



## ANNUAL FINANCIAL REPORT

# Coffee County, Tennessee

*For the Year Ended June 30, 2023*

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



**DIVISION OF  
LOCAL GOVERNMENT AUDIT**

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

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

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

*STEVE REEDER, CPA, CGFM, CFE*  
*Audit Manager*

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

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**COFFEE COUNTY, TENNESSEE**  
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# ***Summary of Audit Findings***

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

## ***Scope***

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

## ***Results***

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

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

## ***Findings***

The following are summaries of the audit findings:

### **OFFICE OF COUNTY CLERK**

- ◆ Operations in the County Clerk's Office are currently being reviewed.
- 

### **OFFICE OF REGISTER OF DEEDS**

- ◆ Bank statements were not accurately reconciled with the general ledger.



# INTRODUCTORY SECTION

Coffee County Officials  
June 30, 2023

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**Officials**

Judd Matheny, County Mayor  
Benton Bartlett, Road Superintendent  
Dr. Charles Lawson, Director of Schools  
John Marchesoni, Trustee  
Beverly Robertson, Assessor of Property  
Teresa McFadden, County Clerk  
Jenny Anthony, Circuit, General Sessions, and Juvenile Courts Clerk  
Shelia Proffitt, Clerk and Master  
Donna Toney, Register of Deeds  
Chad Partin, Sheriff  
Marianna Edinger, Director of Accounts and Budgets

**Board of County Commissioners**

Judd Matheny, County Mayor, Chairman  
Tim Brown  
Missy Deford  
Jackie Duncan  
Terry Hershman  
Joey Hobbs  
Joseph Hodge  
Jimmy Hollandsworth  
Dennis Hunt  
Holly Jones

Dwight Miller  
Tim Morris  
Claude Morse  
Laura Nettles  
Tina Reed  
Lynn Sebourn  
Rose Ann Smith  
Timothy Stubblefield  
Frank Watkins

**Road Commission**

James Weaver, Chairman  
Jeff Bush  
Carolyn Duke  
Arlis Markum

**Audit Committee**

Gary Hunt, Chairman  
Missy Deford  
Vacant

**Board of Education**

Gary Nester, Chairman  
Thomas Ballard  
Gary Cordell  
Larry Crabtree  
Robert Gilley  
Jennifer Peacock Hodge  
Freda Jones  
Brent Parsley  
Kathy Rose

(Continued)

## Coffee County Officials (Cont.)

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### **Budget and Finance Committee**

Lynn Sebourn, Chairman

Tim Brown

Missy Deford

Joey Hobbs

Dennis Hunt

Holly Jones

Laura Nettles

Tina Reed

Timothy Stubblefield

### **Water and Wastewater Treatment Authority**

David Nipper, Chairman

Tim Brown

James Clouse

Robert Gilliam

Ralph Wise

# FINANCIAL SECTION



JASON E. MUMPOWER  
*Comptroller*

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

**Report on the Audit of the Financial Statements**

***Opinions***

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Coffee County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Coffee County, Tennessee, as of June 30, 2023, and the respective changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund of the Coffee County School Department (a discretely presented component unit), which represent .62 percent, .75 percent, and 3.08 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Coffee County School Department's Internal School Fund, is based solely on the report of the other auditors.

***Basis for Opinions***

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

relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Coffee County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Coffee County's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Coffee County’s ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

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

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

### ***Supplementary Information***

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

financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the Rural Debt Service and General Capital Projects funds, combining and individual fund financial statements of the Coffee County School Department and the Water and Wastewater Treatment Authority of Coffee County, Tennessee (discretely presented component units), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

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

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

### ***Other Reporting Requirements by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2023, on our consideration of the Coffee County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Coffee County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Coffee County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

December 21, 2023

JEM/gc

# BASIC FINANCIAL STATEMENTS

Exhibit A

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

	Primary Governmental Activities	Component Units	
		Coffee County School Department	Water and Wastewater Treatment Authority of Coffee County
<u>ASSETS</u>			
Cash	\$ 234,423	\$ 656,909	\$ 0
Equity in Pooled Cash and Investments	44,430,086	19,822,614	129,500
Inventories	3,733	0	0
Investments	337,677	0	0
Accounts Receivable	847,838	34,036	4,516
Allowance for Uncollectibles	(379,860)	0	0
Due from Other Governments	1,938,714	3,276,968	0
Property Taxes Receivable	17,750,435	10,179,856	0
Allowance for Uncollectible Property Taxes	(390,532)	(184,455)	0
Note Receivable - Current	28,081	0	0
Note Receivable - Long Term	84,243	0	0
Restricted Assets:			
Amounts Accumulated for Pension Benefits	0	709,764	0
Net Pension Asset - Agent Legacy Plan	1,598,146	1,905,063	0
Net Pension Asset - Teacher Retirement Plan	0	114,114	0
Net Pension Asset - Teacher Legacy Pension Plan	0	5,869,866	0
Capital Assets:			
Assets Not Depreciated:			
Land	3,993,219	1,438,853	30,120
Construction in Progress	0	10,839,067	0
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	25,400,594	41,542,958	348,507
Infrastructure	6,341,013	10,043	0
Other Capital Assets	3,694,732	5,296,489	1,401
Intangible Right-to-Use Assets	690,740	0	0
Total Assets	<u>\$ 106,603,282</u>	<u>\$ 101,512,145</u>	<u>\$ 514,044</u>

DEFERRED OUTFLOWS OF RESOURCES

Pension Changes in Experience	\$ 533,119	\$ 1,694,868	\$ 0
Pension Changes in Assumptions	527,076	4,478,889	0
Pension Changes in Investment Earnings	19,978	172,844	0
Pension Changes in Proportion	0	25,223	0
Pension Contributions After Measurement Date	231,808	1,864,886	0
OPEB Changes in Experience	0	802,330	0
OPEB Changes in Assumptions	64,612	656,618	0
OPEB Changes in Proportion	0	57,679	0
OPEB Changes in Contributions after Measurement Date	13,758	425,536	0
Total Deferred Outflows of Resources	<u>\$ 1,390,351</u>	<u>\$ 10,178,873</u>	<u>\$ 0</u>

(Continued)

Exhibit A

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

	Primary Government Governmental Activities	Component Unit	
		Coffee County School Department	Water and Wastewater Treatment Authority of Coffee County
<u>LIABILITIES</u>			
Accounts Payable	\$ 1,982,122	\$ 222,975	\$ 0
Accrued Interest Payable	355,559	0	0
Accrued Payroll	0	1,870,244	0
Payroll Deductions Payable	99,163	1,392,868	0
Due to State of Tennessee	849	0	0
Noncurrent Liabilities:			
Due Within One Year - Leases	114,628	0	0
Due Within One Year - Debt	3,500,880	0	28,081
Due Within One Year - Other	55,161	53,672	0
Due in More Than One Year - Leases	524,578	0	0
Due in More Than One Year - Debt	62,382,799	0	84,243
Due in More Than One Year - Other	1,390,619	9,094,403	0
Total Liabilities	<u>\$ 70,406,358</u>	<u>\$ 12,634,162</u>	<u>\$ 112,324</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 17,115,952	\$ 9,869,550	\$ 0
Pension Changes in Experience	196,791	1,299,962	0
Pension Changes in Proportion	0	212,534	0
OPEB Changes in Experience	225,001	1,492,439	0
OPEB Changes in Assumptions	269,383	1,443,076	0
OPEB Changes in Proportion	0	473,244	0
Total Deferred Inflow of Resources	<u>\$ 17,807,127</u>	<u>\$ 14,790,805</u>	<u>\$ 0</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	\$ 16,569,333	\$ 59,127,410	\$ 267,704
Restricted for:			
General Government	1,493,494	0	0
Finance	485,114	0	0
Administration of Justice	178,112	0	0
Public Safety	674,914	0	0
Public Health and Welfare	3,675,744	0	0
Highways/Public Works	3,079,620	0	0
Debt Service	12,471,599	0	0
Capital Projects	13,296,839	0	0
Education	130,639	3,551,440	0
Pensions	1,598,146	8,598,807	0
Unrestricted	<u>(33,873,406)</u>	<u>12,988,394</u>	<u>134,016</u>
Total Net Position	<u>\$ 19,780,148</u>	<u>\$ 84,266,051</u>	<u>\$ 401,720</u>

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

Exhibit B

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

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Units	
					Total Governmental Activities	Coffee County School Department	Water and Wastewater Treatment Authority of Coffee County
Primary Government:							
Governmental Activities:							
General Government	\$ 6,822,140	\$ 953,863	\$ 5,545,090	\$ 295,159	\$ (28,028)	\$ 0	\$ 0
Finance	1,754,470	2,040,052	0	0	285,582	0	0
Administration of Justice	2,739,337	1,347,306	42,734	0	(1,349,297)	0	0
Public Safety	13,650,007	1,430,525	230,859	976,009	(11,012,614)	0	0
Public Health and Welfare	5,960,561	2,481,815	1,117,171	18,000	(2,343,575)	0	0
Social, Cultural, and Recreational Services	1,550,422	167,704	40,168	0	(1,342,550)	0	0
Agriculture and Natural Resources	390,807	0	0	0	(390,807)	0	0
Highways/Public Works	3,170,473	0	2,829,240	0	(341,233)	0	0
Education	1,181,947	0	0	352,840	(829,107)	0	0
Interest on Long-term Debt	2,529,706	0	0	0	(2,529,706)	0	0
Total Governmental Activities	\$ 39,749,870	\$ 8,421,265	\$ 9,805,262	\$ 1,642,008	\$ (19,881,335)	\$ 0	\$ 0
Total Primary Government	\$ 39,749,870	\$ 8,421,265	\$ 9,805,262	\$ 1,642,008	\$ (19,881,335)	\$ 0	\$ 0
Component Units:							
Coffee County School Department	\$ 53,578,396	\$ 864,537	\$ 12,474,721	\$ 1,136,610	\$ 0	\$ (39,102,528)	\$ 0
Water and Wastewater Treatment Authority	76,996	90,186	0	0	0	0	13,190
Total Component Units	\$ 53,655,392	\$ 954,723	\$ 12,474,721	\$ 1,136,610	\$ 0	\$ (39,102,528)	\$ 13,190

(Continued)

Exhibit B

Coffee County, Tennessee  
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Units	
					Total Governmental Activities	Coffee County School Department	Water and Wastewater Treatment Authority of Coffee County
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes					\$ 14,661,426	\$ 9,706,484	\$ 0
Property Taxes Levied for Debt Service					2,119,019	0	0
Local Option Sales Taxes					5,358,723	6,672,945	0
Litigation Taxes					504,951	0	0
Wholesale Beer Tax					249,438	0	0
Mineral Severance Tax					47,592	0	0
Business Tax					1,484,396	0	0
Hotel/Motel Tax					571,759	0	0
Mixed Drink Tax					0	38,309	0
Grants and Contributions Not Restricted for Specific Programs					1,512,017	26,397,082	0
Unrestricted Investment Income					989,508	2,030	0
Miscellaneous					14,537	6,224	0
Sale of Equipment					702,121	44,509	0
Amortized Premium					697,576	0	0
Total General Revenues					\$ 28,913,063	\$ 42,867,583	\$ 0
Insurance Recovery					\$ 23,780	\$ 204,146	\$ 0
Change in Net Assets					\$ 9,055,508	\$ 3,969,201	\$ 13,190
Net Position, July 1, 2022					10,724,640	80,296,850	388,530
Net Position, June 30, 2023					\$ 19,780,148	\$ 84,266,051	\$ 401,720

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

Exhibit C-1

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>ASSETS</u>					
Cash	\$ 1,050	\$ 0	\$ 0	\$ 233,373	\$ 234,423
Equity in Pooled Cash and Investments	10,622,784	6,941,405	14,170,461	12,695,436	44,430,086
Inventories	3,733	0	0	0	3,733
Investments	6,865	0	330,812	0	337,677
Accounts Receivable	102,625	0	0	745,213	847,838
Allowance for Uncollectibles	0	0	0	(379,860)	(379,860)
Due from Other Governments	525,975	680,021	193,846	538,872	1,938,714
Due from Other Funds	45,780	0	0	73,604	119,384
Property Taxes Receivable	13,465,478	1,329,512	0	2,955,445	17,750,435
Allowance for Uncollectible Property Taxes	(243,039)	(44,108)	0	(103,385)	(390,532)
Notes Receivable - Current	0	28,081	0	0	28,081
Notes Receivable - Long-term	0	84,243	0	0	84,243
Total Assets	<u>\$ 24,531,251</u>	<u>\$ 9,019,154</u>	<u>\$ 14,695,119</u>	<u>\$ 16,758,698</u>	<u>\$ 65,004,222</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 252,609	\$ 2,000	\$ 1,155,526	\$ 571,987	\$ 1,982,122
Payroll Deductions Payable	71,817	0	0	27,346	99,163
Due to Other Funds	73,604	0	0	45,780	119,384
Due to State of Tennessee	709	0	0	140	849
Total Liabilities	<u>\$ 398,739</u>	<u>\$ 2,000</u>	<u>\$ 1,155,526</u>	<u>\$ 645,253</u>	<u>\$ 2,201,518</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 13,057,256	\$ 1,254,535	\$ 0	\$ 2,804,161	\$ 17,115,952

(Continued)

Exhibit C-1

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>					
Deferred Delinquent Property Taxes	\$ 101,213	\$ 26,355	\$ 0	\$ 36,489	\$ 164,057
Other Deferred/Unavailable Revenue	159,720	397,616	112,115	575,766	1,245,217
<b>Total Deferred Inflows of Resources</b>	<b>\$ 13,318,189</b>	<b>\$ 1,678,506</b>	<b>\$ 112,115</b>	<b>\$ 3,416,416</b>	<b>\$ 18,525,226</b>
<u>FUND BALANCES</u>					
Nonspendable:					
Inventory	\$ 3,733	\$ 0	\$ 0	\$ 0	\$ 3,733
Restricted:					
Restricted for General Government	19,264	0	0	0	19,264
Restricted for Finance	485,114	0	0	0	485,114
Restricted for Administration of Justice	178,112	0	0	0	178,112
Restricted for Public Safety	54,077	0	0	620,837	674,914
Restricted for Public Health and Welfare	298,187	0	0	3,057,011	3,355,198
Restricted for Other Operations	0	0	0	1,470,497	1,470,497
Restricted for Highways/Public Works	0	0	0	2,841,920	2,841,920
Restricted for Education	0	0	130,639	0	130,639
Restricted for Capital Outlay	0	0	13,296,839	0	13,296,839
Restricted for Debt Service	0	7,338,648	0	4,702,455	12,041,103
Committed:					
Committed for Administration of Justice	37,429	0	0	0	37,429
Committed for Public Health and Welfare	42,468	0	0	0	42,468
Committed for Social, Cultural, and Recreational Services	411,457	0	0	0	411,457
Assigned:					
Assigned for General Government	15,458	0	0	0	15,458

(Continued)

Exhibit C-1

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>FUND BALANCES (Cont.)</u>					
Assigned (Cont.):					
Assigned for Finance	\$ 9,164	\$ 0	\$ 0	\$ 0	\$ 9,164
Assigned for Public Safety	0	0	0	4,309	4,309
Assigned for Public Health and Welfare	1,820	0	0	0	1,820
Assigned for Social, Cultural, and Recreational Services	1,696	0	0	0	1,696
Assigned for Agriculture and Natural Resources	2,400	0	0	0	2,400
Assigned for Other Operations	16,548	0	0	0	16,548
Unassigned	9,237,396	0	0	0	9,237,396
Total Fund Balances	<u>\$ 10,814,323</u>	<u>\$ 7,338,648</u>	<u>\$ 13,427,478</u>	<u>\$ 12,697,029</u>	<u>\$ 44,277,478</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 24,531,251</u>	<u>\$ 9,019,154</u>	<u>\$ 14,695,119</u>	<u>\$ 16,758,698</u>	<u>\$ 65,004,222</u>

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

Exhibit C-2

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

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

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 44,277,478
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 3,993,219	
Add: buildings and improvements net of accumulated depreciation	25,400,594	
Add: infrastructure net of accumulated depreciation	6,341,013	
Add: other capital assets net of accumulated depreciation	3,694,732	
Add: intangible right-to-use assets net of accumulated depreciation	<u>690,740</u>	40,120,298
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (56,870,000)	
Less: notes payable	(1,749,000)	
Less: other loans payable	(791,920)	
Less: leases payable	(639,206)	
Less: compensated absences payable	(1,103,219)	
Less: net OPEB liability	(342,561)	
Less: accrued interest on bonds, notes, and other loans	(355,559)	
Less: unamortized premium on debt	<u>(6,472,759)</u>	(68,324,224)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 1,311,981	
Less: deferred inflows of resources related to pensions	(196,791)	
Add: deferred outflows of resources related to OPEB	78,370	
Less: deferred inflows of resources related to OPEB	<u>(494,384)</u>	699,176
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		1,598,146
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>1,409,274</u>
Net position of governmental activities (Exhibit A)		<u>\$ 19,780,148</u>

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

Exhibit C-3

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>Revenues</u>					
Local Taxes	\$ 16,097,784	\$ 4,805,937	\$ 1,041,490	\$ 3,594,268	\$ 25,539,479
Licenses and Permits	452,447	0	0	6,600	459,047
Fines, Forfeitures, and Penalties	349,803	0	0	155,419	505,222
Charges for Current Services	874,444	0	0	2,407,694	3,282,138
Other Local Revenues	261,060	24,185	478,000	1,161,476	1,924,721
Fees Received From County Officials	3,076,451	0	0	0	3,076,451
State of Tennessee	2,533,442	0	0	2,860,349	5,393,791
Federal Government	530,378	0	5,489,174	279,814	6,299,366
Other Governments and Citizens Groups	528,606	350,500	18,000	0	897,106
<b>Total Revenues</b>	<b>\$ 24,704,415</b>	<b>\$ 5,180,622</b>	<b>\$ 7,026,664</b>	<b>\$ 10,465,620</b>	<b>\$ 47,377,321</b>
<u>Expenditures</u>					
Current:					
General Government	\$ 2,727,943	\$ 0	\$ 0	\$ 0	\$ 2,727,943
Finance	1,747,422	0	0	100	1,747,522
Administration of Justice	2,715,563	0	0	0	2,715,563
Public Safety	12,536,547	0	0	223,555	12,760,102
Public Health and Welfare	800,235	0	0	4,864,263	5,664,498
Social, Cultural, and Recreational Services	1,474,197	0	0	0	1,474,197
Agriculture and Natural Resources	389,861	0	0	0	389,861
Other Operations	2,026,120	0	0	129,120	2,155,240
Highways	0	0	0	2,833,827	2,833,827
Debt Service:					
Principal on Debt	0	2,078,140	0	864,000	2,942,140
Interest on Debt	0	2,025,408	0	521,985	2,547,393
Other Debt Service	0	80,343	0	39,839	120,182

(Continued)

Exhibit C-3

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 0	\$ 0	\$ 5,755,210	\$ 0	\$ 5,755,210
Total Expenditures	\$ 24,417,888	\$ 4,183,891	\$ 5,755,210	\$ 9,476,689	\$ 43,833,678
Excess (Deficiency) of Revenues Over Expenditures	\$ 286,527	\$ 996,731	\$ 1,271,454	\$ 988,931	\$ 3,543,643
<u>Other Financing Sources (Uses)</u>					
Leases Issued	\$ 661,484	\$ 0	\$ 0	\$ 0	\$ 661,484
Proceeds from Sale of Capital Assets	0	0	2,478,790	22,751	2,501,541
Insurance Recovery	23,780	0	0	0	23,780
Transfers In	278,734	138,387	0	127,777	544,898
Transfers Out	(182,136)	0	(362,762)	0	(544,898)
Total Other Financing Sources (Uses)	\$ 781,862	\$ 138,387	\$ 2,116,028	\$ 150,528	\$ 3,186,805
Net Change in Fund Balances	\$ 1,068,389	\$ 1,135,118	\$ 3,387,482	\$ 1,139,459	\$ 6,730,448
Fund Balance, July 1, 2022	9,745,934	6,203,530	10,039,996	11,557,570	37,547,030
Fund Balance, June 30, 2023	\$ 10,814,323	\$ 7,338,648	\$ 13,427,478	\$ 12,697,029	\$ 44,277,478

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

Exhibit C-4

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

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

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ 6,730,448
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: assets purchased	\$ 1,055,454	
Add: assets leased	714,558	
Less: current-year depreciation/amortization expense	<u>(1,574,626)</u>	195,386
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Less: book value of capital assets disposed		(578,155)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2023	\$ 1,409,274	
Less: deferred delinquent property taxes and other deferred June 30, 2022	<u>(1,406,100)</u>	3,174
(4) The issuance of long-term debt (e.g., notes, other loans, bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Less: lease proceeds	\$ (661,484)	
Add: change in premium on debt issuances	697,576	
Add: principal payments on bonds	2,610,000	
Add: principal payments on notes	159,000	
Add: principal payments on other loans	173,140	
Add: principal payments on leases	<u>22,278</u>	3,000,510
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ 17,687	
Change in compensated absences payable	(119,946)	
Change in net pension asset	(3,801,526)	
Change in deferred outflows related to pensions	(54,051)	
Change in deferred inflows related to pensions	3,623,778	
Change in OPEB liability	121,405	
Change in deferred outflows related to OPEB	(18,257)	
Change in deferred inflows related to OPEB	<u>(64,945)</u>	<u>(295,855)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 9,055,508</u>

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

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 16,097,784	\$ 0	\$ 0	\$ 16,097,784	\$ 15,644,970	\$ 15,873,517	\$ 224,267
Licenses and Permits	452,447	0	0	452,447	417,865	417,865	34,582
Fines, Forfeitures, and Penalties	349,803	0	0	349,803	367,630	364,636	(14,833)
Charges for Current Services	874,444	0	0	874,444	885,608	870,940	3,504
Other Local Revenues	261,060	0	0	261,060	282,775	423,259	(162,199)
Fees Received From County Officials	3,076,451	0	0	3,076,451	3,109,000	3,074,750	1,701
State of Tennessee	2,533,442	0	0	2,533,442	2,254,983	2,459,655	73,787
Federal Government	530,378	0	0	530,378	186,324	901,448	(371,070)
Other Governments and Citizens Groups	528,606	0	0	528,606	308,515	528,310	296
Total Revenues	\$ 24,704,415	\$ 0	\$ 0	\$ 24,704,415	\$ 23,457,670	\$ 24,914,380	\$ (209,965)
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 60,994	\$ 0	\$ 0	\$ 60,994	\$ 69,910	\$ 70,660	\$ 9,666
Board of Equalization	1,346	0	0	1,346	1,890	1,890	544
Other Boards and Committees	70,632	0	0	70,632	75,825	75,825	5,193
County Mayor/Executive	426,503	(1,056)	0	425,447	427,554	438,236	12,789
County Attorney	126,748	0	0	126,748	65,400	126,748	0
Election Commission	386,713	(1,910)	0	384,803	439,295	433,895	49,092
Register of Deeds	342,074	(2,467)	0	339,607	393,793	398,201	58,594
Codes Compliance	196,752	0	0	196,752	203,498	207,324	10,572
County Buildings	885,586	(36,428)	9,088	858,246	815,907	923,067	64,821
Other General Administration	230,029	(650)	6,370	235,749	218,701	248,701	12,952
Preservation of Records	566	0	0	566	630	630	64
Other Risk Management	0	0	0	0	39,470	39,470	39,470
<u>Finance</u>							
Accounting and Budgeting	515,277	(805)	0	514,472	509,585	519,696	5,224
Property Assessor's Office	395,359	0	0	395,359	404,168	412,180	16,821
Reappraisal Program	73,292	0	0	73,292	79,619	79,619	6,327
County Trustee's Office	336,671	0	0	336,671	334,217	339,317	2,646

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
County Clerk's Office	\$ 426,823	\$ (1,600)	\$ 0	\$ 425,223	\$ 448,281	\$ 456,791	\$ 31,568
<u>Administration of Justice</u>							
Circuit Court	1,272,691	(4,645)	0	1,268,046	1,348,399	1,350,019	81,973
General Sessions Judge	472,930	0	0	472,930	457,941	480,406	7,476
Drug Court	31,874	0	0	31,874	50,000	50,000	18,126
Chancery Court	378,201	(1,617)	0	376,584	359,308	418,384	41,800
Office of Public Defender	9,375	0	0	9,375	51,716	19,847	10,472
Judicial Commissioners	193,780	(725)	0	193,055	190,506	205,970	12,915
Probation Services	356,712	0	0	356,712	366,680	387,687	30,975
<u>Public Safety</u>							
Sheriff's Department	4,431,860	(8,428)	511	4,423,943	4,151,763	4,600,313	176,370
Traffic Control	3,702	0	0	3,702	15,000	15,000	11,298
Administration of the Sexual Offender Registry	14,159	0	0	14,159	17,000	32,000	17,841
Jail	5,635,170	(1,021)	7,087	5,641,236	5,844,442	5,850,330	209,094
Juvenile Services	374,267	0	0	374,267	364,877	404,987	30,720
Rural Fire Protection	504,828	0	0	504,828	505,000	505,000	172
Civil Defense	243,944	(4,313)	1,567	241,198	215,915	248,322	7,124
Rescue Squad	65,000	0	0	65,000	65,000	65,000	0
County Coroner/Medical Examiner	181,720	0	0	181,720	191,000	201,000	19,280
Other Public Safety	1,081,897	0	0	1,081,897	914,356	1,082,387	490
<u>Public Health and Welfare</u>							
Local Health Center	486,218	0	0	486,218	765,900	577,639	91,421
Rabies and Animal Control	149,805	0	1,820	151,625	140,696	162,205	10,580
Alcohol and Drug Programs	0	0	0	0	2,000	2,000	2,000
Appropriation to State	81,554	0	0	81,554	81,554	81,554	0
General Welfare Assistance	9,054	0	0	9,054	8,846	9,054	0
Other Waste Disposal	73,604	0	0	73,604	45,286	76,875	3,271
<u>Social, Cultural, and Recreational Services</u>							
Senior Citizens Assistance	192,696	0	0	192,696	219,250	219,250	26,554

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Social, Cultural, and Recreational Services (Cont.)</u>							
Libraries	\$ 1,167,677	\$ (19,192)	\$ 1,695	\$ 1,150,180	\$ 1,203,927	\$ 1,228,879	\$ 78,699
Other Social, Cultural, and Recreational	113,824	0	0	113,824	3,176	118,107	4,283
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	309,265	0	2,400	311,665	278,339	322,185	10,520
Soil Conservation	80,596	0	0	80,596	90,783	97,986	17,390
<u>Other Operations</u>							
Tourism	6,000	0	0	6,000	6,000	6,000	0
Industrial Development	370,878	0	16,548	387,426	312,269	387,494	68
Veterans' Services	28,040	0	0	28,040	32,839	33,421	5,381
Other Charges	1,257,632	0	0	1,257,632	1,249,354	1,299,341	41,709
Contributions to Other Agencies	51,020	0	0	51,020	60,000	51,020	0
Payments to Cities	36,500	0	0	36,500	36,500	36,500	0
COVID-19 Grant #4	258,050	0	0	258,050	0	400,000	141,950
Miscellaneous	18,000	0	0	18,000	18,000	18,000	0
Total Expenditures	\$ 24,417,888	\$ (84,857)	\$ 47,086	\$ 24,380,117	\$ 24,191,365	\$ 25,816,412	\$ 1,436,295
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 286,527	\$ 84,857	\$ (47,086)	\$ 324,298	\$ (733,695)	\$ (902,032)	\$ 1,226,330
<u>Other Financing Sources (Uses)</u>							
Leases Issued	\$ 661,484	\$ 0	\$ 0	\$ 661,484	\$ 0	\$ 661,484	\$ 0
Insurance Recovery	23,780	0	0	23,780	0	5,415	18,365
Transfers In	278,734	0	0	278,734	0	0	278,734
Transfers Out	(182,136)	0	0	(182,136)	(171,752)	(192,461)	10,325
Total Other Financing Sources	\$ 781,862	\$ 0	\$ 0	\$ 781,862	\$ (171,752)	\$ 474,438	\$ 307,424
Net Change in Fund Balance	\$ 1,068,389	\$ 84,857	\$ (47,086)	\$ 1,106,160	\$ (905,447)	\$ (427,594)	\$ 1,533,754
Fund Balance, July 1, 2022	9,745,934	(84,857)	0	9,661,077	9,661,077	9,661,077	0
Fund Balance, June 30, 2023	\$ 10,814,323	\$ 0	\$ (47,086)	\$ 10,767,237	\$ 8,755,630	\$ 9,233,483	\$ 1,533,754

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

Exhibit D-1

Coffee County, Tennessee  
Statement of Net Position  
Fiduciary Funds  
June 30, 2023

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash	\$ 2,952,186
Equity in Pooled Cash and Investments	188,613
Accounts Receivable	1,808
Due from Other Governments	5,282,691
Property Taxes Receivable	10,367,660
Allowance for Uncollectible Property Taxes	<u>(187,585)</u>
Total Assets	<u>\$ 18,605,373</u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 5
Due to Other Taxing Units	<u>5,332,822</u>
Total Liabilities	<u>\$ 5,332,827</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Deferred Current Property Taxes	<u>\$ 10,130,505</u>
Total Deferred Inflows of Resources	<u>\$ 10,130,505</u>
<u>NET POSITION</u>	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 3,142,041</u>
Total Net Position	<u><u>\$ 3,142,041</u></u>

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

Exhibit D-2

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

Custodial  
Funds

ADDITIONS

Sales Tax Collections for Other Governments	\$ 25,029,037
ADA - Educational Funds Collected for Cities	10,014,507
Fines/Fees and Other Collections	16,556,209
Drug Task Force Collections	212,744
District Attorney General Collections	6,313
Total Additions	<u>\$ 51,818,810</u>

DEDUCTIONS

Payment of Sales Tax Collections to Other Governments	\$ 25,029,037
Payments to City School Systems	10,014,507
Payments to State	7,219,187
Payments to Cities, Individuals, and Others	7,892,560
Payment of Drug Task Force Expenses	185,104
Payment of District Attorney General Expenses	21,052
Total Deductions	<u>\$ 50,361,447</u>

Net Increase (Decrease) in Fiduciary in Net Position	\$ 1,457,363
Net Position, July 1, 2022	<u>1,684,678</u>
Net Position, June 30, 2023	<u><u>\$ 3,142,041</u></u>

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

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**COFFEE COUNTY, TENNESSEE**  
**Index of Notes to the Financial Statements**

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

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Coffee County's financial statements are presented in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments.

The following are the more significant accounting policies of Coffee County:

**A. Reporting Entity**

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

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

The Coffee County School Department operates the public school system in the county, and the voters of Coffee County elect its board. The school department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the county commission's approval. The school department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Water and Wastewater Treatment Authority of Coffee County, Tennessee, was created by resolution of the Coffee County Commission as allowed by Section 68-221-601, *Tennessee Code Annotated*. The authority is governed by a five-member board, which includes four citizens and one member of the Coffee County Commission. The purpose of the authority is to oversee the operations of a sewer system that services the residents of the Wayside Acres Subdivision, and the financial transactions of the authority are maintained in an enterprise fund, the Wayside Acres Sewer Fund, which is administered by the county's director of accounts and budgets on behalf of the authority. The authority is funded primarily by service charges levied on the residents of the subdivision that utilize the system.

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

The Industrial Board of Coffee County provides and assists industry in Coffee County, and the Coffee County Commission appoints its board of directors. The board comprises three members each from the city of Tullahoma, the city of Manchester, and from rural areas. The board is primarily funded by appropriations from the county. The financial statements of the Industrial Board of Coffee County were not material to the component units' opinion unit and therefore have been omitted from this report.

The Coffee County School Department and the Water and Wastewater Treatment Authority of Coffee County, Tennessee, do not issue separate financial statements from those of the county. Therefore, basic financial statements of the school department and the Water and Wastewater Treatment Authority are included in this report as listed in the table of contents. Complete financial statements of the Coffee County Emergency Communications District and the Industrial Board of Coffee County can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Coffee County Emergency Communications District  
911 Jack Welch Drive  
Manchester, TN 37355

Industrial Board of Coffee County  
1329 McArthur Street, Suite 4  
Manchester, TN 37355

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the Statement of Activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in government-wide financial statements.

However, the primary government of Coffee County does not have any business-type activities to report. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Coffee County School Department, component unit, only reports governmental activities in the government-wide financial statements and the Water and Wastewater Treatment Authority of Coffee County, Tennessee, component unit, only reports business-type activities in the government-wide financial statements.

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

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

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

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

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

Fund financial statements of Coffee County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Coffee County has no proprietary funds to report.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Coffee County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt, including lease obligations, are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

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

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

Coffee County reports the following major governmental funds:

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

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

school projects outside the territorial limits of the special school districts.

**General Capital Projects Fund** – This fund accounts for general capital expenditures of the county. These include various construction projects and purchases of capital assets.

Additionally, Coffee County reports the following fund types:

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

**Custodial Funds** – These funds account for amounts collected in a custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Coffee County, the city school systems' share of educational revenues, state grants and other restricted revenues held for the benefit of the Fourteenth Judicial District Drug Task Force, and restricted revenues held for the benefit of the Office of District Attorney General.

The discretely presented Coffee County School Department reports the following major governmental fund:

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

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

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

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

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 23) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 22) are presented in this report. We do not believe using the prior year balances will affect the

independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

The discretely presented Water and Wastewater Treatment Authority of Coffee County, Tennessee, reports the following major proprietary fund:

**Enterprise Fund** – The Wayside Acres Sewer Fund is used to account for the transactions of the Wayside Acres sewer operation.

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

The discretely presented Water and Wastewater Treatment Authority of Coffee County, Tennessee's proprietary fund (enterprise fund) distinguishes operating revenues and expenses from nonoperating items. This fund is used to account for the operation of the sewer system servicing the Wayside Acres Subdivision. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the enterprise fund are charges for services. Operating expenses for the enterprise fund include payments to vendors, administration expenses, and debt payments.

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

**1. Deposits and Investments**

For purposes of the Statement of Cash Flows for the discretely presented Water and Wastewater Treatment Authority of Coffee County, Tennessee, cash includes cash on deposit with the county trustee.

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

The county trustee maintains a cash and internal investment pool that is used by all funds, the discretely presented Coffee County School Department, and the discretely presented Water and Wastewater Treatment Authority of Coffee County, Tennessee. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Debt Service Fund. In addition, investments are held separately by the General and General Capital Project funds. Coffee County and the school department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost.

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

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

All other investments are reported at fair value.

## 2. Receivables and Payables

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

All ambulance and property taxes receivables are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 1.03 percent of total taxes levied.

The Water and Wastewater Treatment Authority of Coffee County, Tennessee's accounts receivable for sewer services are shown without an allowance for uncollectibles. The authority does not provide an allowance for uncollectible accounts because of its ability to stop service for nonpaying customers.

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

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

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

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

**3. Inventories**

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

**4. Restricted Assets**

Restricted assets consist of amounts held in a pension stabilization trust by the Tennessee Consolidated Retirement System (TCRS) for the benefit of the discretely presented Coffee County School Department's Teacher Retirement Plan. The purpose of this trust is to accumulate funds to provide stabilization (smoothing) of retirement costs to the school system in times of fluctuating investment returns and market downturns. These funds are held and invested by TCRS pursuant to an irrevocable agreement and may only be used for the benefit of the Coffee County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Coffee County School Department has not withdrawn any funds from the trust to pay pension cost. Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

**5. Capital Assets**

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), and intangible right-to-use assets (e.g., lease, SBITA, and PPP assets) are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 (\$10,000 for the discretely presented Coffee County School Department) or more and an estimated useful life of more than three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

Property, plant, equipment, and infrastructure of the primary government, the discretely presented school department, and the

discretely presented Water and Wastewater Authority are depreciated using the straight-line method over the following estimated useful lives. Right-to-use assets are amortized over the shorter of the lease term or useful life.

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	10 - 50
Land Improvements	10 - 50
Infrastructure	15 - 40
Other Capital Assets	3 - 20

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

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

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

**7. Compensated Absences**

The general policy of Coffee County allows employees to accumulate a limited number of unused vacation days; however, the unused vacation days that exceed the limit allowed by county policy are transferred to sick days on the employee’s anniversary date. The remaining unused

vacation days are paid to employees when they separate from service with the government. All vacation pay is accrued when incurred in the government-wide financial statements for the county. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

County employees hired prior to July 1, 2014, are allowed to accumulate unlimited sick leave days; however, the granting of sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded. County employees hired after July 1, 2014, are allowed to accumulate up to 960 hours of sick leave (1,250 for ambulance and EMS employees). Following five continuous years of service, employees are eligible to receive a percentage of their accumulated sick leave upon termination of employment. The percentages begin at 25 percent after year five and cap at 50 percent after year ten.

The general policy of the discretely presented Coffee County School Department does not allow for the accumulation of vacation days beyond year-end for professional employees. Support staff are allowed to accumulate unused vacation days. Vacation pay is accrued for support staff when incurred in the government-wide financial statements for the school department. A liability for vacation pay is reported in the governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements. All professional personnel (teachers) of the school department are allowed to accumulate unlimited sick leave days. The granting of sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded.

## **8. Long-term Debt, Lease Obligations, and Long-term Obligations**

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

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the

current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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

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

## **9. Net Position and Fund Balance**

In the government-wide financial statements and the Water and Wastewater Treatment Authority's proprietary fund in the fund financial statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

As of June 30, 2023, Coffee County had \$42,971,920 in outstanding debt for capital purposes for the discretely presented Coffee County School Department. This debt is a liability of Coffee County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Coffee County has incurred a liability

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

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

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

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

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

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

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

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

School funds. In the other governmental funds, funds expended that exceed the amounts that are restricted, committed, and assigned are reported as negative unassigned fund balance.

**10. Minimum Fund Balance Policy**

To provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance of certain governmental funds, the following minimum fund balance policy exists and consists of the sum of committed, assigned, and unassigned fund balance:

General Fund – 12.5 percent of current-year appropriations.

Debt Service Funds – an amount equal to debt requirements for the first six months of the subsequent fiscal year.

**E. Pension Plans**

**Primary Government**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of Coffee County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Coffee County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Pension Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Pension Plan of TCRS. Investments are reported at fair value.

**Discretely Presented Coffee County School Department**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teacher Retirement Plan and the Teacher Legacy Pension Plan in the Tennessee Consolidated Retirement System, and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the TCRS. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Teacher Retirement Plan and the Teacher Legacy Pension Plan. Investments are reported at fair value.

**F. Other Postemployment Benefit (OPEB) Plans**

**Primary Government**

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by Coffee County. For this purpose, Coffee County recognizes benefit payments when due and payable in accordance with benefit terms. Coffee County's OPEB plan is not administered through a trust.

**Discretely Presented Coffee County School Department**

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by the discretely presented Coffee County School Department. For this purpose, the school department recognizes benefit payments when due and payable in accordance with benefit terms. The school department's OPEB plan is not administered through a trust.

**II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of certain differences between the governmental fund balance sheet and the government-wide Statement of Net Position**

**Primary Government**

Exhibit C-2 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

**Discretely Presented Coffee County School Department**

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

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

**Primary Government**

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

## **Discretely Presented Coffee County School Department**

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

### **III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

#### **A. Budgetary Information**

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

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

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

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

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

<u>Funds</u>	<u>Amount</u>
Primary Government:	
Major Funds:	
General	\$ 47,086
General Capital Projects	369,957
Nonmajor Funds:	
Ambulance Service	8,990
Drug Control	4,309
Highway/Public Works	330,897
School Department:	
Major Fund:	
General Purpose School	1,476,930

**B. Pending Investigation**

The Comptroller’s Division of Investigations is currently reviewing certain operations of the Office of Coffee County Clerk. Findings, if any, resulting from these reviews will be included in subsequent reports.

**IV. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

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

**Deposits**

**Legal Provisions.** All deposits with financial institutions must be secured by one of three methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 90 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank

collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

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

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

### **Investments**

**Legal Provisions.** Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loan associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes. These investments may not have a maturity greater than two years. The county may

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

**Investment Balances**

Nonpooled Investments - As of June 30, 2023, Coffee County had the following nonpooled investments. These investments are in the State Treasurer’s Investment Pool and represent American Rescue Plan Act funds that are reflected in the county’s General Capital Projects Fund, and the interest earned from those funds are reflected in the General Fund.

Investment	Weighted Average Maturity	Maturities	Amortized Cost
Investments at Amortized Cost:			
State Treasurer's Investment Pool	1 to 46 days	N/A	<u>\$ 337,677</u>

Pooled Investments – As of June 30, 2023, Coffee County had the following investments carried at fair value within the fair value hierarchy established by generally accepted accounting principles. All investments are in U.S. Treasury Bills. Separate disclosures concerning pooled investments cannot be made for Coffee County and the discretely presented Coffee County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity	Maturities	Fair Value
U.S. Treasury Bills	N/A	7-20-23	\$ 5,106,868
U.S. Treasury Bills	N/A	7-27-23	2,529,523
U.S. Treasury Bills	N/A	8-3-23	3,567,271
U.S. Treasury Bills	N/A	8-24-23	5,086,665
U.S. Treasury Bills	N/A	8-31-23	1,438,725
<b>Total</b>			<b>\$ 17,729,052</b>

		Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investment by Fair Value Level	Fair Value 6-30-23			
U.S. Treasury Bills	\$ 17,729,052	\$ 17,729,052	\$ 0	\$ 0

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

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

**Credit Risk.** Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Coffee County has no investment policy that would further limit its investment choices. As of June 30, 2023, Coffee County's investment in the State Treasurer's Investment Pool was unrated.

**Concentration of Credit Risk.** Concentration of credit risk is the risk of loss attributed to the magnitude of the county's investment in a single issuer. Coffee County places no limit on the amount the county may invest in one

issuer. More than five percent of the county’s investments are in U.S. Treasury Bills. These investments are 100 percent of the county’s total investments.

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

**TCRS Stabilization Trust**

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

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

On June 30, 2023, the Coffee County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose School Fund of the school department.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 220,027
Developed Market International Equity	N/A	N/A	99,367
Emerging Market International Equity	N/A	N/A	28,391
U.S. Fixed Income	N/A	N/A	141,953
Real Estate	N/A	N/A	70,976
Short-term Securities	N/A	N/A	7,097
NAV - Private Equity and Strategic Lending	N/A	N/A	141,953
Total			\$ 709,764

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the school department’s investments with

the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2020/ag20045.pdf>

**B. Notes Receivable**

Notes receivable of \$112,324 in the Rural Debt Service Fund resulted from a note issued by Coffee County to the discretely presented Water and Wastewater Treatment Authority of Coffee County, Tennessee, to refund the authority's outstanding debt. The amount of the notes that is not expected to be collected within one year is \$84,243. Notes receivable are reflected in the financial statements of the Rural Debt Service Fund as restricted fund equity.

**C. Capital Assets**

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

**Primary Government - Governmental Activities:**

	Balance 7-1-22	Increases	Decreases	Balance 6-30-23
Capital Assets Not Depreciated:				
Land	\$ 4,041,819	\$ 0	\$ (48,600)	\$ 3,993,219
Total Capital Assets Not Depreciated	<u>\$ 4,041,819</u>	<u>\$ 0</u>	<u>\$ (48,600)</u>	<u>\$ 3,993,219</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 40,665,559	\$ 0	\$ (528,300)	\$ 40,137,259
Infrastructure	19,809,303	0	0	19,809,303
Other Capital Assets	8,797,991	1,055,454	(114,844)	9,738,601
Total Capital Assets Depreciated	<u>\$ 69,272,853</u>	<u>\$ 1,055,454</u>	<u>\$ (643,144)</u>	<u>\$ 69,685,163</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 14,076,859	\$ 671,913	\$ (12,107)	\$ 14,736,665
Infrastructure	13,078,120	390,170	0	13,468,290
Other Capital Assets	5,656,626	488,725	(101,482)	6,043,869
Total Accumulated Depreciation	<u>\$ 32,811,605</u>	<u>\$ 1,550,808</u>	<u>\$ (113,589)</u>	<u>\$ 34,248,824</u>
Total Capital Assets Depreciated, Net	<u>\$ 36,461,248</u>	<u>\$ (495,354)</u>	<u>\$ (529,555)</u>	<u>\$ 35,436,339</u>
Intangible Right-to-Use Assets:				
Leased Vehicles	\$ 0	\$ 714,558	\$ 0	\$ 714,558
Less:Accumulated Amortization - Leases	0	23,818	0	23,818
Net Intangible Right-to-Use Assets	<u>\$ 0</u>	<u>\$ 690,740</u>	<u>\$ 0</u>	<u>\$ 690,740</u>
Governmental Activities Capital Assets, Net	<u>\$ 40,503,067</u>	<u>\$ 195,386</u>	<u>\$ (578,155)</u>	<u>\$ 40,120,298</u>

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

**Governmental Activities:**

General Government	\$ 246,208
Finance	6,002
Administration of Justice	24,238
Public Safety	539,958
Public Health and Welfare	244,418
Social, Cultural, and Recreational	22,013
Highways/Public Works	<u>491,789</u>
 Total Depreciation and Amortization Expense - Governmental Activities	 <u><u>\$ 1,574,626</u></u>

**Net Investment in Capital Assets**

---

Capital Assets (both tangible and intangible)	\$ 40,120,298
Add:	
Outstanding principal of school-related debt	42,971,920
Less:	
Outstanding principal of capital debt and other capital borrowings	(1,749,000)
Outstanding principal balance of debt and other borrowing used to refund capital-related debt	(57,661,920)
Outstanding principal balance of any other capital-related liabilities	(639,206)
Unamortized balance of original issue premiums on outstanding capital-related debt	(6,472,759)
Net Investment in Capital Assets	<u><u>\$ 16,569,333</u></u>

**Discretely Presented Coffee County School Department –  
Governmental Activities:**

	Balance 7-1-22	Increases	Decreases	Balance 6-30-23
Capital Assets Not Depreciated:				
Land	\$ 1,438,853	\$ 0	\$ 0	\$ 1,438,853
Construction in Progress	10,575,945	660,520	(397,398)	10,839,067
Total Capital Assets Not Depreciated	\$ 12,014,798	\$ 660,520	\$ (397,398)	\$ 12,277,920
Capital Assets Depreciated:				
Buildings and Improvements	\$ 60,903,953	\$ 1,448,536	\$ (164,284)	\$ 62,188,205
Infrastructure	0	10,425	0	10,425
Other Capital Assets	7,142,845	2,028,070	(80,750)	9,090,165
Total Capital Assets Depreciated	\$ 68,046,798	\$ 3,487,031	\$ (245,034)	\$ 71,288,795
Less Accumulated Depreciation:				
Buildings and Improvements	\$ 19,492,777	\$ 1,271,727	\$ (119,257)	\$ 20,645,247
Infrastructure	0	382	0	382
Other Capital Assets	3,421,576	379,166	(7,066)	3,793,676
Total Accumulated Depreciation	\$ 22,914,353	\$ 1,651,275	\$ (126,323)	\$ 24,439,305
Total Capital Assets Depreciated, Net	\$ 45,132,445	\$ 1,835,756	\$ (118,711)	\$ 46,849,490
Governmental Activities Capital Assets, Net	\$ 57,147,243	\$ 2,496,276	\$ (516,109)	\$ 59,127,410

Depreciation expense was charged to functions of the school department as follows:

**Governmental Activities:**

Instruction	\$ 12,324
Support Services	1,609,621
Operation of Non-instructional Services	<u>29,330</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 1,651,275</u></u>

**Discretely Presented Water and Wastewater Treatment Authority of  
Coffee County, Tennessee – Business-type Activities:**

	Balance 7-1-22	Increases	Balance 6-30-23
Capital Assets Not Depreciated:			
Land	\$ 30,120	\$ 0	\$ 30,120
Total Capital Assets Not Depreciated	<u>\$ 30,120</u>	<u>\$ 0</u>	<u>\$ 30,120</u>
Capital Assets Depreciated:			
Infrastructure	\$ 724,697	\$ 45,900	\$ 770,597
Other Capital Assets	5,350	0	5,350
Total Capital Assets Depreciated	<u>\$ 730,047</u>	<u>\$ 45,900</u>	<u>\$ 775,947</u>
Less Accumulated Depreciation For:			
Infrastructure	\$ 392,540	\$ 29,550	\$ 422,090
Other Capital Assets	3,185	764	3,949
Total Accumulated Depreciation	<u>\$ 395,725</u>	<u>\$ 30,314</u>	<u>\$ 426,039</u>
Total Capital Assets Depreciated, Net	<u>\$ 334,322</u>	<u>\$ 15,586</u>	<u>\$ 349,908</u>
Business-type Activities Capital Assets, Net	<u>\$ 364,442</u>	<u>\$ 15,586</u>	<u>\$ 380,028</u>

The authority had no decreases in capital assets during the year ended June 30, 2023.

Depreciation expense totaled \$30,314 for the year ended June 30, 2023.

**Net Investment in Capital Assets**

Capital Assets	\$ 380,028
Less:	
Outstanding principal of capital debt and other capital borrowings	(112,324)
Net Investment in Capital Assets	<u>\$ 267,704</u>

**D. Construction Commitments**

At June 30, 2023, the school department had uncompleted construction contracts of approximately \$176,746 for North Coffee Elementary School and New Union Elementary School for renovations and an addition. Funding has been received for these future expenditures.

At June 30, 2022, the school department had uncompleted construction contracts of approximately \$178,299 for Coffee County Central High School, Coffee County Raider Academy, and North Coffee Elementary School for renovations. Funding for these future expenditures is expected to be received from federal grants.

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

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

**Due to/from Other Funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Nonmajor governmental	\$ 45,780
Nonmajor governmental	General	73,604
Discretely Presented Coffee County School Department:		
General Purpose School	School Federal Projects	4,000

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

**Interfund Transfers:**

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

**Primary Government**

Transfers Out	Transfers In			Purpose
	General Fund	Rural Debt Service Fund	Nonmajor Governmental Fund	
General Fund	\$ 0	\$ 138,387	\$ 0	Federal interest subsidy
"	0	0	43,749	Sports gaming tax
General Capital Projects Fund	278,734	0	84,028	Employee bonuses (ARP)
<b>Total</b>	<b>\$ 278,734</b>	<b>\$ 138,387</b>	<b>\$ 127,777</b>	

**Discretely Presented Coffee County School Department**

Transfer Out	Transfer In		Purpose
	General Purpose School Fund		
School Federal Projects Fund	\$ 139,188		Indirect costs

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

**F. Lease Obligations**

On November 30, 2021, Coffee County entered into a 60 month agreement as lessee for the use of 14 sheriff's department vehicles. The agreement did not start until the vehicles were received by Coffee County. The county received the first vehicles on April 5, 2023, and the remaining vehicles throughout the month of April 2023. An initial lease liability was recorded in the amount of \$661,484 during the current fiscal year. Coffee County is required to make monthly principal and interest payments of \$13,091. The leases have an annual interest rate of 7.085% to 7.93%. As of June 30, 2023, the value of the

lease liability was \$639,206. The leased vehicles and accumulated amortization of the right-to-use asset is outlined in Note IV.C.

The future lease payments on these vehicle leases include:

Year Ending June 30	Vehicle Lease		
	Principal	Interest	Total
2024	\$ 114,628	\$ 42,464	\$ 157,092
2025	123,194	33,898	157,092
2026	132,399	24,693	157,092
2027	142,294	14,798	157,092
2028	126,691	4,219	130,910
Total	\$ 639,206	\$ 120,072	\$ 759,278

#### Changes in Lease Obligations

Lease obligation activity for the year ended June 30, 2023, was as follows:

#### **Governmental Activities:**

	<u>Lease</u>
Balance, July 1, 2022	\$ 0
Additions	661,484
Reductions	<u>(22,278)</u>
Balance, June 30, 2023	<u>\$ 639,206</u>
Balance Due Within One Year	<u>\$ 114,628</u>

#### Analysis of Noncurrent Liabilities for Leases Presented on Exhibit A:

Total Noncurrent Liabilities - Leases - June 30, 2023	\$ 639,206
Less: Balance Due Within One Year - Leases	<u>(114,628)</u>
Noncurrent Liabilities - Due in More Than One Year - Leases - Exhibit A	<u>\$ 524,578</u>

### **G. Long Term Debt**

#### **Primary Government**

#### **General Obligation Bonds, Notes, and Other Loans**

General Obligation Bonds - Coffee County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In

addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 23 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2023, will be retired from the General Debt Service and Rural Debt Service funds.

Direct Borrowing and Direct Placements - Coffee County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes, and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes, and other loans outstanding were issued for original terms of up to 12 years for notes and up to 17 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes and other loans included in long-term debt as of June 30, 2023, will be retired from the General Debt Service and Rural Debt Service funds.

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

Type	Interest Rate		Final Maturity	Original Amount of Issue	Balance 6-30-23
General Obligation Bonds	4 to 5 %		7-1-38	\$ 9,510,000	\$ 8,235,000
General Obligation Bonds - Refunding	2.253 to 5		6-1-44	56,500,000	48,635,000
Direct Borrowing and Direct Placement:					
Capital Outlay Notes	1.75		8-1-32	2,064,000	1,749,000
Other Loans	0		7-1-27	3,027,000	791,920

On October 7, 2010, Coffee County entered into a loan agreement with the Tennessee State School Board Authority. Under this loan agreement, the authority loaned Coffee County \$3,027,000 from Qualified School Construction Bonds, Series 2010 for rehabilitation and repairs of county school buildings. This loan earns interest monthly based upon the local government investment pool rate, which is netted against the annual principal payment. The county pays an annual administrative fee of \$2,422 under this agreement. The loan retirement schedule also includes equal monthly payments of interest of approximately 4.85 percent, which is offset by a federal interest rate subsidy.

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2024	\$ 3,150,000	\$ 2,271,981	\$ 5,421,981
2025	3,320,000	2,135,106	5,455,106
2026	3,470,000	1,979,256	5,449,256
2027	2,950,000	1,829,106	4,779,106
2028	3,080,000	1,692,206	4,772,206
2029-2033	16,105,000	6,390,776	22,495,776
2034-2038	16,035,000	3,250,563	19,285,563
2039-2043	7,380,000	985,488	8,365,488
2044	1,380,000	50,950	1,430,950
Total	\$ 56,870,000	\$ 20,585,432	\$ 77,455,432

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2024	\$ 162,000	\$ 29,190	\$ 191,190
2025	164,000	26,338	190,338
2026	167,000	23,441	190,441
2027	170,000	20,493	190,493
2028	173,000	17,491	190,491
2029-2033	913,000	40,420	953,420
Total	\$ 1,749,000	\$ 157,373	\$ 1,906,373

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2024	\$ 188,880	\$ 146,749	\$ 335,629
2025	188,880	146,749	335,629
2026	188,880	146,749	335,629
2027	207,473	146,749	354,222
2028	17,807	73,374	91,181
Total	\$ 791,920	\$ 660,370	\$ 1,452,290

There is \$12,041,103 available in the county's debt service funds to service long-term debt. Bonded debt per capita totaled \$982, based on the 2020 federal census. Total debt per capita, including bonds, notes, other loans, and unamortized debt premiums, totaled \$1,138 based on the 2020 federal census.

Changes in Long-term Debt

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

**Governmental Activities:**

	Bonds	Notes - Direct Placement	Other Loans - Direct Placement
Balance, July 1, 2022	\$ 59,480,000	\$ 1,908,000	\$ 965,060
Reductions	(2,610,000)	(159,000)	(173,140)
Balance, June 30, 2023	<u>\$ 56,870,000</u>	<u>\$ 1,749,000</u>	<u>\$ 791,920</u>
Balance Due Within One Year	<u>\$ 3,150,000</u>	<u>\$ 162,000</u>	<u>\$ 188,880</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt - June 30, 2023	\$ 59,410,920
Add: Unamortized Premium on Debt	6,472,759
Less: Balance Due Within One Year - Debt	<u>(3,500,880)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 62,382,799</u>

**Discretely Presented Water and Wastewater Treatment Authority of  
Coffee County, Tennessee**

General Obligation Notes

On November 8, 2016, Coffee County issued a note from its Rural Debt Service Fund to the Water and Wastewater Treatment Authority of Coffee County, Tennessee. The purpose of this note was to refund the outstanding debt of the authority.

Notes issued are direct obligations of the authority and are to be retired by the authority. The note was issued for a term of 10 years and for an interest rate of zero percent. Repayment terms for this note call for the authority to make equal monthly installments to the county's Rural Debt Service Fund over the period of the debt.

Notes outstanding as of June 30, 2023, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-23
Notes	0	% 6-15-27	\$ 280,819	\$ 112,324

The annual requirements to amortize all notes outstanding as of June 30, 2022, are presented in the following table:

Year Ending June 30	Notes		
	Principal	Interest	Total
2024	\$ 28,081	\$ 0	\$ 28,081
2025	28,081	0	28,081
2026	28,081	0	28,081
2027	28,081	0	28,081
Total	<u>\$ 112,324</u>	<u>\$ 0</u>	<u>\$ 112,324</u>

#### Changes in Long-term Debt

Long-term obligations activity for the discretely presented Water and Wastewater Treatment Authority of Coffee County, Tennessee, for the year ended June 30, 2023, was as follows:

	<u>Notes</u>
Balance, July 1, 2022	\$ 140,406
Reductions	<u>(28,082)</u>
Balance, June 30, 2023	<u>\$ 112,324</u>
Balance Due Within One Year	<u>\$ 28,081</u>

#### Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt - June 30, 2023	\$ 112,324
Less: Balance Due Within One Year - Debt	<u>(28,081)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 84,243</u>

## H. Long Term Obligations

### Changes in Long-term Obligations

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

#### **Governmental Activities:**

	<u>Compensated</u> <u>Absences</u>	<u>Other</u> <u>Postemployment</u> <u>Benefits</u>
Balance, July 1, 2022	\$ 983,273	\$ 463,966
Additions	1,031,877	65,707
Reductions	<u>(911,931)</u>	<u>(187,112)</u>
Balance, June 30, 2023	<u>\$ 1,103,219</u>	<u>\$ 342,561</u>
Balance Due Within One Year	<u>\$ 55,161</u>	<u>\$ 0</u>

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

Total Noncurrent Liabilities - Other - June 30, 2023	\$ 1,445,780
Less: Balance Due Within One Year - Other	<u>(55,161)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 1,390,619</u>

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

**Discretely Presented Coffee County School Department**

**Changes in Long-term Obligations**

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

<b>Governmental Activities:</b>	Compensated Absences	Other Postemployment Benefits	Net Pension Liability - Agent Hybrid Plan*
Balance, July 1, 2022	\$ 109,648	\$ 9,176,944	\$ (115,981)
Additions	145,917	1,232,312	329,134
Reductions	(148,224)	(1,376,849)	(204,826)
Balance, June 30, 2023	<u>\$ 107,341</u>	<u>\$ 9,032,407</u>	<u>\$ 8,327</u>
Balance Due Within One Year	<u>\$ 53,672</u>	<u>\$ 0</u>	<u>\$ 0</u>

\* At July 1, 2022, the agent hybrid plan had a net pension asset.

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

Total Noncurrent Liabilities - Other - June 30, 2023	\$ 9,148,075
Less: Balance Due Within One Year - Other	<u>(53,672)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 9,094,403</u>

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

**I. On-Behalf Payments - Discretely Presented Coffee County School Department**

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Coffee County School Department. These payments are made by the state to the Local Education Group Insurance Plan. Both plans are administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2023, were \$163,084. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

## V. OTHER INFORMATION

### A. Risk Management

#### Primary Government

Coffee County's policy (except for the highway department and ambulance service) is to purchase commercial insurance for the risks of losses to which it is exposed. These risks include general liability, property, casualty, workers' compensation, and environmental. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

The highway department's risk of loss relating to general liability, property, and casualty is covered by participation in the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties. The highway department pays an annual premium to the LGPCF for its general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding \$250,000 for property and \$450,000 for liability for each insured event.

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

The Coffee County Ambulance Service purchases commercial insurance for the risk of losses to which it is exposed. These risks include general liability, property, casualty, and accident. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

Coffee County participates in the Local Government Group Insurance Fund (LGGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local governments and quasi-governmental entities that was established for the primary purpose of providing services for or on behalf of state and local governments. In accordance with Section 8-27-207, *Tennessee Code Annotated (TCA)*, all local governments and quasi-governmental entities described above are eligible to participate. The LGGIF is included in the Annual Comprehensive Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. The state statute provides for the LGGIF to be self-sustaining through member premiums.

**Discretely Presented Coffee County School Department**

The discretely presented Coffee County School Department participates in the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The school department pays an annual premium to the TN-RMT for its general liability, property, casualty, and workers’ compensation insurance coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

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

Prior to January 1, 2023, the school department provided a self-insured dental and vision plan for all full-time employees through the General Purpose School, School Federal Projects, and Central Cafeteria funds. Retirees were not allowed to participate in the program. The cost of this plan was provided by appropriations made for that purpose and payroll deductions. Payroll deductions were made from employees’ compensation for the portion of premiums relating to single and family coverage that the employee is responsible for. The dental and vision plan provides maximum yearly benefit amounts for participants. The maximum calendar year benefit under the dental plan is \$1,500 per person. The vision plan also contains limits on benefits and the number of procedures covered by the plan. Liabilities are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. The self-insurance program funds established claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled and of claims that have been incurred but not reported. Claims liabilities include specific, incremental claim adjustments and expenditures, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

	Beginning of Fiscal Year Liability	Current Year Claims and Estimates	Payments	End of Fiscal Year Liability
2021-22	\$ 52,945	\$ 361,096	\$ 359,502	\$ 54,539
2021-22	54,539	171,894	226,433	0

Beginning January 1, 2023, the school department provided commercial insurance for employees' dental and vision plans. The cost of this plan was provided by appropriations made for that purpose and payroll deductions.

**B. Accounting Changes**

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

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

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

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

**C. Contingent Liabilities**

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

The county and school department are involved in several pending lawsuits. Attorneys for both estimate that the potential claims against the county and

school department not covered by insurance resulting from such litigation would not materially affect the financial statements.

**D. Change in Administration**

On August 31, 2022, Gary Cordell left the Office of County Mayor and was succeeded by Judd Matheny.

**E. Joint Ventures**

The Fourteenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Fourteenth Judicial District, Coffee County, and various cities within the county. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriff, and police chiefs of participating law enforcement agencies within each judicial district. Coffee County made no contributions to the DTF for the year ended June 30, 2023.

Coffee County is a participant with Warren, Cannon, and Rutherford counties in a multi-county Municipal Solid Waste Planning Region. This entity was created to promote the preparation of municipal solid waste regional plans to effectively and efficiently manage solid waste. This entity is governed by a 13-member board comprising appointees from Cannon County (2), Coffee County (2), Rutherford County (3), Warren County (2), the city of Manchester (1), the city of McMinnville (1), the city of Murfreesboro (1), and the city of Woodbury (1). Funding is provided from member contributions and grants. There are no separately issued financial statements for the Municipal Solid Waste Planning Region. Rutherford County has been designated as the fiscal agent for the Planning Region and accounts for its activities through the Joint Venture Fund (agency fund), which is included in the financial statements reflected in Rutherford County's comprehensive annual financial report.

Coffee County does not have an equity interest in the above-noted joint ventures. Complete financial statements for the DTF and the Municipal Solid Waste Planning Region can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Office of District Attorney General  
Fourteenth Judicial District  
409 Madison St.  
Manchester, TN 37349

Municipal Solid Waste Planning Region  
c/o Joe Carr, Rutherford County Mayor  
County Courthouse, Room 101  
Murfreesboro, TN 37130

**Discretely Presented Coffee County School Department**

The Coffee County School Department participates in the Volunteer State Cooperative (VOLCO), which represents a cost-sharing arrangement. The cooperative was established through a contractual agreement between the Boards of Education of Coffee County, Dickson County, Fayetteville City, Hickman County, Houston County, Humphreys County, Manchester City, Marshall County, Maury County, Robertson County, and Stewart County. The cooperative was authorized through Chapter 49 of *Tennessee Code Annotated*. The cooperative was established to obtain lower prices for food supplies, materials, equipment, and services by combining the purchasing requirements of each member's school food service systems. The cooperative has contracted with a coordinating district (Stewart County School Department) and a service provider to offer these services. The cooperative is governed by a Representative Committee, comprising one representative from each of the member districts; and an Executive Council, consisting of the chair, vice chair, secretary, treasurer, and a member-at-large from the Representative Committee.

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

Administrative Office:

Volunteer State Cooperative  
220 McLemore Street  
Dickson, TN 37055

**F. Jointly Governed Organization**

The Tri-County Railroad Authority is jointly operated by Coffee County, in conjunction with Warren and White counties. The authority's board comprises the county mayor/executive of each county and one member selected by the governing body of each county; however, the counties do not have any ongoing financial interest or responsibility for the entity.

**G. Retirement Commitments**

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

**Primary Government**

**Public Employee Legacy Retirement Plan**

**General Information About the Pension Plan**

*Plan Description.* Employees hired before July 1, 2014, of Coffee County, non-certified employees of the discretely presented Coffee County School Department, and the discretely presented Industrial Development Board of Coffee County are provided a defined benefit pension plan (Coffee County Legacy Retirement Plan) through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 45.51 percent, the non-certified employees of the discretely presented school department comprised 54.25 percent, and the employees of the discretely presented Industrial Development Board of Coffee County comprised .24 percent, of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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

Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each

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

*Employees Covered by Benefit Terms.* At the measurement date of June 30, 2022, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	287
Inactive Employees Entitled to But Not Yet Receiving Benefits	301
Active Employees	201
 Total	 <hr/> <hr/> <u>789</u>

Coffee County withdrew from the TCRS Coffee County Plan effective July 1, 2014. Employees hired after the date of withdrawal are not eligible to participate in the Coffee County Legacy Retirement Plan. Employees active as of the withdrawal date will continue to accrue salary and services credit in TCRS. The employer remains responsible for the pension liability for employees and retirees that were active as of the withdrawal date.

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary to the plan. Coffee County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2023, the employer contribution for Coffee County was \$529,865 based on a rate of five percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Coffee County’s state shared taxes if required employer contributions are not remitted. The employer’s actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

**Net Pension Liability (Asset)**

Coffee County’s net pension liability (asset) was measured as of June 30, 2022, and the total pension liability (asset) used to calculate net

pension liability (asset) was determined by an actuarial valuation as of that date.

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

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

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

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

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

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

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

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

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

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2021	\$ 53,176,329	\$ 64,477,443	\$ (11,301,114)
Changes for the Year:			
Service Cost	\$ 830,777	\$ 0	\$ 830,777
Interest	3,550,599	0	3,550,599
Differences Between Expected and Actual Experience	1,757,149	0	1,757,149
Contributions-Employer	0	398,727	(398,727)
Contributions-Employees	0	398,727	(398,727)
Net Investment Income	0	(2,427,746)	2,427,746
Benefit Payments, Including Refunds of Employee Contributions	(2,811,264)	(2,811,264)	0
Administrative Expense	0	(20,660)	20,660
Net Changes	<u>\$ 3,327,261</u>	<u>\$ (4,462,216)</u>	<u>\$ 7,789,477</u>
Balance, June 30, 2022	<u>\$ 56,503,590</u>	<u>\$ 60,015,227</u>	<u>\$ (3,511,637)</u>

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	45.51%	\$ 25,714,784	\$ 27,312,930	\$ (1,598,146)
IDB	0.24%	135,609	144,037	(8,428)
School Department	54.25%	<u>30,653,198</u>	<u>32,558,261</u>	<u>(1,905,064)</u>
Total		<u>\$ 56,503,590</u>	<u>\$ 60,015,227</u>	<u>\$ (3,511,637)</u>

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

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

Net Pension Liability (Asset) \$ 3,570,820 \$ (3,511,637) \$ (9,427,533)

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

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2023, Coffee County recognized (negative pension expense) of \$629,850.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,171,433	\$ 432,412
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	43,899	0
Changes in Assumptions	1,158,154	0
Contributions Subsequent to the Measurement Date of June 30, 2022 (1)	529,865	N/A
Total	<u>\$ 2,903,351</u>	<u>\$ 432,412</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2022,” will be recognized as a reduction (increase) to net pension liability (asset) in the subsequent fiscal period.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 1,311,980	\$ 196,791
IDB	5,697	1,037
School Department	1,585,674	234,584
<b>Total</b>	<b>\$ 2,903,351</b>	<b>\$ 432,412</b>

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

Year Ending June 30	Amount
2024	\$ 943,938
2025	237,381
2026	(582,513)
2027	1,342,262
2028	0
Thereafter	0

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, 2023, Coffee County reported a payable of \$38,006 for the outstanding amount of contributions due to the pension plan at the year ended June 30, 2023.

**Discretely Presented Coffee County School Department**

**Non-certified Employees**

**General Information About the Pension Plans**

*Plan Description – Coffee County Legacy Plan.* As noted above under the primary government, employees of Coffee County, non-certified employees of the discretely presented Coffee County School Department, employees of the discretely presented Public Building

Authority of Coffee County, and the employees of the discretely presented Industrial Development Board of Coffee County are provided a defined benefit pension plan (Coffee County Legacy Plan) through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 45.51 percent, the non-certified employees of the discretely presented school department comprise 54.25 percent, and the employees of the discretely presented Industrial Development Board of Coffee County comprise .24 percent, of the plan based on contribution data.

Coffee County withdrew from the Coffee County Legacy Plan effective July 1, 2014. Employees of Coffee County, and the employees of the discretely presented Industrial Development Board of Coffee County hired after the date of withdrawal are not eligible to participate in the TCRS Coffee County Legacy Plan. Employees active as of the withdrawal date will continue to accrue salary and services credit in TCRS. The employer remains responsible for the pension liability for employees and retirees that were active as of the withdrawal date.

*Plan Description. Coffee County Schools Hybrid Plan.* Non-certified employees of the discretely presented Coffee County School Department hired after July 1, 2014, are provided a defined benefit pension plan (Coffee County Schools Hybrid Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80 in which the member's age and service credits total 80. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are

reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

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

*Employees Covered by Benefit Terms.* At the measurement date of June 30, 2022, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	0
Inactive Employees Entitled to But Not Yet Receiving Benefits	88
Active Employees	133
Total	221

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. The school department makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation and statutory provisions. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2023, to the Hybrid Retirement Plan were \$96,458 which is 3.09 percent of covered payroll. In addition, employer contributions of \$26,843, which is .91 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of

benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

**Net Pension Liability (Asset)**

*Pension Liabilities (Assets).* The school department’s net pension liability (asset) was measured at June 30, 2022, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

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

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

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

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

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

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

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

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

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

	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension Liability (a)	Fiduciary Net Position (b)	Liability (Asset) (a)-(b)
Balance, July 1, 2021	\$ 674,969	\$ 790,950	\$ (115,981)
Changes for the Year:			
Service Cost	\$ 168,013	\$ 0	\$ 168,013
Interest	55,754	0	55,754
Differences Between Expected and Actual Experience	59,015	0	59,015
Contributions-Employer	0	69,716	(69,716)
Contributions-Employees	0	135,110	(135,110)
Net Investment Income	0	(33,276)	33,276
Benefit Payments, Including Refunds of Employee Contributions	(33,982)	(33,982)	0
Administrative Expense	0	(13,076)	13,076
Net Changes	\$ 248,800	\$ 124,492	\$ 124,308
Balance, June 30, 2021	\$ 923,769	\$ 915,442	\$ 8,327

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

	1% Decrease	Current Discount Rate	1% Increase
Coffee County	5.75%	6.75%	7.75%
School Department			
Net Pension Liability (Asset)	\$ 202,666	\$ 8,327	\$ (143,236)

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

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of \$61,026.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>          </u>	<u>          </u>
Difference Between Expected and Actual Experience	\$ 87,555	\$ 4,218
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	12,688	0
Changes in Assumptions	39,723	0
Contributions Subsequent to the Measurement Date of June 30, 2022 (1)	<u>96,458</u>	<u>N/A</u>
Total	<u>\$ 236,424</u>	<u>\$ 4,218</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2022,” will be recognized as a reduction (increase) to net pension liability (asset) in the subsequent fiscal period.

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

Year Ending June 30	Amount
2024	\$ 18,416
2025	18,536
2026	16,528
2027	38,129
2028	18,146
Thereafter	25,994

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, 2023, Coffee County School Department reported a payable of \$71,236 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2023.

### **Certified Employees**

### **Teacher Retirement Plan**

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

*Plan Description.* Teachers of the Coffee County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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

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

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2023, to the Teacher Retirement Plan were \$191,710, which is 2.87 percent of covered payroll. In addition, employer contributions of \$80,445, which is 1.13 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liabilities (Assets).* At June 30, 2023, the school department reported a liability (asset) of (\$114,114) for its proportionate share of, the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2022, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department’s proportion of the net pension liability (asset) was based on the school department’s share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2022, the school department’s proportion was .376708 percent. The proportion as of June 30, 2021, was .385969 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of \$162,505.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>                    </u>	<u>                    </u>
Difference Between Expected and Actual Experience	\$ 6,240	\$ 69,332
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	35,969	0
Changes in Assumptions	133,679	0
Changes in Proportion of Net Pension Liability (Asset)	16,926	6,210
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	<u>191,710</u>	N/A
Total	<u>\$ 384,524</u>	<u>\$ 75,542</u>

The school department’s employer contributions of \$191,710 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows

of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2024	\$ 3,850
2025	4,217
2026	(1,694)
2027	60,956
2028	7,840
Thereafter	42,103

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

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

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

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

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

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

The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

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

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

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

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

percentage point lower (5.75 percent) or one percentage point higher (7.75 percent) than the current rate:

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

Net Pension Liability (Asset)    \$ 599,034    \$ (114,114)    \$ (634,932)

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

**Teacher Legacy Pension Plan**

**General Information About the Pension Plan**

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

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member’s highest five consecutive year average compensation and the member’s years of service credit. A reduced early retirement benefit is available to vested members at age 55. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The

service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Coffee County School Department for the year ended June 30, 2023, to the Teacher Legacy Pension Plan were \$1,278,660, which is 8.69 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liability (Assets).* At June 30, 2023, the school department reported a liability (asset) of (\$5,869,866) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2022, the school department's proportion was .478624 percent. The proportion measured at June 30, 2021, was .467720 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of (\$35,232).

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 965,571	\$ 991,829
Changes in Assumptions	3,677,188	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	100,372	0
Changes in Proportion of Net Pension Liability (Asset)	8,297	206,324
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	<u>1,278,660</u>	<u>N/A</u>
Total	<u>\$ 6,030,088</u>	<u>\$ 1,198,153</u>

The school department's employer contributions of \$1,278,660 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2024	\$ 509,679
2025	1,014,298
2026	(1,068,813)
2027	3,098,111
2028	0
Thereafter	0

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

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

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

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

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

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

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

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

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

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

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

Net Pension Liability (Asset)    \$ 11,626,182    \$ (5,869,866)    \$ (20,442,912)

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

**2. Deferred Compensation**

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

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$486,160 and teachers contributed \$250,193 to this deferred compensation pension plan.

Coffee County School Department offers its employees three deferred compensation plans, one established pursuant to IRC Section 401(k), one established pursuant to IRC Section 403(b), and one established pursuant to IRC Section 408(a), Roth IRA. All costs of administering and funding these programs are the responsibility of plan participants. The Section 401(k), Section 403(b), and Section 408(a) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 401(k), 403(b), and 408(a) establish participation, contribution, and withdrawal provisions for the plans.

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

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

**OPEB Provided through State Administered Public Entity Risk Pools**

Retirees of Coffee County are provided healthcare under the Local Government Plan (LGP) until they reach Medicare eligibility. Likewise, the school department provides healthcare benefits to its employees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of the Coffee County School Department may then join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare. However, the school department does not provide any subsidy (direct or indirect) to this plan and therefore does not recognize any OPEB liability associated with the TNM.

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

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the June 30, 2022, actuarial valuation of each plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2021, TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.54%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 8.37% for pre-65 retirees in the 2022 calendar year, and decreasing annually over a 7-year period to an ultimate trend rate of 4.5%
Retirees Share of Benefit Related Cost	Discussed under each plan

The discount rate was 3.54 percent, based on an average rating of AA/Aa as shown on the Bond Buyer’s 20-year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2022, actuarial valuation of the TCRS.

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

*Changes in Assumptions.* The discount rate changed from 2.16 percent as of the beginning of the measurement period to 3.54 percent as of the measurement date of June 30, 2022. This change in assumption decreased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2022 plan year was revised from 7.36 percent to 8.37 percent.

### **Local Government OPEB Plan (Primary Government)**

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

*Benefits Provided.* Coffee County offers the LGP to provide health insurance coverage to eligible pre-65 retirees and disabled participants of local governments. With the exception of a small group of grandfathered individuals, retirees are required to discontinue coverage under the LGP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-701 establishes and amends the benefit terms of the LGP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health

savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members, of the LGP, receives the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Coffee County does not provide a direct subsidy and is only subject to the implicit subsidy.

### **Employees Covered by Benefit Terms**

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	2
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	291
Total	<u><u>293</u></u>

An insurance committee, created in accordance with *TCA 8-27-701*, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2023, the county paid \$13,758 to the LGP for OPEB benefits as they came due.

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

	<u>Coffee County</u>
Balance July 1, 2021	<u>\$ 463,966</u>
Changes for the Year:	
Service Cost	\$ 54,667
Interest	11,040
Difference between Expected and Actuarial Experience	(7,661)
Changes in Assumption and Other Inputs	(164,369)
Benefit Payments	<u>(15,082)</u>
Net Changes	<u>\$ (121,405)</u>
Balance June 30, 2022	<u><u>\$ 342,561</u></u>

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2023, the county recognized negative OPEB expense of (\$24,445). At June 30, 2023, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 225,001
Changes of Assumptions/Inputs	64,612	269,383
Net Difference Between Projected and Benefits paid after the measurement date of June 30, 2022	<u>13,758</u>	<u>0</u>
Total	<u>\$ 78,370</u>	<u>\$ 494,384</u>

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

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

Year Ending June 30	Total Amount
2024	\$ (90,152)
2025	(90,152)
2026	(90,152)
2027	(61,626)
2028	(55,463)
Thereafter	(42,227)

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

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

<u>Discount Rate</u>	1% Decrease	Current Discount Rate	1% Increase
Coffee County	2.54%	3.54%	4.54%
Total OPEB Liability	\$ 369,726	\$ 342,561	\$ 317,271

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

<u>Healthcare Cost Trend Rate</u>	1% Decrease	Current Trend Rates	1% Increase
Coffee County	7.37 to 3.5%	8.37 to 4.5%	9.37 to 5.5%
Total OPEB Liability	\$ 304,800	\$ 342,561	\$ 387,098

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

*Plan Description.* Employees of the Coffee County School Department who were hired prior to July 1, 2015, are provided with pre-65 retiree health insurance benefits through the closed Local Education Plan (LEP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired teachers, support staff, and disability participants of local education agencies, who choose coverage, participate in the LEP. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

*Benefits Provided.* The Coffee County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. The school department does not provide a direct subsidy and is only subject to the implicit subsidy. The state, as a governmental non-employer contributing entity, provides a direct subsidy

for eligible retirees' premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

Employees Covered by Benefit Terms

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	44
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	372
 Total	 <u><u>416</u></u>

A state insurance committee, created in accordance with *TCA 8-27-301*, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$425,536 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	Share of Collective Liability		Total OPEB Liability
	Coffee County School Department 72.32%	State of TN 27.68%	
Balance July 1, 2021	\$ 9,176,944	\$ 3,244,407	\$ 12,421,351
Changes for the Year:			
Service Cost	\$ 504,868	\$ 193,227	\$ 698,095
Interest	201,573	77,147	278,720
Difference between Expected and Actuarial Experience	525,871	201,265	727,136
Changes in Proportion	(193,723)	193,723	0
Changes in Assumption and Other Inputs	(869,394)	(332,742)	(1,202,136)
Benefit Payments	(313,732)	(120,074)	(433,806)
Net Changes	\$ (144,537)	\$ 212,546	\$ 68,009
Balance June 30, 2022	\$ 9,032,407	\$ 3,456,953	\$ 12,489,360

The Coffee County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the LEP. The Coffee County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employers' long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$226,366 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Coffee County School Department's proportionate share of the collective OPEB liability was 72.32 percent and the State of Tennessee's share was 27.68 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, the school department recognized OPEB expense of \$583,858, which includes expenses funded by subsidies provided by the state. At June 30, 2023, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 802,330	\$ 1,492,439
Changes of Assumptions/Inputs	656,618	1,443,076
Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employer and Nonemployer Contributors As Benefits Came Due	57,679	473,244
Benefits Paid After the Measurement Date of June 30, 2022	<u>425,536</u>	<u>0</u>
Total	<u>\$ 1,942,163</u>	<u>\$ 3,408,759</u>

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

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

Year Ending June 30	School Department
2024	\$ (348,949)
2025	(348,949)
2026	(348,949)
2027	(339,635)
2028	(302,368)
Thereafter	(203,282)

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

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

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

Proportionate Share of the Collective Total OPEB Liability	\$ 9,708,266	\$ 9,032,407	\$ 8,390,809
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*Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate.* The following presents the school department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

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

Proportionate Share of the Collective Total OPEB Liability	\$ 8,096,831	\$ 9,032,407	\$ 10,121,803
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**I. Office of Central Accounting and Budgeting**

Office of Director of Accounts and Budgets

Coffee County operates under the provisions of a local resolution, which creates the Office of Director of Accounts and Budgets. Under this resolution, the director of accounts and budgets directs the operation of the funds under the control of the county mayor. For years, the director of accounts and budgets has also performed all accounting and budgeting functions for the county's highway department; however, there is no state law or local resolution governing this arrangement in Coffee County. The nature and operation of this informal arrangement has created a type of Office of Central Accounting, Budgeting, and Purchasing similar to that created by the adoption of the County Fiscal Procedure Law of 1957.

**J. Purchasing Laws**

Offices of County Mayor and Road Superintendent

Purchasing procedures for these offices are governed by provisions of the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code*

*Annotated (TCA)*. Purchasing procedures in the highway department are also governed by the Uniform Road Law, Section 54-7-113, *TCA*. These statutes provide for the purchasing agent to make purchases for these departments, with purchases exceeding \$10,000 for the Office of County Mayor and \$25,000 for the highway department to be made on the basis of competitive bids solicited through public advertisement.

Office of Director of Schools

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

**REQUIRED SUPPLEMENTARY  
INFORMATION**

Exhibit E-1

Coffee County, Tennessee  
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on  
Participation in the Public Employee Pension Plan of TCRS  
Primary Government  
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Total Pension Liability</b>									
Service Cost	\$ 1,124,029	\$ 1,074,064	\$ 1,081,961	\$ 1,042,833	\$ 1,019,771	\$ 971,981	\$ 893,380	\$ 807,744	\$ 830,777
Interest	2,652,435	2,713,685	2,877,607	2,994,156	3,167,650	3,285,940	3,430,204	3,485,937	3,550,599
Differences Between Actual and Expected Experience	(1,472,065)	(70,073)	(706,040)	519,461	(559,706)	250,330	(862,794)	(650,143)	1,757,149
Changes in Assumptions	0	0	0	1,001,203	0	0	0	3,474,460	0
Benefit Payments, Including Refunds of Employee Contributions	(1,384,888)	(1,490,656)	(1,589,244)	(1,731,594)	(1,798,280)	(2,098,402)	(2,781,199)	(2,431,641)	(2,811,264)
Net Change in Total Pension Liability	\$ 919,511	\$ 2,227,020	\$ 1,664,284	\$ 3,826,059	\$ 1,829,435	\$ 2,409,849	\$ 679,591	\$ 4,686,357	\$ 3,327,261
Total Pension Liability, Beginning	34,934,223	35,853,734	38,080,754	39,745,038	43,571,097	45,400,532	47,810,381	48,489,972	53,176,329
Total Pension Liability, Ending (a)	\$ 35,853,734	\$ 38,080,754	\$ 39,745,038	\$ 43,571,097	\$ 45,400,532	\$ 47,810,381	\$ 48,489,972	\$ 53,176,329	\$ 56,503,590
<b>Plan Fiduciary Net Position</b>									
Contributions - Employer	\$ 1,094,055	\$ 1,110,181	\$ 1,035,664	\$ 765,884	\$ 728,320	\$ 669,646	\$ 415,549	\$ 428,546	\$ 398,727
Contributions - Employee	644,561	673,024	590,953	580,404	551,758	507,309	426,681	429,275	398,727
Net Investment Income	5,551,086	1,215,059	1,083,599	4,724,157	3,808,814	3,644,392	2,536,222	13,385,857	(2,427,746)
Benefit Payments, Including Refunds of Employee Contributions	(1,384,888)	(1,490,656)	(1,589,244)	(1,731,594)	(1,798,280)	(2,098,402)	(2,781,199)	(2,431,641)	(2,811,264)
Administrative Expense	(18,439)	(22,769)	(30,436)	(31,150)	(33,003)	(28,066)	(24,160)	(21,846)	(20,660)
Other	0	0	9,122	9,109	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 5,886,375	\$ 1,484,839	\$ 1,099,658	\$ 4,316,810	\$ 3,257,609	\$ 2,694,879	\$ 573,093	\$ 11,790,191	\$ (4,462,216)
Plan Fiduciary Net Position, Beginning	33,373,989	39,260,364	40,745,203	41,844,861	46,161,671	49,419,280	52,114,159	52,687,252	64,477,443
Plan Fiduciary Net Position, Ending (b)	\$ 39,260,364	\$ 40,745,203	\$ 41,844,861	\$ 46,161,671	\$ 49,419,280	\$ 52,114,159	\$ 52,687,252	\$ 64,477,443	\$ 60,015,227
Net Pension Liability (Asset), Ending (a - b)	\$ (3,406,630)	\$ (2,664,449)	\$ (2,099,823)	\$ (2,590,574)	\$ (4,018,748)	\$ (4,303,778)	\$ (4,197,280)	\$ (11,301,114)	\$ (3,511,637)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	109.50%	107.00%	105.28%	105.95%	108.85%	109.0%	108.66%	121.3%	106.21%
Covered Payroll	\$ 12,841,020	\$ 12,644,430	\$ 11,861,811	\$ 11,604,290	\$ 11,035,141	\$ 10,146,155	\$ 9,152,087	\$ 8,533,464	\$ 7,974,534
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(26.53)%	(21.07)%	(17.70)%	(22.32)%	(36.42)%	(42.42)%	(45.86)%	(132.43)%	(44.04)%

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

Note 2: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government, discretely presented Public Building Authority of Coffee County (through December 31, 2020), discretely presented Industrial Development Board of Coffee County, and non-certified employees of the discretely presented school department.

Exhibit E-2

Coffee County, Tennessee  
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on  
Participation in the Public Employee Pension Plan of TCRS  
Discretely Presented Coffee County School Department  
For the Fiscal Year Ended June 30

	2016	2017	2018	2019	2020	2021	2022
<b>Total Pension Liability</b>							
Service Cost	\$ 48,148	\$ 53,999	\$ 70,863	\$ 83,869	\$ 102,743	\$ 122,486	\$ 168,013
Interest	3,611	8,089	13,371	21,254	30,196	40,245	55,754
Differences Between Actual and Expected Experience	2,833	(4,062)	12,859	(479)	(3,766)	38,902	59,015
Changes in Assumptions	0	3,644	0	0	0	51,017	0
Benefit Payments, Including Refunds of Employee Contributions	0	(1,488)	(2,424)	(305)	(52)	(20,584)	(33,982)
Net Change in Total Pension Liability	\$ 54,592	\$ 60,182	\$ 94,669	\$ 104,339	\$ 129,121	\$ 232,066	\$ 248,800
Total Pension Liability, Beginning	0	54,592	114,774	209,443	313,782	442,903	674,969
Total Pension Liability, Ending (a)	\$ 54,592	\$ 114,774	\$ 209,443	\$ 313,782	\$ 442,903	\$ 674,969	\$ 923,769
<b>Plan Fiduciary Net Position</b>							
Contributions - Employer	\$ 27,681	\$ 36,683	\$ 46,318	\$ 30,958	\$ 47,187	\$ 48,765	\$ 69,716
Contributions - Employee	34,601	45,854	57,899	70,361	89,708	99,186	135,110
Net Investment Income	799	11,193	16,194	22,734	21,747	150,223	(33,276)
Benefit Payments, Including Refunds of Employee Contributions	0	(1,488)	(2,424)	(305)	(52)	(20,584)	(33,982)
Administrative Expense	(3,472)	(5,400)	(7,145)	(7,624)	(9,402)	(10,568)	(13,076)
Other	0	1,323	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 59,609	\$ 88,165	\$ 110,842	\$ 116,124	\$ 149,188	\$ 267,022	\$ 124,492
Plan Fiduciary Net Position, Beginning	0	59,609	147,774	258,616	374,740	523,928	790,950
Plan Fiduciary Net Position, Ending (b)	\$ 59,609	\$ 147,774	\$ 258,616	\$ 374,740	\$ 523,928	\$ 790,950	\$ 915,442
Net Pension Liability (Asset), Ending (a - b)	\$ (5,017)	\$ (33,000)	\$ (49,173)	\$ (60,958)	\$ (81,025)	\$ (115,981)	\$ 8,327
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	109.19%	128.75%	123.48%	119.43%	118.29%	117.18%	99.10%
Covered Payroll	\$ 706,728	\$ 917,086	\$ 1,157,962	\$ 1,407,224	\$ 1,794,153	\$ 2,190,695	\$ 2,702,205
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(.71)%	(3.60)%	(4.25)%	(4.33)%	(4.52)%	(5.29)%	0.31%

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

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

Exhibit E-3

Coffee County, Tennessee  
Schedule of Contributions Based on Participation in the Public  
Employee Pension Plan of TCRS  
Primary Government  
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially Determined Contribution	\$ 1,094,055	\$ 1,110,181	\$ 1,035,664	\$ 765,884	\$ 728,320	\$ 461,650	\$ 334,101	\$ 344,551	\$ 321,374	\$ 529,865
Less: Contributions in Relation to the Actuarially Determined Contribution	(1,094,055)	(1,110,181)	(1,035,664)	(765,884)	(728,320)	(669,646)	(415,549)	(428,546)	(398,727)	(529,865)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (207,996)	\$ (81,448)	\$ (83,995)	\$ (77,353)	\$ 0
Covered Payroll	\$ 12,841,020	\$ 12,644,430	\$ 11,861,811	\$ 11,604,290	\$ 11,035,141	\$ 10,146,155	\$ 9,152,087	\$ 8,533,464	\$ 7,974,534	\$ 10,597,308
Contributions as a Percentage of Covered Payroll	8.52%	8.78%	8.73%	6.60%	6.60%	6.60%	4.54%	5.02%	5.00%	5.00%

Note: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government, discretely presented Public Building Authority of Coffee County (through December 31, 2020), discretely presented Industrial Development Board of Coffee County, and non-certified employees of the discretely presented school department.

Exhibit E-4

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

	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially Determined Contribution	\$ 27,681	\$ 36,683	\$ 46,318	\$ 30,958	\$ 47,187	\$ 48,765	\$ 69,716	\$ 96,458
Less: Contributions in Relation to the Actuarially Determined Contribution	(27,681)	(36,683)	(46,318)	(30,958)	(47,187)	(48,765)	(69,716)	(96,458)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 706,728	\$ 917,086	\$ 1,157,962	\$ 1,407,224	\$ 1,794,153	\$ 2,190,695	\$ 2,702,205	\$ 3,121,637
Contributions as a Percentage of Covered Payroll	3.92%	4.00%	4.00%	2.20%	2.63%	2.23%	2.58%	3.09%

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

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

Note 3: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually required contribution into the Pension Stabilization Reserve Trust (SRT).

2019: Pension - 2.20%, SRT - 1.80%

2020: Pension - 2.63%, SRT - 1.37%

2021: Pension - 2.68%, SRT - 1.32%

2022: Pension - 2.58%, SRT - 1.42%

2023: Pension - 3.09%, SRT - .91%

Exhibit E-5

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 39,296	\$ 80,348	\$ 96,911	\$ 136,508	\$ 81,961	\$ 100,332	\$ 112,522	\$ 129,304	\$ 191,710
Less: Contributions in Relation to the Contractually Required Contribution	(39,296)	(80,348)	(96,911)	(136,508)	(81,961)	(100,332)	(112,522)	(129,304)	(191,710)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 982,381	\$ 2,008,688	\$ 2,422,795	\$ 3,412,695	\$ 4,224,755	\$ 4,942,440	\$ 5,570,375	\$ 6,433,015	\$ 6,679,757
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%

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

Note 2: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually required contribution into the Pension Stabilization Reserve Trust (SRT).  
 2019: Pension - 1.94%, SRT - 2.02%  
 2020: Pension - 2.03%, SRT - 1.97%  
 2021: Pension - 2.02%, SRT - 1.98%  
 2022: Pension - 2.01%, SRT - 1.99%  
 2023: Pension - 2.87%, SRT - 1.13%

Exhibit E-6

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 1,588,162	\$ 1,511,533	\$ 1,472,309	\$ 1,469,413	\$ 1,425,101	\$ 1,608,994	\$ 1,583,206	\$ 1,576,585	\$ 1,622,374	\$ 1,278,660
Less: Contributions in Relation to the Contractually Required Contribution	(1,588,162)	(1,511,533)	(1,472,309)	(1,469,413)	(1,425,101)	(1,608,994)	(1,583,206)	(1,576,585)	(1,622,374)	(1,278,660)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 17,884,707	\$ 16,720,786	\$ 16,286,625	\$ 16,254,573	\$ 15,694,932	\$ 15,389,697	\$ 14,893,754	\$ 15,326,498	\$ 15,751,207	\$ 14,713,003
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.29%	10.30%	8.69%

Exhibit E-7

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

	2015	2016	2017	2018	2019	2020	2021	2022
School Department's Proportion of the Net Pension Liability (Asset)	0.463058%	0.456517%	0.369136%	0.390522%	0.399243%	0.391662%	0.385969%	0.376708%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (19,021)	\$ (47,525)	\$ (97,390)	\$ (177,113)	\$ (225,367)	\$ (222,716)	\$ (418,086)	\$ (114,114)
Covered Payroll	\$ 982,381	\$ 2,008,688	\$ 2,422,795	\$ 3,412,695	\$ 4,224,755	\$ 4,942,440	\$ 5,570,375	\$ 6,433,015
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%

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

Exhibit E-8

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022
School Department's Proportion of the Net Pension Liability (Asset)	0.455662%	0.446654%	0.451178%	0.459824%	0.448213%	0.458744%	0.447494%	0.467720%	0.478624%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (74,043)	\$ 182,965	\$ 2,819,610	\$ (150,448)	\$ (1,577,222)	\$ (4,716,718)	\$ (3,412,472)	\$ (20,173,882)	\$ (5,869,866)
Covered Payroll	\$ 17,884,707	\$ 16,720,786	\$ 16,286,625	\$ 16,254,573	\$ 15,694,932	\$ 15,389,697	\$ 14,893,754	\$ 15,326,498	\$ 15,751,207
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%	(0.93)%	(10.05)%	(30.65)%	(22.91)%	(131.63)%	(37.27)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%

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

Exhibit E-9

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

	2017	2018	2019	2020	2021	2022
<b>Total OPEB Liability</b>						
Service Cost	\$ 63,210	\$ 59,299	\$ 63,745	\$ 57,255	\$ 71,569	\$ 54,667
Interest	19,021	24,542	26,661	21,106	15,175	11,040
Differences Between Actual and Expected Experience	0	(76,386)	(234,691)	(48,650)	(73,630)	(7,661)
Changes in Assumptions or Other Inputs	(33,044)	46,186	29,235	54,258	(158,938)	(164,369)
Benefit Payments	(4,534)	(10,114)	(11,942)	(15,331)	(10,512)	(15,082)
Net Change in Total OPEB Liability	\$ 44,653	\$ 43,527	\$ (126,992)	\$ 68,638	\$ (156,336)	\$ (121,405)
Total OPEB Liability, Beginning	590,476	635,129	678,656	551,664	620,302	463,966
<b>Total OPEB Liability, Ending</b>	<b>\$ 635,129</b>	<b>\$ 678,656</b>	<b>\$ 551,664</b>	<b>\$ 620,302</b>	<b>\$ 463,966</b>	<b>\$ 342,561</b>
Covered Employee Payroll	\$ 6,770,147	\$ 6,048,525	\$ 5,644,919	\$ 5,041,438	\$ 4,611,723	\$ 4,636,132
Net OPEB Liability as a Percentage of Covered Employee Payroll	9.38%	11.22%	9.77%	12.30%	10.06%	7.39%

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

Note 2: Changes in assumptions.

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

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%
2020	2.21%
2021	2.16%
2022	3.54%

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

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

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

Exhibit E-10

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

	2017	2018	2019	2020	2021	2022
<b>Total OPEB Liability</b>						
Service Cost	\$ 807,601	\$ 747,737	\$ 646,122	\$ 552,604	\$ 667,628	\$ 698,095
Interest	386,214	472,350	392,433	391,318	275,423	278,720
Differences Between Actual and Expected Experience	0	(3,293,370)	534,977	(586,056)	226,303	727,136
Changes in Assumptions or Other Inputs	(631,211)	206,542	(766,392)	1,222,851	(351,188)	(1,202,136)
Benefit Payments	(429,496)	(492,462)	(429,764)	(381,007)	(381,447)	(433,806)
Net Change in Total OPEB Liability	\$ 133,108	\$ (2,359,203)	\$ 377,376	\$ 1,199,710	\$ 436,719	\$ 68,009
Total OPEB Liability, Beginning	12,633,641	12,766,749	10,407,546	10,784,922	11,984,632	12,421,351
Total OPEB Liability, Ending	\$ 12,766,749	\$ 10,407,546	\$ 10,784,922	\$ 11,984,632	\$ 12,421,351	\$ 12,489,360
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 3,062,028	\$ 2,404,559	\$ 2,664,295	\$ 2,978,864	\$ 3,244,407	\$ 3,456,953
Employer Proportionate Share of the Total OPEB Liability	9,704,721	8,002,987	8,120,627	9,005,768	9,176,944	9,032,407
Covered Employee Payroll	\$ 23,906,662	\$ 21,014,306	\$ 23,424,563	\$ 28,432,516	\$ 27,568,958	\$ 27,353,936
Net OPEB Liability as a Percentage of Covered Employee Payroll	53.40%	49.53%	46.04%	42.15%	45.06%	45.66%

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

Note 2: Changes in assumptions.

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

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%
2020	2.21%
2021	2.16%
2022	3.54%

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

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

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

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

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM**

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

Methods and assumptions used to determine contribution rates:

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

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

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

# Nonmajor Governmental Funds

## Special Revenue Funds

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

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Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions relating to the disposal of solid waste.

Ambulance Service Fund – The Ambulance Service Fund is used to account for the transactions of the county’s ambulance service.

Local Purpose Tax Fund – The Local Purpose Tax Fund is used to account for a special property tax levied on the Interstate Industrial Park to provide city services for the park.

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

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

Highway/Public Works Fund – The Highway/Public Works Fund is used to account for transactions of the county’s highway department. Local and state gasoline/fuel taxes are the foundational revenues of this fund.

# Debt Service Funds

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

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

Exhibit F-1

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

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Local Purpose Tax	Drug Control	Constitu - tional Officers - Fees
<u>ASSETS</u>					
Cash	\$ 100	\$ 231,198	\$ 0	\$ 0	\$ 2,075
Equity in Pooled Cash and Investments	1,336,426	1,757,312	1,473,011	628,447	0
Accounts Receivable	1,102	700,406	0	0	43,705
Allowance for Uncollectibles	0	(379,860)	0	0	0
Due from Other Governments	41,894	0	0	0	0
Due from Other Funds	73,604	0	0	0	0
Property Taxes Receivable	1,150,836	734,457	290,619	0	0
Allowance for Uncollectible Property Taxes	(42,002)	(13,298)	(33,199)	0	0
Total Assets	\$ 2,561,960	\$ 3,030,215	\$ 1,730,431	\$ 628,447	\$ 45,780
<u>LIABILITIES</u>					
Accounts Payable	\$ 342,888	\$ 12,221	\$ 2,513	\$ 3,301	\$ 0
Payroll Deductions Payable	7,278	11,847	0	0	0
Due to Other Funds	0	0	0	0	45,780
Due to State of Tennessee	22	118	0	0	0
Total Liabilities	\$ 350,188	\$ 24,186	\$ 2,513	\$ 3,301	\$ 45,780

(Continued)

Exhibit F-1

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

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Local Purpose Tax	Drug Control	Constitu - tional Officers - Fees
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 1,080,993	\$ 712,092	\$ 257,096	\$ 0	\$ 0
Deferred Delinquent Property Taxes	24,084	5,555	325	0	0
Other Deferred/Unavailable Revenue	17,520	320,546	0	0	0
Total Deferred Inflows of Resources	<u>\$ 1,122,597</u>	<u>\$ 1,038,193</u>	<u>\$ 257,421</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 0	\$ 0	\$ 620,837	\$ 0
Restricted for Public Health and Welfare	1,089,175	1,967,836	0	0	0
Restricted for Other Operations	0	0	1,470,497	0	0
Restricted for Highways/Public Works	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	0
Assigned:					
Assigned for Public Safety	0	0	0	4,309	0
Total Fund Balances	<u>\$ 1,089,175</u>	<u>\$ 1,967,836</u>	<u>\$ 1,470,497</u>	<u>\$ 625,146</u>	<u>\$ 0</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,561,960</u>	<u>\$ 3,030,215</u>	<u>\$ 1,730,431</u>	<u>\$ 628,447</u>	<u>\$ 45,780</u>

(Continued)

Exhibit F-1

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service</u>	<u>Total</u>
	<u>Highway /</u> <u>Public</u> <u>Works</u>	<u>Total</u>	<u>Fund</u> <u>General</u> <u>Debt</u> <u>Service</u>	
<u>ASSETS</u>				
Cash	\$ 0	\$ 233,373	\$ 0	\$ 233,373
Equity in Pooled Cash and Investments	2,799,927	7,995,123	4,700,313	12,695,436
Accounts Receivable	0	745,213	0	745,213
Allowance for Uncollectibles	0	(379,860)	0	(379,860)
Due from Other Governments	496,978	538,872	0	538,872
Due from Other Funds	0	73,604	0	73,604
Property Taxes Receivable	0	2,175,912	779,533	2,955,445
Allowance for Uncollectible Property Taxes	0	(88,499)	(14,886)	(103,385)
Total Assets	<u>\$ 3,296,905</u>	<u>\$ 11,293,738</u>	<u>\$ 5,464,960</u>	<u>\$ 16,758,698</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 209,064	\$ 569,987	\$ 2,000	\$ 571,987
Payroll Deductions Payable	8,221	27,346	0	27,346
Due to Other Funds	0	45,780	0	45,780
Due to State of Tennessee	0	140	0	140
Total Liabilities	<u>\$ 217,285</u>	<u>\$ 643,253</u>	<u>\$ 2,000</u>	<u>\$ 645,253</u>

(Continued)

Exhibit F-1

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Fund</u>		<u>Total</u>
	<u>Highway / Public Works</u>	<u>Total</u>	<u>General Debt Service</u>		<u>Nonmajor Governmental Funds</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 2,050,181	\$ 753,980	\$	2,804,161
Deferred Delinquent Property Taxes	0	29,964	6,525		36,489
Other Deferred/Unavailable Revenue	237,700	575,766	0		575,766
Total Deferred Inflows of Resources	<u>\$ 237,700</u>	<u>\$ 2,655,911</u>	<u>\$ 760,505</u>	<u>\$</u>	<u>3,416,416</u>
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 620,837	\$ 0	\$	620,837
Restricted for Public Health and Welfare	0	3,057,011	0		3,057,011
Restricted for Other Operations	0	1,470,497	0		1,470,497
Restricted for Highways/Public Works	2,841,920	2,841,920	0		2,841,920
Restricted for Debt Service	0	0	4,702,455		4,702,455
Assigned:					
Assigned for Public Safety	0	4,309	0		4,309
Total Fund Balances	<u>\$ 2,841,920</u>	<u>\$ 7,994,574</u>	<u>\$ 4,702,455</u>	<u>\$</u>	<u>12,697,029</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 3,296,905</u>	<u>\$ 11,293,738</u>	<u>\$ 5,464,960</u>	<u>\$</u>	<u>16,758,698</u>

Exhibit F-2

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

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Local Purpose Tax	Drug Control	Constitu - tional Officers - Fees
<u>Revenues</u>					
Local Taxes	\$ 1,462,954	\$ 708,766	\$ 290,802	\$ 0	\$ 0
Licenses and Permits	3,600	3,000	0	0	0
Fines, Forfeitures, and Penalties	0	0	0	155,419	0
Charges for Current Services	198,129	2,206,969	0	0	100
Other Local Revenues	58,454	0	0	229,337	0
State of Tennessee	50,258	0	0	0	0
Federal Government	0	268,286	0	0	0
Total Revenues	<u>\$ 1,773,395</u>	<u>\$ 3,187,021</u>	<u>\$ 290,802</u>	<u>\$ 384,756</u>	<u>\$ 100</u>
<u>Expenditures</u>					
Current:					
Finance	\$ 0	\$ 0	\$ 0	\$ 0	100
Public Safety	0	0	0	223,555	0
Public Health and Welfare	2,074,506	2,789,757	0	0	0
Other Operations	22,256	0	106,864	0	0
Highways	0	0	0	0	0
Debt Service:					
Principal on Debt	0	0	0	0	0
Interest on Debt	0	0	0	0	0
Other Debt Service	0	0	0	0	0
Total Expenditures	<u>\$ 2,096,762</u>	<u>\$ 2,789,757</u>	<u>\$ 106,864</u>	<u>\$ 223,555</u>	<u>\$ 100</u>

(Continued)

Exhibit F-2

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

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Local Purpose Tax	Drug Control	Constitu - tional Officers - Fees
Excess (Deficiency) of Revenues Over Expenditures	\$ (323,367)	\$ 397,264	\$ 183,938	\$ 161,201	\$ 0
<u>Other Financing Sources (Uses)</u>					
Proceeds from Sale of Capital Assets	\$ 0	\$ 0	\$ 0	\$ 22,751	\$ 0
Transfers In	25,566	31,883	0	0	0
Total Other Financing Sources (Uses)	\$ 25,566	\$ 31,883	\$ 0	\$ 22,751	\$ 0
Net Change in Fund Balances	\$ (297,801)	\$ 429,147	\$ 183,938	\$ 183,952	\$ 0
Fund Balance, July 1, 2022	1,386,976	1,538,689	1,286,559	441,194	0
Fund Balance, June 30, 2023	\$ 1,089,175	\$ 1,967,836	\$ 1,470,497	\$ 625,146	\$ 0

(Continued)

Exhibit F-2

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

	Special Revenue Funds (Cont.)		Debt Service Fund	Total Nonmajor Governmental Funds
	Highway / Public Works	Total	General Debt Service	
<u>Revenues</u>				
Local Taxes	\$ 47,592	\$ 2,510,114	\$ 1,084,154	\$ 3,594,268
Licenses and Permits	0	6,600	0	6,600
Fines, Forfeitures, and Penalties	0	155,419	0	155,419
Charges for Current Services	2,496	2,407,694	0	2,407,694
Other Local Revenues	8,650	296,441	865,035	1,161,476
State of Tennessee	2,810,091	2,860,349	0	2,860,349
Federal Government	11,528	279,814	0	279,814
Total Revenues	<u>\$ 2,880,357</u>	<u>\$ 8,516,431</u>	<u>\$ 1,949,189</u>	<u>\$ 10,465,620</u>
<u>Expenditures</u>				
Current:				
Finance	\$ 0	\$ 100	\$ 0	\$ 100
Public Safety	0	223,555	0	223,555
Public Health and Welfare	0	4,864,263	0	4,864,263
Other Operations	0	129,120	0	129,120
Highways	2,833,827	2,833,827	0	2,833,827
Debt Service:				
Principal on Debt	0	0	864,000	864,000
Interest on Debt	0	0	521,985	521,985
Other Debt Service	0	0	39,839	39,839
Total Expenditures	<u>\$ 2,833,827</u>	<u>\$ 8,050,865</u>	<u>\$ 1,425,824</u>	<u>\$ 9,476,689</u>

(Continued)

Exhibit F-2

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

	Special Revenue Funds (Cont.)		Debt Service Fund	Total Nonmajor Governmental Funds
	Highway / Public Works	Total	General Debt Service	
Excess (Deficiency) of Revenues Over Expenditures	\$ 46,530	\$ 465,566	\$ 523,365	\$ 988,931
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 0	\$ 22,751	\$ 0	\$ 22,751
Transfers In	70,328	127,777	0	127,777
Total Other Financing Sources (Uses)	\$ 70,328	\$ 150,528	\$ 0	\$ 150,528
Net Change in Fund Balances	\$ 116,858	\$ 616,094	\$ 523,365	\$ 1,139,459
Fund Balance, July 1, 2022	2,725,062	7,378,480	4,179,090	11,557,570
Fund Balance, June 30, 2023	\$ 2,841,920	\$ 7,994,574	\$ 4,702,455	\$ 12,697,029

Exhibit F-3

Coffee County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Solid Waste/Sanitation Fund  
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,462,954	\$ 1,474,289	\$ 1,474,289	\$ (11,335)
Licenses and Permits	3,600	5,000	5,000	(1,400)
Charges for Current Services	198,129	158,411	158,411	39,718
Other Local Revenues	58,454	70,000	70,000	(11,546)
State of Tennessee	50,258	52,400	52,400	(2,142)
Total Revenues	<u>\$ 1,773,395</u>	<u>\$ 1,760,100</u>	<u>\$ 1,760,100</u>	<u>\$ 13,295</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Sanitation Management	\$ 198,473	\$ 214,317	\$ 216,869	\$ 18,396
Waste Pickup	1,000,923	1,128,020	1,139,363	138,440
Convenience Centers	720,065	738,704	781,391	61,326
Other Waste Collection	155,045	217,247	217,247	62,202
<u>Other Operations</u>				
Other Charges	22,256	22,256	22,256	0
Total Expenditures	<u>\$ 2,096,762</u>	<u>\$ 2,320,544</u>	<u>\$ 2,377,126</u>	<u>\$ 280,364</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (323,367)</u>	<u>\$ (560,444)</u>	<u>\$ (617,026)</u>	<u>\$ 293,659</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 0	\$ 0	\$ 6,957	\$ (6,957)
Transfers In	25,566	0	25,566	0
Total Other Financing Sources	<u>\$ 25,566</u>	<u>\$ 0</u>	<u>\$ 32,523</u>	<u>\$ (6,957)</u>
Net Change in Fund Balance	<u>\$ (297,801)</u>	<u>\$ (560,444)</u>	<u>\$ (584,503)</u>	<u>\$ 286,702</u>
Fund Balance, July 1, 2022	<u>1,386,976</u>	<u>1,386,976</u>	<u>1,386,976</u>	<u>0</u>
Fund Balance, June 30, 2023	<u>\$ 1,089,175</u>	<u>\$ 826,532</u>	<u>\$ 802,473</u>	<u>\$ 286,702</u>

Exhibit F-4

Coffee County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Ambulance Service Fund  
For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 708,766	\$ 0	\$ 0	\$ 708,766	\$ 710,426	\$ 705,851	\$ 2,915
Licenses and Permits	3,000	0	0	3,000	3,500	3,500	(500)
Charges for Current Services	2,206,969	0	0	2,206,969	1,890,089	2,145,452	61,517
Federal Government	268,286	0	0	268,286	75,000	268,285	1
<b>Total Revenues</b>	<b>\$ 3,187,021</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 3,187,021</b>	<b>\$ 2,679,015</b>	<b>\$ 3,123,088</b>	<b>\$ 63,933</b>
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Ambulance/Emergency Medical Services	\$ 2,789,757	\$ (19,815)	\$ 8,990	\$ 2,778,932	\$ 3,142,982	\$ 2,963,249	\$ 184,317
<b>Total Expenditures</b>	<b>\$ 2,789,757</b>	<b>\$ (19,815)</b>	<b>\$ 8,990</b>	<b>\$ 2,778,932</b>	<b>\$ 3,142,982</b>	<b>\$ 2,963,249</b>	<b>\$ 184,317</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ 397,264	\$ 19,815	\$ (8,990)	\$ 408,089	\$ (463,967)	\$ 159,839	\$ 248,250
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 17,230	\$ (17,230)
Transfers In	31,883	0	0	31,883	0	31,883	0
<b>Total Other Financing Sources</b>	<b>\$ 31,883</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 31,883</b>	<b>\$ 0</b>	<b>\$ 49,113</b>	<b>\$ (17,230)</b>
Net Change in Fund Balance	\$ 429,147	\$ 19,815	\$ (8,990)	\$ 439,972	\$ (463,967)	\$ 208,952	\$ 231,020
Fund Balance, July 1, 2022	1,538,689	(19,815)	0	1,518,874	1,518,875	1,518,875	(1)
<b>Fund Balance, June 30, 2023</b>	<b>\$ 1,967,836</b>	<b>\$ 0</b>	<b>\$ (8,990)</b>	<b>\$ 1,958,846</b>	<b>\$ 1,054,908</b>	<b>\$ 1,727,827</b>	<b>\$ 231,019</b>

Exhibit F-5

Coffee County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Local Purpose Tax Fund  
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 290,802	\$ 313,429	\$ 313,429	\$ (22,627)
Total Revenues	\$ 290,802	\$ 313,429	\$ 313,429	\$ (22,627)
<u>Expenditures</u>				
<u>Other Operations</u>				
Industrial Development	\$ 106,864	\$ 136,500	\$ 136,500	\$ 29,636
Total Expenditures	\$ 106,864	\$ 136,500	\$ 136,500	\$ 29,636
Excess (Deficiency) of Revenues Over Expenditures	\$ 183,938	\$ 176,929	\$ 176,929	\$ 7,009
Net Change in Fund Balance	\$ 183,938	\$ 176,929	\$ 176,929	\$ 7,009
Fund Balance, July 1, 2022	1,286,559	1,286,559	1,286,559	0
Fund Balance, June 30, 2023	\$ 1,470,497	\$ 1,463,488	\$ 1,463,488	\$ 7,009

Exhibit F-6

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Fines, Forfeitures, and Penalties	\$ 155,419	\$ 0	\$ 155,419	\$ 70,300	\$ 87,206	\$ 68,213
Other Local Revenues	229,337	0	229,337	25,500	98,782	130,555
Total Revenues	\$ 384,756	\$ 0	\$ 384,756	\$ 95,800	\$ 185,988	\$ 198,768
<u>Expenditures</u>						
<u>Public Safety</u>						
Drug Enforcement	\$ 223,555	\$ 4,309	\$ 227,864	\$ 335,300	\$ 348,300	\$ 120,436
Total Expenditures	\$ 223,555	\$ 4,309	\$ 227,864	\$ 335,300	\$ 348,300	\$ 120,436
Excess (Deficiency) of Revenues Over Expenditures	\$ 161,201	\$ (4,309)	\$ 156,892	\$ (239,500)	\$ (162,312)	\$ 319,204
<u>Other Financing Sources (Uses)</u>						
Proceeds from Sale of Capital Assets	\$ 22,751	\$ 0	\$ 22,751	\$ 0	\$ 0	\$ 22,751
Total Other Financing Sources	\$ 22,751	\$ 0	\$ 22,751	\$ 0	\$ 0	\$ 22,751
Net Change in Fund Balance	\$ 183,952	\$ (4,309)	\$ 179,643	\$ (239,500)	\$ (162,312)	\$ 341,955
Fund Balance, July 1, 2022	441,194	0	441,194	441,195	441,195	(1)
Fund Balance, June 30, 2023	\$ 625,146	\$ (4,309)	\$ 620,837	\$ 201,695	\$ 278,883	\$ 341,954

Exhibit F-7

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 47,592	\$ 0	\$ 0	\$ 47,592	\$ 63,205	\$ 63,205	\$ (15,613)
Charges for Current Services	2,496	0	0	2,496	3,000	3,000	(504)
Other Local Revenues	8,650	0	0	8,650	3,000	7,630	1,020
State of Tennessee	2,810,091	0	0	2,810,091	3,346,944	3,346,944	(536,853)
Federal Government	11,528	0	0	11,528	0	11,528	0
Total Revenues	\$ 2,880,357	\$ 0	\$ 0	\$ 2,880,357	\$ 3,416,149	\$ 3,432,307	\$ (551,950)
<u>Expenditures</u>							
<u>Highways</u>							
Administration	\$ 236,857	\$ 0	\$ 0	\$ 236,857	\$ 298,397	\$ 299,673	\$ 62,816
Highway and Bridge Maintenance	1,600,491	(13,816)	73,872	1,660,547	2,239,624	2,267,005	606,458
Operation and Maintenance of Equipment	446,651	(17,653)	16,398	445,396	497,423	499,975	54,579
Other Charges	260,304	(2,495)	0	257,809	251,283	262,811	5,002
Capital Outlay	289,524	(44,986)	240,627	485,165	1,171,474	1,171,474	686,309
Total Expenditures	\$ 2,833,827	\$ (78,950)	\$ 330,897	\$ 3,085,774	\$ 4,458,201	\$ 4,500,938	\$ 1,415,164
Excess (Deficiency) of Revenues Over Expenditures	\$ 46,530	\$ 78,950	\$ (330,897)	\$ (205,417)	\$ (1,042,052)	\$ (1,068,631)	\$ 863,214
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 70,328	\$ 0	\$ 0	\$ 70,328	\$ 20,000	\$ 67,520	\$ 2,808
Total Other Financing Sources	\$ 70,328	\$ 0	\$ 0	\$ 70,328	\$ 20,000	\$ 67,520	\$ 2,808
Net Change in Fund Balance	\$ 116,858	\$ 78,950	\$ (330,897)	\$ (135,089)	\$ (1,022,052)	\$ (1,001,111)	\$ 866,022
Fund Balance, July 1, 2022	2,725,062	(78,950)	0	2,646,112	2,646,112	2,646,112	0
Fund Balance, June 30, 2023	\$ 2,841,920	\$ 0	\$ (330,897)	\$ 2,511,023	\$ 1,624,060	\$ 1,645,001	\$ 866,022

Exhibit F-8

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,084,154	\$ 1,084,935	\$ 1,084,935	\$ (781)
Other Local Revenues	865,035	352,472	352,472	512,563
Total Revenues	<u>\$ 1,949,189</u>	<u>\$ 1,437,407</u>	<u>\$ 1,437,407</u>	<u>\$ 511,782</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 864,000	\$ 865,000	\$ 865,000	\$ 1,000
<u>Interest on Debt</u>				
General Government	521,985	530,000	530,000	8,015
<u>Other Debt Service</u>				
General Government	39,839	70,000	70,000	30,161
Total Expenditures	<u>\$ 1,425,824</u>	<u>\$ 1,465,000</u>	<u>\$ 1,465,000</u>	<u>\$ 39,176</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 523,365</u>	<u>\$ (27,593)</u>	<u>\$ (27,593)</u>	<u>\$ 550,958</u>
Net Change in Fund Balance	\$ 523,365	\$ (27,593)	\$ (27,593)	\$ 550,958
Fund Balance, July 1, 2022	4,179,090	4,179,089	4,179,089	1
Fund Balance, June 30, 2023	<u>\$ 4,702,455</u>	<u>\$ 4,151,496</u>	<u>\$ 4,151,496</u>	<u>\$ 550,959</u>

# Major Governmental Funds

## Debt Service Funds

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

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Rural Debt Service Fund – The Rural Debt Service Fund is used to account for the retirement of bonds and other loans issued for school projects outside the territorial limits of the special school districts.

## Capital Projects Funds

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

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

Exhibit G-1

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 4,805,937	\$ 4,548,827	\$ 4,548,827	\$ 257,110
Other Local Revenues	24,185	25,000	25,000	(815)
Other Governments and Citizens Groups	350,500	378,582	378,582	(28,082)
Total Revenues	<u>\$ 5,180,622</u>	<u>\$ 4,952,409</u>	<u>\$ 4,952,409</u>	<u>\$ 228,213</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 2,078,140	\$ 2,093,885	\$ 2,093,885	\$ 15,745
<u>Interest on Debt</u>				
Education	2,025,408	2,038,752	2,038,752	13,344
<u>Other Debt Service</u>				
Education	80,343	90,000	90,000	9,657
Total Expenditures	<u>\$ 4,183,891</u>	<u>\$ 4,222,637</u>	<u>\$ 4,222,637</u>	<u>\$ 38,746</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 996,731</u>	<u>\$ 729,772</u>	<u>\$ 729,772</u>	<u>\$ 266,959</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 138,387	\$ 146,752	\$ 146,752	\$ (8,365)
Total Other Financing Sources	<u>\$ 138,387</u>	<u>\$ 146,752</u>	<u>\$ 146,752</u>	<u>\$ (8,365)</u>
Net Change in Fund Balance	\$ 1,135,118	\$ 876,524	\$ 876,524	\$ 258,594
Fund Balance, July 1, 2022	<u>6,203,530</u>	<u>6,063,125</u>	<u>6,063,125</u>	<u>140,405</u>
Fund Balance, June 30, 2023	<u>\$ 7,338,648</u>	<u>\$ 6,939,649</u>	<u>\$ 6,939,649</u>	<u>\$ 398,999</u>

Exhibit G-2

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 1,041,490	\$ 0	\$ 0	\$ 1,041,490	\$ 926,847	\$ 926,847	\$ 114,643
Other Local Revenues	478,000	0	0	478,000	0	478,000	0
Federal Government	5,489,174	0	0	5,489,174	0	5,489,174	0
Other Governments and Citizens Groups	18,000	0	0	18,000	18,000	18,000	0
<b>Total Revenues</b>	<b>\$ 7,026,664</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 7,026,664</b>	<b>\$ 944,847</b>	<b>\$ 6,912,021</b>	<b>\$ 114,643</b>
<u>Expenditures</u>							
<u>Capital Projects</u>							
General Administration Projects	\$ 58,435	\$ 0	\$ 57,576	\$ 116,011	\$ 82,020	\$ 146,034	\$ 30,023
Public Safety Projects	409,561	(258,428)	107,633	258,766	12,000	262,000	3,234
Public Health and Welfare Projects	0	0	0	0	0	15,000	15,000
Social, Cultural, and Recreation Projects	50,359	0	0	50,359	0	50,359	0
Highway and Street Capital Projects	94,137	0	19,392	113,529	200,000	209,348	95,819
Education Capital Projects	1,181,947	0	0	1,181,947	1,141,800	1,183,124	1,177
American Rescue Plan Act Grant #1	1,628,750	(1,623,750)	0	5,000	0	5,000	0
American Rescue Plan Act Grant #2	1,909,821	0	0	1,909,821	0	1,909,821	0
American Rescue Plan Act Grant #3	34,037	0	0	34,037	0	35,000	963
American Rescue Plan Act Grant #4	369,593	0	185,356	554,949	0	1,055,000	500,051
American Rescue Plan Act Grant #5	18,570	0	0	18,570	0	20,000	1,430
<b>Total Expenditures</b>	<b>\$ 5,755,210</b>	<b>\$ (1,882,178)</b>	<b>\$ 369,957</b>	<b>\$ 4,242,989</b>	<b>\$ 1,435,820</b>	<b>\$ 4,890,686</b>	<b>\$ 647,697</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>\$ 1,271,454</b>	<b>\$ 1,882,178</b>	<b>\$ (369,957)</b>	<b>\$ 2,783,675</b>	<b>\$ (490,973)</b>	<b>\$ 2,021,335</b>	<b>\$ 762,340</b>
<u>Other Financing Sources (Uses)</u>							
Proceeds from Sale of Capital Assets	\$ 2,478,790	\$ 0	\$ 0	\$ 2,478,790	\$ 0	\$ 2,478,790	\$ 0
Transfers Out	(362,762)	0	0	(362,762)	0	(362,762)	0
<b>Total Other Financing Sources</b>	<b>\$ 2,116,028</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 2,116,028</b>	<b>\$ 0</b>	<b>\$ 2,116,028</b>	<b>\$ 0</b>
<b>Net Change in Fund Balance</b>	<b>\$ 3,387,482</b>	<b>\$ 1,882,178</b>	<b>\$ (369,957)</b>	<b>\$ 4,899,703</b>	<b>\$ (490,973)</b>	<b>\$ 4,137,363</b>	<b>\$ 762,340</b>
Fund Balance, July 1, 2022	10,039,996	(1,882,178)	0	8,157,818	944,392	944,392	7,213,426
<b>Fund Balance, June 30, 2023</b>	<b>\$ 13,427,478</b>	<b>\$ 0</b>	<b>\$ (369,957)</b>	<b>\$ 13,057,521</b>	<b>\$ 453,419</b>	<b>\$ 5,081,755</b>	<b>\$ 7,975,766</b>

# Custodial Funds

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

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

City School ADA – Tullahoma Fund and City School ADA – Manchester Fund – These two funds are used to account for the city school systems’ shares of education revenues collected by the county that must be apportioned between the various school systems on an average daily attendance basis. These collections are remitted to the city school systems on a monthly basis.

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

Judicial District Drug Fund – The Judicial District Drug Fund is used to account for grants and other restricted revenues for the benefit of the Fourteenth Judicial Drug Task Force.

District Attorney General Fund – The District Attorney General Fund is used to account for restricted revenue held for the benefit of the Office of District Attorney General.

Exhibit H-1

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

	Custodial Funds							Total
	Cities - Sales Tax	City School ADA - Tulahoma	City School ADA - Manchester	Constitu- tional Officers - Custodial	Judicial District Drug	District Attorney General		
<u>ASSETS</u>								
Cash	\$ 0	\$ 0	\$ 0	\$ 2,952,186	\$ 0	\$ 0	\$ 2,952,186	
Equity in Pooled Cash and Investments	0	31,393	14,730	0	137,467	5,023	188,613	
Accounts Receivable	0	0	0	0	1,808	0	1,808	
Due from Other Governments	5,236,935	132	62	0	45,562	0	5,282,691	
Property Taxes Receivable	0	7,057,362	3,310,298	0	0	0	10,367,660	
Allowance for Uncollectible Property Taxes	0	(128,041)	(59,544)	0	0	0	(187,585)	
Total Assets	\$ 5,236,935	\$ 6,960,846	\$ 3,265,546	\$ 2,952,186	\$ 184,837	\$ 5,023	\$ 18,605,373	
<u>LIABILITIES</u>								
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5	\$ 0	\$ 5	
Due to Other Taxing Units	5,236,935	65,263	30,624	0	0	0	5,332,822	
Total Liabilities	\$ 5,236,935	\$ 65,263	\$ 30,624	\$ 0	\$ 5	\$ 0	\$ 5,332,827	
<u>DEFERRED INFLOWS OF RESOURCES</u>								
Deferred Current Property Taxes	\$ 0	\$ 6,895,583	\$ 3,234,922	\$ 0	\$ 0	\$ 0	\$ 10,130,505	
Total Deferred Inflows of Resources	\$ 0	\$ 6,895,583	\$ 3,234,922	\$ 0	\$ 0	\$ 0	\$ 10,130,505	
<u>NET POSITION</u>								
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 0	\$ 0	\$ 2,952,186	\$ 184,832	\$ 5,023	\$ 3,142,041	
Total Net Position	\$ 0	\$ 0	\$ 0	\$ 2,952,186	\$ 184,832	\$ 5,023	\$ 3,142,041	

Exhibit H-2

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

	Custodial Funds						Total
	Cities - Sales Tax	City School ADA - Tulahoma	City School ADA - Manchester	Constitu - tional Officers - Custodial	Judicial District Drug	District Attorney General	
<u>Additions</u>							
Sales Tax Collections for Other Governments	\$ 25,029,037	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 25,029,037
ADA - Educational Funds Collected for Cities	0	6,814,169	3,200,338	0	0	0	10,014,507
Fines/Fees and Other Collections	0	0	0	16,556,209	0	0	16,556,209
Drug Task Force Collections	0	0	0	0	212,744	0	212,744
District Attorney General Collections	0	0	0	0	0	6,313	6,313
<b>Total Additions</b>	<b>\$ 25,029,037</b>	<b>\$ 6,814,169</b>	<b>\$ 3,200,338</b>	<b>\$ 16,556,209</b>	<b>\$ 212,744</b>	<b>\$ 6,313</b>	<b>\$ 51,818,810</b>
<u>Deductions</u>							
Payment of Sales Tax Collections for Other Governments	\$ 25,029,037	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 25,029,037
Payments to City School Systems	0	6,814,169	3,200,338	0	0	0	10,014,507
Payments to State	0	0	0	7,219,187	0	0	7,219,187
Payments to Cities, Individuals, and Others	0	0	0	7,892,560	0	0	7,892,560
Payment of Drug Task Force Expenses	0	0	0	0	185,104	0	185,104
Payment of District Attorney General Expenses	0	0	0	0	0	21,052	21,052
<b>Total Deductions</b>	<b>\$ 25,029,037</b>	<b>\$ 6,814,169</b>	<b>\$ 3,200,338</b>	<b>\$ 15,111,747</b>	<b>\$ 185,104</b>	<b>\$ 21,052</b>	<b>\$ 50,361,447</b>
Change in Net Position	\$ 0	\$ 0	\$ 0	\$ 1,444,462	\$ 27,640	\$ (14,739)	\$ 1,457,363
Net Position July 1, 2022	0	0	0	1,507,724	157,192	19,762	1,684,678
<b>Net Position June 30, 2023</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 2,952,186</b>	<b>\$ 184,832</b>	<b>\$ 5,023</b>	<b>\$ 3,142,041</b>

# Coffee County School Department

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

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

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

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

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

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

Exhibit I-1

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

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental Activities:					
Instruction	\$ 27,080,888	\$ 98,141	\$ 3,598,479	\$ 0	\$ (23,384,268)
Support Services	19,958,918	0	3,427,337	1,136,610	(15,394,971)
Operation of Non-instructional Services	6,538,590	766,396	5,448,905	0	(323,289)
<b>Total Governmental Activities</b>	<b>\$ 53,578,396</b>	<b>\$ 864,537</b>	<b>\$ 12,474,721</b>	<b>\$ 1,136,610</b>	<b>\$ (39,102,528)</b>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 9,706,484
Local Option Sales Taxes					6,672,945
Mixed Drink Tax					38,309
Grants and Contributions Not Restricted to Specific Programs					26,397,082
Unrestricted Investment Income					2,030
Miscellaneous					6,224
Sale of Equipment					44,509
<b>Total General Revenues</b>					<b>\$ 42,867,583</b>
Insurance Recovery					\$ 204,146
Change in Net Position					\$ 3,969,201
Net Position, July 1, 2022					80,296,850
Net Position, June 30, 2023					<b>\$ 84,266,051</b>

Exhibit I-2

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

	<u>Major Funds</u>		<u>Nonmajor</u>	<u>Total</u>
	<u>General</u>	<u>School</u>	<u>Funds</u>	
			<u>Other</u>	
	<u>Purpose</u>	<u>Federal</u>	<u>Governmental</u>	<u>Governmental</u>
	<u>School</u>	<u>Projects</u>	<u>Funds</u>	<u>Funds</u>
<u>ASSETS</u>				
Cash	\$ 0	\$ 0	\$ 656,909	\$ 656,909
Equity in Pooled Cash and Investments	16,413,858	642,732	2,766,024	19,822,614
Accounts Receivable	34,036	0	0	34,036
Due from Other Governments	2,845,591	403,564	27,813	3,276,968
Due from Other Funds	4,000	0	0	4,000
Property Taxes Receivable	10,179,856	0	0	10,179,856
Allowance for Uncollectible Property Taxes	(184,455)	0	0	(184,455)
Restricted Assets	709,764	0	0	709,764
Total Assets	\$ 30,002,650	\$ 1,046,296	\$ 3,450,746	\$ 34,499,692
<u>LIABILITIES</u>				
Accounts Payable	\$ 215,395	\$ 6,937	\$ 643	\$ 222,975
Accrued Payroll	1,668,938	143,916	57,390	1,870,244
Payroll Deductions Payable	1,229,833	107,915	55,120	1,392,868
Due to Other Funds	0	4,000	0	4,000
Total Liabilities	\$ 3,114,166	\$ 262,768	\$ 113,153	\$ 3,490,087
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 9,869,550	\$ 0	\$ 0	\$ 9,869,550
Deferred Delinquent Property Taxes	77,173	0	0	77,173
Other Deferred/Unavailable Revenue	814,803	0	0	814,803
Total Deferred Inflows of Resources	\$ 10,761,526	\$ 0	\$ 0	\$ 10,761,526

(Continued)

Exhibit I-2

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

	<u>Major Funds</u>		<u>Nonmajor</u>	<u>Total</u>
	<u>General</u>	<u>School</u>	<u>Funds</u>	
	<u>Purpose</u>	<u>Federal</u>	<u>Other</u>	<u>Governmental</u>
	<u>School</u>	<u>Projects</u>	<u>Governmental</u>	<u>Funds</u>
			<u>Funds</u>	
<u>FUND BALANCES</u>				
Restricted:				
Restricted for Education	\$ 213,847	\$ 0	\$ 3,337,593	\$ 3,551,440
Restricted for Hybrid Retirement Stabilization Funds	709,764	0	0	709,764
Committed:				
Committed for Education	0	783,528	0	783,528
Assigned:				
Assigned for Education	6,124,308	0	0	6,124,308
Unassigned	9,079,039	0	0	9,079,039
Total Fund Balances	<u>\$ 16,126,958</u>	<u>\$ 783,528</u>	<u>\$ 3,337,593</u>	<u>\$ 20,248,079</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 30,002,650</u>	<u>\$ 1,046,296</u>	<u>\$ 3,450,746</u>	<u>\$ 34,499,692</u>

Exhibit I-3

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

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

Total fund balances - balance sheet - governmental funds (Exhibit I-2)		\$ 20,248,079
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,438,853	
Add: construction in progress	10,839,067	
Add: buildings and improvements net of accumulated depreciation	41,542,958	
Add: infrastructure net of accumulated depreciation	10,043	
Add: other capital assets net of accumulated depreciation	<u>5,296,489</u>	59,127,410
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: compensated absences payable	\$ (107,341)	
Less: net pension liability - agent hybrid plan	(8,327)	
Less: OPEB liability	<u>(9,032,407)</u>	(9,148,075)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 8,236,710	
Less: deferred inflows of resources related to pensions	(1,512,496)	
Add: deferred outflows of resources related to OPEB	1,942,163	
Less: deferred inflows of resources related to OPEB	<u>(3,408,759)</u>	5,257,618
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent legacy plan	\$ 1,905,063	
Add: net pension asset - teacher retirement plan	114,114	
Add: net pension asset - teacher legacy pension plan	<u>5,869,866</u>	7,889,043
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>891,976</u>
Net position of governmental activities (Exhibit A)		<u>\$ 84,266,051</u>

Exhibit I-4

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

	Major Funds		Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Other Govern- mental Funds	
<u>Revenues</u>				
Local Taxes	\$ 16,451,645	\$ 0	\$ 0	\$ 16,451,645
Licenses and Permits	2,282	0	0	2,282
Charges for Current Services	98,141	0	766,396	864,537
Other Local Revenues	208,389	0	1,766,700	1,975,089
State of Tennessee	26,724,343	0	22,670	26,747,013
Federal Government	157,209	7,321,200	2,550,188	10,028,597
Total Revenues	<u>\$ 43,642,009</u>	<u>\$ 7,321,200</u>	<u>\$ 5,105,954</u>	<u>\$ 56,069,163</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 24,806,836	\$ 3,700,305	\$ 0	\$ 28,507,141
Support Services	16,405,256	2,203,805	0	18,609,061
Operation of Non-Instructional Services	1,078,084	434,748	5,038,510	6,551,342
Capital Outlay	869,040	871,126	50,455	1,790,621
Debt Service:				
Principal on Debt	225,000	0	0	225,000
Interest on Debt	125,500	0	0	125,500
Capital Projects	0	0	101,768	101,768
Total Expenditures	<u>\$ 43,509,716</u>	<u>\$ 7,209,984</u>	<u>\$ 5,190,733</u>	<u>\$ 55,910,433</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 132,293</u>	<u>\$ 111,216</u>	<u>\$ (84,779)</u>	<u>\$ 158,730</u>

(Continued)

Exhibit I-4

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

	Major Funds		Nonmajor	Total
	General Purpose School	School Federal Projects	Other Governmental Funds	
<hr/>				
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 204,146	\$ 0	\$ 0	\$ 204,146
Transfers In	139,188	0	0	139,188
Transfers Out	0	(139,188)	0	(139,188)
Total Other Financing Sources (Uses)	<u>\$ 343,334</u>	<u>\$ (139,188)</u>	<u>\$ 0</u>	<u>\$ 204,146</u>
Net Change in Fund Balances	\$ 475,627	\$ (27,972)	\$ (84,779)	\$ 362,876
Fund Balance, July 1, 2022	<u>15,651,331</u>	<u>811,500</u>	<u>3,422,372</u>	<u>19,885,203</u>
Fund Balance, June 30, 2023	<u>\$ 16,126,958</u>	<u>\$ 783,528</u>	<u>\$ 3,337,593</u>	<u>\$ 20,248,079</u>

Exhibit I-5

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

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

Net change in fund balances - total governmental funds (Exhibit I-4)		\$ 362,876
<p>(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:</p>		
Add: capital assets purchased in the current period	\$ 2,613,543	
Less: current-year depreciation expense	<u>(1,651,275)</u>	962,268
<p>(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.</p>		
Add: assets donated and capitalized	\$ 1,136,610	
Less: book value of capital assets disposed	<u>(118,711)</u>	1,017,899
<p>(3) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.</p>		
Add: deferred delinquent property taxes and other deferred June 30, 2023	\$ 891,976	
Less: deferred delinquent property taxes and other deferred June 30, 2022	<u>(787,142)</u>	104,834
<p>(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.</p>		
Change in compensated absences payable	\$ 2,307	
Change in net OPEB liability	144,537	
Change in deferred outflows related to OPEB	352,936	
Change in deferred inflows related to OPEB	(429,429)	
Change in net pension asset - agent legacy plan	(3,910,490)	
Change in net pension liability/asset - agent hybrid plan	(124,308)	
Change in net pension asset - teacher retirement plan	(303,972)	
Change in net pension asset - teacher legacy pension plan	(14,304,016)	
Change in deferred outflows related to pensions	(801,723)	
Change in deferred inflows related to pensions	<u>20,895,482</u>	<u>1,521,324</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 3,969,201</u>

Exhibit I-6

Coffee County, Tennessee  
Combining Balance Sheet - Nonmajor Governmental Funds  
Discretely Presented Coffee County School Department  
June 30, 2023

	<u>Special Revenue Funds</u>			<u>Capital</u>	<u>Total</u>	
	<u>Central</u>	<u>Internal</u>	<u>Total</u>	<u>Projects Fund</u>		
	<u>Cafeteria</u>	<u>School</u>		<u>Education</u>	<u>Nonmajor</u>	
				<u>Capital</u>	<u>Governmental</u>	
				<u>Projects</u>	<u>Funds</u>	
<u>ASSETS</u>						
Cash	\$ 24,596	\$ 632,313	\$ 656,909	\$ 0	\$ 656,909	
Equity in Pooled Cash and Investments	2,196,797	0	2,196,797	569,227	2,766,024	
Due from Other Governments	27,813	0	27,813	0	27,813	
<b>Total Assets</b>	<b>\$ 2,249,206</b>	<b>\$ 632,313</b>	<b>\$ 2,881,519</b>	<b>\$ 569,227</b>	<b>\$ 3,450,746</b>	
<u>LIABILITIES</u>						
Accounts Payable	\$ 643	\$ 0	\$ 643	\$ 0	\$ 643	
Accrued Payroll	57,390	0	57,390	0	57,390	
Payroll Deductions Payable	55,120	0	55,120	0	55,120	
<b>Total Liabilities</b>	<b>\$ 113,153</b>	<b>\$ 0</b>	<b>\$ 113,153</b>	<b>\$ 0</b>	<b>\$ 113,153</b>	
<u>FUND BALANCES</u>						
Restricted:						
Restricted for Education	\$ 2,136,053	\$ 632,313	\$ 2,768,366	\$ 569,227	\$ 3,337,593	
<b>Total Fund Balances</b>	<b>\$ 2,136,053</b>	<b>\$ 632,313</b>	<b>\$ 2,768,366</b>	<b>\$ 569,227</b>	<b>\$ 3,337,593</b>	
<b>Total Liabilities and Fund Balances</b>	<b>\$ 2,249,206</b>	<b>\$ 632,313</b>	<b>\$ 2,881,519</b>	<b>\$ 569,227</b>	<b>\$ 3,450,746</b>	

Exhibit I-7

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

	<u>Special Revenue Funds</u>			<u>Capital</u>	<u>Total</u>
	<u>Central</u>	<u>Internal</u>	<u>Total</u>	<u>Projects Fund</u>	
	<u>Cafeteria</u>	<u>School</u>		<u>Education</u>	<u>Nonmajor</u>
				<u>Capital</u>	<u>Governmental</u>
				<u>Projects</u>	<u>Funds</u>
<u>Revenues</u>					
Charges for Current Services	\$ 766,396	\$ 0	\$ 766,396	\$ 0	\$ 766,396
Other Local Revenues	2,099	1,764,601	1,766,700	0	1,766,700
State of Tennessee	22,670	0	22,670	0	22,670
Federal Government	2,550,188	0	2,550,188	0	2,550,188
<b>Total Revenues</b>	<b>\$ 3,341,353</b>	<b>\$ 1,764,601</b>	<b>\$ 5,105,954</b>	<b>\$ 0</b>	<b>\$ 5,105,954</b>
<u>Expenditures</u>					
Current:					
Operation of Non-Instructional Services	\$ 3,184,443	\$ 1,854,067	\$ 5,038,510	\$ 0	\$ 5,038,510
Capital Outlay	0	0	0	50,455	50,455
Capital Projects	0	0	0	101,768	101,768
<b>Total Expenditures</b>	<b>\$ 3,184,443</b>	<b>\$ 1,854,067</b>	<b>\$ 5,038,510</b>	<b>\$ 152,223</b>	<b>\$ 5,190,733</b>
Excess (Deficiency) of Revenues					
Over Expenditures	\$ 156,910	\$ (89,466)	\$ 67,444	\$ (152,223)	\$ (84,779)
Net Change in Fund Balances	\$ 156,910	\$ (89,466)	\$ 67,444	\$ (152,223)	\$ (84,779)
Fund Balance, July 1, 2022	1,979,143	721,779	2,700,922	721,450	3,422,372
<b>Fund Balance, June 30, 2023</b>	<b>\$ 2,136,053</b>	<b>\$ 632,313</b>	<b>\$ 2,768,366</b>	<b>\$ 569,227</b>	<b>\$ 3,337,593</b>

Exhibit I-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 16,451,645	\$ 0	\$ 0	\$ 16,451,645	\$ 16,074,169	\$ 16,074,169	\$ 377,476
Licenses and Permits	2,282	0	0	2,282	2,200	2,200	82
Charges for Current Services	98,141	0	0	98,141	63,957	68,957	29,184
Other Local Revenues	208,389	0	0	208,389	97,753	107,557	100,832
State of Tennessee	26,724,343	0	0	26,724,343	25,472,470	28,828,695	(2,104,352)
Federal Government	157,209	0	0	157,209	55,005	176,215	(19,006)
<b>Total Revenues</b>	<b>\$ 43,642,009</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 43,642,009</b>	<b>\$ 41,765,554</b>	<b>\$ 45,257,793</b>	<b>\$ (1,615,784)</b>
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 18,851,968	\$ (49,756)	\$ 15,523	\$ 18,817,735	\$ 18,889,916	\$ 19,751,260	\$ 933,525
Alternative Instruction Program	37,908	0	0	37,908	25,000	61,000	23,092
Special Education Program	3,793,948	(6,067)	0	3,787,881	3,936,836	4,094,452	306,571
Career and Technical Education Program	2,047,001	0	502,104	2,549,105	1,763,296	3,669,419	1,120,314
Student Body Education Program	76,011	0	0	76,011	75,627	84,527	8,516
<u>Support Services</u>							
Attendance	238,084	0	0	238,084	228,777	245,786	7,702
Health Services	581,524	0	0	581,524	826,154	871,026	289,502
Other Student Support	1,174,629	0	5,000	1,179,629	1,207,936	1,284,499	104,870
Regular Instruction Program	1,239,427	0	0	1,239,427	1,331,510	1,372,434	133,007
Special Education Program	652,150	0	0	652,150	661,358	705,464	53,314
Career and Technical Education Program	83,812	0	0	83,812	83,721	86,091	2,279
Technology	730,494	(132,276)	103,195	701,413	770,731	906,706	205,293
Other Programs	163,084	0	0	163,084	0	163,084	0
Board of Education	1,091,636	(3,700)	0	1,087,936	1,156,079	1,214,272	126,336
Director of Schools	326,658	0	59	326,717	388,431	393,721	67,004
Office of the Principal	3,265,043	0	0	3,265,043	3,248,847	3,371,161	106,118
Fiscal Services	463,477	0	0	463,477	458,907	474,523	11,046
Operation of Plant	2,571,694	0	0	2,571,694	2,587,685	2,732,714	161,020

(Continued)

Exhibit I-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Maintenance of Plant	\$ 943,146	\$ 0	\$ 17,178	\$ 960,324	\$ 943,251	\$ 1,155,450	\$ 195,126
Transportation	2,880,398	(121,975)	0	2,758,423	2,581,958	3,022,196	263,773
<u>Operation of Non-Instructional Services</u>							
Food Service	81,911	0	0	81,911	0	94,624	12,713
Community Services	142,896	0	0	142,896	130,919	226,016	83,120
Early Childhood Education	853,277	0	0	853,277	849,835	899,005	45,728
<u>Capital Outlay</u>							
Regular Capital Outlay	869,040	(561,970)	833,871	1,140,941	600,000	2,534,951	1,394,010
<u>Principal on Debt</u>							
Education	225,000	0	0	225,000	364,370	238,870	13,870
<u>Interest on Debt</u>							
Education	125,500	0	0	125,500	0	125,500	0
Total Expenditures	\$ 43,509,716	\$ (875,744)	\$ 1,476,930	\$ 44,110,902	\$ 43,111,144	\$ 49,778,751	\$ 5,667,849
<u>Excess (Deficiency) of Revenues</u>							
Over Expenditures	\$ 132,293	\$ 875,744	\$ (1,476,930)	\$ (468,893)	\$ (1,345,590)	\$ (4,520,958)	\$ 4,052,065
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 204,146	\$ 0	\$ 0	\$ 204,146	\$ 4,411	\$ 567,030	\$ (362,884)
Transfers In	139,188	0	0	139,188	167,320	167,320	(28,132)
Total Other Financing Sources	\$ 343,334	\$ 0	\$ 0	\$ 343,334	\$ 171,731	\$ 734,350	\$ (391,016)
Net Change in Fund Balance	\$ 475,627	\$ 875,744	\$ (1,476,930)	\$ (125,559)	\$ (1,173,859)	\$ (3,786,608)	\$ 3,661,049
Fund Balance, July 1, 2022	15,651,331	(875,744)	0	14,775,587	8,416,353	15,651,331	(875,744)
Fund Balance, June 30, 2023	\$ 16,126,958	\$ 0	\$ (1,476,930)	\$ 14,650,028	\$ 7,242,494	\$ 11,864,723	\$ 2,785,305

Exhibit I-9

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Federal Government	\$ 7,321,200	\$ 10,836,519	\$ 11,646,074	\$ (4,324,874)
Total Revenues	\$ 7,321,200	\$ 10,836,519	\$ 11,646,074	\$ (4,324,874)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 2,508,398	\$ 3,964,572	\$ 4,075,948	\$ 1,567,550
Special Education Program	1,104,937	1,020,035	1,182,546	77,609
Career and Technical Education Program	86,970	72,675	86,970	0
<u>Support Services</u>				
Health Services	281,675	37,328	283,523	1,848
Other Student Support	186,455	409,544	409,332	222,877
Regular Instruction Program	998,557	1,812,048	2,067,171	1,068,614
Special Education Program	194,329	196,492	282,088	87,759
Career and Technical Education Program	10,542	7,482	10,603	61
Technology	0	384	47,884	47,884
Fiscal Services	14,774	210,316	169,155	154,381
Operation of Plant	0	92,000	83,368	83,368
Maintenance of Plant	0	4,021	4,021	4,021
Transportation	517,473	542,403	546,871	29,398
<u>Operation of Non-Instructional Services</u>				
Food Service	0	123,315	0	0
Community Services	434,748	550,460	550,460	115,712
<u>Capital Outlay</u>				
Regular Capital Outlay	871,126	1,393,693	1,459,868	588,742
Total Expenditures	\$ 7,209,984	\$ 10,436,768	\$ 11,259,808	\$ 4,049,824
Excess (Deficiency) of Revenues Over Expenditures	\$ 111,216	\$ 399,751	\$ 386,266	\$ (275,050)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (139,188)	\$ (399,751)	\$ (386,266)	\$ 247,078
Total Other Financing Sources	\$ (139,188)	\$ (399,751)	\$ (386,266)	\$ 247,078
Net Change in Fund Balance	\$ (27,972)	\$ 0	\$ 0	\$ (27,972)
Fund Balance, July 1, 2022	811,500	0	0	811,500
Fund Balance, June 30, 2023	\$ 783,528	\$ 0	\$ 0	\$ 783,528

Exhibit I-10

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 766,396	\$ 690,000	\$ 690,000	\$ 76,396
Other Local Revenues	2,099	2,600	2,600	(501)
State of Tennessee	22,670	22,000	22,000	670
Federal Government	2,550,188	1,997,323	2,130,770	419,418
Total Revenues	<u>\$ 3,341,353</u>	<u>\$ 2,711,923</u>	<u>\$ 2,845,370</u>	<u>\$ 495,983</u>
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Food Service	\$ 3,184,443	\$ 3,192,773	\$ 3,326,220	\$ 141,777
Total Expenditures	<u>\$ 3,184,443</u>	<u>\$ 3,192,773</u>	<u>\$ 3,326,220</u>	<u>\$ 141,777</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 156,910</u>	<u>\$ (480,850)</u>	<u>\$ (480,850)</u>	<u>\$ 637,760</u>
Net Change in Fund Balance	\$ 156,910	\$ (480,850)	\$ (480,850)	\$ 637,760
Fund Balance, July 1, 2022	1,979,143	1,742,899	1,979,228	(85)
Fund Balance, June 30, 2023	<u>\$ 2,136,053</u>	<u>\$ 1,262,049</u>	<u>\$ 1,498,378</u>	<u>\$ 637,675</u>

# Water and Wastewater Treatment Authority of Coffee County, Tennessee

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This section presents fund financial statements for the Water and Wastewater Treatment Authority of Coffee County, Tennessee, a discretely presented component unit. The authority uses a single enterprise fund, the Wayside Acres Sewer Fund.

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Exhibit J-1

Coffee County, Tennessee  
Statement of Net Position - Proprietary Fund  
Discretely Presented Water and Wastewater Authority of Coffee County  
June 30, 2023

	<u>Enterprise Fund</u>
	Wayside Acres Sewer Fund
<u>ASSETS</u>	
Current Assets:	
Equity in Pooled Cash and Investments	\$ 129,500
Accounts Receivable	4,516
Total Current Assets	<u>\$ 134,016</u>
Noncurrent Assets:	
Capital Assets:	
Assets Not Depreciated:	
Land	\$ 30,120
Assets Net of Accumulated Depreciation:	
Buildings and Improvements	348,507
Other Capital Assets	1,401
Total Noncurrent Assets	<u>\$ 380,028</u>
Total Assets	<u>\$ 514,044</u>
<u>LIABILITIES</u>	
Current Liabilities:	
Other Notes Payable	\$ 28,081
Total Current Liabilities	<u>\$ 28,081</u>
Noncurrent Liabilities:	
Other Notes Payable - Long-term	\$ 84,243
Total Noncurrent Liabilities	<u>\$ 84,243</u>
Total Liabilities	<u>\$ 112,324</u>
<u>NET POSITION</u>	
Net Investment in Capital Assets	\$ 267,704
Unrestricted	<u>134,016</u>
Total Net Position	<u>\$ 401,720</u>

Exhibit J-2

Coffee County, Tennessee  
Statement of Revenues, Expenses, and  
Changes in Net Position  
Discretely Presented Water and Wastewater Treatment Authority of Coffee County, Tennessee  
For the Year Ended June 30, 2023

	<u>Enterprise Fund</u>
	Wayside
	Acres
	Sewer
	<u>Fund</u>
<u>Operating Revenues</u>	
Charges for Current Services	\$ 90,186
Total Operating Revenues	<u>\$ 90,186</u>
<u>Operating Expenses</u>	
Public Health and Welfare	\$ 46,682
Depreciation	30,314
Total Operating Expenses	<u>\$ 76,996</u>
Operating Income (Loss)	<u>\$ 13,190</u>
Change in Net Position	\$ 13,190
Net Position, July 1, 2022	<u>388,530</u>
Net Position, June 30, 2023	<u><u>\$ 401,720</u></u>

Exhibit J-3

Coffee County, Tennessee  
Statement of Cash Flows  
Discretely Presented Water and Wastewater Treatment Authority of Coffee County, Tennessee  
For the Year Ended June 30, 2023

	<u>Enterprise</u> <u>Wayside</u> <u>Acres</u> <u>Sewer</u> <u>Fund</u>
<u>Cash Flows from Operating Activities</u>	
Receipts from Customers and Users	\$ 92,967
Payments to Suppliers	(47,608)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 45,359</u>
<u>Cash Flows from Capital and Related Financing Activities</u>	
Principal Paid on Other Notes	\$ (28,082)
Acquisition of Capital Assets	(45,900)
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ (73,982)</u>
Net Increase (Decrease) in Cash	\$ (28,623)
Cash, July 1, 2022	<u>158,123</u>
Cash, June 30, 2023	<u><u>\$ 129,500</u></u>
<u>Reconciliation of Operating Income (Loss) to Net Cash</u> <u>Provided By (Used In) Operating Activities</u>	
Operating Income (Loss)	\$ 13,190
Adjustment to Reconcile Net Operating Income to Net Cash Provided By (Used In) Operating Activities:	
Depreciation	30,314
Change in Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable	2,782
(Increase) Decrease in Accounts Payable	(927)
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 45,359</u></u>

# MISCELLANEOUS SCHEDULES

Exhibit K-1

Coffee County, Tennessee  
Schedule of Changes in Long-term Bonds, Notes, and Other Loans  
Primary Government and Discretely Presented Water and Wastewater Treatment Authority  
For the Year Ended June 30, 2023

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-22	Paid and/or Matured During Period	Outstanding 6-30-23
<b>PRIMARY GOVERNMENT</b>							
<b>BONDS PAYABLE</b>							
<u>Payable through General Debt Service Fund</u>							
General Obligation Refunding Bond, Series 2016	\$ 8,765,000	2.253 %	10-5-16	6-1-39	\$ 6,910,000	\$ 340,000	\$ 6,570,000
General Obligation Refunding Bond, Series 2021C	8,820,000	3 to 5	5-19-21	6-1-44	8,485,000	365,000	8,120,000
Total Payable through General Debt Service Fund					<u>\$ 15,395,000</u>	<u>\$ 705,000</u>	<u>\$ 14,690,000</u>
<u>Payable through Rural Debt Service Fund</u>							
Rural School Bonds, Series 2018B	9,510,000	4 to 5	6-21-18	7-1-38	\$ 8,580,000	\$ 345,000	\$ 8,235,000
Rural School Refunding Bond, Series 2020	16,725,000	4 to 5	6-3-20	6-1-37	16,325,000	400,000	15,925,000
Rural School Refunding Bond, Series 2018A	4,015,000	3 to 5	6-21-18	6-1-26	2,375,000	530,000	1,845,000
Rural School Refunding Bond, Series 2019	15,445,000	3 to 5	6-21-18	6-1-26	14,295,000	405,000	13,890,000
Rural High School Refunding Bonds, Series 2021A	1,180,000	5	5-19-21	6-1-31	1,085,000	100,000	985,000
Rural School Refunding Bond, Series 2021B	1,550,000	5	5-19-21	6-1-31	1,425,000	125,000	1,300,000
Total Payable through Rural Debt Service Fund					<u>\$ 44,085,000</u>	<u>\$ 1,905,000</u>	<u>\$ 42,180,000</u>
Total Bonds Payable					<u>\$ 59,480,000</u>	<u>\$ 2,610,000</u>	<u>\$ 56,870,000</u>
<b>NOTES PAYABLE</b>							
<u>Payable through General Debt Service Fund</u>							
Energy Efficient Building Improvements	2,064,000	1.75	8-6-20	8-1-32	\$ 1,908,000	\$ 159,000	\$ 1,749,000
Total Notes Payable					<u>\$ 1,908,000</u>	<u>\$ 159,000</u>	<u>\$ 1,749,000</u>

(Continued)

Exhibit K-1

Coffee County, Tennessee  
Schedule of Changes in Long-term Bonds, Notes, and Other Loans (Cont.)  
Primary Government and Discretely Presented Water and Wastewater Treatment Authority

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-22	Paid and/or Matured During Period	Outstanding 6-30-23
<u>PRIMARY GOVERNMENT (CONT.):</u>							
<u>OTHER LOANS PAYABLE</u>							
<u>Payable through Rural Debt Service Fund</u>							
Qualified School Construction Bonds Series 2010	\$ 3,027,000	(1) 0 %	10-7-10	7-1-27	\$ 965,060	\$ 173,140	\$ 791,920
Total Other Loans Payable					<u>\$ 965,060</u>	<u>\$ 173,140</u>	<u>\$ 791,920</u>
<u>DISCRETELY PRESENTED WATER AND WASTEWATER TREATMENT AUTHORITY OF COFFEE COUNTY, TENNESSEE</u>							
<u>Notes Payable</u>							
<u>Payable through Wayside Acres Sewer Fund</u>							
Payment of Other Loan Principal	280,819	0	11-8-16	6-15-27	\$ 140,406	\$ 28,082	\$ 112,324
Total Notes Payable					<u>\$ 140,406</u>	<u>\$ 28,082</u>	<u>\$ 112,324</u>

(1) Interest rate of approximately 4.85 percent is offset by a federal interest subsidy resulting in a net interest rate of zero percent.

Exhibit K-2

Coffee County, Tennessee  
Schedule of Long-term Debt Requirements by Year  
Primary Government and Discretely Presented Water and Wastewater Treatment Authority

PRIMARY GOVERNMENT

Year Ending June 30	Bonds		Total
	Principal	Interest	
2024	\$ 3,150,000	\$ 2,271,981	\$ 5,421,981
2025	3,320,000	2,135,106	5,455,106
2026	3,470,000	1,979,256	5,449,256
2027	2,950,000	1,829,106	4,779,106
2028	3,080,000	1,692,206	4,772,206
2029	3,220,000	1,561,506	4,781,506
2030	3,360,000	1,416,256	4,776,256
2031	3,330,000	1,264,013	4,594,013
2032	3,045,000	1,130,513	4,175,513
2033	3,150,000	1,018,488	4,168,488
2034	3,260,000	902,013	4,162,013
2035	3,385,000	781,250	4,166,250
2036	3,510,000	655,200	4,165,200
2037	3,635,000	524,400	4,159,400
2038	2,245,000	387,700	2,632,700
2039	2,320,000	306,888	2,626,888
2040	1,200,000	237,500	1,437,500
2041	1,240,000	193,300	1,433,300
2042	1,285,000	147,600	1,432,600
2043	1,335,000	100,200	1,435,200
2044	1,380,000	50,950	1,430,950
Total	\$ 56,870,000	\$ 20,585,432	\$ 77,455,432

Year Ending June 30	Notes		Total
	Principal	Interest	
2024	\$ 162,000	\$ 29,190	\$ 191,190
2025	164,000	26,338	190,338
2026	167,000	23,441	190,441
2027	170,000	20,493	190,493
2028	173,000	17,491	190,491
2029	176,000	14,438	190,438
2030	179,000	11,331	190,331
2031	183,000	8,164	191,164
2032	186,000	4,935	190,935
2033	189,000	1,552	190,552
Total	\$ 1,749,000	\$ 157,373	\$ 1,906,373

(Continued)

Exhibit K-2

Coffee County, Tennessee  
Schedule of Long-term Debt Requirements by Year (Cont.)  
Primary Government and Discretely Presented Water and Wastewater Treatment Authority

PRIMARY GOVERNMENT (CONT.)

Year Ending June 30	Other Loans		Total
	Principal	Interest (1)	
2024	\$ 188,880	\$ 146,749	\$ 335,629
2025	188,880	146,749	335,629
2026	188,880	146,749	335,629
2027	207,473	146,749	354,222
2028	17,807	73,374	91,181
Total	\$ 791,920	\$ 660,370	\$ 1,452,290

DISCRETELY PRESENTED WATER AND  
WASTEWATER TREATMENT AUTHORITY  
OF COFFEE COUNTY, TENNESSEE

Year Ending June 30	Notes		Total
	Principal	Interest	
2024	\$ 28,081	\$ 0	\$ 28,081
2025	28,081	0	28,081
2026	28,081	0	28,081
2027	28,081	0	28,081
Total	\$ 112,324	\$ 0	\$ 112,324

(1) Includes interest requirements on Qualified School Construction Bonds, Series 2010, before federal interest rate subsidy.

Exhibit K-3

Coffee County, Tennessee  
Schedule of Changes in Leases Obligations  
For the Year Ended June 30, 2023

<u>Description of Indebtedness</u>	<u>Original Amount of Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Outstanding 7-1-22</u>	<u>Issued During Period</u>	<u>Paid and/or Matured During Period</u>	<u>Outstanding 6-30-23</u>
PRIMARY GOVERNMENT								
<u>LEASES PAYABLE</u>								
<u>Payable through General Fund</u>								
Sheriff's Patrol Vehicles	\$ 661,484	7.085 to 7.93 %	4-5-23	4-1-28	\$ 0	\$ 661,484	\$ 22,278	\$ 639,206
Total Leases Payable - Governmental Activities					<u>\$ 0</u>	<u>\$ 661,484</u>	<u>\$ 22,278</u>	<u>\$ 639,206</u>

Exhibit K-4

Coffee County, Tennessee  
Schedule of Lease Requirements by Year

PRIMARY GOVERNMENT

Year Ending June 30	Leases		
	Principal	Interest	Total
2024	\$ 114,628	\$ 42,464	\$ 157,092
2025	123,194	33,898	157,092
2026	132,399	24,693	157,092
2027	142,294	14,798	157,092
2028	126,691	4,219	130,910
Total	\$ 639,206	\$ 120,072	\$ 759,278

Exhibit K-5

Coffee County, Tennessee  
Schedule of Notes Receivable  
Primary Government  
For the Year Ended June 30, 2023

<u>Description</u>	<u>Debtor</u>	<u>Original Amount of Notes</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance 6-30-23</u>
<u>Rural Debt Service Fund</u>						
Payment of Other Loan Principal	Water and Wastewater Treatment Authority of Coffee County, Tennessee	\$ 280,819	11-8-16	6-15-27	0%	<u>\$ 112,324</u>
Total						<u>\$ 112,324</u>

Exhibit K-6

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

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	Rural Debt Service	Federal interest subsidy	\$ 138,387
"	Highway/Public Works	Sports gaming tax	43,749
General Capital Projects	General	Employee bonuses (ARP)	278,734
"	Solid Waste/Sanitation	"	25,566
"	Ambulance Service	"	31,883
"	Highway/Public Works	"	<u>26,579</u>
Total Transfers Primary Government			<u>\$ 544,898</u>
<u>DISCRETELY PRESENTED COFFEE COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect costs	<u>\$ 139,188</u>
Total Transfers Discretely Presented Coffee County School Department			<u>\$ 139,188</u>

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

Official	Authorization	Bond	Surety
<b>County Mayor - Gary Cordell (7/1/22-8/31/22)</b>	Section 8-24-102, <i>TCA</i>	(1)	Travelers Casualty and Surety Company of America
Base salary/Total compensation	\$ 22,018		
<b>County Mayor - Judd Matheny (9/1/22-6/30/23)</b>	Section 8-24-102, <i>TCA</i>	(1)	Travelers Casualty and Surety Company of America
Base salary/Total compensation	\$ 90,228		
Total County Mayor compensation	<u>\$ 112,246</u>		
<b>Road Superintendent</b>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base Salary/Total compensation	<u>\$ 106,901</u>		
<b>Director of Schools</b>	State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Base salary	\$ 132,110		
Travel allowance	6,000		
Board approved bonus	1,500		
Chief executive officer training supplement	1,000		
Total compensation	<u>\$ 140,610</u>		
<b>Trustee</b>	Section 8-24-102, <i>TCA</i>	(1)	Travelers Casualty and Surety Company of America
Base salary/Total compensation	<u>\$ 97,183</u>		
<b>Assessor of Property</b>	Section 8-24-102, <i>TCA</i>	(1)	Travelers Casualty and Surety Company of America
Base salary/Total compensation	<u>\$ 97,183</u>		
<b>County Clerk</b>	Section 8-24-102, <i>TCA</i>	(1)	Travelers Casualty and Surety Company of America
Base salary/Total compensation	<u>\$ 97,183</u>		
<b>Circuit, General Sessions and Juvenile Courts Clerk</b>	Section 8-24-102, <i>TCA</i>	(1)	Travelers Casualty and Surety Company of America
Base salary/Total compensation	<u>\$ 97,183</u>		
<b>Clerk and Master</b>	Section 8-24-102, <i>TCA</i>	(1)	Travelers Casualty and Surety Company of America
Base salary	\$ 97,183		
Special commissioner fees	11,400		
Total compensation	<u>\$ 108,583</u>		
<b>Register of Deeds</b>	Section 8-24-102, <i>TCA</i>	(1)	Travelers Casualty and Surety Company of America
Base salary/Total compensation	<u>\$ 97,183</u>		

(Continued)

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

Official	Authorization	Bond	Surety
<b>Sheriff</b>	Section 8-24-102, TCA	(1)	Travelers Casualty and Surety Company of America
Base salary	\$ 106,901		
Law enforcement training supplement	800		
Total compensation	<u>\$ 107,701</u>		
<b>Director of Accounts and Budgets</b>	County Commission	(1)	Travelers Casualty and Surety Company of America
Base salary	\$ 91,785		
Attendance at required meetings	1,800		
Commission approved bonus	1,132		
Total compensation	<u>\$ 94,717</u>		
Employee Blanket Bonds:			
Employee Fidelity - County Departments		\$ 500,000	Travelers Casualty and Surety Company of America
Employee Fidelity - Highway Department		400,000	Local Government Insurance Pool
Employee Fidelity - School Department		400,000	Tennessee Risk Management Trust

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

Exhibit K-8

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Ambulance Service	Local Purpose Tax	Drug Control	
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 12,226,898	\$ 961,472	\$ 675,362	\$ 260,291	\$ 0	\$ 0
Current Property Tax - Tax Increment Financing	77,367	0	0	0	0	0
Trustee's Collections - Prior Year	272,741	23,209	15,247	1,840	0	0
Trustee's Collections - Bankruptcy	591	66	33	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	55,796	9,708	3,119	0	0	0
Interest and Penalty	89,541	11,160	4,994	190	0	0
Payments in-Lieu-of Taxes - T.V.A.	685	116	38	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	17,214	2,901	945	0	0	0
Payments in-Lieu-of Taxes - Other	164,474	19,325	9,028	28,481	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	585,671	185,559	0	0	0	0
Hotel/Motel Tax	571,759	0	0	0	0	0
Litigation Tax - General	138,026	0	0	0	0	0
Litigation Tax - Special Purpose	74,649	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0
Litigation Tax - Courthouse Security	49,330	0	0	0	0	0
Business Tax	1,484,662	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	288,380	0	0	0	0	0
Wholesale Beer Tax	0	249,438	0	0	0	0
<b>Total Local Taxes</b>	<b>\$ 16,097,784</b>	<b>\$ 1,462,954</b>	<b>\$ 708,766</b>	<b>\$ 290,802</b>	<b>\$ 0</b>	<b>\$ 0</b>

(Continued)

Exhibit K-8

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Ambulance Service	Local Purpose Tax	Drug Control	
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 194,945	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Permits</u>						
Beer Permits	0	3,600	0	0	0	0
Building Permits	200,600	0	0	0	0	0
Plumbing Permits	27,575	0	0	0	0	0
Other Permits	29,327	0	3,000	0	0	0
Total Licenses and Permits	\$ 452,447	\$ 3,600	\$ 3,000	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 7,793	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	7,776	0	0	0	0	0
Drug Control Fines	14,335	0	0	0	20,132	0
Veterans Treatment Court Fees	9,736	0	0	0	0	0
Judicial Commissioner Fees	95	0	0	0	0	0
DUI Treatment Fines	17,899	0	0	0	0	0
Data Entry Fee - Circuit Court	24,130	0	0	0	0	0
Courtroom Security Fee	287	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	62,474	0	0	0	0	0
Officers Costs	70,164	0	0	0	0	0
Game and Fish Fines	178	0	0	0	0	0
Drug Control Fines	0	0	0	0	32,581	0
Jail Fees	22,881	0	0	0	0	0
Judicial Commissioner Fees	14,652	0	0	0	0	0

(Continued)

Exhibit K-8

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Ambulance Service	Local Purpose Tax	Drug Control	
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>General Sessions Court (Cont.)</u>						
DUI Treatment Fines	\$ 81	\$ 0	\$ 0	\$ 0	\$ 0	0
Courtroom Security Fee	1,009	0	0	0	0	0
Victims Assistance Assessments	36,650	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	1,477	0	0	0	0	0
Officers Costs	8,135	0	0	0	0	0
Judicial Commissioner Fees	452	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	2,095	0	0	0	0	0
Data Entry Fee - Chancery Court	5,743	0	0	0	0	0
Courtroom Security Fee	5,604	0	0	0	0	0
<u>Other Courts - In-county</u>						
Drug Control Fines	4,959	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	0	0	102,706	0
Other Fines, Forfeitures, and Penalties	31,198	0	0	0	0	0
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 349,803</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 155,419</b>	<b>\$ 0</b>
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Convenience Waste Centers Collection Charge	\$ 0	\$ 21,154	\$ 0	\$ 0	\$ 0	0
Solid Waste Disposal Fee	0	117,050	0	0	0	0
Water Treatment Charges	14,677	0	0	0	0	0
Surcharge - Waste Tire Disposal	0	59,925	0	0	0	0
Patient Charges	29,545	0	2,199,379	0	0	0

(Continued)

Exhibit K-8

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Ambulance Service	Local Purpose Tax	Drug Control	
<u>Charges for Current Services (Cont.)</u>						
<u>General Service Charges (Cont.)</u>						
Other General Service Charges	\$ 5,414	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Service Charges	5	0	0	0	0	0
<u>Fees</u>						
Subdivision Lot Fees	11,270	0	0	0	0	0
Recreation Fees	12,000	0	0	0	0	0
Copy Fees	3,611	0	1,240	0	0	0
Library Fees	22,170	0	0	0	0	0
Archives and Records Management Fee	122,934	0	0	0	0	0
Greenbelt Late Application Fee	650	0	0	0	0	0
Telephone Commissions	337,059	0	0	0	0	0
Additional Fees - Titling and Registration	70,218	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	100
Data Processing Fee - Register	19,234	0	0	0	0	0
Probation Fees	167,392	0	0	0	0	0
Data Processing Fee - Sheriff	12,523	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	9,300	0	0	0	0	0
Data Processing Fee - County Clerk	22,512	0	0	0	0	0
Subscription and Electronic Filing Fee - Circuit and General Sessio	4,100	0	0	0	0	0
Vehicle Registration Reinstatement Fees	6,230	0	0	0	0	0
<u>Education Charges</u>						
Other Charges for Services	3,600	0	6,350	0	0	0
<b>Total Charges for Current Services</b>	<b>\$ 874,444</b>	<b>\$ 198,129</b>	<b>\$ 2,206,969</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 100</b>

(Continued)

Exhibit K-8

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Ambulance Service	Local Purpose Tax	Drug Control	
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 164,858	\$ 0	\$ 0	\$ 0	\$ 0	0
Lease/Rentals	16,520	0	0	0	0	0
Sale of Materials and Supplies	0	0	0	0	216	0
Commissary Sales	14,565	0	0	0	0	0
Sale of Maps	25	0	0	0	0	0
Sale of Recycled Materials	175	58,454	0	0	0	0
Miscellaneous Refunds	24,897	0	0	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	0	0	0	0	224,121	0
Sale of Property	0	0	0	0	0	0
Damages Recovered from Individuals	6,281	0	0	0	0	0
Contributions and Gifts	33,739	0	0	0	5,000	0
<b>Total Other Local Revenues</b>	<b>\$ 261,060</b>	<b>\$ 58,454</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 229,337</b>	<b>\$ 0</b>
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 702,391	\$ 0	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	605,777	0	0	0	0	0
Clerk and Master	167,521	0	0	0	0	0
Register	318,548	0	0	0	0	0
Sheriff	29,863	0	0	0	0	0
Trustee	1,252,351	0	0	0	0	0
<b>Total Fees Received From County Officials</b>	<b>\$ 3,076,451</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

(Continued)

Exhibit K-8

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Ambulance Service	Local Purpose Tax	Drug Control	
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	40,000	0	0	0	0	0
Other Public Safety Grants	103,246	0	0	0	0	0
<u>Public Works Grants</u>						
Litter Program	0	50,258	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	426	0	0	0	0	0
Beer Tax	19,200	0	0	0	0	0
Vehicle Certificate of Title Fees	46,834	0	0	0	0	0
Alcoholic Beverage Tax	131,310	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	292,030	0	0	0	0	0
State Revenue Sharing - T.V.A.	461,352	0	0	0	0	0
State Revenue Sharing - Telecommunications	99,405	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	43,749	0	0	0	0	0
Contracted Prisoner Boarding	924,509	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
T.B.I. - Equipment Reimbursement	3,401	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	343,261	0	0	0	0	0
Other State Revenues	555	0	0	0	0	0
<b>Total State of Tennessee</b>	<b>\$ 2,533,442</b>	<b>\$ 50,258</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>0</b>

(Continued)

Exhibit K-8

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Ambulance Service	Local Purpose Tax	Drug Control	
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 36,074	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	0	0	0	0	0	0
Homeland Security Grants	22,871	0	0	0	0	0
Medicaid	0	0	268,286	0	0	0
Law Enforcement Grants	12,049	0	0	0	0	0
COVID-19 Grant #4	258,050	0	0	0	0	0
Other Federal through State	56,241	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Forest Service	6,706	0	0	0	0	0
Tax Credit Bond Rebate	138,387	0	0	0	0	0
American Rescue Plan Act Grant #6	0	0	0	0	0	0
<b>Total Federal Government</b>	<b>\$ 530,378</b>	<b>\$ 0</b>	<b>\$ 268,286</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 297,499	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Services	24,589	0	0	0	0	0
<u>Citizens Groups</u>						
Donations	33,269	0	0	0	0	0
<u>Other</u>						
Opioid Settlement Funds - Past Remediation	173,249	0	0	0	0	0
<b>Total Other Governments and Citizens Groups</b>	<b>\$ 528,606</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Total</b>	<b>\$ 24,704,415</b>	<b>\$ 1,773,395</b>	<b>\$ 3,187,021</b>	<b>\$ 290,802</b>	<b>\$ 384,756</b>	<b>\$ 100</b>

(Continued)

Exhibit K-8

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

	Special	Debt Service Funds		Capital	Total
	Revenue Fund			Projects Fund	
	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 0	\$ 794,542	\$ 1,235,850	\$ 0	\$ 16,154,415
Current Property Tax - Tax Increment Financing	0	0	0	0	77,367
Trustee's Collections - Prior Year	0	22,844	28,849	1	364,731
Trustee's Collections - Bankruptcy	0	77	71	15	853
Circuit Clerk/Clerk and Master Collections - Prior Years	0	4,673	10,766	0	84,062
Interest and Penalty	0	7,295	12,978	3	126,161
Payments in-Lieu-of Taxes - T.V.A.	0	44	128	0	1,011
Payments in-Lieu-of Taxes - Local Utilities	0	1,112	3,217	0	25,389
Payments in-Lieu-of Taxes - Other	0	10,621	24,676	0	256,605
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	0	3,489,402	1,041,471	5,302,103
Hotel/Motel Tax	0	0	0	0	571,759
Litigation Tax - General	0	0	0	0	138,026
Litigation Tax - Special Purpose	0	0	0	0	74,649
Litigation Tax - Jail, Workhouse, or Courthouse	0	242,946	0	0	242,946
Litigation Tax - Courthouse Security	0	0	0	0	49,330
Business Tax	0	0	0	0	1,484,662
Mineral Severance Tax	47,592	0	0	0	47,592
<u>Statutory Local Taxes</u>					
Bank Excise Tax	0	0	0	0	288,380
Wholesale Beer Tax	0	0	0	0	249,438
Total Local Taxes	\$ 47,592	\$ 1,084,154	\$ 4,805,937	\$ 1,041,490	\$ 25,539,479

(Continued)

Exhibit K-8

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

	Special	Debt Service Funds		Capital	Total
	Revenue Fund			Projects Fund	
	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 194,945
<u>Permits</u>					
Beer Permits	0	0	0	0	3,600
Building Permits	0	0	0	0	200,600
Plumbing Permits	0	0	0	0	27,575
Other Permits	0	0	0	0	32,327
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 459,047
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,793
Officers Costs	0	0	0	0	7,776
Drug Control Fines	0	0	0	0	34,467
Veterans Treatment Court Fees	0	0	0	0	9,736
Judicial Commissioner Fees	0	0	0	0	95
DUI Treatment Fines	0	0	0	0	17,899
Data Entry Fee - Circuit Court	0	0	0	0	24,130
Courtroom Security Fee	0	0	0	0	287
<u>General Sessions Court</u>					
Fines	0	0	0	0	62,474
Officers Costs	0	0	0	0	70,164
Game and Fish Fines	0	0	0	0	178
Drug Control Fines	0	0	0	0	32,581
Jail Fees	0	0	0	0	22,881
Judicial Commissioner Fees	0	0	0	0	14,652

(Continued)

Exhibit K-8

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

	Special Revenue Fund	Debt Service Funds		Capital Projects Fund	Total
	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court (Cont.)</u>					
DUI Treatment Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 81
Courtroom Security Fee	0	0	0	0	1,009
Victims Assistance Assessments	0	0	0	0	36,650
<u>Juvenile Court</u>					
Fines	0	0	0	0	1,477
Officers Costs	0	0	0	0	8,135
Judicial Commissioner Fees	0	0	0	0	452
<u>Chancery Court</u>					
Officers Costs	0	0	0	0	2,095
Data Entry Fee - Chancery Court	0	0	0	0	5,743
Courtroom Security Fee	0	0	0	0	5,604
<u>Other Courts - In-county</u>					
Drug Control Fines	0	0	0	0	4,959
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	0	0	0	0	102,706
Other Fines, Forfeitures, and Penalties	0	0	0	0	31,198
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 505,222</b>
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Convenience Waste Centers Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 21,154
Solid Waste Disposal Fee	0	0	0	0	117,050
Water Treatment Charges	0	0	0	0	14,677
Surcharge - Waste Tire Disposal	0	0	0	0	59,925
Patient Charges	0	0	0	0	2,228,924

(Continued)

Exhibit K-8

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

	Special	Debt Service Funds		Capital	Total
	Revenue Fund			Projects Fund	
	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Charges for Current Services (Cont.)</u>					
<u>General Service Charges (Cont.)</u>					
Other General Service Charges	\$ 2,496	\$ 0	\$ 0	\$ 0	\$ 7,910
Service Charges	0	0	0	0	5
<u>Fees</u>					
Subdivision Lot Fees	0	0	0	0	11,270
Recreation Fees	0	0	0	0	12,000
Copy Fees	0	0	0	0	4,851
Library Fees	0	0	0	0	22,170
Archives and Records Management Fee	0	0	0	0	122,934
Greenbelt Late Application Fee	0	0	0	0	650
Telephone Commissions	0	0	0	0	337,059
Additional Fees - Titling and Registration	0	0	0	0	70,218
Constitutional Officers' Fees and Commissions	0	0	0	0	100
Data Processing Fee - Register	0	0	0	0	19,234
Probation Fees	0	0	0	0	167,392
Data Processing Fee - Sheriff	0	0	0	0	12,523
Sexual Offender Registration Fee - Sheriff	0	0	0	0	9,300
Data Processing Fee - County Clerk	0	0	0	0	22,512
Subscription and Electronic Filing Fee - Circuit and General Sessions	0	0	0	0	4,100
Vehicle Registration Reinstatement Fees	0	0	0	0	6,230
<u>Education Charges</u>					
Other Charges for Services	0	0	0	0	9,950
Total Charges for Current Services	\$ 2,496	\$ 0	\$ 0	\$ 0	\$ 3,282,138

(Continued)

Exhibit K-8

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

	Special Revenue Fund	Debt Service Funds		Capital Projects Fund	Total
	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 1,170	\$ 799,295	\$ 24,185	\$ 0	\$ 989,508
Lease/Rentals	0	65,740	0	0	82,260
Sale of Materials and Supplies	847	0	0	0	1,063
Commissary Sales	0	0	0	0	14,565
Sale of Maps	0	0	0	0	25
Sale of Recycled Materials	1,432	0	0	0	60,061
Miscellaneous Refunds	571	0	0	0	25,468
<u>Nonrecurring Items</u>					
Sale of Equipment	0	0	0	0	224,121
Sale of Property	0	0	0	478,000	478,000
Damages Recovered from Individuals	4,630	0	0	0	10,911
Contributions and Gifts	0	0	0	0	38,739
<b>Total Other Local Revenues</b>	<b>\$ 8,650</b>	<b>\$ 865,035</b>	<b>\$ 24,185</b>	<b>\$ 478,000</b>	<b>\$ 1,924,721</b>
<u>Fees Received From County Officials</u>					
<u>Fees In-Lieu-of Salary</u>					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 702,391
Circuit Court Clerk	0	0	0	0	605,777
Clerk and Master	0	0	0	0	167,521
Register	0	0	0	0	318,548
Sheriff	0	0	0	0	29,863
Trustee	0	0	0	0	1,252,351
<b>Total Fees Received From County Officials</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 3,076,451</b>

(Continued)

Exhibit K-8

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

	Special	Debt Service Funds		Capital	Total
	Revenue Fund			Projects Fund	
	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects	
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	9,000
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	0	0	0	0	40,000
Other Public Safety Grants	0	0	0	0	103,246
<u>Public Works Grants</u>					
Litter Program	0	0	0	0	50,258
<u>Other State Revenues</u>					
Income Tax	0	0	0	0	426
Beer Tax	0	0	0	0	19,200
Vehicle Certificate of Title Fees	0	0	0	0	46,834
Alcoholic Beverage Tax	0	0	0	0	131,310
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	292,030
State Revenue Sharing - T.V.A.	0	0	0	0	461,352
State Revenue Sharing - Telecommunications	0	0	0	0	99,405
State Shared Sports Gaming Privilege Tax	0	0	0	0	43,749
Contracted Prisoner Boarding	0	0	0	0	924,509
Gasoline and Motor Fuel Tax	2,771,735	0	0	0	2,771,735
Petroleum Special Tax	38,356	0	0	0	38,356
T.B.I. - Equipment Reimbursement	0	0	0	0	3,401
Registrar's Salary Supplement	0	0	0	0	15,164
Other State Grants	0	0	0	0	343,261
Other State Revenues	0	0	0	0	555
Total State of Tennessee	\$ 2,810,091	\$ 0	\$ 0	\$ 0	5,393,791

(Continued)

Exhibit K-8

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

	Special Revenue Fund	Debt Service Funds		Capital Projects Fund	Total
	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Federal Government</u>					
<u>Federal Through State</u>					
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 0	\$ 36,074
Disaster Relief	11,528	0	0	0	11,528
Homeland Security Grants	0	0	0	0	22,871
Medicaid	0	0	0	0	268,286
Law Enforcement Grants	0	0	0	0	12,049
COVID-19 Grant #4	0	0	0	0	258,050
Other Federal through State	0	0	0	0	56,241
<u>Direct Federal Revenue</u>					
Forest Service	0	0	0	0	6,706
Tax Credit Bond Rebate	0	0	0	0	138,387
American Rescue Plan Act Grant #6	0	0	0	5,489,174	5,489,174
<b>Total Federal Government</b>	<b>\$ 11,528</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 5,489,174</b>	<b>\$ 6,299,366</b>
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 350,500	\$ 18,000	\$ 665,999
Contracted Services	0	0	0	0	24,589
<u>Citizens Groups</u>					
Donations	0	0	0	0	33,269
<u>Other</u>					
Opioid Settlement Funds - Past Remediation	0	0	0	0	173,249
<b>Total Other Governments and Citizens Groups</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 350,500</b>	<b>\$ 18,000</b>	<b>\$ 897,106</b>
<b>Total</b>	<b>\$ 2,880,357</b>	<b>\$ 1,949,189</b>	<b>\$ 5,180,622</b>	<b>\$ 7,026,664</b>	<b>\$ 47,377,321</b>

Exhibit K-9

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

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 9,346,756	\$ 0	\$ 0	\$ 0	\$ 9,346,756
Trustee's Collections - Prior Year	257,516	0	0	0	257,516
Trustee's Collections - Bankruptcy	688	0	0	0	688
Circuit Clerk/Clerk and Master Collections - Prior Years	43,209	0	0	0	43,209
Interest and Penalty	69,631	0	0	0	69,631
Payments in-Lieu-of Taxes - T.V.A.	521	0	0	0	521
Payments in-Lieu-of Taxes - Local Utilities	13,097	0	0	0	13,097
Payments in-Lieu-of Taxes - Other	125,123	0	0	0	125,123
<u>County Local Option Taxes</u>					
Local Option Sales Tax	6,556,795	0	0	0	6,556,795
Mixed Drink Tax	38,309	0	0	0	38,309
Total Local Taxes	<u>\$ 16,451,645</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 16,451,645</u>
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 2,282	\$ 0	\$ 0	\$ 0	\$ 2,282
Total Licenses and Permits	<u>\$ 2,282</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,282</u>
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Lunch Payments - Children	\$ 0	\$ 0	\$ 413,659	\$ 0	\$ 413,659
Lunch Payments - Adults	0	0	57,488	0	57,488
Income from Breakfast	0	0	68,366	0	68,366
A la Carte Sales	0	0	226,883	0	226,883

(Continued)

Exhibit K-9

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

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Receipts from Individual Schools	\$ 98,141	\$ 0	\$ 0	\$ 0	\$ 98,141
Total Charges for Current Services	<u>\$ 98,141</u>	<u>\$ 0</u>	<u>\$ 766,396</u>	<u>\$ 0</u>	<u>\$ 864,537</u>
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 42,389	\$ 0	\$ 2,030	\$ 0	\$ 44,419
Sale of Materials and Supplies	1,440	0	0	0	1,440
Miscellaneous Refunds	3,131	0	0	0	3,131
<u>Nonrecurring Items</u>					
Sale of Equipment	74,878	0	69	0	74,947
Damages Recovered from Individuals	1,653	0	0	0	1,653
Contributions and Gifts	62,226	0	0	0	62,226
<u>Other Local Revenues</u>					
Other Local Revenues	22,672	0	0	1,764,601	1,787,273
Total Other Local Revenues	<u>\$ 208,389</u>	<u>\$ 0</u>	<u>\$ 2,099</u>	<u>\$ 1,764,601</u>	<u>\$ 1,975,089</u>
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
On-behalf Contributions for OPEB	\$ 163,084	\$ 0	\$ 0	\$ 0	\$ 163,084
<u>State Education Funds</u>					
Basic Education Program	24,390,170	0	0	0	24,390,170
Early Childhood Education	654,025	0	0	0	654,025
School Food Service	0	0	22,670	0	22,670
Driver Education	19,580	0	0	0	19,580

(Continued)

Exhibit K-9

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

	<u>Special Revenue Funds</u>					Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School		
<u>State of Tennessee (Cont.)</u>						
<u>State Education Funds (Cont.)</u>						
Other State Education Funds	\$ 232,233	\$ 0	\$ 0	\$ 0	\$ 0	\$ 232,233
Coordinated School Health	84,994	0	0	0	0	84,994
Family Resource Centers	59,223	0	0	0	0	59,223
Career Ladder Program	44,103	0	0	0	0	44,103
Other Vocational	218,924	0	0	0	0	218,924
<u>Other State Revenues</u>						
Alcoholic Beverage Tax	4,114	0	0	0	0	4,114
State Revenue Sharing - T.V.A.	671,240	0	0	0	0	671,240
Other State Grants	95,158	0	0	0	0	95,158
Safe Schools	87,495	0	0	0	0	87,495
Total State of Tennessee	\$ 26,724,343	\$ 0	\$ 22,670	\$ 0	\$ 0	\$ 26,747,013
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,498,529	\$ 0	\$ 0	\$ 1,498,529
USDA - Commodities	0	0	207,323	0	0	207,323
Breakfast	0	0	500,577	0	0	500,577
USDA - Other	0	0	343,759	0	0	343,759
Vocational Education - Basic Grants to States	0	125,144	0	0	0	125,144
Title I Grants to Local Education Agencies	0	1,190,535	0	0	0	1,190,535
Special Education - Grants to States	0	1,145,787	0	0	0	1,145,787
Special Education Preschool Grants	0	36,515	0	0	0	36,515
English Language Acquisition Grants	0	14,506	0	0	0	14,506
Eisenhower Professional Development State Grants	0	224,805	0	0	0	224,805

(Continued)

Exhibit K-9

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

	<u>Special Revenue Funds</u>					Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School		
<u>Federal Government (Cont.)</u>						
<u>Federal Through State (Cont.)</u>						
COVID-19 Grant B	\$ 0	\$ 845,864	\$ 0	\$ 0	\$ 0	\$ 845,864
COVID-19 Grant D	0	44,000	0	0	0	44,000
American Rescue Plan Act Grant #1	0	2,465,610	0	0	0	2,465,610
American Rescue Plan Act Grant #2	0	243,854	0	0	0	243,854
American Rescue Plan Act Grant #3	0	13,260	0	0	0	13,260
American Rescue Plan Act Grant #4	0	894	0	0	0	894
Other Federal through State	99,023	970,426	0	0	0	1,069,449
<u>Direct Federal Revenue</u>						
ROTC Reimbursement	58,186	0	0	0	0	58,186
Total Federal Government	<u>\$ 157,209</u>	<u>\$ 7,321,200</u>	<u>\$ 2,550,188</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 10,028,597</u>
Total	<u>\$ 43,642,009</u>	<u>\$ 7,321,200</u>	<u>\$ 3,341,353</u>	<u>\$ 1,764,601</u>	<u>\$ 0</u>	<u>\$ 56,069,163</u>

Exhibit K-10

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

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	25,025	
Social Security		1,914	
Audit Services		24,313	
Communication		916	
Dues and Memberships		1,700	
Printing, Stationery, and Forms		1,196	
Travel		5,930	
Total County Commission			\$ 60,994

Board of Equalization

Board and Committee Members Fees	\$	1,250	
Social Security		96	
Total Board of Equalization			1,346

Other Boards and Committees

Board and Committee Members Fees	\$	46,725	
Social Security		3,575	
Contributions		20,000	
Travel		332	
Total Other Boards and Committees			70,632

County Mayor/Executive

County Official/Administrative Officer	\$	112,246	
ADA Coordinator		50,301	
Purchasing Personnel		38,325	
Secretary(ies)		45,689	
Part-time Personnel		24,651	
Educational Incentive - Other County Employees		33,000	
Other Salaries and Wages		5,069	
Social Security		21,305	
Pensions		14,203	
Employee and Dependent Insurance		230	
Life Insurance		127	
Medical Insurance		25,094	
Dental Insurance		525	
Unemployment Compensation		111	
Communication		8,991	
Dues and Memberships		17,055	
Legal Notices, Recording, and Court Costs		5,849	
Maintenance Agreements		2,325	
Printing, Stationery, and Forms		210	
Travel		7,003	
Tuition		150	
Other Contracted Services		40	
Office Supplies		4,182	
Other Charges		9,822	
Total County Mayor/Executive			426,503

(Continued)

Exhibit K-10

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

General Fund (Cont.)

General Government (Cont.)

County Attorney

County Official/Administrative Officer	\$	1,500	
Legal Services		125,248	
Total County Attorney			\$ 126,748

Election Commission

County Official/Administrative Officer	\$	87,465	
Deputy(ies)		73,282	
Clerical Personnel		7,294	
Overtime Pay		1,013	
Other Salaries and Wages		3,937	
Election Commission		5,025	
Election Workers		70,190	
Social Security		16,210	
Pensions		8,227	
Employee and Dependent Insurance		94	
Life Insurance		72	
Medical Insurance		19,990	
Dental Insurance		343	
Unemployment Compensation		76	
Communication		3,093	
Legal Notices, Recording, and Court Costs		46,412	
Maintenance Agreements		29,524	
Maintenance and Repair Services - Equipment		1,043	
Postal Charges		2,011	
Travel		2,079	
Other Contracted Services		2,517	
Office Supplies		6,816	
Total Election Commission			386,713

Register of Deeds

County Official/Administrative Officer	\$	97,183	
Deputy(ies)		131,121	
Part-time Personnel		22,624	
Other Salaries and Wages		3,937	
Social Security		18,609	
Pensions		8,666	
Employee and Dependent Insurance		199	
Life Insurance		110	
Medical Insurance		19,650	
Dental Insurance		372	
Unemployment Compensation		149	
Communication		2,182	
Dues and Memberships		1,068	
Lease Payments		19,155	
Maintenance Agreements		2,964	
Travel		1,705	
Tuition		1,155	

(Continued)

Exhibit K-10

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Other Contracted Services	\$	224	
Data Processing Supplies		1,500	
Office Supplies		2,280	
Other Charges		4,127	
Furniture and Fixtures		3,094	
Total Register of Deeds			\$ 342,074

Codes Compliance

Assistant(s)	\$	51,503	
Supervisor/Director		56,000	
Secretary(ies)		32,000	
Other Salaries and Wages		3,396	
Social Security		10,553	
Pensions		5,744	
Employee and Dependent Insurance		117	
Life Insurance		72	
Medical Insurance		20,790	
Dental Insurance		343	
Unemployment Compensation		63	
Communication		1,791	
Consultants		1,470	
Dues and Memberships		745	
Legal Notices, Recording, and Court Costs		907	
Maintenance Agreements		2,495	
Maintenance and Repair Services - Vehicles		253	
Printing, Stationery, and Forms		260	
Travel		400	
Tuition		575	
Other Contracted Services		1,368	
Gasoline		3,992	
Office Supplies		1,915	
Total Codes Compliance			196,752

County Buildings

Assistant(s)	\$	42,578	
Supervisor/Director		56,241	
Custodial Personnel		76,810	
Maintenance Personnel		89,560	
Part-time Personnel		11,464	
Overtime Pay		8,577	
Other Salaries and Wages		7,330	
Social Security		21,606	
Pensions		7,773	
Employee and Dependent Insurance		187	
Life Insurance		162	
Medical Insurance		39,410	
Dental Insurance		458	

(Continued)

Exhibit K-10

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Unemployment Compensation	\$	169	
Communication		4,083	
Maintenance Agreements		177,716	
Maintenance and Repair Services - Buildings		165,723	
Maintenance and Repair Services - Equipment		5,886	
Maintenance and Repair Services - Vehicles		1,982	
Pest Control		2,940	
Other Contracted Services		13,271	
Custodial Supplies		18,738	
Electricity		96,797	
Gasoline		8,605	
Natural Gas		20,999	
Office Supplies		943	
Uniforms		548	
Water and Sewer		5,030	
Total County Buildings			\$ 885,586

Other General Administration

Data Processing Personnel	\$	49,489	
Social Security		3,786	
Pensions		2,475	
Unemployment Compensation		21	
Communication		14,118	
Data Processing Services		5,778	
Maintenance Agreements		18,657	
Postal Charges		73,605	
Tuition		2,100	
Other Contracted Services		60,000	
Total Other General Administration			230,029

Preservation of Records

Communication	\$	66	
Other Supplies and Materials		500	
Total Preservation of Records			566

Finance

Accounting and Budgeting

Supervisor/Director	\$	91,785	
Accountants/Bookkeepers		271,099	
Other Salaries and Wages		9,056	
Social Security		24,931	
Pensions		17,940	
Employee and Dependent Insurance		304	
Life Insurance		200	
Medical Insurance		46,850	
Dental Insurance		687	
Unemployment Compensation		168	

(Continued)

Exhibit K-10

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Communication	\$	2,612	
Dues and Memberships		535	
Maintenance Agreements		35,488	
Travel		5,815	
Tuition		658	
Office Supplies		6,344	
Furniture and Fixtures		805	
Total Accounting and Budgeting			\$ 515,277

Property Assessor's Office

County Official/Administrative Officer	\$	97,183	
Clerical Personnel		166,967	
Other Salaries and Wages		7,233	
Social Security		18,395	
Pensions		12,094	
Employee and Dependent Insurance		125	
Life Insurance		112	
Medical Insurance		24,039	
Dental Insurance		429	
Unemployment Compensation		84	
Audit Services		24,900	
Communication		2,828	
Data Processing Services		27,343	
Dues and Memberships		1,800	
Maintenance Agreements		1,105	
Maintenance and Repair Services - Vehicles		703	
Printing, Stationery, and Forms		550	
Gasoline		3,548	
Office Supplies		2,891	
Other Charges		3,030	
Total Property Assessor's Office			395,359

Reappraisal Program

Part-time Personnel	\$	58,367	
Overtime Pay		910	
Other Salaries and Wages		4,081	
Social Security		5,017	
Pensions		174	
Unemployment Compensation		93	
Other Contracted Services		4,150	
Data Processing Supplies		500	
Total Reappraisal Program			73,292

County Trustee's Office

County Official/Administrative Officer	\$	97,183	
Deputy(ies)		142,461	
Other Salaries and Wages		4,528	

(Continued)

Exhibit K-10

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Social Security	\$	18,498	
Pensions		12,177	
Employee and Dependent Insurance		239	
Life Insurance		116	
Medical Insurance		18,952	
Dental Insurance		429	
Unemployment Compensation		86	
Communication		2,271	
Dues and Memberships		1,298	
Maintenance Agreements		17,322	
Postal Charges		8,500	
Printing, Stationery, and Forms		929	
Travel		1,843	
Other Contracted Services		7,467	
Office Supplies		2,372	
Total County Trustee's Office			\$ 336,671

County Clerk's Office

County Official/Administrative Officer	\$	97,183	
Deputy(ies)		209,515	
Part-time Personnel		3,514	
Other Salaries and Wages		4,528	
Social Security		23,488	
Pensions		11,146	
Employee and Dependent Insurance		274	
Life Insurance		162	
Medical Insurance		33,601	
Dental Insurance		786	
Unemployment Compensation		201	
Communication		4,490	
Dues and Memberships		943	
Maintenance Agreements		15,884	
Printing, Stationery, and Forms		1,640	
Travel		4,054	
Tuition		1,270	
Office Supplies		4,369	
Other Charges		9,775	
Total County Clerk's Office			426,823

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	97,183	
Deputy(ies)		785,717	
Other Salaries and Wages		39,709	
Jury and Witness Expense		7,210	
Other Per Diem and Fees		13,875	
Social Security		71,089	

(Continued)

Exhibit K-10

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Pensions	\$	30,561	
Employee and Dependent Insurance		783	
Life Insurance		528	
Medical Insurance		108,266	
Dental Insurance		2,035	
Unemployment Compensation		617	
Communication		10,180	
Dues and Memberships		2,770	
Maintenance Agreements		73,611	
Printing, Stationery, and Forms		14,591	
Travel		540	
Duplicating Supplies		2,548	
Office Supplies		10,878	
Total Circuit Court			\$ 1,272,691

General Sessions Judge

Judge(s)	\$	368,970	
Secretary(ies)		19,656	
Other Salaries and Wages		541	
Social Security		27,284	
Pensions		15,965	
Employee and Dependent Insurance		78	
Life Insurance		45	
Medical Insurance		14,100	
Dental Insurance		233	
Unemployment Compensation		18	
Communication		839	
Dues and Memberships		2,340	
Evaluation and Testing		13,300	
Travel		438	
Tuition		475	
Other Contracted Services		1,255	
Office Supplies		1,003	
Periodicals		4,092	
Data Processing Equipment		2,298	
Total General Sessions Judge			472,930

Drug Court

Drug Treatment	\$	31,874	
Total Drug Court			31,874

Chancery Court

County Official/Administrative Officer	\$	97,183	
Deputy(ies)		162,115	
Other Salaries and Wages		7,872	
Social Security		20,043	
Pensions		13,095	

(Continued)

Exhibit K-10

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Employee and Dependent Insurance	\$	180	
Life Insurance		118	
Medical Insurance		24,870	
Dental Insurance		439	
Unemployment Compensation		126	
Communication		2,892	
Dues and Memberships		2,363	
Legal Notices, Recording, and Court Costs		2,000	
Maintenance Agreements		15,583	
Printing, Stationery, and Forms		1,271	
Travel		128	
Tuition		405	
Office Supplies		2,374	
Periodicals		903	
Other Supplies and Materials		21,966	
Data Processing Equipment		2,275	
Total Chancery Court			\$ 378,201

Office of Public Defender

Secretary(ies)	\$	4,406	
Social Security		317	
Pensions		88	
Employee and Dependent Insurance		8	
Life Insurance		4	
Medical Insurance		1,217	
Dental Insurance		19	
Travel		116	
Other Contracted Services		3,200	
Total Office of Public Defender			9,375

Judicial Commissioners

County Official/Administrative Officer	\$	127,637	
Part-time Personnel		7,292	
Overtime Pay		12,177	
Other Salaries and Wages		20,989	
Social Security		12,619	
Pensions		2,843	
Employee and Dependent Insurance		47	
Life Insurance		94	
Medical Insurance		6,550	
Dental Insurance		343	
Unemployment Compensation		108	
Dues and Memberships		700	
Maintenance Agreements		898	
Office Supplies		1,483	
Total Judicial Commissioners			193,780

(Continued)

Exhibit K-10

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

General Fund (Cont.)

Administration of Justice (Cont.)

Probation Services

Supervisor/Director	\$	47,250	
Probation Officer(s)		178,092	
Secretary(ies)		32,712	
Part-time Personnel		104	
Other Salaries and Wages		7,924	
Social Security		18,333	
Pensions		10,725	
Employee and Dependent Insurance		214	
Life Insurance		164	
Medical Insurance		37,286	
Dental Insurance		635	
Unemployment Compensation		165	
Communication		3,209	
Maintenance Agreements		6,311	
Printing, Stationery, and Forms		794	
Travel		413	
Tuition		784	
Office Supplies		4,351	
Uniforms		462	
Other Supplies and Materials		6,784	
Total Probation Services			\$ 356,712

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	106,901
Deputy(ies)		2,013,843
Salary Supplements		40,000
Secretary(ies)		42,910
Clerical Personnel		86,936
Overtime Pay		55,609
Other Salaries and Wages		200,590
Social Security		190,580
Pensions		95,719
Employee and Dependent Insurance		1,508
Life Insurance		1,180
Medical Insurance		296,892
Dental Insurance		4,921
Unemployment Compensation		1,176
Communication		40,258
Dues and Memberships		3,275
Evaluation and Testing		1,200
Maintenance Agreements		26,071
Maintenance and Repair Services - Equipment		1,542
Maintenance and Repair Services - Vehicles		57,068
Postal Charges		900
Printing, Stationery, and Forms		1,941
Travel		5,475

(Continued)

Exhibit K-10

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Tuition	\$	6,857	
Other Contracted Services		113,497	
Gasoline		219,803	
Law Enforcement Supplies		3,975	
Office Supplies		5,561	
Uniforms		14,235	
Workers' Compensation Insurance		46,908	
Principal on Leases		22,278	
Interest on Leases		3,904	
Law Enforcement Equipment		3,789	
Motor Vehicles		714,558	
Total Sheriff's Department			\$ 4,431,860

Traffic Control

Contracts with Other Public Agencies	\$	1,100	
Road Signs		2,602	
Total Traffic Control			3,702

Administration of the Sexual Offender Registry

Law Enforcement Supplies	\$	14,159	
Total Administration of the Sexual Offender Registry			14,159

Jail

Deputy(ies)	\$	406,682	
Guards		2,047,043	
Clerical Personnel		32,773	
Maintenance Personnel		42,040	
Overtime Pay		91,830	
Bonus Payments		6,460	
Other Salaries and Wages		238,496	
Social Security		212,809	
Pensions		68,268	
Employee and Dependent Insurance		1,744	
Life Insurance		1,532	
Medical Insurance		299,253	
Dental Insurance		5,343	
Unemployment Compensation		2,350	
Communication		21,678	
Maintenance Agreements		11,075	
Maintenance and Repair Services - Equipment		31,819	
Medical and Dental Services		335,257	
Printing, Stationery, and Forms		240	
Transportation - Other than Students		344	
Travel		2,493	
Tuition		11,403	
Other Contracted Services		771,196	
Custodial Supplies		47,900	

(Continued)

Exhibit K-10

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Electricity	\$	159,511	
Food Supplies		500,419	
Law Enforcement Supplies		11,910	
Natural Gas		55,456	
Office Supplies		6,611	
Prisoners Clothing		20,064	
Uniforms		8,758	
Water and Sewer		115,882	
Workers' Compensation Insurance		66,531	
Total Jail			\$ 5,635,170

Juvenile Services

Supervisor/Director	\$	54,966	
Youth Service Officer(s)		163,460	
Salary Supplements		9,000	
Other Salaries and Wages		13,460	
Social Security		17,892	
Pensions		10,454	
Employee and Dependent Insurance		176	
Life Insurance		114	
Medical Insurance		32,466	
Dental Insurance		544	
Unemployment Compensation		126	
Communication		6,190	
Contracts with Government Agencies		52,740	
Dues and Memberships		1,018	
Maintenance Agreements		1,260	
Travel		4,292	
Tuition		500	
Office Supplies		2,147	
Other Supplies and Materials		2,807	
Data Processing Equipment		145	
Furniture and Fixtures		510	
Total Juvenile Services			374,267

Rural Fire Protection

Contributions	\$	502,000	
Water and Sewer		2,828	
Total Rural Fire Protection			504,828

Civil Defense

Supervisor/Director	\$	58,306	
Deputy(ies)		49,500	
Part-time Personnel		16,320	
Overtime Pay		19,119	
Other Salaries and Wages		4,920	
Social Security		11,066	

(Continued)

Exhibit K-10

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Pensions	\$	6,551	
Employee and Dependent Insurance		47	
Life Insurance		48	
Medical Insurance		12,947	
Dental Insurance		229	
Unemployment Compensation		90	
Communication		7,535	
Dues and Memberships		395	
Maintenance and Repair Services - Vehicles		8,895	
Travel		137	
Tuition		3,462	
Food Supplies		2,323	
Gasoline		5,619	
Office Supplies		6,223	
Uniforms		3,322	
Other Supplies and Materials		10,936	
Maintenance Equipment		15,954	
Total Civil Defense			\$ 243,944

Rescue Squad

Contributions	\$	65,000	
Total Rescue Squad			65,000

County Coroner/Medical Examiner

Consultants	\$	1,800	
Medical and Dental Services		178,375	
Pauper Burials		1,545	
Total County Coroner/Medical Examiner			181,720

Other Public Safety

Supervisor/Director	\$	73,500	
Salary Supplements		10,400	
Dispatchers/Radio Operators		662,197	
Overtime Pay		89,369	
Other Salaries and Wages		77,418	
Social Security		68,209	
Pensions		27,804	
Employee and Dependent Insurance		590	
Life Insurance		418	
Medical Insurance		69,917	
Dental Insurance		1,523	
Unemployment Compensation		552	
Total Other Public Safety			1,081,897

Public Health and Welfare

Local Health Center

Medical Personnel	\$	301,887	
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(Continued)

Exhibit K-10

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Clerical Personnel	\$	25,180	
Other Salaries and Wages		7,924	
Social Security		24,623	
Pensions		12,770	
Employee and Dependent Insurance		285	
Life Insurance		184	
Medical Insurance		42,298	
Dental Insurance		735	
Unemployment Compensation		225	
Communication		4,933	
Contributions		40,000	
Dues and Memberships		375	
Maintenance and Repair Services - Buildings		1,655	
Travel		3,562	
Utilities		8,644	
Other Supplies and Materials		2,257	
Other Charges		8,681	
Total Local Health Center			\$ 486,218

Rabies and Animal Control

Supervisor/Director	\$	48,135	
Deputy(ies)		32,823	
Part-time Personnel		882	
Overtime Pay		9,823	
Other Salaries and Wages		3,830	
Social Security		6,955	
Pensions		3,611	
Life Insurance		48	
Medical Insurance		6,550	
Dental Insurance		229	
Unemployment Compensation		46	
Communication		2,493	
Maintenance and Repair Services - Buildings		718	
Maintenance and Repair Services - Vehicles		3,750	
Tuition		447	
Veterinary Services		16,474	
Animal Food and Supplies		2,489	
Custodial Supplies		693	
Drugs and Medical Supplies		3,040	
Gasoline		4,507	
Office Supplies		1,044	
Uniforms		1,086	
Other Charges		132	
Total Rabies and Animal Control			149,805

Appropriation to State

Contributions	\$	81,554	
Total Appropriation to State			81,554

(Continued)

Exhibit K-10

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

General Welfare Assistance

Contributions	\$ 9,054	
Total General Welfare Assistance		\$ 9,054

Other Waste Disposal

Disposal Fees	\$ 73,604	
Total Other Waste Disposal		73,604

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$ 74,250	
Tax Relief Program	118,446	
Total Senior Citizens Assistance		192,696

Libraries

Supervisor/Director	\$ 104,000	
Data Processing Personnel	60,320	
Librarians	386,642	
Part-time Personnel	123,081	
Other Salaries and Wages	22,390	
Social Security	51,021	
Pensions	19,446	
Employee and Dependent Insurance	632	
Life Insurance	376	
Medical Insurance	84,339	
Dental Insurance	1,552	
Unemployment Compensation	781	
Communication	8,388	
Data Processing Services	1,337	
Dues and Memberships	1,389	
Janitorial Services	14,385	
Maintenance Agreements	51,096	
Printing, Stationery, and Forms	913	
Travel	1,934	
Tuition	185	
Other Contracted Services	25,309	
Riprap	27,750	
Library Books/Media	106,732	
Office Supplies	10,407	
Periodicals	831	
Utilities	22,490	
Other Supplies and Materials	24,327	
Office Equipment	15,624	
Total Libraries		1,167,677

Other Social, Cultural, and Recreational

Librarians	\$ 3,549	
Social Security	272	

(Continued)

Exhibit K-10

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Other Social, Cultural, and Recreational (Cont.)

Pensions	\$	57	
Unemployment Compensation		5	
Other Contracted Services		33,028	
Library Books/Media		974	
Other Supplies and Materials		8,317	
Building Improvements		60,733	
Office Equipment		6,889	
Total Other Social, Cultural, and Recreational	\$		113,824

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$	182,534	
Other Fringe Benefits		59,175	
Communication		1,955	
Contracts with Private Agencies		57,225	
Maintenance and Repair Services - Office Equipment		5,116	
Travel		500	
Data Processing Supplies		1,000	
Utilities		1,760	
Total Agricultural Extension Service			309,265

Soil Conservation

Secretary(ies)	\$	40,094	
Clerical Personnel		20,272	
Other Salaries and Wages		1,132	
Social Security		4,164	
Pensions		2,392	
Employee and Dependent Insurance		48	
Life Insurance		40	
Medical Insurance		9,250	
Dental Insurance		162	
Unemployment Compensation		42	
Contributions		3,000	
Total Soil Conservation			80,596

Other Operations

Tourism

Contributions	\$	6,000	
Total Tourism			6,000

Industrial Development

Contributions	\$	314,751	
Engineering Services		56,127	
Total Industrial Development			370,878

Veterans' Services

Clerical Personnel	\$	18,821	
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(Continued)

Exhibit K-10

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

General Fund (Cont.)

Other Operations (Cont.)

Veterans' Services (Cont.)

Other Salaries and Wages	\$	541	
Social Security		1,481	
Unemployment Compensation		21	
Communication		1,860	
Maintenance Agreements		623	
Travel		525	
Electricity		3,221	
Natural Gas		278	
Office Supplies		347	
Water and Sewer		322	
Total Veterans' Services			\$ 28,040

Other Charges

Contributions	\$	77,367	
Other Contracted Services		27,776	
Electricity		60,000	
Liability Insurance		649,318	
Trustee's Commission		306,035	
Workers' Compensation Insurance		25,036	
Liability Claims		48,526	
Specialized Medical Treatment		49,987	
Other Charges		13,587	
Total Other Charges			1,257,632

Contributions to Other Agencies

Contributions	\$	51,020	
Total Contributions to Other Agencies			51,020

Payments to Cities

Contributions	\$	36,500	
Total Payments to Cities			36,500

COVID-19 Grant #4

Health Equipment	\$	258,050	
Total COVID-19 Grant #4			258,050

Miscellaneous

Contributions	\$	18,000	
Total Miscellaneous			18,000

Total General Fund \$ 24,417,888

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

Supervisor/Director	\$	56,241	
Secretary(ies)		40,630	

(Continued)

Exhibit K-10

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Sanitation Management (Cont.)

Part-time Personnel	\$	547	
Other Salaries and Wages		3,643	
Social Security		7,044	
Pensions		5,026	
Employee and Dependent Insurance		47	
Life Insurance		36	
Medical Insurance		14,100	
Dental Insurance		229	
Unemployment Compensation		37	
Communication		6,138	
Maintenance and Repair Services - Buildings		8,636	
Postal Charges		1,237	
Travel		47	
Custodial Supplies		622	
Utilities		8,954	
Other Supplies and Materials		5,572	
Trustee's Commission		25,293	
Other Charges		14,394	
Total Sanitation Management			\$ 198,473

Waste Pickup

Truck Drivers	\$	167,773	
Guards		38,626	
Overtime Pay		16,867	
Other Salaries and Wages		12,047	
Social Security		17,195	
Pensions		6,781	
Employee and Dependent Insurance		94	
Life Insurance		144	
Medical Insurance		32,635	
Dental Insurance		343	
Unemployment Compensation		105	
Contracts with Government Agencies		24,348	
Contracts with Private Agencies		515,124	
Maintenance and Repair Services - Equipment		353	
Maintenance and Repair Services - Vehicles		25,260	
Diesel Fuel		73,036	
Food Supplies		2,472	
Garage Supplies		5,452	
Gasoline		8,192	
Tires and Tubes		13,144	
Uniforms		1,061	
Other Supplies and Materials		2,789	
Vehicle and Equipment Insurance		37,082	
Total Waste Pickup			1,000,923

(Continued)

Exhibit K-10

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Convenience Centers

Attendants	\$	261,699	
Part-time Personnel		33,320	
Overtime Pay		454	
Other Salaries and Wages		20,500	
Social Security		23,578	
Pensions		5,024	
Employee and Dependent Insurance		281	
Life Insurance		180	
Medical Insurance		32,433	
Dental Insurance		516	
Unemployment Compensation		312	
Communication		5,955	
Maintenance and Repair Services - Buildings		8,270	
Maintenance and Repair Services - Equipment		28,151	
Rentals		7,630	
Crushed Stone		501	
Electricity		12,649	
Solid Waste Equipment		278,395	
Other Equipment		217	
Total Convenience Centers			\$ 720,065

Other Waste Collection

Supervisor/Director	\$	16,064	
Secretary(ies)		4,200	
Attendants		5,600	
Overtime Pay		438	
Social Security		1,973	
Pensions		1,026	
Unemployment Compensation		26	
Maintenance and Repair Services - Equipment		155	
Other Contracted Services		124,526	
Crushed Stone		366	
Office Supplies		671	
Total Other Waste Collection			155,045

Other Operations

Other Charges

Workers' Compensation Insurance	\$	22,256	
Total Other Charges			22,256

Total Solid Waste/Sanitation Fund \$ 2,096,762

Ambulance Service Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Assistant(s)	\$	60,865	
Supervisor/Director		76,801	

(Continued)

Exhibit K-10

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

Ambulance Service Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Accountants/Bookkeepers	\$	36,488	
Medical Personnel		940,099	
Clerical Personnel		11,499	
Overtime Pay		638,252	
Other Salaries and Wages		31,731	
Social Security		133,499	
Pensions		54,464	
Employee and Dependent Insurance		734	
Life Insurance		630	
Medical Insurance		124,858	
Dental Insurance		2,363	
Unemployment Compensation		1,021	
Communication		17,641	
Consultants		3,500	
Dues and Memberships		835	
Licenses		2,706	
Maintenance Agreements		22,148	
Maintenance and Repair Services - Equipment		10,928	
Maintenance and Repair Services - Vehicles		49,366	
Matching Share		138,793	
Travel		1,741	
Tuition		15,276	
Other Contracted Services		4,395	
Custodial Supplies		1,982	
Drugs and Medical Supplies		70,716	
Gasoline		71,673	
Office Supplies		5,159	
Tires and Tubes		5,966	
Uniforms		11,862	
Utilities		28,419	
Other Supplies and Materials		2,683	
Liability Insurance		13,916	
Trustee's Commission		35,583	
Vehicle and Equipment Insurance		59,148	
Workers' Compensation Insurance		91,954	
Communication Equipment		1,496	
Data Processing Equipment		7,467	
Furniture and Fixtures		1,100	
Total Ambulance/Emergency Medical Services			\$ <u>2,789,757</u>

Total Ambulance Service Fund \$ 2,789,757

Local Purpose Tax Fund

Other Operations

Industrial Development

Contracts with Government Agencies	\$	75,000
Engineering Services		2,710

(Continued)

Exhibit K-10

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

<u>Local Purpose Tax Fund (Cont.)</u>			
<u>Other Operations (Cont.)</u>			
<u>Industrial Development (Cont.)</u>			
Other Contracted Services	\$	22,000	
Utilities		1,338	
Trustee's Commission		5,816	
Total Industrial Development		<u>5,816</u>	\$ 106,864
Total Local Purpose Tax Fund			\$ 106,864
<u>Drug Control Fund</u>			
<u>Public Safety</u>			
<u>Drug Enforcement</u>			
Confidential Drug Enforcement Payments	\$	25,000	
Maintenance and Repair Services - Office Equipment		968	
Maintenance and Repair Services - Vehicles		1,477	
Tuition		165	
Veterinary Services		1,101	
Animal Food and Supplies		1,756	
Law Enforcement Supplies		7,206	
Uniforms		2,246	
Refunds		13,000	
Trustee's Commission		506	
Communication Equipment		17,100	
Data Processing Equipment		5,876	
Law Enforcement Equipment		8,076	
Motor Vehicles		139,078	
Total Drug Enforcement		<u>139,078</u>	\$ 223,555
Total Drug Control Fund			223,555
<u>Constitutional Officers - Fees Fund</u>			
<u>Finance</u>			
<u>County Trustee's Office</u>			
Constitutional Officers' Operating Expenses	\$	100	
Total County Trustee's Office		<u>100</u>	\$ 100
Total Constitutional Officers - Fees Fund			100
<u>Highway/Public Works Fund</u>			
<u>Highways</u>			
<u>Administration</u>			
County Official/Administrative Officer	\$	106,901	
Assistant(s)		18,077	
Supervisor/Director		2,130	
Secretary(ies)		45,400	
Other Salaries and Wages		1,132	
Board and Committee Members Fees		4,862	
Social Security		13,590	
Pensions		8,575	

(Continued)

Exhibit K-10

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Employee and Dependent Insurance	\$	47	
Life Insurance		796	
Medical Insurance		11,256	
Dental Insurance		143	
Unemployment Compensation		44	
Accounting Services		12,000	
Dues and Memberships		3,995	
Evaluation and Testing		350	
Legal Services		433	
Maintenance and Repair Services - Office Equipment		746	
Travel		1,269	
Other Contracted Services		1,217	
Drugs and Medical Supplies		47	
Office Supplies		789	
Other Charges		3,058	
Total Administration			\$ 236,857

Highway and Bridge Maintenance

Equipment Operators	\$	600,288	
Overtime Pay		5,918	
Other Salaries and Wages		20,376	
Social Security		47,328	
Pensions		21,854	
Employee and Dependent Insurance		710	
Life Insurance		6,195	
Medical Insurance		169,501	
Dental Insurance		1,963	
Unemployment Compensation		3,465	
Other Contracted Services		56,621	
Asphalt - Cold Mix		14,668	
Asphalt - Liquid		448,694	
Concrete		636	
Crushed Stone		152,459	
Pipe - Concrete		12,841	
Road Signs		8,146	
Salt		12,436	
Other Supplies and Materials		16,392	
Total Highway and Bridge Maintenance			1,600,491

Operation and Maintenance of Equipment

Mechanic(s)	\$	75,296	
Overtime Pay		31	
Other Salaries and Wages		2,264	
Social Security		5,902	
Pensions		3,880	
Employee and Dependent Insurance		90	
Life Insurance		708	

(Continued)

Exhibit K-10

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Medical Insurance	\$	20,357	
Dental Insurance		219	
Unemployment Compensation		340	
Laundry Service		4,200	
Diesel Fuel		109,095	
Equipment and Machinery Parts		143,315	
Garage Supplies		15,109	
Gasoline		27,656	
Lubricants		15,866	
Tires and Tubes		19,361	
Other Supplies and Materials		2,962	
Total Operation and Maintenance of Equipment			\$ 446,651

Other Charges

Communication	\$	4,871	
Electricity		7,062	
Natural Gas		4,158	
Water and Sewer		686	
Liability Insurance		57,820	
Trustee's Commission		28,611	
Workers' Compensation Insurance		151,098	
Other Charges		5,998	
Total Other Charges			260,304

Capital Outlay

Engineering Services	\$	60,723	
Highway Equipment		67,762	
Motor Vehicles		161,039	
Total Capital Outlay			289,524

Total Highway/Public Works Fund \$ 2,833,827

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	705,000	
Principal on Notes		159,000	
Total General Government			\$ 864,000

Interest on Debt

General Government

Interest on Bonds	\$	490,056	
Interest on Notes		31,929	
Total General Government			521,985

(Continued)

Exhibit K-10

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

General Debt Service Fund (Cont.)

Other Debt Service

General Government

Financial Advisory Services	\$	8,000	
Fiscal Agent Charges		1,500	
Other Contracted Services		4,875	
Trustee's Commission		25,464	
Total General Government			\$ 39,839

Total General Debt Service Fund \$ 1,425,824

Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$	1,905,000	
Principal on Other Loans		173,140	
Total Education			\$ 2,078,140

Interest on Debt

Education

Interest on Bonds	\$	1,892,000	
Interest on Other Loans		133,408	
Total Education			2,025,408

Other Debt Service

Education

Financial Advisory Services	\$	8,000	
Fiscal Agent Charges		8,820	
Other Contracted Services		2,375	
Trustee's Commission		61,148	
Total Education			80,343

Total Rural Debt Service Fund 4,183,891

General Capital Projects Fund

Capital Projects

General Administration Projects

Other Contracted Services	\$	6,714	
Trustee's Commission		5,636	
Data Processing Equipment		18,245	
Furniture and Fixtures		8,900	
Office Equipment		18,940	
Total General Administration Projects			\$ 58,435

Public Safety Projects

Data Processing Equipment	\$	10,241	
Motor Vehicles		88,812	
Other Capital Outlay		310,508	
Total Public Safety Projects			409,561

(Continued)

Exhibit K-10

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

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Social, Cultural, and Recreation Projects

Building Improvements	\$ 50,359	
Total Social, Cultural, and Recreation Projects		\$ 50,359

Highway and Street Capital Projects

Bridge Construction	\$ 94,137	
Total Highway and Street Capital Projects		94,137

Education Capital Projects

Trustee's Commission	\$ 4,839	
Furniture and Fixtures	70,884	
Transportation Equipment	1,106,224	
Total Education Capital Projects		1,181,947

American Rescue Plan Act Grant #1

Building Construction	\$ 5,000	
Communication Equipment	1,623,750	
Total American Rescue Plan Act Grant #1		1,628,750

American Rescue Plan Act Grant #2

Communication Equipment	\$ 1,909,821	
Total American Rescue Plan Act Grant #2		1,909,821

American Rescue Plan Act Grant #3

Other Capital Outlay	\$ 34,037	
Total American Rescue Plan Act Grant #3		34,037

American Rescue Plan Act Grant #4

Motor Vehicles	\$ 257,050	
Health Equipment	112,543	
Total American Rescue Plan Act Grant #4		369,593

American Rescue Plan Act Grant #5

Building Construction	\$ 18,570	
Total American Rescue Plan Act Grant #5		18,570

Total General Capital Projects Fund		\$ 5,755,210
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Total Governmental Funds - Primary Government		\$ 43,833,678
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Exhibit K-11

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

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 12,373,823	
Career Ladder Program	21,292	
Homebound Teachers	12,409	
Instructional Computer Personnel	80,567	
Educational Assistants	378,086	
Other Salaries and Wages	398,821	
Certified Substitute Teachers	44,053	
Non-certified Substitute Teachers	172,358	
Social Security	789,744	
Pensions	1,091,557	
Life Insurance	17,456	
Medical Insurance	2,237,052	
Dental Insurance	109,277	
Employer Medicare	185,173	
Maintenance and Repair Services - Equipment	4,098	
Other Contracted Services	10,500	
Instructional Supplies and Materials	223,788	
Textbooks - Bound	576,964	
Other Supplies and Materials	16,293	
Other Charges	33,346	
Regular Instruction Equipment	75,311	
Total Regular Instruction Program		\$ 18,851,968

Alternative Instruction Program

Other Charges	\$ 37,908	
Total Alternative Instruction Program		37,908

Special Education Program

Teachers	\$ 1,898,343	
Career Ladder Program	4,000	
Homebound Teachers	12,688	
Educational Assistants	391,145	
Speech Pathologist	214,568	
Other Salaries and Wages	200,586	
Certified Substitute Teachers	8,694	
Non-certified Substitute Teachers	40,710	
Social Security	161,224	
Pensions	221,223	
Life Insurance	4,353	
Medical Insurance	540,353	
Dental Insurance	23,315	
Employer Medicare	37,753	
Evaluation and Testing	1,519	
Maintenance and Repair Services - Equipment	1,657	
Instructional Supplies and Materials	17,193	
Other Supplies and Materials	9,860	

(Continued)

Exhibit K-11

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Other Charges	\$	216	
Special Education Equipment		4,548	
Total Special Education Program			\$ 3,793,948

Career and Technical Education Program

Teachers	\$	1,218,956	
Career Ladder Program		1,000	
Other Salaries and Wages		30,223	
Certified Substitute Teachers		2,380	
Non-certified Substitute Teachers		20,785	
Social Security		72,568	
Pensions		100,869	
Life Insurance		1,503	
Medical Insurance		194,839	
Dental Insurance		9,726	
Employer Medicare		17,513	
Maintenance and Repair Services - Buildings		2,178	
Instructional Supplies and Materials		60,066	
In Service/Staff Development		1,111	
Other Charges		2,774	
Vocational Instruction Equipment		310,510	
Total Career and Technical Education Program			2,047,001

Student Body Education Program

Other Salaries and Wages	\$	57,385	
Social Security		3,333	
Pensions		4,354	
Employer Medicare		841	
Other Charges		10,098	
Total Student Body Education Program			76,011

Support Services

Attendance

Supervisor/Director	\$	94,052	
Clerical Personnel		46,896	
Other Salaries and Wages		3,000	
Social Security		8,469	
Pensions		10,723	
Life Insurance		145	
Medical Insurance		19,394	
Dental Insurance		797	
Employer Medicare		1,981	
Travel		474	
Other Contracted Services		46,254	
Other Supplies and Materials		331	
In Service/Staff Development		4,751	
Attendance Equipment		817	
Total Attendance			238,084

(Continued)

Exhibit K-11

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Health Services

Supervisor/Director	\$	62,572	
Medical Personnel		299,961	
Other Salaries and Wages		31,476	
Social Security		23,096	
Pensions		32,544	
Life Insurance		857	
Medical Insurance		105,537	
Dental Insurance		3,876	
Employer Medicare		5,398	
Travel		584	
Other Supplies and Materials		6,624	
In Service/Staff Development		3,692	
Other Charges		5,307	
Total Health Services			\$ 581,524

Other Student Support

Career Ladder Program	\$	2,000	
Guidance Personnel		737,930	
Psychological Personnel		31,831	
Secretary(ies)		64,463	
Other Salaries and Wages		27,975	
Social Security		50,841	
Pensions		71,022	
Life Insurance		1,123	
Medical Insurance		139,469	
Dental Insurance		2,791	
Employer Medicare		11,893	
Evaluation and Testing		31,447	
Travel		1,193	
Other Contracted Services		65	
In Service/Staff Development		586	
Total Other Student Support			1,174,629

Regular Instruction Program

Supervisor/Director	\$	298,098	
Career Ladder Program		2,000	
Librarians		439,218	
Secretary(ies)		73,775	
Educational Assistants		36,004	
Other Salaries and Wages		31,830	
Social Security		50,718	
Pensions		73,219	
Life Insurance		1,133	
Medical Insurance		160,633	
Dental Insurance		7,675	
Employer Medicare		11,861	

(Continued)

Exhibit K-11

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Travel	\$	11,662	
Library Books/Media		25,000	
Software		11,226	
In Service/Staff Development		5,375	
Total Regular Instruction Program			\$ 1,239,427

Special Education Program

Supervisor/Director	\$	85,641	
Career Ladder Program		732	
Psychological Personnel		220,793	
Secretary(ies)		24,007	
Other Salaries and Wages		10,810	
Social Security		20,179	
Pensions		28,108	
Life Insurance		369	
Medical Insurance		51,553	
Dental Insurance		2,252	
Employer Medicare		4,719	
Communication		1,389	
Maintenance and Repair Services - Equipment		3,045	
Travel		5,181	
Other Contracted Services		181,689	
Other Supplies and Materials		5,059	
In Service/Staff Development		4,763	
Other Charges		1,861	
Total Special Education Program			652,150

Career and Technical Education Program

Supervisor/Director	\$	68,204	
Other Salaries and Wages		1,500	
Social Security		4,401	
Pensions		6,275	
Life Insurance		72	
Employer Medicare		1,029	
Communication		666	
Travel		271	
In Service/Staff Development		1,394	
Total Career and Technical Education Program			83,812

Technology

Supervisor/Director	\$	86,749	
Other Salaries and Wages		153,724	
Social Security		12,918	
Pensions		16,749	
Life Insurance		290	
Medical Insurance		60,569	

(Continued)

Exhibit K-11

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology (Cont.)

Dental Insurance	\$	3,006	
Employer Medicare		3,021	
Maintenance and Repair Services - Equipment		4,605	
Internet Connectivity		69,564	
Travel		9,742	
Other Contracted Services		3,798	
Software		127,170	
In Service/Staff Development		1,149	
Other Equipment		177,440	
Total Technology			\$ 730,494

Other Programs

On-behalf Payments to OPEB	\$	163,084	
Total Other Programs			163,084

Board of Education

Board and Committee Members Fees	\$	9,805	
Social Security		487	
Pensions		3	
Medical Insurance		183,367	
Dental Insurance		12,760	
Employer Medicare		132	
Audit Services		9,500	
Dues and Memberships		17,447	
Legal Services		10,115	
Travel		266	
Other Contracted Services		16,427	
Software		4,000	
Liability Insurance		280,761	
Trustee's Commission		310,951	
Workers' Compensation Insurance		133,484	
In Service/Staff Development		16,407	
Other Charges		85,724	
Total Board of Education			1,091,636

Director of Schools

County Official/Administrative Officer	\$	138,110	
Career Ladder Program		1,000	
Secretary(ies)		42,661	
Clerical Personnel		44,656	
Other Salaries and Wages		11,784	
Social Security		13,338	
Pensions		17,601	
Life Insurance		217	
Medical Insurance		20,527	
Dental Insurance		1,449	

(Continued)

Exhibit K-11

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Employer Medicare	\$	3,205	
Communication		12,892	
Dues and Memberships		129	
Maintenance and Repair Services - Equipment		5,431	
Postal Charges		4,131	
Travel		88	
Office Supplies		5,500	
In Service/Staff Development		3,939	
Total Director of Schools			\$ 326,658

Office of the Principal

Principals	\$	859,086	
Career Ladder Program		5,000	
Accountants/Bookkeepers		98,910	
Assistant Principals		979,853	
Secretary(ies)		402,213	
Other Salaries and Wages		58,050	
Social Security		140,189	
Pensions		196,729	
Life Insurance		2,950	
Medical Insurance		420,726	
Dental Insurance		20,932	
Employer Medicare		32,820	
Communication		37,920	
Travel		4,915	
Office Supplies		4,750	
Total Office of the Principal			3,265,043

Fiscal Services

Supervisor/Director	\$	75,138	
Accountants/Bookkeepers		235,773	
Other Salaries and Wages		9,450	
Social Security		18,540	
Pensions		21,743	
Life Insurance		447	
Medical Insurance		54,430	
Dental Insurance		3,250	
Employer Medicare		4,336	
Travel		28	
Other Contracted Services		35,171	
Other Supplies and Materials		3,066	
In Service/Staff Development		620	
Administration Equipment		1,485	
Total Fiscal Services			463,477

(Continued)

Exhibit K-11

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant

Custodial Personnel	\$	777,119	
Other Salaries and Wages		42,000	
Social Security		49,629	
Pensions		54,333	
Life Insurance		1,720	
Medical Insurance		204,034	
Dental Insurance		7,867	
Employer Medicare		11,607	
Laundry Service		7,260	
Electricity		1,062,106	
Natural Gas		73,388	
Water and Sewer		95,961	
Other Supplies and Materials		183,870	
In Service/Staff Development		800	
Total Operation of Plant			\$ 2,571,694

Maintenance of Plant

Supervisor/Director	\$	61,374	
Maintenance Personnel		358,237	
Other Salaries and Wages		13,800	
Social Security		25,889	
Pensions		26,907	
Life Insurance		662	
Medical Insurance		73,819	
Dental Insurance		2,958	
Employer Medicare		6,055	
Communication		1,565	
Maintenance and Repair Services - Buildings		73,597	
Maintenance and Repair Services - Equipment		15,102	
Travel		1,540	
Other Contracted Services		87,085	
Other Supplies and Materials		136,274	
In Service/Staff Development		5,744	
Administration Equipment		37,962	
Maintenance Equipment		14,576	
Total Maintenance of Plant			943,146

Transportation

Supervisor/Director	\$	82,145	
Mechanic(s)		148,504	
Bus Drivers		1,029,343	
Clerical Personnel		55,243	
Other Salaries and Wages		107,723	
Social Security		79,866	
Pensions		91,836	
Life Insurance		3,376	

(Continued)

Exhibit K-11

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Medical Insurance	\$	509,677	
Dental Insurance		21,736	
Employer Medicare		18,968	
Communication		876	
Laundry Service		5,689	
Travel		695	
Other Contracted Services		21,692	
Diesel Fuel		304,789	
Gasoline		22,231	
Office Supplies		1,237	
Tires and Tubes		29,569	
Vehicle Parts		187,204	
Software		3,050	
Other Supplies and Materials		9,880	
In Service/Staff Development		2,462	
Other Charges		20,632	
Transportation Equipment		121,975	
Total Transportation			\$ 2,880,398

Operation of Non-Instructional Services

Food Service

Other Salaries and Wages	\$	69,900	
Social Security		4,334	
Pensions		3,778	
Employer Medicare		1,014	
Food Supplies		2,885	
Total Food Service			81,911

Community Services

Other Salaries and Wages	\$	92,240	
Social Security		5,258	
Pensions		5,172	
Life Insurance		72	
Medical Insurance		8,831	
Dental Insurance		542	
Employer Medicare		1,239	
Travel		1,839	
Other Contracted Services		534	
Other Supplies and Materials		13,900	
Other Charges		13,269	
Total Community Services			142,896

Early Childhood Education

Teachers	\$	422,160	
Educational Assistants		133,332	
Other Salaries and Wages		47,230	

(Continued)

Exhibit K-11

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education (Cont.)

Certified Substitute Teachers	\$	640	
Non-certified Substitute Teachers		4,198	
Social Security		35,337	
Pensions		48,536	
Life Insurance		1,035	
Medical Insurance		140,274	
Dental Insurance		7,022	
Employer Medicare		8,272	
Communication		1,348	
Instructional Supplies and Materials		3,662	
In Service/Staff Development		231	
Total Early Childhood Education			\$ 853,277

Capital Outlay

Regular Capital Outlay

Building Improvements	\$	158,720	
Furniture and Fixtures		221,777	
Other Capital Outlay		488,543	
Total Regular Capital Outlay			869,040

Principal on Debt

Education

Debt Service Contribution to Primary Government	\$	225,000	
Total Education			225,000

Interest on Debt

Education

Debt Service Contribution to Primary Government	\$	125,500	
Total Education			125,500

Total General Purpose School Fund \$ 43,509,716

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	282,197	
Educational Assistants		32,072	
Other Salaries and Wages		762,733	
Certified Substitute Teachers		170	
Non-certified Substitute Teachers		2,270	
Social Security		61,976	
Pensions		90,458	
Life Insurance		1,431	
Medical Insurance		178,579	
Dental Insurance		7,758	
Employer Medicare		14,497	

(Continued)

Exhibit K-11

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Regular Instruction Program (Cont.)

Instructional Supplies and Materials	\$	53,517	
Textbooks - Bound		274,854	
Software		36,285	
Other Charges		35,654	
Regular Instruction Equipment		673,947	
Total Regular Instruction Program			\$ 2,508,398

Special Education Program

Teachers	\$	133,739	
Educational Assistants		570,052	
Certified Substitute Teachers		285	
Non-certified Substitute Teachers		220	
Social Security		40,332	
Pensions		48,213	
Life Insurance		2,399	
Medical Insurance		262,285	
Dental Insurance		9,673	
Employer Medicare		9,449	
Evaluation and Testing		12,819	
Instructional Supplies and Materials		13,120	
Other Supplies and Materials		76	
Special Education Equipment		2,275	
Total Special Education Program			1,104,937

Career and Technical Education Program

Instructional Supplies and Materials	\$	12,084	
Other Supplies and Materials		12,003	
Other Charges		5,120	
Vocational Instruction Equipment		57,763	
Total Career and Technical Education Program			86,970

Support Services

Health Services

Medical Personnel	\$	207,613	
Social Security		12,341	
Pensions		17,117	
Employer Medicare		2,889	
Other Contracted Services		480	
Drugs and Medical Supplies		2,081	
Health Equipment		39,154	
Total Health Services			281,675

Other Student Support

Guidance Personnel	\$	44,090	
Other Salaries and Wages		3,525	
Social Security		2,916	

(Continued)

Exhibit K-11

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Pensions	\$	3,847	
Life Insurance		66	
Medical Insurance		6,649	
Dental Insurance		205	
Employer Medicare		682	
Travel		21,000	
Other Contracted Services		43,116	
Other Supplies and Materials		7,491	
In Service/Staff Development		1,324	
Other Charges		51,544	
Total Other Student Support	\$		186,455

Regular Instruction Program

Supervisor/Director	\$	78,026	
Secretary(ies)		24,007	
Clerical Personnel		14,222	
Educational Assistants		37,554	
Other Salaries and Wages		447,260	
Social Security		36,299	
Pensions		48,343	
Life Insurance		435	
Medical Insurance		55,010	
Dental Insurance		2,398	
Employer Medicare		8,489	
Travel		1,228	
Other Contracted Services		125,085	
Software		31,075	
Other Supplies and Materials		12,292	
In Service/Staff Development		57,563	
Other Charges		18,688	
Other Equipment		583	
Total Regular Instruction Program			998,557

Special Education Program

Secretary(ies)	\$	24,007	
Other Salaries and Wages		52,513	
In-service Training		4,400	
Social Security		4,744	
Pensions		1,200	
Employer Medicare		1,110	
Contracts with Private Agencies		28,274	
Other Contracted Services		54,132	
Other Supplies and Materials		12,952	
In Service/Staff Development		816	
Other Equipment		10,181	
Total Special Education Program			194,329

(Continued)

Exhibit K-11

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program

Supervisor/Director	\$	3,800	
Social Security		236	
Pensions		330	
Employer Medicare		55	
In Service/Staff Development		6,121	
Total Career and Technical Education Program			\$ 10,542

Fiscal Services

Other Salaries and Wages	\$	13,724	
Social Security		851	
Employer Medicare		199	
Total Fiscal Services			14,774

Transportation

Transportation Equipment	\$	517,473	
Total Transportation			517,473

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	80,150	
Teachers		119,070	
Clerical Personnel		38,604	
Educational Assistants		138,812	
Other Salaries and Wages		525	
Social Security		23,216	
Pensions		19,272	
Employer Medicare		5,469	
Travel		252	
Other Contracted Services		2,127	
Instructional Supplies and Materials		5,605	
Other Supplies and Materials		90	
In Service/Staff Development		44	
Other Charges		1,512	
Total Community Services			434,748

Capital Outlay

Regular Capital Outlay

Building Improvements	\$	871,126	
Total Regular Capital Outlay			871,126

Total School Federal Projects Fund \$ 7,209,984

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	80,231	
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(Continued)

Exhibit K-11

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

<u>Central Cafeteria Fund (Cont.)</u>		
<u>Operation of Non-Instructional Services (Cont.)</u>		
<u>Food Service (Cont.)</u>		
Accountants/Bookkeepers	\$	38,010
Cafeteria Personnel		901,815
Other Salaries and Wages		3,913
Social Security		59,207
Pensions		60,058
Life Insurance		2,777
Medical Insurance		321,008
Dental Insurance		16,349
Employer Medicare		13,847
Retirement - Hybrid Stabilization		3,268
Communication		528
Maintenance and Repair Services - Equipment		30,265
Travel		2,752
Other Contracted Services		27,677
Food Preparation Supplies		111,629
Food Supplies		1,288,372
Office Supplies		1,844
USDA - Commodities		207,323
Other Supplies and Materials		4,715
In Service/Staff Development		1,993
Other Charges		4,025
Food Service Equipment		2,837
Total Food Service		<u>\$ 3,184,443</u>
Total Central Cafeteria Fund		\$ 3,184,443
<u>Internal School Fund</u>		
<u>Operation of Non-Instructional Services</u>		
<u>Community Services</u>		
Other Charges	\$	1,854,067
Total Community Services		<u>\$ 1,854,067</u>
Total Internal School Fund		1,854,067
<u>Education Capital Projects Fund</u>		
<u>Capital Outlay</u>		
<u>Regular Capital Outlay</u>		
Other Contracted Services	\$	44,313
Building Improvements		6,142
Total Regular Capital Outlay		<u>\$ 50,455</u>
<u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Other Contracted Services	\$	2,500
Building Improvements		45,487
Site Development		53,781
Total Education Capital Projects		<u>101,768</u>
Total Education Capital Projects Fund		<u>152,223</u>
Total Governmental Funds - Coffee County School Department		<u><u>\$ 55,910,433</u></u>

Exhibit K-12

Coffee County, Tennessee  
Schedule of Detailed Revenues and Expenses  
Discretely Presented Water and Wastewater Treatment Authority of Coffee County, Tennessee  
For the Year Ended June 30, 2023

	<u>Enterprise Fund</u>
	Wayside
	Acres
	Sewer
	<u>Fund</u>
<hr/>	
<u>Revenues</u>	
<u>Operating Revenues</u>	
<u>Charges for Current Services</u>	
Water Treatment Charges	\$ 42,105
Other General Service Charges	28,081
Water Tap Sales	20,000
Total Charges for Current Services	<u>\$ 90,186</u>
Total Operating Revenue	<u>\$ 90,186</u>
 Total Revenues	 <u><u>\$ 90,186</u></u>
 <u>Expenses</u>	
<u>Operating Expenses</u>	
<u>Other Public Health and Welfare</u>	
Communication	\$ 1,174
Dues and Memberships	41
Engineering Services	9,890
Legal Services	100
Permits	350
Other Contracted Services	9,647
Electricity	4,512
Equipment and Machinery Parts	20,836
Water and Sewer	97
Other Supplies and Materials	35
Depreciation	30,314
Total Other Public Health and Welfare	<u>\$ 76,996</u>
Total Operating Expenses	<u>\$ 76,996</u>
 Total Expenses	 <u><u>\$ 76,996</u></u>

# SINGLE AUDIT SECTION



JASON E. MUMPOWER  
*Comptroller*

**Report on Internal Control Over Financial Reporting and on Compliance and  
Other Matters Based on an Audit of Financial Statements Performed in  
Accordance with *Government Auditing Standards***

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Coffee County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Coffee County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated December 21, 2023. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Coffee County School Department (a discretely presented component unit) as described in our report on Coffee County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Coffee County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Coffee County's internal control. Accordingly, we do not express an opinion on the effectiveness of Coffee County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify the following deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs, that we consider to be a significant deficiency: 2023-002.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Coffee County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Questioned Costs as item: 2023-001.

### **Coffee County's Responses to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on Coffee County's responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Coffee County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Coffee County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

December 21, 2023

JEM/gc



JASON E. MUMPOWER  
*Comptroller*

**Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Coffee County's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Coffee County's major federal programs for the year ended June 30, 2023. Coffee County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Coffee County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Coffee County, Tennessee, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not

provide a legal determination of Coffee County's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Coffee County's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Coffee County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Coffee County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Coffee County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Coffee County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Coffee County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

## Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

## Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Coffee County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Coffee County's basic financial statements. We issued our report thereon dated December 21, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information

directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

December 21, 2023

JEM/gc

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

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	N/A	\$ 500,577
National School Lunch Program	10.555	N/A	1,632,251 (6)
National School Lunch Program	10.555	225TN333N8903	133,447 (6)
Fresh Fruit and Vegetables Program	10.582	N/A	73,455
COVID 19 - Pandemic EBT Administrative Costs	10.649	225TN100S9009	3,135
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	207,323 (6)
Total U.S. Department of Agriculture			<u>\$ 2,550,188</u>
U.S. Department of Defense:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program	12.U01	N/A	\$ 30,424
U.S. Department of Justice:			
Passed-through State Commission on Children and Youth:			
Juvenile Justice and Delinquency Prevention	16.540	(4)	\$ 33,734
U.S. Department of Transportation:			
Passed-through State Department of Safety and Homeland Security:			
Alcohol Open Container Requirements	20.607	Z-23-THSO-60	\$ 12,049
U.S. Department of Treasury:			
Direct Award:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	N/A	\$ 5,489,174
U.S. National Foundation on the Arts and Humanities:			
Passed-through Tennessee Secretary of State:			
Grants to States	45.310	30501-01722-30	\$ 6,899
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 1,190,535
Special Education Cluster: (5)			
Special Education - Grants to States	84.027	N/A	1,145,787 (6)
COVID 19 - Special Education - Grants to States (ARP)	84.027	N/A	243,854 (6)
Special Education - Preschool Grants	84.173	N/A	36,515 (6)
COVID 19 - Special Education - Preschool Grants (ARP)	84.173	N/A	13,260 (6)
Career and Technical Education - Basic Grants to States	84.048	N/A	125,144
Twenty-first Century Community Learning Centers	84.287	N/A	434,749
English Language Acquisition Grants	84.365	N/A	14,506
Supporting Effective Instruction State Grants	84.367	N/A	224,805
Student Support and Academic Enrichment Program	84.424	N/A	75,163
COVID 19 - Education Stabilization Fund Program - Governor's Emergency			
Education Relief Fund - Early Literacy Network (ESSER II)	84.425C	N/A	40,000 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary			
School Emergency Relief Fund (ESSER II)	84.425D	N/A	849,864 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary			
School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	2,465,610 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary			
School Emergency Relief Fund - Homeless Children and Youth (ESSER ARP)	84.425W	N/A	894 (6)
Total U.S. Department of Education			<u>\$ 6,860,686</u>

(Continued)

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

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Election Assistance Commission:			
Passed-through Tennessee Secretary of State: 2018 HAVA Election Security Grants	90.404	(4)	\$ 15,608
U.S. Department of Health and Human Services:			
Passed through State Department of Health: COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	N/A	\$ 258,050 (6)
Passed through State Department of Education: COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	N/A	444,959 (6)
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	N/A	43,530
COVID 19 - Temporary Assistance for Needy Families	93.558	N/A	99,023
Total U.S. Department of Health and Human Services			\$ 845,562
U.S. Department of Homeland Security:			
Passed through State Department of Military: Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	(4)	\$ 11,528
Emergency Management Performance Grants	97.042	(4)	36,074
Homeland Security Grant Program	97.067	(4)	22,871
Total U.S. Department of Homeland Security			\$ 70,473
Total Expenditures of Federal Awards			\$ 15,914,797
<u>State Grants</u>			
Juvenile Court Improvement Funds -State Department of Children's Services	N/A	RFS3591003675	\$ 9,000
Coordinated School Health - State Department of Education	N/A	(4)	84,995
Driver Education - State Department of Education	N/A	(4)	19,580
Family Resource Centers - State Department of Education	N/A	(4)	59,223
Innovative School Models (ISM) - State Department of Education	N/A	(4)	218,924
Safe Schools - State Department of Education	N/A	(4)	87,495
Summer Learning Camps - State Department of Education	N/A	(4)	194,551
Summer Learning Camps Transportation - State Department of Education	N/A	(4)	29,263
Voluntary Pre-K - State Department of Education	N/A	(4)	654,025
Mental Health Transport Program - State Department of Finance and Administration	N/A	(4)	103,246
Rural Local Health Services - State Department of Health	N/A	GG-23-75641-02	333,348
Litter Program - State Department of Transportation	N/A	Z-23-LIT016	50,258
Law Enforcement Equipment Grant - State Department of Corrections	N/A	31609-0073	9,913
Supporting Postsecondary Access in Rural Communities (SPARC) - Tennessee Higher Education Commission	N/A	(4)	95,158
Total State Grants			\$ 1,948,979

FAL - Federal Assistance Listing  
N/A - Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Coffee County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) No amounts (\$0) were passed-through to subrecipients.
- (4) Information not available.
- (5) Child Nutrition Cluster total \$2,547,053; Special Education Cluster total \$1,439,416.
- (6) Total for FAL No. 10.555 is \$1,973,021; total for FAL No. 84.027 is \$1,389,641; total for FAL No. 84.173 is \$49,775; total for FAL No. 84.425 is \$3,356,368; total for FAL No. 93.323 is \$703,009.

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

*Government Auditing Standards* require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Coffee County, Tennessee, for the year ended June 30, 2023.

***Prior-year Financial Statement Findings***

Fiscal Year	Page Number	Finding Number	Title of Finding	FAL Number	Current Status
<b><u>OFFICE OF COUNTY CLERK</u></b>					
2022	235	2022-001	The office did not review all of its software audit logs.	N/A	Corrected
2022	235	2022-002	Operations in the County Clerk's Office are currently being reviewed.	N/A	Repeat

***Prior-year Federal Awards Findings***

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

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**COFFEE COUNTY, TENNESSEE**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2023**

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements:**

1. Our report on the financial statements of Coffee County is unmodified.
2. Internal Control Over Financial Reporting:
  - \* Material weakness identified? **NO**
  - \* Significant deficiency identified? **YES**
3. Noncompliance material to the financial statements noted? **NO**

**Federal Awards:**

4. Internal Control Over Major Federal Programs:
  - \* Material weakness identified? **NO**
  - \* Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
  - \* Assistance Listing Number: 21.027 COVID 19 - Coronavirus State and Local Fiscal Recovery Funds
  - \* Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

## **PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS**

Findings and recommendations, as a result of our audit, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. Written responses for all findings are paraphrased and presented following each finding and recommendation. Management's corrective action plans, whether related to the financial statements or federal awards, are presented separately in the Management's Corrective Action Plan in the Single Audit Section of this report. Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

### **OFFICE OF COUNTY CLERK**

**FINDING 2023-001**                    **OPERATIONS IN THE COUNTY CLERK'S OFFICE ARE CURRENTLY BEING REVIEWED**  
(Noncompliance Under *Government Auditing Standards*)

The Comptroller's Division of Investigations is currently reviewing certain operations in the County Clerk's Office. Findings, if any, resulting from this review will be included in a subsequent report.

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### **OFFICE OF REGISTER OF DEEDS**

**FINDING 2023-002**                    **BANK STATEMENTS WERE NOT ACCURATELY RECONCILED WITH THE GENERAL LEDGER**  
(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

Bank statements were not accurately reconciled with the general ledger. The register attempted to reconcile the bank account; however, unidentified immaterial differences were reflected on the bank account reconciliations for nine months of the year and not all of the outstanding checks were included in the reconciliations. Sound business practices dictate that bank statements should be reconciled with the general ledger monthly to ensure errors are identified and corrected promptly. Cash in bank at June 30, 2023, was determined by substantive testing and alternative auditing procedures and is presented properly in the financial statements of this report. This deficiency can be attributed to a lack of management oversight.

### **RECOMMENDATION**

Bank statements should be reconciled with the general ledger monthly, and any differences discovered should be identified and corrected promptly.

### **MANAGEMENT'S RESPONSE – REGISTER OF DEEDS**

I concur with this finding.

### **PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

There were no findings and questioned costs related to federal awards for the year ended June 30, 2023.

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

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Management’s corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding Number	Title of Finding	Corrective Action Plan Page Number
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**OFFICE OF REGISTER OF DEEDS**

2023-002	Bank statements were not accurately reconciled with the general ledger.	241
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Office of the  
Register of Deeds  
Donna Toney  
PO Box 178  
Manchester, TN 37349

Corrective Action Plan

COFFEE COUNTY REGISTER OF DEEDS

**FINDING: BANK STATEMENTS WERE NOT ACCURATELY RECONCILED WITH THE GENERAL LEDGER**

**Response and Corrective Action Plan Prepared by:**  
Donna Toney, Register of Deeds

**Person Responsible for Implementing the Corrective Action:**  
Donna Toney, Register of Deeds

**Anticipated Completion Date of Corrective Action:**  
As soon as possible

**Repeat Finding:**  
No

**Reason Corrective Action was Not Taken in the Prior Year:**  
N/A

**Planned Corrective Action:**  
We are working with our Software Company to implement additional Reconciliation Procedures of our Bank Statements to our General Ledger due to the Software Company going through a conversion within their company.

Signature:

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## **BEST PRACTICE**

Accounting literature describes a best practice as a recommended policy, procedure, or technique that aids management in improving financial performance. Historically, a best practice has consistently shown superior results over conventional methods.

The Division of Local Government Audit strongly believes that the item noted below is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Coffee County.

### **COFFEE COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING**

Coffee County operates under the provisions of the Fiscal Control Acts of 1957 for central purchasing covering the funds controlled by the county mayor and the road superintendent. Also, the county operates under the provisions of a local resolution, which creates the Office of Director of Accounts and Budgets. Under this resolution, the director of accounts and budgets directs the operation of the funds under the control of the county mayor. For years, the director of accounts and budgets has also performed all accounting and budgeting functions for the county's highway department; however, there is no state law or local resolution governing this arrangement in Coffee County. The nature and operation of this informal arrangement has created a type of Office of Central Accounting and Budgeting similar to that created by the adoption of the County Fiscal Procedure Law of 1957. However, neither this arrangement nor the 1957 Act includes the county's school department.

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