrain is hilly and mountainous, while much of the County is covered with rolling farmlands. Blount County is situated near the geographic center of the eastern United States, with approximately 50 percent of the U.S. population within a 500-mile radius. The County benefits from serving as a gateway to the Great Smoky Mountains National Park. The park's scenic and recreational attractions draw an ever-increasing number of tourists to the County each year.

Maryville is also situated at the southern boundary of the Oak Ridge Technology Corridor, a nationally recognized high-technology research and development center. Additionally, Maryville is located about four miles from the Pellissippi Parkway extension, which puts city residents within a 10- to 20-minute drive of the West Knoxville - Oak Ridge area.

GENERAL

The County covers 559 square miles in the extreme eastern portion of Tennessee.

The County is part of the Knoxville Metropolitan Statistical Area (the "MSA"). The MSA includes Knox (Knoxville and Farragut), Anderson (Oak Ridge and Clinton), Blount (Maryville and Alcoa), Loudon (Loudon), and Union (Maynardville) Counties.

The County is also part of the Knoxville-Morristown-Sevierville Combined Statistical Area (the "CSA"). The CSA includes Roane, Anderson, Blount, Knox, Loudon, Union, Grainger, Hamblen, Jefferson, Campbell, Cocke, and Sevier Counties. The City of Knoxville is the largest city in the CSA.

TRANSPORTATION

The area has excellent transportation facilities by rail, air, river, and highway. Both the Norfolk Southern and CSX Railroads have terminals and stops in the County, with lines radiating in nine directions. The Pellissippi Highway (I-140) provides a direct link to I-40 and I-75 in Knox County. Major highways serving the County include U.S. Highway 44, 129, 321, 411, and 441, as well as State Routes 33, 75, and 95.

McGhee Tyson Airport. The McGhee Tyson Airport is the principal commercial airport in East Tennessee, serving the commercial airline industry, air cargo, military aviation, and general aviation. With parallel 9,000-foot runways, McGhee Tyson Airport can accommodate any size aircraft. The Airport is located within the city limits of Alcoa, which is 12 miles south of downtown Knoxville. The airport occupies more than 2,000 acres of land with space for additional air cargo facilities or economic development. This facility is owned and managed by the Metropolitan Knoxville Airport Authority.

According to a study by the University of Tennessee's Center for Transportation Research, the airport contributes over $1 billion to the local economy (including Anderson, Blount, Knox, Loudon, and Sevier Counties) every year. The report examined the employment, business, and tax impacts of the airport, including the Downtown Island Airport.

The Metropolitan Knoxville Airport Authority (MKAA) was established in 1978 as an independent nonprofit agency to own and operate McGhee Tyson Airport and Downtown Island Airport. The Authority's Board of Commissioners is appointed by the Governor, the Speakers of the House and Senate, the Mayor of Knoxville, and confirmed by the City Council. This Board determines the policies for the current Airport Authority staff of over 150 employees in six departments. The Board appoints a President who serves as the chief administrator and executive officer. All of the revenues are generated by user fees and rental income so no taxpayer dollars are used to support airport operations.

Two air cargo services operate daily. In addition, six passenger airlines carry air cargo on most flights. More than 75,000 tons of air freight pass through its cargo facilities annually. Federal Express and United Parcel Service are the main couriers.

McGhee Tyson Airport provides daily nonstop service to more than 30 destinations across the United States through Allegiant Air, American Airlines, Avelo Airlines, Delta Air Lines, Frontier Airlines, Southwest Airlines, and United Airlines. Current nonstop destinations include, among others, Atlanta, Charlotte, Chicago, Dallas, Denver, Detroit, Houston, Miami, Minneapolis–Saint Paul, Nashville, New York, Orlando, Philadelphia, Phoenix, Tampa, and Washington, D.C. In 2025, McGhee Tyson Airport reached a record 36 nonstop destinations and served approximately 3.6 million passengers.

The airport continues to benefit from expanded low-cost and leisure-oriented air service. Allegiant Air serves numerous nonstop leisure destinations from McGhee Tyson Airport, including Florida and other vacation-oriented markets. Avelo Airlines provides nonstop service to New Haven, Connecticut. Frontier Airlines serves Denver, and Southwest Airlines began service at McGhee Tyson Airport in March 2026, initially offering nonstop service to Nashville, Baltimore, Dallas-Love Field, and Orlando. These services, together with the airport's legacy-carrier hub connections, provide the region with access to major domestic markets and onward connections throughout the United States and internationally.

McGhee Tyson is served by major and regional carriers, including:

Major Airlines:		***Regional Carriers:***	
Allegiant Air	American Airlines	American Eagle	United Express
Delta Airlines	Frontier Airlines		
Southwest Airlines	United Airlines		

Source: Metropolitan Knoxville Airport Authority.

These airlines connect passengers with service to several hub airports across the nation on more than 100 flights daily.

Total Year	McGhee Tyson Airport Commercial Passengers	Total Air Cargo in Tons
2014	1,738,133	74,115,672
2015	1,747,472	77,395,631
2016	1,827,989	84,831,987
2017	1,988,626	82,884,887
2018	2,221,137	81,363,507
2019	2,572,822	84,678,684
2020	1,161,447	84,151,936
2021	1,995,197	89,230,552
2022	2,497,130	79,334,045
2023	2,835,773	76,522,366
2024	3,339,757	69,762,653
2025	3,630,410	61,875,096

Source: Metropolitan Knoxville Airport Authority and Knoxville-Knox County Planning.

TACAir is McGhee Tyson Airport's general aviation services provider. In addition to providing fuel and services to commercial carriers, they also accommodate the general aviation industry, which includes corporate aviation, charter flights, flight schools, and people who fly as a hobby.

The Tennessee Air National Guard's 134th Air Refueling Group operates 10 aircraft at McGhee Tyson Airport. The Guard's KC-135E tankers provide refueling to the country's military aircraft. In addition, the Army Aviation Support Facility, the 110th and 119th Tactical Control Squadrons, and the 228th Combat Communications Squadron operate on the base.

Downtown Island Home Airport. Knoxville's Downtown Island Home Airport, located five minutes from downtown, serves as another home base for smaller and privately owned airplanes. The Island Home Airport is a 150-acre general aviation facility with a 3,500-foot runway. It is home to nearly 140 private and corporate aircraft, with 24-hour-a-day service available.

Waterways. Fifteen miles away is the head of the Tennessee River navigation channel in Knoxville. This river is part of the Interconnected Inland Water System that links Knoxville with 21 states, the Mississippi River, and the Great Lakes. Linkages may be made to the entire inland waterway system, allowing shipments to be made by water to Houston, Tampa, Pittsburgh, Minneapolis, and Little Rock.

Six active river terminals handle barge shipments throughout the area. The Tennessee-Tombigbee Waterway links East Tennessee with 13 other states and the Gulf of America. This 234-mile canal connects 16,000 miles of waterways throughout Tennessee, Mississippi, and Alabama, leading to the Port of Mobile and the Gulf of America. This Waterway shortens the shipping distance between Tennessee and the Gulf of America by 882 miles and enables East Tennessee products to arrive at their Gulf destination eight to nine days earlier. The development of the Tennessee-Tombigbee Waterway has been a catalyst for industrial and agricultural growth throughout the area. Barge shipping has always been a popular alternative to rail in East Tennessee because of the Inland Waterway System.

Nearby Knoxville also has a Foreign Trade Zone, which is an inland Port of Entry with a U.S. Customs Office. In 1988, Knoxville was given its Foreign Trade Zone designation by the U.S. Department of Commerce. This designation allows manufacturers to ship foreign raw materials and components to parts of Knoxville and store them duty-free in Knoxville until used. In May 1991, the Foreign Trade Zone was activated.

EDUCATION

Maryville City Schools District covers about 16.2 square miles and has seven schools: three elementary, two intermediate, one junior high school, and one high school.

The County is also home to two other school systems:
The *Blount County School System* comprises more than 20 public schools, including one alternative education school. The District's size is about 584 square miles.

Alcoa City Schools District covers about 9 square miles.

Source: Tennessee Department of Education, the Audits of the City of Maryville, the City of Alcoa, and Blount County.

Also, there are several private schools that serve the area: Apostolic Christian Academy, Clayton-Bradley Academy, Foothills Christian Academy, New Horizon Montessori School, and Maryville Christian School. Moreover, the County has many opportunities for higher education. In addition to the following schools, the University of Tennessee, Knoxville, is located in nearby Knox County. It is the largest campus in the UT system.

Maryville College. The private four-year liberal arts college, located in Maryville, was founded in 1819 and is one of the 50 oldest institutions of higher learning in the United States. The college is co-educational and grants degrees in Bachelor of Arts, Bachelor of Science, and Bachelor of Music, with 50 diverse fields of study. Dual degree programs are available in the fields of engineering, pharmacy, and veterinary medicine.
Source: Maryville College.

Pellissippi State Community College (the "PSCC") – Blount County Center. The Blount County Center satellite campus for PSCC has been housed at the former Bungalow Elementary School building since 1991. While that location served the needs of the college for many years, the institution has outgrown the aging facility. An expanded 39.5-acre facility allows more students to attend classes nearer to where they live.

Since its founding in 1974 as the State Technical Institute at Knoxville, PSCC has expanded the teaching of technology, the use of technology in instruction, and the transfer of technology to local business and industry to support regional economic development. The PSCC continues to support and develop career/technical associate degrees and institutional certificates, university-parallel associate degree programs, and continuing education opportunities for the citizens of Knox, Blount, and surrounding counties. PSCC has been named one of the 200 fastest-growing community colleges in the nation, according to Community College Week. Several campuses make up the Community College. The main campus is the Pellissippi Campus in West Knoxville. The Division

Street Campus and the Magnolia Avenue Campus are also in Knoxville.

Source: Pellissippi State Technical Community College and the City.

Tennessee College of Applied Technology-Knoxville (the "TCAT-Knoxville"). TCAT-Knoxville is part of a statewide system of 27 vocational-technical schools. TCAT-Knoxville meets a Tennessee mandate that no resident is more than 50 miles from a vocational-technical shop. TCAT-Knoxville's primary purpose is to meet the occupational and technical training needs of the citizens, including employees of existing and prospective businesses and industries in the region. TCAT-Knoxville serves the central east region of the state, including Knox and Blount Counties. TCAT-Knoxville began operations in 1966, and the main campus is located in Knox County.

Source: Tennessee College of Applied Technology-Knoxville.

HOSPITALS

Blount Memorial Hospital. Blount Memorial Hospital is a 304-bed acute care hospital located in Maryville, Tennessee. The hospital has more than 2,700 employees and approximately 200 physicians working in clinical and nonclinical positions across 20 locations in Blount and Monroe counties. Key services include cancer care, cardiac care, emergency services, orthopedic care, stroke care, surgical care, women's services, and physician group services. The hospital's main campus is located at 907 East Lamar Alexander Parkway in Maryville.

Blount Memorial Hospital historically has been operated by Blount Memorial Hospital, Incorporated, a governmental nonprofit corporation formed by Blount County pursuant to Tennessee law. In 2024, Blount Memorial Hospital and Blount County approved a transaction for Blount Memorial Hospital to become part of Prisma Health, including approval of a lease agreement, membership agreement, charter amendment, and related transaction documents. The transaction made Blount Memorial Hospital Prisma Health's first hospital in Tennessee. Prisma Health agreed to invest at least $275 million in capital improvements in the hospital's service area over a 10-year period, including implementation of the Epic electronic health records system and other patient-centered technologies, and committed to continuing essential services for at least 10 years.

Prisma Health is a private nonprofit health care organization headquartered in Greenville, South Carolina. Following the addition of Blount Memorial Hospital, Prisma Health serves patients in South Carolina and Tennessee and, according to Prisma Health's fiscal year 2025 profile, includes 20 acute care and specialty hospitals, 3,166 licensed beds, 490 physician practice sites, and more than 33,000 team members. Prisma Health serves more than 1.6 million patients annually.

University of Tennessee Medical Center. Located in Knoxville, near the Blount County line, the UT Medical Center is an acute-care teaching hospital with 710 beds and about 550 doctors. The hospital employs more than 8,000 people and regularly serves approximately 200,00 unique patients annually. Designated as the region's Level I adult and pediatric Trauma Center by the state of Tennessee, the Medical Center provides the highest level of programs and emergency services. Critically ill patients are transported to the Medical Center via one of LIFESTAR'S two helicopters.

Special care units such as cardiac care, open heart, medical intensive care, neuro-respiratory, and trauma surgical intensive care are available for patients who require maximum medical attention. A Level IV Intensive Care Nursery, a Pediatric Intensive Care Unit, a newborn nursery and many other programs comprising Children's Health Services enable the hospital to provide the region's most comprehensive medical services for infants and children. University Hospital also serves as the Regional Perinatal Center.

Source: University Health Center and Knoxville News Sentinel.

MANUFACTURING AND COMMERCE

The economic base for Blount County includes a diversified group of industrial and service companies. The County has nine industrial parks within its boundaries with less than 400 acres remaining for development. Big Springs has 100 acres available in Maryville. Partnership Park North has 220 acres available about 8 miles from McGhee Tyson Airport in Alcoa. Partnership Park South has 210 acres in Maryville. Stock Creek Development Centre is a 24-acre site 5 miles from downtown Knoxville in Rockford.

The County is aligned with many strategic partners that assist growth and attract many advanced technology and R&D based companies. They are the Oak Ridge National Laboratory, the University of Tennessee, the Technology 2020 project, Tennessee Valley Authority and the National Safe Skies Alliance.

Amazon.com, Inc. Amazon currently operates fulfillment and sortation centers in Charleston, Chattanooga, Lebanon, Memphis, Mt. Juliet, Murfreesboro, and Nashville, a Prime Now Hub in Nashville, and various other facilities supporting last-mile delivery operations across the State of Tennessee. New facilities were built in Alcoa and in Clarksville in 2022. The company is in the midst of building a corporate office in downtown Nashville, which will bring 5,000 jobs and house the management functions for Amazon's Retail Operations division. In Tennessee, Amazon has three fulfillment centers that use innovative robotics technology (Alcoa, Memphis, and Mt. Juliet), bringing the total to eight.

Since 2010, Amazon has invested more than $13 billion in Tennessee, including infrastructure and compensation to thousands of its employees in the state. Amazon's investments in Tennessee contributed an additional $13 billion into the state's economy, and using methodology developed by the U.S. Bureau of Economic Analysis, Amazon estimates its investments in the state have created an additional 39,000 indirect jobs on top of the company's more than 25,000 direct hires in Tennessee.

Arconic Inc. Formerly ALCOA Inc., Arconic Inc. owns and operates three aluminum plants in the City of Alcoa near the McGhee Tyson Airport. This operation is the largest aluminum-producing and fabricating complex in the United States. In 2016, ALCOA Inc. split into two standalone companies, Arconic Inc. and ALCOA Corp. The former ALCOA Inc. aluminum facility has now become Arconic Inc.

The plant's primary product is flat, rolled aluminum sheets. With aerospace and transportation accounting for 65 percent of the company's Global Rolled Product revenue, several major automotive companies have become Arconic customers, including Ford, Chrysler, and GM. Arconic Inc. can currently supply over 90 percent of a jet engine's necessary components through metallic and carbon fiber reinforced plastic aircraft parts.

The plants have produced about 200 metric tons of aluminum per year. The facility was once the largest aluminum manufacturing facility in the world, with 12,000 ALCOA Inc. employees. The company has origins going back more than 120 years. Alcoa supplied aluminum for many notable moments in American history, including the Wright Brothers' airplane in Kitty Hawk, North Carolina, paving the way for modern aerospace.

DENSO Tennessee. The automotive parts plant, DENSO, has three locations in the state – Maryville, Athens, and Jackson. The Maryville location contains four plants. DENSO has invested approximately $3 billion in Tennessee. DENSO opened in 1988 and manufactures starters, alternators, instrument clusters, and electronics for the automotive industry. The company's entire campus covers more than 154 acres and features a training center, a logistics center, and an associate fitness center. The company provides parts for 20 automakers, including Toyota, Honda, Daimler Chrysler, General Motors, Ford, and Subaru. DENSO employs more than 23,000 people across North America.

National Safe Skies Alliance is a non-profit consortium dedicated to advancing aviation security by conducting independent testing and evaluation of anti-terrorism technologies in airports nationwide. Safe Skies' membership comprises airports, airlines, national laboratories, universities, and the security industry, working in partnership with the Department of Homeland Security - Transportation Security Administration, to protect the traveling public. Safe Skies' staff of security specialists, test engineers, and statisticians are experts in the evaluation of security systems for the Passenger Checkpoint, Checked Baggage and Air Cargo, Access Control, and the Airport Perimeter.

The *Oak Ridge National Laboratory* (the "ORNL"), based in nearby Roane County, is a multiprogram science and technology laboratory managed for the U.S. Department of Energy by UT-Battelle, LLC. Scientists and engineers at ORNL conduct basic and applied research and development to create scientific knowledge and technological solutions that strengthen the nation's leadership in key areas of science; increase the availability of clean, abundant energy; restore and protect the environment; and contribute to national security. ORNL also performs other work for the Department of Energy, including isotope production, information management, and technical program management, and provides research and technical assistance to other organizations. The laboratory is a program of DOE's Oak Ridge Field Office.

Pellissippi Place is a 450-acre high-tech park on the Oak Ridge Corridor in Alcoa, located off Old Knoxville Highway and Pellissippi Parkway. The first construction phase began in late 2008. The park focuses on technology, corporate research, and high-tech business development. Over the course of the project, the park is expected to create over $1 billion dollars in economic impact. The total build-out of the park is estimated at 20 to 30 years. Phase I involved the park's infrastructure, a phase that cost around $10 million and was completed in 2010. The development is LEED certified, which requires all developers and contractors to follow sustainable green building guidelines recognized by the U.S. Green Building Council.

Molecular Pathology Laboratory Network, which develops molecular diagnostics and cytogenetics tests and services with a focus on pathology, hematology/oncology, obstetrics and gynecology, medical genetics, infectious disease, gastroenterology, and internal medicine, was the first major tenant in the park. In 2015, ProNova Solutions became the anchor tenant as a proton therapy manufacturer. A new, $70 million apartment complex was completed in 2024. The complex will eventually include apartments, retail, and restaurants.

The property is owned by Knox County, Blount County, and the cities of Maryville and Alcoa. The development of the entire 450-acre Pellissippi Place is being overseen by the Industrial Development Board of Alcoa and Maryville. Blount Partnership is the umbrella organization that houses the Industrial Development Board, the Smoky Mountain Tourism Development Authority, and the Blount County Chamber of Commerce.

The *Technology 2020* project was initiated in 1993 to capitalize on the unique resources of the East Tennessee region: the presence of ORNL, the University of Tennessee-Knoxville, the headquarters of the Tennessee Valley Authority, and a significant number of both large and small technology companies. A $4.5 million investment has been made by DOE, South Central Bell, the Tennessee Public Service Commission, and Lockheed Martin to establish a regional telecommunications laboratory. This economic development resource center is located in Oak Ridge's Commerce Park. An 18,000-square-foot facility has been constructed on the 5.2-acre site. The facility is used to test and demonstrate new communications technologies and applications.

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

Source: Tennessee Department of Economic and Community Development.

The *Tennessee Valley Authority* (the "TVA") provides support, technology, expertise, and financial resources to existing businesses and industries in the Valley to help them grow, become more efficient, and be more profitable. These resources include technical assistance, low-interest loans, and other tools businesses need to operate successfully.

The *University of Tennessee's* flagship campus in Knoxville is home to a wide array of vigorous programs doing research on issues vital to the community, the state, the nation, and the world. The university has collaborative relationships with public and private agencies including ORNL, Battelle Memorial Institute (forming UT-Battelle), St. Jude Children's Research Hospital, the Memphis Bioworks Foundation, and the Boston-Baskin Cancer group (forming UT Cancer Institute).

Major Employers in the City of Maryville, Tennessee

Company	Product/Service	Employment
Clayton Homes	Manufactured Housing	5,500
Denso	Automotive Parts	5,100
Blount Memorial Hospital	Healthcare	2,700
Blount County Schools	Education	1,700
McGhee Tyson Air National Guard	Airbase	2,700
Arconic Inc.[1]	Aluminum Ingot, Coiled Steel	1,400

[1] Headquarters are based in Blount County, but employment includes some employees working in Knox County.

S*ource:* Knoxville Chamber of Commerce, and the Cities of Alcoa and Maryville Audits - 2024.

ECONOMIC DATA

Social and Economic Characteristics

	National	Tennessee	Blount County	Alcoa	Maryville
Median Value Owner-Occupied Housing	$332,700	$286,700	$320,500	$277,100	$358,100
% High School Graduates or Higher					
Persons 25 Years Old and Older	89.6%	90.0%	91.2%	90.6%	93.7%
% Persons with Income Below Poverty Level	10.6%	13.5%	9.2%	12.9%	6.7%
Median Household Income	$80,734	$69,595	$77,365	$63,714	$81,963

Source: U.S. Census Bureau State & County QuickFacts - 2022.

Per Capita Personal Income

	2020	2021	2022	2023	2024
National	$59,151	$64,692	$66,298	$70,002	$73,204
Tennessee	$51,977	$57,715	$59,107	$63,479	$66,504
Blount County	**$48,445**	**$53,099**	**$55,330**	**$59,581**	**$63,260**
Index vs. National	82	82	83	85	86
Index vs. State	93	92	94	94	95

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

RECREATION

Appalachian National Scenic Trail (the "AT"). The Appalachian Trail is a 2,175-mile-long footpath stretching through 14 eastern states from Maine to Georgia. It can be accessed in Blount County via the Great Smoky Mountains National Park in Townsend. Conceived in 1921 and first completed in 1937, it traverses the wild, scenic, wooded, pastoral, and culturally significant lands of the Appalachian Mountains. The AT is enjoyed by an estimated 4 million people each year.
Source: National Park Service.

Fort Loudoun State Historic Park. Fort Loudoun State Park is located in Vonore (in Monroe County) on TVA's Tellico Reservoir. This 1,200-acre site is the location of one of the earliest British fortifications on the western frontier, built in 1756. Today, the fort and the 1794 Tellico Blockhouse overlook the Tellico Reservoir and the Appalachian Mountains. Much of the park's 1,200 acres lies on an island in Tellico Lake. The park has a Visitor Center/Museum that offers information on the area's history and artifacts that were excavated prior to the Fort's reconstruction. The largest event of each year is an 18th-century Trade Faire that showcases many aspects of that century. There are over 150,000 visitors to the park each year. British soldiers, civilians, ladies, and small children come together with traders, French soldiers, Creek and Cherokee Indians.

Source: Tennessee State Parks.

Great Smoky Mountains National Park (the "Park"). The Great Smoky Mountains National Park straddles the border between North Carolina and Tennessee in Blount and Sevier Counties and the southern part of Cocke County. Monroe County is located southwest of the Park. The City of Gatlinburg in Sevier County is the gateway city to the Park. Over 500,000 acres were set aside in 1934 to form the Park. The Park includes 244,000 acres in Tennessee and 276,000 acres in North Carolina, covering a total of 800 square miles. It includes 97 historic and 342 modern structures that are maintained by the Park. The Park is a hiker's paradise with over 800 miles of maintained trails, including the Appalachian Trail. The Smoky Mountains have the most biological diversity of any area in the world's temperate zone. The Park is a sanctuary for a magnificent array of animal and plant life, all of which is protected for future generations to enjoy.

Located in the center of the eastern half of the United States, the Park is readily accessible to 70% of the country's population. Each year, it draws the largest attendance of any National Park in the United States. The Park is also one of the few national parks that does not charge an entrance fee.

A news release from the park service says the spending supported 10,734 jobs in the local area. The peer-reviewed visitor spending analysis was conducted by U.S. Geological Survey economists along with the National Park Service. The report shows $14.7 billion of direct spending by 283 million park visitors in communities within 60 miles of a national park. According to the report, most visitor spending supports jobs in restaurants, grocery and convenience stores (39 percent); hotels, motels and bed and breakfasts (27 percent); and other amusement and recreation (20 percent).

Source: National Park Service.

RECENT DEVELOPMENTS

Amazon. Amazon launched a new, state-of-the-art fulfillment center in Alcoa in 2023. This will create approximately 800 new, full-time jobs with benefits and opportunities to engage with advanced robotics. Amazon employees at the more than 634,812-square-foot fulfillment center will pick, pack and ship smaller customer items, such as books, electronics and consumer goods. Amazon also began built in 2021 distribution facilities in Maryville and Knoxville.

BJ Wholesale Club. The new retail facility beside Foothills Mall opened at the end of 2024. Approximately 100 jobs were created for the facility. In addition to groceries, several services are available, including gas pumps, eye care, and more. In 2023, Publix opened at the old Sears location (closed in 2019) at the mall's south end. BJ's will sit at the north end, occupying the space formerly occupied by the now-demolished JCPenney building (closed in 2020).

Company Distilling. Company Distilling established new operations in Blount County in 2021. The distilling company created approximately 60 new jobs and invested $20.2 million to establish two multi-use facilities in Townsend and Alcoa for bourbon and whiskey manufacturing, tasting rooms, and outdoor activities. The Townsend location includes a 4,000-square-foot tasting room and outdoor space for activities with access to the Great Smoky Mountains National Park. The second location opened in 2022 at Springbrook Farm, a master-planned "city center" in Alcoa. It will serve as the primary distillery and manufacturing site for the spirit. The 20,000-square-foot refurbished building includes a tasting room and retail store along with family-friendly outdoor activities and entertainment on the property's 31 acres.

Flex-N-Gate. Flex-N-Gate officials expanded their operations in Blount County in 2021. This created approximately 91 new jobs for the automotive original equipment manufacturer (OEM) supplier specializing in plastic, metal, lighting, and mechanical assemblies. The company invested $5.5 million to upgrade and expand its Rockford manufacturing facility and increase production in lighting materials. Flex-N-Gate has been manufacturing automotive parts since the 1960s. Headquartered in Illinois, Flex-N-Gate currently employs approximately 185 people at its Rockford location and 23,000 throughout the world.

Smith & Wesson Brands. Gun manufacturer Smith & Wesson Brands relocated its headquarters and other major operations to Maryville in 2021, creating approximately 750 new jobs and making a $125 million investment. The company relocated distribution, assembly, and plastic injection molding operations to Partnership Park North in Blount County. Smith & Wesson, founded in 1852, is one of the largest manufacturers and designers of guns in the world, from revolvers and pistols to modern sporting rifles. Groundbreaking occurred in November 2021.

Source: The Blount County Economic Development Board, The Daily Times, Knoxville News Sentinel, and WBIR Knoxville, TN.

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CITY OF MARYVILLE, TENNESSEE
SUMMARY OF BONDED INDEBTEDNESS
Unaudited as of June 30, 2026

Purpose	Due Date	Interest Rate(s)	General Government	Water/Sewer System[2]	Electric System[2]	Outstanding[1] as of June 30, 2026
$2,304,000 EESI Loan Agreement, Series 2011	June 2031	Fixed	$ -	$ 667,740	$ -	$ 667,740
$27,795,000 General Obligation Refunding Bonds, Series 2017A	June 2030	Fixed	8,685,000	-	-	8,685,000
$31,800,000 General Obligation Refunding Bonds, Series 2017B	June 2038	Fixed	-	24,940,000	-	24,940,000
$24,000,000 General Obligation Bonds, Series 2018	June 2040	Fixed	14,160,000	2,265,000	2,265,000	18,690,000
$17,525,000 General Obligation Refunding Bonds, Series 2021	June 2034	Fixed	12,015,000	110,000	-	12,125,000
$29,325,000 General Obligation Bonds, Series 2025	June 2047	Fixed	29,325,000	-	-	29,325,000
Total Bonded Debt			64,185,000	27,982,740	2,265,000	$ 94,432,740
CURRENT BOND ISSUE						
Plus: General Obligation Bonds, Series 2026	June 2047	Fixed	25,000,000	-	-	25,000,000
Less: Revenue-Supported Debt			-	(27,982,740)	(2,265,000)	30,247,740
NET BONDED DEBT - POST ISSUANCE			$ 89,185,000	$ -	$ -	$ 119,432,740

Notes:

[1] The above figures do not include short-term notes outstanding, if any. For more information, see the notes to the Financial Statements in the ACFR.

[2] General Obligation Debt additionally payable by revenues of applicable utility system.

CITY OF MARYVILLE, TENNESSEE
Indebtedness and Debt Ratios

INTRODUCTION

The information set forth in the following table is based upon information derived in part fror

	For Fiscal Year Ending June 30				Unaudited	Post Issuance
INDEBTEDNESS	**2022**	**2023**	**2024**	**2025**	**2026**	**2026**
TAX SUPPORTED						
General Obligation Bonds & Notes	$54,815,610	$50,079,730	$45,181,159	$40,109,880	$64,185,000	$89,185,000
TOTAL TAX SUPPORTED	$54,815,610	$50,079,730	$45,181,159	$40,109,880	$64,185,000	$89,185,000
REVENUE SUPPORTED						
Water & Sewer Revenue Bonds & Notes	$36,199,580	$34,206,608	$32,171,176	$30,088,236	$27,982,740	$27,982,740
Electric Revenue Bonds & Notes	5,715,000	4,610,000	3,500,000	2,385,000	2,265,000	$2,265,000
TOTAL REVENUE SUPPORTED	$41,914,580	$38,816,608	$35,671,176	$32,473,236	$30,247,740	$30,247,740
TOTAL DEBT	$96,730,190	$88,896,338	$80,852,335	$72,583,116	$94,432,740	$119,432,740
Less: Revenue Supported Debt	($41,914,580)	($38,816,608)	($35,671,176)	($32,473,236)	($30,247,740)	($30,247,740)
Less: Debt Service Fund	(3,164,268)	(3,833,466)	(4,408,397)	*(4,790,234)*	*(4,790,234)*	*(4,790,234)*
NET DIRECT DEBT	$51,651,342	$46,246,264	$40,772,762	$35,319,646	$59,394,766	$84,394,766

PROPERTY TAX BASE						
Estimated Actual Value	$3,645,764,445	$3,816,776,156	$5,939,439,595	$5,939,439,595	$5,939,439,595	$5,941,284,479
Appraised Value	2,971,298,023	3,110,672,567	4,840,643,270	4,840,643,270	4,840,643,270	4,842,146,850
Assessed Value	1,089,293,207	1,141,201,534	1,749,871,586	1,737,962,925	1,737,962,925	1,749,871,586

Source: Tax Aggregate Report and ACFR.

	For Fiscal Year Ending June 30				Unaudited	Post Issuance
DEBT RATIOS	**2022**	**2023**	**2024**	**2025**	**2026**	**2026**
TOTAL DEBT to Estimated Actual Value	2.65%	2.33%	1.36%	1.22%	1.59%	2.01%
TOTAL DEBT to Appraised Value	3.26%	2.86%	1.67%	1.50%	1.95%	2.47%
TOTAL DEBT to Assessed Value	8.88%	7.79%	4.62%	4.18%	5.43%	6.83%
NET DIRECT DEBT to Estimated Actual Value	1.42%	1.21%	0.69%	0.59%	1.00%	1.42%
NET DIRECT DEBT to Appraised Value	1.74%	1.49%	0.84%	0.73%	1.23%	1.74%
NET DIRECT DEBT to Assessed Value	4.74%	4.05%	2.33%	2.03%	3.42%	4.82%
PER CAPITA RATIOS						
POPULATION (1)	32,716	32,436	32,919	32,919	32,919	32,919
PER CAPITA PERSONAL INCOME (2)	$55,330	$59,581	$63,260	$63,260	$63,260	$63,260
Estimated Actual Value to POPULATION	111,437	117,671	180,426	180,426	180,426	180,482
Assessed Value to POPULATION	33,295	35,183	53,157	52,795	52,795	53,157
Total Debt to POPULATION	2,957	2,741	2,456	2,205	2,869	3,628
Net Direct Debt to POPULATION	1,579	1,426	1,239	1,073	1,804	2,564
Total Debt Per Capita as a percent of PER CAPITA PERSONAL INCOME	5.34%	4.60%	3.88%	3.49%	4.53%	5.74%
Net Direct Debt Per Capita as a percent of PER CAPITA PERSONAL INCOME	2.85%	2.39%	1.96%	1.70%	2.85%	4.05%

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

CITY OF MARYVILLE, TENNESSEE

BONDED DEBT SERVICE REQUIREMENTS

General Government

F.Y.	Existing Debt - General Obligation[1]			PLUS: General Obligation Refunding Bonds, Series 2026			Total Bonded Debt Service Requirements[1]			%
Ended 6/30	Principal	Interest	TOTAL	Principal	Interest [2]	TOTAL	Principal	Interest	TOTAL	Principal Repaid
2027	$ 4,635,000	$ 2,515,713	$ 7,150,713	$ -	$ 875,000	$ 875,000	$ 4,635,000	$ 3,390,713	$ 8,025,713	5.20%
2028	4,805,000	2,283,963	7,088,963	795,000	1,125,000	1,920,000	5,600,000	3,408,963	9,008,963	11.48%
2029	4,980,000	2,102,563	7,082,563	835,000	1,089,225	1,924,225	5,815,000	3,191,788	9,006,788	18.00%
2030	5,020,000	1,919,619	6,939,619	870,000	1,051,650	1,921,650	5,890,000	2,971,269	8,861,269	24.60%
2031	4,030,000	1,740,819	5,770,819	910,000	1,012,500	1,922,500	4,940,000	2,753,319	7,693,319	30.14%
2032	4,155,000	1,599,519	5,754,519	950,000	971,550	1,921,550	5,105,000	2,571,069	7,676,069	35.86%
2033	4,240,000	1,453,469	5,693,469	995,000	928,800	1,923,800	5,235,000	2,382,269	7,617,269	41.73%
2034	4,165,000	1,303,769	5,468,769	1,040,000	884,025	1,924,025	5,205,000	2,187,794	7,392,794	47.57%
2035	2,290,000	1,174,819	3,464,819	1,085,000	837,225	1,922,225	3,375,000	2,012,044	5,387,044	51.35%
2036	2,390,000	1,080,006	3,470,006	1,135,000	788,400	1,923,400	3,525,000	1,868,406	5,393,406	55.31%
2037	2,490,000	979,494	3,469,494	1,185,000	737,325	1,922,325	3,675,000	1,716,819	5,391,819	59.43%
2038	2,590,000	874,594	3,464,594	1,235,000	684,000	1,919,000	3,825,000	1,558,594	5,383,594	63.72%
2039	2,690,000	778,213	3,468,213	1,295,000	628,425	1,923,425	3,985,000	1,406,638	5,391,638	68.18%
2040	2,790,000	678,081	3,468,081	1,350,000	570,150	1,920,150	4,140,000	1,248,231	5,388,231	72.83%
2041	1,620,000	570,713	2,190,713	1,410,000	509,400	1,919,400	3,030,000	1,080,113	4,110,113	76.22%
2042	1,685,000	501,863	2,186,863	1,475,000	445,950	1,920,950	3,160,000	947,813	4,107,813	79.77%
2043	1,760,000	430,250	2,190,250	1,540,000	379,575	1,919,575	3,300,000	809,825	4,109,825	83.47%
2044	1,835,000	353,250	2,188,250	1,610,000	310,275	1,920,275	3,445,000	663,525	4,108,525	87.33%
2045	1,920,000	270,675	2,190,675	1,685,000	237,825	1,922,825	3,605,000	508,500	4,113,500	91.37%
2046	2,005,000	184,275	2,189,275	1,760,000	162,000	1,922,000	3,765,000	346,275	4,111,275	95.59%
2047	2,090,000	94,050	2,184,050	1,840,000	82,800	1,922,800	3,930,000	176,850	4,106,850	100.00%
	$ 64,185,000	$ 22,889,713	$ 87,074,713	$ 25,000,000	$ 14,311,100	$ 39,311,100	$ 89,185,000	$ 37,200,813	$ 126,385,813	

NOTES:

[1] The above figures do not include short-term notes outstanding, if any. For more information, see the notes to the Financial Statements in the ACFR.

[2] Budget Rate of 4.50%.

CITY OF MARYVILLE, TENNESSEE

BONDED DEBT SERVICE REQUIREMENTS

Water & Sewer System

F.Y. Ended 6/30	Total Bonded Debt Service Requirements[1] Principal	Interest	TOTAL	% Principal Repaid
2027	$ 2,038,100	$ 852,771	$ 2,890,871	7.28%
2028	2,050,764	754,607	2,805,371	14.61%
2029	2,128,488	704,975	2,833,463	22.22%
2030	2,196,260	652,543	2,848,803	30.07%
2031	2,279,128	587,910	2,867,038	38.21%
2032	2,210,000	522,156	2,732,156	46.11%
2033	2,285,000	455,856	2,740,856	54.28%
2034	2,355,000	387,306	2,742,306	62.69%
2035	2,420,000	316,656	2,736,656	71.34%
2036	2,485,000	243,844	2,728,844	80.22%
2037	2,530,000	168,856	2,698,856	89.26%
2038	2,625,000	92,506	2,717,506	98.64%
2039	190,000	13,063	203,063	99.32%
2040	190,000	6,650	196,650	100.00%
	$ 27,982,740	$ 5,759,700	$ 33,742,440	

NOTES:

[1] The above figures do not include short-term notes outstanding, if any. For more information, see the notes to the Financial Statements in the ACFR.

CITY OF MARYVILLE, TENNESSEE
BONDED DEBT SERVICE REQUIREMENTS
Electric System

F.Y. Ended 6/30	Total Bonded Debt Service Requirements[1] Principal	Interest	TOTAL	% Principal Repaid
2027	$ 125,000	$ 77,931	$ 202,931	5.52%
2028	130,000	71,681	201,681	11.26%
2029	140,000	65,181	205,181	17.44%
2030	145,000	59,581	204,581	23.84%
2031	150,000	55,231	205,231	30.46%
2032	155,000	50,731	205,731	37.31%
2033	160,000	46,081	206,081	44.37%
2034	165,000	41,281	206,281	51.66%
2035	170,000	36,331	206,331	59.16%
2036	175,000	31,019	206,019	66.89%
2037	180,000	25,331	205,331	74.83%
2038	185,000	19,481	204,481	83.00%
2039	190,000	13,238	203,238	91.39%
2040	195,000	6,825	201,825	100.00%
	$ 2,265,000	$ 599,925	$ 2,864,925	

NOTES:

[1] The above figures do not include short-term notes outstanding, if any. For more information, see the notes to the Financial Statements in the ACFR.

FINANCIAL INFORMATION

INTRODUCTION

As required by generally accepted accounting principles (GAAP), all City funds and account groups are organized in accordance with standards established by the Government Accounting Standards Board (GASB). The City's financial reporting system is designed to provide timely, accurate feedback on the City's overall financial position and includes, at a minimum, quarterly reports to the City Council. All City financial statements are audited annually by independent certified public accountants.

The City's General Purpose Financial Statements, which are an extract of the Annual Comprehensive Financial Report, are included herein.

BASIS OF ACCOUNTING AND PRESENTATION

All governmental funds are accounted for on a modified accrual basis. Revenues are recognized when they become measurable and available as a net current asset. Expenditures are generally recognized when the related fund liability is incurred. Exceptions to this general ruling include: (1) sick pay, which is not accrued, and (2) principal and interest on general long-term debt, which is recognized when due.

BUDGETARY PROCESS

The City Manager, in a timely manner, is required to submit to the City Council a proposed operating budget for the fiscal year that begins on the following July 1. The City Council conducts a public hearing to receive citizen comments on the proposed budget. Prior to June 30th, the budget must be adopted. All annual appropriations lapse at the end of the fiscal year.

Amendments that revise the total expenditures of any fund may occur at any time during the fiscal year. Any revisions that alter the total expenditures of any department or fund must be approved by the City Council.

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FUND BALANCES, NET ASSETS, AND RETAINED EARNINGS

The City maintains fund balances, net assets, or retained earnings in most major operating funds. Additionally, several reserves have been established to address specific needs of the City. The table below depicts fund balances and retained earnings for the last five fiscal years ending June 30:

	For The Year Ended June 30				
Fund Type	**2021**	**2022**	**2023**	**2024**	**2025**
Governmental Funds:					
General	$15,860,137	$20,000,178	$21,894,231	$24,379,408	$27,940,733
General Purpose Schools	8,247,850	12,319,468	12,949,454	13,917,087	16,759,602
Debt Service	2,351,464	3,164,268	3,833,466	4,408,397	4,790,234
Capital Projects	6,429,814	6,873,710	5,751,324	11,766,737	10,0415,507
Other Governmental	13,862,437	18,369,703	16,070,308	20,573,980	20,980,395
Total	**$46,751702**	**$60,727,327**	**$60,498,783**	**$75,045,609**	**$80,516,471**
Proprietary Net Assets:					
Electric Dept	$ 51,258,205	$ 54,838,556	$ 57,919,447	$ 59,915,128	$ 59,915,128
Water Dept	73,413,812	80,549,030	94,847,043	106,002,343	106,002,343
Internal Service Funds	9,136,158	10,817,617	12,326,899	11,414,372	11,414,372
Total	**$133,808,175**	**$146,205,203**	**$165,093,389**	**$177,331,843**	**$177,331,843**

Source: Annual Comprehensive Financial Reports of the City of Maryville, Tennessee.

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CITY OF MARYVILLE, TENNESSEE

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

	2021	2022	2023	2024	2025
Revenues:					
Local taxes	$ 43,927,621	$ 45,484,383	$ 48,047,176	$ 48,616,671	$ 50,235,326
Licenses and Permits	32,366	29,967	32,318	29,780	33,893
Intergovernmental Revenue	3,883,481	4,226,184	4,520,735	4,612,094	4,711,399
Charges for Services	1,369,766	1,535,959	1,691,090	1,436,225	1,459,528
Fines and Forfeits	58,839	93,406	64,852	72,710	61,916
Investment Income	45,088	120,461	1,884,204	3,028,817	2,786,667
Other Revenues	335,045	398,759	552,925	2,936,142	1,001,932
Total Revenues	$ 49,652,206	$ 51,889,119	$ 56,793,300	$ 60,732,439	$ 60,290,661
Expenditures and Other Uses:					
General Government	$ 1,699,145	$ 1,812,050	$ 1,913,016	$ 2,160,350	$ 2,439,895
Public Safety	10,519,486	10,902,642	11,582,613	12,838,559	13,274,527
Public Works	9,001,686	9,801,064	10,664,630	11,070,509	11,444,159
Recreation and Parks	1,687,138	1,715,926	2,202,057	1,908,831	1,795,152
Economic Development	375,028	440,323	1,977,360	938,713	1,470,260
Nondepartmental Costs	2,264,653	2,111,656	2,322,757	2,588,821	3,223,601
Capital Projects	113,133	-	-	-	-
Total Expenditures	$ 25,660,269	$ 26,783,661	$ 30,662,433	$ 31,505,783	$ 33,647,594
Excess of Revenues & Over (under) Expenditures	$ 23,991,937	$ 25,105,458	$ 26,130,867	$ 29,226,656	$ 26,643,067
Other Financing Sources (Uses):					
Interfund Transfers - In	$ 1,949,091	$ 1,701,710	$ 1,721,485	$ 1,527,970	$ 1,578,311
Interfund Transfers - Out	(24,365,668)	(22,667,127)	(25,958,299)	(28,269,449)	(24,660,053)
Capitalized Lease	-	-	-	-	-
Total Other Financing Sources (Uses)	$ (22,416,577)	$ (20,965,417)	$ (24,236,814)	$ (26,741,479)	$ (23,081,742)
Excess of Revenue and Other Sources over (Under) Expenditures and Other Sources	$ 1,575,360	$ 4,140,041	$ 1,894,053	$ 2,485,177	$ 3,561,325
Fund Balance July 1	14,187,126	15,762,486	20,000,178	21,894,231	24,379,408
Prior Period Adjustment	-	97,651	-	-	-
Fund Balance June 30	**$ 15,762,486**	**$ 20,000,178**	**$ 21,894,231**	**$ 24,379,408**	**$ 27,940,733**

Source: Annual Comprehensive Financial Report for City of Maryville, Tennessee

CITY OF MARYVILLE, TENNESSEE

Five Year Summary of Revenues, Expenditures and
Changes In Fund Net Position - Water And Sewer Fund
For the Fiscal Year Ended June 30

	2021	2022	2023	2024	2025
Revenues:					
Charges for Services	$ 15,981,239	$ 16,511,452	$ 17,052,525	$ 18,000,688	$19,826,400
Rent and Lease Revenue	130,711	132,736	66,256	73,179	64,180
Other Revenue	2,062,739	2,943,107	5,292,005	3,749,096	2,798,125
Total Revenues	$ 18,174,689	$ 19,587,295	$ 22,410,786	$ 21,822,963	$ 22,688,705
Expenses:					
Direct Operating Expense	$ 6,477,887	$ 6,850,480	$ 7,947,500	$8,270,546	$8,828,341
Customer Accounting and Collection	1,109,008	1,161,712	1,150,023	1,435,237	1,649,250
Administrative and General	1,869,582	1,755,691	1,824,808	1,982,436	1,899,236
Depreciation and Amortization	4,120,170	4,200,925	4,164,739	4,375,636	4,745,483
Total Expenses	$ 13,576,647	$ 13,968,808	$ 15,087,070	$ 16,063,855	$ 17,122,310
Operating Income	$ 4,598,042	$ 5,618,487	$ 7,323,716	$ 5,759,108	$ 5,566,395
Non-Operating Revenues (Expenses):					
Interest Earned	$ 14,564	$ 28,811	$ 585,472	$ 620,952	$ 720,354
Federal Grants	-	2,828,921	3,665,239	5,308,920	-
Amortization of Debt Expense	(200,148)	(216,841)	(143,715)	(143,715)	(143,715)
Gain on Sale of Capital Assets	(74,727)	17,089	1,066,121	17,854	188,227
Total Non-Operating Revenues (Expenses)	(260,311)	$ 2,657,980	$ 5,173,117	$ 5,804,011	$ 764,866
Income Before Interest Expense	4,337,730	$ 8,276,467	$ 12,496,833	$ 11,563,119	$ 6,331,261
Debt issue Expense	(29,004)	-	-	-	-
Interest Expense	(1,001,273)	(1,002,128)	(1,010,825)	(914,448)	(816,003)
Net Income Befor Contributions and Transfers	$ 3,307,453	$ 7,274,339	$ 11,486,008	$ 10,648,671	$ 5,515,258
Capital Contributions	1,517,369	339,240	3,294,625	940,315	4,646,259
Payments in Lieu of Taxes	(631,879)	(478,361)	(482,620)	(433,685)	(474,335)
Change in Net Position	$ 4,192,943	$ 7,135,218	$ 14,298,013	$ 11,155,301	$ 9,687,182
Net Position - July 1	69,218,761	73,411,704	80,549,030	94,847,043	106,002,344
Restatement of beginning Net Position	-	2,108	-	-	-
Net Assets - June 30	**$ 73,411,704**	**$ 80,549,030**	**$ 94,847,043**	**$ 106,002,344**	**$ 115,689,526**

Source: Annual Comprehensive Financial Reports for City of Maryville, Tennessee.

CITY OF MARYVILLE, TENNESSEE

Five Year Summary of Revenues, Expenditures and
Changes In Fund Balances - Electric Fund
For the Fiscal Year Ended June 30

	2021	2022	2023	2024
Operating Revenues				
Charges for Services	$ 65,632,515	$ 70,990,812	$ 76,275,713	$ 72,333,720
Customers' forfeited discounts	-	-	-	-
Rent from Property	700,127	787,667	852,496	815,068
Other Revenue	623,404	623,239	805,553	679,943
Total Operating Revenues	$ 66,956,046	$ 72,401,718	$ 77,933,762	$ 73,828,731
Operating Expenses				
Purchased Power	$ 51,349,696	$ 56,967,197	$ 61,845,762	$ 58,734,117
Electric Operations	4,006,081	4,086,190	4,463,547	4,496,315
Customer Accounts Expense	709,607	744,621	758,484	750,247
Administrative and General Expense	2,294,288	1,505,470	2,219,066	2,818,934
Sales Expense	264,224	284,800	287,754	303,362
Depreciation	3,204,735	3,467,773	3,683,493	3,612,558
Taxes	591,232	574,600	584,982	556,298
Total Operating Expenses	$ 62,419,863	$ 67,630,651	$ 73,843,088	$ 71,271,831
Operating Income	$ 4,536,183	$ 4,771,067	$ 4,090,674	$ 2,556,900
Non-Operating Revenues (Expenses)				
Interest Income	$ 12,491	$ 34,084	$ 388,314	$ 592,393
Amortization	15,140	-	-	-
Rent from non-utility property	-	-	-	-
Gain (Loss) on Capital Assets	36,747	132,995	(40,684)	43,309
Debt Issue Expense	(40,000)	-	-	-
Interest Expense	(178,711)	(134,446)	(118,548)	(102,636)
Total Non-Operating Revenues (Expenses)	$ (154,333)	$ 32,633	$ 229,082	$ 533,066
Change in Net Position Before Contributions and Transfers	$ 4,381,850	$ 4,803,700	$ 4,319,756	$ 3,089,966
Contributions and Transfers				
Capital Contributions	$ -	$ -	$ -	$ -
Payments in Lieu of Taxes	(1,317,212)	(1,223,349)	(1,238,865)	(1,094,285)
Total Contributions and Transfers	$ (1,317,212)	$ (1,223,349)	$ (1,238,865)	$ (1,094,285)
Change in Net Position	$ 3,064,638	$ 3,580,351	$ 3,080,891	$ 1,995,681
Net Position, July 1st	48,102,917	51,167,555	54,838,556	57,919,447
Restatement	-	90,650	-	-
Revised Net Position, July 1st	$ 48,102,917	$ 51,258,205	$ 54,838,556	$ 57,919,447
Net Position, June 30th	**$ 51,167,555**	**$ 54,838,556**	**$ 57,919,447**	**$ 59,915,128**

Source: Annual Comprehensive Financial Reports for City of Maryville, Tennessee.

INVESTMENT AND CASH MANAGEMENT PRACTICES

Investment of idle City operating funds is controlled by State statute and local policies. Generally, such policies limit investment instruments to direct U.S. Government obligations, U.S. Agency obligations, or Certificates of Deposit. The City is not authorized to invest in reverse repurchase agreements or derivative products. No investment may be made for a period greater than two years without the written permission of the State Director of Local Finance.

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 those guaranteed by federally sponsored insurance programs. Deposits with savings and loan associations must be collateralized as outlined above, either by an irrevocable letter of credit issued by the Federal Home Loan Bank or by providing notes secured by first mortgages or first deeds of trust on 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 City. For reporting purposes, all investments are stated at cost, which approximates market value.

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, streetcar 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 that 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.

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 and municipalities, which levy and collect taxes to pay off any bonded indebtedness, are empowered, through the respective 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 assessments of real and personal property must be made annually, 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 must 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 assessment 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 must be made annually on the same day as other properties are assessed by law (as described above) and must take into account factors 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.

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

After a reappraisal program is completed and approved by the Director of Property Assessments, the value so determined must be used as the basis for assessments and taxation for the property that has been reappraised. The State Board of Equalization is responsible for determining 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 must take into account various factors 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 on factors relating to the portion of the system attributable to the State of Tennessee.

Certified Tax Rate

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

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

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

Tax Freeze for the Elderly Homeowners

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

Tax Collection and Tax Lien

Property taxes are payable on September 1st of each year and become delinquent on December 1st of that same year.

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 for foreclosing tax liens and pursuing legal proceedings against property owners whose property taxes are delinquent.

Assessed Valuations. According to the City, property in the County and City reflected a ratio of appraised value to true market value of 0.8357 for tax year 2024[1]. The assessed value of property in the City for the fiscal year ending June 30, 2025 (tax year 2024) is $1,725,992,131 compared to $1,737,962,925 for the fiscal year ending June 30, 2024 (tax year 2023). The estimated actual value of all taxable property for tax year 2024 is $7,092,388,722 compared to $5,995,312,1747 for tax year 2023.

[1] The tax year coincides with the calendar year; therefore, tax year 2024 is actually fiscal year 2024-2025.
Source: Tax Aggregate Report and the City.

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Property Tax Rates and Collections. The following table shows the property tax rates and collections of the City for tax years 2021 through 2025, as well as the aggregate uncollected balances for each fiscal year ending June 30, 2026.

PROPERTY TAX RATES AND COLLECTIONS				Fiscal Yr Collections		Aggregate Uncollected Balance	
Tax Year[2]	Assessed Valuation	Tax Rates	Adjusted Taxes Levied	Amount	Pct	as of June 30, 2025 Amount	Pct
2021	1,089,293,207	2.27	24,765,988	24,424,649	98.6%	N/A	
2022	1,141,201,534	2.27	25,871,429	25,517,997	98.6%	N/A	
2023	1,749,871,586	1.50	26,221,008	25,753,441	98.2%	N/A	
2024	1,737,962,925	1.50	26,069,444	25,993,489	98.2%	$75,955	.29%
2025	1,967,882,987*	1.63	29,518,245*	IN PROGRESS			

** Estimated*
Source: Annual Comprehensive Financial Reports of the City of Maryville, Tennessee.
[2] The tax year coincides with the calendar year; therefore, tax year 2025 is actually fiscal year 2025-2026.

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

	Taxpayer	Business Type	Assessment	% of Total Assessment
1.	Denso Manufacturing Tennessee, Inc.	Manufacturing	132,366,141	6.73%
2.	Amazon.COM Services, LLC	Distribution	25,415,640	1.29%
3.	Cottages Cades Cove, LLC	Apartments	14,809,916	0.75%
4.	Presbyterian Homes of Tennessee, Inc.	Retirement Center	11,038,765	0.56%
5.	Bridgeway Properties 1, LLC	Real Estate	10,936,391	0.56%
6.	Camellia Trace at Mountain View LLC	Apartments	9,996,185	0.51%
7.	Wal-Mart Stores, Inc.	Retail	6,149,119	0.31%
8.	Standard Aero Alliance, Inc.	Aerospace	6,146,323	0.31%
9.	Kroger (David Hutton Family Limited)	Retail	5,800,000	0.29%
10.	Mountainside Independent Life	Healthcare	5,502,880	0.28%
	TOTAL		**$228,161,360**	**11.59%**

Source: Annual Comprehensive Financial Reports of the City of Maryville, Tennessee.

LOCAL OPTION SALES TAX

Pursuant to applicable provisions of Title 67, Chapter 6, Part 7 of *Tennessee Code Annotated,* as amended (the "Act"), the County levies a county-wide local option sales tax. Under the Act, counties and incorporated cities may levy a sales tax on the same privileges on which the State levies its sales tax. The rate of any sales tax levied by a county or city is limited under State law to 2.75%.

Pursuant to the Act, the levy of a sales tax by a county precludes any city within the county from levying a sales tax, but a city may levy a sales tax in addition to the county's sales tax at a rate not exceeding the difference between the county sales tax rate and the maximum local option sales tax rate of 2.75%. If a city is located in more than one county, each portion of the city that is located in a separate county is treated as a separate city for purposes of determining the maximum sales tax rate. The City raised the local option sales tax rate by half a percentage point in December 2013 to 2.75%. This half-percent increase was effective on February 1, 2014. Blount County also raised its local option sales tax rate to 2.75% effective July 1, 2014. This action by the County superseded the City's rate increase. The City of Maryville receives one-half of the local option sales tax collected in the City of Maryville.

PENSION PLANS

Employees of the City of Maryville 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, death, and disability benefits. Benefits are determined by a formula using the member's high five (5)-year average salary and years of service. Members become eligible to retire at the age of sixty (60) with five (5) years of service or at any age with thirty (30) years of service. Reduced retirement benefits are available to vested members at the age of fifty-five (55). Disability benefits are available to active members with five (5) years of service who become disabled and cannot engage in gainful employment. There is no service requirement for a disability resulting from an accident or injury occurring while the member was in the performance of duty. Members become vested after five (5) years of service. Benefit provisions are established in state statute found in Title 8, Chapter 34-3 7 of the Tennessee Code Annotated (TCA). State statutes are amended by the Tennessee General Assembly. Political subdivisions such as the City of Maryville 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 on the funding status, trend information and actuarial status of the City's retirement programs, please refer to the appropriate Notes to Financial Statements located in the General Purpose Financial Statements of the City.

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APPENDIX C

GENERAL PURPOSE FINANCIAL STATEMENTS

OF

CITY OF MARYVILLE, 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 City of Maryville for the fiscal year ended June 30, 2025, which is available upon request from the City.

CITY OF MARYVILLE, TENNESSEE

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2025

Prepared By:

Sherri Phillips
City Director of Financial Services

CITY OF MARYVILLE, TENNESSEE

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INTRODUCTORY SECTION

CITY of MARYVILLE
PEOPLE are the KEY

December 10, 2025

Honorable Mayor, City Council and Citizens of the City of Maryville, Tennessee

We are pleased to present the annual comprehensive financial report for the fiscal year ended June 30, 2025.

This report was prepared in accordance with the Maryville City Charter and state statutes. It provides detailed information as to how the City receives, spends and accounts for its revenues, along with key indicators of financial strength. The City is responsible for the accuracy of the data and for the fairness and completeness of the presentation. We believe this document contains all information necessary to gain an understanding of the City's financial activities in fiscal year 2025. We encourage readers to consider this transmittal letter in conjunction with the financial statements and Management's Discussion and Analysis ("MD&A"). The MD&A is a narrative introduction, overview and analysis of financial statements.

Demographics

Located approximately 15 miles south of Knoxville, Tennessee, the City of Maryville consists of 17.23 square miles and is the county seat of Blount County. The Townsend entrance to the Great Smoky Mountains National Park is a 20-minute drive while the tourism destinations of Gatlinburg, Pigeon Forge and Dollywood are in adjacent Sevier County. The City is also home to Maryville College, a private, four-year, undergraduate liberal arts institution.

With a population of 31,907 residents per the 2020 census, the City population has grown by approximately 17.7% in the last decade. The statistical section of this report contains more detailed demographic information.

Governmental Structure

The governing authority consists of a five-member City Council elected at-large, with City Council selecting two of its own members to serve as Mayor and Vice-Mayor. The City Manager reports to the City Council and manages the daily operations of five appointed operating department managing directors.

The City provides traditional government services, including police and fire protection, codes enforcement, street maintenance and refuse collection. In addition, the City provides water distribution services to 17,257 customers and wastewater collection services to 16,153 customers. Electric service is provided to another 24,389 customers. The service areas for Water, Wastewater and Electric utilities extend beyond the municipal boundaries of the City. The City also participates in inter-governmental agreements to fund a public library, parks & recreation commission and fine arts activities.

Maryville City Schools currently serves 5,619 students in eight schools. The Schools are funded in part by annual transfers from the General Fund. In FY25 the City contributed $9,422,500 to fund school operations. In addition, principal and interest for school related debt is paid from the City's Debt Service Fund.

Economic Condition and Outlook

The economic indicators for the City of Maryville and the region are positive and unemployment rates are low. Supply chain and labor challenges have become the new norm. However, conditions for the City remained positive. Revenue for the year ended June 30, 2025, exceeded the amount budgeted. Positives include:

- The City continued investing in the City parks and infrastructure. These updates prove to be instrumental to our residents who use the park systems extensively for exercise, sports, gatherings, etc. as well as citizens and guests who use our transportation infrastructure.
- The City and Blount County benefit from a stable employer base. Denso Manufacturing Tennessee, Inc., the largest employer in the City with 5,000 full-time employees, has been a leading source of jobs since 1988. The County's third largest employer, Blount Memorial Hospital, with more than 2,700 full time employees, is also located primarily within the City of Maryville Additionally, new businesses including, Smith & Wesson headquarters, two Amazon locations, and BJ's Wholesale Club are now employers in the City of Maryville.
- The unemployment rate for Blount County is 3.5% as of June 2025.
- The assessed property value is $1,738 million.
- Total General Fund FY25 revenues decreased by $391,438 to $60.2 million due to decreases in property sales.

Long-term Financial Planning

Long-term planning includes both our operations and capital needs. As part of our budget process, we prepared a five-year operating forecast for the general fund, debt service fund and utility funds. We also maintain a six-year capital projects forecast to establish priorities within realistic funding availability.

Major Initiatives

<u>Maryville City Schools</u>

Listed below are the FY25 significant projects for the school district:

1. Fort Craig Roof
    - New roof for FCE (new central office)- The total cost of the project was $748,765 and was completed December 2024.
2. Fort Craig Renovation
    - Complete renovation of Fort Craig Elementary to house Central Office, Maryville Academy, Maryville Virtual School, the Family Resource Center and Maryville City Schools Foundation- The total cost of the project is $5.1M and is now scheduled to be completed by January 2026.
3. Maryville High School Expansion- Phase 1
    - Phase I- Infrastructure and parking lot for new Maryville High School addition and expansion. The total cost of the project for Phase I is $5.5M and is scheduled to be completed in August 2025.
4. Tennis Courts at John Sevier
    - The total cost of the project is $875k and is set to be completed in October 2025.
5. MHS Track Facility
    - New building at CGIS for dressing rooms and concession stand- The total cost of the project is $1.4M and is set to be completed October 2025.

General Government

The City of Maryville has the following significant infrastructure projects in 2025:

1. The City continues to partner with Maryville City Schools to meet the demands of growth in Maryville. Phase I- Infrastructure and parking lot for new Maryville High School addition and expansion. The total cost of the project for Phase I is $5.5M and is scheduled to be completed in August 2025.
2. The City completed a major streetscaping & improvements project along U.S. 321 and continues to make improvements to City Parks.
3. The City and Utilities broke ground on a new Operations Center to continue to meet the everchanging needs and growth of providing city services.
4. The City purchased seventeen new vehicles at a cost of $1,662,068, continuing our commitment to keep our fleet of vehicles current.

Water and Wastewater System Improvements

The Water and Sewer Department projects in FY25 included:

1. System rehabilitation projects of $131,945
2. Water line relocations of $595,561
3. Water meters and service line replacement of $1,183,917
4. Construction project at Regional Wastewater Treatment Plant began in FY23, $939,338
5. Sewer pump stations of $14,500
6. Water Tank improvements of $152,980
7. Seven new vehicles at a cost of $915,357

Electric System Improvements

The Electric Department projects in FY25 included:

1. Electric meter purchases of $264,880
2. Overhead maintenance of $314,463
3. City street lighting (including Foothills Mall Drive, Greenbelt Bridge & Park Lighting) of $192,057
4. Transformer purchases of $1,047,866
5. Six new vehicles at a cost of $842,637

Financial Information

Internal Controls

City management maintains internal accounting controls to ensure that the City's assets are protected from loss, theft, or misuse and that adequate accounting records allow financial statements to conform with generally accepted accounting principles. Since the costs of internal controls should not outweigh their benefits, the City's internal controls have been designed to provide reasonable, rather than absolute assurances that the financial statements will be free from material misstatements.

Budgetary Controls

Sound financial management and legal compliance adhere to budget controls. The Maryville City Charter and state statutes require the City to operate under an annual balanced budget adopted by local ordinance. Within each fund, expenditures may not legally exceed appropriations at the department level.

In accordance with Article IX Section 3 of the Maryville City Charter, the City Manager shall submit the proposed budget to City Council at least forty-five days before the beginning of the fiscal year. The City Council reviews the budget, holds a required public hearing, and adopts the annual budget with two required readings prior to the beginning of the fiscal year. Coordination of the budget process and ongoing management of the adopted budget is delegated by the City Manager to the Department of Financial Services.

Other Information

Independent Audit

The financial statements are prepared in compliance with governmental-reporting standards issued by the Governmental Accounting Standards Board, guidelines issued by the Government Finance Officers Association of the United States and Canada, and generally accepted accounting principles applicable to government entities. The Maryville City Charter and state statutes require an annual audit by independent Certified Public Accountants. The accounting firm of Pugh CPAs serves as independent auditor to the City of Maryville. The auditor's report on the combined financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Maryville for its annual comprehensive financial report for the fiscal year ended June 30, 2024. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

This document is made possible by the commitment of the staff of the Department of Financial Services. We recognize and appreciate the willingness of each City department that provided information for this document. We also wish to express our sincere appreciation to the staff of Pugh CPAs, for their technical expertise and to City Council for their support and leadership in planning and conducting the City's financial activities.

Respectfully submitted,

Greg McClain, City Manager

Sherri Phillips, Director of Financial Services
and City Recorder

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Maryville
Tennessee

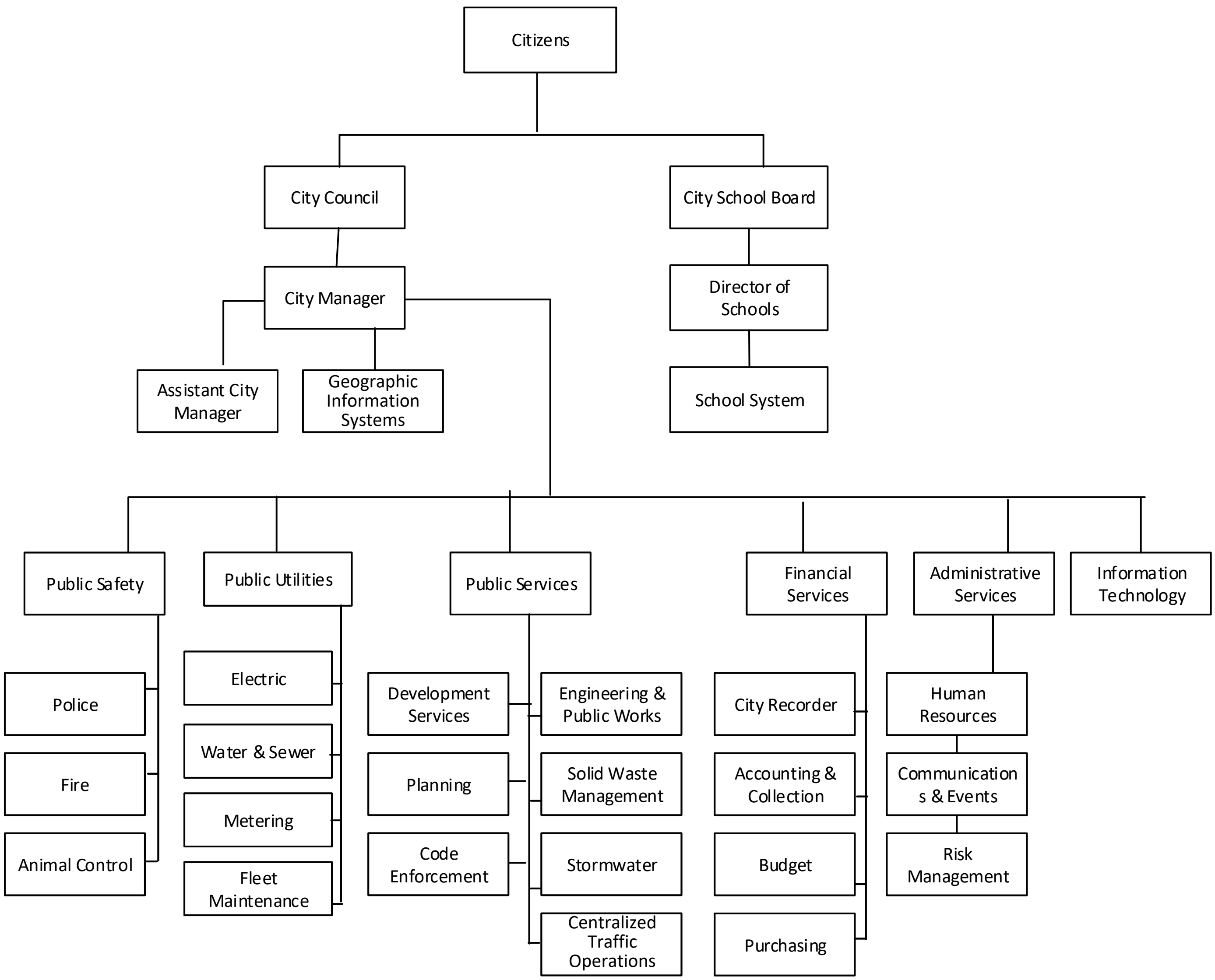
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morrill

Executive Director/CEO

City of Maryville, Tennessee
Organization Chart as of June 30, 2025



CITY OF MARYVILLE, TENNESSEE

PRINCIPAL ELECTED AND APPOINTED OFFICIALS

June 30, 2025

I. City Council

A.	Andy White	Mayor
B.	Fred Metz	Vice-Mayor
C.	Sarah Herron	Member
D.	Tommy Hunt	Member
E.	Drew Miles	Member

II. City School Board

A.	Julie Elder	Chairman
B.	Nick Black	Vice-Chairman
C.	Candy Morgan	Member
D.	Bart Stinnett	Member
E.	Isaac Simerly	Member

III. City Administration

A.	Greg McClain	City Manager
B.	Kevin Stoltenberg	Assistant City Manager
C.	Sherri Phillips	Managing Director of Financial Services, Recorder, and CMFO
D.	Tony Crisp	Managing Director of Public Safety
E.	Angela Luckie	Managing Director of Public Services
F.	Jessica Cooper	Managing Director of Public Utilities
G.	Terry McCoy	Managing Director of Information Technology
H.	Jane Groff	Managing Director Administrative Services

IV. City School Administration

A.	Dr. Mike Winstead	Director of Maryville City Schools
B.	Amy Vagnier	Assistant Director of Maryville City Schools

V. Judicial/Legal Services

A.	William Yarborough	City Judge
B.	Tracy Jenkins	City Prosecuting Attorney
C.	Melanie E. Davis	City Attorney (1)

(1) Per contractual agreement

FINANCIAL SECTION

PUGH CPAs

PUGH & COMPANY, P.C.
315 NORTH CEDAR BLUFF ROAD, SUITE 200
KNOXVILLE, TENNESSEE 37923
Telephone: 865-769-0660
Fax: 865-769-1660

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, Members of City Council,
and City Manager of City of Maryville
Maryville, Tennessee

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, budgetary comparisons for the general fund and general purpose school fund, and the aggregate remaining fund information of City of Maryville, Tennessee (the “City”), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison statements for the general fund and the general purpose school fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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 the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City’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 GAAS and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages xi - xviii and the required supplementary information on pages 56 - 63 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 the City's basic financial statements. The information included in the other supplementary information section, as listed in the table contents, and the schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* on pages 122 -123 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 other supplementary information section and the schedule of expenditures of federal awards and state financial assistance 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 and statistical information sections, as listed in the table of contents, 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 Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2025 on our consideration of the City'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 to solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City'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 the City of Maryville's internal control over financial reporting and compliance.

Pugh & Company, P.C.

Certified Public Accountants
Knoxville, Tennessee
December 10, 2025

CITY of MARYVILLE
PEOPLE are the KEY

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the City of Maryville's Annual Comprehensive Financial Report presents an overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the financial statements and the notes to the financial statements.

Financial Highlights

- The City's net position at June 30, 2025 is $413,610,896, an increase of $33,267,626 over prior year. Of this amount, $88,808,543 is the unrestricted net position.
- The City's General Fund reported total fund balance of $27,940,733 at June 30, 2025, an increase of $3,561,325 over prior year. This fund balance is 46.3% of total general fund revenue.
- The City's General Purpose School Fund reported a fund balance of $16,759,602 an increase of $2,842,515 from last fiscal year. Fund balance is 25.3% of total revenue. Tennessee State Law requires schools to maintain a minimum fund balance of 3% of total revenue (TCA 49-3-352).
- As of June 30, 2025, the City's governmental funds reported combined ending fund balances of $80,516,471, an increase of $5,470,862 from prior year. In addition to the two funds noted above, the capital projects funds had a decrease of $1,721,230 and the other governmental funds had a net increase of $406,415.

Overview of the Financial Statements

The City's basic audited financial statements comprise three components: (1) Government-wide financial statements; (2) Fund financial statements; and (3) Notes to the financial statements. This section also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector business reporting. All governmental and business-type activities are combined to arrive at a total for the Primary Government. There are two government-wide statements, the statement of net position and the statement of activities, which are described below.

The statement of net position presents information on all the City's assets plus deferred outflows and liabilities plus deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of changes in the financial position of the City. It is important to note that this statement combines the governmental fund's current financial resources (short-term) with capital assets and long-term liabilities.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. The format of this statement is quite different from a traditional "income statement". The format is intended to portray the extent to which governmental activities are funded by taxes and the extent to which business-type activities are supported by the revenues they generate. The statement presents all underlying events giving rise to the changes in net position, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (for example, uncollected taxes).

Each of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include police and fire services, public works, development services, schools, and general government activities. The business-type activities of the City include Water & Wastewater and Electric utilities.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Maryville, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the City of Maryville can be divided into two categories: governmental funds and proprietary funds. The City of Maryville does not have any funds of the fiduciary fund type.

Governmental Funds

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

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

The City maintains several individual governmental funds organized according to their type: General, Special Revenue, Capital Projects and Debt Service. Information is presented separately in the governmental balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, General Purpose School, Debt Service and Capital Projects, which are all considered as Major Funds. Data from the remaining governmental funds are combined into a single aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the combining statements elsewhere in the report.

The City adopts an annual appropriated budget for its general, special revenue and debt service funds. A budgetary comparison statement has been provided for the General Fund and General Purpose School Fund.

Proprietary Funds

The City maintains two types of proprietary funds. Enterprise funds are used to account for quasi-business functions where revenues typically are generated from charges or fees rather than taxes. The City uses enterprise funds to account for its Electric and Water and Wastewater. The City uses Internal Service funds to account for its group self-insurance, worker's compensation, fleet, information technology services and facility management. The internal services funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is presented in the form of combining statements elsewhere in this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Government-Wide Financial Analysis

As noted earlier, over time, net position may serve as a useful indicator of a government's financial position. The City's net position is $413,610,896 at the close of the most recent fiscal year. Compared to the prior year the City's net position increased $33,267,626 or 9%, of which governmental activities provided $20,931,806 and business-type activities provided $12,335,820.

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Assets:						
Current and Other Assets	$ 137,337,577	$ 124,222,881	$ 41,950,023	$ 36,228,438	$ 179,287,600	$ 160,451,319
Pension Asset	14,999,062	9,196,208	908,615	168,047	15,907,677	9,364,255
Capital Assets, Net	195,335,731	186,004,679	180,337,258	174,839,716	375,672,989	360,844,395
Total Assets	347,672,370	319,423,768	223,195,896	211,236,201	570,868,266	530,659,969
Deferred Outflows of Resources:						
Pension and OPEB Deferrals	17,011,888	17,797,173	3,589,578	3,101,003	20,601,466	20,898,176
Deferred Charges on Refunding	138,561	166,742	215,572	359,287	354,133	526,029
Total Deferred Outflows of Resources	17,150,449	17,963,915	3,805,150	3,460,290	20,955,599	21,424,205
Liabilities:						
Long-term Liabilities	49,486,656	55,199,345	34,121,091	37,774,389	83,607,747	92,973,734
OPEB Liabilities	22,912,069	18,354,088	2,248,518	1,471,261	25,160,587	19,825,349
Other Liabilities	16,628,607	11,557,560	11,021,314	8,230,378	27,649,921	19,787,938
Total Liabilities	89,027,332	85,110,993	47,390,923	47,476,028	136,418,255	132,587,021
Deferred Inflows of Resources:						
Deferred Revenue	27,652,303	26,008,538	0	0	27,652,303	26,008,538
Pension and OPEB Deferrals	12,368,934	11,405,998	991,689	906,534	13,360,623	12,312,532
Deferred Lease Revenue	416,645	436,355	365,143	396,458	781,788	832,813
Total Deferred Inflows of Resources	40,437,882	37,850,891	1,356,832	1,302,992	41,794,714	39,153,883
Net Position:						
Net Investment in Capital Assets	149,152,899	135,771,606	147,580,986	138,510,554	296,733,885	274,282,160
Restricted	27,159,853	20,691,573	908,615	209,550	28,068,468	20,901,123
Unrestricted	59,044,853	57,962,620	29,763,690	27,197,367	88,808,543	85,159,987
Total Net Position	$ 235,357,605	$ 214,425,799	$ 178,253,291	$ 165,917,471	$ 413,610,896	$ 380,343,270

The increase in assets is primarily due to the increase in governmental activities of $28.2 million and capital assets of the business-type activities of $5.5 million.

Long-term liabilities decreased primarily due to normal principal payments of $8.3 million on debt. OPEB liabilities increased due primarily to experience gains.

The largest portion of the City's net position (72%) at June 30, 2025 reflects its investment in capital assets (e.g. land, buildings, machinery and equipment), less any related outstanding debt used to acquire these assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not easily or quickly available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are not planned to be used to liquidate these liabilities. Governmental Activities experienced an increase of 10% over prior year for Net Investment in Capital Assets due primarily to repayment of debt and additional on-going construction projects. Business-Type Activities experienced an increase of 7% over prior year for Net Investment in Capital Assets. An additional portion of the City's net position (6%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position is $88.8 million, an increase of $3.6 million. Of this amount, $59.0 million is in the Governmental Activities and $29.8 million is available for Business-Type Activities.

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Revenues						
Program Revenues:						
Charges for Services	$ 11,048,369	$ 9,741,551	$ 102,731,915	$ 95,651,694	$ 113,780,284	$ 105,393,245
Operating Grants and Contributions	40,974,981	40,001,739	0	0	40,974,981	40,001,739
Capital Grants and Contributions	1,276,266	377,684	4,646,259	6,249,235	5,922,525	6,626,919
General Revenues:						
Sales Tax	36,374,062	34,737,950	0	0	36,374,062	34,737,950
State Income and Excise Taxes	230,095	269,958	0	0	230,095	269,958
Property Taxes	38,016,545	37,425,954	0	0	38,016,545	37,425,954
Business Taxes	979,725	922,836	0	0	979,725	922,836
Miscellaneous Taxes	5,148,873	5,008,771	0	0	5,148,873	5,008,771
In-Lieu of Taxes	2,456,507	2,026,271	0	0	2,456,507	2,026,271
Investment Earnings	4,331,067	4,335,153	1,298,368	1,213,345	5,629,435	5,548,498
Miscellaneous Revenues	1,526,100	3,219,758	86,337	61,163	1,612,437	3,280,921
Total Revenues	142,362,590	138,067,625	108,762,879	103,175,437	251,125,469	241,243,062
Expenses						
General Government	6,982,024	4,941,032	0	0	6,982,024	4,941,032
Public Safety	12,942,934	12,478,773	0	0	12,942,934	12,478,773
Public Services	15,949,325	18,179,895	0	0	15,949,325	18,179,895
Culture and Recreation	1,929,470	2,425,410	0	0	1,929,470	2,425,410
Economic Development	1,470,260	938,713	0	0	1,470,260	938,713
Education	82,373,070	77,907,199	0	0	82,373,070	77,907,199
Interest on Long-Term Debt	1,341,967	1,593,690	0	0	1,341,967	1,593,690
Other Debt Service	20,045	19,995	0	0	20,045	19,995
Electric	0	0	76,766,720	71,374,467	76,766,720	71,374,467
Water and Sewer	0	0	18,082,028	17,122,018	18,082,028	17,122,018
Total Expenses	123,009,095	118,484,707	94,848,748	88,496,485	217,857,843	206,981,192
Change in Net Position Before Transfers	19,353,495	19,582,918	13,914,131	14,678,952	33,267,626	34,261,870
Transfers-In Lieu of Tax Payments	1,578,311	1,527,970	(1,578,311)	(1,527,970)	0	0
Change in Net Position	20,931,806	21,110,888	12,335,820	13,150,982	33,267,626	34,261,870
Net Position at Beginning of Year	214,425,799	194,644,961	165,917,471	152,766,489	380,343,270	347,411,450
Restatement	0	(1,330,050)	0	0	0	(1,330,050)
Net Position at End of Year	$ 235,357,605	$ 214,425,799	$ 178,253,291	$ 165,917,471	$ 413,610,896	$ 380,343,270

Analysis of Change in Position

Governmental Activities

- Governmental activities increased the City's governmental net position by $20.9 million.
- Revenue increased by 3%, or $4.3 million. Charges for Services increased by $1.3 million, or 13%. Sales taxes increased by $1.6 million year over year, an increase of 5% due primarily to growth in sales.
- Expenses increased by 4%, or $4.8 million, due primarily to economic conditions and increased costs of supplies, materials and labor.

Business-Type Activities

- Business-type activities increased the City's business-type net position by $12.3 million.
- The Electric Utility, the largest business-type activity of the City, had with FY25 operating revenues of $80 million and operating expenses of $76.6 million. These totals represent increases of $6.2 million in revenues and $5.4 million in expenses. These are primarily due to increases in purchased power and increased costs of labor, supplies and materials.
- The Water and Sewer Utility concluded FY25 with a change in net position of $9.7 million. Total operating revenues increased $865,742 to $22.7 million while operating expenses increased $1.0 million to $17 million. The increase in operating expenses is primarily due to increased cost of supplies, materials, labor and depreciation.

Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financial requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The General Fund is the chief operating fund of the City. As of June 30, 2025, unassigned fund balance of the General Fund increased $3.6 million to $27.9 million. Revenue decreased $441,778 or 1% due primarily to decrease of property sales. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total revenue. Unassigned fund balance represents 46.3% of total general fund revenue.

The General Purpose School Fund is the primary operating fund for the Maryville City Schools. As of June 30, 2025, the assigned fund balance of the General Purpose School Fund was $16.8 million. Revenue increased by 2.6% due to increases in sales tax and increased funding from the State. Assigned fund balance represents 25.3% of total general purpose school fund revenue. The City's contribution from General Fund for operating support of the schools was $9,422,500.

The Debt Service Fund is used to pay principal and interest for debt issued for City and School-related projects, not including self-supporting debt issued for capital improvements of the Water & Wastewater and Electric Utilities. In FY25, the primary revenue to the Debt Service Fund is the General Fund transfer of $7.1 million The assigned fund balance of the Debt Service Fund as of June 30, 2025, was $4.8 million, an increase of $381,837 from the prior year.

The Capital Projects Fund is used to account for capital projects of the City. Expenditures increased due to an increase in capital projects as well as project costs. Fund balance decreased in FY25 by $1,721,230. This decrease is mainly due to projects completed in FY25 continued from FY24.

Schedules for Other Non-Major Governmental Funds are also found in this report.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Net position of the Electric Utility as of June 30, 2025 was $62.6 million, an increase of $2.6 million from the prior year. Operating income increased in FY25 by $806,184 primarily due to increase in purchased power.

Net position of the Water and Sewer Department as of June 30, 2025, was $115.6 million, an increase of $9.6 million from the prior year. FY25 increases were mainly due to major capital projects to be absorbed in the upcoming WWTP expansion and capital projects.

General Fund Budgetary Highlights

Amendments to the original budget appropriation included:

- Due to continued increases in costs, additional funding was required to complete capital projects, purchase equipment and meet operational requirements.
- A transfer from Maryville City Schools to the School Construction Fund in preparation for the Maryville High School expansion project.
- A transfer from the General Fund to the Capital Projects Fund, Equipment Replacement Fund and State Street Aid in preparation for future projects in the amount of $2,400,000.

Capital Asset and Debt Administration

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Land	$ 10,981,570	$ 10,981,570	$ 4,221,832	$ 3,867,684	$ 15,203,402	$ 14,849,254
Right-of-Way/Easements	1,449,085	1,449,085	0	0	1,449,085	1,449,085
Construction in Progress	22,266,523	8,834,286	10,330,661	20,123,112	32,597,184	28,957,398
Buildings and Improvements	193,679,587	192,595,033	0	0	193,679,587	192,595,033
Infrastructure	57,955,535	56,411,963	0	0	57,955,535	56,411,963
Machinery, Equipment & Vehicles	32,090,018	30,316,391	0	0	32,090,018	30,316,391
Leased / Subscription Assets	2,891,698	2,891,698	0	0	2,891,698	2,891,698
Electric Plant	0	0	93,447,938	95,321,014	93,447,938	95,321,014
Water & Wastewater Plant	0	0	192,678,617	172,736,044	192,678,617	172,736,044
Total Capital Assets	321,314,016	303,480,026	300,679,048	292,047,854	621,993,064	595,527,880
Less: Accumulated Depreciation / Amortization	125,978,285	117,475,347	120,341,790	117,208,138	246,320,075	234,683,485
Net Capital Assets	$ 195,335,731	$ 186,004,679	$ 180,337,258	$ 174,839,716	$ 375,672,989	$ 360,844,395
Net Capital Assets - Beginning	$ 186,004,679	$ 180,337,258	$ 174,839,716	$ 168,097,663	$ 360,844,395	$ 348,434,921
Increase/(Decrease) in Net Capital Assets	9,331,052	5,667,421	5,497,542	6,742,053	14,828,594	12,409,474
Net Capital Assets - Ending	$ 195,335,731	$ 186,004,679	$ 180,337,258	$ 174,839,716	$ 375,672,989	$ 360,844,395

Capital Assets

The increase in the City's investment in capital assets for its governmental and business type activities is consistent with our six-year plan for capital expenditures.

Total capital assets in the Governmental Activities category increased by $17.8 million while accumulated depreciation also increased by $8.5 million, thereby resulting in an increase in net capital assets of $9.3 million. Increases in FY25 include:

- Schools $8.84 million
- Road construction $1.58 million
- Downtown garage $1.90 million
- Other infrastructure improvements $1.74
- Parks $1.59 million
- Public Safety $0.7 million
- Bridge Replacements $0.78 million
- Equipment Purchases $1.78 million
- Stormwater Drainage Projects $0.55 million

In the Business-Type Activities, there is a net increase in Electric Plant assets of $667,287. Water & Wastewater Plant assets net increased by $4,830,255, which includes contributed capital.

Long-Term Debt

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
General Obligation/Rev Bonds	$ 38,675,000	$ 42,395,000	$ 31,680,000	$ 34,755,000	$ 70,355,000	$ 77,150,000
TN State School Bond Authority Loan	1,435,107	2,786,159	0	0	1,435,107	2,786,159
TN State Revolving Fund Loans	0	0	793,236	916,176	793,236	916,176
Lease Obligation	756,656	877,583	0	0	756,656	877,583
SBITA Obligation	390,873	541,075	0	0	390,873	541,075
Premium on Bonds	3,127,288	3,640,113	403,519	646,614	3,530,807	4,286,727
Total Debt Payable	44,384,924	50,239,930	32,876,755	36,317,790	77,261,679	86,557,720
Compensated Absences	5,101,732	4,959,415	1,244,338	1,456,599	6,346,070	6,416,014
OPEB Liability	22,912,069	18,354,088	2,248,518	1,471,261	25,160,587	19,825,349
Total Long Term Obligations	$ 72,398,725	$ 73,553,433	$ 36,369,611	$ 39,245,650	$ 108,768,336	$ 112,799,083

As of June 30, 2025, the City governmental activities had total bonds and loans outstanding of $40.1 million, comprised of general obligation debt backed by its full faith and credit pledge excluding original issue premium. In addition, the City is obligated for another $26.5 million in revenue debt issued for the Water & Wastewater and Electric utilities, excluding original issue premium. These revenue bonds, while carrying the credit support of the City's general obligation pledge, are repaid from net revenues of the appropriate utility.

The City has a six-year capital plan. Based on the current plan, the governmental activities are expected to issue new debt in FY26 and FY27 to meet the funding requirement for Maryville City Schools capital projects, to include the Maryville High School expansion. In the business-type activities, neither utility expects to issue new debt in FY26.

On April 15, 2021, Standard & Poor's affirmed the City's General Obligation long term and underlying bond rating of AA+. On November 12, 2021, Moody's Investors Service upgraded the City's bond rating to Aa2.

The Charter of the City of Maryville limits the issuance of general obligation debt up to an amount that will not exceed fifteen percent (15%) of the total assessed value of the incorporated area. The current debt limitation for the City is $260.7 million compared to the City's outstanding debt net of fund balance held in the Debt Service Fund of $4.7 million. The legal debt margin is $222.2 million.

The OPEB Liability is the actuarial accrued liability less the amount funded in a trust fund for which the City would be obligated. The City has not established a trust fund for the OPEB Liability. The annual change in the OPEB obligation is equivalent to the annual OPEB cost, which is the OPEB expense for the year on the accrual basis of accounting, less estimated retiree claims currently paid by the City on a pay-as-you-go basis. The City's OPEB obligation, including Schools, at June 30, 2025 was $25.1 million, an increase of $5.3 million compared to the prior year.

See Notes 6 and 8 of the Notes to Financial Statements for more detailed information regarding capital assets and long-term liabilities.

The FY 2026 Adopted Budget

- The FY2026 Adopted Budget includes a five-year projection for the general fund and debt service fund and a six-year projection for each capital fund. These projections include transfers from the General Fund of $3,335,000 per year for capital projects and $1,747,370 for equipment replacement with a balanced budget and no use of bond funding.
- The General Fund Appropriation Budget is $59,954,053, a decrease of $181,773 from the final FY25 Amended Budget of $60,135,826.
- The adopted property tax rate is $1.63 per $100 of assessed valuation is the same as the prior year. For tax year 2025, for a residence valued at $150,000, City property taxes for FY26 equal $611 or $51 per month.
- The FY26 Budget funds 348 full-time positions city-wide (general government services and utilities), an increase of 6 positions from the previous year.
- A cost-of-living increase has been provided for all employees of 2.5% and step raises for eligible employees. City and employee funding of employee medical expenses increased to meet the continued increase in health care costs along with a small adjustment to benefits.
- The General Fund support for the School's operating budget was maintained at $9,455,000.
- This budget provides $3,335,000 for new capital projects including, improvements to parks, infrastructure, traffic signal improvements and continued construction of an operations center.
- Water & Sewer capital projects totaling $21,526,145 are scheduled for FY26 with a focus on system rehabilitation/relocation, equipment replacement, plant facility improvements, continued construction of an operations center and design for the upcoming Waste Water Treatment Plant upgrade
- The capital plan for the Electric Department includes, substation upgrades, development projects, equipment replacement, transformers and continued construction of an operations center. The FY26 capital budget for the Electric Department is $10,611,145

BASIC FINANCIAL STATEMENTS

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF NET POSITION

June 30, 2025

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	$ 97,462,103	$ 29,968,092	$ 127,430,195
Receivables			
Taxes, Net	28,327,502	0	28,327,502
Accounts, Net	1,409,221	8,415,683	9,824,904
Leases	564,293	499,449	1,063,742
Internal Balances	(392,268)	392,268	0
Due from Other Governments	9,063,494	0	9,063,494
Inventories	142,170	2,611,912	2,754,082
Net Pension Asset	14,999,062	908,615	15,907,677
TCRS Stabilization Trust	761,062	0	761,062
Other Assets	0	62,619	62,619
Capital Assets			
Nondepreciable	34,697,178	14,552,493	49,249,671
Depreciable, Net of Accumulated Depreciation	160,638,553	165,784,765	326,423,318
Total Capital Assets, Net of Depreciation	195,335,731	180,337,258	375,672,989
Total Assets	347,672,370	223,195,896	570,868,266
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Bond Refunding Costs	138,561	215,572	354,133
Deferred Pension Outflows	12,472,433	2,848,329	15,320,762
Deferred Other-Postemployment Benefits Outflows	4,539,455	741,249	5,280,704
Total Deferred Outflows of Resources	17,150,449	3,805,150	20,955,599
LIABILITIES			
Accounts Payable	6,690,000	10,221,316	16,911,316
Accrued Liabilities	9,825,426	714,735	10,540,161
Accrued Interest Payable	113,181	85,263	198,444
Noncurrent Liabilities Due in More than One Year			
Other Post-Employment Benefit Liability	22,912,069	2,248,518	25,160,587
Long-Term Liabilities			
Due Within One Year	9,634,950	3,242,811	12,877,761
Due in More Than One Year	39,851,706	30,878,280	70,729,986
Total Liabilities	89,027,332	47,390,923	136,418,255
DEFERRED INFLOWS OF RESOURCES			
Deferred Revenue	27,652,303	0	27,652,303
Deferred Pension Inflows	3,822,926	435,673	4,258,599
Deferred Other-Postemployment Benefits Inflows	8,546,008	556,016	9,102,024
Deferred Lease Revenue	416,645	365,143	781,788
Total Deferred Inflows of Resources	40,437,882	1,356,832	41,794,714
NET POSITION			
Net Investment in Capital Assets	149,152,899	147,580,986	296,733,885
Restricted for			
Special Revenue			
General Purpose School Fund	791,062	0	791,062
State Street Aid	1,045,224	0	1,045,224
Maryville City Schools Cafeteria	2,854,468	0	2,854,468
Maryville City Schools Continuing Care Program	544,212	0	544,212
Internal School	3,098,756	0	3,098,756
Special Projects	8,780	0	8,780
Stormwater	2,993,768	0	2,993,768
Drug	680,440	0	680,440
GIS	144,081	0	144,081
Pensions	14,999,062	908,615	15,907,677
Unrestricted	59,044,853	29,763,690	88,808,543
Total Net Position	$ 235,357,605	$ 178,253,291	$ 413,610,896

The accompanying notes are an integral part of these financial statements.

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF ACTIVITIES

For the Fiscal Year Ended June 30, 2025

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities							
General Government	$ 6,982,024	$ 685,383	$ 100	$ 0	$ (6,296,541)	$ 0	$ (6,296,541)
Public Safety	12,942,934	61,281	47,880	0	(12,833,773)	0	(12,833,773)
Public Services	15,949,325	2,862,176	0	1,276,266	(11,810,883)	0	(11,810,883)
Culture and Recreation	1,929,470	0	0	0	(1,929,470)	0	(1,929,470)
Economic Development	1,470,260	0	0	0	(1,470,260)	0	(1,470,260)
Education	82,373,070	7,439,529	40,927,001	0	(34,006,540)	0	(34,006,540)
Debt Service:							
Interest on Long-Term Debt	1,341,967	0	0	0	(1,341,967)	0	(1,341,967)
Other Debt Service	20,045	0	0	0	(20,045)	0	(20,045)
Total Governmental Activities	123,009,095	11,048,369	40,974,981	1,276,266	(69,709,479)	0	(69,709,479)
Business-Type Activities							
Electric	76,766,720	80,043,210	0	0	0	3,276,490	3,276,490
Water and Sewer	18,082,028	22,688,705	0	4,646,259	0	9,252,936	9,252,936
Total Business-Type Activities	94,848,748	102,731,915	0	4,646,259	0	12,529,426	12,529,426
Total Government	$ 217,857,843	$ 113,780,284	$ 40,974,981	$ 5,922,525	(69,709,479)	12,529,426	(57,180,053)
		General Revenues:					
		Sales Tax			36,374,062	0	36,374,062
		State Income Taxes and Excise Taxes			230,095	0	230,095
		Property Taxes			38,016,545	0	38,016,545
		Business Taxes			979,725	0	979,725
		Miscellaneous Taxes			5,148,873	0	5,148,873
		In-Lieu-of Taxes			2,456,507	0	2,456,507
		Interest Income			4,331,067	1,298,368	5,629,435
		Miscellaneous			1,526,100	86,337	1,612,437
		Transfers - In-Lieu-of-Tax Payments			1,578,311	(1,578,311)	0
		Total General Revenues and Transfers			90,641,285	(193,606)	90,447,679
		Change in Net Position			20,931,806	12,335,820	33,267,626
		Net Position - Beginning			215,755,849	165,917,471	381,673,320
		Restatement - See Note 18			(1,330,050)	0	(1,330,050)
		Adjusted Net Position - Beginning			214,425,799	165,917,471	380,343,270
		Net Position - Ending			$ 235,357,605	$ 178,253,291	$ 413,610,896

The accompanying notes are an integral part of these financial statements.

CITY OF MARYVILLE, TENNESSEE

BALANCE SHEET

GOVERNMENTAL FUNDS

June 30, 2025

	General	General Purpose School	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	$ 24,697,655	$ 22,173,312	$ 4,790,234	$ 11,014,594	$ 22,426,440	$ 85,102,235
Receivables:						
Taxes, Net	28,327,502	0	0	0	0	28,327,502
Accounts	794,103	146	0	0	224,360	1,018,609
Leases	564,293	0	0	0	0	564,293
Due from Other Governments	3,030,947	4,437,480	0	0	1,595,067	9,063,494
TCRS Stabilization Trust	0	761,062	0	0	0	761,062
Due from Other Funds	0	379,006	0	0	6,592	385,598
Total Assets	$ 57,414,500	$ 27,751,006	$ 4,790,234	$ 11,014,594	$ 24,252,459	$ 125,222,793
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities						
Accounts Payable	$ 727,564	$ 1,209,299	$ 0	$ 551,108	$ 2,916,044	$ 5,404,015
Due to Other Funds	22,986	6,592	0	417,979	356,020	803,577
Accrued Payroll	0	5,602,705	0	0	0	5,602,705
Other Liabilities	49,913	4,172,808	0	0	0	4,222,721
Total Liabilities	800,463	10,991,404	0	969,087	3,272,064	16,033,018
Deferred Inflow of Resources						
Deferred Revenue	28,256,659	0	0	0	0	28,256,659
Deferred Lease Revenue	416,645	0	0	0	0	416,645
Total Deferred Inflow of Resources	28,673,304	0	0	0	0	28,673,304
Fund Balances						
Restricted	0	761,062	0	0	11,369,654	12,130,716
Assigned	0	15,998,540	4,790,234	10,045,507	9,610,741	40,445,022
Unassigned	27,940,733	0	0	0	0	27,940,733
Total Fund Balances	27,940,733	16,759,602	4,790,234	10,045,507	20,980,395	80,516,471
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 57,414,500	$ 27,751,006	$ 4,790,234	$ 11,014,594	$ 24,252,459	$ 125,222,793

The accompanying notes are an integral part of these financial statements.

CITY OF MARYVILLE, 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 are different because:

Ending Fund Balance - Governmental Funds		$ 80,516,471
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Capital Assets	$ 319,011,722	
Less: Accumulated Depreciation / Amortization	(124,026,857)	
		194,984,865
Revenues, including property taxes that have been deferred in the balance sheet of the governmental funds because they were not available to pay current liabilities of the period are recognized as revenue in the statement of activities and, therefore, are not included in the statement of net position.		674,343
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Long-Term Debt	(40,110,107)	
Unamortized Bond Premium	(3,127,288)	
Lease Obligations	(756,656)	
Subscription-based Obligations	(390,873)	
Accrued Interest on Long-Term Debt	(113,181)	
Compensated Absences	(5,101,732)	
		(49,599,837)
Internal service funds are used by management to charge certain costs (e.g., certain employee benefits, insurance, maintenance, and use of equipment) to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.		11,913,255
Net pension assets and liabilities of the City's agent multiple-employer plans are not current financial resources and therefore are not reported in the governmental funds.		14,999,062
Other post-employment benefits liabilities are not current financial resources and therefore are not reported in the governmental funds.		(22,912,069)
Amounts reported as deferred outflows of unamortized amounts on refundings, deferred outflows related to other post-employment benefits, and deferred outflows related to pensions increase the amount of net position reported in the statement of net position, but are not reported as assets in the funds. Similarly, deferred inflows related to pensions and other postemployment benefits decrease the amount of net position reported in the statement of net position, but are not reported as liabilities in the funds.		
Deferred Outflows of Resources Related to Deferred Bond Refunding Costs	138,561	
Deferred Outflows of Resources Related to Pensions	12,472,433	
Deferred Outflows of Resources Related to Other Post-employment Benefits	4,539,455	
Deferred Inflows of Resources Related to Pensions	(3,822,926)	
Deferred Inflows of Resources Related to Other Post-employment Benefits	(8,546,008)	
		4,781,515
Net Position of Governmental Activities		$ 235,357,605

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

For the Period Ending June 30, 2025

	General	General Purpose School	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues:						
Taxes:						
Property Taxes	$ 26,200,063	$ 11,749,976	$ 0	$ 0	$ 0	$ 37,950,039
Local Option Sales Taxes	17,803,644	14,582,730	0	0	0	32,386,374
Other Taxes	6,231,619	573,953	0	0	0	6,805,572
Licenses, Permits and Fees	33,893	3,439	0	0	0	37,332
Intergovernmental:						
State Taxes	4,711,399	249,393	0	0	1,193,358	6,154,150
Federal Grants	0	0	0	0	3,660,879	3,660,879
State Grants	0	1,952,950	0	0	0	1,952,950
U.S.D.A. Revenues	0	0	0	0	1,448,342	1,448,342
Other State Revenues	0	34,972,270	0	0	0	34,972,270
Other Local Revenues	0	0	0	0	564,254	564,254
Charges for Services	1,459,528	836,127	0	0	4,930,321	7,225,976
Fines, Forfeitures and Court Costs	61,916	0	0	0	4,717	66,633
Interest Income	2,786,667	996,314	149,203	243,483	155,400	4,331,067
Internal School Fund Revenue	0	0	0	0	3,322,208	3,322,208
Miscellaneous Revenue	1,001,932	204,674	0	2,000	1,063,688	2,272,294
Total Revenues	60,290,661	66,121,826	149,203	245,483	16,343,167	143,150,340
Expenditures:						
Current:						
General Government	2,439,895	0	0	0	554,308	2,994,203
Public Safety	13,274,527	0	0	0	132,658	13,407,185
Public Services	11,444,159	0	0	0	2,266,051	13,710,210
Culture and Recreation	1,795,152	0	0	0	3,669	1,798,821
Economic Development	1,470,260	0	0	0	0	1,470,260
Nondepartmental Costs	3,223,601	0	0	0	0	3,223,601
Education	0	65,828,823	0	0	11,300,332	77,129,155
Debt Service:						
Principal Retirement	0	0	5,071,274	0	0	5,071,274
Interest and Fiscal Fees	0	0	1,851,402	0	0	1,851,402
Payments under Leases	0	0	131,458	0	0	131,458
Capital Outlay	0	4,545,407	0	6,522,813	7,402,000	18,470,220
Total Expenditures	33,647,594	70,374,230	7,054,134	6,522,813	21,659,018	139,257,789
Net Change in Fund Balance Before Other Financing Sources (Uses)	26,643,067	(4,252,404)	(6,904,931)	(6,277,330)	(5,315,851)	3,892,551
Other Financing Sources (Uses):						
Transfers In	1,578,311	9,422,500	7,286,768	4,556,100	6,202,350	29,046,029
Transfers Out	(24,660,053)	(2,327,581)	0	0	(480,084)	(27,467,718)
Total Other Financing Sources (Uses)	(23,081,742)	7,094,919	7,286,768	4,556,100	5,722,266	1,578,311
Net Change in Fund Balances	3,561,325	2,842,515	381,837	(1,721,230)	406,415	5,470,862
Fund Balances, July 1st	24,379,408	13,917,087	4,408,397	11,766,737	20,573,980	75,045,609
Fund Balances, June 30th	$ 27,940,733	$ 16,759,602	$ 4,790,234	$ 10,045,507	$ 20,980,395	$ 80,516,471

CITY OF MARYVILLE, TENNESSEE

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

For the Period Ending June 30, 2025

Amounts reported for governmental activities in the statement of activities are different because:

Net Change in Fund Balances – Total Governmental Funds		$ 5,470,862
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 and reported as depreciation expense.		
Capital Assets Purchased	$ 20,136,199	
Loss on Disposal of Assets	(638,847)	
Depreciation/Amortization Expense	(10,166,300)	
Net Change in Capital Assets		9,331,052
Revenues, including property taxes, in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		393,386
The issuance of long-term debt and lease obligations 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.		
Add: Principal Payments on Debt	5,071,052	
Add: Principal Payments on Lease	120,927	
Add: Principal Payments on Subscription-based Obligations	150,202	
		5,342,181
Expenses reported in the statement of activities include amortization of the deferred amount on debt refunding ($28,182). In addition, the amortization of bond premium results in reduction of expenses ($512,825). These amounts do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		484,643
Internal service funds are used by management to charge certain costs (e.g., certain employee benefits, insurance, maintenance, and use or equipment) to individual funds. The net revenue (expense) amounts of the internal service funds are reported with governmental activities.		498,883
Certain assets, liabilities, deferred inflows, and deferred outflows accounted for using the economic resources focus and the accrual basis of accounting are reported in the Statement of Net Position but are not reported in the fund financial statements, which include only items that are accounted for using current financial resources measurement and modified accrual basis of accounting. These amounts do not provide or require the use of current financial resources and, therefore, are not reflected in the revenues and expenditures of governmental funds.		
Change in Assets and Deferred Outflows		
Net Pension Asset	5,802,854	
Deferred Pension Outflows	(3,456,634)	
Deferred Other Post-employment Benefits Outflows	2,712,314	
		5,058,534
Change in Liabilities and Deferred Inflows		
Accrued Interest	15,499	
Other Post-Employment Benefit Liability	(4,557,981)	
Compensated Absences	(142,317)	
Deferred Pension Inflows	(3,025,094)	
Deferred Other Post-Employment Benefits Inflows	2,062,158	
		(5,647,735)
Change in Net Position of Governmental Activities		$ 20,931,806

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

GENERAL FUND

For the Period Ending June 30, 2025

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
Revenues				
Taxes				
Property Taxes	$ 26,285,500	$ 26,285,500	$ 26,200,063	$ (85,437)
Interest and Penalties on Property Tax	270,000	270,000	302,191	32,191
In Lieu of Taxes	1,841,289	1,841,289	2,273,000	431,711
Local Sales Tax	16,419,969	16,419,969	17,803,644	1,383,675
City Beer Tax	1,111,000	1,111,000	1,121,169	10,169
City Liquor Tax	404,000	404,000	455,208	51,208
Gross Receipts Tax	1,150,000	1,150,000	1,462,380	312,380
Franchise Taxes	580,000	580,000	589,279	9,279
Hotel/Motel Taxes	25,000	25,000	28,392	3,392
Total Taxes	48,086,758	48,086,758	50,235,326	2,148,568
Intergovernmental				
State Mixed Drink Tax	200,000	200,000	249,393	49,393
State Beer Tax	13,000	13,000	13,428	428
State Income Tax	30,000	30,000	329	(29,671)
State Sales Tax	3,853,162	3,853,162	4,016,143	162,981
State Excise Tax	225,000	225,000	229,766	4,766
State Street Maintenance Contract	120,000	120,000	128,379	8,379
State Sports Wagering Tax	35,000	35,000	69,713	34,713
State Short Term Rental Occupancy Tax	2,000	2,000	4,248	2,248
Total Intergovernmental	4,478,162	4,478,162	4,711,399	233,237
Charges for Services				
Code Enforcement Services	500,000	500,000	415,085	(84,915)
Planning Services	20,000	20,000	11,628	(8,372)
Public Works Sales	65,000	65,000	63,535	(1,465)
Engineering Services	20,000	20,000	17,908	(2,092)
Public Safety	154,233	154,233	195,733	41,500
Animal Control Services	6,600	6,600	6,350	(250)
Solid Waste Management Services	660,000	660,000	667,170	7,170
Rent and Lease Revenue	64,000	64,000	82,119	18,119
Total Charges for Services	1,489,833	1,489,833	1,459,528	(30,305)
Fines, Forfeitures and Court Costs				
Fines and Costs	42,500	42,500	48,340	5,840
Clerk's Fees	15,150	15,150	13,576	(1,574)
Licenses	30,000	30,000	33,893	3,893
Total Fines, Forfeitures and Court Costs	87,650	87,650	95,809	8,159
Interest Income	841,269	1,061,269	2,786,667	1,725,398
Other Revenues	896,497	896,497	1,001,932	105,435
Total Revenues	55,880,169	56,100,169	60,290,661	4,190,492

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Favorable
	Original	Final	Amounts	(Unfavorable)
Expenditures				
General Government				
Administration				
City Manager's Office				
Salaries	400,893	401,127	396,330	4,797
Fringe Benefits	102,405	106,171	95,207	10,964
Operating Expenses	112,037	112,387	22,439	89,948
Materials and Supplies	12,530	12,180	4,472	7,708
Total City Manager's Office	627,865	631,865	518,448	113,417
Legislative				
Salaries	1,800	1,800	1,800	0
Fringe Benefits	165	165	138	27
Operating Expense	78,152	78,344	56,724	21,620
Materials and Supplies	5,790	5,598	969	4,629
Intergovernmental Services	222,716	222,716	222,714	2
Total Legislative	308,623	308,623	282,345	26,278
Judicial/Legal				
Salaries	93,598	93,570	81,987	11,583
Fringe Benefits	28,248	28,276	27,345	931
Operating Expenses	111,000	111,000	89,418	21,582
Total Judicial/Legal	232,846	232,846	198,750	34,096
Administrative Services				
Salaries	247,452	240,968	216,009	24,959
Fringe Benefits	77,059	76,359	63,359	13,000
Operating Expenses	81,299	80,979	50,314	30,665
Materials and Supplies	1,400	4,904	4,469	435
Total Administrative Services	407,210	403,210	334,151	69,059
Human Resources				
Salaries	157,918	157,918	150,757	7,161
Fringe Benefits	48,062	48,062	41,560	6,502
Operating Expenses	46,493	45,843	11,945	33,898
Materials and Supplies	4,637	5,287	1,437	3,850
Total Human Resources	257,110	257,110	205,699	51,411
Total Administration	1,833,654	1,833,654	1,539,393	294,261
Finance				
Salaries	535,605	537,595	537,595	0
Fringe Benefits	190,255	182,773	182,003	770
Operating Expenses	194,264	169,769	167,615	2,154
Materials and Supplies	14,460	14,524	13,289	1,235
Total Finance	934,584	904,661	900,502	4,159
Total General Government	2,768,238	2,738,315	2,439,895	298,420

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Favorable
	Original	Final	Amounts	(Unfavorable)
Expenditures (Continued)				
Public Safety				
Police Department				
Salaries	5,126,791	5,073,080	5,027,263	45,817
Fringe Benefits	1,991,522	2,015,040	1,952,147	62,893
Operating Expenses	921,705	938,176	796,873	141,303
Materials and Supplies	339,160	352,882	265,980	86,902
Intergovernmental Services	231,997	231,997	231,997	0
Total Police Department	8,611,175	8,611,175	8,274,260	336,915
Animal Control				
Salaries	157,196	162,598	162,598	0
Fringe Benefits	51,015	52,970	52,965	5
Operating Expenses	100,045	105,438	98,302	7,136
Materials and Supplies	30,230	17,480	14,141	3,339
Total Animal Control	338,486	338,486	328,006	10,480
Fire Department				
Salaries	3,059,903	3,059,903	2,858,667	201,236
Fringe Benefits	1,124,646	1,124,646	1,093,639	31,007
Operating Expenses	634,284	611,974	563,793	48,181
Materials and Supplies	133,810	154,260	136,159	18,101
Intergovernmental Services	18,150	20,010	20,003	7
Total Fire Department	4,970,793	4,970,793	4,672,261	298,532
Total Public Safety	13,920,454	13,920,454	13,274,527	645,927
Public Services				
Administration				
Salaries	235,573	240,784	238,817	1,967
Fringe Benefits	91,707	92,540	92,032	508
Operating Expenses	124,675	191,382	119,505	71,877
Materials and Supplies	11,605	11,355	6,068	5,287
Total Administration	463,560	536,061	456,422	79,639
Development				
Development Services				
Salaries	781,095	774,475	667,207	107,268
Fringe Benefits	274,083	274,083	228,390	45,693
Operating Expenses	74,947	77,546	44,071	33,475
Materials and Supplies	16,620	20,641	14,335	6,306
Total Development	1,146,745	1,146,745	954,003	192,742
Engineering & Public Works				
Public Works				
Engineering				
Salaries	532,360	552,912	552,412	500
Fringe Benefits	188,493	190,785	185,341	5,444
Operating Expenses	309,461	231,516	146,151	85,365
Materials and Supplies	12,560	12,560	8,771	3,789
Total Engineering	1,042,874	987,773	892,675	95,098

The accompanying notes are an integral part of these financial statements.

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Favorable
	Original	Final	Amounts	(Unfavorable)
Expenditures (Continued)				
Engineering & Public Works				
Solid Waste - Residential				
Salaries	654,481	669,960	646,584	23,376
Fringe Benefits	269,084	274,733	270,349	4,384
Operating Expenses	191,320	185,615	182,560	3,055
Materials and Supplies	111,715	111,715	75,131	36,584
Total Solid Waste - Residential	1,226,600	1,242,023	1,174,624	67,399
Solid Waste - Commercial				
Salaries	357,289	381,157	380,602	555
Fringe Benefits	163,965	168,690	162,666	6,024
Operating Expenses	115,451	120,291	117,671	2,620
Materials and Supplies	68,070	68,070	46,951	21,119
Total Solid Waste - Commercial	704,775	738,208	707,890	30,318
Solid Waste - Brush				
Salaries	481,632	509,270	508,833	437
Fringe Benefits	228,604	242,588	241,188	1,400
Operating Expenses	118,846	129,796	128,470	1,326
Materials and Supplies	89,410	89,410	61,811	27,599
Total Solid Waste - Brush	918,492	971,064	940,302	30,762
Solid Waste - Landfill				
Operating Expenses	1,645,300	1,671,790	1,667,136	4,654
Street Maintenance				
Salaries	886,029	883,123	877,088	6,035
Fringe Benefits	371,079	373,887	371,325	2,562
Operating Expenses	193,631	200,079	187,328	12,751
Materials and Supplies	301,730	296,310	197,574	98,736
Total Street Maintenance	1,752,469	1,753,399	1,633,315	120,084
Ground Maintenance				
Salaries	830,936	821,509	762,522	58,987
Fringe Benefits	324,240	324,240	263,641	60,599
Operating Expenses	353,108	361,214	353,057	8,157
Materials and Supplies	74,835	85,527	66,442	19,085
Capital Outlay	14,000	14,000	11,405	2,595
Total Ground Maintenance	1,597,119	1,606,490	1,457,067	149,423
Street Lighting				
Operating Expenses	973,000	1,037,544	946,900	90,644
Central Traffic Operations				
Salaries	311,072	332,268	331,266	1,002
Fringe Benefits	146,115	151,503	151,162	341
Operating Expenses	111,991	117,121	115,300	1,821
Materials and Supplies	20,280	18,407	16,097	2,310
Total Central Traffic Operations	589,458	619,299	613,825	5,474
Total Engineering & Public Works	10,450,087	10,627,590	10,033,734	593,856
Total Public Services	12,060,392	12,310,396	11,444,159	866,237

The accompanying notes are an integral part of these financial statements.

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Expenditures (Continued)				
Culture and Recreation				
Blount County Library	877,026	877,026	877,026	0
Parks and Recreation				
Management Contract	918,126	918,126	918,126	0
Total Parks and Recreation	918,126	918,126	918,126	0
Total Culture and Recreation	1,795,152	1,795,152	1,795,152	0
Economic Development				
Economic Development	1,680,259	1,483,561	1,470,260	13,301
Non-Departmental Costs				
Operating Expenses	107,148	582,147	577,944	4,203
Liability Insurance	263,482	222,003	222,003	0
Property Insurance	173,824	168,441	168,350	91
IT Services	913,532	913,531	913,531	0
Facility Operations	1,338,702	1,338,701	1,338,701	0
Employee Relations	3,040	3,072	3,072	0
Total Non-Departmental Costs	2,799,728	3,227,895	3,223,601	4,294
Total Expenditures	35,024,223	35,475,773	33,647,594	1,828,179
Excess Revenues Over Expenditures	20,855,946	20,624,396	26,643,067	6,018,671
Other Financing Sources (Uses)				
Transfers In	1,555,657	1,555,657	1,578,311	22,654
Transfers Out	(22,411,603)	(24,660,053)	(24,660,053)	0
Total Other Financing Sources (Uses)	(20,855,946)	(23,104,396)	(23,081,742)	22,654
Net Change in Fund Balance	0	(2,480,000)	3,561,325	6,041,325
Fund Balance, July 1st	24,379,408	24,379,408	24,379,408	0
Fund Balance, June 30th	$ 24,379,408	$ 21,899,408	$ 27,940,733	$ 6,041,325

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

GENERAL PURPOSE SCHOOL FUND - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budget Amounts		Actual	Variance with Final Budget Favorable
	Original	Final	Amounts	(Unfavorable)
Revenues				
Taxes	$ 26,485,668	$ 26,485,668	$ 26,906,659	$ 420,991
Licenses, Permits and Fees	3,000	3,000	3,439	439
Charges for Services	715,000	815,000	836,127	21,127
Intergovernmental	36,503,651	37,597,505	37,174,613	(422,892)
Interest Income	21,000	21,000	996,314	975,314
Miscellaneous Revenues	102,000	425,063	204,674	(220,389)
Total Revenues	63,830,319	65,347,236	66,121,826	774,590
Expenditures				
Instruction				
Regular Instruction Program	34,488,766	35,067,177	34,571,815	495,362
Special Education Program	6,674,398	6,853,294	6,809,723	43,571
Vocational Education Program	2,389,538	2,193,033	2,129,225	63,808
Vocational Education Support	151,970	161,520	148,069	13,451
Alternative School Program	541,510	612,968	604,699	8,269
Early Childhood Education Program	291,665	297,565	291,597	5,968
Student Support - Health Services	660,968	663,968	622,083	41,885
Student Support - Guidance Services	2,660,372	2,775,972	2,761,012	14,960
Regular Instruction Support	1,714,364	1,690,564	1,632,943	57,621
Special Education Support	914,668	942,043	901,521	40,522
Technology	1,668,696	1,899,446	1,895,692	3,754
Board of Education	1,476,925	1,598,125	1,514,886	83,239
Office of the Superintendent of Schools	369,989	404,399	393,173	11,226
Office of the Principal - School Administration	4,353,711	4,491,911	4,460,541	31,370
Fiscal Services	240,529	236,529	225,446	11,083
Human Resources (Personnel)	370,388	375,188	361,271	13,917
Operation of Plant	3,969,231	3,925,586	3,518,434	407,152
Maintenance of Plant	1,231,665	1,347,065	1,181,986	165,079
Transportation	1,534,833	1,589,333	1,539,533	49,800
Community Services	147,966	150,766	139,652	11,114
Attendance	74,869	78,319	74,856	3,463
Cafeteria	5,000	51,700	50,666	1,034
Total Instruction	65,932,021	67,406,471	65,828,823	1,577,648
Capital Outlay				
Regular Capital Outlay	6,180,798	4,959,265	4,545,407	413,858
Total Expenditures	72,112,819	72,365,736	70,374,230	1,991,506
Net Change in Fund Balance Before Other Financing Sources (Uses)	(8,282,500)	(7,018,500)	(4,252,404)	2,766,096
Other Financing Sources (Uses)				
Transfers In	9,422,500	9,422,500	9,422,500	0
Transfers Out	(1,140,000)	(2,404,000)	(2,327,581)	76,419
Other Financing Sources (Uses) Total	8,282,500	7,018,500	7,094,919	76,419
Net Change in Fund Balance	0	0	2,842,515	2,842,515
Fund Balance, July 1st	13,917,087	13,917,087	13,917,087	0
Fund Balance, June 30th	$ 13,917,087	$ 13,917,087	$ 16,759,602	$ 2,842,515

The accompanying notes are an integral part of these financial statements.

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

June 30, 2025

	Business-type Activities-Enterprise Funds			Governmental Activities- Internal Service Funds
	Major Funds			
	Electric Department	Water and Sewer Department	Total	
ASSETS				
Current Assets				
Cash and Cash Equivalents	$ 13,478,899	$ 16,489,193	$ 29,968,092	$ 12,359,868
Receivables:				
Accounts, Net	5,181,886	3,165,566	8,347,452	0
Rentals	68,231	0	68,231	0
Due From Other Funds	417,979	0	417,979	25,711
Leases	5,564	0	5,564	0
Other	0	0	0	390,612
Prepaids	31,870	25,825	57,695	0
Inventory of Materials and Supplies	1,801,784	810,128	2,611,912	142,170
Total Current Assets	20,986,213	20,490,712	41,476,925	12,918,361
Capital Assets				
Land and Land Rights	2,320,638	1,901,194	4,221,832	0
Construction in Progress	4,683,651	5,647,010	10,330,661	0
Plant in Service	93,447,936	192,678,619	286,126,555	0
Building and Improvements	0	0	0	1,025,264
Data Processing Equipment	0	0	0	734,140
Software	0	0	0	64,593
Fleet Maintenance Equipment	0	0	0	478,297
	100,452,225	200,226,823	300,679,048	2,302,294
Less: Accumulated Depreciation and Amortization	47,021,946	73,319,844	120,341,790	1,951,428
Net Capital Assets	53,430,279	126,906,979	180,337,258	350,866
Other Noncurrent Assets				
Net Pension Asset	398,904	509,711	908,615	0
Long-Term Lease Receivable	493,885	0	493,885	0
Energy Service Loans	4,924	0	4,924	0
Total Other Noncurrent Assets	897,713	509,711	1,407,424	0
Total Noncurrent Assets	54,327,992	127,416,690	181,744,682	350,866
Total Assets	75,314,205	147,907,402	223,221,607	13,269,227
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Pension Outflows	1,250,486	1,597,843	2,848,329	0
Deferred OPEB Outflows	289,139	452,110	741,249	0
Deferred Bond Refunding Costs	0	215,572	215,572	0
Total Deferred Outflows of Resources	1,539,625	2,265,525	3,805,150	0

The accompanying notes are an integral part of these financial statements.

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF NET POSITION (Continued)

PROPRIETARY FUNDS

June 30, 2025

	Business-type Activities-Enterprise Funds			Governmental Activities- Internal Service Funds
	Major Funds			
	Electric Department	Water and Sewer Department	Total	
LIABILITIES				
Current Liabilities				
Accounts Payable	8,944,460	1,276,856	10,221,316	1,355,972
Due to Other Funds	14,527	11,184	25,711	0
Accrued Compensated Absences	390,817	383,403	774,220	0
Customer Deposits	342,901	98,988	441,889	0
Other Accrued Liabilities	263,371	89,812	353,183	0
Current Portion of Long-Term Debt	132,328	2,336,263	2,468,591	0
Total Current Liabilities	10,088,404	4,196,506	14,284,910	1,355,972
Noncurrent Liabilities				
Bonds Payable	2,288,628	27,326,299	29,614,927	0
Loan Payable - Tennessee Revolving Loan Fund	0	793,237	793,237	0
Accrued Compensated Absences	257,726	212,392	470,118	0
Advances from TVA for Energy Service Loans	4,924	0	4,924	0
Other Post-Employment Benefit Liability	877,079	1,371,439	2,248,518	0
Total Noncurrent Liabilities	3,428,357	29,703,367	33,131,724	0
Total Liabilities	13,516,761	33,899,873	47,416,634	1,355,972
DEFERRED INFLOWS OF RESOURCES				
Deferred Pension Inflows	191,271	244,402	435,673	0
Deferred OPEB Inflows	216,889	339,127	556,016	0
Deferred Lease Revenue	365,143	0	365,143	0
Total Deferred Inflows of Resources	773,303	583,529	1,356,832	0
NET POSITION				
Net Investment in Capital Assets	51,009,323	96,571,663	147,580,986	350,866
Restricted: Pensions	398,904	509,711	908,615	0
Unrestricted Net Position	11,155,539	18,608,151	29,763,690	11,562,389
Total Net Position	$ 62,563,766	$ 115,689,525	$ 178,253,291	$ 11,913,255

The accompanying notes are an integral part of these financial statements.

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION

PROPRIETARY FUNDS

For the Period Ending June 30, 2025

	Business-type Activities-Enterprise Funds			
	Major Funds			Governmental Activities - Internal Service Funds
	Electric Department	Water and Sewer Department	Total	
OPERATING REVENUES				
Charges for Services	$ 78,455,878	$ 19,826,400	$ 98,282,278	$ 20,207,873
Rent and Lease Revenue	890,565	64,180	954,745	0
Other Revenue	696,767	2,798,125	3,494,892	3,019
Total Operating Revenues	80,043,210	22,688,705	102,731,915	20,210,892
OPERATING EXPENSES				
Purchased Power	63,616,200	0	63,616,200	0
Electric Operations	4,634,956	0	4,634,956	0
Water and Sewer Operations	0	8,828,341	8,828,341	0
Customer Accounts Expense	655,039	1,649,250	2,304,289	0
Administrative and General Expense	2,710,672	1,899,236	4,609,908	0
Sales Expense	302,498	0	302,498	0
Depreciation	4,204,598	4,745,483	8,950,081	148,901
Taxes	556,163	0	556,163	0
Information Technology Operating Expenses	0	0	0	1,604,457
Fleet Maintenance Operating Expenses	0	0	0	827,626
Facilities Operating and Maintenance Expenses	0	0	0	1,685,884
Self-Insurance Operating Expenses	0	0	0	15,445,141
Total Operating Expenses	76,680,126	17,122,310	93,802,436	19,712,009
OPERATING INCOME	3,363,084	5,566,395	8,929,479	498,883
NON-OPERATING REVENUES (EXPENSES)				
Interest Income	578,014	720,354	1,298,368	0
Amortization	0	(143,715)	(143,715)	0
Gain (Loss) on Capital Assets	(101,890)	188,227	86,337	0
Interest Expense	(86,594)	(816,003)	(902,597)	0
Total Non-Operating Revenues (Expenses)	389,530	(51,137)	338,393	0
CHANGE IN NET POSITION BEFORE CONTRIBUTIONS AND TRANSFERS	3,752,614	5,515,258	9,267,872	498,883
CONTRIBUTIONS AND TRANSFERS				
Capital Contributions	0	4,646,259	4,646,259	0
Payments in Lieu of Taxes	(1,103,976)	(474,335)	(1,578,311)	0
Total Contributions and Transfers	(1,103,976)	4,171,924	3,067,948	0
CHANGE IN NET POSITION	2,648,638	9,687,182	12,335,820	498,883
NET POSITION, July 1st	59,915,128	106,002,343	165,917,471	11,414,372
NET POSITION, June 30th	$ 62,563,766	$ 115,689,525	$ 178,253,291	$ 11,913,255

The accompanying notes are an integral part of these financial statements.

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

For the Fiscal Year Ended June 30, 2025

	Business-type Activities-Enterprise Funds			Governmental Activities - Internal Service Funds
	Major Funds			
	Electric Department	Water and Sewer Department	Total	
CASH FLOWS FROM OPERATING ACTIVITIES				
Collections from Customers	$ 79,049,944	$ 22,355,251	$ 101,405,195	$ 14,960,826
Receipts from Other Funds	0	0	0	4,960,117
Other Receipts	0	0	0	3,019
Payments to Employees	(4,056,456)	(5,166,406)	(9,222,862)	(508,423)
Payments to Other Suppliers of Goods and Services	(65,396,492)	(6,435,791)	(71,832,283)	(18,985,932)
Taxes	(556,163)	0	(556,163)	0
Net Cash Flows Provided By (Used in) Operating Activities	9,040,833	10,753,054	19,793,887	429,607
CASH FLOWS FROM NONCAPITAL FINANCING NONCAPITAL FINANCING ACTIVITIES				
Transfers to City of Maryville - In Lieu of Taxes	(1,103,976)	(474,335)	(1,578,311)	0
Net Cash Provided By (Used In) Non Capital Non Capital Financing Activities	(1,103,976)	(474,335)	(1,578,311)	0
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of Capital Assets	(5,117,614)	(10,125,623)	(15,243,237)	(156,322)
Utility Plant Removal Costs, Net of Salvage	(155,323)	(1,094)	(156,417)	0
Proceeds from Sale of Capital Assets	100,080	336,696	436,776	0
Principal Paid on Long-Term Debt	(1,115,000)	(2,082,940)	(3,197,940)	0
Interest Paid on Long-Term Debt	(128,817)	(1,046,770)	(1,175,587)	0
Energy Service Advances Repaid to TVA	(9,462)	0	(9,462)	0
Energy Service Loans Collected from Customers	9,462	0	9,462	0
Capital Contributions	0	4,646,259	4,646,259	0
Net Cash Flows Provided By (Used In) Capital and Related Financing Activities	(6,416,674)	(8,273,472)	(14,690,146)	(156,322)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received	578,014	720,354	1,298,368	0
Net Cash Flows Provided By (Used In) Investing Activities	578,014	720,354	1,298,368	0
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,098,197	2,725,601	4,823,798	273,285
CASH & CASH EQUIVALENTS - July 1st	11,380,702	13,763,592	25,144,294	12,086,583
CASH & CASH EQUIVALENTS - June 30th	$ 13,478,899	$ 16,489,193	$ 29,968,092	$ 12,359,868

The accompanying notes are an integral part of these financial statements.

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF CASH FLOWS (Continued)

PROPRIETARY FUNDS

For the Fiscal Year Ended June 30, 2025

	Business-Type Activities-Enterprise Funds			
	Major Funds			Governmental Activities - Internal Service Funds
	Electric Department	Water and Sewer Department	Total	
RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating Income	$ 3,363,084	$ 5,566,395	$ 8,929,479	$ 498,883
Adjustments to Reconcile Operating Income to				
Net Cash Provided By (Used In) Operating Activities				
Add (Deduct) Non-Cash Items				
Depreciation and Amortization	4,403,680	5,147,993	9,551,673	148,901
Changes in Assets and Liabilities				
Accounts Receivable	(496,769)	(299,952)	(796,721)	(282,477)
Rentals Receivable	17,700	0	17,700	0
Lease Receivables	4,813	19,097	23,910	0
Prepaids	(1,433)	(605)	(2,038)	0
Inventories	205,479	57,947	263,426	39,723
Accounts Payable	2,220,531	619,535	2,840,066	29,030
Accrued Compensated Absences	(107,119)	(105,143)	(212,262)	0
Accrued Post-Employment Benefit Obligation/Deferrals	(150,892)	(80,738)	(231,630)	0
Net Pension Obligation/Deferrals	(11,173)	(123,928)	(135,101)	0
Other Accrued Liabilities	109,164	3,377	112,541	0
Customer Deposits	(86,343)	(35,972)	(122,315)	0
Deferred Inflows - Leases	(14,688)	(16,627)	(31,315)	0
Due from Other Funds	(417,979)	0	(417,979)	(4,453)
Due to Other Funds	2,778	1,675	4,453	0
NET CASH FLOWS PROVIDED BY (USED IN) OPERATING ACTIVITIES	$ 9,040,833	$ 10,753,054	$ 19,793,887	$ 429,607

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(A) REPORTING ENTITY

The City of Maryville, Tennessee (the City), has existed under various charters in its over 200-year history. The most recent incorporation was authorized by *H.B. No 132 Private Chapter No 27* adopted by the State legislature on March 14, 1967. The act took effect September 1, 1967 and effectively recreated the City of Maryville as a Council-Manager City with five council members elected at large who in turn hire a City Manager for day-to-day administration. The charter authorizes the following services: public safety (police and fire), highways and streets, public utilities, health and social services, education, public improvements, planning and zoning, and general administrative services.

The financial statements of the City have been prepared in accordance with generally accepted accounting principles (GAAP) followed in the United States of America. The Governmental Accounting Standards Board (GASB) is the established and recognized standard-setting body for governmental accounting and financial reporting. The GASB periodically issues new or revised standards that are implemented by the City. The City is a primary government including Maryville City Schools (the School System) and has no component units.

(B) GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The basic financial statements include both government-wide and fund financial statements. Both the government-wide and fund financial statements categorize activities as either governmental activities or business-type activities. *Governmental activities* are normally supported by taxes and intergovernmental revenues. *Business-type activities* rely to a significant extent on fees and charges for support. All activities, both governmental and business-type, are reported in the government-wide financial statements using the economic resources measurement focus and the accrual basis of accounting, which includes long-term assets as well as long-term obligations. The government-wide financial statements focus more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal year.

The government-wide statement of activities demonstrates the degree to which the direct expenses, including depreciation, of the various departments of the City are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific department. Interest on general long-term debt and depreciation expense on assets shared by multiple departments are not allocated to the various departments. Program revenues include revenues from fines and forfeitures, licenses and permit fees, special assessment taxes, certain intergovernmental grants, other entities participation and charges for services. Taxes and other items not properly included among program revenues are reported as general revenues.

Generally, the effect of interfund activity has been removed from the government-wide financial statements. Net interfund activity and balances between governmental activities and business-type activities are shown in the government-wide financial statements.

The City does not currently utilize an indirect cost allocation system. The General Fund charges certain administrative fees to departments within other operating funds to support general services used by those funds. The expenditures/expenses are recorded as a reduction of expense in the allocating fund. Therefore, no elimination is required from either the government-wide or fund level financial statements.

The fund financial statements emphasis is on the major funds in either the governmental or business-type categories. Non-major funds are summarized into a single column.

Internal service funds of a government (which provide services primarily to other funds of the City) are presented as part of the proprietary fund financial statements. Since the principal users of the internal services are the City’s governmental activities, financial statements of internal service funds are consolidated into the governmental activities column when presented at the government-wide level. To the extent possible, the costs of these services are reflected in the appropriate department.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(C) BASIS OF PRESENTATION

The City uses funds to report on its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid in the City's financial management by segregating transactions related to certain functions or activities. The following categories are used by the City:

Governmental Fund Types

Governmental funds are those through which most of the governmental functions of the City are financed. The focus of governmental fund measurement, in the fund financial statements, is upon determination of financial position and changes in financial position rather than upon net income. Governmental funds include the following fund types:

General Fund: The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required or elected to be accounted for in another fund.

Special Revenue Funds: Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes. There is one (1) special revenue fund presented as a major fund in the basic financial statements as follows:

General Purpose School Fund: The General Purpose School Fund is used to account for the general operations of the Maryville City Schools. Major funding for the General Purpose School Fund is provided by state education funds, shared revenues provided by Blount County, and transfers from the General Fund.

Debt Service Fund: The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt (principal, interest, and related costs) not being accounted for in the Enterprise Funds. The Debt Service Fund is presented as a major fund in the basic financial statements.

Capital Projects Funds: Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). There is one (1) capital projects fund presented as a major fund in the basic financial statements as follows:

***Capital Projects Fund*:** The Capital Projects Fund is used to account for the City's major capital projects. Funding is provided by debt issues and transfers from the General Fund.

Proprietary Fund Types

Proprietary funds are used to account for the City's ongoing operations and activities, which are similar to those often found in the private sector. The focus of proprietary fund measurement is upon the determination of operating income, changes in net position, financial position, and cash flows. Proprietary funds include the following fund types:

Enterprise Funds: Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The following enterprise funds are used by the City:

***Electric Department Fund*:** The Electric Department Fund is used to account for the operation of the City's electric system. This fund is presented as a major fund in the basic financial statements.

***Water and Sewer Department Fund*:** The Water and Sewer Department Fund is used to account for the operation of the City's water and sewer system. This fund is presented as a major fund in the basic financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(C) BASIS OF PRESENTATION (Continued)

Proprietary Fund Types (Continued)

Internal Service Funds: Internal service funds are used to account for the providing of goods or services to other governmental operating units on a cost reimbursement basis. The purpose of centralizing certain activities in an internal service fund is to achieve a level of operating efficiency that may not be available if the same activities were performed by multiple units within the governmental organization. The following internal service funds are used by the City:

Employee Medical Self-Insurance Funds: The Employee Medical Self-Insurance Funds are used to account for the City's self-insured health insurance program. Premiums charged to various operating funds and employee payroll deductions are placed in this fund for the payment of medical claims and administrative expenses.

Retiree Medical Self-Insurance Funds: The Retiree Medical Self-Insurance Funds are used to account for the City's self-insured health insurance program for retirees. Premiums charged to various operating funds and retiree contributions are placed in this fund for the payment of medical claims and administrative expenses.

Self-Insured Workmen's Compensation Fund: The Self-Insured Workmen's Compensation Fund is used to account for the City's self-insured worker's compensation program. Premiums charged to various operating funds are placed in this fund for the payment of claims and administrative expenses.

Information Technology Systems Fund: The Information Technology Systems Fund is used to account for the operation of the City's computer information system. Data processing charges collected from various City funds are placed in this fund for the payment of operating expenses.

Fleet Maintenance Fund: The Fleet Maintenance Fund is used to account for the operation of the City's vehicle maintenance program. Vehicle maintenance charges collected from various City funds are placed in this fund for the payment of operating expenses.

Facilities Management Fund: The Facilities Management Fund is used to account for the operation of the City's physical facilities.

(D) MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. This presentation is deemed most appropriate to (1) demonstrate legal and covenant compliance, (2) demonstrate the source and use of liquid resources, and (3) demonstrate how the City's actual experience conforms to the annual budget. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (i.e., both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" is defined as collectible within the current period or within 60 days of the end of the current fiscal period. Expenditures, other than interest on long-term debt, are recorded when the related fund liability is incurred, if measurable. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues susceptible to accrual include property tax, local sales tax, state-shared sales tax, highway user tax, franchise fees, and interest earned on pooled investments. Licenses and permits, charges for services, fines and forfeitures and miscellaneous revenues are generally recorded as revenues when received in cash because they are not measurable until actually received. In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended for a specific purpose or project before any amounts will be paid to the City; therefore, revenues are based upon the expenditures recorded. In the other, monies are virtually unrestricted as to the purpose of expenditure and are usually revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(D) MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (Continued)

The City reports deferred revenues in the governmental funds if the potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Deferred revenues also arise when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred revenue is removed and revenue is recognized.

Since the governmental fund financial statements are presented on a basis different than the governmental activities column of the government-wide financial statements, a reconciliation is provided immediately following each fund statement. These reconciliations briefly explain the adjustments necessary to transform the fund financial statements into the governmental activities column of the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. An exception to this rule is charges between the government’s electric and water/sewer functions and various functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the applicable functions.

Amounts reported as program revenue include (1) charges to customers or users who purchase, use or directly benefit from goods or services provided by a particular department, (2) operating grants and contributions that are restricted to meeting the operational requirements of a particular department, and (3) capital grants and contributions that are restricted. Taxes, investment income and other revenues not identifiable with a particular department are included as general revenues. The general revenues support the net costs of the departments not covered by program revenues.

When both restricted and unrestricted resources are available for use, it is the City’s policy to use restricted resources first, then unrestricted resources, as they are needed.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing goods and services of the fund’s principal ongoing operations. Operating expenses include the cost of providing the goods and services, administrative expenses, and depreciation on capital assets. Non-operating revenues and expenses are items such as investment income and interest expense, which are not a result of the direct operations of the activity.

(E) ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND NET POSITION/FUND BALANCES

Deposits and Investments - Cash and cash equivalents include cash on hand, bank deposits and short-term investments with maturities of three months or less at the time of purchase, including deposits with the State Treasurer’s Local Government Investment Pool (LGIP). The City pools substantially all of its cash and cash equivalents except for bank balances of the school funds, Electric Department Fund and Water and Sewer Department Fund. All bank deposits are fully insured by the Tennessee Investment Collateral Pool.

Deposits with LGIP may be withdrawn with a maximum of one day’s notice and are valued at cost. The State Pooled Investment Fund, of which LGIP is a part, is managed like a Rule SEC 2a-7 fund. The same investment guidelines are followed, but the State Pooled Investment Fund is not reported to the SEC.

The State Pooled Investment Fund is governed by the State Funding Board in accordance with Tennessee Code Annotated. The Funding Board is comprised of the State Treasurer, the Comptroller, the Commissioner of Finance and Administration, the Secretary of State and the Governor. Reporting is done monthly, quarterly and annually and there are regularly scheduled meetings. The Funding Board has developed an Investment Policy which meets Rule SEC 2a-7 requirements and State laws.

Receivables - All receivables are shown net of an allowance for uncollectible accounts.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(E) ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND NET POSITION/FUND BALANCES (Continued)

Unbilled Accounts Receivable - The City of Maryville Utilities delay the recording of some accrued revenues due to the staggering of meter reading dates during the month. Consequently, there is a lag in meter reading time and billing dates as the utilities do not bill at a cut-off date of June 30th, the year-end. Unbilled revenues are estimated by calculation of average daily revenue for the number of days unrecorded based on the following month's billing.

For the Electric Department at June 30, 2025, unrecorded unbilled revenue was estimated to be $2,900,722.

For the Water and Sewer Department at June 30, 2025, unrecorded unbilled revenue was estimated to be $673,213.

Expenses and the related purchased power for the unrecorded unbilled revenue have been reflected in the Statements of Revenues, Expenses and Changes in Fund Net Position of each respective utility.

Inventories and Prepaid Items - Materials and supplies inventories of the proprietary funds are maintained by a perpetual inventory accounting system and are valued on a basis of average cost. Inventory of the Maryville City Schools' Cafeteria Fund is accounted for by the purchase method and is valued on a basis of average cost.

Prepaid items consist of payments to vendors for costs applicable to future accounting periods. These items are recorded as prepaid items in both the government-wide and fund financial statements.

Regulated Operations - The Electric Department Fund is an electric utility operation regulated by Tennessee Valley Authority (TVA), an agency of the federal government. TVA exercises oversight in the rate setting process and requires the use of accounting policies for public electric utilities as prescribed by the Federal Energy Regulatory Commission (FERC).

Capital Assets - Capital assets, including public domain infrastructure (e.g. roads, bridges, sidewalks, and culverts) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 and an estimated useful life greater than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. Capital assets received in a service concession arrangement are reported at estimated acquisition value.

The cost of normal maintenance and repairs that do not add to the value of the asset, or materially extend its life, are not capitalized. Major improvements are capitalized and depreciated over the remaining useful lives of the related capital assets.

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

Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives (land, rights-of-way/easements, and construction-in-progress are not depreciated):

Assets	Useful Life (Years)
Buildings	50
Improvements	20-50
Equipment and Vehicles	5-25
Infrastructure	25-50

The City of Maryville Utilities applies the mass-asset convention of accounting to certain capital assets. The original cost of utility plant assets retired or otherwise disposed of and the cost of removal less salvage value is charged to accumulated depreciation. When the City of Maryville Utilities retires other property, the related asset and accumulated depreciation are removed from the accounts and the gain or loss is included in the results of operations. Depreciation for certain transportation equipment is distributed to various accounts on the basis of labor for each asset.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(E) ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND NET POSITION/FUND BALANCES (Continued)

Deferred Outflows of Resources/Inflows of Resources - In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to future periods and therefore, will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time.

Compensated Absences - Accumulated unpaid vacation and vested sick pay are accrued in the Government-wide and all Proprietary Fund statements. Long-term liabilities of the governmental funds are not shown on the fund financial statements, as these benefits are not expected to be liquidated with expendable available financial resources.

City Employees - Employees earn vacation and sick leave in varying amounts in accordance with administrative policies and can carry over leave based on years of service. An employee who retires may have one-half of accrued sick leave credited toward additional service for retirement purposes, not to exceed 540 hours for fireman and 360 hours for all other employees.

School System Personnel - Personnel on a 235-day contract are entitled to earn five days of paid vacation time and are authorized to carry over five days from year to year. Personnel employed on a 260-day contract are entitled to earn paid vacation time up to a maximum of 20 days per year depending on years employed and carry over a maximum of 20 days. Personnel accumulate sick leave at 10, 11 or 12 days per year, depending upon the employee's contract and carries forward indefinitely. Non-professional employees of the School System receive no compensation for accumulated sick leave upon retirement. However, upon retirement, professional employees of the School System receive an additional month of employment credit for the purpose of computing retirement benefits for every twenty (20) days of accumulated sick leave.

Long-Term Obligations - In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type. Debt premiums and discounts are deferred and amortized over the life of the debt. Debt payable is reported net of the applicable premium or discount.

In the fund financial statements, governmental fund types recognize debt premiums and discounts, as well as debt issuance costs, in the period in which the debt is issued. 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.

Proprietary fund financial statements recognize debt premiums and discounts as deferrals that are amortized to interest expense over the life of the debt. Debt payable is reported net of the applicable premium or discount. Debt issue costs that are recovered through rate charges established by the regulatory authority are recognized as deferred regulatory charges. They are amortized over the life of the debt.

Interfund Transactions - Interfund transactions consist of identified services performed for other funds or costs billed to other funds and are recorded as expenditures in the fund receiving the services and as a reimbursement, reducing expenditures, in the fund performing the services except for sales of electric and water/sewer services to other City departments and the internal service risk management or health charges which are recorded as revenue and expenditures in the appropriate funds. All other interfund transactions are reported as transfers.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(E) ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND NET POSITION/FUND BALANCES (Continued)

Net Position and Fund Balance - Government-wide and proprietary fund net position is classified into three components. “Net investment in capital assets” consists of capital assets net of accumulated depreciation and reduced by outstanding debt used to finance the purchase or construction of those assets. “Restricted” net position is noncapital net position that must be used for a particular purpose as specified by creditors, grantors, or contributors external to the City. “Unrestricted” net position is remaining net position that does not meet the definition of the other two categories.

Governmental fund equity is classified as fund balance. The City follows GASB No. Statement 54, *Fund Balance and Governmental Fund Type Definitions.* Under this statement fund balances are classified into the following categories:

a. Nonspendable fund balances comprise those amounts that cannot be spent due to their form (e.g. inventory and prepaids) or funds that legally or contractually are required to be maintained intact.

b. Restricted fund balances comprise those amounts constrained to be used for a specific purpose by external parties, constitutional provisions or enabling legislation.

c. Committed fund balances comprise those amounts that are set aside for a specific purpose by the City’s highest level of decision-making authority (City Council) through its highest level of formal action (ordinance). Formal action must be taken prior to the end of the fiscal year. The same formal action must be taken to remove or change the limitations placed on the funds.

d. Assigned fund balances consist of amounts that are set aside with the intent to be used for a specific purpose by the City’s highest level of decision-making body. Assigned fund balances may not cause a deficit in unassigned fund balance.

e. Unassigned fund balances consist of excess funds that have not been classified in the previous four categories. The general fund is the only governmental fund that reports positive unassigned fund balance.

City Council has retained the authority to assign funds for specific purposes. When both restricted and unrestricted funds are available for expenditure, restricted funds are spent first unless legal requirements disallow it. When committed, assigned and unassigned funds are available for expenditure, committed funds are spent first, assigned funds next, and unassigned funds last.

The City has a Fund Balance Policy to maintain in the General Fund an unassigned fund balance of at least 25% and not more than 40% of General Fund revenue. Should unassigned fund balance decline below 25% of revenue, the City Manager is required to provide the City Council a plan to increase fund balance to at least 25% of revenue over a period not to exceed three years.

Pensions - 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 City’s participation in the Public Employee Retirement Plan, the Teacher Legacy Pension Plan, and the Teacher Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and the additions to/deductions from the City’s fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Retirement Plan, the Teacher Legacy Pension Plan, and the Teacher Retirement Plan of TCRS. Investments are reported at fair value.

Estimates - The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses/expenditures, and the disclosure of contingent assets and liabilities at the date of the basic financial statements. Actual results could differ from those estimates.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(F) ADOPTION OF NEW ACCOUNTING STANDARD

The City adopted the provisions of GASB Statement No. 101, *Compensated Absences*. This Statement provides guidance on the accounting and financial reporting for compensated absences for government end users (governments). It requires recognition for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. The Statement's effect on the financial statements is more fully explained in Note 18.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

(A) BUDGETARY INFORMATION

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. At least forty-five (45) days before the beginning of the budgetary fiscal year, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1st. The operating budget includes proposed expenditures and the means of financing them. The legal level of budgetary control is at the department level.
2. Public hearing is conducted by the City to obtain taxpayer comments.
3. Prior to July 1st, the budget is legally enacted through passage of an ordinance on two separate readings.
4. The City Manager is authorized to transfer appropriations between any program or line item within a department without the approval of the City Council. However, any revisions that alter the total expenditures of any department, and all other budget amendments, must be approved by the City Council.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds and Debt Service Fund. Formal budgetary integration is employed for the Debt Service Fund even though effective budgetary control is additionally achieved through general obligation bond indenture provisions. Because Capital Projects Funds are project-oriented and may extend over two (2) or more fiscal years, the recording of an annual budget is not necessary. Budgeted appropriations lapse at year-end.
6. Budgets for the General, Special Revenue and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles.

(B) SUPPLEMENTAL APPROPRIATIONS

The following revisions were made to the original fiscal 2025 budgeted expenditures and other financing uses by additional appropriations for the following major governmental funds:

Fund	Original Budget	Revisions	Final Budget
General Fund	$ 57,435,826	$ 2,700,000	$ 60,135,826
General Purpose School Fund	$ 73,252,819	$ 1,516,917	$ 74,769,736
Debt Service Fund	$ 7,262,815	$ 0	$ 7,262,815

NOTE 3 - DEPOSITS AND INVESTMENTS

Custodial Credit Risk - Deposits - For cash and cash equivalents, this is the risk that, in the event of a bank failure, the City's deposits may not be available, or the City will not be able to recover collateral securities in the possession of an outside party. The City's policy requires that deposits be either (1) secured and collateralized by the institutions at 105% of the value of the deposits placed in the institution, less the amount protected by federal depository insurance or (2) that deposits be placed in financial institutions that participate in the bank collateral pool administered by the Treasurer of the State of Tennessee. Institutions participating in the collateral pool determine the aggregated balance of their public fund accounts. The amount of collateral required to secure these public deposits must be at least 105% of the average daily balance of public deposits held.

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

The City's investment policy allows investments in obligations of the U.S. Treasury and other authorized investments as more fully explained in Note 1.

Included in Cash and Cash equivalents at June 30, 2025 were balances in the State Treasurer's Local Government Investment Pool (LGIP) in the amount of $113,388,284. Deposits with the LGIP are not subject to categorization and are reported at amortized cost. The LGIP is not registered with the SEC as an investment company. However, the LGIP has a policy that it will operate in a manner consistent with the SEC's Rule 2a-7. SEC Rule 2a-7 allows SEC registered mutual funds to use amortized cost rather than fair value to report net assets to compute share prices if certain conditions are met. State statutes require the State Treasurer to administer the LGIP under the same terms and conditions, including collateral requirements, as required for other funds invested by the Treasurer. The reported value of the pool is the same as the fair value of the pool shares. There are no minimum or maximum dollar limits on the size of withdrawal transactions. In most cases, a withdrawal will be honored the same day it is requested. However, withdrawals of $5,000,000 or more will be honored the next working day after request.

NOTE 4 - PROPERTY TAX

The City's property tax is levied each September 1st on the assessed value as listed by the County Assessor and is payable by each November 30th. Beginning December 1st, interest and penalty is accrued on unpaid property taxes. The City's tax rate for the year ended June 30, 2025, was $1.63 per $100 of assessed value.

Property taxes levied for 2024 and prior years, but uncollected as of June 30, 2025, are recorded as receivables, net of estimated amounts uncollectible based upon collections in prior years. The allowance for uncollectible property taxes as of June 30, 2025 is $75,955. The taxes collected during the fiscal year ended June 30, 2025, and those taxes expected to be collected in the subsequent sixty (60) days, are recognized as revenues in the fiscal year ended June 30, 2025. The remainder of net property taxes receivable are recorded as deferred revenue.

Property taxes levied for the fiscal year ending June 30, 2026 are recorded as receivables and deferred revenue.

NOTE 5 - INTERFUND BALANCES AND TRANSFERS

As of June 30, 2025, interfund receivables and payables were as follows:

	Due From Other Funds	Due to Other Funds	Total Balances
Governmental Activities			
General Fund	$ 0	$ (22,986)	$ (22,986)
General Purpose School Fund	379,006	(6,592)	372,414
Capital Projects Fund	0	(417,979)	(417,979)
Nonmajor Funds	32,303	(356,020)	(323,717)
Total Governmental Activities	$ 411,309	$ (803,577)	$ (392,268)
Business-Type Activities			
Electric Department	$ 417,979	$ (14,527)	$ 403,452
Water and Sewer Department	0	(11,184)	(11,184)
Total Business-type Activities	$ 417,979	$ (25,711)	$ 392,268

Interfund balances above resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. Balances are usually cleared on a monthly basis.

NOTE 5 - INTERFUND BALANCES AND TRANSFERS (Continued)

Transfers during the year are as follows:

	Transfers to:					
Transfers From:	General Fund	Debt Service Fund	General Purpose Schools	Capital Projects Fund	Nonmajor Governmental Funds	Total
General Fund	$ 0	$ 7,100,000	$ 9,422,500	$ 4,556,100	$ 3,581,453	$ 24,660,053
General Purpose Schools Fund	0	186,768	0	0	2,140,813	2,327,581
Nonmajor Governmental Funds	0	0	0	0	480,084	480,084
Electric Department Fund	1,103,976	0	0	0	0	1,103,976
Water and Sewer Department Fund	474,335	0	0	0	0	474,335
Total	$ 1,578,311	$ 7,286,768	$ 9,422,500	$ 4,556,100	$ 6,202,350	$ 29,046,029

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 6 - CAPITAL ASSETS

A summary of capital asset activity, for the government-wide financial statements, for the fiscal year ended June 30, 2025 is as follows:

	Balance July 1, 2024	Increases / Transfers In	Decreases / Transfers Out	Balance June 30, 2025
Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land	$ 10,981,570	$ 0	$ 0	$ 10,981,570
Rights-of-Way/Easements	1,449,085	0	0	1,449,085
Construction in Progress	8,834,286	16,449,139	(3,016,902)	22,266,523
Total Capital Assets, Not Being Depreciated	21,264,941	16,449,139	(3,016,902)	34,697,178
Capital Assets, Being Depreciated:				
Buildings and Improvements	192,595,033	1,280,303	(195,749)	193,679,587
Infrastructure	56,411,963	1,543,572	0	57,955,535
Equipment and Vehicles	30,316,391	3,880,087	(2,106,460)	32,090,018
Leased Communications Equipment	1,245,379	0	0	1,245,379
Subscription-based Assets	1,646,319	0	0	1,646,319
Total Capital Assets, Being Depreciated	282,215,085	6,703,962	(2,302,209)	286,616,838
Less Accumulated Depreciation for:				
Buildings and Improvements	(78,153,194)	(5,010,391)	86,623	(83,076,962)
Infrastructure	(22,560,860)	(1,786,283)	0	(24,347,143)
Equipment and Vehicles	(15,829,557)	(2,951,987)	1,576,739	(17,204,805)
Less Accumulated Amortization for:				
Leased Communications Equipment	(310,672)	(124,628)	0	(435,300)
Subscription-based Assets	(621,064)	(293,011)	0	(914,075)
Total Accumulated Depreciation / Amortization	(117,475,347)	(10,166,300)	1,663,362	(125,978,285)
Total Capital Assets, Being Depreciated/Amortized, Net	164,739,738	(3,462,338)	(638,847)	160,638,553
Governmental Activities Capital Assets, Net	$ 186,004,679	$ 12,986,801	$ (3,655,749)	$ 195,335,731

NOTE 6 - CAPITAL ASSETS (Continued)

	Balance July 1, 2024	Increases	Decreases	Balance June 30, 2025
Business-Type Activities				
Capital Assets, Not Being Depreciated:				
Land and Land Rights	$ 3,867,684	$ 354,148	$ 0	$ 4,221,832
Construction in Progress	20,123,112	8,634,976	(18,427,427)	10,330,661
Total Capital Assets, Not Being Depreciated	23,990,796	8,989,124	(18,427,427)	14,552,493
Capital Assets, Being Depreciated:				
Electric Plant in Service:				
Transmission	6,466,585	79,243	(250,153)	6,295,675
Distribution	78,690,980	2,671,625	(4,646,127)	76,716,478
General	10,163,449	936,804	(664,468)	10,435,785
Water Plant in Service	52,895,834	5,175,411	(539,855)	57,531,390
Sewer Plant in Service	119,840,210	15,818,456	(511,439)	135,147,227
Total Capital Assets, Being Depreciated	268,057,058	24,681,539	(6,612,042)	286,126,555
Less Accumulated Depreciation for:				
Electric Plant in Service:				
Transmission	(3,921,931)	(265,031)	250,153	(3,936,809)
Distribution	(36,906,187)	(3,662,125)	4,801,450	(35,766,862)
General	(7,304,250)	(678,493)	664,468	(7,318,275)
Water Plant in Service	(23,934,585)	(1,553,436)	401,397	(25,086,624)
Sewer Plant in Service	(45,141,185)	(3,477,543)	385,508	(48,233,220)
Total Accumulated Depreciation / Amortization	(117,208,138)	(9,636,628)	6,502,976	(120,341,790)
Total Capital Assets, Being Depreciated/Amortized, Net	150,848,920	15,044,911	(109,066)	165,784,765
Business-Type Activities Capital Assets, Net	$ 174,839,716	$ 24,034,035	$ (18,536,493)	$ 180,337,258

Depreciation and amortization expense was charged to the governmental functions in the government-wide financial statement as follows:

General Government	$ 1,263,136
Public Safety	1,020,373
Public Works	3,285,201
Culture and Recreation	518,717
Education	4,078,873
	$ 10,166,300

NOTE 7 - LEASES

The City, as a lessor, has entered into lease agreements involving land. Payments are generally fixed monthly payments with certain variable payments not included in the measurement of the lease receivable. Variable payments are based on a percentage of lessee's revenue above the fixed payment amount. During the year ended June 30, 2025, the City recognized the following related to its lessor agreements:

Lease Revenue	$ 31,452
Interest Income Related to Leases	32,082
Revenue from Variable Payments not Previously Included in the Measurement of the Lease Receivable	134,889
	$ 198,423

See Note 8 for lease agreements entered into with the City as lessee.

NOTE 8 - DEBT AND LONG-TERM LIABILITIES

(A) BONDS AND NOTES PAYABLE

General Obligation Bonds - The City issues general obligation bonds to provide for the acquisition and construction of major roads, capital facilities and equipment. General obligation bonds have been issued for general government activities, business-type activities and to refund previously issued general obligation bonds. These bonds are generally issued as serial bonds with level debt service payments over 20 years except refunding bonds are generally issued matching the maturities of the bonds being refunded. General obligation bonds outstanding at June 30, 2025 were as follows:

	Governmental Activities	Business-type Activities	Total
$27,795,000 - 2017A General Obligation Refunding, due in annual installments of $325,000 to $2,260,000 through June 1, 2030; interest at 2.25% to 5.0%.	$ 10,745,000	$ 0	$ 10,745,000
$24,000,000 - 2018A General Obligation Public Improvement, due in annual installments starting in 2021 of $780,000 to $1,620,000 through June 1, 2040; interest at 3.0% to 5.0%.	14,915,000	4,770,000	19,685,000
$17,525,000 - 2021 General Obligation Refunding Bonds, due in annual installments starting in 2022 of $825,000 to $2,125,000 through June 1, 2034; interest at 2.0% to 5.0%.	13,015,000	410,000	13,425,000
Total General Obligation Bonds	$ 38,675,000	$ 5,180,000	$ 43,855,000

Revenue Bonds - The City issues revenue bonds to provide funds for the acquisition and construction of major capital facilities and to refund previously issued revenue bonds. These bonds are generally issued as serial bonds with varying amounts of principal maturing each year. Revenue bonds outstanding at June 30, 2025 were as follows:

	Governmental Activities	Business-type Activities	Total
$31,800,000 - 2017B Water and Sewer Revenue and Tax Refunding, due in annual installments of $270,000 to $2,440,000 through June 1, 2038; interest at 2.25% to 5.0%.	$ 0	$ 26,500,000	$ 26,500,000
Total Revenue Bonds	$ 0	$ 26,500,000	$ 26,500,000

The Water and Sewer Fund annual total revenue of approximately $23 million is pledged to pay principal and interest on these bonds which will be $2,394,719 for the year ending June 30, 2026.

NOTE 8 - DEBT AND LONG-TERM LIABILITIES (Continued)

(A) BONDS AND NOTES PAYABLE (Continued)

Notes Payable (Direct Borrowings) - The City has entered loan agreements with the State of Tennessee for school capital projects and a sewer system capital project at favorable interest rates. The notes payable outstanding at June 30, 2025 were as follows:

	Governmental Activities	Business-type Activities	Total
$18,720,000 - Tennessee State School Bond Authority Note, due in monthly installments of $97,342 to $110,118 through July 1, 2026; interest at 1.515%.	$ 1,296,009	$ 0	$ 1,296,009
$1,240,328 - Tennessee School Energy Efficiency Note, due in monthly installments of $15,456 through April 1, 2026; interest at 1.5%.	139,098	0	139,098
$2,304,000 - Tennessee Revolving Fund loan, due in monthly installments for twenty years through June 30, 2031 with interest at 2.09%	0	793,236	793,236
Total Notes Payable	1,435,107	793,236	2,228,343
Total Debt Payable	$ 40,110,107	$ 32,473,236	$ 72,583,343

The various bond indentures contain significant limitations and restrictions on annual debt service requirements. The City is in compliance with all significant limitations and restrictions. Premiums related to issuance of bonds are being amortized over the life of the bonds.

The following is a summary of debt transactions of the City for the fiscal year ended June 30, 2025:

	Debt Payable July 1, 2024	Debt Issued	Debt Retired	Debt Refunding	Debt Payable June 30, 2025
General Obligation Bonds	$ 48,155,000	$ 0	$ 4,300,000	$ 0	$ 43,855,000
Revenue Bonds	28,995,000	0	2,495,000	0	26,500,000
Notes Payable (Direct Borrowings):					
Tennessee State School Bond Authority	2,463,886	0	1,167,877	0	1,296,009
Tennessee Revolving Loan Fund	916,176	0	122,940	0	793,236
Tennessee School Energy Efficiency Loan	322,273	0	183,175	0	139,098
Total Debt Payable	$ 80,852,335	$ 0	$ 8,268,992	$ 0	$ 72,583,343

For governmental activities, the City's charter provides a debt limit of 15% of assessed property values. As of June 30, 2025, the debt limit was $260.7 million and the legal debt margin is $222 million. There is no debt limit for business-type activities.

The following is a summary of the City's debt service requirements in five-year increments:

Fiscal Years	Governmental Activities				Business-type Activities				Total	
Ending	Bonds		Direct Borrowings		Bonds		Direct Borrowings			
June 30,	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	$ 3,815,000	$ 1,358,156	$ 1,435,107	$ 284,569	$ 2,100,000	$ 1,023,156	$ 125,496	$ 15,156	$ 7,475,603	$ 2,681,037
2027	3,795,000	1,167,406	0	0	2,035,000	918,156	128,100	12,552	5,958,100	2,098,114
2028	3,925,000	977,656	0	0	2,050,000	816,406	539,640	23,006	6,514,640	1,817,068
2029	4,055,000	840,256	0	0	2,135,000	762,994	0	0	6,190,000	1,603,250
2030	4,050,000	703,563	0	0	2,205,000	707,738	0	0	6,255,000	1,411,301
2031 - 2035	13,245,000	1,970,613	0	0	12,210,000	2,497,998	0	0	25,455,000	4,468,611
2036 - 2040	5,790,000	602,455	0	0	8,945,000	620,802	0	0	14,735,000	1,223,257
Totals	$ 38,675,000	$ 7,620,105	$ 1,435,107	$ 284,569	$ 31,680,000	$ 7,347,250	$ 793,236	$ 50,714	$ 72,583,343	$ 15,302,638

NOTE 8 - DEBT AND LONG-TERM LIABILITIES (Continued)

(B) LEASE OBLIGATIONS

Communications Equipment

In 2022 the City entered into an agreement with Blount County, Tennessee to acquire emergency communication equipment with Blount County being the lessor. The City's prorata share of the cost was $1,245,379 and the City is required to make annual payments of $131,458 including interest at 1.20% for 10 years.

Changes in lease obligations for the year end June 30, 2025 were:

	Balance July 1, 2024	Additions	Payments	Balance June 30, 2025
Communications Equipment	$ 877,583	$ 0	$ 120,927	$ 756,656

The following is a summary of the City's payments of lease obligations in five-year increments:

	Governmental Activities	
Fiscal Years Ending June 30,	Principal	Interest
2026	$ 122,379	$ 9,080
2027	123,847	7,611
2028	125,333	6,125
2029	126,837	4,621
2030	128,359	3,099
2031	129,901	1,559
Totals	$ 756,656	$ 32,095

(C) SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENT OBLIGATIONS

The City has entered into subscription-based information technology arrangements obligations (SBITAs) for various technology systems.

Changes in SBITA obligations for the year end June 30, 2025 were:

	Balance July 1, 2024	Additions	Payments	Balance June 30, 2025
Governmental Activities				
Subscription-Based Arrangements	$ 541,075	$ 0	$ 150,202	$ 390,873

The following is a summary of the City's SBITA obligations in five-year increments:

	Governmental Activities	
Fiscal Years Ending June 30,	Principal	Interest
2026	$ 158,774	$ 17,510
2027	167,803	9,387
2028	64,296	1,213
Totals	$ 390,873	$ 28,110

NOTE 8 - DEBT AND LONG-TERM LIABILITIES (Continued)

(D) TOTAL LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the fiscal year ended June 30, 2025:

	Balance July 1, 2024	Additions	Reductions	Balance June 30, 2025	Due Within One Year
Governmental Activities					
Debt Payable:					
General Obligation Bonds	$ 42,395,000	$ 0	$ 3,720,000	$ 38,675,000	$ 3,815,000
Notes Payable	2,786,159	0	1,351,052	1,435,107	1,435,107
Premium on Bond Issuance	3,640,113	0	512,825	3,127,288	512,825
Total Debt Payable	48,821,272	0	5,583,877	43,237,395	5,762,932
Other Liabilities:					
Leases	877,583	0	120,927	756,656	122,379
Subscription-based Obligations	541,075	0	150,202	390,873	158,774
Compensated Absences	4,959,415	142,317 *	0	5,101,732	3,590,865
Total Other Liabilities	6,378,073	142,317	271,129	6,249,261	3,872,018
Total Liabilities	$ 55,199,345	$ 142,317	$ 5,855,006	$ 49,486,656	$ 9,634,950

* The change in the compensated absences liability is presented as a net change.

	Balance July 1, 2024	Additions	Reductions	Balance June 30, 2025	Due Within One Year
Business-Type Activities					
Debt Payable:					
General Obligation Bonds	$ 6,760,000	$ 0	$ 1,580,000	$ 5,180,000	$ 540,000
Revenue Bonds	27,995,000	0	1,495,000	26,500,000	1,560,000
Notes Payable	916,176	0	122,940	793,236	125,496
Premium on Bond Issuance	646,614	0	243,095	403,519	243,095
Total Debt Payable	36,317,790	0	3,441,035	32,876,755	2,468,591
Other Liabilities:					
Compensated Absences	1,456,599	0	212,261 *	1,244,338	774,220
Total Liabilities	$ 37,774,389	$ 0	$ 3,653,296	$ 34,121,093	$ 3,242,811

* The change in the compensated absences liability is presented as a net change.

Governmental activities compensated absences are generally liquidated by the General Fund and the General Purpose School Fund.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM

Employees of the City and School System participate in the following retirement systems:

a. Public Employee Retirement Plan.
b. Teachers Legacy Plan - Closed to new membership on June 30, 2014.
c. Teachers Retirement Plan - For teachers employed starting July 1, 2014.
d. Higher Education and Teacher Hybrid Plan - Defined contribution plan for teachers.
e. City of Maryville Utilities Retirement Program - Defined contribution plan for employees of the Maryville Utilities which was closed to new members on June 30, 1988.
f. Deferred Compensation Plan.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

The Public Employee Retirement Plan, Teachers Legacy Plan and Teachers Retirement Plan are defined benefits plans administered by the Tennessee Consolidated Retirement System (TCRS). The TCRS was created by state statute under Tennessee Code Annotated Title 8, Chapters 34 - 37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at *https//treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-investment-Policies.*

The following information is provided to support the balances as of June 30, 2025 in the total column on the Statement of Net Position on page 1 of the financial statements and to present pension expense for all defined benefit plans.

	Public Employee Retirement Plan	Teachers Legacy Plan	Teachers Retirement	All Plans
Net Pension Asset	$ 3,165,910	$ 12,471,991	$ 269,776	$ 15,907,677
Pension Deferred Outflows	$ 9,924,489	$ 4,955,381	$ 440,892	$ 15,320,762
Pension Deferred Inflows	$ 1,518,022	$ 2,556,738	$ 183,839	$ 4,258,599
Pension Expense (Benefit)	$ 2,843,902	$ 2,695,529	$ 217,978	$ 5,757,409

The following information applies to all three defined benefit plans administered by the TCRS and is provided here so it is not repeated in the descriptions of each of these plans.

Contributions

Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. By law, employer contributions are required to be paid. The TCRS may intercept the City's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contribution (ADC) and member contributions are expected to finance the cost 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)

Net Pension Liability (Asset): The net pension liability (asset) for each plan was measured as of 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 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 4.00%
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 improvements.

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.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Net Pension Liability (Asset) (Continued)

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020 actuarial experience study. A blend of future capital market projections and historical market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25%. 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	Long-Term Expected Real Rate of Return	Target Allocation
U.S. Equity	4.88%	31%
Developed Market International Equity	5.37%	14%
Emerging Markets International Equity	6.09%	4%
Private Equity and Strategic Lending	6.57%	20%
U.S. Fixed Income	1.20%	20%
Real Estate	4.38%	10%
Short-Term Securities	0.00%	1%
Total		100%

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

Discount Rate: The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from Maryville 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.

(A) PUBLIC EMPLOYEES RETIREMENT PLAN

General Information about the Pension Plan

Plan Description: Employees of the City are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS.

Benefits Provided: Tennessee Code Annotated Title 8, Chapters 34 - 37 establishes 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 5 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 at age 55 and vested. Members vest with 5 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 10% and include projected service credits. A variety of death benefits are 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 2nd 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 3%, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A 1% COLA is granted if the CPI change is between one-half percent and 1%. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(A) PUBLIC EMPLOYEES RETIREMENT PLAN (Continued)

General Information about the Pension Plan (Continued)

Employees Covered by the 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	375
Inactive Employees Entitled to, but not yet Receiving Benefits	388
Active Employees	472
Total	1,235

Contributions: Employees contribute 5% of salary. The City 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, employer contributions for the City were $3,345,905 based on a rate of 11.15% of covered payroll. By law, employer contributions are required to be paid.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances at June 30, 2023	$ 129,438,582	$ 130,022,444	$ (583,862)
Changes for the Year:			
Service Cost	2,398,771	0	2,398,771
Interest	8,715,774	0	8,715,774
Difference between Expected and Actual Experience	3,336,489	0	3,336,489
Contributions - Employer	0	3,071,945	(3,071,945)
Contributions - Employees	0	1,380,634	(1,380,634)
Net Investment Income	0	12,642,537	(12,642,537)
Benefit Payments - Including Refunds of Employee Contributions	(5,429,549)	(5,429,549)	0
Administrative Expenses	0	(62,034)	62,034
Net Changes	9,021,485	11,603,533	(2,582,048)
Balances at June 30, 2024	$ 138,460,067	$ 141,625,977	$ (3,165,910)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate: The following presents the net pension liability (asset) of the City calculated using the discount rate of 6.75%, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability (Asset)			
2024	$ 15,745,203	$ (3,165,910)	$ (18,820,523)

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(A) PUBLIC EMPLOYEES RETIREMENT PLAN (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Expense: For the year ended June 30, 2025, the City recognized pension expense of $2,843,902.

Deferred Outflows of Resources and Deferred Inflows of Resources: For the year ended June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to this pension plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 5,076,059	$ 37,928
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	1,480,094
Changes of Assumptions	1,502,525	0
Contributions Subsequent to the Measurement Date of June 30, 2024	3,345,905	0
Total	$ 9,924,489	$ 1,518,022

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 fiscal year ending June 30, 2025.

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

For the Years ended June 30,	
2026	$ 1,164,229
2027	3,482,870
2028	526,387
2029	(112,924)

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

Payable to the Pension Plan

At June 30, 2025, the City reported no outstanding amount of contributions to the pension plan, including employee contributions, required at the year ended June 30, 2025.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(B) TEACHERS LEGACY PLAN

General Information about the Pension Plan

Plan Description: Teachers employed by the 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 Local Education Agencies (LEAs) after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan.

Benefits Provided: Tennessee Code Annotated Title 8, Chapters 34-37 establishes 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 5 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 at age 55 and vested. 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 non-service-related disability eligibility. The service related and non-service-related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10% and include projected service credits. A variety of death benefits are 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 2^{nd} 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 3%, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A 1% COLA is granted if the CPI change is between one-half percent and 1%. 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 contribute 5% of salary. The 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 School System for the year ended June 30, 2025 to the Teacher Legacy Pension Plan were $1,515,362 which is 6.36% of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets): At June 30, 2025, the School System reported a liability (asset) of $(12,471,991) for its proportionate share of net pension liability. The net pension liability 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 Systems' proportion of the net pension liability was based on the School Systems' 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 Systems' proportion was 0.723911%. The proportion measured as of June 30, 2023 was 0.731405%.

Pension Expense (Negative Pension Expense): For the year ended June 30, 2025**,** the School System recognized pension expense (negative pension expense) of $2,695,529.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(B) TEACHERS LEGACY PLAN (Continued)

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

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 this pension from the following sources shown below:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 3,325,949	$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	2,429,037
Changes in Proportion of Net Pension Liability (Asset)	114,070	127,701
LEAs Contributions Subsequent to the Measurement Date of June 30, 2024	1,515,362	0
Total	$ 4,955,381	$ 2,556,738

The School System's employer contributions of $1,515,362 reported as pension related deferred outflows of resources, subsequent to the measurement date, will be recognized as a reduction (increase) in net pension asset in the year ended 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:

For the Years ended June 30,	
2026	$ (1,394,583)
2027	4,824,069
2028	(1,267,303)
2029	(1,278,902)

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

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate: The following presents the School System's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75%, as well as what the School System's proportionate share of the net pension liability (asset) would be if we were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset)	$ 15,843,750	$ (12,471,991)	$ (35,956,035)

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

Payable to the Pension Plan

At June 30, 2025, the School System reported no payables for the outstanding amount of contributions to the pension plan, including employee contributions, required at the year ended June 30, 2025.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(C) TEACHERS RETIREMENT PLAN

General Information about the Pension Plan

Plan Description: 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.

Benefits Provided: Tennessee Code Annotated Title 8, Chapters 34-37 establishes the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Retirement Plan are eligible to retire at age 65 with 5 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 at age 60 and vested 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 10% and include projected service credits. A variety of death benefits are 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 2nd 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 3%, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A 1% COLA is granted if the CPI change is between one-half percent and 1%. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLA, 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. Teachers contribute 5% of salary. 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 the TCRS, the employer contribution rate cannot be less than 4%, except for 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 $311,404, which is 3% of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets): At June 30, 2025, the School System reported a liability (asset) of ($269,776) for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2024, and the total pension asset used to calculate the net pension asset was determined by an actuarial value as of that date. The School System's proportion of the net pension 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, 2025, The School System's proportion was 0.378576%. The proportion measured as of June 30, 2024 was 0.371010%.

Pension Expense: For the year ended June 30, 2025, the School System recognized pension expense of $217,978.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(C) TEACHERS RETIREMENT PLAN (Continued)

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

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, the School System reported deferred outflows of resources related to this pension plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 22,284	$ 82,883
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	45,507
Changes of Assumptions	107,204	0
Changes in Proportion of Net Pension Liability (Asset)	0	55,449
LEAs Contributions Subsequent to the Measurement Date of June 30, 2024	311,404	0
Total	$ 440,892	$ 183,839

The School System's employer contributions of $311,404, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension asset in the year ended June 30, 2026. Contributions made after the measurement date of the net pension liability but before the end of the employer's reporting period will be recognized as a reduction of the net pension liability in the subsequent fiscal period rather than in the current fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For the Years ended June 30,	
2026	$ (33,800)
2027	29,161
2028	(24,219)
2029	(23,970)
2030	(1,673)
Thereafter	150

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

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate: The following presents the School System's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75%, as well as what the School System's proportionate share of the net pension liability (asset) would be if we were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset)	$ 711,486	$ (269,776)	$ (1,000,040)

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

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(C) TEACHERS RETIREMENT PLAN (Continued)

Payable to the Pension Plan

At June 30, 2025, the School System reported no payable for the outstanding amount of contributions to the pension plan, including employee contributions, required at the year ended June 30, 2025.

TCRS Stabilization Trust

Legal Provisions: The School System is a member of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. The School System has placed funds into the irrevocable trust as authorized by statute under *Tennessee Code Annotated* (*TCA*), Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the trust. Funds of trust members are held and invested in the name of the trust for the benefit of each member. Each member's funds are restricted for the payment of retirement benefits of that member's employees. Trust funds are not subject to the claims of general creditors of the School System.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. The School System may not impose any restrictions on investments placed by the trust on their behalf.

Investment Balances: Assets of the TCRS, including the Stabilization Reserve Trust, are invested in the Tennessee Retiree Group Trust (TRGT). The TRGT is not registered with the Securities and Exchange Commission (SEC) as an investment company. The State of Tennessee has not obtained a credit quality rating for the TRGT from a nationally recognized credit ratings agency. The fair value of investment positions in the TRGT is determined daily based on the fair value of the pool's underlying portfolio. Furthermore, TCRS had not obtained or provided any legally binding guarantees to support the value of participant shares during the fiscal year. There are no restrictions on the sale or redemption of shares.

Investments are reported at fair value or amortized which approximates fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income consists of realized and unrealized appreciation (depreciation) in the fair Securities and securities transactions are recorded in the financial statements on a trade-date basis. The fair value of assets of the TRGT held at June 30, 2025, represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. Assets held are categorized for fair value measurement within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset and give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

Level 1: Unadjusted quoted prices for identical assets or liabilities in active markets that can be accessed at the measurement date.

Level 2: Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; assets or liabilities that have a bid-ask spread price in an inactive dealer market, brokered market and principal-to-principal market; and Level 1 assets or liabilities that are adjusted.

Level 3: Valuations derived from valuation techniques in which significant inputs are unobservable.

Investments using the Net Asset Value ("NAV") per share have no readily determinable fair value and have been determined using amortized cost which approximates fair value.

Where inputs used in the measurement of fair value fall into different levels of the hierarchy, fair value of the instrument in its entirety is categorized based on the lowest level input that is significant to the valuation. This assessment requires professional judgement and as such management of the TRGT developed a fair value committee that worked in conjunction with the plan's custodian and investment professionals to make these valuations. All assets held were valued individually and aggregated into classes so to be represented in the table below.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(C) TEACHERS RETIREMENT PLAN (Continued)

TCRS Stabilization Trust (Continued)

Short-term securities generally include investments in money market-type securities reported at cost plus accrued interest.

Equity and equity derivative securities classified in Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Equity and equity derivative securities classified in Level 2 are securities whose values are derived daily from associated traded securities. Equity securities classified in Level 3 are valued with last trade data having limited trading volume.

U.S. Treasury Bills, Bonds, Notes and Futures classified in Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Debt and debt derivative securities classified in Level 2 are valued using a bid-ask spread price from multiple independent brokers, dealers, or market principals, which are known to be actively involved in the market. Level 3 debt securities are valued using proprietary information, a single pricing source, or other unobservable inputs related to similar assets or liabilities.

Real estate investments classified in Level 3 are valued using the last valuations provided by external investment advisors or independent external appraisers. Generally, all direct real estate investments are appraised by a qualified independent appraiser(s) with the professional designation of Member of the Appraisal Institute (“MAI”), or its equivalent, every three (3) years beginning from the acquisition date of the property. The appraisals are performed using generally accepted valuation approaches applicable to the property type.

Investments in private mutual funds, traditional private equity funds, strategic lending funds and real estate funds that report using GAAP, the fair value, as well as the unfunded commitments, were determined using the prior quarter’s NAV, as reported by the fund managers, plus the current cash flows. These assets were then categorized by investment strategy. In instances where the fund investment reported using non-GAAP standards, the investment was valued using the same method, but was classified in Level 3.

At June 30, 2025, the School System had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose Schools fund.

	Weighted Average Maturity (Days)	Maturities	Fair Value
Investments at Fair Value			
U.S. Equity	N/A	N/A	$ 235,929
Developed Market International Equity	N/A	N/A	106,549
Emerging Market International Equity	N/A	N/A	30,442
U.S. Fixed Income	N/A	N/A	152,212
Real Estate	N/A	N/A	76,106
Short-Term Securities	N/A	N/A	7,612
Investments at Amortized Cost using the NAV			
Private Equity and Strategic Lending	N/A	N/A	152,212
Total			$ 761,062

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(C) TEACHERS RETIREMENT PLAN (Continued)

TCRS Stabilization Trust (Continued)

		Fair Value Measurements Using			
	Carrying Amount	Quoted Prices in Active Market for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Amortized Cost (NAV)
Investments at Fair Value					
U.S. Equity	$ 235,929	$ 235,929	$ 0	$ 0	$ 0
Developed Market International Equity	106,549	106,549	0	0	0
Emerging Market International Equity	30,442	30,442	0	0	0
U.S. Fixed Income	152,212	0	152,212	0	0
Real Estate	76,106	0	0	76,106	0
Short-Term Securities	7,612	0	7,612	0	0
Private Equity and Strategic Lending	152,212	0	0	0	152,212
Total	$ 761,062	$ 372,920	$ 159,824	$ 76,106	$ 152,212

Risks and Uncertainties: Investments include various types of investment funds, which in turn invest in any combination of stock, bonds and other investments exposed to various risks, such as interest rate, credit, and market risk. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported for trust investments.

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The School System does not have the ability to limit trust 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. The School System does not have the ability to limit the credit ratings of individual investments made by the trust.

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of the School System's investment in a single issuer. The School System places no limit on the amount that can be invested in one issuer.

Custodial Credit Risk: Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the School System will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Pursuant to the trust agreement, investments are held in the name of the trust for the benefit of the School System to pay retirement benefits of the School System's employees.

For further information concerning the School System's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at https://treasury.tn.gov/retirement/Boards-and-Governance/Reporting-and-Investment-Policies

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(D) DEFINED CONTRIBUTION PLAN - MARYVILLE CITY SCHOOLS

The School System contributes to the Higher Education and Teacher Hybrid Plan (the “Plan”), a defined contribution pension plan under section 401(k) of the Internal Revenue Code, for teachers with membership in the Tennessee Consolidated Retirement System after June 30, 2014. The Plan is a component of the defined benefit plan reported in Part (C) of this Note. Benefit terms, including contribution requirements, for the Plan are established by Tennessee Code Annotated Title 8, Chapters 34-37 and may be amended by the Tennessee General Assembly. For each employee in the pension plan the School System is required to contribute 5% of annual salary to an individual employee account. Employees have a 2% contribution, with an opt-out feature. For the year ended June 30, 2025, the School System recognized pension expense of $311,404. Employees are immediately vested on all contributions and earnings on those contributions.

The School System reported no payable for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2025.

(E) CITY OF MARYVILLE UTILITIES RETIREMENT PROGRAM

Employees of the City of Maryville Utilities hired before June 30, 1988 are participants in the City of Maryville Utilities Retirement Program (the Plan), a defined contribution plan established under the authority of the City Council using a money purchase feature. Each employee's accumulated benefits at any point in time are equal to the sum of (1) the "rollover" amount from a plan in effect prior to July 1, 1986, (2) employee and employer contributions, and (3) investment earnings. Because the Plan is a defined contribution plan, no unfunded liabilities will exist. The Plan is administered by Principal Financial Group. The Plan’s provisions and contribution requirements may be amended by the City Council.

As of June 30, 2025, there were no participants in the Plan. The Plan is closed.

Employees contributed a minimum of 3% of gross pay, while the Utility contributed 8% of gross pay. In addition, employees may have elected to contribute an additional 4% of gross pay, thereby having a total of 15% of gross pay being invested in the Plan.

Employees hired subsequent to June 30, 1988, are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the TCRS, as fully described in (A) above.

(F) DEFERRED COMPENSATION PLAN

Employees of the City may participate in a deferred compensation plan adopted under the provisions of *Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service For State and Local Governments).*

The deferred compensation plan is available to all employees of the City. Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death, or unforeseeable emergency.

The deferred compensation plan is administered by the International City/County Management Association (ICMA) and established by Section 391:1 of Title 35 of the New Hampshire Revised Statutes Annotated. During the fiscal year ended June 30, 1998, as required by the *Internal Revenue Code Section 457(g)*, the assets of the plan were placed in a trust. Therefore, the assets are not available to the general creditors of the City.

NOTE 10 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

The City maintains separate OPEB plans for School Retirees and for City Retirees. The Plans do not issue stand-alone financial reports. An actuarial valuation was prepared for both plans as of July 1, 2024 with a measurement date of June 30, 2025. The OPEB liability as of June 30, 2025 and the changes for the year then ended are as follows:

	School Retirees	City Retirees	Total
Liability at June 30, 2024	$ 15,769,171	$ 4,056,178	$ 19,825,349
Changes for the Year			
Service Cost	971,289	159,234	1,130,523
Interest	651,683	159,229	810,912
Experience Losses (Gains)	1,932,068	1,884,230	3,816,298
Changes in Assumptions	486,602	412,095	898,697
Benefits Paid	(961,204)	(359,988)	(1,321,192)
Net Changes	3,080,438	2,254,800	5,335,238
Liability at June 30, 2025	$ 18,849,609	$ 6,310,978	$ 25,160,587

Actuarial Assumptions. The total OPEB liability in the June 30, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods in the measurement, unless otherwise specified:

Salary Increases	4.75%
Discount Rate	4.81%
Healthcare Cost Trend Rates	7.50% graded uniformly to 6.60% over 2 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 as of June 30, 2025 and changed from 4.13% for the prior year. The health care cost trend was updated and is assumed to be 7.5% in 2025, grading down to 6.60% uniformly over 2 years, and then following the Getzen model thereafter. Mortality was updated to scale MP-2021.

For the year ended June 30, 2025, the City recognized OPEB expense of:

School Retiree Plan	$ 1,048,947
City Retiree Plan	(175,881)
Total	$ 873,066

NOTE 10 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

OPEB Expense, Actuarially Determined Contribution and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	School Retiree Plan	City Retiree Plan	Total
Deferred Outflows of Resources			
Experience Gains (Losses) - July 1, 2024	$ 1,690,559	$ 1,615,054	$ 3,305,613
Change in Assumptions - July 1, 2018	486,701	0	486,701
Change in Assumptions - July 1, 2020	597,182	112,206	709,388
Change in Assumptions - July 1, 2024	425,777	353,225	779,002
Total	$ 3,200,219	$ 2,080,485	$ 5,280,704
Deferred Inflows of Resources			
Experience Gains (Losses) - July 1, 2017	$ 30,866	$ 8,176	$ 39,042
Experience Gains (Losses) - July 1, 2018	24,756	0	24,756
Experience Gains (Losses) - July 1, 2020	2,509,177	657,450	3,166,627
Experience Gains (Losses) - July 1, 2022	3,438,176	576,724	4,014,900
Change in Assumptions - July 1, 2022	1,538,446	318,253	1,856,699
Total	$ 7,541,421	$ 1,560,603	$ 9,102,024

Contributions between the valuation date and the disclosure date are reported as a deferred outflow of resources and will be recognized as a reduction (increase) in net OPEB liability in the subsequent measurement period.

Amounts reported as deferred outflows (inflows) of resources will be recognized in OPEB expense as follows:

Year Ended June 30,	School Retiree Plan	City Retiree Plan	Total
2026	$ (574,023)	$ (176,497)	$ (750,520)
2027	(1,005,102)	(168,321)	(1,173,423)
2028	(1,005,102)	104,301	(900,801)
2029	(1,005,101)	104,299	(900,802)
2030	(527,103)	328,047	(199,056)
Thereafter	(224,771)	328,053	103,282

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

Plan Description and Benefits

CITY RETIREES

The City maintains a single-employer plan whereby certain health benefits are provided to the retiree and their spouse. The plan is a self-insured plan that provides health and prescription drug coverage to those employees who retire with twenty (20) or more years of service and are at least sixty (60) years old. The Plan provides coverage for up to five (5) years and terminates when the employee reaches age sixty-five (65). The Plan is established under the authority of the City of Maryville City Council and may be amended at any time. Retirees are required to pay 50% of the City’s COBRA rate, or a rate as determined by the City for each covered individual.

NOTE 10 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Plan Description and Benefits

CITY RETIREES

Employees Covered by the Benefit Terms. At June 30, 2025, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	32
Inactive Employees Entitled to, but not yet Receiving Benefits	0
Active Employees	293
Total	325

Sensitivity of the Total OPEB Liability to Changes in Discount Rate. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (3.81%) or 1 percentage-point higher (5.81%) than the current discount rate:

	1% Decrease (3.81%)	Current Discount Rate (4.81%)	1% Increase (5.81%)
Total OPEB Liability	$ 6,741,967	$ 6,310,978	$ 5,901,597

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower (5,60% decreasing to 5.10% over 2 years and following the Getzen model thereafter) or 1 percentage-point higher (7.60% decreasing to 67.10% over 2 years and following the Getzen model thereafter) than the current healthcare cost trend rates:

	1% Decrease (5.60%)	Healthcare Cost Trend Rate (6.60%)	1% Increase (7.60%)
Total OPEB Liability	$ 5,683,004	$ 6,310,978	$ 7,051,640

SCHOOL RETIREES

The Schools maintains a single-employer plan whereby certain health benefits are provided to the retiree and their spouse. The plan is a self-insured plan that provides health and prescription drug coverage to those employees who retire after 1999 at age sixty (60) with ten (10) years of service or retire before age sixty (60) with thirty (30) years of Tennessee Consolidated Retirement System service. The plan provides health coverage up to age sixty-five (65). There are some employees who retired prior to 1990 who were eligible to retire with TCRS who are provided coverage through death. The plan was created under the authority of the Maryville Board of Education and may be modified by the Board at any time with 180 day notice. Retirees pay premiums to plan based on the number of years of service at retirement.

Employees Covered by the Benefit Terms. At June 30, 2025, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	61
Inactive Employees Entitled to, but not yet Receiving Benefits	0
Active Employees	559
Total	620

NOTE 10 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Plan Description and Benefits (Continued)

SCHOOL RETIREES (Continued)

Sensitivity of the Total OPEB Liability to Changes in Discount Rate. The following presents the total OPEB liability of the School, as well as what the School's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (3.81%) or 1 percentage-point higher (5.81%) than the current discount rate:

	1% Decrease (3.81%)	Current Discount Rate (4.81%)	1% Increase (5.81%)
Total OPEB Liability	$ 20,072,625	$ 18,849,609	$ 17,686,677

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following presents the total OPEB liability of the Schools, as well as what the Schools' total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower (5.60% decreasing to 5.10% over 2 years and following the Getzen model thereafter) or 1 percentage-point higher (7.60% decreasing to 7.10% over 2 years and following the Getzen model thereafter) than the current healthcare cost trend rates:

	1% Decrease (5.60%)	Healthcare Cost Trend Rate (6.60%)	1% Increase (7.60%)
Total OPEB Liability	$ 16,979,316	$ 18,849,609	$ 21,027,027

NOTE 11 - CONTRACTS WITH THE TENNESSEE VALLEY AUTHORITY (TVA)

The City of Maryville Utilities Electric Department (Utility) has a power contract with TVA whereby the Utility purchases all its electric power from TVA and is subject to restrictions and conditions. These include prohibitions against diverting Utility assets to other operations of the municipality, securing indebtedness of other operations, or paying more than the Utility's equitable share of tax equivalents.

NOTE 12 - SELF-INSURANCE

(A) WORKMEN'S COMPENSATION

Effective September 1, 1979, the City was issued a Certificate of Compliance with the Tennessee Workmen's Compensation Law to operate as a self-insured employer. The amounts transferred to the Self-Insured Workmen's Compensation Internal Service Fund are determined by reference to standard Workmen's Compensation rate structures used by insurance companies.

The self-insurance plan is augmented by coverage with Public Entity Partners, whereby coverage is extended for claims over $400,000 per occurrence and $400,000 aggregate.

(B) EMPLOYEE'S BENEFITS - MEDICAL PLAN

The City is self-insured for employee medical benefits. The School System separately determines employee benefits and premiums and accordingly are recorded in a separate internal service fund.

The self-insurance plans are augmented by coverage with Swiss Re-Corporate America Insurance Corp., whereby coverage is extended for claims exceeding $250,000 per employee which limits the exposure to large individual claims.

NOTE 12 - SELF-INSURANCE (Continued)

(C) CLAIMS LIABILITIES

Liabilities of the self-insurance funds are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The self-insurance funds establish claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled. Changes in the balance of claims liabilities during the past three fiscal years for each fund are as follows:

	Fiscal Year	Liability - Beginning	Claims and Changes in Estimates	Fiscal Year Claim Payments	Liability - Ending
Employee Medical					
Self-Insurance/Dental Insurance	2022-2023	$ 571,770	$ 12,110,489	$ 11,783,269	$ 898,990
	2023-2024	898,990	13,221,958	13,366,300	754,648
	2024-2025	754,648	13,359,785	13,244,433	870,000
Retiree Medical Self-Insurance	2022-2023	$ 61,302	$ 879,786	$ 891,088	$ 50,000
	2023-2024	50,000	1,192,132	1,192,132	50,000
	2024-2025	50,000	1,621,300	1,591,300	80,000
Workmen's Compensation					
Self-Insurance	2022-2023	$ 45,227	$ 415,028	$ 272,256	$ 187,999
	2023-2024	187,999	323,517	330,790	180,726
	2024-2025	180,726	314,056	323,529	171,253

The City continues to carry commercial insurance for certain risks of loss, including coverage for buildings and personal property, general and personal injury liability, and automobile liability and physical damage. Settled claims from these risks have not exceeded commercial insurance coverage in any of the prior three (3) fiscal years.

NOTE 13 - CONSTRUCTION CONTRACTS

As of June 30, 2025, the City had the following commitments with respect to unfinished construction–in–progress:

Project Name	Total Contract or Estimated Amount	Costs Incurred Through June 30, 2025	Estimated Cost to Complete
Carpenters Grade Improvements	$ 9,429,450	$ 2,886,723	$ 6,542,727
Maryville to Townsend Greenway Phase 1	3,990,000	384,786	3,605,214
Foch to McCammon	6,309,024	277,985	6,031,039
TDOT West Broadway Widening	6,573,000	108,822	6,464,178
Downtown Wayfinding Signs	555,033	403,040	151,993
State Industrial Access Road #1 Clydesdale Rd.	478,552	93,880	384,672
State Industrial Access Road #2 RCJ Widening	407,772	135,377	272,395
College Street Streetscaping & Improvements	1,441,285	1,441,285	0
Carpenters Grade Sanitary Sewer	555,986	228,965	327,021
Everett Park Improvements	50,000	26,420	23,580
Downtown Public Hotel Infrastructure	2,520,000	1,895,040	624,960
E. Harper Garage Repairs	649,545	649,545	0
W. Broadway @ Old Niles Ferry Signal	316,000	309,208	6,792
Wilkinson Pike Bridge Replacement	120,000	60,475	59,525
Jarvis Park Fence	70,000	69,160	840
New Operations Center	1,058,500	511,803	546,697
Brookhollow Trail Pipe Replacement	278,436	261,246	17,190
Homestead Court Pipe Replacement	406,283	339,734	66,549
MHS Expansion	43,860,765	5,139,091	38,721,674
FC Renovations	5,047,400	4,673,260	374,140
SHE Expansion and Reno	6,433,700	95,584	6,338,116
Tennis Courts at JSE	875,000	676,906	198,094
MJHS Practice Field Renovation	1,200,000	21,300	1,178,700
MHS Track Facility/Baseball Locker Additions	1,500,000	1,073,726	426,274
Rooftop Units - MJHS And CGIS	350,687	325,417	25,270
MHS Roof Replacement	2,097,500	72,500	2,025,000
MVA Building Renovation	1,382,256	81,706	1,300,550
SHE Awning	37,296	23,540	13,756
	$ 97,993,470	$ 22,266,524	$ 75,726,946

NOTE 14 - JOINT VENTURES

In order to pool resources and share the costs, risks and rewards of providing services for the benefit of the general public, the City participates in the following joint ventures.

(A) EMERGENCY COMMUNICATIONS DISTRICT OF BLOUNT COUNTY

Pursuant to an agreement dated August 28, 1984, between the City of Maryville, Blount County, and the City of Alcoa, Tennessee, a Communications Center was established for the purpose of handling emergency calls for the three (3) governmental entities. Effective July 1, 1999, the Blount County Communications Center was combined with the Emergency Communications District of Blount County, a component unit of Blount County, Tennessee. The three (3) governmental entities participate in the funding of the District while exercising no direct control over the District.

The Emergency Communications District of Blount County is governed by nine (9) directors appointed by the Blount County Board of County Commissioners. Before the issuance of most debt instruments, the District must obtain the approval of the Blount County Board of County Commissioners. The District’s Board employs coordinators and staff to conduct the daily business of the organization.

NOTE 14 - JOINT VENTURES (Continued)

(A) EMERGENCY COMMUNICATIONS DISTRICT OF BLOUNT COUNTY (Continued)

For the fiscal year ended June 30, 2025, the City contributed $231,997 to the Blount County Emergency Communications District. Summary financial information for the fiscal year ended June 30, 2024, the most recent fiscal year available, is presented below:

Operating Revenues	$	2,285,641
Operating Expenses		3,158,508
Operating Income (Loss)		(872,867)
Non-Operating Revenues		1,176,856
Change in Net Position		303,989
Net Position - July, 1 2023		6,542,396
Net Position - June 30, 2024	$	6,846,385
Total Assets	$	7,133,320
Deferred Outflows of Resources	$	1,126,007
Total Liabilities	$	751,278
Deferred Inflows of Resources	$	661,664
Net Position	$	6,846,385

The Emergency Communications District of Blount County issues a publicly available financial report. A report may be obtained by writing to the Blount County Communications District, P. O. Box 4609, Maryville, TN 37802.

(B) RECREATION AND PARKS COMMISSION

The City of Maryville, Blount County, and the City of Alcoa, Tennessee, jointly participate in the Recreation and Parks Commission (County-Wide) by funding percentages of the operational budget of the Commission. Each governmental entity appoints several persons to serve as commissioners on the Recreation and Parks Commission. The following factors suggest that the Recreation and Parks Commission should not be included in the reporting entity:

(1) The governing board is solely responsible for operational activities of the Commission.

(2) The City is neither entitled to operating surpluses nor responsible for operating deficits of the Commission.

(3) The City's participation is limited to allocated funding as derived by the Commission's operating budget.

(4) The facilities operated by the Recreation and Parks Commission are open to the public-at-large and not exclusively for enjoyment of residents of the City of Maryville, Tennessee.

NOTE 14 - JOINT VENTURES (Continued)

(B) RECREATION AND PARKS COMMISSION (Continued)

For the fiscal year ended June 30, 2025, the City contributed $918,126 to the Recreation and Parks Commission to fund operations. Summary financial information for the fiscal year ended June 30, 2024, the most recent year available, is presented below:

Revenues	$	3,513,286
Expenditures		3,751,697
Change in Net Position		(238,411)
Net Position - July, 1 2023		2,688,914
Net Position - June 30, 2024	$	2,450,503
Total Assets	$	2,565,977
Deferred Outflows of Resources	$	912,552
Total Liabilities	$	700,465
Deferred Inflows of Resources	$	327,561
Net Position	$	2,450,503

The Recreation and Parks Commission issues a publicly available financial report. A copy may be obtained by writing to Recreation and Parks Commission, 316 Everett High Road, Maryville, TN 37804.

(C) BLOUNT COUNTY CABLE TELEVISION AUTHORITY

The City of Maryville, Blount County, and the City of Alcoa, Tennessee jointly regulate the operation of cable television through the Blount County Cable Television Authority. The Authority is composed of nine (9) appointed members. The Authority funds its budget through the collection of cable television franchise fees from companies under its jurisdiction. After payment of the Authority's expenses, the residual of those collections is remitted to the County and the two Cities based on point of collection.

Summary financial information for the fiscal year ended June 30, 2024, the most recent year available, is presented below:

Revenues	$	868,409
Expenditures		31,693
Excess of Revenue Over Expenditures Before Franchise Fee Distributions		836,716
Franchise Fee Distributions to County and Cities		837,412
Change in Net Position		(696)
Net Position - July, 1 2023		24,163
Net Position - June 30, 2024	$	23,467
Total Assets	$	236,649
Total Liabilities	$	213,175
Net Position	$	23,474

No joint venture debt was reported on the financial statements of the Authority as of June 30, 2024.

The Blount County Cable Television Authority issues a publicly available financial report. A copy may be obtained by writing to Blount County Cable Television Authority, P. O. Box 4338, Maryville, TN 37802.

NOTE 14 - JOINT VENTURES (Continued)

(D) INDUSTRIAL DEVELOPMENT BOARD OF BLOUNT COUNTY AND THE CITIES OF ALCOA AND MARYVILLE, TENNESSEE

The Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee was organized pursuant to a resolution of the Blount County Quarterly Court in a special called session on September 30, 1969. A certificate of incorporation was received from the Secretary of State of the State of Tennessee dated October 1, 1969. The Industrial Development Board is governed by seven (7) directors. The purpose of the Industrial Development Board is to promote industrial development, provide additional job opportunities in Blount County, Tennessee and surrounding areas, and to exercise the authority and pursue the objectives of an industrial development corporation as provided for in Title 7, Chapter 53, of the Tennessee Code Annotated.

For the fiscal year ended June 30, 2025, the City of Maryville contributed $1,948,284 to the Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee (inclusive of payments for the development and operation of three (3) industrial parks as more fully described in Note 15).

Summary financial information for the fiscal year ended June 30, 2024, the most recent fiscal year available, is presented below:

Revenues	$	295,932
Expenditures		6,303,620
Operating Income (Loss)		(6,007,688)
Nonoperating Revenues		7,283,552
Nonoperating Expenses		4,808
Change in Net Position		1,271,056
Net Position - July, 1 2023		25,355,776
Net Position - June 30, 2024	$	26,626,832
Total Assets	$	50,356,439
Total Liabilities	$	23,729,607
Net Position	$	26,626,832

The Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee issues a publicly available report. A copy may be obtained by writing to Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee, 201 S. Washington Street, Maryville, Tennessee 37804.

NOTE 15 - JOINT DEVELOPMENT OF INDUSTRIAL PARKS

(A) PARTNERSHIP PARK NORTH - PARTNERSHIP PARK SOUTH

Pursuant to an Intergovernmental Cooperation Agreement dated December 16, 1997, by and among the City of Maryville, Tennessee, the City of Alcoa, Tennessee, Blount County, Tennessee, and the Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee, the two (2) cities and Blount County agreed to provide financial assistance to the Industrial Development Board in connection with the purchase of certain property and the development and operation of such property as two (2) industrial parks. Such financial assistance is to be provided as follows: Blount County –40%; City of Maryville –30%; and City of Alcoa – 30%.

NOTE 15 - JOINT DEVELOPMENT OF INDUSTRIAL PARKS (Continued)

(A) PARTNERSHIP PARK NORTH - PARTNERSHIP PARK SOUTH (Continued)

Under the terms of the agreement, a joint operating committee, composed of one (1) representative from each of the parties to the agreement, shall have overall control of the two (2) industrial parks – the Partnership Park South (Herron property) and the Partnership Park North (Burkhart property). Such overall control shall include the right to approve all sales of property in the Industrial Parks; approve all budgets related to the operation of the Industrial Parks; approve all capital improvements to the Industrial Parks; and approve all design guidelines, restrictive covenants, and management policies regarding the Industrial Parks.

In addition to financial assistance provided to the Industrial Development Board by the City of Maryville, the City of Alcoa, and Blount County, the Industrial Development Board is to receive the proceeds from the sale of land in the Industrial Parks together with other receipts in connection with the operation, development, and maintenance of the Industrial Parks. Also, amounts equivalent to the property taxes received with respect to any property within either of the Industrial Parks is to be contributed to the Industrial Board.

(B) THE PELLISSIPPI RESEARCH CENTRE ON THE OAK RIDGE CORRIDOR

Pursuant to an Intergovernmental Cooperation Agreement dated May 2006 by and among the City of Maryville, Tennessee; the City of Alcoa, Tennessee; Blount County, Tennessee; Knox County, Tennessee; and the Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee, the two (2) cities and two (2) counties agreed to provide financial assistance to the Industrial Development Board in connection with the purchase of certain property and the development and operation of such property as a research and development industrial park. Such financial assistance is to be provided as follows: Blount County – 25%; Knox County – 25%; City of Maryville –25%; and City of Alcoa – 25%.

Under the terms of the agreement, a joint operating committee, composed of one (1) representative from each of the parties to the agreement, shall have overall control of the industrial park. Such overall control shall include the right to approve all sales of property in the industrial park; approve all budgets related to the operation of the Industrial Park; approve all capital improvements to the Industrial Park; and approve all design guidelines, restrictive covenants, and management policies regarding the Industrial Park.

In addition to financial assistance provided to the Industrial Development Board by the City of Maryville, the City of Alcoa, Blount County and Knox County, the Industrial Development Board is to receive the proceeds from the sale of land in the Industrial Park together with other receipts in connection with the operation, development, and maintenance of the Industrial Park. Also, amounts equivalent to the property taxes received with respect to any property within the Industrial Park is to be contributed to the Industrial Board if needed for operation. Otherwise, the property taxes are remitted to the two (2) cities and two (2) counties based upon the above percentages.

NOTE 16 - RISK FINANCING ACTIVITIES

It is the policy of the City to purchase commercial insurance for the risks of losses to which it is exposed. These risks include general liability, property and casualty, worker's compensation, and employee health and accident claims. Settled claims have not exceeded this commercial coverage in any of the past three (3) fiscal years.

The City maintains its funds with financial institutions which participate in the bank collateral pool administered by the Treasurer of the State of Tennessee. Participating banks determine the aggregate balance of their public funds accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must be equal to at least 105% of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public funds accounts are pledged to the State Treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in aggregate rather than against each individual account. Under this assessment agreement, public funds accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

NOTE 17 - PENDING LITIGATION

The City is involved in various litigations arising in the ordinary course of its operations. The City is vigorously defending each of the suits. The outcome of these suits is not presently determinable. However, management believes that if any suit results in an unfavorable outcome that its insurance coverage is sufficient to cover any judgment.

NOTE 18 - RESTATEMENT

Net position as of July 1, 2024, has been restated as follows for the implementation of GASB Statement No. 101, *Compensated Absences*. The below reflects the restatement amounts on the government-wide statement of net position:

	Governmental Activities
Net Position at June 30, 2024, as previously reported	$ 215,755,849
Restatement - Implementation of GASB 101, Compensated Absences	(1,330,050)
Net Position at July 1, 2024, as restated	$ 214,425,799

REQUIRED SUPPLEMENTARY INFORMATION SECTION

CITY OF MARYVILLE, TENNESSEE

SCHEDULES OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
PUBLIC EMPLOYEE PENSION PLAN OF TCRS

Fiscal Years Ended June 30

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	$ 2,398,771	$ 2,260,939	$ 2,150,124	$ 1,747,753	$ 1,737,648	$ 1,777,831	$ 1,755,534	$ 1,779,509	$ 1,513,305	$ 1,497,709
Interest	8,715,774	8,137,548	7,689,393	7,347,685	6,943,167	6,992,795	6,731,724	6,571,568	5,608,121	5,316,317
Changes in Benefit Terms	0	0	0	0	0	(5,428,262)	0	0	0	0
Differences between Actual and Expected Experience	3,336,489	3,162,159	1,273,934	(189,636)	990,327	(112,709)	(1,270,990)	(1,843,151)	559,325	(233,801)
Change of Assumptions	0	0	0	7,512,625	0	0	0	2,180,089	0	0
Benefit Payments, Including Refunds of Employee Contributions	(5,429,549)	(4,834,772)	(4,335,114)	(4,167,352)	(4,036,039)	(3,711,957)	(3,563,207)	(3,303,968)	(2,831,775)	(2,610,612)
Other Changes	0	0	0	0	0	0	0	8,496,175	0	0
Net Change in Total Pension Liability	9,021,485	8,725,874	6,778,337	12,251,075	5,635,103	(482,302)	3,653,061	13,880,222	4,848,976	3,969,613
Total Pension Liability - Beginning	129,438,582	120,712,708	113,934,371	101,683,296	96,048,193	96,530,495	92,877,434	78,997,212	74,148,236	70,178,623
Total Pension Liability - Ending (a)	$ 138,460,067	$ 129,438,582	$ 120,712,708	$ 113,934,371	$ 101,683,296	$ 96,048,193	$ 96,530,495	$ 92,877,434	$ 78,997,212	$ 74,148,236
Plan Fiduciary Net Position										
Contributions - Employer	$ 3,071,945	$ 2,822,767	$ 2,652,025	$ 2,481,584	$ 2,371,012	$ 2,302,073	$ 2,215,967	$ 2,145,243	$ 2,145,242	$ 2,030,190
Contributions - Employee	1,380,634	1,290,586	1,193,661	1,118,056	1,067,694	1,022,511	984,220	952,595	1,030,868	901,464
Net Investment Income	12,642,537	8,213,710	(4,886,550)	26,310,557	4,945,214	7,133,950	7,477,847	9,269,389	1,918,675	2,150,493
Benefit Payments, Including Refunds of Employee Contributions	(5,429,549)	(4,834,772)	(4,335,114)	(4,167,352)	(4,036,039)	(3,711,957)	(3,563,207)	(3,303,968)	(2,831,775)	(2,610,612)
Administrative Expense	(62,034)	(48,821)	(44,059)	(37,782)	(36,849)	(37,072)	(38,403)	(35,941)	(29,514)	(21,168)
Other	0	0	0	0	0	(5,428,262)	(1,327,251)	8,150,093	0	0
Net Change in Plan Fiduciary Net Position	11,603,533	7,443,470	(5,420,037)	25,705,063	4,311,032	1,281,243	5,749,173	17,177,411	2,233,496	2,450,367
Plan Fiduciary Net Position - Beginning	130,022,444	122,578,974	127,999,011	102,293,948	97,982,916	96,701,673	90,952,500	73,775,089	71,541,593	69,091,226
Plan Fiduciary Net Position - Ending (b)	$ 141,625,977	$ 130,022,444	$ 122,578,974	$ 127,999,011	$ 102,293,948	$ 97,982,916	$ 96,701,673	$ 90,952,500	$ 73,775,089	$ 71,541,593
Net Pension Liability (Asset) - Ending (a) - (b)	$ (3,165,910)	$ (583,862)	$ (1,866,266)	$ (14,064,640)	$ (610,652)	$ (1,934,723)	$ (171,178)	$ 1,924,934	$ 5,222,123	$ 2,606,643
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	102.29%	100.45%	101.55%	112.34%	100.60%	102.01%	100.18%	97.93%	93.39%	96.48%
Covered Payroll	$ 27,551,075	$ 25,316,293	$ 23,786,572	$ 22,316,401	$ 21,322,041	$ 20,444,681	$ 19,679,977	$ 19,332,367	$ 19,051,887	$ 18,022,713
Net Pension Liability (Asset) as a Percentage of Covered Payroll	-11.49%	-2.31%	-7.85%	-63.02%	-2.86%	-9.46%	-0.87%	9.96%	27.41%	14.46%

Notes: *Changes of assumptions.* In 2021, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustment, and mortality improvements. In 2017, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustment, salary growth and mortality improvements.

CITY OF MARYVILLE, TENNESSEE

SCHEDULES OF CONTRIBUTIONS
PUBLIC EMPLOYEE PENSION PLAN OF TCRS

Fiscal Years Ended June 30

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially Determined Contribution	$ 3,345,905	$ 3,063,680	$ 2,815,172	$ 2,652,662	$ 2,481,584	$ 2,371,012	$ 2,302,073	$ 2,215,967	$ 2,176,824	$ 2,145,243
Contributions in Relation to the Actuarially Determined Contribution	3,345,905	3,071,945	2,822,767	2,652,662	2,481,584	2,371,012	2,302,073	2,215,967	2,176,824	2,145,243
Contribution Deficiency (Excess)	$ 0	$ (8,265)	$ (7,595)	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Covered Payroll	$ 30,008,119	$ 27,551,075	$ 25,316,293	$ 23,786,595	$ 22,316,401	$ 21,322,041	$ 20,444,681	$ 19,679,977	$ 19,332,367	$ 19,051,887
Contributions as a Percentage of Covered Payroll	11.15%	11.15%	11.15%	11.15%	11.12%	11.12%	11.26%	11.26%	11.26%	11.26%

Note: This is a 10-year schedule; Please refer to the previously supplied data from the TCRS GASB website for prior years' data, if needed.

Notes:

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization Period:	Varies by Year
Asset Valuation:	10-year smoothed within a 20.0% corridor to fair value
Inflation	2.25%
Salary Increases:	Graded salary ranges from 8.72% to 3.44% based on age, including inflation, averaging 4.00%
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 Adjustments	2.125%

Changes of assumptions. In 2021, the following assumptions were changed: decreased inflation rate from 2.50% to 2.25%; decreased the investment rate of return from 7.25% to 6.75%; decreased the cost-of-living adjustment from 2.25% to 2.125%; and modified mortality assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.00% to 2.50%; decreased the investment rate of return from 7.50% to 7.25%; decreased the cost-of-living adjustment from 2.50% to 2.25%; decreased salary growth graded ranges from an average of 4.25% to an average of 4.00%; and modified mortality assumptions.

CITY OF MARYVILLE, TENNESSEE

SCHEDULES OF PROPORTIONATE SHARE OF NET PENSION LIABILITY (ASSET)
TEACHER LEGACY PENSION PLAN OF TCRS

Fiscal Years Ended June 30

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Maryville City Schools' Proportion of the Net Pension Liability (Asset)	0.723911%	0.731405%	0.718699%	0.722142%	0.720842%	0.690792%	0.667657%	0.673848%	0.640423%	0.614098%
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset)	$ (12,471,991)	$ (8,623,072)	$ (8,814,166)	$ (31,147,717)	$ (5,496,951)	$ (7,102,586)	$ (2,349,428)	$ (220,472)	$ 4,002,292	$ 251,556
Maryville City Schools' Covered Payroll	$ 23,945,820	$ 23,734,408	$ 23,651,902	$ 23,701,931	$ 23,990,655	$ 23,166,992	$ 23,379,049	$ 23,742,683	$ 23,117,998	$ 22,988,822
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	-52.08%	-36.33%	-37.27%	-131.41%	-22.91%	-30.66%	-10.05%	-0.93%	17.31%	1.09%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	105.76%	104.11%	104.42%	116.13%	103.09%	104.28%	101.49%	100.14%	97.14%	99.81%

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF MARYVILLE CITY SCHOOLS CONTRIBUTIONS
TEACHER LEGACY PENSION PLAN OF TCRS

Fiscal Years Ended June 30

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually Required Contribution	$ 1,515,362	$ 1,630,709	$ 2,062,522	$ 2,436,151	$ 2,434,188	$ 2,550,294	$ 2,422,876	$ 2,122,828	$ 2,153,345	$ 2,089,867
Contribution in Relation to the Contractually Required Contribution	1,515,362	1,630,709	2,062,522	2,436,151	2,434,188	2,550,294	2,422,876	2,122,828	2,153,345	2,089,867
Contribution Deficiency (Excess)	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Maryville City Schools' Covered Payroll	$ 23,826,477	$ 23,945,820	$ 23,734,406	$ 23,651,902	$ 23,701,931	$ 23,990,655	$ 23,166,992	$ 23,379,049	$ 23,742,683	$ 23,117,988
Contributions as a percentage of Maryville City Schools' Covered Payroll	6.36%	6.81%	8.69%	10.30%	10.27%	10.63%	10.46%	9.08%	9.07%	9.04%

Note:

Changes of assumptions. In 2021, the following assumptions were changed: decreased inflation rate from 2.50% to 2.25%; decreased the investment rate of return from 7.25% to 6.75%; decreased the cost-of-living adjustment from 2.25% to 2.125%; and modified mortality assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.00% to 2.50%; decreased the investment rate of return from 7.50% to 7.25%; decreased the cost-of-living adjustment from 2.50% to 2.25%; decreased salary growth graded ranges from an average of 4.25% to an average of 4.00%; and modified mortality assumptions.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF MARYVILLE CITY SCHOOLS PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET) TEACHER HYBRID PENSION PLAN OF TCRS

Fiscal Years Ended June 30

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Maryville City Schools' Proportion of the Net Pension Liability (Asset)	0.378576%	0.371010%	0.342600%	0.338812%	0.301355%	0.275145%	0.255229%	0.175774%	0.169669%	0.100884%
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset)	$ (269,776)	$ (157,321)	$ (103,782)	$ (367,005)	$ (171,363)	$ (155,316)	$ (115,753)	$ (46,375)	$ (17,663)	$ (4,059)
Maryville City Schools' Covered Payroll	$ 8,893,329	$ 7,379,549	$ 5,851,039	$ 4,889,823	$ 3,802,875	$ 2,902,688	$ 2,230,393	$ 1,170,625	$ 746,552	$ 209,611
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	-3.03%	-2.13%	-1.77%	-7.51%	-4.51%	-5.35%	-5.19%	-3.96%	-2.37%	-1.94%
Plan Fiduciary Net Position as a percentage of the total Pension Liability (Asset)	106.49%	104.97%	104.55%	121.53%	116.52%	123.07%	126.97%	126.81%	121.88%	127.46%

CITY OF MARYVILLE, TENNESSEE

SCHEDULES OF MARYVILLE CITY SCHOOLS CONTRIBUTIONS
TEACHER HYBRID PENSION PLAN OF TCRS

Fiscal Years Ended June 30

	2025*	2024*	2023*	2022*	2021*	2020*	2019*	2018	2017	2016
Contractually Required Contribution	$ 311,404	$ 262,353	$ 211,793	$ 117,597	$ 98,774	$ 77,198	$ 56,485	$ 36,372	$ 46,147	$ 18,688
Contribution in Relation to the Contractually Required Contribution	311,404	262,353	211,793	117,597	98,774	77,198	56,485	89,216	46,147	29,862
Contribution Deficiency (Excess)	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ (52,844)	$ 0	$ (11,174)
Maryville City Schools' Covered Payroll	$ 10,380,094	$ 8,893,329	$ 7,379,549	$ 5,851,039	$ 4,889,823	$ 3,802,875	$ 2,902,688	$ 2,230,393	$ 1,170,625	$ 746,552
Contributions as a percentage of Maryville City Schools' Covered Payroll	3.00%	2.95%	2.87%	2.01%	2.02%	2.03%	1.95%	4.00%	3.94%	4.00%

Notes: *Changes of assumptions.* In 2021, the following assumptions were changed: decreased inflation rate from 2.50% to 2.25%; decreased the investment rate of return from 7.25% to 6.75%; decreased the cost-of-living adjustment from 2.25% to 2.125%; and modified mortality assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.00% to 2.50%; decreased the investment rate of return from 7.50% to 7.25%; decreased the cost-of-living adjustment from 2.50% to 2.25%; decreased salary growth graded ranges from an average of 4.25% to an average of 4.00%; and modified mortality assumptions.

* Maryville City Schools placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remaining portion of the 4% covered payroll into the Pension Stabilization Reserve Trust.

CITY OF MARYVILLE, TENNESSEE

CITY RETIREES
SCHEDULES OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

Fiscal Year Ended June 30

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability								
Service Cost	$ 159,234	$ 152,918	$ 272,351	$ 266,540	$ 258,020	$ 248,958	$ 238,621	$ 318,472
Interest	159,229	160,876	120,437	118,316	260,410	240,421	314,319	304,771
Experiences Losses (Gains)	1,884,230	0	(1,009,267)	0	(2,301,080)	0	(1,751,552)	(73,608)
Change in Assumptions	412,095	0	(556,957)	0	392,726	0	(473,352)	0
Benefit Payments	(359,988)	(336,448)	(562,102)	(76,657)	(125,240)	(192,601)	(139,032)	(248,014)
Net Change in Total OPEB Liability	2,254,800	(22,654)	(1,735,538)	308,199	(1,515,164)	296,778	(1,810,996)	301,621
Total OPEB Liability - Beginning	4,056,178	4,078,832	5,814,370	5,506,171	7,021,335	6,724,557	8,535,553	8,233,932
Total OPEB Liability - Ending	$ 6,310,978	$ 4,056,178	$ 4,078,832	$ 5,814,370	$ 5,506,171	$ 7,021,335	$ 6,724,557	$ 8,535,553
Covered-Employee Payroll	$ 23,268,458	$ 21,497,059	$ 20,522,252	$ 20,258,503	$ 19,339,860	$ 17,282,255	$ 16,498,573	$ 16,192,427
Total OPEB Liability (Asset) as a Percentage of Covered-Employee Payroll	27.1%	18.9%	19.9%	28.7%	28.5%	40.6%	40.8%	52.7%

Note: There are no assets accumulating in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 related to this OPEB plan. This schedule is intended to display ten years of information. Additional years will be displayed as they become available.

CITY OF MARYVILLE, TENNESSEE

SCHOOL RETIREES
SCHEDULE OF CHANGES IN THE OPEB LIABILITY AND RELATED RATIOS

Fiscal Year Ended June 30,

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability								
Service Cost	$ 971,289	$ 932,766	$ 1,409,294	$ 1,379,227	$ 1,418,044	$ 1,368,240	$ 1,311,427	$ 933,567
Interest	651,683	625,436	484,234	453,016	876,891	792,610	627,797	605,377
Experiences Losses (Gains)	1,932,068	0	(5,157,266)	0	(5,645,647)	0	(198,055)	(277,810)
Change in Assumptions	486,602	0	(2,307,667)	0	1,343,657	0	3,893,615	0
Benefit Payments	(961,204)	(1,020,883)	(1,275,318)	(418,980)	(443,809)	(615,204)	(887,097)	(562,124)
Net Change in Total OPEB Liability	3,080,438	537,319	(6,846,723)	1,413,263	(2,450,864)	1,545,646	4,747,687	699,010
Total OPEB Liability - Beginning	15,769,171	15,231,852	22,078,575	20,665,312	23,116,176	21,570,530	16,822,843	16,123,833
Total OPEB Liability - Ending	$ 18,849,609	$ 15,769,171	$ 15,231,852	$ 22,078,575	$ 20,665,312	$ 23,116,176	$ 21,570,530	$ 16,822,843
Covered-Employee Payroll	$ 39,699,437	$ 33,661,276	$ 32,211,747	$ 29,772,896	$ 28,490,810	$ 29,222,702	$ 27,964,308	$ 28,596,454
Total OPEB Liability (Asset) as a Percentage of Covered-Employee Payroll	47.5%	46.8%	47.3%	74.2%	72.5%	79.1%	77.1%	58.8%

Note: There are no assets accumulating in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 related to this OPEB plan. This schedule is intended to display ten years of information. Additional years will be displayed as they become available.

OTHER SUPPLEMENTARY INFORMATION

CITY OF MARYVILLE, TENNESSEE

COMBINING BALANCE SHEET

Non-Major Governmental Funds

June 30, 2025

	Special Revenue Funds							
	State Street Aid	Maryville City Schools Cafeteria	Federal Projects	Special Projects	Maryville City Schools Continuing Care Program	Internal School	Local Grant	Stormwater
ASSETS								
Cash and Cash Equivalents	$ 1,009,640	$ 2,711,471	$ 0	$ 8,780	$ 544,212	$ 3,098,756	$ 3,419,197	$ 3,469,497
Accounts Receivable	0	0	0	0	0	0	0	68,737
Due from Other Governments	105,571	136,457	356,080	0	0	0	996,959	0
Due from Other Funds	0	6,592	0	0	0	0	0	0
Total Assets	$ 1,115,211	$ 2,854,520	$ 356,080	$ 8,780	$ 544,212	$ 3,098,756	$ 4,416,156	$ 3,538,234
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts Payable	$ 69,987	$ 52	$ 135	$ 0	$ 0	$ 0	$ 902,852	$ 544,466
Due to Other Funds	0	0	355,945	0	75	0	0	0
Total Liabilities	69,987	52	356,080	0	75	0	902,852	544,466
Fund Balances								
Restricted	1,045,224	2,854,468	0	8,780	544,137	3,098,756	0	2,993,768
Assigned	0	0	0	0	0	0	3,513,304	0
Total Fund Balances	1,045,224	2,854,468	0	8,780	544,137	3,098,756	3,513,304	2,993,768
Total Liabilities and Fund Balances	$ 1,115,211	$ 2,854,520	$ 356,080	$ 8,780	$ 544,212	$ 3,098,756	$ 4,416,156	$ 3,538,234

CITY OF MARYVILLE, TENNESSEE

COMBINING BALANCE SHEET (Continued)

Non-Major Governmental Funds

June 30, 2025

	Special Revenue Funds			Capital Project Funds			
	Drug	GIS	Total Special Revenue Funds	School Construction	Equipment Replacement	Total Capital Project Funds	Total Non-Major Governmental Funds
ASSETS							
Cash and Cash Equivalents	$ 682,089	$ 0	$ 14,943,642	$ 4,244,040	$ 3,238,758	$ 7,482,798	$ 22,426,440
Accounts Receivable	0	155,623	224,360	0	0	0	224,360
Due from Other Governments	0	0	1,595,067	0	0	0	1,595,067
Due from Other Funds	0	0	6,592	0	0	0	6,592
Total Assets	$ 682,089	$ 155,623	$ 16,769,661	$ 4,244,040	$ 3,238,758	$ 7,482,798	$ 24,252,459
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts Payable	$ 1,649	$ 11,542	$ 1,530,683	$ 1,385,361	$ 0	$ 1,385,361	$ 2,916,044
Due to Other Funds	0	0	356,020	0	0	0	356,020
Total Liabilities	1,649	11,542	1,886,703	1,385,361	0	1,385,361	3,272,064
Fund Balances							
Restricted	680,440	144,081	11,369,654	0	0	0	11,369,654
Assigned	0	0	3,513,304	2,858,679	3,238,758	6,097,437	9,610,741
Total Fund Balances	680,440	144,081	14,882,958	2,858,679	3,238,758	6,097,437	20,980,395
Total Liabilities and Fund Balances	$ 682,089	$ 155,623	$ 16,769,661	$ 4,244,040	$ 3,238,758	$ 7,482,798	$ 24,252,459

CITY OF MARYVILLE, TENNESSEE

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

Non-Major Governmental Funds

For the Period Ending June 30, 2025

	Special Revenue Funds							
	State Street Aid	Maryville City Schools Cafeteria	Federal Projects	Special Projects	Maryville City Schools Continuing Care Program	Internal School	Local Grant	Stormwater
Revenues								
Intergovernmental								
State Taxes	$ 1,193,358	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Federal Grants	0	0	2,336,733	0	0	0	1,324,146	0
U.S.D.A. Revenue	0	1,448,342	0	0	0	0	0	0
Other Local Revenues	0	21,705	0	0	0	0	0	0
Charges for Services	0	1,546,145	0	0	1,779,381	0	0	1,558,471
Fines, Forfeitures and Court Costs	0	0	0	0	0	0	0	0
Interest Income	0	134,451	0	0	20,949	0	0	0
Internal School Fund Revenue	0	0	0	0	0	3,322,208	0	0
Miscellaneous	0	0	0	100	0	0	0	0
Total Revenues	1,193,358	3,150,643	2,336,733	100	1,800,330	3,322,208	1,324,146	1,558,471
Expenditures								
Current								
General Government	0	0	0	0	0	0	0	0
Public Safety	0	0	0	0	0	0	48,186	0
Public Service	1,705,595	0	0	0	0	0	0	560,456
Culture and Recreation	0	0	0	3,669	0	0	0	0
Education	0	3,050,536	2,336,733	0	1,635,866	4,277,197	0	0
Capital Outlay	0	227,841	0	0	0	0	1,682,517	558,189
Total Expenditures	1,705,595	3,278,377	2,336,733	3,669	1,635,866	4,277,197	1,730,703	1,118,645
Net Change in Fund Balance Before Other Financing Sources (Uses)	(512,237)	(127,734)	0	(3,569)	164,464	(954,989)	(406,557)	439,826
Other Financing Sources (Uses)								
Transfers In	200,000	0	0	0	0	1,236,498	818,899	0
Transfers Out	0	0	0	0	(480,084)	0	0	0
Total Other Financing Sources (Uses)	200,000	0	0	0	(480,084)	1,236,498	818,899	0
Net Change in Fund Balance	(312,237)	(127,734)	0	(3,569)	(315,620)	281,509	412,342	439,826
Fund Balance, July 1st	1,357,461	2,982,202	0	12,349	859,757	2,817,247	3,100,962	2,553,942
Fund Balance, June 30th	$ 1,045,224	$ 2,854,468	$ 0	$ 8,780	$ 544,137	$ 3,098,756	$ 3,513,304	$ 2,993,768

CITY OF MARYVILLE, TENNESSEE

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)

Non-Major Governmental Funds

For the Period Ending June 30, 2025

	Special Revenue Funds			Capital Project Funds			Total
	Drug	GIS	Total Special Revenue Funds	School Construction	Equipment Replacement	Total Capital Project Funds	Non-Major Governmental Funds
Revenues							
Intergovernmental							
State Taxes	$ 0	$ 0	$ 1,193,358	$ 0	$ 0	$ 0	$ 1,193,358
Federal Grants	0	0	3,660,879	0	0	0	3,660,879
U.S.D.A. Revenue	0	0	1,448,342	0	0	0	1,448,342
Other Local Revenues	0	542,549	564,254	0	0	0	564,254
Charges for Services	34,325	11,999	4,930,321	0	0	0	4,930,321
Fines, Forfeitures and Court Costs	4,717	0	4,717	0	0	0	4,717
Interest Income	0	0	155,400	0	0	0	155,400
Internal School Fund Revenue	0	0	3,322,208	0	0	0	3,322,208
Miscellaneous	608,628	0	608,728	0	454,960	454,960	1,063,688
Total Revenues	647,670	554,548	15,888,207	0	454,960	454,960	16,343,167
Expenditures							
Current							
General Government	0	554,308	554,308	0	0	0	554,308
Public Safety	84,472	0	132,658	0	0	0	132,658
Public Service	0	0	2,266,051	0	0	0	2,266,051
Culture and Recreation	0	0	3,669	0	0	0	3,669
Education	0	0	11,300,332	0	0	0	11,300,332
Capital Outlay	53,351	0	2,521,898	3,218,034	1,662,068	4,880,102	7,402,000
Total Expenditures	137,823	554,308	16,778,916	3,218,034	1,662,068	4,880,102	21,659,018
Net Change in Fund Balances Before Other Financing Sources (Uses)	509,847	240	(890,709)	(3,218,034)	(1,207,108)	(4,425,142)	(5,315,851)
Other Financing Sources (Uses)							
Transfers In	0	0	2,255,397	1,384,399	2,562,554	3,946,953	6,202,350
Transfers Out	0	0	(480,084)	0	0	0	(480,084)
Total Other Financing Sources (Uses)	0	0	1,775,313	1,384,399	2,562,554	3,946,953	5,722,266
Net Change in Fund Balance	509,847	240	884,604	(1,833,635)	1,355,446	(478,189)	406,415
Fund Balance, July 1st	170,593	143,841	13,998,354	4,692,314	1,883,312	6,575,626	20,573,980
Fund Balance, June 30th	$ 680,440	$ 144,081	$ 14,882,958	$ 2,858,679	$ 3,238,758	$ 6,097,437	$ 20,980,395

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other governmental operating units on a cost-reimbursed basis.

***Employee Medical Self-Insurance Funds* -** The Employee Medical Self-Insurance Funds are used to account for the City's self-insured health insurance program. Premiums charged to various operating funds and employee payroll deductions are placed in these self-insurance funds for the payment of medical claims and administrative expenses.

***Retiree Medical Self-Insurance Funds* -** The Retiree Medical Self-Insurance Funds are used to account for the City's retiree self-insured health insurance program. Premiums charged to various operating funds and retiree payments are placed in these self-insurance funds for the payment of medical claims and administrative expenses for city retirees.

***Self-Insured Workmen's Compensation Fund* -** The Self-Insured Workmen's Compensation Fund is used to account for the City's self-insured worker's compensation program. Premiums charged to various operating funds are placed in this fund for the payment of claims and administrative expenses.

***Information Technology Systems Fund* -** The Information Technology Systems Fund is used to account for the operation of the City's information technology system. Data processing charges collected from various City funds are placed in this fund for the payment of operating expenses.

***Fleet Maintenance Fund* -** The Fleet Maintenance Fund is used to account for the operation of the City's vehicle maintenance program. Vehicle maintenance charges collected from various City funds are placed in this fund for the payment of operating expenses.

***Facilities Management Fund* -** The Facilities Management Fund is used to account for the operation of the City's physical facilities. Charges collected from various City funds are placed in this fund for the payment of operating expenses associated with the City's physical facilities.

CITY OF MARYVILLE, TENNESSEE
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2025

	City Employee Medical Self-Insurance Fund	Schools Employee Medical Self-Insurance Fund	City Retiree Medical Self-Insurance Fund	School Retiree Medical Self-Insurance Fund	Self-Insured Workmen's Compensation Fund	Information Technology Systems Fund	Fleet Maintenance Fund	Facilities Management Fund	Total Internal Service Funds
ASSETS									
Current Assets									
Cash	$ 2,810,753	$ 2,629,744	$ 812,656	$ 361,321	$ 1,279,300	$ 1,306,330	$ 1,349,746	$ 1,810,018	$ 12,359,868
Accounts Receivable	34,803	341,720	323	13,766	0	0	0	0	390,612
Inventories	0	0	0	0	0	0	142,170	0	142,170
Due From Other Funds	0	0	0	0	0	0	25,711	0	25,711
Total Current Assets	2,845,556	2,971,464	812,979	375,087	1,279,300	1,306,330	1,517,627	1,810,018	12,918,361
Capital Assets									
Building and Improvements	0	0	0	0	0	0	1,025,264	0	1,025,264
Data Processing Equipment	0	0	0	0	0	734,140	0	0	734,140
Software	0	0	0	0	0	64,593	0	0	64,593
Fleet Maintenance Equipment	0	0	0	0	0	0	478,297	0	478,297
	0	0	0	0	0	798,733	1,503,561	0	2,302,294
Less: Accumulated Depreciation and Amortization	0	0	0	0	0	650,866	1,300,562	0	1,951,428
Net Capital Assets	0	0	0	0	0	147,867	202,999	0	350,866
Total Assets	2,845,556	2,971,464	812,979	375,087	1,279,300	1,454,197	1,720,626	1,810,018	13,269,227
LIABILITIES AND NET POSITION									
Current Liabilities									
Accounts Payable	410,137	481,023	30,000	60,000	183,123	4,552	18,910	168,227	1,355,972
Total Current Liabilities	410,137	481,023	30,000	60,000	183,123	4,552	18,910	168,227	1,355,972
Net Position									
Investment in Capital Assets	0	0	0	0	0	147,867	202,999	0	350,866
Unrestricted	2,435,419	2,490,441	782,979	315,087	1,096,177	1,301,778	1,498,717	1,641,791	11,562,389
Total Net Position	$ 2,435,419	$ 2,490,441	$ 782,979	$ 315,087	$ 1,096,177	$ 1,449,645	$ 1,701,716	$ 1,641,791	$ 11,913,255

CITY OF MARYVILLE, TENNESSEE

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION

INTERNAL SERVICE FUNDS

For the Period Ending June 30, 2025

	City Employee Medical Self- Insurance Fund	Schools Employee Medical Self- Insurance Fund	City Retiree Medical Self- Insurance Fund	School Retiree Medical Self- Insurance Fund	Self-Insured Workmen's Compensation Fund	Information Technology Systems Fund	Fleet Maintenance Fund	Facilities Management Fund	Total Internal Service Funds
OPERATING REVENUES									
Insurance Charges	$ 5,217,470	$ 8,343,469	$ 481,773	$ 733,336	$ 467,255	$ 0	$ 0	$ 0	$ 15,243,303
Facilities Charges	0	0	0	0	0	0	0	1,961,839	1,961,839
Data Processing Charges	0	0	0	0	0	1,913,571	0	0	1,913,571
Equipment Repair Charges	0	0	0	0	0	0	1,089,160	0	1,089,160
Miscellaneous	724	0	0	0	0	0	2,295	0	3,019
Total Operating Revenues	5,218,194	8,343,469	481,773	733,336	467,255	1,913,571	1,091,455	1,961,839	20,210,892
OPERATING EXPENSES									
Salaries and Related Costs	0	0	0	0	0	1,014,531	671,943	63,865	1,750,339
Other Services	0	0	0	0	0	122	21,940	614,591	636,653
Supplies and Parts	0	0	0	0	0	54,461	0	24,922	79,383
Training	0	0	0	0	0	3,927	5,267	0	9,194
Inventory Adjustments	0	0	0	0	0	0	10,937	0	10,937
Building and Office Rental	0	0	0	0	0	0	47,444	0	47,444
Insurance	0	0	0	0	0	1,233	11,929	34,494	47,656
Software and Minor Equipment	0	0	0	0	0	0	4,295	0	4,295
Depreciation	0	0	0	0	0	124,947	23,954	0	148,901
Utilities	0	0	0	0	0	0	0	425,302	425,302
Communications	0	0	0	0	0	5,027	0	29,520	34,547
Repair and Maintenance	0	0	0	0	0	1,255	11,406	337,199	349,860
Insurance Claims Premiums and Administrative Expenses	5,599,840	7,899,945	518,341	1,112,959	314,056	0	0	0	15,445,141
Other	0	0	0	0	0	523,901	42,465	155,991	722,357
Total Operating Expenses	5,599,840	7,899,945	518,341	1,112,959	314,056	1,729,404	851,580	1,685,884	19,712,009
CHANGE IN NET POSITION	(381,646)	443,524	(36,568)	(379,623)	153,199	184,167	239,875	275,955	498,883
NET POSITION - July 1st	2,817,065	2,046,917	819,547	694,710	942,978	1,265,478	1,461,841	1,365,836	11,414,372
NET POSITION - June 30th	$ 2,435,419	$ 2,490,441	$ 782,979	$ 315,087	$ 1,096,177	$ 1,449,645	$ 1,701,716	$ 1,641,791	$ 11,913,255

CITY OF MARYVILLE, TENNESSEE
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Period Ending June 30, 2025

	City Employee Medical Self-Insurance Fund	Schools Employee Medical Self-Insurance Fund	City Retiree Medical Self-Insurance Fund	School Retiree Medical Self-Insurance Fund	Self-Insured Workmen's Compensation Fund	Information Technology Systems Fund	Fleet Maintenance Fund	Facilities Management Fund	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES									
Insurance Premiums/Reimbursements Collected	$ 5,208,331	$ 8,084,220	$ 481,450	$ 719,570	$ 467,255	$ 0	$ 0	$ 0	$ 14,960,826
Collections from Various City Departments	0	0	0	0	0	1,913,571	1,084,707	1,961,839	4,960,117
Other	724	0	0	0	0	0	2,295	0	3,019
Payments to Other Suppliers of Goods and Services	(5,519,703)	(7,843,570)	(508,341)	(1,082,959)	(311,659)	(1,762,082)	(336,289)	(1,621,329)	(18,985,932)
Payments to Employees for Services	0	0	0	0	0	0	(466,073)	(42,350)	(508,423)
Net Cash Provided By (Used In) Operating Activities	(310,648)	240,650	(26,891)	(363,389)	155,596	151,489	284,640	298,160	429,607
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Acquisition of Capital Assets	0	0	0	0	0	(150,322)	(6,000)	0	(156,322)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(310,648)	240,650	(26,891)	(363,389)	155,596	1,167	278,640	298,160	273,285
CASH AND CASH EQUIVALENTS - July 1st	3,121,401	2,389,094	839,547	724,710	1,123,704	1,305,163	1,071,106	1,511,858	12,086,583
CASH AND CASH EQUIVALENTS - June 30th	$ 2,810,753	$ 2,629,744	$ 812,656	$ 361,321	$ 1,279,300	$ 1,306,330	$ 1,349,746	$ 1,810,018	$ 12,359,868

CITY OF MARYVILLE, TENNESSEE

COMBINING STATEMENT OF CASH FLOWS (Continued)

INTERNAL SERVICE FUNDS

For the Period Ending June 30, 2025

	City Employee Medical Self-Insurance Fund	Schools Employee Medical Self-Insurance Fund	City Retiree Medical Self-Insurance Fund	School Retiree Medical Self-Insurance Fund	Self-Insured Workmen's Compensation Fund	Information Technology Systems Fund	Fleet Maintenance Fund	Facilities Management Fund	Total Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES									
Operating Income (loss)	$ (381,646)	$ 443,524	$ (36,568)	$ (379,623)	$ 153,199	$ 184,167	$ 239,875	$ 275,955	$ 498,883
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Expenses:									
Add Non-Cash Expenses:									
Depreciation	0	0	0	0	0	124,947	23,954	0	148,901
Changes in Assets and Liabilities:									
Accounts Receivable	(9,139)	(259,249)	(323)	(13,766)	0	0	0	0	(282,477)
Due from Other Funds	0	0	0	0	0	0	(4,453)	0	(4,453)
Inventories	0	0	0	0	0	0	39,723	0	39,723
Accounts Payable	80,137	56,375	10,000	30,000	2,397	(157,625)	(14,459)	22,205	29,030
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	$ (310,648)	$ 240,650	$ (26,891)	$ (363,389)	$ 155,596	$ 151,489	$ 284,640	$ 298,160	$ 429,607

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt not being accounted for in the Enterprise Funds.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

DEBT SERVICE FUNDS

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Favorable
	Original	Final	Amounts	(Unfavorable)
Revenues				
Interest Earned	$ 125,145	$ 125,145	$ 149,203	$ 24,058
Expenditures				
Debt Service				
Principal Retirement	5,071,279	5,071,279	5,071,274	5
Interest and Fiscal Fees	1,860,078	1,860,078	1,851,402	8,676
Payments Under Leases	331,458	331,458	131,458	200,000
Total Expenditures	7,262,815	7,262,815	7,054,134	208,681
Net Change in Fund Balance Before Other Financing Sources (Uses)	(7,137,670)	(7,137,670)	(6,904,931)	232,739
Other Financing Sources (Uses)				
Transfers In	7,286,768	7,286,768	7,286,768	0
Net Change in Fund Balance	149,098	149,098	381,837	232,739
Fund Balance, July 1st	4,408,397	4,408,397	4,408,397	0
Fund Balance, June 30th	$ 4,557,495	$ 4,557,495	$ 4,790,234	$ 232,739

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

***State Street Aid Fund* -** The State Street Aid Fund is used to account for the State gasoline tax. Proceeds of this tax must be expended for the improvement and maintenance of City streets.

***Maryville City Schools Cafeteria Fund* -** The Maryville City Schools Cafeteria Fund is used to account for the operations of all cafeterias in the School System. Revenues are provided primarily by the sale of meals (breakfasts, lunches, and a la carte items) and reimbursements from the United States Department of Agriculture (USDA).

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

***Special Projects Fund* -** The Special Projects Fund is used to account for the revenues and expenditures associated with the Sanitation Santa Program, economic development activities, and community events.

***Maryville City Schools Continuing Care Program Fund* -** The Maryville City Schools Continuing Care Program Fund is used to account for the revenues (primarily fees) and expenditures of the before- and after-school programs at the three (3) City of Maryville elementary schools and two (2) City of Maryville middle schools.

***Internal School Fund* -** The Internal School Fund is used to account for revenues and expenditures associated with various student activities.

***Local Grant Fund* -** The Local Grant Fund is used to account for the proceeds of federal and state grants and the related expenditures therefrom.

***Drug Fund* -** The Drug Fund is used to account for revenues (primarily drug related fines) which must be expended on drug-enforcement operations of the City.

***Geographic Information System (GIS) Fund* -** The Geographic Information System Fund is used to account for the revenues (primarily intergovernmental funding) and expenditures associated with the development and maintenance of a geographic information system.

***Stormwater Fund* -** The Storm Water Fund is used to account for the revenues (primarily fees assessed to property owners) and expenditures associated with the City's Storm Water System.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

STATE STREET AID - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Favorable
	Original	Final	Amounts	(Unfavorable)
Revenues				
Intergovernmental – State Gasoline Tax	$ 1,187,961	$ 1,187,961	$ 1,193,358	$ 5,397
Expenditures				
Salaries	30,000	30,000	4,312	25,688
Fringe Benefits	2,325	2,325	337	1,988
Operating Expenses	1,600,000	1,800,000	1,679,107	120,893
Materials and Supplies	61,500	61,500	21,839	39,661
Total Expenditures	1,693,825	1,893,825	1,705,595	188,230
Net Change in Fund Balance Before Other Financing Sources (Uses)	(505,864)	(705,864)	(512,237)	193,627
Other Financing Sources (Uses)				
Transfers In	0	200,000	200,000	0
Net Change in Fund Balance	(505,864)	(505,864)	(312,237)	193,627
Fund Balance, July 1st	1,357,461	1,357,461	1,357,461	0
Fund Balance, June 30th	$ 851,597	$ 851,597	$ 1,045,224	$ 193,627

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

MARYVILLE CITY SCHOOLS CAFETERIA - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
Revenues				
U.S.D.A. Revenue	$ 1,600,000	$ 1,600,000	$ 1,448,342	$ (151,658)
State Revenues	23,000	23,000	21,705	(1,295)
Charges for Services	1,572,000	1,572,000	1,546,145	(25,855)
Interest Income	150,000	150,000	134,451	(15,549)
Total Revenues	3,345,000	3,345,000	3,150,643	(194,357)
Expenditures				
Food	1,550,000	1,602,900	1,541,091	61,809
Salaries	1,102,281	1,015,681	1,015,583	98
Fringe Benefits	348,579	304,879	302,819	2,060
Operating Expenses	120,000	122,400	120,157	2,243
Materials and Supplies	84,140	71,140	70,886	254
Capital Outlay	140,000	228,000	227,841	159
Total Expenditures	3,345,000	3,345,000	3,278,377	66,623
Net Change in Fund Balance	0	0	(127,734)	(127,734)
Fund Balance, July 1st	2,982,202	2,982,202	2,982,202	0
Fund Balance, June 30th	$ 2,982,202	$ 2,982,202	$ 2,854,468	$ (127,734)

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

FEDERAL PROJECTS - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Favorable
	Original	Final	Amounts	(Unfavorable)
Revenues				
Intergovernmental	$ 2,146,411	$ 2,442,722	$ 2,336,733	$ (105,989)
Expenditures				
Regular Instruction	757,532	830,934	805,981	24,953
Special Education Instruction	1,250,871	1,339,224	1,259,834	79,390
Special Education Support	45,000	46,221	46,555	(334)
Vocational Education Instruction	46,478	42,608	42,608	0
Vocational Education Support	28,923	25,310	23,330	1,980
Technology	0	17,232	17,232	0
Capital Outlay	17,607	141,193	141,193	0
Total Expenditures	2,146,411	2,442,722	2,336,733	105,989
Net Change in Fund Balance	0	0	0	0
Fund Balance, July 1st	0	0	0	0
Fund Balance, June 30th	$ 0	$ 0	$ 0	$ 0

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

SPECIAL PROJECTS - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Favorable
	Original	Final	Amounts	(Unfavorable)
Revenues				
Contributions	$ 1,000	$ 1,000	$ 100	$ (900)
Total Revenues	1,000	1,000	100	(900)
Expenditures				
Community Support	12,000	12,000	3,669	8,331
Total Expenditures	12,000	12,000	3,669	8,331
Net Change in Fund Balance	(11,000)	(11,000)	(3,569)	7,431
Fund Balance, July 1st	12,349	12,349	12,349	0
Fund Balance, June 30th	$ 1,349	$ 1,349	$ 8,780	$ 7,431

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

MARYVILLE CITY SCHOOLS CONTINUING CARE PROGRAM - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Favorable
	Original	Final	Amounts	(Unfavorable)
Revenues				
Community Service Fees	$ 1,230,000	$ 1,345,000	$ 1,779,381	$ 434,381
Interest	25,000	25,000	20,949	(4,051)
Total Revenues	1,255,000	1,370,000	1,800,330	430,330
Expenditures				
Salaries and Related Costs	1,069,966	1,184,966	1,330,754	(145,788)
Materials and Supplies	135,000	135,000	230,494	(95,494)
Other Expenditures	50,034	50,034	74,618	(24,584)
Total Expenditures	1,255,000	1,370,000	1,635,866	(265,866)
Net Change in Fund Balance Before Other Financing Sources (Uses)	0	0	164,464	164,464
Other Financing Sources (Uses)				
Transfers Out	(500,000)	(500,000)	(480,084)	19,916
Net Change in Fund Balance	(500,000)	(500,000)	(315,620)	184,380
Fund Balance, July 1st	859,757	859,757	859,757	0
Fund Balance, June 30th	$ 359,757	$ 359,757	$ 544,137	$ 184,380

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

MARYVILLE CITY SCHOOLS INTERNAL SCHOOL FUND - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Actual Amounts
Revenues	
General Administrative	$ 112,644
Field Trips	68,671
Miscellaneous	148,638
Fundraising	62,116
Student/Class Fees	117,999
Donations	39,848
Athletic Funds	1,480,256
Club Funds	178,741
TISA Funds	76,000
Grants - Special Projects	170,383
Other Purposes	866,912
Total Revenues	3,322,208
Expenditures	
Instructional	623,692
General Administrative	552,480
Field Trips	74,894
Operations and Maintenance	349,672
Miscellaneous	26,722
Student/Class Fees	17,653
Fundraising	17,544
Athletic Funds	1,470,813
Club Funds	163,608
TISA Funds	63,049
Grants - Special Projects	136,959
Other Purposes	780,111
Total Expenditures	4,277,197
Net Change in Fund Balance Before Other Financing Sources (Uses)	(954,989)
Other Financing Sources (Uses)	
Transfers In	1,236,498
Net Change in Fund Balance	281,509
Fund Balance, July 1st	2,817,247
Fund Balance, June 30th	$ 3,098,756

*Due to the specific nature of the fund, the Internal School Fund does not report a budget.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

LOCAL GRANT - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Favorable
	Original	Final	Amounts	(Unfavorable)
Revenues				
Intergovernmental - Other Federal, State, and Local Grants	$ 10,062,752	$ 10,157,252	$ 1,324,146	$ (8,833,106)
Expenditures				
Public Safety	334,991	384,973	47,572	337,401
Police Safety Equipment	12,889	12,889	614	12,275
Carpenters Grade Improvements	8,501,055	8,501,055	1,231,715	7,269,340
Maryville to Townsend Greenway Phase 1	1,612,386	1,612,386	108,372	1,504,014
Foch to McCammon Extension	1,282,803	1,282,803	39,981	1,242,822
TDOT West Broadway Widening	740,000	740,000	108,822	631,178
TDOT Morganton Road Widening	130,000	130,000	0	130,000
Downtown Wayfindings Signs	100,162	100,162	99,127	1,035
SLCGP Deep Discovery Inspector	50,000	94,500	94,500	0
Total Expenditures	12,764,286	12,858,768	1,730,703	11,128,065
Net Change in Fund Balance Before Other Financing Sources (Uses)	(2,701,534)	(2,701,516)	(406,557)	2,294,959
Other Financing Sources (Uses)				
Transfers in	970,449	970,449	818,899	(151,550)
Net Change in Fund Balance	(1,731,085)	(1,731,067)	412,342	2,143,409
Fund Balance, July 1st	3,100,962	3,100,962	3,100,962	0
Fund Balance, June 30th	$ 1,369,877	$ 1,369,895	$ 3,513,304	$ 2,143,409

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

DRUG FUND - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Favorable
	Original	Final	Amounts	(Unfavorable)
Revenues				
Drug-related Fines	$ 4,000	$ 4,000	$ 4,717	$ 717
Impound and Wrecker Fees	41,000	41,000	34,325	(6,675)
Sale of Equipment	0	0	17,250	17,250
Contributions	0	3,850	533,825	529,975
Miscellaneous	0	3,410	57,553	54,143
Total Revenues	45,000	52,260	647,670	595,410
Expenditures				
Operating Expenses	67,000	43,240	26,050	17,190
Materials and Supplies	85,000	61,020	58,422	2,598
Capital Outlay	0	55,000	53,351	1,649
Total Expenditures	152,000	159,260	137,823	21,437
Net Change in Fund Balance	(107,000)	(107,000)	509,847	616,847
Fund Balance, July 1st	170,593	170,593	170,593	0
Fund Balance, June 30th	$ 63,593	$ 63,593	$ 680,440	$ 616,847

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

GEOGRAPHIC INFORMATION SYSTEMS - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Favorable
	Original	Final	Amounts	(Unfavorable)
Revenues				
Intergovernmental Funding	$ 579,825	$ 579,825	$ 542,549	$ (37,276)
Data Sales	12,000	12,000	11,999	(1)
Total Revenues	591,825	591,825	554,548	(37,277)
Expenditures				
Salaries	290,980	281,482	269,646	11,836
Fringe Benefits	106,172	106,172	99,534	6,638
Operating Expenses	137,819	139,662	135,181	4,481
Materials and Supplies	2,300	9,955	8,552	1,403
Insurance	2,267	2,267	1,109	1,158
IT Services	28,254	28,254	28,254	0
Building and Office	12,033	12,033	12,032	1
Total Expenditures	579,825	579,825	554,308	25,517
Net Change in Fund Balance	12,000	12,000	240	(11,760)
Fund Balance, July 1st	143,841	143,841	143,841	0
Fund Balance, June 30th	$ 155,841	$ 155,841	$ 144,081	$ (11,760)

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

STORMWATER - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Favorable
	Original	Final	Amounts	(Unfavorable)
Revenues				
Residential Fees	$ 505,000	$ 505,000	$ 509,749	$ 4,749
Commercial Fees	1,012,000	1,012,000	1,043,840	31,840
Customer Forfeited Discounts	5,000	5,000	4,882	(118)
Total Revenues	1,522,000	1,522,000	1,558,471	36,471
Expenditures				
Engineering				
Salaries	99,455	99,455	70,899	28,556
Fringe Benefits	38,553	38,598	35,907	2,691
Operating Expense	298,618	278,118	72,777	205,341
Materials and Supplies	13,525	14,025	7,759	6,266
Capital Outlay	1,266,282	1,266,282	558,189	708,093
Total Engineering	1,716,433	1,696,478	745,531	950,947
Construction				
Salaries	163,717	167,615	165,650	1,965
Fringe Benefits	92,011	93,654	86,464	7,190
Operating Expense	101,672	114,886	106,706	8,180
Materials and Supplies	22,000	23,200	14,294	8,906
Total Construction	379,400	399,355	373,114	26,241
Total Expenditures	2,095,833	2,095,833	1,118,645	977,188
Net Change in Fund Balance	(573,833)	(573,833)	439,826	1,013,659
Fund Balance, July 1st	2,553,942	2,553,942	2,553,942	0
Fund Balance, June 30th	$ 1,980,109	$ 1,980,109	$ 2,993,768	$ 1,013,659

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF OPERATING EXPENSES BY DEPARTMENT
WATER AND SEWER DEPARTMENT

CITY OF MARYVILLE UTILITIES - ENTERPRISE FUND

For the Period Ending June 30, 2025

DIRECT OPERATING EXPENSES		
Water Expenses		
Salaries	$	640,080
Fringe Benefits		232,068
Operating Expenses		644,150
Materials and Supplies		153,671
Insurance		19,089
Information Technology Services		63,571
Total Water Expenses		1,752,629
Waste Water Treatment Expenses		
Salaries		1,178,665
Fringe Benefits		443,703
Operating Expenses		1,793,853
Materials and Supplies		541,971
Insurance		67,691
Information Technology Services		101,242
Building Maintenance		23,987
Total Waste Water Treatment Expenses		4,151,112
Water and Waste Water System		
Salaries		1,258,879
Fringe Benefits		483,564
Operating Expenses		1,104,253
Materials and Supplies		77,904
Total Water and Waste Water System		2,924,600
Total Direct Operating Expenses		8,828,341
CUSTOMER ACCOUNTING AND COLLECTION		
Customer Records and Expenses		1,629,250
Uncollectible Accounts		20,000
Total Customer Accounting and Collection		1,649,250
ADMINISTRATIVE AND GENERAL EXPENSES		
Salaries		774,440
Fringe Benefits		247,708
Operating Expenses		309,599
Materials and Supplies		29,153
Insurance		44,679
Information Technology Services		306,080
Building Maintenance		187,577
Total Administrative and General Expenses		1,899,236
OTHER OPERATING EXPENSES		
Depreciation		4,745,483
Total Operating Expenses	$	17,122,310

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF CHANGES IN LONG-TERM DEBT BY INDIVIDUAL ISSUE

June 30, 2025

	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding July 1, 2024	Issued During Period	Paid and/or Matured During Period	Refunded During Period	Outstanding June 30, 2025
Governmental Activities									
Notes Payable									
Payable through Debt Service Fund									
Tennessee State School Bond Authority Note	$ 18,720,000	1.515 %	12/17/2009	7/1/2026	$ 2,463,886	$ 0	$ 1,167,877	$ 0	$ 1,296,009
Tennessee School Energy Efficiency Note	1,240,328	1.5 %	4/1/2019	4/1/2026	322,273	0	183,175	0	139,098
Total Notes Payable through Debt Service Fund					2,786,159	0	1,351,052	0	1,435,107
Bonds Payable									
Payable through Debt Service Fund									
2017A General Obligation Refunding	$ 23,780,000	2.25 to 5.0 %	12/1/2017	6/1/2030	12,820,000	0	2,075,000	0	10,745,000
2018A General Obligation Public Improvement	18,180,000	3.0 to 5.0 %	6/1/2018	6/1/2040	15,635,000	0	720,000	0	14,915,000
2021 General Obligation Refunding	15,765,000	2.0 to 5.0 %	5/28/2021	6/1/2034	13,940,000	0	925,000	0	13,015,000
Total Bonds Payable through Debt Service Fund					42,395,000	0	3,720,000	0	38,675,000
Total Governmental Activities					$ 45,181,159	$ 0	$ 5,071,052	$ 0	$ 40,110,107
Business-Type Activities									
Notes Payable									
Payable through Water and Sewer Department Fund									
Tennessee Revolving Fund Loan	$ 2,034,000	2.09 %	10/26/2009	6/30/2031	$ 916,176	$ 0	$ 122,940	$ 0	$ 793,236
Bonds Payable									
Payable through Water and Sewer Department Fund									
2017B Water and Sewer Revenue and Tax Refunding	$ 31,800,000	2.25 to 5.0 %	12/1/2017	6/1/2038	27,995,000	0	1,495,000	0	26,500,000
2018A General Obligation Public Improvement	2,910,000	3.0 to 5.0 %	6/1/2018	6/1/2040	2,500,000	0	115,000	0	2,385,000
2021 General Obligation Refunding	1,760,000	5.0 %	5/28/2021	6/1/2027	760,000	0	350,000	0	410,000
Total Bonds Payable through Water and Sewer Department Fund					31,255,000	0	1,960,000	0	29,295,000
Payable through Electric Department Fund									
2018A General Obligation Public Improvement	$ 2,910,000	3.0 to 5.0 %	6/1/2018	6/1/2040	2,500,000	0	115,000	0	2,385,000
2020 Revenue and Refunding	5,000,000	1.07 %	7/23/2020	6/1/2025	1,000,000	0	1,000,000	0	0
Total Bonds Payable through Electric Department Fund					3,500,000	0	1,115,000	0	2,385,000
Total Business-Type Activities					$ 35,671,176	$ 0	$ 3,197,940	$ 0	$ 32,473,236

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF BOND AND INTEREST REQUIREMENTS BY FISCAL YEAR

June 30, 2025

Fiscal	Total	Total		2009 Qualified School		2011 State Revolving	
Year	Requirements	Bond	Interest	Bond	Interest	Bond	Interest
2026	$ 10,156,640	$ 7,475,603	$ 2,681,037	$ 1,296,009	$ 283,608	$ 125,496	$ 15,156
2027	8,056,214	5,958,100	2,098,114	0	0	128,100	12,552
2028	7,909,715	6,105,764	1,803,951	0	0	130,764	9,888
2029	7,933,902	6,323,488	1,610,414	0	0	133,488	7,164
2030	7,806,952	6,391,260	1,415,692	0	0	136,260	4,392
2031	6,655,540	5,439,128	1,216,412	0	0	139,128	1,562
2032	6,505,850	5,450,000	1,055,850	0	0	0	0
2033	6,452,350	5,560,000	892,350	0	0	0	0
2034	6,230,550	5,505,000	725,550	0	0	0	0
2035	4,220,000	3,640,000	580,000	0	0	0	0
2036	4,214,063	3,745,000	469,063	0	0	0	0
2037	4,183,125	3,830,000	353,125	0	0	0	0
2038	4,199,525	3,965,000	234,525	0	0	0	0
2039	1,684,856	1,575,000	109,856	0	0	0	0
2040	1,676,699	1,620,000	56,699	0	0	0	0
Totals	$ 87,885,981	$ 72,583,343	$ 15,302,638	$ 1,296,009	$ 283,608	$ 793,236	$ 50,714

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF BOND AND INTEREST REQUIREMENTS BY FISCAL YEAR (Continued)

June 30, 2025

	2017A General Obligation		2017B General Obligation		2018A General Obligation	
Year	Bond	Interest	Bond	Interest	Bond	Interest
2026	$ 2,060,000	$ 375,844	$ 1,560,000	$ 834,718	$ 995,000	$ 693,600
2027	2,100,000	272,843	1,675,000	756,719	1,045,000	643,850
2028	2,140,000	167,844	1,785,000	672,969	1,100,000	591,600
2029	2,185,000	119,694	1,855,000	632,806	1,150,000	536,600
2030	2,260,000	67,800	1,915,000	588,750	1,200,000	490,600
2031	0	0	1,990,000	531,300	1,235,000	454,600
2032	0	0	2,055,000	471,600	1,270,000	417,550
2033	0	0	2,125,000	409,950	1,310,000	379,450
2034	0	0	2,190,000	346,200	1,355,000	340,150
2035	0	0	2,250,000	280,500	1,390,000	299,500
2036	0	0	2,310,000	213,000	1,435,000	256,063
2037	0	0	2,350,000	143,700	1,480,000	209,425
2038	0	0	2,440,000	73,200	1,525,000	161,325
2039	0	0	0	0	1,575,000	109,856
2040	0	0	0	0	1,620,000	56,699
Totals	$ 10,745,000	$ 1,004,025	$ 26,500,000	$ 5,955,412	$ 19,685,000	$ 5,640,868

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF BOND AND INTEREST REQUIREMENTS BY FISCAL YEAR (Continued)

June 30, 2025

	2018 ESSI Schools Loan		2021 General Obligation	
Year	Bond	Interest	Bond	Interest
2026	$ 139,098	$ 961	$ 1,300,000	$ 477,150
2027	0	0	1,010,000	412,150
2028	0	0	950,000	361,650
2029	0	0	1,000,000	314,150
2030	0	0	880,000	264,150
2031	0	0	2,075,000	228,950
2032	0	0	2,125,000	166,700
2033	0	0	2,125,000	102,950
2034	0	0	1,960,000	39,200
2035	0	0	0	0
2036	0	0	0	0
2037	0	0	0	0
2038	0	0	0	0
2039	0	0	0	0
2040	0	0	0	0
Totals	$ 139,098	$ 961	$ 13,425,000	$ 2,367,050

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF CHANGES IN LEASE OBLIGATIONS

June 30, 2025

	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding July 1, 2024	Issued During Period	Paid and/or Matured During Period	Remeasurements	Outstanding June 30, 2025
Governmental Activities									
Leases Payable									
Payable through Debt Service Fund									
Communications Equipment	$ 1,245,379	1.2 %	12/7/2021	6/1/2031	$ 877,583	$ 0	$ 120,927	$ 0	$ 756,656
Total Governmental Activities					$ 877,583	$ 0	$ 120,927	$ 0	$ 756,656

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF LEASE OBLIGATIONS, PRINCIPAL, AND INTEREST REQUIREMENT BY FISCAL YEAR

June 30, 2025

	Leases		
Year Ending June 30,	**Principal**	**Interest**	**Total**
2026	$ 122,379	$ 9,080	$ 131,459
2027	123,847	7,611	131,458
2028	125,333	6,125	131,458
2029	126,837	4,621	131,458
2030	128,359	3,099	131,458
2031	129,901	1,559	131,460
	$ 756,656	$ 32,095	$ 788,751

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF CHANGES IN SUBSCRIPTION-BASED OBLIGATIONS REQUIREMENT BY FISCAL YEAR

June 30, 2025

	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding July 1, 2024	Issued During Period	Paid and/or Matured During Period	Remeasurements	Outstanding June 30, 2025
Governmental Activities									
Subscription-Based Obligations									
Payable through General Fund									
Software-based Information Technology Arrangements	Various	5 %	Various	Various	$ 541,075	$ 0	$ 150,202	$ 0	$ 390,873
Total Governmental Activities					$ 541,075	$ 0	$ 150,202	$ 0	$ 390,873

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF SUBSCRIPTION-BASED OBLIGATIONS, PRINCIPAL, AND INTEREST REQUIREMENT BY FISCAL YEAR

June 30, 2025

	Subscription-based Obligations		
Year Ending June 30,	Principal	Interest	Total
2026	$ 158,774	$ 17,510	$ 176,284
2027	167,803	9,387	177,190
2028	64,296	1,213	65,509
	$ 390,873	$ 28,110	$ 418,983

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF UTILITY RATES

June 30, 2025

The basic utility rates in force as of June 30, 2025 are as follows:

ELECTRIC SERVICE

I. Residential Rates:

Customer Charge: $16.92 Per Month
Energy Charge: 11.180 Cents Per kWh

II. General Power Rates:

Usage Under 50 KW and/or KWH Usage Under 15,000:
Customer Charge: $22.37 Per Month
Energy Charge: 12.214 Cents Per KWH

Usage Over 50 KW but Not More than 1,000 KW and/or KWH Usage Equal to or Greater than 15,000:
Customer Charge: $60.53 Per Delivery Point Per Month
Demand Charge: First 50 KW - No Charge Over 50 KW - $15.10 per KW
Energy Charge: First 15,000 KWH –12.397 cents per KWH Over 15,000 KWH - 7.800 Cents Per KWH

Usage Over 1,000 KW:
Customer Charge: $169.66 Per Delivery Point Per Month
Demand Charge: First 1,000 kW - $15.44 per KW Additional KW - $17.08 per KW
Energy Charge: 7.787 Cents Per KWH

Usage Over 5,000 KW but Not More than 15,000 KW:
Various demand and energy charges in effect depending upon several factors including on peak and off peak usage.

III. Customers served as of June 30, 2025 are as follows:

Residential	20,077
General Power	3,047
Street and Athletic	66
Outdoor Lighting	49
Total Customers	**23,239**

IV. Units of Power Purchased and Sold:

Kilowatt - Hours Purchased	810,085,161
Kilowatt - Hours Sold	790,207,750
Line Losses	19,877,411

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF UTILITY RATES (Continued)

June 30, 2025

The basic utility rates in force as of June 30, 2025 are as follows:

WATER SERVICE

Rates per Gallons for All Water Used:	Inside City	Outside City
First 1,500 gallons or less	$ 15.05 min. bill	$ 20.08 min. bill
Additional gallons per thousand gallons	3.29	4.94

PRIVATE FIRE SPRINKLER LINE SERVICE

Line Size	Monthly Charge
5/8"	$ 5.02
1"	7.15
2"	12.24
4"	19.53
6"	29.26
8"	43.94
10"	62.58
12"	98.88

WATER TAP FEES

Line Size	
5/8"	$ 545
1"	975
2"	4,200

Above 2" – fee based on estimate of costs to install.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF UTILITY RATES (Continued)

June 30, 2025

The basic utility rates in force as of June 30, 2025 are as follows:

SEWAGE SERVICE

Location	Charge per 1,000 Gallons of Metered Water	Customer Charge
Inside City (Residential)	$ 4.62	$ 22.82
Outside City (Residential)	6.79	28.73
Inside City (Non-residential)	5.26	22.82
Outside City (Non-residential)	7.77	28.73

SEWER TAP FEES

City Installs Sewer Tap	$ 879.00
Customer Exposes Existing Tap	148.00
Sewer Line Extension Charge	At Cost
Sewer Line Extension Surcharged within Westwood	3,272.00

CUSTOMERS SERVED AS OF June 30, 2025

Water service	17,257
Sewer service	16,153

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF INTERNAL RECEIVABLES AND PAYABLES

June 30, 2025

	Due From							
Due To	General Fund	General Purpose Schools	Capital Projects	Federal Projects	Maryville City Schools Continuing Care Program	Electric Department	Water and Sewer Department	Total
General Purpose Schools Fund	$ 22,986	$ 0	$ 0	$ 355,945	$ 75	$ 0	$ 0	$ 379,006
Maryville City Schools Cafeteria	0	6,592	0	0	0	0	0	6,592
Internal Service - Fleet Maintenance	0	0	0	0	0	14,527	11,184	25,711
Electric Department Fund	0	0	417,979	0	0	0	0	417,979
Total	$ 22,986	$ 6,592	$ 417,979	$ 355,945	$ 75	$ 14,527	$ 11,184	$ 829,288

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF TRANSFERS

For the Year Ended June 30, 2025

	Transfers to:									
Transfers From:	General Fund	Debt Service Fund	General Purpose Schools	Capital Projects Fund	State Street Aid	Internal School	Local Grant	School Construction	Equipment Replacement	Total
General Fund	$ 0	$ 7,100,000	$ 9,422,500	$ 4,556,100	$ 200,000	$ 0	$ 818,899	$ 0	$ 2,562,554	$ 24,660,053
General Purpose Schools	0	186,768	0	0	0	756,414	0	1,384,399	0	2,327,581
Maryville City Schools Continuing Care Program	0	0	0	0	0	480,084	0	0	0	480,084
Electric Department Fund	1,103,976	0	0	0	0	0	0	0	0	1,103,976
Water and Sewer Department Fund	474,335	0	0	0	0	0	0	0	0	474,335
Total	$ 1,578,311	$ 7,286,768	$ 9,422,500	$ 4,556,100	$ 200,000	$ 1,236,498	$ 818,899	$ 1,384,399	$ 2,562,554	$ 29,046,029

OTHER INFORMATION SECTION

CITY OF MARYVILLE, TENNESSEE

STATISTICAL SECTION

June 30, 2025

This part of the City of Maryville's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 1

NET POSITION BY COMPONENT
(Prepared Using the Accrual Basis of Accounting)

Last Ten Fiscal Years

June 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
GOVERNMENTAL ACTIVITIES										
Net Investment in Capital Assets	$ 149,152,899	$ 135,771,606	$ 128,435,940	$ 106,590,033	$ 90,793,612	$ 80,569,343	$ 71,483,311	$ 73,758,266	$ 71,564,059	$ 63,845,926
Restricted	27,159,853	20,691,573	21,177,791	48,511,110	10,896,699	12,197,710	5,566,116	3,009,455	4,685,615	3,544,719
Unrestricted	59,044,853	59,292,670	45,031,230	13,281,761	24,041,614	7,125,111	12,201,305	7,812,694	12,910,841	10,672,192
Total Governmental Activities Net Position	$ 235,357,605	$ 215,755,849	$ 194,644,961	$ 168,382,904	$ 125,731,925	$ 99,892,164	$ 89,250,732	$ 84,580,415	$ 89,160,515	$ 78,062,837
BUSINESS-TYPE ACTIVITIES										
Net Investment in Capital Assets	$ 147,580,986	$ 138,510,554	$ 128,468,647	$ 113,906,031	$ 109,816,789	$ 104,451,545	$ 97,938,048	$ 92,104,798	$ 93,134,803	$ 88,750,325
Restricted	908,615	209,550	591,765	5,809,617	563,291	548,301	48,718	0	0	0
Unrestricted	29,763,689	27,197,367	23,706,078	15,671,938	14,199,180	12,321,832	10,080,544	11,287,715	8,155,012	11,734,933
Total Business-Type Activities Net Position	$ 178,253,290	$ 165,917,471	$ 152,766,490	$ 135,387,586	$ 124,579,260	$ 117,321,678	$ 108,067,310	$ 103,392,513	$ 101,289,815	$ 100,485,258
PRIMARY GOVERNMENT										
Net Investment in Capital Assets	$ 296,733,885	$ 274,282,160	$ 256,904,587	$ 220,496,064	$ 200,610,401	$ 185,020,888	$ 169,421,359	$ 165,863,064	$ 164,698,862	$ 152,596,251
Restricted	28,068,468	20,901,123	21,769,556	54,320,727	11,459,990	12,746,011	5,614,834	20,092,043	4,685,615	3,544,719
Unrestricted (Deficit)	88,808,542	86,490,037	68,737,308	28,953,699	38,240,794	19,446,943	22,281,849	2,225,410	21,065,853	22,407,125
Total Primary Government Net Position	$ 413,610,895	$ 381,673,320	$ 347,411,451	$ 303,770,490	$ 250,311,185	$ 217,213,842	$ 197,318,042	$ 188,180,517	$ 190,450,330	$ 178,548,095

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 2

CHANGES IN NET POSITION
(Prepared Using the Accrual Basis of Accounting)

Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
EXPENSES										
Governmental Activities										
General Government	$ 6,982,024	$ 4,941,032	$ 3,697,966	$ 3,046,161	$ 3,344,943	$ 2,534,670	$ 4,720,098	$ 3,823,685	$ 5,312,390	$ 6,370,371
Public Safety	12,942,934	12,478,773	11,301,683	10,361,432	10,950,826	10,825,748	10,963,016	10,493,698	9,729,248	9,548,584
Public Services	15,949,325	18,179,895	15,293,229	13,697,998	12,753,825	12,246,584	12,479,719	11,571,522	9,423,214	7,746,805
Culture and Recreation	1,929,470	2,425,410	2,654,429	1,895,655	1,841,938	1,842,966	1,828,743	2,680,773	2,521,646	2,468,577
Economic Development	1,470,260	938,713	1,977,360	440,323	468,437	917,915	1,226,860	17,949	74,282	30,037
Education	82,373,070	77,907,199	71,864,839	61,622,450	64,497,561	62,932,107	61,992,125	54,951,576	54,521,274	51,022,934
Debt Service										
Interest on Long-Term Debt	1,341,967	1,593,690	1,699,382	1,853,630	2,415,440	2,584,532	2,664,542	2,449,595	2,327,868	2,623,253
Other Debt Service	20,045	19,995	20,395	19,140	254,264	21,720	23,911	262,275	200,596	119,407
Total Governmental Activities Expenses	123,009,095	118,484,707	108,509,283	92,936,789	96,527,234	93,906,242	95,899,014	86,251,073	84,110,518	79,929,968
Business-Type Activities										
Electric	76,766,720	71,374,467	73,961,636	67,765,097	62,623,434	62,688,789	66,498,463	65,661,883	66,296,844	63,536,304
Water and Sewer	18,082,029	17,122,018	16,241,610	15,170,688	14,881,800	14,983,631	14,636,125	14,258,214	14,039,792	13,107,255
Stormwater Utility	0	0	0	0	0	0	0	0	0	1,179,276
Total Business-Type Activities Expenses	94,848,749	88,496,485	90,203,246	82,935,785	77,505,234	77,672,420	81,134,588	79,920,097	80,336,636	77,822,835
Total Primary Government Expenses	$ 217,857,844	$ 206,981,192	$ 198,712,529	$ 175,872,574	$ 174,032,468	$ 171,578,662	$ 177,033,602	$ 166,171,170	$ 164,447,154	$ 157,752,803
PROGRAM REVENUES										
Governmental Activities										
Charges for Services										
General Government	$ 685,383	$ 687,521	$ 727,804	$ 333,418	$ 449,552	$ 500,971	$ 613,437	$ 516,415	$ 484,047	$ 347,595
Public Safety	61,281	65,666	56,422	112,704	69,779	73,054	532,278	763,426	626,255	451,403
Public Services	2,862,176	2,832,274	3,056,729	2,779,028	2,631,767	2,729,609	2,246,719	2,271,749	1,999,886	514,347
Culture and Recreation	0	0	0	0	0	0	0	0	0	0
Economic Development	0	0	0	0	0	0	0	0	42,300	42,300
Education	7,439,529	6,156,090	6,020,095	4,879,559	4,311,150	2,788,229	3,185,650	3,183,579	3,016,330	2,890,608
Operating Grants and Contributions	40,974,981	40,001,739	34,973,302	39,150,856	32,443,845	26,965,282	26,575,918	26,409,258	24,582,044	23,155,848
Capital Grants and Contributions	1,276,266	377,684	3,084,371	2,619,381	3,127,339	816,124	860,253	245,384	1,760,883	879,601
Total Governmental Activities Program Revenues	53,299,616	50,120,974	47,918,723	49,874,946	43,033,432	33,873,269	34,014,255	33,389,811	32,511,745	28,281,702

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 2

CHANGES IN NET POSITION (Continued)
(Prepared Using the Accrual Basis of Accounting)

Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
PROGRAM REVENUES (Continued)										
Business-Type Activities										
Charges for Services										
Electric	80,043,210	73,828,731	77,933,762	72,534,713	66,992,793	66,851,744	69,547,202	68,350,330	69,302,827	65,751,838
Water and Sewer	22,688,705	21,822,963	22,410,786	19,587,295	18,174,690	20,122,257	17,221,608	15,626,835	15,069,949	15,212,193
Stormwater Utility	0	0	0	0	0	0	0	0	0	1,396,201
Operating Grants and Contributions	0	0	0	0	0	0	0	0	0	121,903
Capital Grants and Contributions	4,646,259	6,249,235	6,959,864	3,168,161	1,517,369	1,582,577	935,824	1,133,017	1,139,691	1,352,422
Total Business-Type Activities Program Revenues	107,378,174	101,900,929	107,304,412	95,290,169	86,684,852	88,556,578	87,704,634	85,110,182	85,512,467	83,834,557
Total Primary Government Program Revenues	$ 160,677,790	$ 152,021,903	$ 155,223,135	$ 145,165,115	$ 129,718,284	$ 122,429,847	$ 121,718,889	$ 118,499,993	$ 118,024,212	$ 112,116,259
NET (EXPENSE) REVENUE										
Governmental Activities	$ (69,709,479)	$ (68,363,733)	$ (60,590,560)	$ (43,061,843)	$ (53,493,802)	$ (60,032,973)	$ (61,884,759)	$ (52,861,262)	$ (51,598,773)	$ (51,648,266)
Business-Type Activities	12,529,425	13,404,444	17,101,166	12,354,384	9,179,618	10,884,158	6,570,046	5,190,085	5,175,831	6,011,722
Total Primary Government Net Expenses	$ (57,180,054)	$ (54,959,289)	$ (43,489,394)	$ (30,707,459)	$ (44,314,184)	$ (49,148,815)	$ (55,314,713)	$ (47,671,177)	$ (46,422,942)	$ (45,636,544)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental Activities										
General Revenues										
Sales Taxes	$ 36,374,062	$ 34,737,950	$ 33,421,219	$ 31,242,353	$ 27,122,751	$ 22,926,734	$ 22,021,237	$ 20,523,896	$ 19,663,897	$ 18,682,970
State income and Excise taxes	230,095	269,958	310,447	307,475	397,810	623,561	516,585	518,860	723,926	686,015
Property Taxes	38,016,545	37,425,954	38,825,439	37,185,247	36,902,078	35,931,020	33,058,491	32,569,527	30,943,255	29,963,302
Business Taxes	979,725	922,836	1,229,776	968,582	907,199	898,073	883,417	1,110,325	1,026,201	1,008,162
Miscellaneous Taxes	5,148,873	5,008,771	5,020,478	4,899,471	4,694,775	4,442,654	4,264,484	3,347,492	3,110,172	3,051,698
In-lieu-of Taxes	2,456,507	2,026,271	2,364,391	2,079,267	1,991,896	1,537,388	1,056,460	678,084	661,155	923,008
Interest Income	4,331,067	4,335,153	2,822,265	281,042	264,794	790,544	1,290,491	482,027	135,861	267,939
Miscellaneous	1,526,100	3,219,758	1,197,670	6,950,024	2,785,993	1,653,132	2,033,433	1,538,570	1,642,146	1,761,861
Gain (Loss) on Deletion of Capital Assets	0 *	0 *	0 *	0 *	0 *	0 *	(425,987)	80,315	145,167	84,798
Transfers	1,578,311	1,527,970	1,721,485	1,701,710	1,949,091	1,871,299	1,661,806	1,611,182	1,623,795	1,320,642
Total Governmental Activities	90,641,285	89,474,621	86,913,170	85,615,171	77,016,387	70,674,405	66,360,417	62,460,278	59,675,575	57,750,395

* In 2020, Gain(Loss) on Deletion of Capital Assets began being recorded as a direct expense of the related function or program.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 2

CHANGES IN NET POSITION (Continued)
(Prepared Using the Accrual Basis of Accounting)

Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
GENERAL REVENUES AND OTHER										
CHANGES IN NET POSITION (Continued)										
Business-Type Activities										
General Revenues										
Interest Income	1,298,368	1,213,345	973,786	62,895	27,055	241,509	313,959	147,834	72,772	36,548
Miscellaneous	86,337	61,163	1,025,437	0	0	0	0	0	0	0
Gain (Loss) on Deletion of Capital Assets	0 **	0 **	0 **	0 **	0 **	0 **	(555,802)	20,800	192,225	75,493
Transfers	(1,578,311)	(1,527,970)	(1,721,485)	(1,701,710)	(1,949,091)	(1,871,299)	(1,661,806)	(1,611,182)	(1,623,795)	(1,320,642)
Total Business-Type Activities	(193,606)	(253,462)	277,738	(1,638,815)	(1,922,036)	(1,629,790)	(1,903,649)	(1,442,548)	(1,358,798)	(1,208,601)
Total Primary Government	$ 90,447,679	$ 89,221,159	$ 87,190,908	$ 83,976,356	$ 75,094,351	$ 69,044,615	$ 64,456,768	$ 61,017,730	$ 58,316,777	$ 56,541,794
CHANGE IN NET POSITION										
Governmental Activities	$ 20,931,806	$ 21,110,888	$ 26,322,610	$ 42,553,328	$ 23,522,585	$ 10,641,432	$ 4,475,658	$ 9,599,016	$ 8,076,802	$ 6,102,129
Business-Type Activities	12,335,819	13,150,982	17,378,904	10,715,569	7,257,582	9,254,368	4,674,797	3,755,937	3,825,433	4,811,521
Total Primary Government	$ 33,267,625	$ 34,261,870	$ 43,701,514	$ 53,268,897	$ 30,780,167	$ 19,895,800	$ 9,150,455	$ 13,354,953	$ 11,902,235	$ 10,913,650

** In 2020, Gain(Loss) on Deletion of Capital Assets began being reported as an expense of an identifiable activity on the statement of activities rather than as a general revenue.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 3

FUND BALANCES, GOVERNMENTAL FUNDS
(Prepared Using the Modified Accrual Basis of Accounting)

Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
GENERAL FUND										
Assigned	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 158,694	$ 378,850
Unassigned	27,940,733	24,379,408	21,894,231	20,000,178	15,762,486	14,187,126	12,851,280	11,417,360	10,384,423	8,126,757
Total General Fund	$ 27,940,733	$ 24,379,408	$ 21,894,231	$ 20,000,178	$ 15,762,486	$ 14,187,126	$ 12,851,280	$ 11,417,360	$ 10,543,117	$ 8,505,607
ALL OTHER GOVERNMENTAL FUNDS										
Nonspendable	$ 0	$ 0	$ 0	$ 2,345	$ 52,677	$ 50,426	$ 50,426	$ 50,426	$ 49,434	$ 34,118
Restricted	12,130,716	11,495,365	10,959,924	7,013,382	4,796,654	3,553,385	2,978,475	18,442,744	2,777,298	1,934,318
Committed	0	0	0	0	0	0	0	842,733	991,224	1,030,194
Assigned	40,445,022	39,170,836	27,644,628	33,918,804	26,042,234	16,393,053	18,004,818	13,936,028	9,873,935	9,498,743
Unassigned	0	0	0	(207,382)	0	0	0	0	0	0
Total All Other Governmental Funds	$ 52,575,738	$ 50,666,201	$ 38,604,552	$ 40,727,149	$ 30,891,565	$ 19,996,864	$ 21,033,719	$ 33,271,931	$ 13,691,891	$ 12,497,373

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 4

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
(Prepared Using the Modified Accrual Basis of Accounting)

Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
REVENUES										
Taxes	$ 77,141,985	$ 74,669,467	$ 75,397,560	$ 71,014,237	$ 67,250,384	$ 61,919,011	$ 57,333,199	$ 54,944,752	$ 52,147,791	$ 50,658,135
Licenses, Permits and Fees	37,332	33,009	35,520	33,015	35,378	32,004	35,405	294,213	268,763	263,930
Intergovernmental	48,752,845	46,587,008	43,998,360	47,537,227	40,431,858	32,157,062	31,905,089	30,809,590	29,221,117	27,587,224
Charges for Services	7,225,976	6,811,339	6,837,899	5,406,718	5,225,842	5,624,691	5,999,146	6,040,830	5,600,307	3,801,497
Fines, Forfeitures and Costs	66,633	78,750	66,787	98,363	65,129	78,816	68,120	84,253	64,085	57,116
Interest Income	4,331,068	4,335,153	2,822,264	281,042	264,794	790,546	1,290,491	547,303	135,861	267,939
Internal School Fund Revenue	3,322,208	2,481,046	2,540,038	2,491,840	1,810,229	0	0	0	0	0
Miscellaneous	2,272,294	3,413,171	1,249,190	1,118,234	3,150,614	2,446,959	2,501,768	1,809,943	3,190,720	2,139,324
Total Revenues	143,150,341	138,408,943	132,947,618	127,980,676	118,234,228	103,049,089	99,133,218	94,530,884	90,628,644	84,775,165
EXPENDITURES										
General Government	2,994,203	2,698,615	2,462,428	2,370,885	2,107,390	2,044,937	2,156,241	2,409,696	3,161,490	4,887,120
Public Safety	13,407,185	13,034,817	11,680,320	11,025,232	10,620,921	10,363,889	9,777,096	9,551,554	9,313,491	9,121,138
Public Service	13,710,210	13,035,002	12,762,987	11,886,144	10,473,863	10,510,499	9,964,573	9,760,053	8,700,343	6,777,231
Culture and Recreation	1,798,821	1,945,812	2,259,257	1,719,801	1,688,394	1,695,687	1,664,453	1,687,812	1,543,358	1,512,185
Economic Development	1,470,260	938,713	1,977,360	440,323	468,438	917,915	1,226,860	17,949	74,282	53,618
Nondepartmental	3,223,601	2,588,822	2,322,757	2,111,656	2,264,653	1,894,827	1,834,223	1,748,847	1,416,055	1,534,431
Education	77,129,154	72,298,713	72,592,670	69,856,302	62,580,157	58,854,306	58,596,150	56,274,524	52,906,926	51,591,873
Debt Service										
Principal Retirement	5,071,274	4,898,566	4,735,875	4,553,231	4,686,624	3,942,064	3,402,289	3,268,099	3,428,099	3,203,099
Interest and Fiscal Fees	1,851,402	2,031,560	2,204,151	2,370,992	2,296,478	2,422,637	2,511,738	2,357,688	2,036,032	2,190,162
Bond Issuance Costs	0	0	0	0	233,524	0	0	0	0	0
Leases	131,458	131,458	131,458	131,458	1,237,583	1,224,183	1,209,733	1,194,233	1,193,133	9,024,136
Capital Outlay	18,470,221	11,788,010	22,689,231	16,674,766	8,501,162	10,750,453	20,483,395	6,586,269	5,441,431	4,670,159
Total Expenditures	139,257,789	125,390,088	135,818,494	123,140,790	107,159,187	104,621,397	112,826,751	94,856,724	89,214,640	94,565,152
Excess (Deficiency) of Revenue Over Expenditures Before Financing Sources (Uses)	3,892,552	13,018,855	(2,870,876)	4,839,886	11,075,041	(1,572,308)	(13,693,533)	(325,840)	1,414,004	(9,789,987)

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 4

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (Continued)
(Prepared Using the Modified Accrual Basis of Accounting)

Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
OTHER FINANCING SOURCES (USES)										
Transfers In	29,046,029	34,590,944	28,799,224	27,122,668	30,433,444	24,114,376	21,677,361	20,668,392	18,143,570	18,091,683
Transfers Out	(27,467,718)	(33,062,974)	(27,077,739)	(25,420,958)	(28,484,353)	(22,243,077)	(20,015,555)	(19,057,210)	(16,819,775)	(16,771,041)
Sale of Capital Asset	0	0	344,680	6,188,650	0	0	0	0	0	0
Issuance of Debt	0	0	0	0	0	0	1,240,328	18,180,000	0	0
Proceeds from Refunding Debt	0	0	0	0	15,765,000	0	0	23,780,000	0	4,547,000
Bond Premium	0	0	0	0	2,473,753	0	0	3,837,634	0	174,356
Payments to Refunding Agent	0	0	0	0	(21,110,000)	0	0	(26,629,645)	0	(4,704,198)
Financing of Leases/SBITA	0	0	576,166	1,245,379	0	0	0	0	0	0
Total Other Financing Sources (Uses)	1,578,311	1,527,970	2,642,331	9,135,739	(922,156)	1,871,299	2,902,134	20,779,171	1,323,795	1,337,800
Excess (Deficiency) of Expenditures and Other Financing Uses	5,470,863	14,546,825	(228,545)	13,975,625	10,152,885	298,991	(10,791,399)	20,453,331	2,737,799	(8,452,187)
Change in Reserve for Inventory	0	0	0	0	0	0	0	992	15,316	(15,478)
Net Change in Fund Balance	$ 5,470,863	$ 14,546,825	$ (228,545)	$ 13,975,625	$ 10,152,885	$ 298,991	$ (10,791,399)	$ 20,454,323	$ 2,753,115	$ (8,467,665)
Debt Service as a Percentage of Noncapital Expenditures	5.8%	6.2%	6.3%	6.6%	8.1%	8.1%	7.7%	7.8%	8.1%	16.0%

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 5

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

Fiscal Year Ending June 30	Tax Year	Real Property: Residential Farms Property	Real Property: Commercial Industrial Property	Tangible Personal Property Assessed	Public Utility Assessment	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage Actual Value
2025	2024	$ 994,821,925	$ 522,855,400	$ 195,919,155	$ 24,366,445	$ 1,737,962,925	$ 1.50	$ 5,939,439,595	29%
2024	2023	985,467,500	525,606,800	217,329,141	21,468,145	1,749,871,586	1.50	5,939,490,050	29%
2023	2022	554,539,600	398,624,080	171,706,562	16,336,292	1,141,206,534	2.27	3,816,776,156	30%
2022	2021	544,578,900	389,964,800	139,374,916	15,374,591	1,089,293,207	2.27	3,645,764,445	30%
2021	2020	530,149,750	378,548,640	170,359,633	16,779,361	1,095,837,384	2.27	3,665,343,975	30%
2020	2019	517,995,225	393,696,200	152,095,050	16,214,147	1,080,000,622	2.27	3,592,684,938	30%
2019	2018	441,566,375	340,800,840	152,102,696	14,946,947	949,416,858	2.27	3,199,820,399	30%
2018	2017	428,198,775	328,658,200	158,555,413	14,147,729	929,560,117	2.27	3,126,467,520	30%
2017	2016	416,388,736	319,121,165	166,087,390	14,466,417	916,063,708	2.17	3,043,285,066	30%
2016	2015	409,908,365	314,787,910	161,624,066	14,543,396	900,863,737	2.17	2,991,792,660	30%

SOURCE: City of Maryville Recorder's Office
Blount County, Tennessee Trustee's Office

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 6

DIRECT AND OVERLAPPING PROPERTY TAX RATES
(Rate per $100 of Assessed Value)

Last Ten Calendar Years

Tax Year	Direct Tax Rate	Overlapping Tax Rate - Blount County
2025	$ 1.63	$ 1.59
2024	1.50	1.59
2023	1.50	1.59
2022	2.27	2.47
2021	2.27	2.47
2020	2.27	2.47
2019	2.27	2.47
2018	2.27	2.47
2017	2.17	2.47
2016	2.17	2.47

SOURCE: City of Maryville Recorder’s Office
Blount County, Tennessee Trustee’s Office

NOTE: The Direct Tax Rate does not have components.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 7

PRINCIPAL TAXPAYERS

June 30, 2025

Taxpayer	Fiscal Year 2025 Taxable Assessed Value	Fiscal Year 2025 Rank	Fiscal Year 2025 Percentage of Total Taxable Assessed Value	Fiscal Year 2016 Taxable Assessed Value	Fiscal Year 2016 Rank	Fiscal Year 2016 Percentage of Total Taxable Assessed Value
Denso Manufacturing Tennessee, Inc.	$ 167,553,254	1	15.6%	$ 144,546,964	1	16.3%
Amazon.COM Services, LLC	19,837,539	2	1.8%	0		0.0%
Cottages Cades Cove, LLC	14,829,406	3	1.4%	0		0.0%
Presbyterian Homes of Tennessee, Inc.	11,038,765	4	1.0%	7,911,545	6	0.0%
Bridgeway Properties 1, LLC	10,933,058	5	1.0%	8,979,145	2	1.0%
Camellia Trace at Mountain View LLC	9,993,942	6	0.9%	7,515,301	7	0.8%
Wal-Mart Stores, Inc.	6,309,396	7	0.6%	8,439,019	4	1.0%
Kroger(David Hutton Family Limited)	5,800,000	8	0.5%	0		0.0%
Mountainside Independent Life	5,502,880	9	0.5%	0		0.0%
Blount Memorial Hospital	5,130,785	10	0.5%	0		0.0%
KND Real Estate 6 & 7, LLC	0		0.0%	7,931,240	5	0.9%
Standard Aero Alliance, Inc.	0		0.0%	5,914,989	9	0.7%
CBL & Associates	0		0.0%	7,053,920	8	0.8%
First Horizon Bank	0		0.0%	8,672,253	3	1.0%
Atmos Energy Corp	0		0.0%	4,977,335	10	0.6%
Totals	$ 256,929,025		23.9%	$ 211,941,711		24.0%
Total Assessed Value All Property (Excluding Public Utilities)	$ 1,073,918,616			$ 884,656,859		

SOURCE: City Recorder's Tax Collection Records

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 8

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year Ended June 30,	Original Taxes Levied	Adjusted Taxes Levied (1)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2025	$ 25,704,881	$ 26,150,231	$ 25,738,175	98.5%	$ 0	$ 25,738,175	98.4%
2024	25,926,986	26,207,268	25,753,441	98.3%	413,452	26,166,893	99.8%
2023	25,534,737	25,903,123	25,517,997	98.5%	559,170	26,077,167	100.7%
2022	24,378,071	24,772,266	24,424,649	98.6%	314,517	24,739,166	99.9%
2021	24,875,609	24,862,407	24,550,147	98.7%	248,860	24,799,007	99.7%
2020	24,516,163	24,156,260	23,762,886	98.4%	279,522	24,042,408	99.5%
2019	21,551,868	21,449,343	21,136,908	98.5%	369,241	21,506,149	100.3%
2018	21,101,120	21,198,514	20,915,814	98.7%	321,122	21,236,936	100.2%
2017	19,984,494	19,843,555	19,515,541	98.3%	295,451	19,810,992	99.8%
2016	19,512,874	19,367,301	19,131,633	98.8%	227,526	19,359,159	100.0%

(1) Adjusted for pickups and releases

Property taxes unpaid for period before 2015 have been filed with the Blount County Circuit Court Clerk.

SOURCE: City Recorder’s office

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 9

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal	Governmental Activities				Business-Type Activities					Percentage	
Year Ended June 30,	General Obligation Bonds	Capital Outlay Notes	Lease/SBITA Obligations	Total	General Obligation Bonds	General Revenue Bonds	Capital Outlay Notes	Total	Total Primary Government	of Personal Income	Per Capita
2025	$ 41,802,288	$ 1,435,107	$ 1,147,529	$ 44,384,924	$ 5,336,538	$ 26,746,981	$ 793,236	$ 32,876,755	$ 77,261,679	4.12%	$ 1,352
2024	46,035,113	2,786,159	1,418,658	50,239,930	5,985,293	29,416,321	916,176	36,317,790	86,557,720	4.73%	1,530
2023	50,097,938	4,134,730	1,675,271	55,907,939	6,355,000	31,425,000	1,036,608	38,816,608	94,724,547	5.32%	1,724
2022	54,000,763	5,480,610	1,295,711	60,777,084	7,377,804	34,515,000	1,154,580	43,047,384	103,824,468	5.95%	1,947
2021	57,723,588	6,823,846	0	64,547,434	9,251,848	35,959,341	1,270,152	46,481,341	111,028,775	6.55%	2,114
2020	56,648,195	8,164,475	9,013,819	73,826,489	12,783,226	32,398,680	1,383,372	46,565,278	120,391,767	7.82%	2,494
2019	59,632,029	9,502,544	9,838,477	78,973,050	15,152,324	32,833,020	1,494,288	49,479,632	128,452,682	9.52%	2,831
2018	62,325,384	9,472,510	10,624,139	82,422,033	17,518,009	33,267,360	1,602,936	52,388,305	134,810,338	10.61%	3,097
2017	45,094,964	10,855,650	11,370,955	67,321,569	13,325,816	33,095,447	1,709,376	48,130,639	115,452,208	9.76%	2,807
2016	47,080,073	12,468,749	12,094,078	71,642,900	14,910,755	33,813,742	1,813,644	50,538,141	122,181,041	10.74%	3,082

NOTES: Personal Income data can be found on Schedule 14.

Population data can be found on Schedule 14.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 10

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Calendar Years

Fiscal Year Ending June 30,	General Obligation Debt	Less Amounts Available in Debt Service Fund	Net General Obligation Debt	Percentage of Assessed Taxable Value of Property	Per Capita
2025	$ 41,802,288	$ 4,790,234	$ 37,012,054	2.2%	$ 1,190
2024	43,035,113	4,408,396	38,626,717	2.5%	1,329
2023	50,097,938	3,833,466	46,264,472	4.2%	1,458
2022	54,000,763	3,164,268	50,836,495	5.4%	1,776
2021	57,723,588	2,351,464	55,372,124	5.9%	2,133
2020	69,431,421	2,324,829	67,106,592	6.6%	2,349
2019	74,784,353	1,405,156	73,379,197	7.7%	2,477
2018	79,843,393	836,938	79,006,455	8.5%	2,741
2017	58,420,780	107,343	58,313,437	6.4%	2,015
2016	61,990,828	243,669	61,747,159	6.8%	2,151

NOTES: Actual Taxable Value of Property data can be found on Schedule 5.

Population data can be found on Schedule 14.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 11

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

As of June 30, 2025

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes:			
Direct Debt			
General Obligation Bonds	$ 41,802,288		
Capital Outlay Notes	1,435,107		
Leases/SBITA	1,147,529		
Total Direct Debt	44,384,924	100%	$ 44,384,924
Overlapping Debt			
Blount County General Government	108,789,413	27%	29,307,868
Total Direct and Overlapping Debt			$ 73,692,792

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding indebtedness of those overlapping governments that is borne by the residents and businesses of the City of Maryville. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore, responsible for repaying the debt of each overlapping government.

For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using the taxable assessed property values. Applicable percentages were estimated by determining the portion of Blount County, Tennessee's taxable assessed value within the City's boundaries and dividing it by Blount County, Tennessee's total taxable assessed value.

General obligation debt repaid from resources provided by business-type activities is excluded.

SOURCE: Blount County, Tennessee Government

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 12

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Legal Debt Margin Calculation for 2025	
Assessed Value	$ 1,737,962,925
Debt Limit (15% of Assessed Value)	$ 260,694,439
Net Debt Applicable to Limit	
General Obligation Debt	43,237,395
Less: Amount Set Aside for Repayment of General Obligation Debt	4,790,234
Net Debt Applicable to Limit	38,447,161
Legal Debt Margin	$ 222,247,278

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Debt Limit	$ 260,694,439	$ 262,480,738	$ 171,180,230	$ 163,393,981	$ 164,375,608	$ 162,000,093	$ 142,412,529	$ 139,434,018	$ 137,409,556	$ 135,129,561
Total Net Debt Applicable to Limit	38,447,161	44,412,877	50,399,202	56,317,105	62,195,970	71,501,661	77,567,894	81,585,095	67,214,226	71,399,231
Legal Debt Margin	$ 222,247,278	$ 218,067,861	$ 120,781,028	$ 107,076,876	$ 102,179,638	$ 90,498,432	$ 64,844,635	$ 57,848,923	$ 70,195,330	$ 63,730,330
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	14.7%	16.9%	29.4%	34.5%	37.8%	44.1%	54.5%	58.5%	51.1%	52.8%

NOTES: By private act of the State of Tennessee General Assembly enacted June 2004, the Charter of the City of Maryville was amended to authorize the issuance of debt up to an amount that will not exceed 10% of the total assessed value of property of the incorporated area.

By private act of the State of Tennessee General Assembly effective April 2008, the charter of the City of Maryville was amended to authorize the issuance of debt up to an amount that will not exceed 15% of the total assessed value of the incorporated area. Fiscal years subsequent to 2007 are calculated using a debt limit of 15% of total assessed value of property while prior years are disclosed using 10%.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 13

PLEDGED – REVENUE COVERAGE

Last Ten Fiscal Years

Fiscal Year Ending June 30	Electric Revenue Debt						Water and Sewer Revenue Debt					
	Operating Revenues	Less: Operating Expenses	Net Available Revenue	Principal	Interest	Coverage	Operating Revenues	Less: Operating Expenses	Net Available Revenue	Principal	Interest	Coverage
2025	$ 80,043,210	$ 72,475,528	$ 7,567,682	$ 1,115,000	$ 86,594	$ 6.30	$ 22,688,705	$ 12,376,827	$ 10,311,878	$ 2,082,940	$ 973,885	$ 3.37
2024	73,828,731	67,659,273	6,169,458	1,110,000	102,636	5.09	21,822,963	11,688,219	10,134,744	2,035,432	1,053,320	3.28
2023	77,933,762	70,159,595	7,774,167	1,105,000	118,548	6.35	22,410,998	10,922,331	11,488,667	1,992,972	1,010,825	3.82
2022	72,401,718	64,162,878	8,238,840	1,100,000	134,446	6.67	19,587,295	9,767,883	9,819,412	1,985,573	1,002,128	2.92
2021	66,956,046	59,215,128	7,740,918	1,761,000	178,711	3.99	18,173,711	9,456,477	8,717,234	1,966,220	1,001,273	3.34
2020	66,851,744	59,842,914	7,008,830	817,000	161,674	7.16	20,122,257	9,413,145	10,709,112	1,739,916	1,466,021	2.41
2019	69,547,202	63,655,534	5,891,668	791,000	214,605	5.86	17,221,608	9,300,223	7,921,385	1,760,648	1,522,321	2.31
2018	68,350,330	63,003,781	5,346,549	758,000	130,247	6.02	15,626,835	8,645,539	6,981,296	1,328,440 (1)	1,689,510	1.88
2017	69,302,827	63,814,002	5,488,825	746,000	161,977	6.05	15,069,949	8,471,859	6,598,090	1,563,268	1,951,870	2.18
2016	65,751,838	60,897,937	4,853,901	705,000 (1)	223,662	5.23	15,212,193	7,506,696	7,705,497	1,462,144 (1)	2,066,870	2.06

NOTES: Operating expenses do not include interest, depreciation, amortization expenses or in-lieu-of taxes paid to other City funds.

(1) Does not include debt retired from bond refunding issues.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 14

DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year Ended June 30,	(1) Population	(2) Personal Income	(3) Per Capita Income	(4) Median Age	(5) School Enrollment	(6) Unemployment Rate
2025	32,832	$ 1,876,217,472	$ 57,146	41.7	5,524	2.5%
2024	32,373	1,831,664,340	56,580	41.7	5,594	2.4%
2023	32,436	1,781,774,352	54,932	41.7	5,539	3.0%
2022	32,716	1,744,809,712	53,332	41.7	5,533	3.0%
2021	32,263	1,694,226,919	52,513	41.7	5,426	3.7%
2020	31,907	1,539,991,355	48,265	41.7	5,377	10.2%
2019	29,742	1,349,543,250	45,375	39.1	5,379	2.8%
2018	29,192	1,270,552,608	43,524	39.1	5,346	2.7%
2017	28,765	1,183,133,215	41,131	39.1	5,225	2.9%
2016	28,703	1,137,873,029	39,643	39.1	5,101	3.7%

SOURCES: (1) 2015-2023 U.S. Census Bureau Estimate (updated)
2025 Estimated based prior year's growth

(2) Calculation based upon Population and Per Capita Income (updated)

(3) 2015-2022 Bureau of Economic Analysis - Blount County (updated)
2023-2024 Estimated based on prior year's growth

(4) 2015-2024 2010 US Census Bureau for City of Maryville

(5) City of Maryville Schools (updated)

(6) Bureau of Labor Statistics – All Figures Reflect Blount County
(April-Not seasonally adjusted)

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 15

PRINCIPAL EMPLOYERS

June 30, 2025

	2025			2016		
Employer	Employees	Rank	Percentage Of Total City/County Employment	Employees	Rank	Percentage Of Total City/County Employment
Clayton Homes (1)	5,500	1	8.03%	2,845	2	4.81%
Denso Manufacturing Tennessee, Inc. (1)	5,100	2	7.44%	3,800	1	6.43%
Blount Memorial Hospital, Inc. (1)	2,700	3	3.94%	2,217	3	3.75%
Blount County School System (1)	1,700	4	2.48%	1,800	4	3.04%
McGhee Tyson ANG Base (1)	2,700	5	3.94%	1,249	5	2.11%
Arconic (1) formerly Alcoa, Inc.	1,400	6	2.04%	1,160	6	1.96%
Maryville City Schools (2)	946	7	1.38%	653	9	1.10%
Vanderbilt Mortgage and Finance Inc. (1)	900	8	1.31%	0		0.00%
Newell Rubbermaid (1) Formerly Sanford Brands	900	9	1.31%	850	7	1.44%
Blount County Government (1)	730	10	1.07%	591	10	1.00%
Accenture Hospitality Service (1) Formerly Marriott	550	11	0.80%	575	11	0.97%
Alcoa City Schools (2)	357	12	0.52%	224	23	0.38%
Ruby Tuesday (1)	395	13	0.58%	696	8	1.18%
Maryville College (1)	500	14	0.73%	336	15	0.57%
City of Maryville (2)	342	15	0.50%	305	16	0.52%
Peninsula Hospital	326	16	0.48%	280	19	0.47%
City of Alcoa (2)	294	17	0.43%	266	20	0.45%
Standard Aero Aviation Holdings, Inc. (1)	300	18	0.44%	237	22	0.40%
K12 (1)	265	19	0.39%	300	17	0.51%
Performance Foodservice (1) Formerly Reinhart	265	20	0.39%	240	21	0.41%
Cornerstone of Recovery (1)	230	21	0.34%	240	24	0.41%
	26,400		38.54%	18,864		31.90%

Total Blount County Employment 2025 (as of 04/25) (3)	68,509
Total Blount County Employment 2016 (as of 04/16) (3)	59,128

SOURCES:

(1) The Knoxville News Sentinel “Book of Lists”

(2) 2024 Responses from Employer

(3) U.S. Bureau of Labor Statistics

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 16

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY DEPARTMENT

Last Ten Fiscal Years

	Actual 2025	Actual 2024	Actual 2023	Actual 2022	Actual 2021	Actual 2020	Actual 2019	Actual 2018	Actual 2017	Actual 2016
General Government										
Administration	2.80	1.80	3.60	3.05	3.05	3.05	3.66	3.66	3.66	3.66
Judicial/Legal	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Human Resources	1.80	1.20	1.80	1.83	1.83	1.83	1.83	2.44	2.44	2.44
Finance	2.40	2.40	5.30	5.00	5.00	5.00	4.43	3.93	3.93	3.93
Purchasing	6.50	5.30	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Police	66.50	66.50	61.67	61.67	60.67	60.67	58.50	55.50	55.50	51.50
Animal Control	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Fire	37.50	37.50	37.50	37.50	36.50	36.50	36.50	36.50	36.50	36.50
Public Services Administration	2.60	3.20	2.61	2.61	2.61	2.61	0.00	0.00	0.00	0.00
Development Services	10.00	10.00	10.17	10.17	10.17	10.17	9.38	9.38	9.38	9.38
Engineering	6.40	6.40	6.40	4.40	3.40	3.40	3.20	3.20	3.20	3.20
Central Traffic Operations	15.50	15.50	15.50	5.00	3.00	3.00	3.00	2.00	2.00	1.00
SWM - Residential Collection	15.50	14.50	13.50	9.57	8.57	10.91	10.09	9.95	9.72	9.46
SWM - Commercial Collection	8.09	8.45	8.47	5.56	5.56	4.89	5.37	5.83	5.51	4.44
SWM - Brush Collection	5.23	5.58	5.56	7.47	7.47	6.80	7.44	7.12	7.67	9.00
Public Works - Street Maintenance	9.28	9.57	9.57	15.50	15.50	14.50	10.75	10.75	10.75	11.00
Public Works - Grounds Maintenance	5.00	5.00	5.00	13.50	13.50	12.50	12.50	12.50	12.50	12.50
GIS Management	3.00	3.00	3.00	3.00	3.00	2.00	2.00	2.00	2.00	2.00
Stormwater – Engineering	3.00	1.00	1.00	3.00	3.00	3.00	3.70	3.70	3.35	3.70
Stormwater – Construction	1.00	3.00	3.00	3.00	3.00	3.00	7.15	7.15	7.15	6.90
Computer Information Systems	7.00	7.00	6.00	6.00	6.00	5.00	5.00	5.00	5.00	5.00
Fleet Maintenance	7.05	7.05	7.05	7.05	7.05	7.05	7.05	7.05	7.05	6.05
Operations Center	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Total General Government	**220.15**	**217.95**	**211.70**	**209.88**	**203.88**	**200.88**	**196.55**	**192.66**	**192.31**	**186.66**

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 16

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY DEPARTMENT (Continued)

Last Ten Fiscal Years

	Actual 2025	Actual 2024	Actual 2023	Actual 2022	Actual 2021	Actual 2020	Actual 2019	Actual 2018	Actual 2017	Actual 2016
Electric Division										
Administration	3.90	4.30	3.60	3.40	3.90	3.80	4.25	4.30	4.48	4.05
Finance and Accounting (1)	9.75	11.74	11.74	12.39	19.90	18.95	19.62	19.12	19.62	19.62
Electric Operations	29.10	31.90	32.18	32.58	33.53	33.78	31.20	31.20	30.80	32.95
Utility Support Services (1)	4.78	3.72	2.66	2.56	4.45	4.40	4.05	4.05	4.05	4.05
Total Electric Division	**47.53**	**51.66**	**50.18**	**50.93**	**61.78**	**60.93**	**59.12**	**58.67**	**58.95**	**60.67**
Water Quality										
Administration (Formerly Engineering)	9.43	10.78	11.40	10.93	11.28	11.28	12.47	12.83	12.36	11.77
Finance & Accounting (2)	9.15	8.66	8.66	8.26	0.00	0.00	0.00	0.00	0.00	0.00
Utility Support Services (1)	4.77	2.83	1.94	1.84	0.00	0.00	0.00	0.00	0.00	0.00
Water Operations	24.55	24.55	23.35	23.39	22.99	22.99	23.54	23.84	23.79	22.75
Water Plant Operations	8.42	7.97	8.27	8.27	7.97	7.97	7.92	7.40	7.40	7.45
Wastewater Treatment Plant	18.00	17.60	17.50	17.50	18.10	17.95	16.4	16.60	16.20	15.70
Total Water and Sewer	**74.32**	**72.39**	**71.12**	**70.19**	**60.34**	**60.19**	**60.33**	**60.67**	**59.75**	**57.67**
Total General Government and Utilities	**342.00**	**342.00**	**333.00**	**331.00**	**326.00**	**322.00**	**316.00**	**312.00**	**311.00**	**305.00**

(1) Finance & Accounting and Utility Support Services was split between Electric & Water in FY22

SOURCE: City of Maryville Budget Office

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 17
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Function/Program General Government	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
City Tax Clerk										
Tax Parcels	$ 15,216	$ 15,317	$ 15,031	$ 14,836	$ 14,836	$ 14,428	$ 14,396	$ 14,199	$ 13,996	$ 13,797
Real Property Values	5,939,439,595	5,939,490,050	3,816,776,156	3,645,764,445	3,665,343,975	3,592,684,938	3,199,820,399	3,126,467,520	3,043,285,066	2,991,792,660
Assessed Values	1,713,596,480	1,728,403,441	1,124,870,242	1,073,918,616	1,079,058,023	1,063,786,475	934,469,911	915,412,388	916,063,708	884,656,859
Delinquent Taxes	203,319	199,264	159,949	149,573	134,683	175,804	178,758	217,856	257,676	236,950
Business Licenses	1,198	1,377	1,396	1,844	1,878	1,593	1,615	1,492	1,331	1,308
Electric										
Number of Miles of Line and Distribution Circuits	417	414	414	414	412	405	404	403	400	397
Peak System Demand (kW)	163,652	160,230	162,971	168,111	161,532	158,648	154,440	155,091	162,177	153,192
Number of Meters in Service (Total)	24,389	22,947	22,859	22,803	23,830	23,210	23,010	22,732	22,547	23,338
Total Annual Power Usage	810,175	804,251	800,373	820,139	805,365	786,921	818,829	808,959	799,016	789,231
Wastewater										
Number of Customers	16,153	15,813	15,646	15,423	15,166	14,818	14,551	14,241	13,973	13,711
Average Daily Treatment (1,000 of Gallons)	11,280	11,400	9,620	10,414	10,417	12,720	12,331	8,909	9,344	9,843
Permitted Capacity (1,000 of Gallons)	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000
Maximum Day Treatment (1,000 of Gallons)	34,400	37,900	33,100	38,300	33,100	40,000	39,100	37,700	29,200	36,500
Water										
Number of Customers	17,257	17,121	17,004	16,895	16,702	16,482	16,283	16,080	15,833	15,617
Average Daily Consumption (1,000 of Gallons Sold)	3,335	3,313	3,372	3,341	3,326	3,407	3,365	3,291	3,365	3,315
Permitted Capacity (1,000 of Gallons)	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Maximum Day Treatment (1,000 of Gallons)	5,899	5,746	5,845	6,054	5,991	5,859	5,697	5,995	5,672	5,745
Codes Department										
Building Permits	1,548	1,808	2,301	2,387	2,790	2,920	3,147	3,314	3,103	2,091
Total Construction Value	118,950,592	97,096,904	113,357,251	157,201,871	70,891,718	91,634,080	63,089,758	118,282,789	83,663,200	78,522,852
Police Department										
Citations	1,782	2,352	1,964	1,879	2,012	2,025	2,229	1,911	2,401	1,678
Burglaries	12	24	50	21	37	53	56	70	103	103
Total Arrests	847	953	1,040	959	1,078	1,003	1,114	1,013	1,112	921
DUI Arrests	71	94	107	81	108	59	65	76	93	78
Domestic Violence Victims	111	130	124	55	68	148	158	149	102	113
Incident Reports	1,954	2,035	2,037	1,994	2,055	2,044	2,119	2,183	2,409	2,101
Calls for Service	44,410	46,615	41,309	39,448	39,220	39,334	39,632	38,674	28,723	32,358
Fire Department										
Calls for Service	5,067	5,002	4,837	5,099	4,767	4,337	4,804	4,706	4,478	4,052
Fire Educational Programs	13,549	17,955	19,819	14,657	75	326	302	292	284	311
Company Inspections	1,086	890	829	751	642	814	319	348	325	362
Fire Hydrants	1,957	1,934	1,932	1,906	1,901	1,902	1,972	1,882	1,873	1,841

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 17
OPERATING INDICATORS BY FUNCTION/PROGRAM (Continued)
Last Ten Fiscal Years

Function/Program General Government	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Animal Control										
Animal Control Complaints	$ 1,056	$ 884	$ 1,044	$ 919	$ 2,535	$ 1,425	$ 1,445	$ 1,691	$ 1,507	$ 2,058
Animal Impoundments	424	377	306	423	391	413	545	491	465	496
Animal Board Days	953	1,306	1,248	2,127	3,176	3,319	5,894	2,671	2,585	2,572
Animals Returned to Owners	115	116	96	112	114	92	110	130	105	96
Animals Adopted (3)	0	0	0	19	67	123	231	177	192	201
Animals Euthanized	0	0	0	0	0	0	0	0	0	0
Parks and Recreation										
Maryville City Park Acreage	99	99	99	89	89	79	79	79	79	79
Youth Basketball Participants	683	755	716	643	690	655	607	639	587	586
Youth Soccer Participants	1,275	1,315	1,260	1,203	1,175	556	989	985	1,125	1,100
Adult Softball Teams	80	42	45	49	38	35	66	74	88	83
Adult Basketball Teams	13	16	10	15	10	10	10	10	10	12
Adult Volleyball Teams	16	13	13	13	18	16	23	26	26	32
Flag Football	219	230	187	181	180	210	225	255	227	217
Senior Center Membership	513	530	802	323	830	830	830	600	800	750
Public Works Street and Grounds Department										
Miles of City Streets	207	206	206	206	200	176	174	174	173	171
Greenbelt and Extensions Acreage	105.5	97	97	97	97	87	87	87	87	87
Solid Waste Management Department										
Residential – Avg Tons Collected per Res	1.07	0.74	0.73	0.89	0.71	0.65	0.68	0.66	0.62	0.53
Commercial – Avg Tons Collected Daily	34.03	34.92	33.10	34.38	35.15	36.84	36.82	37.35	37.29	42.33
Brush – Average Tons Collected Daily	42.65	29.79	29.71	24.73	41.01	30.97	27.37	34.68	30.30	27.84
Landfill – Total Tonnage From Landfills	33,675	25,535	24,905	25,119	28,985	25,874	24,546	26,237	25,664	24,597
Landfill - Mattress Total Count	3,883	2,854	0	0	0	0	0	0	0	0
Fleet Maintenance Department										
Number of Fleet Vehicle and Attachments	433	442	435	426	422	404	399	396	376	380
Schools										
Total Enrollment	5,524	5,594	5,630	5,533	5,426	5,377	5,379	5,346	5,225	5,101
Resident	5,096	5,201	5,266	5,175	5,053	5,001	5,020	5,003	4,899	4,813
Tuition	428	393	364	358	373	376	359	343	326	288
Number of Regular Instruction Teachers	373	366	359	346	342	333	331	330	329	328

SOURCE: City of Maryville Department of Records

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 18

CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM

Last Ten Fiscal Years

Function/Program	Fiscal Year Ending									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Government										
City Municipal Building	1	1	1	1	1	1	1	1	1	1
Passenger Vehicles/Light Work Trucks	6	6	6	6	4	4	5	4	4	4
Utilities										
Operations Center	1	1	1	1	1	1	1	1	1	1
Water Plants	1	1	1	1	1	1	1	1	1	1
Water Tanks/Storage Tanks	8	7	7	7	7	7	7	7	7	7
Water Booster Pump Stations	5	5	5	5	5	5	5	5	5	5
Wastewater Treatment Plants	1	1	1	1	1	1	1	1	1	1
Sewage Pump/Lift Stations	21	20	20	20	20	20	20	20	21	22
Electric Substations	9	9	9	9	9	8	8	8	8	8
Passenger Vehicles/Light & Medium Work Trucks	50	50	45	42	44	44	43	45	42	40
Heavy Work Trucks	22	21	22	26	29	26	26	29	26	29
Other-Trailers/Heavy Attachments	40	40	35	35	35	34	33	32	30	31
Tractors/Loaders/Mowers	24	22	21	21	20	20	19	19	18	18
Storage Sheds (Home Ave.)	5	4	4	4	4	4	4	4	4	4
Storage Sheds/Buildings (Best St.)	4	4	4	8	8	8	8	8	8	5
Fuel System	1	1	1	1	1	1	1	1	1	1
Wash Bay	1	1	1	1	1	1	1	1	1	1
Salt Storage Bin	1	1	1	1	1	1	1	1	1	1
Warehouses	4	4	4	4	4	4	4	4	4	4
Public Safety										
Police										
Police Department/Police Substations	1	1	1	1	1	1	1	1	1	1
Passenger Vehicles/Light Work Trucks	83	86	88	85	87	79	79	76	68	67
Medium Work Trucks	2	2	2	3	4	4	3	3	3	3
Other-Trailers/Heavy Attachments	4	4	5	6	6	5	3	3	3	3

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 18

CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM (Continued)

Last Ten Fiscal Years

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
	Fiscal Year Ending									
Public Safety (Continued)										
Animal Control										
Building-Shelter/Impound Lot	2	2	2	2	2	1	1	1	1	1
Passenger Vehicles/Light Work Trucks	3	3	3	4	3	3	3	3	3	3
Fire Department										
Fire Halls	3	3	3	3	3	3	3	3	3	3
Passenger Vehicles/Light Work Trucks	7	8	6	5	5	5	6	6	7	6
Medium Work Trucks	4	3	3	3	4	4	3	3	3	3
Heavy Work Trucks	6	6	6	6	6	6	6	6	6	7
Other-Trailers/Heavy Attachments	6	5	5	4	4	4	4	4	4	4
Public Services										
Public Service Administration										
Passenger Vehicles/Light Work Trucks	1	1	1	1	1	1	0	0	0	0
Codes Enforcement										
Passenger Vehicles/Light Work Trucks	7	7	7	7	7	7	7	7	6	6
Engineering										
Passenger Vehicles/Light Work Trucks	3	3	3	3	3	3	3	3	3	3
Central Traffic Operations										
Passenger Vehicles/Light Work Trucks	1	1	1	1	1	1	1	1	1	1
Medium Work Trucks	1	1	1	1	1	0	0	0	0	0
Heavy Work Trucks	1	1	1	1	1	1	1	1	1	1
Other-Trailers/Heavy Attachments	1	1	1	1	1	1	1	1	1	1
Public Works Street and Grounds Departments										
Salt Storage Building	1	1	1	1	1	1	1	1	1	1
Bridges	46	45	45	45	32	32	31	31	31	31
City Streets	747	738	739	739	782	800	792	790	790	775
Passenger Vehicles/Light Work Trucks	9	9	8	9	9	9	9	9	9	9
Medium Work Trucks	5	5	5	6	5	5	6	5	5	5
Heavy Work Trucks	13	12	12	11	12	13	12	13	9	12
Other-Trailers/Heavy Attachments	31	30	32	31	29	28	29	29	29	29
Tractors/Loaders/Mowers	22	22	21	21	19	18	19	19	19	19
Stormwater										
Passenger Vehicles/Light Work Trucks	2	2	2	2	2	2	2	2	3	3
Medium Work Trucks	1	1	1	1	1	1	1	1	0	0
Heavy Work Trucks	2	2	2	2	2	2	2	2	2	2
Tractors/Loaders/Mowers	1	1	1	0	0	1	1	1	1	1

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 18

CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM (Continued)

Last Ten Fiscal Years

Function/Program	Fiscal Year Ending 2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Public Safety (Continued)										
Solid Waste Management (Residential, Commercial and Brush)										
Passenger Vehicles/Light Work Trucks	6	6	5	5	5	5	5	5	5	5
Heavy Work Trucks	25	29	29	26	24	20	19	17	17	17
Other-Trailers/Heavy Attachments (Combined)	17	17	17	17	17	17	17	17	17	17
Social, Cultural and Recreational Services										
Pools	1	1	1	1	1	1	1	1	1	1
Concession Stands	3	3	3	3	3	3	3	3	3	3
Greenbelt	1	1	1	1	1	1	1	1	1	1
Parks	7	7	7	7	7	7	7	7	7	7
Other General Government										
Industrial Development Parks	4	4	4	4	4	4	4	4	4	4
Parking Garages	3	3	3	3	3	3	3	3	3	2
Commercial Buildings	0	0	0	0	0	0	0	1	1	1
Fleet Maintenance										
Fleet Maintenance Building	1	1	1	1	1	1	1	1	1	1
Passenger Vehicles/Light Work Trucks	1	1	1	1	1	1	1	1	1	1
Medium Work Trucks	1	1	1	1	1	1	1	1	1	1
Tractors/Loaders/Mowers	1	1	1	1	1	1	1	1	1	1
Maryville City Schools										
Central Office	1	1	1	1	1	1	1	1	1	1
Elementary Schools	3	3	3	3	3	3	3	3	3	3
Middle Schools	1	1	1	1	1	1	1	1	1	1
Intermediate Schools	2	2	2	2	2	2	2	2	2	2
High Schools	1	1	1	1	1	1	1	1	1	1
Bus	8	7	12	9	8	8	8	6	6	6
Vans	5	14	13	13	11	11	11	10	11	11
Trucks	4	6	5	4	4	4	4	6	6	7
Cars	13	2	0	0	0	0	0	0	0	0
Other Equipment	7	5	5	5	5	5	5	5	5	4

SOURCE: City of Maryville Department of Records
Maryville City School Fleet Inventory

COMPLIANCE SECTION

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

For the Period Ending June 30, 2025

Federal Grantor/Pass-through Grantor Program	Assistance Listing Number	Pass-through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
Federal Awards				
U.S. Department of Agriculture				
Passed through the Tennessee Department of Agriculture:				
Child Nutrition Cluster:				
National School Lunch Program - Non-Cash Assistance-Commodities	10.555	N/A	$ 0	$ 222,509
Commodities - Warehousing Rebate	10.555	N/A	0	10,029
Total passed through the Tennessee Department of Agriculture			0	232,538
Passed through the Tennessee Department of Education:				
Child Nutrition Cluster:				
School Breakfast Program	10.553	N/A	0	270,052
National School Lunch Program	10.555	N/A	0	945,751
Total Child Nutrition Cluster			0	1,448,341
Total U.S. Department of Agriculture			0	1,448,341
U.S. Department of Education				
Passed through the Tennessee Department of Education:				
Career and Technical Education - Basic Grants to States	84.048	N/A	0	59,501
English Language Acquisition State Grants	84.365	N/A	0	23,108
Student Support and Academic Enrichment Program	84.424	N/A	0	62,954
Supporting Effective Instruction State Grants	84.367	N/A	0	120,990
Title I Grants to Local Educational Agencies	84.010	N/A	0	576,796
Special Education Cluster:				
Special Education - Grants to States	84.027A	N/A	0	1,393,144
Special Education - Preschool Exploration Grant	84.027A	N/A	0	10,000
Special Education - Preschool Grants	84.173A	N/A	0	44,438
Total Special Education Cluster			0	1,447,582
COVID-19 Education Stabilization Fund:				
American Rescue Plan - Elementary and Secondary School Emerg. Relief	84.425U	N/A	0	45,802
Total Education Stabilization Fund			0	45,802
Total Passed through the Tennessee Department of Education			0	2,336,733
Passed through the Tennessee Department of Human Services:				
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	34570-54925	0	234,877
Total Passed through the Tennessee Department of Human Services			0	234,877
Total U.S. Department of Education			0	2,571,610
U.S. Department of Health and Human Services				
Passed through the Tennessee Department of Education				
Temporary Assistance for Needy Families (TANF)	93.558	N/A	0	46,324
Total U.S. Department of Health and Human Services			0	46,324

The accompanying notes to the schedule of expenditures of federal and state financial assistance are an integral part of this schedule.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (Continued)

For the Period Ending June 30, 2025

Federal Grantor/Pass-through Grantor Program	Assistance Listing Number	Pass-through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
U.S. Department of Justice				
U.S. Department of Justice Direct Assistance:				
Bulletproof Vest Partnership Program	16.607	N/A	0	307
Total U.S. Department of Justice			0	307
U.S. Department of Transportation				
Passed through the Tennessee Department of Safety & Homeland Security:				
Alcohol Open Container Requirements	20.607	Z22THS178	0	13,976
Alcohol Open Container Requirements	20.607	Z25THS186	0	33,596
Total ALN Number 20.607			0	47,572
Passed through the Tennessee Department of Transportation:				
Highway Planning and Construction	20.205	180082	0	977,646
Highway Planning and Construction	20.205	220155	0	31,907
Highway Planning and Construction	20.205	200282	0	86,311
Highway Planning and Construction	20.205	230443	0	87,058
Total ALN Number 20.205			0	1,182,922
Total U.S. Department of Transportation			0	1,230,494
U.S. Department of Tourist Development				
Passed through the Tennessee Department of Finance & Administration:				
State & Local Cybersecurity Grant Program	97.137	31701-03513	0	94,500
Total U.S. Department of Tourist Development			0	94,500
Total Federal Awards			0	5,391,576
State Financial Assistance				
Tennessee Department of Agriculture				
USDA Child Nutrition State Matching		N/A	0	21,705
Tennessee Department of Education				
Early Childhood Education		N/A	0	170,272
Learning Loss Remediation and Student Acceleration Camps		N/A	0	716,932
Innovative School Models		N/A	0	600,398
State Special Education Preschool Grant		N/A	0	90,039
Total Tennessee Department of Education			0	1,577,641
Tennessee Department of Safety and Homeland Security				
Statewide School Resource Officer Grant Program		N/A	0	525,000
Total State Financial Assistance			0	2,124,346
Total Federal Awards and State Financial Assistance			$ 0	$ 7,515,922

The accompanying notes to the schedule of expenditures of federal and state financial assistance are an integral part of this schedule.

CITY OF MARYVILLE, TENNESSEE

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

For the Year Ended June 30, 2025

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance (the "Schedule") includes the federal and state grant activity of City of Maryville (the "City") and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Subpart F of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, they are not intended to and do not present the financial position, changes in net position, or cash flows of the City.

Federal Financial Assistance. The Single Audit Act Amendments of 1996 (Public Law 104-156) and Uniform Guidance define federal financial assistance as grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations or other assistance. Federal financial assistance does not include direct federal cash assistance to individuals.

Direct Payments. Assistance received directly from the Federal government is classified as direct payments on the Schedule.

Pass-through Payments. Assistance received in a pass-through relationship from entities other than the Federal government is classified as pass-through payments on the Schedule.

Major Programs. The Single Audit Act Amendments of 1996 and Uniform Guidance establish the criteria to be used in defining major programs. Major programs for the City were defined using a risk-based approach in accordance with Uniform Guidance.

Assistance Listing Number. The Assistance Listing Number is a government-wide compendium of individual federal programs. Each program included in the catalog is assigned a five-digit program identification number (Assistance Listing Number), which is reflected in the Schedule.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Any negative amounts shown in the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3 - NON-CASH ASSISTANCE

The Maryville City Schools is the recipient of certain federal awards that do result in cash receipts or disbursements, including distributions of U.S. Department of Agriculture (USDA) Food Commodities, which are valued based on an USDA price list obtained from the Tennessee Department of Agriculture.

NOTE 4 - INDIRECT COST RATE

The City has elected not to use the 10% de minimis indirect rate as allowed under Uniform Guidance.

NOTE 5 - CONTINGENCIES

The federal and state awards received by the government are subject to audit and adjustment. If any expenditures are disallowed by the grantor agencies as a result of such an audit, the grantor agency could make a claim for reimbursement.

PUGH CPAs

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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*

Honorable Mayor, Members of City Council,
and City Manager of City of Maryville
Maryville, Tennessee

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 business-type activities, each major fund, budgetary comparisons for the general fund and general purpose school fund, and the aggregate remaining fund information of City of Maryville, Tennessee (the "City"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 10, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Maryville'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 City of Maryville's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Maryville's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Maryville's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of City of Maryville's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Maryville's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Pugh & Company, P.C.

Certified Public Accountants
Knoxville, Tennessee
December 10, 2025

PUGH CPAs

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE

Honorable Mayor, Members of City Council,
and City Manager of City of Maryville
Maryville, Tennessee

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited City of Maryville's (the "City") 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 the City's major federal programs for the year ended June 30, 2025. The City'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, the City 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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City 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 the City'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 the City'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 the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City'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 the City'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 the City'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 a 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 were not 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.

Pugh & Company, P.C.

Certified Public Accountants
Knoxville, Tennessee
December 10, 2025

CITY OF MARYVILLE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2025

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ____ Yes __X__ No
- Significant deficiency(ies) identified? ____ Yes __X__ None reported

Noncompliance material to financial statements noted? ____ Yes __X__ No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ____ Yes __X__ No
- Significant deficiency(ies) identified? ____ Yes __X__ None reported

Type of auditors' report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a) ____ Yes __X__ No

Major federal programs for the City of Maryville, Tennessee for the fiscal year ended June 30, 2025 are:

Program Name	Assistance Listing Number
Special Education Cluster (IDEA)	84.027A / 84.173A

Dollar threshold used to distinguish between Type A & Type B programs: $750,000

Auditee qualified as low-risk auditee? __X__ Yes ___No

CITY OF MARYVILLE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2025

Section II - Financial Statement Findings

Current Year Audit Findings: None

Section III - Federal Award Findings

Current Year Audit Findings: None

CITY OF MARYVILLE

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Year Ended June 30, 2025

There were no findings or questioned costs reported in the prior year.