



ANNUAL FINANCIAL REPORT

Roane County, Tennessee

For the Year Ended June 30, 2023

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
ROANE 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.

ROANE COUNTY, TENNESSEE TABLE OF CONTENTS

	Exhibit	Page(s)
Summary of Audit Findings		6
<u>INTRODUCTORY SECTION</u>		7
Roane County Officials		8
<u>FINANCIAL SECTION</u>		9
Independent Auditor's Report		10-13
Management's Discussion and Analysis		14-24
BASIC FINANCIAL STATEMENTS:		25
Government-wide Financial Statements:		
Statement of Net Position	A	26-27
Statement of Activities	B	28-29
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C-1	30-32
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	C-2	33
Statement of Revenues, Expenditures, and Changes in Fund Balances	C-3	34-35
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	C-4	36
Statements of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Fund	C-5	37-39
Highway/Public Works Fund	C-6	40
Proprietary Funds:		
Statement of Net Position	D-1	41-42
Statement of Revenues, Expenses, and Changes in Net Position	D-2	43-44
Statement of Cash Flows	D-3	45-46
Fiduciary Funds:		
Statement of Net Position	E-1	47
Statement of Changes in Net Position	E-2	48
Index and Notes to the Financial Statements		49-133
REQUIRED SUPPLEMENTARY INFORMATION:		134
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on Participation in the Public Employee Legacy Pension Plan of TCRS – Primary Government	F-1	135
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on Participation in the Public Employee Hybrid Pension Plan of TCRS – Primary Government	F-2	136

	Exhibit	Page(s)
Schedule of Contributions Based on Participation in the Public Employee Legacy Pension Plan of TCRS – Primary Government	F-3	137
Schedule of Contributions Based on Participation in the Public Employee Hybrid Pension Plan of TCRS - Primary Government	F-4	138
Schedule of Contributions Based on Participation in the Teacher Retirement Plan of TCRS – Discretely Presented Roane County School Department	F-5	139
Schedule of Contributions Based on Participation in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Roane County School Department	F-6	140
Schedule of Proportionate Share of the Net Pension Liability (Asset) in the Teacher Retirement Plan of TCRS – Discretely Presented Roane County School Department	F-7	141
Schedule of Proportionate Share of the Net Pension Liability (Asset) in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Roane County School Department	F-8	142
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plan - Primary Government	F-9	143
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan - Discretely Presented Roane County School Department	F-10	144
Notes to the Required Supplementary Information		145
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:		146
Nonmajor Governmental Funds:		147-148
Combining Balance Sheet	G-1	149-152
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	G-2	153-156
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
Solid Waste/Sanitation Fund	G-3	157
Ambulance Service Fund	G-4	158
Special Purpose Fund	G-5	159
Drug Control Fund	G-6	160
Other Special Revenue Fund	G-7	161
Major Governmental Funds:		162
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Actual and Budget:		
General Debt Service Fund	H-1	163
General Capital Projects Fund	H-2	164
Proprietary Funds:		165
Combining Statement of Net Position	I-1	166
Combining Statement of Revenues, Expenses, and Changes in Net Position	I-2	167
Combining Statement of Cash Flows	I-3	168
Fiduciary Funds:		169
Combining Statement of Net Position – Custodial Funds	J-1	170
Combining Statement of Changes in Net Position – Custodial Funds	J-2	171

	Exhibit	Page(s)
Component Unit:		172
Discretely Presented Roane County School Department:		
Statement of Activities	K-1	173
Balance Sheet – Governmental Funds	K-2	174-175
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	K-3	176
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	K-4	177-178
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	K-5	179
Combining Balance Sheet – Nonmajor Governmental Funds	K-6	180
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	K-7	181
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Purpose School Fund	K-8	182-183
School Federal Projects Fund	K-9	184-185
Central Cafeteria Fund	K-10	186
School Transportation Fund	K-11	187
Extended School Program Fund	K-12	188
Education Capital Projects Fund	K-13	189
Miscellaneous Schedules:		190
Schedule of Changes in Long-term Bonds and Other Loans	L-1	191
Schedule of Long-term Debt Requirements by Year	L-2	192-193
Schedule of Notes Receivable	L-3	194
Schedule of Transfers – Primary Government and Discretely Presented Roane County School Department	L-4	195
Schedule of Salaries and Official Bonds of Principal Officials – Primary Government and Discretely Presented Roane County School Department	L-5	196-198
Schedule of Detailed Revenues – All Governmental Fund Types	L-6	199-210
Schedule of Detailed Revenues – All Governmental Fund Types – Discretely Presented Roane County School Department	L-7	211-218
Schedule of Detailed Expenditures – All Governmental Fund Types	L-8	219-246
Schedule of Detailed Expenditures – All Governmental Fund Types – Discretely Presented Roane County School Department	L-9	247-262
 <u>SINGLE AUDIT SECTION</u>		 263
Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		264-265
Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance		266-269
Schedule of Expenditures of Federal Awards and State Grants		270-271
Summary Schedule of Prior-year Findings		272
Schedule of Findings and Questioned Costs		273-275
Management's Corrective Action Plan		276-277

Summary of Audit Findings

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

Scope

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

Results

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

Our audit resulted in one finding and recommendation, which we have reviewed with Roane County management. The detailed finding, recommendation, and management's response are included in the Single Audit section of this report.

Findings

The following is a summary of the audit findings:

OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS

- ◆ Appropriations exceeded estimated available funds in the Education Capital Projects Fund.



INTRODUCTORY SECTION

Roane County Officials
June 30, 2023

Officials

Wade Creswell, County Executive
Dennis Ferguson, Road Superintendent
Russell Jenkins, Director of Schools
Chris Mason, Trustee
Molly Hartup, Assessor of Property
Beth Johnson, County Clerk
Ann Goldston, Circuit and General Sessions Courts Clerk
Pamela May, Clerk and Master
Sharon Brackett, Register of Deeds
Jack Stockton, Sheriff
Connie Cook, Director of Accounts and Budgets
Lynn Farnham, Purchasing Agent

Board of County Commissioners

Shannon Hester, Chairman	
David Bell	Brad Goss
Ron Berry	Junior Hendrickson
Charlotte Bowers	Mike Hooks
David Brackett	Randy Kirby
Lance Duff	Chris Lehman
Greg Ferguson	Travis Parks
Ben Gann	Ben Wilson

Board of Education

Nadine Jackson, Chairman	Vic King
Larry Brackett	Michael Miller
Sam Cox	Kristy Oran
Nancy Hamilton	Diane Tate
Jessica Hunsaker	Danny Wright

Audit Committee

Susan Clay, Chairman	
Lance Duff	Doris Thompson
Vic King	Harriet Walker

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Roane County Executive and
Board of County Commissioners
Roane County, Tennessee

To the County Executive 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of June 30, 2023, the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Internal School Fund of the Roane County School Department (a discretely presented component unit), which represent 1.21 percent, 1.47 percent, and 2.88 percent, respectively, of the assets, net position, and revenues of the discretely presented school department component unit. We also did not audit the financial statements of the Roane County Industrial Development Board, a discretely presented component unit. We were unable to determine Roane County Industrial Development Board's respective percentage of the assets, net position, and revenues of the aggregate discretely presented component units because the Roane County Emergency Communications District, a component unit requiring discrete presentation, was not included in the county's financial statements. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to amounts included for the Roane County School Department's Internal School Fund and the Roane County Industrial Development Board are based solely on the report of the other auditors.

Basis for Opinions

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedules of changes in the county's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in the total OPEB liability 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 Roane County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and General Capital Projects funds, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has

been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and General Capital Projects funds, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), and miscellaneous schedules, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

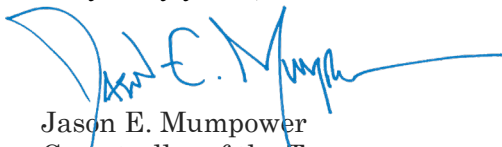
Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information,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

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

Other Reporting Requirements by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2023, on our consideration of Roane 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 Roane 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 Roane County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 28, 2023

JEM/gc

**Roane County, Tennessee
Management's Discussion and Analysis
For the Year Ended June 30, 2023**

This discussion and analysis of Roane County's financial performance provides an overall view of the county's financial activities for the year ended June 30, 2023. In addition, this discussion and analysis includes an overall view of the Discretely Presented Component Unit (DPCU) Roane County School Department. A separate set of financial statements is not issued for the Roane County School Department. The intent of this discussion and analysis is to look at the county's and the DPCU School Department's financial performance as a whole. Readers should also review the notes to the basic financial statements to enhance their understanding of the county's financial performance as well as the DPCU School Department's financial performance.

FINANCIAL HIGHLIGHTS FOR FY 2023

Key financial highlights for 2023 are as follows:

In total, net position of the primary government increased by \$3.1 million, and net position of the DPCU decreased by \$2.3 million. The DPCU consists of the School Department and The Roane County Industrial Development Board (RCIDB). The School Department had a decrease of \$2.0 million and the RCIDB had a decrease of \$300 thousand. In the primary government, most of the negative unrestricted net position balance (\$2.8 million) is related to the fact that school buildings constructed with county debt are recorded as an asset for the DPCU School Department while the debt issued to fund those capital assets is recorded as a liability for the primary government. Net position of the primary government is related to governmental and business-type activities. Net position of the DPCU School Department and the RCIDB is related to governmental activities.

General revenues of the primary government accounted for \$25.3 million in revenue or 58 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$18.4 million or 42 percent of total revenues of \$43.8 million. General revenues of the DPCU School Department and the RCIDB were \$66.7 million and \$465 thousand respectively.

Total assets in the primary government were \$113.4 million as net taxes receivable totaled \$16.9 million; cash totaled \$42.7 million; capital assets, net of accumulated depreciation totaled \$46.6 million, and net pension assets totaled \$4.6 million. Total assets in the DPCU School Department and the RCIDB were (\$122.3 million and \$21.4 million respectively) as net taxes receivable in the School Department totaled \$17.5 million; cash totaled \$24.8 million of that amount the School Department had \$23.9 million; capital assets, net of accumulated depreciation totaled \$77.1 million, the School Department had \$62.3 million, and net pension assets in the School Department totaled \$12.1 million.

The primary government had \$40.7 million in expenses related to governmental activities, with \$18.5 million of these expenses offset by program specific charges for services, grants, or contributions. General revenues (primarily property taxes of \$16.4 million) were adequate to provide current funding for these programs. The DPCU School Department and the RCIDB had (\$91.5 million and \$773 thousand respectively) in expenses related to governmental

activities; \$22.8 million of these expenses were offset by program specific charges for services, grants, or contributions. General revenues of the DPCU School Department primarily Basic Education Program revenues of \$33.5 million and property taxes and sales taxes of (\$17.3 and \$11.3 million, respectively) were adequate to provide current funding for these programs.

Among major governmental funds, the General Fund had \$22.1 million in revenues and \$20.7 million in expenditures. The Highway/Public Works Fund had \$4.2 million in revenues and \$4.4 million in expenditures. The General Debt Service Fund had \$3.2 million in revenues and \$3.1 million in expenditures. The General Capital Project Fund had \$5.8 million in revenues and \$6.9 million in expenditures. Fund balance for the General fund increased by 55.8 thousand and the Highway/Public Works fund decreased by \$576 thousand. Fund balance for the General Debt Service increased by \$1.3 million. Fund balance for the General Capital Project Fund increased by \$1.1 million. The major Public Utility Fund (business-type activity) had operating revenues of \$1.4 million and operating expenses of \$1.1 million.

Using This Annual Financial Report (AFR)

This annual financial report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Roane County as a financial whole (and entire operating entity). The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and the Statement of Activities present an aggregate view of the entire county's finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the county's most significant funds with all other nonmajor funds presented in total in one column. In the case of Roane County, the General Fund is by far the most significant fund. Other major funds include the Highway/Public Works, General Debt Service, and General Capital Projects fund. In the case of the DPCU School Department and Roane County Industrial Development Board (RCIDB), the General Purpose School, School Federal Projects and the Education Capital Projects funds are major funds within the School Department.

Reporting the County as a Whole

Statement of Net Position and the Statement of Activities

While this document contains a large number of funds used by the county and the DPCU School Department and RCIDB to provide programs and financial activities during 2023, the Statement of Net Position and the Statement of Activities provide a broader picture of the financial activities during 2023. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting method used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the county's net position and changes in those positions as well as those of the county's discretely presented component units. This change in position is important because it tells the reader that, for the county and its discretely presented

component units as a whole, whether their financial position has improved or diminished. The cause of this change may be the result of many factors, some financial, some not.

In the Statement of Net Position and the Statement of Activities, the county reports its activities as governmental and business-type. The county's governmental activities reported here include general government; finance; administration of justice; public safety; public health and welfare; social, cultural, and recreational services; agriculture and natural resources; highways; education; and interest on long-term debt. The county's business-type activities report sewer water treatment.

These services are funded primarily by taxes and intergovernmental revenues, including federal and state grants and other shared revenues. For the DPCU School Department, its activities are also reported as governmental activities. The DPCU School Department's programs and services are reported there. These services are also funded primarily by taxes and intergovernmental revenues including federal and state grants and other shared revenues. The DPCU Roane County Industrial Development Board's primary revenue is from sale of land within the Roane County Regional Industrial Park.

Reporting on the County's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The county and its DPCU School Department, like other state and local governments, use fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the county and the DPCU School Department can be divided into three categories: governmental, proprietary, and fiduciary.

Fund financial reports provide detailed information about the county's major funds. The county uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the county's most significant funds. The county's major governmental funds are the General, Highway/Public Works, General Debt Service, and General Capital Projects fund. The DPCU has two component units, the School Department and the RCIDB. The School Department's major governmental funds include the General Purpose School, School Federal Projects and the Education Capital Projects funds.

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

Because the focus of the governmental funds is narrower than that of the government-wide statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and

the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The county and the DPCU School Department maintain many individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. The Roane County Industrial Development Board maintains financial information for the Chamber, Tourism and Industrial Development Board of Roane County. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. Please refer to the Table of Contents to locate these statements.

Proprietary Funds – Proprietary funds are used to account for activities where the emphasis is placed on net income determination. The county maintained two different types of proprietary funds – an enterprise fund and two internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The county had one enterprise fund to account for sewer water treatment. Internal service funds are accounting devices used to accumulate and allocate costs internally among the county’s various functions. The county uses two internal service funds. Specifically, the Workers’ Compensation and Employee Dental Insurance funds account for risk management activities related to workers’ compensation risks and dental insurance provided to county employees and their dependents. Because internal service funds predominantly benefit governmental rather than business-type functions, their assets and liabilities have been included with governmental activities in the government-wide financial statements.

The county’s enterprise fund, Public Utility Fund, is a major fund and is reported separately in the government-wide and fund financial statements. The internal service funds are combined within the governmental activities in the government-wide statements and are presented separately in the fund financial statements.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the county. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the county’s own programs. The accounting used to report fiduciary funds is much like that used to report proprietary funds. Please refer to the Table of Contents to locate these statements.

Notes to the Financial Statements – The notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. Please refer to the Table of Contents to locate these notes.

Other information – In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules. Please refer to the Table of Contents to locate these statements and schedules.

Government-wide Financial Analysis

Net position may serve over time as a useful indicator of a government's financial position. In the case of the county, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$56.7 million at the close of the most recent fiscal year. For the DPCU School Department and Roane County Industrial Development Board, assets and deferred outflows exceeded liabilities and deferred inflows of resources by \$122.3 million at the close of the most recent fiscal year.

A large portion of the county's net position reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. The county uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The same holds true for the DPCU School Department. A large portion of its net position reflects its investment in capital assets as described above.

Although the county's and the DPCU School Department's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets cannot be used to liquidate these liabilities.

Table 1a provides a summary of the county's and the DPCU School Department's net position for 2023 for their governmental activities as well as a comparison with the prior year. Table 1b provides a summary of the county's net assets for 2023, for its business-type activities.

An additional portion of the county's net assets, \$25 million, represents resources that are subject to external restrictions on how they may be used. In the DPCU School Department and the RCIDB, \$24.3 million and \$154 thousand respectively of net assets are subject to external restrictions.

Table 2a shows the changes in net position for fiscal year 2023, and a comparison with the prior year for the county and the DPCU School Department for their governmental activities. Table 2b shows the changes in net position for fiscal year 2023, and a comparison with the prior year for the county's business-type activities.

Table 1a
Roane County Government and DPCU School Department and Net Position
Roane County Industrial Board Development (RCIDB) Net Positions

Governmental Activities

	Roane County Government		DPCU School Department and RCIDB	
	2023	2022	2023	2022
Assets:				
Current and Other Assets	\$ 64,581,418	\$ 68,565,784	\$ 66,573,393	\$ 99,062,611
Capital Assets	41,089,245	41,192,787	77,115,056	73,280,043
Total Assets	\$ 105,670,663	\$ 109,758,571	\$ 143,688,449	\$ 172,342,654
Deferred Outflows of Resources				
Deferred Amounts Related to Pensions	\$ 1,661,129	\$ 2,317,570	\$ 10,557,882	\$ 12,650,212
Deferred Amounts Related to OPEB	353,339	421,915	2,512,284	2,428,571
Total Deferred Outflows of Resources	\$ 2,014,468	\$ 2,739,485	\$ 13,070,166	\$ 15,078,783
Liabilities:				
Long-term Liabilities Outstanding	\$ 28,420,726	\$ 28,786,057	\$ 9,400,229	\$ 9,494,677
Other Liabilities	8,539,181	11,341,598	4,237,462	3,254,520
Total Liabilities	\$ 36,959,907	\$ 40,127,655	\$ 13,637,691	\$ 12,749,197
Deferred Inflows of Resources:				
Deferred Current Property Taxes	\$ 16,591,392	\$ 15,717,196	\$ 17,162,845	\$ 17,141,862
Deferred Amounts Related to Pensions	396,268	5,898,400	1,856,925	31,760,836
Deferred Amounts Related to OPEB	1,741,731	1,564,876	1,818,795	1,139,340
Total Deferred Inflows of Resources	\$ 18,729,391	\$ 23,180,472	\$ 20,838,565	\$ 50,042,038
Net Position:				
Net Investment in Capital Assets	\$ 31,713,993	\$ 29,565,459	\$ 77,115,056	\$ 62,724,624
Restricted	24,970,509	26,832,081	24,490,693	64,081,188
Unrestricted	(4,688,669)	(7,207,611)	20,676,610	(2,175,610)
Total Net Position	\$ 51,995,833	\$ 49,189,929	\$ 122,282,359	\$ 124,630,202

Table 1b
Roane County Government Net Position

Business-type Activities

	<u>Roane County Government</u>	
	2023	2022
Assets:		
Current and Other Assets	\$ 2,164,438	\$ 2,543,166
Capital Assets	5,550,664	5,245,627
Total Assets	<u>\$ 7,715,102</u>	<u>\$ 7,788,793</u>
Deferred Outflows of Resources:		
Deferred Amounts Related to Pensions	\$ 43,599	\$ 89,288
Deferred Amounts Related to OPEB	5,564	6,556
Total Deferred Outflows of Resources	<u>\$ 49,163</u>	<u>\$ 95,844</u>
Liabilities:		
Long-term Liabilities Outstanding	\$ 2,750,680	\$ 2,964,632
Other Liabilities	285,945	230,223
Total Liabilities	<u>\$ 3,036,625</u>	<u>\$ 3,194,855</u>
Deferred Inflows of Resources:		
Deferred Amounts Related to Pensions	\$ 12,339	\$ 253,758
Deferred Amounts Related to OPEB	27,422	24,315
Total Deferred Inflows of Resources	<u>\$ 39,761</u>	<u>\$ 278,073</u>
Net Position:		
Net Investment in Capital Assets	\$ 2,632,670	\$ 2,120,884
Restricted	126,430	353,081
Unrestricted	1,928,779	1,937,744
Total Net Position	<u>\$ 4,687,879</u>	<u>\$ 4,411,709</u>

Table 2a
Roane County Government and DPCU School Department and
Roane County Industrial Board Development(RCIBD) Changes in Net Position

Governmental Activities

	Roane County Government		DPCU School Department and RCIBD	
	2023	2022	2023	2022
Revenues:				
Program Revenues:				
Charges for Services	\$ 8,393,710	\$ 9,774,838	\$ 1,335,292	\$ 660,046
Operating Grants and Contributions	4,605,473	4,422,984	18,889,211	17,063,217
Capital Grants and Contributions	4,061,802	1,042,546	2,579,490	58,388
General Revenues:				
Property Taxes	16,406,974	17,498,486	17,291,095	16,232,560
Sales Taxes	2,168,147	1,983,047	11,332,856	10,973,433
Other Taxes	1,840,062	1,722,821	22,950	45,314
Grants and Contributions Not Restricted to Specific Programs	3,037,193	2,359,327	37,469,735	36,687,389
Unrestricted Investment Earnings	1,283,420	45,759	938,604	35,263
Gain on Investments	0	0	58,851	0
Miscellaneous	374,725	1,357	14,227	13,585
Gain on Disposal of Equipment	103,154	1,949,648	45,000	0
Sale of Land	0	0	4,242	1,442,500
Total Revenues	\$ 42,274,660	\$ 40,800,813	\$ 89,981,553	\$ 83,211,695
Insurance Recovery	\$ 36,980	\$ 0	\$ 0	\$ 39,422
Expenses:				
General Government	\$ 5,741,003	\$ 4,424,747	\$ 773,507	\$ 3,290,879
Finance	2,609,747	2,284,291	0	0
Administration of Justice	2,366,748	2,369,003	0	0
Public Safety	10,159,305	8,636,236	0	0
Public Health and Welfare	7,727,815	7,825,655	0	0
Social, Cultural, and Recreational Services	1,410,872	646,076	0	0
Agriculture and Natural Resources	169,372	164,358	0	0
Highways	5,473,696	5,069,452	0	0
Education	3,347,336	761,137	91,555,889	71,203,298
Interest on Long-term Debt	499,842	646,466	0	0
Total Expenses	\$ 39,505,736	\$ 32,827,421	\$ 92,329,396	\$ 74,494,177
Change in Net Position	\$ 2,805,904	\$ 7,973,392	\$ (2,347,843)	\$ 8,756,940
Net Position, July 1	49,189,929	41,216,537	124,630,202	115,873,262
Net Position, June 30	\$ 51,995,833	\$ 49,189,929	\$ 122,282,359	\$ 124,630,202

Table 2b
Roane County Government Changes in Net Position

Business-type Activities

	Roane County Government	
	2023	2022
Revenues:		
Program Revenues:		
Charges for Services	\$ 1,400,574	\$ 1,343,124
Miscellaneous	62,530	3,533
Total Revenues	<u>\$ 1,463,104</u>	<u>\$ 1,346,657</u>
Expenses:		
Public Utility	\$ 1,186,934	\$ 1,082,844
Total Expenses	<u>\$ 1,186,934</u>	<u>\$ 1,082,844</u>
Change in Net Position	\$ 276,170	\$ 263,813
Net Position, July 1	<u>4,411,709</u>	<u>4,147,896</u>
Net Position, June 30	<u><u>\$ 4,687,879</u></u>	<u><u>\$ 4,411,709</u></u>

The county had expenses for Education of \$3.3 million, consisting primarily of \$2.5 million of other loan contributions to the School Department for TRANE HVAC upgrade for various schools. Of that \$39.5 million in governmental activities expenses, \$8.3 million was covered by direct charges to users of the services. A significant portion of those charges are for fees associated with the court system and ambulance service patient charges.

Financial Analysis of the Government's Funds

As noted earlier, the county and DPCU School Department use fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current fiscal year, the county's governmental funds reported combined ending fund balances of \$32.3 million. Approximately \$6.9 million of this total constitutes unassigned fund balance within the General Fund, which is available for appropriation at the government's discretion within certain legal constraints and purpose restrictions. The remainder of fund balance is restricted, committed, or assigned to indicate that it is available for spending only in certain limited instances. In the DPCU School Department's governmental funds, combined ending fund balances were \$26.4 million. Approximately \$9 million of this total constitutes unassigned fund balance. The Industrial Development Board restricted balance is \$6.6 and approximately \$6.4 million is unrestricted.

Financial Comparisons - Primary Government

The General Fund is the chief operating fund of the county. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$6.9 million, while total fund balance was \$12.9 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 33 percent of total General Fund expenditures, while total fund balance represents 62 percent of that same amount.

The fund balance of the county's General Fund increased by \$56 thousand during the current fiscal year.

The Highway/Public Works Fund experienced a decrease in fund balance due to an increase in road maintenance. Expenditures exceeded Revenues and other sources by \$576 thousand giving an ending fund balance of \$2.5 million.

The General Debt Service Fund had a net increase of \$1.2 million in fund balance. The increase came from a \$1 million transfer from the General Fund to help prepare for future debt that will be issued when Jail and School projects are approved by County Commission.

The General Capital Projects Fund had a net increase of \$1.1 million. The ending fund balance was \$5.4 million.

Roane County's budgeting process is prescribed by *Tennessee Code Annotated*. Essentially the budget is the county's appropriations that are restricted by the amounts of anticipated revenues; therefore, the county's plans and desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity, then the appropriations can be adjusted accordingly.

Proprietary Funds. The financial statements of the Internal Service Funds reflect the operations of the county's dental and workers' compensation self-insured risk financing activities. These activities have been consolidated under the revenues and expenses for governmental activities on the government-wide financial statements.

Financial Comparison - DPCU School Department and Roane County Industrial Development Board

The General Purpose School Fund is the chief operating fund of the DPCU School Department. At the end of the current fiscal year, the unassigned fund balance of the General Purpose School Fund was \$9 million, while total fund balance was \$11.1 million. As a measure of the General Purpose School Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 14.6 percent of total General Purpose School Fund expenditures, while total fund balance represents 18 percent of that same amount. Added to the DPCU School Department was the Roane County Industrial Development Board. Unassigned fund balance represents approximately 834% of expenditures, while total fund balance represents 854% of that same amount.

Capital Assets

The county's investment in capital assets for its governmental activities as of June 30, 2023, totals \$31.7 million (net of accumulated depreciation and related debt). This investment in capital assets includes land, buildings and systems, improvements, equipment, roads, highways, and bridges. The DPCU School Department's investment in capital assets for its governmental activities as of June 30, 2023, totals \$62.3 million (net of accumulated depreciation). The Notes to the Financial Statements provide additional information on capital assets activity for the year.

Debt Administration

At the end of the 2023 fiscal year, the county's governmental activities had a total long-term debt outstanding of \$23.2 million. Of this amount, all is backed by the full faith and credit of the county. The county's business-type activities had long-term debt outstanding of \$2.9 million.

In addition to the debt noted above, county long-term obligations include compensated absences, landfill post closure care costs, and other post-employment benefits. Additional information on the county's long-term obligations can be found in the Notes to the Financial Statements.

Interest and fiscal charges totaled four percent of the total expenses for governmental activities.

Economic Factors and Next Year's Budgets and Rates

The most recent unemployment rate for the county is 3.9 percent compared to the lower rate of 3.2 percent a year ago. The state's average unemployment rate is currently 3.3 percent, and the national average is 3.9 percent. Economic trends in the region are consistent with national indices. All these factors were considered in preparing the county's budget for the 2024 fiscal year. At the end of the 2023 fiscal year, unassigned fund balance in the General Fund was \$6.9 million. The county has budgeted to use \$2.8 million from this fund balance for the fiscal year 2024. Included in the \$2.8 million is \$2.1 million of potential fallout (unspent budget).

Request for Information

This financial report is designed to provide a general overview of the county's finances for all those with an interest in the government's finances. For questions concerning any of the information provided in this report, please contact the Accounting and Budgeting Office at 200 East Race Street, Suite 1, Kingston, Tennessee 37763.

BASIC FINANCIAL STATEMENTS

Exhibit A

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

	Primary Government			Component Units	
	Governmental	Business-type	Total	Roane	Roane
	Activities	Activities		School	County
			Department	Industrial	Development
				Board	
<u>ASSETS</u>					
Cash	\$ 14,031	\$ 400	\$ 14,431	\$ 1,568,676	\$ 858,234
Equity in Pooled Cash and Investments	40,714,216	1,952,086	42,666,302	22,368,003	0
Inventories	0	0	0	0	5,723,216
Accounts Receivable	1,849,474	72,322	1,921,796	27,497	0
Allowance for Uncollectibles	(1,027,998)	(50,030)	(1,078,028)	0	0
Due from Primary Government	0	0	0	936,174	0
Due from Other Governments	1,388,228	0	1,388,228	5,370,339	0
Due from Component Units	122,566	0	122,566	0	0
Internal Balances	(61,530)	61,530	0	0	0
Property Taxes Receivable	17,460,671	0	17,460,671	18,094,246	0
Allowance for Uncollectible Property Taxes	(533,326)	0	(533,326)	(565,725)	0
Prepaid Items	113,257	1,700	114,957	15,823	0
Other Assets	0	0	0		34,330
Restricted Assets:					
Amounts Accumulated for Pension Benefits	577,423	4,199	581,622	886,034	0
Net Pension Asset - Agent Plan (Legacy)	3,887,044	121,532	4,008,576	2,560,706	0
Net Pension Asset - Agent Plan (Hybrid)	77,362	699	78,061	36,583	0
Net Pension Asset - Teacher Retirement Plan	0	0	0	147,859	0
Net Pension Asset - Teacher Legacy Pension Plan	0	0	0	8,511,398	0
Capital Assets:					
Assets Not Depreciated:					
Land	5,406,779	5,000	5,411,779	1,338,172	0
Construction in Progress	180,612	385,901	566,513	8,356,223	0
Assets Net of Accumulated Depreciation:					
Buildings and Improvements	11,228,340	217,859	11,446,199	49,833,462	14,758,630
Infrastructure	20,210,704	4,738,682	24,949,386	0	0
Other Capital Assets	4,062,810	203,222	4,266,032	2,828,569	0
Total Assets	<u>\$ 105,670,663</u>	<u>\$ 7,715,102</u>	<u>\$ 113,385,765</u>	<u>\$ 122,314,039</u>	<u>\$ 21,374,410</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>					
Pension Changes in Experience	\$ 125,954	\$ 1,139	\$ 127,093	\$ 1,467,739	\$ 0
Pension Changes in Assumptions	1,044,083	30,890	1,074,973	6,178,337	0
Pension Changes in Investment Earnings	70,683	1,542	72,225	233,121	0
Pension Changes in Proportion	0	0	0	115,567	0
Pension Contributions after Measurement Date	420,409	10,028	430,437	2,563,118	0
OPEB Changes in Experience	996	16	1,012	1,095,296	0
OPEB Changes in Assumptions	230,916	3,636	234,552	800,723	0
OPEB Changes in Proportion	0	0	0	206,633	0
OPEB Contributions After Measurement Date	121,427	1,912	123,339	409,632	0
Total Deferred Outflows of Resources	<u>\$ 2,014,468</u>	<u>\$ 49,163</u>	<u>\$ 2,063,631</u>	<u>\$ 13,070,166</u>	<u>\$ 0</u>

(Continued)

Exhibit A

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

	Primary Government			Component Units	
	Governmental	Business-type	Total	Roane	Roane
	Activities	Activities		School	County
				Industrial	Development
				Department	Board
LIABILITIES					
Accounts Payable	\$ 591,439	\$ 60,566	\$ 652,005	\$ 646,416	\$ 0
Contracts Payable	215,330	0	215,330	1,237,420	0
Retainage Payable	0	0	0	13,221	0
Accrued Payroll	294,413	6,682	301,095	663,619	9,194
Accrued Interest Payable	89,691	0	89,691	0	0
Payroll Deductions Payable	173,026	8,253	181,279	1,473,424	0
Due to Other Governments	5,684,335	0	5,684,335	0	0
Due to Primary Government	0	0	0	122,566	0
Due To Component Units	936,174	0	936,174	0	0
Claims and Judgments Payable	553,642	0	553,642	0	0
Due to State of Tennessee	1,131	0	1,131	0	0
Other Current Liabilities	0	0	0	69,102	2,500
Noncurrent Liabilities:					
Due Within One Year - Debt	2,547,919	210,444	2,758,363	0	0
Due Within One Year - Other	604,643	0	604,643	149,691	0
Due in More Than One Year - Debt	20,747,586	2,707,551	23,455,137	0	0
Due in More Than One Year - Other	4,520,578	43,129	4,563,707	9,250,538	0
Total Liabilities	\$ 36,959,907	\$ 3,036,625	\$ 39,996,532	\$ 13,625,997	\$ 11,694
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 16,591,392	\$ 0	\$ 16,591,392	\$ 17,162,845	\$ 0
Pension Changes in Experience	396,268	12,339	408,607	1,788,632	0
Pension Changes in Proportion	0	0	0	68,293	0
OPEB Changes in Experience	741,150	11,669	752,819	171,277	0
OPEB Changes in Assumptions	1,000,581	15,753	1,016,334	1,201,612	0
OPEB Changes in Proportion	0	0	0	445,906	0
Total Deferred Inflows of Resources	\$ 18,729,391	\$ 39,761	\$ 18,769,152	\$ 20,838,565	\$ 0
NET POSITION					
Net Investment in Capital Assets	\$ 31,713,993	\$ 2,632,670	\$ 34,346,663	\$ 62,356,426	\$ 14,758,630
Restricted for:					
General Government	153,726	0	153,726	0	154,469
Administration of Justice	393,348	0	393,348	0	0
Public Safety	1,428,356	0	1,428,356	0	0
Public Health and Welfare	3,482,700	0	3,482,700	0	0
Highways	2,734,965	0	2,734,965	0	0
Debt Service	5,823,699	0	5,823,699	0	0
Capital Projects	5,464,206	0	5,464,206	0	0
Education	947,680	0	947,680	12,193,644	0
Pensions	4,541,829	126,430	4,668,259	12,142,580	0
Unrestricted	(4,688,669)	1,928,779	(2,759,890)	14,226,993	6,449,617
Total Net Position	\$ 51,995,833	\$ 4,687,879	\$ 56,683,712	\$ 100,919,643	\$ 21,362,716

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

Exhibit B

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

Functions/Programs	Net (Expense) Revenue and Changes in Net Position							Component Units	
	Expenses	Program Revenues			Primary Government			Roane County School Department	Roane County Industrial Development Board
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total		
Primary Government:									
Governmental Activities:									
General Government	\$ 5,741,003	\$ 1,215,916	\$ 20,824	\$ 4,061,802	\$ (442,461)	\$ 0	\$ (442,461)	\$ 0	\$ 0
Finance	2,609,747	1,741,225	0	0	(868,522)	0	(868,522)	0	0
Administration of Justice	2,366,748	870,614	13,500	0	(1,482,634)	0	(1,482,634)	0	0
Public Safety	10,159,305	1,223,913	536,304	0	(8,399,088)	0	(8,399,088)	0	0
Public Health and Welfare	7,727,815	3,021,274	1,319,565	0	(3,386,976)	0	(3,386,976)	0	0
Social, Cultural, and Recreational Services	1,410,872	318,470	0	0	(1,092,402)	0	(1,092,402)	0	0
Agriculture and Natural Resources	169,372	0	0	0	(169,372)	0	(169,372)	0	0
Highways	5,473,696	2,298	2,668,126	0	(2,803,272)	0	(2,803,272)	0	0
Education	3,347,336	0	47,154	0	(3,300,182)	0	(3,300,182)	0	0
Interest on Long-term Debt	499,842	0	0	0	(499,842)	0	(499,842)	0	0
Total Governmental Activities	\$ 39,505,736	\$ 8,393,710	\$ 4,605,473	\$ 4,061,802	\$ (22,444,751)	\$ 0	\$ (22,444,751)	\$ 0	\$ 0
Business-type Activities:									
Public Utility	\$ 1,186,934	\$ 1,400,574	\$ 0	\$ 0	\$ 0	\$ 213,640	\$ 213,640	\$ 0	\$ 0
Total Business-type Activities	\$ 1,186,934	\$ 1,400,574	\$ 0	\$ 0	\$ 0	\$ 213,640	\$ 213,640	\$ 0	\$ 0
Total Primary Government	\$ 40,692,670	\$ 9,794,284	\$ 4,605,473	\$ 4,061,802	\$ (22,444,751)	\$ 213,640	\$ (22,231,111)	\$ 0	\$ 0
Component Units:									
Roane County School Department	\$ 91,555,889	\$ 1,335,292	\$ 18,869,221	\$ 2,579,490	\$ 0	\$ 0	\$ 0	\$ (68,771,886)	\$ 0
Roane County Industrial Development Board	773,507	0	19,990	0	0	0	0	0	(753,517)
Total Component Units	\$ 92,329,396	\$ 1,335,292	\$ 18,889,211	\$ 2,579,490	\$ 0	\$ 0	\$ 0	\$ (68,771,886)	\$ (753,517)

(Continued)

Exhibit B

Roane County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Net (Expense) Revenue and Changes in Net Position							Component Units	
	Expenses	Program Revenues			Primary Government			Roane County School Department	Roane County Industrial Development Board
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total		
General Revenues:									
Taxes:									
Property Taxes Levied for General Purposes				\$ 13,027,221	\$ 0	\$ 13,027,221	\$ 17,291,095	\$ 0	
Property Taxes Levied for Debt Service				3,379,753	0	3,379,753	0	0	
Local Option Sales Taxes				2,168,147	0	2,168,147	11,332,856	0	
Other Local Taxes:									
Hotel/Motel Tax				150,970	0	150,970	0	0	
Litigation Tax				487,279	0	487,279	0	0	
Business Tax				947,750	0	947,750	0	0	
Wholesale Beer Tax				198,162	0	198,162	0	0	
Mixed Drink Tax				4,645	0	4,645	22,950	0	
Other Local Taxes				51,256	0	51,256	0	0	
Grants and Contributions Not Restricted to Specific Programs				3,037,193	0	3,037,193	37,087,485	382,250	
Unrestricted Investment Income				1,283,420	62,530	1,345,950	912,596	26,008	
Gain on Investments				0	0	0	58,851	0	
Miscellaneous				374,725	0	374,725	2,283	11,944	
Sale of Land				0	0	0	0	45,000	
Sale of Equipment				103,154	0	103,154	4,242	0	
Total General Revenues				\$ 25,213,675	\$ 62,530	\$ 25,276,205	\$ 66,712,358	\$ 465,202	
Insurance Recovery				\$ 36,980	\$ 0	\$ 36,980	\$ 0	\$ 0	
Change in Net Position				\$ 2,805,904	\$ 276,170	\$ 3,082,074	\$ (2,059,528)	\$ (288,315)	
Net Position, July 1, 2022				49,189,929	4,411,709	53,601,638	102,979,171	21,651,031	
Net Position, June 30, 2023				\$ 51,995,833	\$ 4,687,879	\$ 56,683,712	\$ 100,919,643	\$ 21,362,716	

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

Exhibit C-1

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

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>ASSETS</u>						
Cash	\$ 9,600	\$ 0	\$ 0	\$ 0	\$ 4,431	\$ 14,031
Equity in Pooled Cash and Investments	10,898,293	2,647,262	7,743,297	11,397,426	5,319,852	38,006,130
Accounts Receivable	125,041	0	276,639	33,653	1,407,536	1,842,869
Allowance for Uncollectibles	0	0	0	0	(1,027,998)	(1,027,998)
Due from Other Governments	514,614	465,297	3,890	35,120	369,307	1,388,228
Due from Other Funds	1,474,453	1,244	36,575	777	2,300	1,515,349
Due from Component Units	106,459	0	16,107	0	0	122,566
Property Taxes Receivable	12,863,832	1,555,768	1,121,733	783,333	1,136,005	17,460,671
Allowance for Uncollectible Property Taxes	(377,980)	(48,116)	(47,936)	(26,434)	(32,860)	(533,326)
Prepaid Items	98,179	247	0	0	5,662	104,088
Restricted Assets	403,103	24,145	0	0	150,175	577,423
Total Assets	<u>\$ 26,115,594</u>	<u>\$ 4,645,847</u>	<u>\$ 9,150,305</u>	<u>\$ 12,223,875</u>	<u>\$ 7,334,410</u>	<u>\$ 59,470,031</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 209,209	\$ 31,879	\$ 2,098	\$ 162,269	\$ 181,408	\$ 586,863
Accrued Payroll	210,851	23,803	0	0	59,759	294,413
Payroll Deductions Payable	173,026	0	0	0	0	173,026
Contracts Payable	0	0	0	215,330	0	215,330
Due to Other Funds	19,985	353,890	1,261,108	3,849	16,368	1,655,200
Due to Component Units	13,682	0	918,961	0	3,531	936,174
Due to Cities	1,131	0	0	0	0	1,131
Due to Other Governments	1,131	0	20,906	5,662,298	0	5,684,335
Total Liabilities	<u>\$ 629,015</u>	<u>\$ 409,572</u>	<u>\$ 2,203,073</u>	<u>\$ 6,043,746</u>	<u>\$ 261,066</u>	<u>\$ 9,546,472</u>

(Continued)

Exhibit C-1

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

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 12,258,414	\$ 1,476,918	\$ 1,033,842	\$ 738,458	\$ 1,083,760	\$ 16,591,392
Deferred Delinquent Property Taxes	200,314	26,840	36,146	15,999	15,519	294,818
Other Deferred/Unavailable Revenue	125,445	232,369	0	0	394,824	752,638
Total Deferred Inflows of Resources	<u>\$ 12,584,173</u>	<u>\$ 1,736,127</u>	<u>\$ 1,069,988</u>	<u>\$ 754,457</u>	<u>\$ 1,494,103</u>	<u>\$ 17,638,848</u>

FUND BALANCES

Nonspendable:						
Long-term Notes Receivable	\$ 350,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 350,000
Prepaid Items	98,179	247	0	0	5,662	104,088
Restricted:						
Restricted for General Government	153,726	0	0	0	0	153,726
Restricted for Administration of Justice	393,348	0	0	0	0	393,348
Restricted for Public Safety	96,368	0	0	0	1,273,263	1,369,631
Restricted for Public Health and Welfare	18,394	0	0	0	3,322,968	3,341,362
Restricted for Highways/Public Works	0	2,475,756	0	0	0	2,475,756
Restricted for Capital Outlay	163,870	0	0	5,425,672	827,173	6,416,715
Restricted for Debt Service	0	0	5,877,244	0	0	5,877,244
Restricted for Hybrid Retirement Stabilization Funds	403,103	24,145	0	0	150,175	577,423
Committed:						
Committed for General Government	650,000	0	0	0	0	650,000
Committed for Public Safety	235,000	0	0	0	0	235,000
Committed for Social, Cultural, and Recreational Services	284,846	0	0	0	0	284,846
Committed for Other Purposes	284,888	0	0	0	0	284,888
Assigned:						
Assigned for General Government	2,774,274	0	0	0	0	2,774,274

(Continued)

Exhibit C-1

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

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>FUND BALANCES (Cont.)</u>						
Assigned (Cont.):						
Assigned for Administration of Justice	\$ 19,555	\$ 0	\$ 0	\$ 0	\$ 0	\$ 19,555
Assigned for Public Safety	28,120	0	0	0	0	28,120
Unassigned	6,948,735	0	0	0	0	6,948,735
Total Fund Balances	<u>\$ 12,902,406</u>	<u>\$ 2,500,148</u>	<u>\$ 5,877,244</u>	<u>\$ 5,425,672</u>	<u>\$ 5,579,241</u>	<u>\$ 32,284,711</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 26,115,594</u>	<u>\$ 4,645,847</u>	<u>\$ 9,150,305</u>	<u>\$ 12,223,875</u>	<u>\$ 7,334,410</u>	<u>\$ 59,470,031</u>

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

Exhibit C-2

Roane 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)		\$ 32,284,711
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 5,406,779	
Add: construction in progress	180,612	
Add: building and improvements net of accumulated depreciation	11,228,340	
Add: infrastructure net of accumulated depreciation	20,210,704	
Add: other capital assets net of accumulated depreciation	<u>4,062,810</u>	41,089,245
(2) Internal service funds are used by management to charge the cost of workers' compensation and employee dental benefits to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		2,243,963
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (20,385,000)	
Less: other loans payable	(2,548,645)	
Less: unamortized premium on debt	(361,860)	
Less: accrued interest on debt	(89,691)	
Less: compensated absences payable	(704,038)	
Less: landfill postclosure care costs	(1,681,801)	
Less: net OPEB liability	<u>(2,739,382)</u>	(28,510,417)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 1,661,129	
Less: deferred inflows of resources related to pensions	(396,268)	
Add: deferred outflows of resources related to OPEB	353,339	
Less: deferred inflows of resources related to OPEB	<u>(1,741,731)</u>	(123,531)
(5) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent legacy plan	\$ 3,887,044	
Add: net pension asset - agent hybrid plan	<u>77,362</u>	3,964,406
(6) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,047,456</u>
Net position of governmental activities (Exhibit A)		<u>\$ 51,995,833</u>

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

Exhibit C-3

Roane 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	Highway / Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>Revenues</u>						
Local Taxes	\$ 12,980,863	\$ 1,517,022	\$ 3,118,398	\$ 864,021	\$ 3,318,349	\$ 21,798,653
Licenses and Permits	881,505	0	0	0	0	881,505
Fines, Forfeitures, and Penalties	116,093	0	0	0	26,215	142,308
Charges for Current Services	906,601	0	0	139,565	2,997,429	4,043,595
Other Local Revenues	1,229,755	11,108	51,348	438,865	253,767	1,984,843
Fees Received From County Officials	2,776,201	0	0	0	0	2,776,201
State of Tennessee	3,063,203	2,668,656	0	0	360,430	6,092,289
Federal Government	170,505	0	0	4,366,709	109,472	4,646,686
Other Governments and Citizens Groups	23,880	0	28,934	0	0	52,814
Total Revenues	\$ 22,148,606	\$ 4,196,786	\$ 3,198,680	\$ 5,809,160	\$ 7,065,662	\$ 42,418,894
<u>Expenditures</u>						
Current:						
General Government	\$ 3,611,836	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,611,836
Finance	2,688,990	0	0	0	12	2,689,002
Administration of Justice	2,583,257	0	0	0	0	2,583,257
Public Safety	9,232,767	0	0	0	731,111	9,963,878
Public Health and Welfare	794,599	0	0	0	6,964,583	7,759,182
Social, Cultural, and Recreational Services	534,717	0	0	0	0	534,717
Agriculture and Natural Resources	173,559	0	0	0	0	173,559
Other Operations	1,073,043	0	0	0	0	1,073,043
Highways	0	4,438,755	0	0	0	4,438,755
Debt Service:						
Principal on Debt	0	0	2,363,934	0	0	2,363,934
Interest on Debt	0	0	663,159	0	0	663,159
Other Debt Service	0	0	89,863	0	0	89,863

(Continued)

Exhibit C-3

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

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>Expenditures (Cont.)</u>						
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 4,344,202	\$ 69,964	\$ 4,414,166
Capital Projects - Donated	0	0	0	2,548,645	0	2,548,645
Total Expenditures	\$ 20,692,768	\$ 4,438,755	\$ 3,116,956	\$ 6,892,847	\$ 7,765,670	\$ 42,906,996
<u>Excess (Deficiency) of Revenues</u>						
Over Expenditures	\$ 1,455,838	\$ (241,969)	\$ 81,724	\$ (1,083,687)	\$ (700,008)	\$ (488,102)
<u>Other Financing Sources (Uses)</u>						
Other Loans Issued	\$ 0	\$ 0	\$ 0	\$ 2,548,645	\$ 0	\$ 2,548,645
Proceeds from Sale of Capital Assets	0	0	0	12,801	15,507	28,308
Insurance Recovery	0	36,980	0	0	0	36,980
Transfers In	0	0	1,170,993	200,000	1,138,654	2,509,647
Transfers Out	(1,400,000)	(370,993)	0	(538,654)	(200,000)	(2,509,647)
Total Other Financing Sources (Uses)	\$ (1,400,000)	\$ (334,013)	\$ 1,170,993	\$ 2,222,792	\$ 954,161	\$ 2,613,933
<u>Net Change in Fund Balances</u>						
Fund Balance, July 1, 2022	\$ 12,846,568	\$ 3,076,130	\$ 4,624,527	\$ 4,286,567	\$ 5,325,088	\$ 30,158,880
Fund Balance, June 30, 2023	\$ 12,902,406	\$ 2,500,148	\$ 5,877,244	\$ 5,425,672	\$ 5,579,241	\$ 32,284,711

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

Exhibit C-4

Roane 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)		\$ 2,125,831
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 2,499,311	
Less: current-year depreciation expense	<u>(2,510,037)</u>	(10,726)
(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		(92,816)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2023	\$ 1,047,456	
Less: deferred delinquent property taxes and other deferred June 30, 2022	<u>(1,252,088)</u>	(204,632)
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.		
Add: change in unamortized premium on debt issuances	\$ 150,126	
Add: principal payments on bonds	2,335,000	
Add: principal payments on other loans	28,934	
Less: proceeds of other loans issued	<u>(2,548,645)</u>	(34,585)
(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	\$ 13,191	
Change in compensated absences payable	(110,362)	
Change in landfill closure/postclosure care cost	248,159	
Change in net pension asset - agent legacy plan	(4,040,131)	
Change in net pension asset - agent hybrid plan	(169,057)	
Change in deferred outflows related to pensions	(656,441)	
Change in deferred inflows related to pensions	5,502,132	
Change in net OPEB liability	262,119	
Change in deferred outflows related to OPEB	(68,576)	
Change in deferred inflows related to OPEB	<u>(176,855)</u>	804,179
(6) Internal service funds are used by management to charge the cost of workers' compensation and dental benefits to individual funds. The net revenue (expense) of certain activities of the internal service funds is reported with governmental activities in the statement of activities.		<u>218,653</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 2,805,904</u>

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

Exhibit C-5

Roane 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	\$ 12,980,863	\$ 0	\$ 0	\$ 12,980,863	\$ 12,725,835	\$ 12,813,585	\$ 167,278
Licenses and Permits	881,505	0	0	881,505	767,500	967,500	(85,995)
Fines, Forfeitures, and Penalties	116,093	0	0	116,093	118,700	123,700	(7,607)
Charges for Current Services	906,601	0	0	906,601	697,585	936,693	(30,092)
Other Local Revenues	1,229,755	0	0	1,229,755	67,500	1,025,305	204,450
Fees Received From County Officials	2,776,201	0	0	2,776,201	3,101,000	3,133,400	(357,199)
State of Tennessee	3,063,203	0	0	3,063,203	1,684,220	2,397,507	665,696
Federal Government	170,505	0	0	170,505	209,110	306,900	(136,395)
Other Governments and Citizens Groups	23,880	0	0	23,880	0	25,000	(1,120)
Total Revenues	\$ 22,148,606	\$ 0	\$ 0	\$ 22,148,606	\$ 19,371,450	\$ 21,729,590	\$ 419,016
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 171,908	\$ 0	\$ 0	\$ 171,908	\$ 209,850	\$ 185,550	\$ 13,642
Board of Equalization	5,247	0	0	5,247	15,800	15,800	10,553
Beer Board	1,843	0	0	1,843	5,638	5,638	3,795
Budget and Finance Committee	14,340	0	0	14,340	13,495	14,430	90
Other Boards and Committees	31,582	0	0	31,582	43,355	44,565	12,983
County Mayor/Executive	349,626	0	0	349,626	352,389	367,776	18,150
County Attorney	142,084	0	0	142,084	142,864	147,392	5,308
Election Commission	474,265	(964)	0	473,301	458,663	505,243	31,942
Register of Deeds	339,945	(735)	0	339,210	370,131	390,462	51,252
Planning	75,094	(1,250)	0	73,844	97,839	99,521	25,677
Codes Compliance	484,073	(29,900)	11,162	465,335	516,400	598,257	132,922
Geographical Information Systems	116,199	(1,236)	0	114,963	129,878	134,493	19,530
County Buildings	705,514	(12,674)	0	692,840	609,867	803,318	110,478
Other General Administration	44,862	(1,437)	0	43,425	67,100	67,100	23,675
Preservation of Records	132,070	0	0	132,070	135,472	152,319	20,249
Risk Management	523,184	(10,426)	0	512,758	562,373	563,714	50,956

(Continued)

Exhibit C-5

Roane 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</u>							
Accounting and Budgeting	\$ 642,762	\$ 0	\$ 0	\$ 642,762	\$ 692,286	\$ 726,148	\$ 83,386
Purchasing	227,843	0	0	227,843	232,532	240,985	13,142
Property Assessor's Office	794,091	(780)	0	793,311	996,760	1,019,416	226,105
County Trustee's Office	349,834	0	0	349,834	397,540	406,169	56,335
County Clerk's Office	674,460	(3,900)	0	670,560	808,044	856,675	186,115
<u>Administration of Justice</u>							
Circuit Court	801,401	(1,836)	853	800,418	922,882	942,737	142,319
General Sessions Judge	750,170	0	0	750,170	758,489	777,259	27,089
Drug Court	46,193	0	0	46,193	50,000	53,320	7,127
Chancery Court	424,181	(1,604)	18,703	441,280	425,745	503,814	62,534
Juvenile Court	468,007	0	0	468,007	507,005	518,168	50,161
Office of Public Defender	60,277	0	0	60,277	65,143	68,074	7,797
Other Administration of Justice	12,053	0	0	12,053	45,000	45,000	32,947
Victim Assistance Programs	20,975	0	0	20,975	65,334	74,639	53,664
<u>Public Safety</u>							
Sheriff's Department	4,415,895	(16,944)	28,119	4,427,070	4,884,217	5,455,682	1,028,612
Jail	3,877,980	(12,057)	0	3,865,923	4,264,931	4,555,326	689,403
Civil Defense	276,123	0	0	276,123	377,723	383,265	107,142
Other Emergency Management	452,845	0	0	452,845	452,845	452,845	0
County Coroner/Medical Examiner	209,924	0	0	209,924	176,000	226,000	16,076
<u>Public Health and Welfare</u>							
Local Health Center	162,626	(6,060)	0	156,566	164,271	187,591	31,025
Alcohol and Drug Programs	0	0	0	0	0	316,592	316,592
Other Local Health Services	485,973	0	0	485,973	437,006	536,741	50,768
Appropriation to State	0	0	0	0	52,781	1,180	1,180
Other Local Welfare Services	146,000	0	0	146,000	138,000	146,000	0
<u>Social, Cultural, and Recreational Services</u>							
Libraries	20,099	0	0	20,099	25,800	25,800	5,701
Parks and Fair Boards	514,618	0	0	514,618	660,716	667,156	152,538

(Continued)

Exhibit C-5

Roane 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>Agriculture and Natural Resources</u>							
Agricultural Extension Service	\$ 108,551	\$ 0	\$ 0	\$ 108,551	\$ 113,600	\$ 113,600	\$ 5,049
Soil Conservation	65,008	0	0	65,008	73,472	74,953	9,945
<u>Other Operations</u>							
Industrial Development	506,725	0	0	506,725	540,050	557,050	50,325
Veterans' Services	51,921	0	0	51,921	80,188	80,188	28,267
Employee Benefits	61,017	0	0	61,017	90,000	90,000	28,983
Miscellaneous	453,380	(8,370)	0	445,010	526,005	526,005	80,995
Total Expenditures	\$ 20,692,768	\$ (110,173)	\$ 58,837	\$ 20,641,432	\$ 22,755,479	\$ 24,723,956	\$ 4,082,524
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,455,838	\$ 110,173	\$ (58,837)	\$ 1,507,174	\$ (3,384,029)	\$ (2,994,366)	\$ 4,501,540
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (1,400,000)	\$ 0	\$ 0	\$ (1,400,000)	\$ (1,400,000)	\$ (1,400,000)	\$ 0
Total Other Financing Sources	\$ (1,400,000)	\$ 0	\$ 0	\$ (1,400,000)	\$ (1,400,000)	\$ (1,400,000)	\$ 0
Net Change in Fund Balance	\$ 55,838	\$ 110,173	\$ (58,837)	\$ 107,174	\$ (4,784,029)	\$ (4,394,366)	\$ 4,501,540
Fund Balance, July 1, 2022	12,846,568	(110,173)	0	12,736,395	13,014,485	13,014,485	(278,090)
Fund Balance, June 30, 2023	\$ 12,902,406	\$ 0	\$ (58,837)	\$ 12,843,569	\$ 8,230,456	\$ 8,620,119	\$ 4,223,450

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

Exhibit C-6

Roane County, Tennessee
 Statement 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	\$ 1,517,022	\$ 0	\$ 0	\$ 1,517,022	\$ 1,507,000	\$ 1,507,000	\$ 10,022
Charges for Current Services	0	0	0	0	4,000	4,000	(4,000)
Other Local Revenues	11,108	0	0	11,108	17,500	20,500	(9,392)
State of Tennessee	2,668,656	0	0	2,668,656	2,601,361	2,601,361	67,295
Total Revenues	\$ 4,196,786	\$ 0	\$ 0	\$ 4,196,786	\$ 4,129,861	\$ 4,132,861	\$ 63,925
<u>Expenditures</u>							
<u>Highways</u>							
Administration	\$ 337,596	\$ 0	\$ 0	\$ 337,596	\$ 386,504	\$ 391,816	\$ 54,220
Highway and Bridge Maintenance	3,165,851	0	759,065	3,924,916	4,587,585	4,562,373	637,457
Operation and Maintenance of Equipment	561,278	0	4,500	565,778	716,212	779,612	213,834
Traffic Control	60,520	0	0	60,520	86,064	87,564	27,044
Litter and Trash Collection	17,918	(8,300)	0	9,618	60,261	60,261	50,643
Other Charges	188,322	0	0	188,322	212,100	212,100	23,778
Employee Benefits	107,270	0	0	107,270	64,000	107,270	0
Capital Outlay	0	0	0	0	22,500	22,500	22,500
Total Expenditures	\$ 4,438,755	\$ (8,300)	\$ 763,565	\$ 5,194,020	\$ 6,135,226	\$ 6,223,496	\$ 1,029,476
Excess (Deficiency) of Revenues Over Expenditures	\$ (241,969)	\$ 8,300	\$ (763,565)	\$ (997,234)	\$ (2,005,365)	\$ (2,090,635)	\$ 1,093,401
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 36,980	\$ 0	\$ 0	\$ 36,980	\$ 0	\$ 0	\$ 36,980
Transfers Out	(370,993)	0	0	(370,993)	(370,993)	(370,993)	0
Total Other Financing Sources	\$ (334,013)	\$ 0	\$ 0	\$ (334,013)	\$ (370,993)	\$ (370,993)	\$ 36,980
Net Change in Fund Balance	\$ (575,982)	\$ 8,300	\$ (763,565)	\$ (1,331,247)	\$ (2,376,358)	\$ (2,461,628)	\$ 1,130,381
Fund Balance, July 1, 2022	3,076,130	(8,300)	0	3,067,830	3,076,130	3,076,130	(8,300)
Fund Balance, June 30, 2023	\$ 2,500,148	\$ 0	\$ (763,565)	\$ 1,736,583	\$ 699,772	\$ 614,502	\$ 1,122,081

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

Exhibit D-1

Roane County, Tennessee
Statement of Net Position
Proprietary Funds
June 30, 2023

	Business-type Activities - <u>Enterprise Fund</u>	<u>Governmental Activities</u>
	Public Utility Fund	Internal Service Funds
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 400	\$ 0
Equity in Pooled Cash and Investments	1,952,086	2,708,086
Accounts Receivable	72,322	6,605
Allowance for Uncollectibles	(50,030)	0
Due from Other Funds	62,152	78,321
Prepaid Items	1,700	9,169
Total Current Assets	<u>\$ 2,038,630</u>	<u>\$ 2,802,181</u>
Noncurrent Assets:		
Restricted Assets	\$ 4,199	\$ 0
Net Pension Asset	122,231	0
Capital Assets:		
Assets Not Depreciated:		
Land	5,000	0
Construction in Progress	385,901	0
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	217,859	0
Infrastructure	4,738,682	0
Machinery and Equipment	203,222	0
Total Noncurrent Assets	<u>\$ 5,677,094</u>	<u>\$ 0</u>
Total Assets	<u>\$ 7,715,724</u>	<u>\$ 2,802,181</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Outflows of Resources:		
Pension Changes in Experience	\$ 1,139	\$ 0
Pension Changes in Assumptions	30,890	0
Pension Changes in Investment Earnings	1,542	0
Pension Contributions After Measurement Date	10,028	0
OPEB Changes in Experience	16	0
OPEB Changes in Assumptions	3,636	0
OPEB Contributions After Measurement Date	1,912	0
Total Deferred Outflows of Resources	<u>\$ 49,163</u>	<u>\$ 0</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 7,764,887</u>	<u>\$ 2,802,181</u>

(Continued)

Exhibit D-1

Roane County, Tennessee
Statement of Net Position
Proprietary Funds (Cont.)

	Business-type Activities - Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable	\$ 60,566	\$ 4,576
Accrued Payroll	6,682	0
Payroll Deductions Payable	8,253	0
Claims and Judgments Payable	0	553,642
Due to Other Funds	622	0
Other Loans Payable	210,444	0
Total Current Liabilities	<u>\$ 286,567</u>	<u>\$ 558,218</u>
Noncurrent Liabilities:		
Net OPEB Liability	\$ 43,129	\$ 0
Other Loans Payable - Long-term	2,707,551	0
Total Noncurrent Liabilities	<u>\$ 2,750,680</u>	<u>\$ 0</u>
Total Liabilities	<u>\$ (3,037,247)</u>	<u>\$ (558,218)</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Inflows of Resources:		
Pension Changes in Experience	\$ 12,339	\$ 0
OPEB Changes in Experience	11,669	0
OPEB Changes in Assumptions	15,753	0
Total Deferred Inflows of Resources	<u>\$ 39,761</u>	<u>\$ 0</u>
<u>NET POSITION</u>		
Prepaid Items	\$ 1,700	\$ 0
Restricted for Education	0	947,680
Restricted for Hybrid Retirement Stabilization Funds	4,199	0
Restricted for Pensions	122,231	0
Unrestricted	1,927,079	1,296,283
Net Investment in Capital Assets	2,632,670	0
Total Net Position	<u>\$ 4,687,879</u>	<u>\$ 2,243,963</u>

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

Exhibit D-2

Roane County, Tennessee
Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2023

	Business-type Activities - <u>Enterprise Fund</u>	<u>Governmental Activities</u>
	Public Utility Fund	Internal Service Funds
<u>Operating Revenues</u>		
Charges for Services	\$ 1,400,574	\$ 1,239,174
Total Operating Revenues	<u>\$ 1,400,574</u>	<u>\$ 1,239,174</u>
<u>Operating Expenses</u>		
Salaries and Benefits	\$ 501,132	\$ 12,897
Advertising	58	0
Handling Charges and Administration	0	59,181
Communication	3,065	0
Dues and Memberships	850	0
Engineering Services	15,016	0
Legal Services	14,287	0
Licenses	250	0
Maintenance Agreements	5,791	0
Maintenance and Repair Services	58,158	0
Postal Charges	6,927	0
Printing, Stationery, and Forms	419	0
Disposal Fees	21,758	0
Permits	1,380	0
Crushed Stone	863	0
Custodial Supplies	598	0
Diesel Fuel	8,756	0
Electricity	65,592	0
Food Supplies	455	0
Gasoline	6,321	0
Office Supplies	1,219	0
Tires and Tubes	360	0
Uniforms	2,683	0
Water and Sewer	1,413	0
Testing	13,683	0
Chemicals	30,952	0
Building and Contents Insurance	8,735	0
Liability Insurance	6,965	0

(Continued)

Exhibit D-2

Roane County, Tennessee
Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Funds (Cont.)

	Business-type Activities - <u>Enterprise Fund</u>	<u>Governmental</u> Activities <u>Internal</u> Service Funds
	Public Utility Fund	
<u>Operating Expenses (Cont.)</u>		
Medical Claims	\$ 0	\$ 834,693
Refunds	1,664	
Trustee's Commission	14,678	0
Vehicle and Equipment Insurance	6,834	0
Workers' Compensation Insurance	5,520	192,071
Depreciation	276,252	0
Other Charges	4,293	0
Motor Vehicles	1,916	0
Other Capital Outlay	44,451	0
Total Operating Expenses	<u>\$ 1,133,294</u>	<u>\$ 1,098,842</u>
Operating Income (Loss)	<u>\$ 267,280</u>	<u>\$ 140,332</u>
<u>Nonoperating Revenues (Expenses)</u>		
Investment Income	\$ 62,530	\$ 78,321
Interest on Other Loans	(53,640)	0
Total Nonoperating Revenue (Expenses)	<u>\$ 8,890</u>	<u>\$ 78,321</u>
Income (Loss)	<u>\$ 276,170</u>	<u>\$ 218,653</u>
Change in Net Position	\$ 276,170	\$ 218,653
Net Position July 1, 2022	<u>4,411,709</u>	<u>2,025,310</u>
Net Position, June 30, 2023	<u><u>\$ 4,687,879</u></u>	<u><u>\$ 2,243,963</u></u>

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

Exhibit D-3

Roane County, Tennessee
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2023

	Business-type Activities - <u>Enterprise Fund</u>	<u>Governmental Activities</u>
	Public Utility Fund	Internal Service Funds
<u>Cash Flows from Operating Activities</u>		
Receipts from Customers and Users	\$ 1,343,849	\$ 0
Receipts from Self-Insurance Premiums	0	1,224,601
Payments to Vendors	(263,450)	0
Payments to Employees	(466,144)	(12,897)
Payments to Insurers	(28,054)	(196,240)
Payments for Claims	0	(812,672)
Payments for Administrative Costs	(14,678)	(56,256)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 571,523</u>	<u>\$ 146,536</u>
<u>Cash Flows from Capital and Related Financing Activities</u>		
Principal Paid on Other Loans Payable	\$ (206,748)	\$ 0
Interest Paid on Other Loans Payable	(53,640)	0
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ (260,388)</u>	<u>\$ 0</u>
<u>Cash Flows from Investing Activities</u>		
Acquisition of Capital Assets	\$ (582,624)	\$ 0
Net Proceeds from Disposal of Capital Assets	1,335	
Interest on Investments	62,152	78,321
Contributions to Pension Stabilization Reserve Trust	(1,243)	0
Net Cash Provided By (Used In) Investing Activities	<u>\$ (520,380)</u>	<u>\$ 78,321</u>
Increase (Decrease) in Cash	\$ (209,245)	\$ 224,857
Cash, July 1, 2022	<u>2,161,731</u>	<u>2,483,229</u>
Cash, June 30, 2023	<u><u>\$ 1,952,486</u></u>	<u><u>\$ 2,708,086</u></u>

(Continued)

Exhibit D-3

Roane County, Tennessee
Statement of Cash Flows
Proprietary Funds (Cont.)

	Business-type Activities - <u>Enterprise Fund</u>	<u>Governmental Activities</u>
	Public Utility Fund	Internal Service Funds
<u>Reconciliation of Net Operating Income (Loss)</u>		
<u>to Net Cash Provided By (Used In) Operating Activities</u>		
Operating Income (Loss)	\$ 267,280	\$ 140,332
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
Depreciation	276,252	0
Changes in Assets and Liabilities:		
(Increase) Decrease in Accounts Receivable	(56,725)	(2,026)
(Increase) Decrease in Due from Other Funds	0	(78,321)
(Increase) Decrease in Prepaid Items	(1,065)	(4,169)
Increase (Decrease) in Accounts Payable	50,171	2,925
Increase (Decrease) in Accrued Payroll	897	0
Increase (Decrease) in Payroll Deductions Payable	958	0
Increase (Decrease) in Due to Other Funds	622	0
Increase (Decrease) in Claims and Judgments Payable	0	87,795
Increase (Decrease) in Net OPEB Liability	(3,508)	0
(Increase) Decrease in Deferred Outflows Related to OPEB	992	0
Increase (Decrease) in Deferred Inflows Related to OPEB	3,107	0
(Increase) Decrease in Net Pension Asset	228,272	0
(Increase) Decrease in Deferred Outflows Related to Pensions	45,689	0
Increase (Decrease) in Deferred Inflows Related to Pensions	(241,419)	0
Net Cash Provided By (Used In) Operating Activities	<u>\$ 571,523</u>	<u>\$ 146,536</u>
<u>Reconciliation of Cash With the Statement of Net Position</u>		
Cash Per Net Position	\$ 400	\$ 0
Equity in Pooled Cash and Investments Per Net Position	<u>1,952,086</u>	<u>2,708,086</u>
Cash, June 30, 2023	<u>\$ 1,952,486</u>	<u>\$ 2,708,086</u>
<u>Schedule of Noncash Investing Activities</u>		
Gain on Investments of Pension Stabilization Reserve Trust	\$ 378	\$ 0

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

Exhibit E-1

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

	Private Purpose Trust Fund	
	<u>Endowment Fund</u>	<u>Custodial Funds</u>
<u>ASSETS</u>		
Cash	\$ 0	\$ 2,645,833
Equity in Pooled Cash and Investments	20,639	1,119,537
Due from Other Governments	625	2,048,675
Property Taxes Receivable	0	1,213,628
Allowance for Uncollectible Property Taxes	0	(38,040)
Prepaid Items	0	17,085
Notes Receivable - Long-term	0	183,673
Total Assets	<u>\$ 21,264</u>	<u>\$ 7,190,391</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 0	\$ 36,102
Accrued Payroll	0	1,538
Due to Other Taxing Units	0	2,023,691
Due to Other Governments	0	7,690
Total Liabilities	<u>\$ 0</u>	<u>\$ 2,069,021</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Current Property Taxes	<u>\$ 0</u>	<u>\$ 1,171,857</u>
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 1,171,857</u>
<u>NET POSITION</u>		
Prepaid Items	\$ 0	\$ 215
Restricted for Individuals, Organizations and Other Governments	<u>21,264</u>	<u>3,949,298</u>
Total Net Position	<u>\$ 21,264</u>	<u>\$ 3,949,513</u>

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

Exhibit E-2

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

	Private Purpose Trust Fund	
	Endowment Fund	Custodial Funds
<u>ADDITIONS</u>		
Sales Tax Collections for Other Governments	\$ 0	\$ 10,082,843
Delinquent Tax Collected for Community Development	0	31,202
ADA - Educational Funds Collected for Cities	0	2,390,282
Fines/Fees and Other Collections	625	10,934,213
Drug Task Force Collections	0	406,769
District Attorney General Collections	0	37,243
Total Additions	<u>\$ 625</u>	<u>\$ 23,882,552</u>
<u>DEDUCTIONS</u>		
Payment of Sales Tax Collections for Other Governments	\$ 0	\$ 10,082,843
Payments to City School Systems	0	2,390,282
Payments to State	0	5,427,288
Payments to Cities, Individuals, and Others	0	6,149,307
Payments of Drug Task Force Expenses	0	387,551
Payment of District Attorney General Expenses	0	10,119
Total Deductions	<u>\$ 0</u>	<u>\$ 24,447,390</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 625	\$ (564,838)
Net Position, July 1, 2022	<u>20,639</u>	<u>4,514,351</u>
Net Position, June 30, 2023	<u>\$ 21,264</u>	<u>\$ 3,949,513</u>

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

ROANE COUNTY, TENNESSEE
Index of Notes to Financial Statements

Note	Page(s)
I. Summary of Significant Accounting Policies	
A. Reporting Entity	50
B. Government-wide and Fund Financial Statements	51
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	52
D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance	
1. Deposits and Investments	55
2. Receivables and Payables	57
3. Prepaid Items	58
4. Restricted Assets	58
5. Capital Assets	58
6. Deferred Outflows/Inflows of Resources	59
7. Compensated Absences	60
8. Long-term Debt and Long-term Obligations	60
9. Net Position and Fund Balance	61
10. Optimal Fund Balance Policy	62
E. Pension Plans	63
F. Other Postemployment Benefit (OPEB) Plans	64
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	64
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	65
III. Stewardship, Compliance, and Accountability	
A. Budgetary Information	65
B. Appropriations Exceeded Estimated Available Funding	66
IV. Detailed Notes on All Funds	
A. Deposits and Investments	66
B. Notes Receivable	70
C. Capital Assets	71
D. Construction Commitments	74
E. Interfund Receivables, Payables, and Transfers	75
F. Long-term Debt	78
G. Long-term Obligations	82
H. On-Behalf Payments - Discretely Presented Roane County School Department	84
I. Internal Financing	84
J. Donor-restricted Endowments	85
V. Other Information	
A. Risk Management	85
B. Accounting Changes	87
C. Contingent Liabilities	87
D. Changes in Administration	88
E. Landfill Closure/Postclosure Care Costs	88
F. Joint Ventures	88
G. Jointly Governed Organization	89
H. Retirement Commitments	
1. Tennessee Consolidated Retirement System (TCRS)	89
2. Deferred Compensation	114
I. Other Postemployment Benefits (OPEB)	115
J. Office of Central Accounting	123
K. Purchasing Laws	123
VI. Other Notes - Discretely Presented Roane County Industrial Development Board	124

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Roane 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 Roane County:

A. Reporting Entity

Roane County is a public municipal corporation governed by an elected 15-member board. As required by GAAP, these financial statements present Roane County (the primary government) and its component units. The financial statements of the Roane County Emergency Communications District, component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of their omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

The Roane County School Department operates the public school system in the county, and the voters of Roane 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 Industrial Development Board of Roane County was organized to promote industrial development and provide additional job opportunities in Roane County and the surrounding counties in accordance with Title 7, Chapter 53, of *Tennessee Code Annotated*. The Industrial Development Board of Roane County is governed by a ten-member board of directors appointed by the Roane County Commission. During the year, Roane County provided \$372,250 to the Industrial Development Board to be applied toward operations of the board.

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

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

Administrative Offices:

Industrial Development Board of Roane County
1209 North Kentucky Street
Kingston, TN 37763

Roane County Emergency Communications District
P.O. Box 236
Rockwood, TN 37854

B. Government-wide and Fund Financial Statements

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

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

properly included among program revenues are reported instead as general revenues.

Roane County issues all debt for the discretely presented Roane County School Department. Net debt issues totaling \$2,548,645 were contributed by the county to the school department during the year ended June 30, 2023.

Separate financial statements are provided for governmental funds, proprietary funds (internal service and enterprise), and fiduciary funds. The internal service funds are reported with the governmental activities in the government-wide financial statements, and the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and the major enterprise fund are reported as separate columns in the fund financial statements.

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

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

Fund financial statements of Roane County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. Roane County reports three proprietary funds: two internal service funds and one enterprise fund.

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

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

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

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

Roane 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.

Highway/Public Works Fund – This special revenue fund accounts for transactions of the county’s highway department. Local and state gasoline/fuel taxes are the foundational revenues of this fund.

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

General Capital Projects Fund – This fund is used to account for and report financial resources that are restricted, committed, or

assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. This fund also accounts for transactions involving the American Rescue Plan Act Grant. Grant revenue is the foundational revenue for these expenditures.

Roane County reports the following major proprietary fund:

Public Utility Fund – This fund accounts for transactions related to the treatment of wastewater.

Additionally, Roane County reports the following fund types:

Internal Service Funds – These funds, the Employee Insurance - Dental and the Workers' Compensation funds, are used to account for the county's self-insured dental and workers' compensation programs managed by the county for the primary government and the discretely presented school department.

Private Purpose Trust Fund – The Endowment Fund is used to account for an endowment received by the county. The principal amount must remain intact while interest earned on the principal is to be expended for the benefit of scholarships for Roane County students.

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 Roane County, the city school system's share of educational revenues, state grants and other restricted revenues held for the benefit of the Judicial District Drug Task Force, restricted revenues held for the benefit of the Office of District Attorney General, and assets held in a custodial capacity for an industrial revolving loan program.

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

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

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

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

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>.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has three proprietary funds, an enterprise fund used to account for wastewater operations and two internal service funds used to account for the employees' dental insurance and workers' compensation programs managed by the county for the primary government and the discretely presented school department. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenue of the county's enterprise fund is charges for services from users. Operating expenses for the enterprise fund include salaries and depreciation of capital assets. The principal operating revenues of the county's internal service funds are self-insurance premiums. Operating expenses for the internal service funds include dental and workers' compensation claims, administrative expenses, and excess risk workers' compensation insurance.

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

1. Deposits and Investments

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

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; the State Treasurer's Intermediate Term Investment Fund; bonds

of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Roane County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Debt Service and General Purpose School funds. Roane 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. Roane County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value. Other than the pension stabilization trust discussed in Note I.D.4., no investments required to be reported at fair value were held at the balance sheet date.

2. Receivables and Payables

All other outstanding balances between funds are reported as due to/from other funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

All ambulance, property taxes, and public utility receivables are shown with an allowance for uncollectibles. Ambulance and public utility receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 1.6 percent of total taxes levied.

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

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

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

Most payables are disaggregated on the face of the financial statements. Other current liabilities totaling \$69,102 reflected for the discretely presented school department on the Statement of Net Position represent monies refunded to the school department in error by the Internal Revenue Service.

Retainage payable represents amounts withheld from payments made on construction contracts pending completion of the projects. These amounts are held by the county trustee as Equity in Pooled Cash and Investments in the applicable funds.

3. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expenditure when consumed rather than when purchased. Prepays are offset in the nonspendable fund balance account in governmental funds.

4. Restricted Assets

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

5. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items) are reported in the governmental and business-type columns in the government-wide financial statements. Capital assets are defined by

the government as assets with an initial, individual cost of \$10,000 or more and an estimated useful life exceeding five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	40
Other Capital Assets	5 - 10
Infrastructure	10 - 100

6. Deferred Outflows/Inflows of Resources

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

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 for current and delinquent property taxes, pension and OPEB changes in experience and proportion, 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

It is the county and school department's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Roane County does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide statements for the county and the discretely presented school department. 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.

8. Long-term Debt and Long-term Obligations

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

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

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

the extent that the liabilities have matured (come due for payment) each period.

9. Net Position and Fund Balance

In the government-wide financial statements and the proprietary funds in the fund financial statements, equity is classified as net position and displayed in three components:

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

As of June 30, 2023, Roane County had \$13,194,845 in outstanding debt for capital purposes of other entities (schools of \$12,951,745 and industrial purposes of \$243,100). In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (City of Oak Ridge School System) based on an average daily attendance proration. This debt is a liability of Roane County, but the capital assets acquired are reported in the financial statements of the school department and the City of Oak Ridge School System. Therefore, Roane 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 unrestricted amounts would be reduced first followed by restricted 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 unassigned amounts would be reduced first, followed by assigned amounts, and then committed 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 makes 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. Optimal Fund Balance Policy

The county does not have a minimum fund balance policy; however, the county commission and Board of Education have adopted policies establishing optimal fund balances 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 optimal fund balance policies apply to the sum of

restricted, committed, assigned, and unassigned fund balance, with the exception of the General Purpose School Fund for which the policy applies only to unassigned fund balance.

Primary Government

General Fund – 35 to 45 percent of current-year appropriations

Highway/Public Works Fund – seven to 15 percent of current-year appropriations

Debt Service Funds – the county will typically have one year of future payments as fund balance

The county commission passed a resolution on May 11, 2021, suspending the percentage of appropriations target requirement for the 2022 budget year.

Discretely Presented Roane County School Department

General Purpose School Fund – seven to ten percent of operating expenditures

Central Cafeteria Fund – 15 to 30 percent of operating expenditures

School Transportation Fund – ten to 20 percent of operating expenditures

Extended School Program Fund – 15 to 40 percent of operating expenditures

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 Roane County's participation in the Public Employee Pension Plans (agent legacy and agent hybrid plans) of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Roane County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Pension Plans. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Pension Plans of TCRS. Investments are reported at fair value.

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

Discretely Presented Roane 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 Roane 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 Roane County School Department

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

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

Primary Government

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

Discretely Presented Roane County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund and the school department's Internal School Fund (special revenue funds), which are not budgeted, and the Highway 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 Executive, County Attorney, etc.). Management may make revisions within major categories, but only the county commission may

transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

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

<u>Funds</u>	<u>Amount</u>
Primary Government:	
Major Funds:	
General	\$ 58,237
Highway/Public Works	763,565
Nonmajor Funds:	
Solid Waste/Sanitation	4,202
Special Purpose	46,963
Other Special Revenue	7,935
School Department:	
Major Funds:	
General Purpose School	467,704
School Federal Projects	199,037
Nonmajor Fund:	
Central Cafeteria	370,192

B. Appropriations Exceeded Estimated Available Funding

The budget and subsequent amendments approved by the county commission for the discreetly presented Roane County School Department's Education Capital Projects Fund resulted in appropriations exceeding estimated available funding by \$1,188,801.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Deposits

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

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

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

Sweep (ICS), which operate through IntraFi Network, LLC.

Investments

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

Investment Balances. As of June 30, 2023, Roane County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the State Treasurer's Investment Pool. Separate disclosures concerning pooled investments cannot be made for Roane County and the discretely presented Roane County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity (days)	Amortized Cost
State Treasurer's Investment Pool	1 to 46	\$ 28,061,435

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. Roane 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. Roane County has no investment policy that would further limit its investment choices. As of June 30, 2023, Roane County's investment in the State Treasurer's Investment Pool was unrated.

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

The trust is authorized to make investments as directed by the TCRS Board of Trustees. The county and Roane 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 county and Roane County School Department had the following investments held by the trust on its behalf. These funds are

recognized as restricted assets in the General, Solid Waste/Sanitation, Ambulance Service, Special Purpose, Other Special Revenue, and Highway/Public Works funds of the county and the General Purpose School Fund of the school department.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value County	Fair Value School Department
Investments at Fair Value:				
U.S. Equity	N/A	N/A	\$ 180,303	\$ 274,671
Developed Market International Equity	N/A	N/A	81,427	124,045
Emerging Market International Equity	N/A	N/A	23,265	35,441
U.S. Fixed Income	N/A	N/A	116,325	177,207
Real Estate	N/A	N/A	58,162	88,603
Short-term Securities	N/A	N/A	5,815	8,860
NAV - Private Equity and Strategic Lending	N/A	N/A	116,325	177,207
Total			<u>\$ 581,622</u>	<u>\$ 886,034</u>

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the county's and 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 consists of industrial loans totaling \$183,673 in the Community Development - Custodial Fund due from local businesses. These loans were made from revolving loan funds received from the U.S. Department of Commerce passed through the Tennessee Department of Economic and Community Development.

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	\$ 5,406,779	\$ 0	\$ 0	\$ 5,406,779
Construction in Progress	600,903	180,612	(600,903)	180,612
Total Capital Assets Not Depreciated	<u>\$ 6,007,682</u>	<u>\$ 180,612</u>	<u>\$ (600,903)</u>	<u>\$ 5,587,391</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 17,617,412	\$ 1,317,289	\$ 0	\$ 18,934,701
Infrastructure	45,303,288	119,973	0	45,423,261
Other Capital Assets	15,251,973	1,482,340	(347,202)	16,387,111
Total Capital Assets Depreciated	<u>\$ 78,172,673</u>	<u>\$ 2,919,602</u>	<u>\$ (347,202)</u>	<u>\$ 80,745,073</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 7,190,076	\$ 516,285	\$ 0	\$ 7,706,361
Infrastructure	24,156,546	1,056,011	0	25,212,557
Other Capital Assets	11,640,946	937,741	(254,386)	12,324,301
Total Accumulated Depreciation	<u>\$ 42,987,568</u>	<u>\$ 2,510,037</u>	<u>\$ (254,386)</u>	<u>\$ 45,243,219</u>
Total Capital Assets Depreciated, Net	<u>\$ 35,185,105</u>	<u>\$ 409,565</u>	<u>\$ (92,816)</u>	<u>\$ 35,501,854</u>
Governmental Activities Capital Assets, Net	<u>\$ 41,192,787</u>	<u>\$ 590,177</u>	<u>\$ (693,719)</u>	<u>\$ 41,089,245</u>

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

Governmental Activities:

General Government	\$ 514,763
Finance	22,933
Administration of Justice	29,673
Public Safety	462,551
Public Health and Welfare	303,730
Social, Cultural, and Recreational Services	88,719
Highways/Public Works	<u>1,087,668</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 2,510,037</u>

Net Investment in Capital Assets

Capital Assets	\$ 41,089,245
Add:	
Outstanding principle of school-related debt	12,951,745
Unspent loan proceeds	968,508
Less:	
Outstanding principal of total capital debt	(22,933,645)
Unamortized balance of original issue premiums on outstanding capital-related debt	<u>(361,860)</u>
Net Investment in Capital Assets	<u>\$ 31,713,993</u>

Business-Type Activities:

	Balance 7-1-22	Increases	Donated	Decreases	Balance 6-30-23
Capital Assets Not Depreciated:					
Land	\$ 5,000	\$ 0	\$ 0	\$ 0	\$ 5,000
Construction in Progress	0	385,901	0	0	385,901
Total Capital Assets Not Depreciated	\$ 5,000	\$ 385,901	\$ 0	\$ 0	\$ 390,901
Capital Assets Depreciated:					
Buildings and Improvements	\$ 996,279	\$ 0	\$ 0	\$ 0	\$ 996,279
Infrastructure	8,272,962	0	0	0	8,272,962
Other Capital Assets	902,039	196,723	24,082	(8,000)	1,114,844
Total Capital Assets Depreciated	\$ 10,171,280	\$ 196,723	\$ 24,082	\$ (8,000)	\$ 10,384,085
Less Accumulated Depreciation For:					
Buildings and Improvements	\$ 769,608	\$ 8,811	\$ 0	\$ 0	\$ 778,419
Infrastructure	3,289,661	244,619	0	0	3,534,280
Other Capital Assets	871,384	22,822	24,082	(6,666)	911,622
Total Accumulated Depreciation	\$ 4,930,653	\$ 276,252	\$ 24,082	\$ (6,666)	\$ 5,224,321
Total Capital Assets Depreciated, Net	\$ 5,240,627	\$ (79,529)	\$ 0	\$ (1,334)	\$ 5,159,764
Business-type Activities Capital Assets, Net	\$ 5,245,627	\$ 306,372	\$ 0	\$ (1,334)	\$ 5,550,665

Depreciation expense totaling \$276,252 was charged to the Public Utility Fund.

Net Investment in Capital Assets

Capital Assets	\$ 5,550,665
Less:	
Outstanding principal of capital debt	(2,917,995)
Net Investment in Capital Assets	\$ 2,632,670

Discretely Presented Roane County School Department

Governmental Activities:

	Balance 7-1-22	Increases	Decreases	Balance 6-30-23
Capital Assets				
Not Depreciated:				
Land	\$ 1,338,172	\$ 0	\$ 0	\$ 1,338,172
Construction in Progress	6,248,309	2,159,309	(51,395)	8,356,223
Total Capital Assets Not Depreciated	<u>\$ 7,586,481</u>	<u>\$ 2,159,309</u>	<u>\$ (51,395)</u>	<u>\$ 9,694,395</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 106,351,368	\$ 0	\$ 0	\$ 106,351,368
Other Capital Assets	9,471,248	535,563	(181,898)	9,824,913
Total Capital Assets Depreciated	<u>\$ 115,822,616</u>	<u>\$ 535,563</u>	<u>\$ (181,898)</u>	<u>\$ 116,176,281</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 54,087,588	\$ 2,430,318	\$ 0	\$ 56,517,906
Other Capital Assets	6,596,885	581,357	(181,898)	6,996,344
Total Accumulated Depreciation	<u>\$ 60,684,473</u>	<u>\$ 3,011,675</u>	<u>\$ (181,898)</u>	<u>\$ 63,514,250</u>
Total Capital Assets Depreciated, Net	<u>\$ 55,138,143</u>	<u>\$ (2,476,112)</u>	<u>\$ 0</u>	<u>\$ 52,662,031</u>
Governmental Activities Capital Assets, Net	<u>\$ 62,724,624</u>	<u>\$ (316,803)</u>	<u>\$ (51,395)</u>	<u>\$ 62,356,426</u>

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

Governmental Activities:

Support Services	\$ 3,002,880
Operation of Non-instructional Services	8,795
Total Depreciation Expense - Governmental Activities	<u>\$ 3,011,675</u>

D. Construction Commitments

At June 30, 2023, the county and school department had uncompleted construction contracts of \$968,588, \$58,185, and \$33,239 for renovation of Oliver Springs Middle School and band room and roof replacements at Harriman High School and Bowers Elementary, respectively. Funding has been received for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

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

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	General Debt Service	\$ 1,119,697
"	Highway/Public Works	350,000
"	Nonmajor governmental	4,756
Highway/Public Works	General	1,166
"	General Debt Service	78
General Debt Service	General	16,602
"	General Capital Projects	3,849
"	Highway/Public Works	3,890
"	Nonmajor governmental	11,612
"	Enterprise	622
General Capital Projects	General	700
"	General Debt Service	77
Nonmajor governmental	General	1,517
"	General Debt Service	783
Enterprise	"	62,152
Nonmajor proprietary	"	78,321
Discretely Presented School Department:		
General Purpose School	School Federal Projects	334,560
"	Nonmajor governmental	7
School Federal Projects	General Purpose School	12,541
"	Education Capital Projects	196
Education Capital Projects	School Federal Projects	56,564
Nonmajor governmental	Nonmajor governmental	488
"	General Purpose School	250,474

The majority of these balances resulted from errors in the proration of local taxes and the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made. They also include an interfund loan from the General Fund to the Highway Fund of \$350,000 as discussed below.

Interfund Loans to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Highway/Public Works	\$ 350,000

This loan is discussed in Note IV.I., Internal Financing. Of the \$350,000 balance at June 30, 2023, \$262,500 is not expected to be repaid within one year and is offset by nonspendable fund balance in the General Fund.

Due to/from Primary Government and Component Unit:

Receivable	Payable	Amount
Primary Government:		
Major Funds:		
General	Major Fund:	
General Debt Service	General Purpose School	\$ 106,459
"	"	12,217
	Education Capital Projects	3,890
Component Unit:		
School Department:		
Major Fund:		
General Purpose School	Primary Government:	
"	Major Fund:	
Education Capital Projects	General Debt Service	832,760
"	General	11,312
	"	2,370
	General Debt Service	78
Nonmajor Fund:		
Central Cafeteria	Major Fund:	
School Transportation	General Debt Service	60,208
	"	25,915
	Nonmajor Fund:	
School Transportation	Other Special Revenue	3,163
"	Solid Waste/Sanitation	368

These balances resulted from errors in the proration of local taxes and 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 Debt Service Fund	General Capital Projects Fund	
General Fund	\$ 1,000,000	\$ 0	Debt retirement
Highway/Public Works Fund	170,993	0	Debt retirement
Nonmajor governmental funds	0	200,000	Capital projects
Total	\$ 1,170,993	\$ 200,000	

Transfers Out	Transfers In		Purpose
	Nonmajor Governmental Funds		
General Fund	\$	400,000	Capital projects
General Capital Projects Fund		538,654	Capital projects
Highway/Public Works Fund		200,000	Capital projects
Total	\$	1,138,654	

Discretely Presented Roane County School Department

Transfer Out	Transfer In			Purpose
	General Purpose School Fund	School Federal Projects Fund	Education Capital Projects Fund	
General Purpose School Fund	\$ 0	\$ 500,000	\$ 0	Cash flow
"	0	0	5,000,000	Capital projects
School Federal Projects Fund	205,900	0	0	Indirect cost
Total	\$ 205,900	\$ 500,000	\$ 5,000,000	

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. Long-term Debt

Primary Government

General Obligation Bonds and Other Loans

General Obligation Bonds - Roane 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 and loans. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds outstanding were issued for original terms of up to 30 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2023, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements - Roane 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. Other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Other loans outstanding were issued for original terms of up to 16 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All other loans included in long-term debt as of June 30, 2023, will be retired from the General Debt Service Fund.

General obligation bonds 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 Refunding Bonds	2 to 5 %	5-1-29	\$ 20,045,000	\$ 8,910,000
General Obligation Bonds	2 to 5	5-1-49	12,000,000	11,475,000
Direct Borrowing and Direct Placement:				
Other Loans	0.5	8-31-38	2,548,645	2,548,645

The annual requirements to amortize all 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	\$ 2,395,000	\$ 580,519	\$ 2,975,519
2025	1,695,000	494,894	2,189,894
2026	1,810,000	452,144	2,262,144
2027	1,825,000	402,894	2,227,894
2028	1,545,000	352,894	1,897,894
2029-2033	3,080,000	1,323,420	4,403,420
2034-2038	2,140,000	1,030,707	3,170,707
2039-2043	2,455,000	720,275	3,175,275
2044-2048	2,825,000	347,869	3,172,869
2049	615,000	18,484	633,484
Total	\$ 20,385,000	\$ 5,724,100	\$ 26,109,100

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2024	\$ 152,919	\$ 17,892	\$ 170,811
2025	152,919	16,776	169,695
2026	155,467	15,660	171,127
2027	155,467	14,532	169,999
2028	155,467	13,392	168,859
2029-2033	795,178	49,788	844,966
2034-2038	813,017	20,604	833,621
2039	168,211	546	168,757
Total	\$ 2,548,645	\$ 149,190	\$ 2,697,835

During the year, the discretely presented school department contributed \$28,934 to the primary government's General Debt Service Fund for the retirement of school debt.

There is \$5,877,244 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$382 based on the 2020 federal census. Total debt per capita, including bonds, other loans, and unamortized debt premiums totaled \$436 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	Other Loans - Direct Placement
Balance, July 1, 2022	\$ 22,720,000	\$ 28,934
Additions	0	2,548,645
Reductions	(2,335,000)	(28,934)
Balance, June 30, 2023	<u>\$ 20,385,000</u>	<u>\$ 2,548,645</u>
Balance Due Within One Year	<u>\$ 2,395,000</u>	<u>\$ 152,919</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2023	\$ 22,933,645
Less: Balance Due Within One Year - Debt	(2,547,919)
Add: Unamortized Premium on Debt	<u>361,860</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 20,747,586</u>

Roane County Public Utility Fund (enterprise fund)

Other Loans

Direct Borrowing and Direct Placements – Other loans outstanding were issued for an original term of 24 years.

Other loans outstanding as of June 30, 2023, for business-type activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-23
Direct Borrowings and Direct Placements:				
Other Loans - State Revolving Loan				
Fund	1.77 %	12-1-35	\$ 4,387,595	\$ 2,917,995

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

Year Ending June 30	Other Loans - Direct Placement			
	Principal	Interest	Other Fees	Total
2024	\$ 210,444	\$ 49,944	\$ 2,256	\$ 262,644
2025	214,200	46,188	2,088	262,476
2026	218,016	42,372	1,920	262,308
2027	221,904	38,484	1,740	262,128
2028	225,864	34,524	1,560	261,948
2029-2033	1,191,252	110,688	5,004	1,306,944
2034-2036	636,315	14,652	667	651,634
Total	<u>\$ 2,917,995</u>	<u>\$ 336,852</u>	<u>\$ 15,235</u>	<u>\$ 3,270,082</u>

Changes in Long-term Debt

Long-term debt activity for the Public Utility Fund (enterprise fund) for the year ended June 30, 2023, was as follows:

Business-type Activities:	Other Loans - Direct Placement
Balance, July 1, 2022	\$ 3,124,743
Reductions	(206,748)
Balance, June 30, 2023	<u>\$ 2,917,995</u>
Balance Due Within One Year	<u>\$ 210,444</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2023	\$ 2,917,995
Less: Balance Due Within One Year - Debt	(210,444)
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 2,707,551</u>

G. Long-term Obligations

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences	Landfill Postclosure Care Costs	Other Post- employment Benefits
Balance, July 1, 2022	\$ 593,676	\$ 1,929,960	\$ 3,001,501
Additions	818,897	0	393,481
Reductions	(708,535)	(248,159)	(655,600)
Balance, June 30, 2023	<u>\$ 704,038</u>	<u>\$ 1,681,801</u>	<u>\$ 2,739,382</u>
Balance Due Within One Year	<u>\$ 534,308</u>	<u>\$ 70,335</u>	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2023	\$ 5,125,221
Less: Balance Due Within One Year - Other	<u>(604,643)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 4,520,578</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill postclosure care costs will be paid by the Other Special Revenue Fund.

Roane County Public Utility Fund (enterprise fund)

Long-term obligations activity for the Roane County Public Utility Fund (enterprise fund) for the year ended June 30, 2023, was as follows:

Business-type Activities:		Other Postemployment Benefits
Balance, July 1, 2022	\$	46,637
Additions		6,804
Reductions		<u>(10,312)</u>
Balance, June 30, 2023	\$	<u>43,129</u>
Balance Due Within One Year	\$	<u>0</u>

Discretely Presented Roane County School Department

Changes in Long-term Obligations

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

Governmental Activities:	Compensated Absences	Other Post- employment Benefits
Balance, July 1, 2022	\$ 160,006	\$ 9,486,676
Additions	260,794	1,117,522
Reductions	<u>(233,686)</u>	<u>(1,391,083)</u>
Balance, June 30, 2023	<u>\$ 187,114</u>	<u>\$ 9,213,115</u>
Balance Due Within One Year	<u>\$ 149,691</u>	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2023	\$ 9,400,229
Less: Balance Due Within One Year - Other	<u>(149,691)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 9,250,538</u>

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

H. On-Behalf Payments – Discretely Presented Roane County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Roane County School Department. These payments are made by the state to the Local Education Group Insurance Plan. This plan is 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 \$216,724. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

I. Internal Financing

In-lieu-of issuing debt with financial institutions, Roane County chose to internally finance various projects with idle county funds. During a previous year, the county loaned \$700,000 of idle funds under Capital Outlay Note, Series 2019 from the General Fund to the Highway/Public Works Fund for road improvements. The balance of \$350,000 due on the Capital Outlay Note, Series 2019 is reflected as Due from Other Funds in the General Fund and as Due to Other Funds in the Highway/Public Works Fund.

Internally Reported Interfund Notes Receivable/Payable

	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date
Due to General Fund from Highway/Public Works Fund Capital Outlay Note - Series 2019	\$ 700,000	1	% 5-28-19	5-28-27

	Outstanding 7-1-22	Paid and/or Matured During Period	Outstanding 6-30-23
Due to General Fund from Highway/Public Works Fund Capital Outlay Note - Series 2019	\$ 437,500	\$ 87,500	\$ 350,000
Total	\$ 437,500	\$ 87,500	\$ 350,000

J. Donor-restricted Endowments

The county accounts for an endowment totaling \$20,000 in a private-purpose trust fund, the Endowment Fund. The principal amount must remain intact while interest earned on the principal will be expended for county residents awarded educational scholarships. During the year ended June 30, 2023, interest earned totaled \$625.

V. OTHER INFORMATION

A. Risk Management

Roane County has chosen to establish two self-insurance funds for risks associated with the employees' dental insurance plan and workers' compensation claims. The self-insurance funds are accounted for as internal service funds where assets are set aside for claim settlements. The county retains the risk of loss to a limit of \$450,000 per occurrence and approximately \$3 million for all claims in any plan year for workers' compensation coverage. The county has obtained a stop/loss commercial insurance policy to cover claims beyond these limits.

All full-time employees of the primary government and the Roane County School Department are eligible to participate in the dental program. A premium charge for dental and workers' compensation coverage is allocated to each fund that accounts for employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. Reserves of \$536,733 and \$1,707,230 existed in the Employee Insurance – Dental and Workers' Compensation funds, respectively, at June 30, 2023. Liabilities of these funds are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. The self-insurance funds establish claim liabilities based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. Claims liabilities include incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The

process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

Employee Insurance - Dental

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2021-2022	\$ 12,265	\$ 517,057	\$ (529,322)	\$ 0
2022-2023	0	516,010	(516,010)	0

Workers' Compensation

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2021-2022	\$ 468,144	\$ 294,975	\$ (297,272)	\$ 465,847
2022-2023	465,847	232,078	(144,283)	553,642

Roane 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.

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

The county and the school department continue to carry commercial insurance for other risks of loss, including general liability, property, casualty, and environmental. Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years.

B. Accounting Changes

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

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

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

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

C. Contingent Liabilities

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

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

D. Changes in Administration

On June 30, 2022, Dr. LaDonna McFall left the Office of Director of Schools and was succeeded by Russell Jenkins effective July 1, 2022.

On August 31, 2022, Ron Woody left the Office of County Executive and was succeeded by Wade Creswell.

On November 18, 2022, Shannon Conley left the Office of Clerk and Master and was succeeded on an interim basis by Diane Mayton. On December 31, 2022, Pamela May was appointed as clerk and master.

E. Landfill Closure/Postclosure Care Costs

Roane County has an active permit on file with the state Department of Environment and Conservation for a sanitary landfill. The county has provided financial assurances for estimated postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the Department of Environment and Conservation.

State and federal laws and regulations require the county to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Roane County closed its sanitary landfill in 1998. The \$1,681,801 reported as postclosure care liability as of June 30, 2023, represents amounts based on what it would cost to perform all postclosure care in 2023. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

F. Joint Ventures

Roane County entered into an agreement with the counties of Cumberland and Morgan, Tennessee, to establish an Industrial Development Board to purchase land for the development of a joint industrial park. Cumberland, Morgan, and Roane counties jointly own the park. The agreement established a nine-member board with each county appointing three members and having responsibility for one-third of the entity's funding. Roane County made no appropriations to the board for the year ended June 30, 2023.

The Ninth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Ninth Judicial District; Roane, Loudon, Meigs, and Morgan counties; and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF

come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors, which includes the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Roane County made no contributions to the DTF for the year ended June 30, 2023. Roane County does not have an equity interest in the DTF.

Complete financial statements for the Industrial Development Board and the DTF can be obtained from their administrative offices at the following addresses:

Administrative Office:

Industrial Development Board of the Counties of
Cumberland, Morgan, and Roane, Tennessee
34 South Main Street
Crossville, TN 38555

Office of District Attorney General
Ninth Judicial District Drug Task Force
P.O. Box 703
Kingston, TN 37763

G. Jointly Governed Organization

The county commission is responsible for appointing three members to the board of directors of the Roane Alliance, Inc. The total number of board members fluctuates from 29 to 48 members. The remaining members are appointed by other entities or are ex-officio from various organizations. The county’s accountability for this organization does not extend beyond making these three appointments.

H. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

Roane County Legacy Pension Plan

General Information About the Pension Plan

Plan Description – Roane County Legacy Plan. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department with membership in TCRS before October 1, 2015, are provided a defined benefit pension plan (Roane County Legacy Plan) through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The Roane

County Legacy Plan is closed to new membership. The primary government employees comprise 59.17 percent, the public utility employees comprise 1.85 percent, and the non-certified employees of the discretely presented school department comprised 38.98 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	406
Inactive Employees Entitled to But Not Yet Receiving Benefits	535
Active Employees	296
Total	1,237

Roane County withdrew from the TCRS Roane County Legacy Plan effective September 30, 2015. Employees hired after the date of withdrawal are not eligible to participate in the Roane 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.

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. Roane County elected to make employer contributions at a rate higher than the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2023, the employer contribution for Roane County was \$378,006 based on a rate of 3.37 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Roane 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)

Roane County’s net pension liability (asset) was measured as of 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.

Changes of Assumptions. In 2021, the following assumptions were changed: decreased inflation rate from 2.5 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 percent to 2.125 percent; and modified mortality assumptions.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class 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 Roane 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	\$ 69,988,938	\$ 84,536,882	\$ (14,547,944)
Changes for the Year:			
Service Cost	\$ 1,168,873	\$ 0	\$ 1,168,873
Interest	4,694,286	0	4,694,286
Differences Between Expected and Actual Experience	(100,773)	0	(100,773)
Contributions-Employer	0	402,990	(402,990)
Contributions-Employees	0	602,560	(602,560)
Net Investment Income	0	(3,191,003)	3,191,003
Benefit Payments, Including Refunds of Employee Contributions	(3,225,664)	(3,225,664)	0
Administrative Expense	0	(30,823)	30,823
Net Changes	\$ 2,536,722	\$ (5,441,940)	\$ 7,978,662
Balance, June 30, 2022	\$ 72,525,660	\$ 79,094,942	\$ (6,569,282)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	59.17%	\$ 42,913,433	\$ 46,800,477	\$ (3,887,044)
Public Utility	1.85%	1,341,725	1,463,256	(121,532)
School Department	38.98%	28,270,502	30,831,208	(2,560,706)
Total		\$ 72,525,660	\$ 79,094,942	\$ (6,569,282)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Roane 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%) or one percentage point higher (7.75%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Roane County - Legacy Plan	5.75%	6.75%	7.75%

Net Pension Liability (Asset) \$ 2,722,485 \$ (6,569,282) \$ (14,309,915)

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, Roane County recognized pension expense (negative pension expense) of \$60,513.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, Roane 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	\$ 0	\$ 665,860
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	68,639	0
Changes in Assumptions	1,631,140	0
Contributions Subsequent to the Measurement Date of June 30, 2022 (1)	378,006	N/A
Total	<u>\$ 2,077,785</u>	<u>\$ 665,860</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	\$ 1,228,711	\$ 393,989
Public Utility	39,265	12,318
School Department	809,809	259,553
Total	\$ 2,077,785	\$ 665,860

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:

<u>Year Ending June 30</u>	<u>Amount</u>
2024	\$ 519,012
2025	(488,512)
2026	(760,833)
2027	1,764,255
2028	0
Thereafter	0

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

Primary Government

Roane County Hybrid Pension Plan

Plan Description – Roane County Hybrid Plan. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department hired on or after October 1, 2015, are provided a defined benefit pension plan (Roane County Hybrid Plan) through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 67.48 percent, the public utility employees comprise .61 percent, and the non-certified employees of the discretely presented school department comprise 31.91 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. 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. Under the Hybrid Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

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	4
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	213
Active Employees	307
 Total	 <u>524</u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Roane County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation and statutory provisions. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of Roane County if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2023, to the Hybrid Plan were \$284,921, which is 2.56 percent of covered payroll. In addition, employer contributions of \$112,575 which is 1.44 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 to Pensions

Pension Liabilities (Assets). Roane County’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.

Changes of Assumptions. In 2021, the following assumptions were changed: decreased inflation rate from 2.5 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 percent to 2.125 percent; and modified mortality assumptions.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class 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 Roane 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	\$ 1,834,705	\$ 2,211,896	\$ (377,191)
Changes for the Year:			
Service Cost	\$ 540,288	\$ 0	\$ 540,288
Interest	159,093	0	159,093
Differences Between Expected and Actual Experience	46,974	0	46,974
Contributions-Employer	0	171,466	(171,466)
Contributions-Employees	0	435,194	(435,194)
Net Investment Income	0	(94,999)	94,999
Benefit Payments, Including Refunds of Employee Contributions	(36,108)	(36,108)	0
Administrative Expense	0	(27,852)	27,852
Net Changes	\$ 710,247	\$ 447,701	\$ 262,546
Balance, June 30, 2022	\$ 2,544,952	\$ 2,659,597	\$ (114,645)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	67.48%	\$ 1,717,334	\$ 1,794,696	\$ (77,362)
Public Utility	0.61%	15,524	16,224	(699)
School Department	31.91%	812,094	848,677	(36,583)
Total		\$ 2,544,952	\$ 2,659,597	\$ (114,645)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Roane 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%) or one percentage point higher (7.75%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
<u>Roane County - Hybrid Plan</u>	<u>5.75%</u>	<u>6.75%</u>	<u>7.75%</u>
Net Pension Liability (Asset)	\$ 536,830	\$ (114,645)	\$ (604,597)

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, Roane County recognized pension expense (negative pension expense) of \$171,689.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, Roane 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	\$ 186,654	\$ 3,379
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	44,560	0
Changes in Assumptions	116,980	0
Contributions Subsequent to the Measurement Date of June 30, 2022 (1)	<u>284,921</u>	<u>N/A</u>
Total	<u>\$ 633,115</u>	<u>\$ 3,379</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	\$ 432,418	\$ 2,280
Public Utility	4,333	21
School Department	196,364	1,078
Total	\$ 633,115	\$ 3,379

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	\$ 48,150
2025	48,438
2026	43,380
2027	102,963
2028	43,865
Thereafter	58,017

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

Discretely Presented Roane County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description – Roane County Legacy Plan. As noted above under the primary government, employees of Roane County and non-certified employees of the discretely presented Roane County School Department with membership in TCRS before October 1, 2015, are provided a defined benefit pension plan (Roane County Legacy Plan) through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 59.17 percent, the public utility employees comprise 1.85

percent, and the non-certified employees of the discretely presented school department comprise 38.98 percent of the plan based on contribution data.

Roane County withdrew from the TCRS Roane County Legacy Plan effective September 30, 2015. Employees hired after the date of withdrawal are not eligible to participate in the Roane 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 – Roane County Hybrid Plan. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department hired on or after October 1, 2015, are provided a defined benefit pension plan (Roane County Hybrid Plan) through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 67.48 percent, the public utility employees comprise .61 percent, and the non-certified employees of the discretely presented school department comprise 31.91 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

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

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLAs, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2023, to the Teacher Retirement Plan were \$283,590, which is 2.88 percent of covered payroll. In addition, employer contributions of \$140,397 which is 1.48 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 (\$147,859) 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 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 .488105 percent. The proportion as of June 30, 2021, was .467175 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of \$206,438.

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	\$ 8,085	\$ 89,834
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	46,606	0
Changes in Assumptions	173,210	0
Changes in Proportion of Net Pension Liability (Asset)	11,260	40,656
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	283,590	N/A
Total	<u>\$ 522,751</u>	<u>\$ 130,490</u>

The school department's employer contributions of \$283,590 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2024	\$ 869
2025	1,343
2026	(6,315)
2027	74,862
2028	6,038
Thereafter	31,874

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	4.37	14
International Equity Private Equity and Strategic Lending	6.09	4
U.S. Fixed Income	57.00	20
Real Estate	1.20	20
Short-term Securities	4.38	10
	0.00	1
Total		100 %

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

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

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of 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%) or one percentage point higher (7.75%) 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) \$ 776,176 \$ (147,859) \$ (822,689)

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 Roane 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 Roane County School Department for the year ended June 30, 2023, to the Teacher Legacy Pension Plan were \$2,047,038 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 (\$8,511,398) 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 .694012 percent. The proportion measured at June 30, 2021, was .702123 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of \$93,307.

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>Resources</u>	<u>Resources</u>
Difference Between Expected and Actual Experience	\$ 1,400,093	\$ 1,438,168
Changes in Assumptions	5,331,981	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	145,541	0
Changes in Proportion of Net Pension Liability (Asset)	104,307	27,637
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	<u>2,047,038</u>	<u>N/A</u>
Total	<u>\$ 9,028,960</u>	<u>\$ 1,465,805</u>

The school department's employer contributions of \$2,047,038 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as 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	\$ 866,922
2025	1,606,167
2026	(1,449,281)
2027	4,492,309
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	6.57	20
Real Estate	1.20	20
Short-term Securities	4.38	10
	0.00	1
Total		100 %

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

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

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of 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%) or one percentage point higher (7.75%) than the current rate:

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

Net Pension Liability (Asset) \$ 16,858,145 \$ (8,511,398) \$ (29,642,542)

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

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

Certain employees of the primary government or the discretely presented school department are required to participate in hybrid pension plans consisting of a defined benefit portion which is detailed in the pension note 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 the county and school department contribute five percent of each employee's salaries into deferred compensation accounts managed by the hybrid plans pursuant to IRC Section 401(k). In addition, employees are required to contribute two percent of their salaries into this deferred compensation plan unless they opt out of the employee portions. Additional contributions by employees are optional. These hybrid plans apply to teachers employed by the discretely presented school department hired after June 30, 2014, employees of the primary government hired after September 30, 2015, and non-certified employees of the discretely presented school department hired after September 30, 2015. These Section 401(k) plan assets remain the property of the participating employees and are not presented in the accompanying financial statements. IRC Section 401(k) establishes participating contribution, and withdrawal provisions for the plans. During the year, the primary government and school department contributed \$390,844 and their employees contributed \$346,807 to the 401(k) portion of the hybrid agent pension plan. The school department contributed \$808,102 and teachers contributed \$463,256 to the 401(k) portion of the hybrid cost-sharing pension plan.

I. Other Postemployment Benefits (OPEB)

Roane County and the discretely presented Roane County School Department provide OPEB benefits to their 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 Roane 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 Roane 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 the school department’s total OPEB liability for each plan was measured as of June 30, 2022, and was determined by an actuarial valuation as of that date.

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

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%, based on the daily rate of Bond Buyer’s 20-year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System

(TCRS). These mortality rates were used in the July 1, 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, 2020, Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality projected generationally with MP-2020 from 2010. Post-retirement rates are headcount-weighted below median healthy annuitant and adjusted with a 19 percent load for males and an 18 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 Roane 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. Roane 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 Tennessee Code Annotated (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. Roane County provides a direct subsidy for retirees aged 55 with at least 10 years of service. The subsidy ranges from \$543 to \$1,907 per month based on coverage selected.

Employees Covered by Benefit Terms

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

	<u>Primary Government</u>
Inactive Employees Currently Receiving Benefit Payments	9
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees Eligible for Benefits	258
Total	<u><u>267</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 \$123,339 to the LGP for OPEB benefits as they came due.

Changes in the Total OPEB Liability

	<u>Primary Government</u>
Balance July 1, 2021	\$ 3,048,138
Changes for the Year:	
Service Cost	\$ 328,271
Interest	71,404
Difference between Expected and Actuarial Experience	(199,762)
Changes in Assumption and Other Inputs	(323,448)
Benefit Payments	(142,092)
Net Changes	<u>\$ (265,627)</u>
Balance June 30, 2022	<u><u>\$ 2,782,511</u></u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, the county recognized OPEB expense of \$107,243. 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	\$ 1,011	\$ 752,819
Changes of Assumptions/Inputs	234,552	1,016,334
Benefits Paid After the Measurement Date of June 30, 2022	<u>123,339</u>	<u>0</u>
Total	<u>\$ 358,902</u>	<u>\$ 1,769,153</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	Primary Government
2024	\$ (292,432)
2025	(292,432)
2026	(292,432)
2027	(279,804)
2028	(171,157)
Thereafter	(205,333)

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>	Current		
	1%	Discount	1%
	Decrease	Rate	Increase
	2.54%	3.54%	4.54%
Total OPEB Liability	\$ 2,988,881	\$ 2,782,511	\$ 2,589,614

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

<u>Healthcare Cost Trend Rate</u>	Current		
	1%	Trend	1%
	Decrease	Rate	Increase
	7.37 to 3.5%	8.37 to 4.5%	9.37 to 5.5%
Total OPEB Liability	\$ 2,494,059	\$ 2,782,511	\$ 3,120,969

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

Plan Description. Employees of the Roane 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 Roane 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. Roane County School Department provides a direct subsidy for retirees with at least 30 years of service ranging from \$160 to \$1,368 per month depending on the coverage selected. The state,

as a governmental non-employer contributing entity, provides a direct subsidy for eligible retiree’s premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

Employees Covered by Benefit Terms

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

	<u>School Department</u>
Inactive Employees Currently Receiving Benefit Payments	48
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	1
Active Employees Eligible for Benefits	520
Total	<u>569</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 \$409,632 to the LEP for OPEB benefits as they came due.

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

	<u>Share of Collective Liability</u>		
	Roane County		Total OPEB Liability
	School Department 66.87%	State of TN 33.13%	
Balance July 1, 2021	\$ 9,486,676	\$ 4,369,607	\$ 13,856,283
Changes for the Year:			
Service Cost	\$ 459,225	\$ 227,528	\$ 686,753
Interest	206,246	102,187	308,433
Difference between Expected and Actuarial Experience	452,051	223,974	676,025
Changes in Proportion	(221,119)	221,119	0
Changes in Assumption and Other Inputs	(815,385)	(403,991)	(1,219,376)
Benefit Payments	(354,580)	(175,679)	(530,259)
Net Changes	<u>\$ (273,562)</u>	<u>\$ 195,138</u>	<u>\$ (78,424)</u>
Balance June 30, 2022	<u>\$ 9,213,114</u>	<u>\$ 4,564,745</u>	<u>\$ 13,777,859</u>

The Roane 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 Roane County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$408,835 in revenue for subsidies provided by nonemployer contributing entities or benefits paid by the LEP for school department retirees.

During the year, the Roane County School Department's proportionate share of the collective OPEB liability was 66.87 percent and the State of Tennessee's share was 33.13 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 \$1,140,648 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	\$ 1,095,296	\$ 171,277
Changes of Assumptions/Inputs	800,723	1,201,612
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	206,633	445,906
Benefits Paid After the Measurement Date of June 30, 2022	<u>409,632</u>	<u>0</u>
Total	<u>\$ 2,512,284</u>	<u>\$ 1,818,795</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
2023	\$ 66,342
2024	66,342
2025	66,342
2026	70,082
2027	103,744
Thereafter	(88,995)

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	\$ 9,838,797	\$ 9,213,115	\$ 8,613,627
--	--------------	--------------	--------------

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

<u>Healthcare Cost Trend Rate</u>	1% Decrease	Current 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	\$ 8,356,193	\$ 9,213,115	\$ 10,194,883
--	--------------	--------------	---------------

J. Office of Central Accounting

Roane County operates under provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering all funds administered by the county executive, road superintendent, and director of schools. These funds are maintained in the Office of Central Accounting, Budgeting, and Purchasing under the supervision of the director of accounts and budgets.

K. Purchasing Laws

Purchasing procedures for the Offices of County Executive and Road Superintendent are governed by the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*. Purchasing procedures for the road department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *TCA*. These acts provide for a purchasing agent and require competitive bids on all purchases exceeding \$25,000.

Chapter 477, Private Acts of 1933, and the County Purchasing Law of 1957 provide for school department purchases to be made by the purchasing agent and for bids to be solicited on purchases exceeding \$25,000.

VI. **OTHER NOTES – DISCRETELY PRESENTED ROANE COUNTY INDUSTRIAL DEVELOPMENT BOARD**

A. **Summary of Significant Accounting Policies**

1. **Reporting Entity**

The Industrial Development Board of the County of Roane, Tennessee (the “board”) is a not-for-profit organization exempt from federal income taxes under Internal Revenue Code Section 50(c)(6). The board was incorporated under the provisions of the State of Tennessee, and is a component unit of the Roane County, Tennessee, Government. The board receives funds from various county funds. The function of the board is to attract and promote new industry for Roane County (the “county”).

Members are appointed by the county commission. In addition, the majority of the funding for the board is provided by the county. The board is help responsible by the county for fiscal and operation matters. The county can exercise oversight, as it deems necessary.

The ETC Project, LLC is a component unit of the Industrial Board of the County of Roane, Tennessee (See Note B).

The board is a component unit of the Roane County Government, the primary government. It is governed by a board of ten members appointed by the Roane County Commissioners. The board acts as a conduit for industrial development.

The financial statements present only the Industrial Development Board of the County of Roane, Tennessee, and are not intended to present fairly the financial position of the County of Roane, Tennessee, or the results of its operations and cash flows of its proprietary fund in conformity with generally accepted accounting principles.

The financial statements of the board have been prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting board for establishing governmental accountings and financial reporting principles

2. **Basis of Accounting**

The basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The financial statements include government-wide financial statements prepared using the accrual basis of accounting. The fund financial

statements, which present information for individual funds, use the modified accrual basis of accounting. Therefore, revenues are recognized when they are both measurable and available. Expenditures are recognized when the related liability is incurred.

3. Revenue Recognition

Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the Board must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the Board on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the board, available means expected to be received within 60 days of fiscal year-end. Revenues from exchange transactions include charges for services, interest and rental income. In accordance with GASB, investment income consists of interest and dividend income and unrealized gains (losses) in marketable securities.

4. Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. Exceptions to this general rule include: (1) principal and interest on general long-term debt are recognized when due and (2) accumulated non-vested sick pay is not accrued but is recognized as paid.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of costs, such as depreciation and amortization, are not recognized in governmental funds.

5. Government-Wide Statements

The board's basic financial statements include both government-wide (reporting the board as a whole) and fund financial statements (reporting the board's major funds).

In the government-wide Statement of Net Position, the governmental activities are presented on a consolidated basis and are reported using the economic resources measurement focus and full accrual basis of accounting, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The board's net position is reported in two parts - investment in capital assets, and unrestricted net position, as applicable.

The government-wide Statement of Activities reports both the gross and net costs of the board's operations. The operations are also supported by the general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues. Program revenues must be directly associated with the operations. Program revenues include 1) charges to customers who use or directly benefit from goods, services, or privileges provided by a given function or program and 2) grants and contributions for operational or capital requirements of a particular function or program. Other items not identifiable with a program are reported as general revenues.

The government-wide financials focus more on the sustainability of the board as an entity and the changes in the board's net position resulting from the current year's activities.

6. Fund Financial Statements

The financial transactions of the board are reported in the general fund in the fund financial statements. The fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund balance, revenues and expenditures/expenses. The fund is reported by generic classification within the financial statements.

The following fund type is used by the board:

Governmental Fund - The focus of the governmental fund measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of the financial resources) rather than upon change in net position.

7. **Measurement Focus**

Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when 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 grantors have been met.

Governmental fund financial statements are used to account for the board's general government activities. This fund type uses the flow of current financial resources measurement focus and employs the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they are "measurable and available." "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Board considers all revenues available if they are collected within 60 days after the fiscal year-end. Expenditures are recorded when the related fund liability is incurred, as under accrual accounting, except for debt and certain compensated absences which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

8. **Budgets and Budgetary Accounting**

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

Formal budgetary integration is employed as a management control device during the year for the general fund. The budget is adopted on a basis consistent with generally accepted accounting principles.

9. **Net Position Classification**

Government-Wide Statements

Net position in government-wide financial statements is classified in the following three components:

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by outstanding debt that is attributable to the acquisition, construction and improvement of those capital assets. Debt that was issued for capital purposes is not part of the calculation of net investment in capital assets, until the proceeds have been used to acquire capital assets. Debt or deferred inflow of

resources attributable to unspent proceeds or other restricted cash and investments is excluded from the determination.

Restricted net position results from restrictions placed on net position by external sources such as creditors, grantors, and contributors, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position consists of net position that does not meet the definition of the two preceding categories.

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

10. Fund Financial Statements

Governmental funds, in the fund financial statements, report reservations of fund balances for amounts that are not available for appropriation and/or legally restricted by outside third parties for specific purposes. In accordance with GASB 54, the governmental funds report fund balances in classifications that comprise a hierarchy based primarily on the extent to which the Board is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The categories of fund balance are as follows:

Nonspendable – This classification 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. Fund balances reported as non-spendable represent amounts for inventory, prepaid expenditures, encumbrances, advances to other funds and noncurrent notes receivables.

Restricted – Fund balance is reported as restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation (such as through state statutes).

Committed – Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action, either ordinance or resolution, of the board of directors level of decision-making authority, are reported as committed fund balance. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. Amounts classified as committed are not subject to legal enforceability like restricted

resources; however, they cannot be used for any other purposes unless the board removes or changes the commitment by taking the same action it employed to impose the commitment.

Assigned – This classification consists of all fund balances that are not in the governmental fund or classified as nonspendable, restricted or committed. In addition, governmental fund balances that the board of directors intends to use for specific purposes as approved by the board of directors, or management are also classified as assigned. The board has a fund balance policy that allows assigned amounts to be re-assigned by the board of directors, or management.

Unassigned – This classification consists of all fund balances in the governmental fund that are not reported as nonspendable, restricted, committed or assigned.

The board's policy is to expend any available restricted, committed or assigned resources, in that order, prior to expending unassigned resources.

11. Cash and Cash Equivalents

The board considers all highly liquid investments with original maturities of three months or less to be cash equivalents.

12. Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results may differ from those estimates.

13. Capital Assets

Capital assets include equipment and furniture and fixtures purchased through the governmental funds and are reported in the government-wide financial statements. The board defines capital assets as an asset with an initial individual cost, or a cumulative project cost, of more than \$1,000 and an estimated useful life in excess of one year. Donated capital assets are recorded at their fair market values as of the date received. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated

using the straight-line method over the following estimated useful lives:
furniture and fixtures - 10 years, and equipment – 5 years.

14. Concentrations

The board receives all of its operating funds from the county and the State of Tennessee, and its budget is set annually by the county.

15. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental funds. Encumbered appropriations for funds do not lapse at the end of the fiscal year. Encumbrances outstanding at year-end are reported as non-spendable fund balances since they do not constitute expenditures or liabilities. There were no outstanding encumbrances at June 30, 2023.

16. Fair Value of Financial Instruments

We use a framework for measuring fair value and disclosing fair values. We define fair value at the price which would be received to sell an asset in an orderly transaction between market participants at the measurement date. We use this framework for all assets and liabilities measured and reported on a fair value basis and enable the reader of the financial statements to assess the inputs used to develop those measurements by establishing a hierarchy for ranking the quality and reliability of the information used to determine fair values. Each asset and liability carried at fair value is classified into one of the following categories:

Level 1 - Quoted market prices in active markets for identical assets or liabilities

Level 2 - Observable market based inputs or unobservable inputs corroborated by market data

Level 3 - Unobservable inputs not corroborated by market data.

Investments are measured at fair value based on quoted market prices in the active markets (all are level 1 inputs).

B. Subsequent Events

The Industrial Development Board of the County of Roane, Tennessee has performed a review of events subsequent to the statement of net position date through November 16, 2023, the date the financial statements were available to be issued.

C. Cash and Cash Equivalents and Investments

The board follows GASB Statement No. 40, Deposits and Investment Risk Disclosures, that requires disclosures about custodial credit risk, interest rate risk, credit risk, and concentration of credit risk.

At June 30, 2023, the board had the following level 1 deposits and investments measured at amortized cost:

<u>Description</u>	<u>Maturity Date</u>	<u>Fair Value</u>
Deposits:		
Bank Deposits, Local Government Investment Pools and Money Market Accounts	N/A	<u>\$ 858,234</u>

Deposits

State statutes authorize the board to deposit funds in banks, credit unions and the state and local government investment pool (“SLGIP”) and repurchase agreements.

Deposit Policies

The board’s deposit policy is governed by the laws of the State of Tennessee. Deposits in financial institutions are required by state statute to be secured and collateralized by such institutions. The collateral must meet certain requirements and must have a total minimum market value of 105% of the value of the deposits placed in the institutions less the amount protected by federal depository insurance.

The board’s policy authorizes the investment of excess operating funds in various bank accounts, savings accounts or certificates of deposits with a local bank. Banks shall be fully insured by the Federal Depository Insurance Corporation (“FDIC”). In addition, local banks shall participate in the bank collateral pool administered by the Treasurer of the State of Tennessee.

Deposits - Custodial Credit Risk

At June 30, 2023, the carrying amount of the board’s deposits (cash and cash equivalents) subject to credit risk due to being in excess of FDIC insured limits was \$560,630 and was held in financial institutions that were fully insured or participate in a bank collateral pool administered by the Treasurer State of Tennessee. Since the State collateral pool covered all the Board’s deposits at June 30, 2023, they are considered to be insured, fully collateralized and classified as Category 1, under GASB Statement No. 40, for purposes of custodial credit risk disclosure.

D. Inventory

The board's inventory is made up of land held for resale and the related improvements to that land. The inventory is recorded at historical cost, or the fair value of the land at the date it was contributed.

E. Capital Assets

A summary of changes in capital assets in service is as follows:

	Balance 7-1-22	Increases	Decreases	Balance 6-30-23
Capital Assets Not Depreciated:				
Construction in Progress	\$ 10,555,419	\$ 0	\$ (10,555,419)	\$ 0
Total Capital Assets Not Depreciated	<u>\$ 10,555,419</u>	<u>\$ 0</u>	<u>\$ (10,555,419)</u>	<u>\$ 0</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 0	\$ 14,998,999	\$ 0	\$ 14,998,999
Other Capital Assets	<u>7,250</u>	<u>0</u>	<u>0</u>	<u>7,250</u>
Total Capital Assets Depreciated	<u>\$ 7,250</u>	<u>\$ 14,998,999</u>	<u>\$ 0</u>	<u>\$ 15,006,249</u>
Less Accumulated Depreciation				
Buildings and Improvements	\$ 0	\$ 240,369	\$ 0	\$ 240,369
Other Capital Assets	<u>7,250</u>	<u>0</u>	<u>0</u>	<u>7,250</u>
Total Depreciation	<u>7,250</u>	<u>240,369</u>	<u>0</u>	<u>247,619</u>
Total Capital Assets Depreciated, Net	<u>\$ 0</u>	<u>\$ 14,758,630</u>	<u>\$ 0</u>	<u>\$ 14,758,630</u>
Governmental Activities Capital Assets, Net	<u>\$ 10,555,419</u>	<u>\$ 14,758,630</u>	<u>\$ (10,555,419)</u>	<u>\$ 14,758,630</u>

F. Pilot Program

From time to time, we will purchase land with the purpose of leasing it to a tenant, in which the tenant pays rent payments in lieu of taxes. At the time the lease is executed, the land and the lease rights and obligations are then transferred to Roane County. At this time Roane County has the rights to all lease payments in lieu of taxes, and the land asset is removed from our statement of net position.

G. Component Unit

A separate board of the Emergency Response Training Facility consists of the board's chairman, Vice Chairman and Secretary/Treasurer and is the sole member of the ETC Project, LLC, a component unit of the board. The ETC Project, LLC was incorporated in 2020 for the purpose of constructing a training facility for emergency responders who work for the county of Roane, Tennessee. The ETC Project, LLC has received grant funding from the State of Tennessee to construct the training facility. The financial statements of the ETC Project, LLC are treated as a blended component unit of the board. The ETC Project, LLC's only fund is included in this audit report as a special revenue fund, for the year ended June 30, 2023.

H. Related Parties

The county and The Roane Alliance, Inc. are related parties of the board.

The board has entered into a joint operating agreement with the Roane County Chamber of Commerce, the Roane County Commission (Visitor's Bureau), and the Roane County Community Development Council, which are known as The Roane Alliance, Inc. The Roane Alliance, Inc. pays the expenses listed below and then invoices the board for its share:

- Salaries
- Payroll Tax Expense
- Health Insurance
- Property and Liability Insurance
- Expenses Related to Business Recruitment
- Auto Expenses for the Industrial Commissioner

Transfers in the amount of \$357,250 were received from the Roane Alliance for operational funding for the fiscal year ending June 30, 2023.

I. Risk Management

The board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The board's risks of loss are covered by a commercial package insurance policy. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit F-1

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022
Total Pension Liability									
Service Cost	\$ 1,432,976	\$ 1,452,317	\$ 1,470,041	\$ 1,380,667	\$ 1,323,931	\$ 1,249,721	\$ 1,161,337	\$ 1,103,416	\$ 1,168,873
Interest	3,457,408	3,669,310	3,838,367	3,977,225	4,111,852	4,274,908	4,459,678	4,613,951	4,694,286
Differences Between Actual and Expected Experience	(54,297)	(688,903)	(901,376)	(389,766)	(519,196)	23,799	(278,649)	(1,587,045)	(100,773)
Change of Assumptions	0	0	0	1,323,990	0	0	0	4,893,420	0
Benefit Payments, Including Refunds of Employee Contributions	(2,032,756)	(2,027,403)	(2,365,307)	(2,567,119)	(2,532,574)	(2,654,080)	(3,168,904)	(3,144,184)	(3,225,664)
Net Change in Total Pension Liability	\$ 2,803,331	\$ 2,405,321	\$ 2,041,725	\$ 3,724,997	\$ 2,384,013	\$ 2,894,348	\$ 2,173,462	\$ 5,879,558	\$ 2,536,722
Total Pension Liability, Beginning	45,682,183	48,485,514	50,890,835	52,932,560	56,657,557	59,041,570	61,935,918	64,109,380	69,988,938
Total Pension Liability, Ending (a)	\$ 48,485,514	\$ 50,890,835	\$ 52,932,560	\$ 56,657,557	\$ 59,041,570	\$ 61,935,918	\$ 64,109,380	\$ 69,988,938	\$ 72,525,660
Plan Fiduciary Net Position									
Contributions - Employer	\$ 1,569,912	\$ 1,444,357	\$ 1,408,437	\$ 1,071,951	\$ 887,921	\$ 712,205	\$ 661,798	\$ 386,225	\$ 402,990
Contributions - Employee	858,839	867,965	833,399	765,684	739,936	712,205	662,751	594,637	602,560
Net Investment Income	7,325,925	1,596,148	1,418,189	6,172,117	4,961,820	4,737,886	3,313,123	17,560,741	(3,191,003)
Benefit Payments, Including Refunds of Employee Contributions	(2,032,756)	(2,027,403)	(2,365,307)	(2,567,119)	(2,532,574)	(2,654,080)	(3,168,904)	(3,144,184)	(3,225,664)
Administrative Expense	(23,410)	(30,371)	(42,315)	(42,243)	(44,393)	(37,844)	(33,087)	(30,578)	(30,823)
Other	0	0	1,747	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 7,698,510	\$ 1,850,696	\$ 1,254,150	\$ 5,400,390	\$ 4,012,710	\$ 3,470,372	\$ 1,435,681	\$ 15,366,841	\$ (5,441,940)
Plan Fiduciary Net Position, Beginning	44,047,532	51,746,042	53,596,738	54,850,888	60,251,278	64,263,988	67,734,360	69,170,041	84,536,882
Plan Fiduciary Net Position, Ending (b)	\$ 51,746,042	\$ 53,596,738	\$ 54,850,888	\$ 60,251,278	\$ 64,263,988	\$ 67,734,360	\$ 69,170,041	\$ 84,536,882	\$ 79,094,942
Net Pension Liability (Asset), Ending (a - b)	\$ (3,260,528)	\$ (2,705,903)	\$ (1,918,328)	\$ (3,593,721)	\$ (5,222,418)	\$ (5,798,442)	\$ (5,060,661)	\$ (14,547,944)	\$ (6,569,282)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.72%	105.32%	103.62%	106.34%	108.85%	109.36%	107.89%	120.79%	109.06%
Covered Payroll	\$ 17,176,207	\$ 17,092,984	\$ 16,667,904	\$ 15,313,571	\$ 14,801,214	\$ 14,273,702	\$ 13,235,921	\$ 12,346,896	\$ 12,051,853
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(18.98)%	(15.83)%	(11.51)%	(23.47)%	(35.28)%	(40.62)%	(38.23)%	(117.83)%	(54.51)%

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

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

Exhibit F-2

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

	2016	2017	2018	2019	2020	2021	2022
Total Pension Liability							
Service Cost	\$ 39,738	\$ 81,540	\$ 169,463	\$ 238,254	\$ 301,444	\$ 408,540	\$ 540,288
Interest	2,980	8,326	25,668	48,603	74,803	114,463	159,093
Differences Between Actual and Expected Experience	(11,275)	62,746	59,165	29,800	95,683	13,357	46,974
Change of Assumptions	0	5,781	0	0	0	147,029	0
Benefit payments, including refunds of employee contributions	0	(3,939)	(2,648)	(10,813)	(26,123)	(37,880)	(36,108)
Net Change in Total Pension Liability	\$ 31,443	\$ 154,454	\$ 251,648	\$ 305,844	\$ 445,807	\$ 645,509	\$ 710,247
Total Pension Liability, Beginning	0	31,443	185,897	437,545	743,389	1,189,196	1,834,705
Total Pension Liability, Ending (a)	\$ 31,443	\$ 185,897	\$ 437,545	\$ 743,389	\$ 1,189,196	\$ 1,834,705	\$ 2,544,952
Plan Fiduciary Net Position							
Contributions - Employer	\$ 22,707	\$ 95,444	\$ 140,953	\$ 58,552	\$ 113,027	\$ 139,347	\$ 171,466
Contributions - Employee	28,384	119,306	176,564	225,199	307,141	379,959	435,194
Net Investment Income	661	17,055	34,740	54,607	54,777	406,525	(94,999)
Benefit Payments, Including Refunds of Employee Contributions	0	(3,939)	(2,648)	(10,813)	(26,123)	(37,880)	(36,108)
Administrative Expense	(2,667)	(9,342)	(13,029)	(14,580)	(19,602)	(22,429)	(27,852)
Net Change in Plan Fiduciary Net Position	\$ 49,085	\$ 218,524	\$ 336,580	\$ 312,965	\$ 429,220	\$ 865,522	\$ 447,701
Plan Fiduciary Net Position, Beginning	0	49,085	267,609	604,189	917,154	1,346,374	2,211,896
Plan Fiduciary Net Position, Ending (b)	\$ 49,085	\$ 267,609	\$ 604,189	\$ 917,154	\$ 1,346,374	\$ 2,211,896	\$ 2,659,597
Net Pension Liability (Asset), Ending (a - b)	\$ (17,642)	\$ (81,712)	\$ (166,644)	\$ (173,765)	\$ (157,178)	\$ (377,191)	\$ (114,645)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	156.11%	143.96%	138.09%	123.37%	113.22%	120.56%	104.50%
Covered Payroll	\$ 567,683	\$ 2,386,092	\$ 3,531,254	\$ 4,505,900	\$ 6,142,784	\$ 7,272,676	\$ 8,703,862
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(3.11)%	(3.42)%	(4.72)%	(3.86)%	(2.56)%	(5.19)%	(1.32)%

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

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

Exhibit F-3

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially Determined Contribution	\$ 1,569,912	\$ 1,444,357	\$ 1,408,870	\$ 626,325	\$ 603,890	\$ 581,160	\$ 443,405	\$ 386,225	\$ 129,919	\$ 378,006
Less: Contributions in Relation to the Actuarially Determined Contribution	(1,569,912)	(1,444,357)	(1,408,870)	(1,071,951)	(887,921)	(712,205)	(661,798)	(386,225)	(402,990)	(378,006)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ (445,626)	\$ (284,031)	\$ (131,045)	\$ (218,393)	\$ 0	\$ (273,071)	\$ 0
Covered Payroll	\$ 17,176,207	\$ 17,092,984	\$ 16,667,904	\$ 15,313,571	\$ 14,801,214	\$ 14,273,702	\$ 13,235,921	\$ 12,346,896	\$ 12,051,853	\$ 11,208,245
Contributions as a Percentage of Covered Payroll	9.14%	8.45%	8.45%	7.00%	6.00%	4.99%	5.00%	3.13%	3.34%	3.37%

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

Exhibit F-4

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

	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially Determined Contribution	\$ 22,707	\$ 26,963	\$ 140,953	\$ 58,552	\$ 113,027	\$ 139,347	\$ 171,466	\$ 284,921
Less: Contributions in Relation to the Actuarially Determined Contribution	(22,707)	(95,444)	(140,953)	(58,552)	(113,027)	(139,347)	(171,466)	(284,921)
Contribution Deficiency (Excess)	\$ 0	\$ (68,481)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 567,683	\$ 2,386,092	\$ 3,531,254	\$ 4,505,900	\$ 6,142,784	\$ 7,272,676	\$ 8,703,862	\$ 11,128,471
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	3.99%	1.30%	1.84%	1.92%	1.97%	2.56%

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

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

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

2019: Pension - 1.30%, SRT - 2.70%
 2020: Pension - 1.84%, SRT - 2.16%
 2021: Pension - 1.92%, SRT - 2.07%
 2022: Pension - 1.97%, SRT - 2.03%
 2023: Pension - 2.56%, SRT - 1.44%

Exhibit F-5

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 39,999	\$ 72,060	\$ 123,662	\$ 142,121	\$ 86,014	\$ 110,921	\$ 136,196	\$ 167,541	\$ 283,590
Less: Contributions in Relation to the Contractually Required Contribution	(39,999)	(72,060)	(123,662)	(142,121)	(86,014)	(110,921)	(136,196)	(167,541)	(283,590)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 999,964	\$ 1,801,492	\$ 3,091,225	\$ 3,553,042	\$ 4,433,713	\$ 5,464,082	\$ 6,742,373	\$ 8,335,327	\$ 9,831,455
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%	2.88%

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 - 2.88%, SRT - 1.12%

Exhibit F-6

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 2,438,536	\$ 2,353,733	\$ 2,290,158	\$ 2,202,563	\$ 2,215,075	\$ 2,443,186	\$ 2,454,640	\$ 2,366,709	\$ 2,352,468	\$ 2,047,038
Less: Contributions in Relation to the Contractually Required Contribution	(2,438,536)	(2,353,733)	(2,290,158)	(2,202,563)	(2,215,075)	(2,443,186)	(2,454,640)	(2,366,709)	(2,352,468)	(2,047,038)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 27,460,985	\$ 26,036,905	\$ 25,333,638	\$ 24,365,988	\$ 24,395,115	\$ 23,357,399	\$ 23,100,072	\$ 22,835,135	\$ 22,839,979	\$ 23,557,856
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.36%	10.30%	8.69%

Exhibit F-7

Roane County, Tennessee
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Retirement Plan of TCRS
Discretely Presented Roane 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)	0.471347%	0.409425%	0.470981%	0.406582%	0.418984%	0.432999%	0.467175%	0.488105%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (19,362)	\$ (42,622)	\$ (124,261)	\$ (184,396)	\$ (236,511)	\$ (246,221)	\$ (506,049)	\$ (147,859)
Covered Payroll	\$ 999,964	\$ 1,801,492	\$ 3,091,225	\$ 3,553,042	\$ 4,433,713	\$ 5,464,082	\$ 6,742,373	\$ 8,335,327
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 F-8

Roane County, Tennessee
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Roane 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)	0.699644%	0.695522%	0.701801%	0.689287%	0.696669%	0.696583%	0.693805%	0.702123%	0.694012%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (113,689)	\$ 284,911	\$ 4,385,868	\$ (225,523)	\$ (2,451,521)	\$ (7,162,124)	\$ (5,290,776)	\$ (30,284,257)	\$ (8,511,398)
Covered Payroll	\$ 27,460,985	\$ 26,036,905	\$ 25,333,638	\$ 24,365,988	\$ 24,395,115	\$ 23,357,399	\$ 23,100,072	\$ 22,835,135	\$ 22,839,979
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)%	(30.66)%	(22.90)%	(132.62)%	(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 F-9

Roane 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

	2018	2019	2020	2021	2022	2023
Total OPEB Liability						
Service Cost	\$ 375,515	\$ 357,659	\$ 249,210	\$ 276,857	\$ 372,400	\$ 328,271
Interest	129,569	163,085	114,855	110,538	85,061	71,404
Changes in Benefit Terms	0	(1,087,876)	343,833	0	0	0
Differences Between Actual and Expected Experience	0	(376,825)	(668,219)	1,656	(91,263)	(199,762)
Changes in Assumptions or Other Inputs	(227,270)	(230,654)	40,137	351,260	(724,773)	(323,448)
Benefit Payments	(109,826)	(122,583)	(128,947)	(133,094)	(138,842)	(142,092)
Net Change in Total OPEB Liability	\$ 167,988	\$ (1,297,194)	\$ (49,131)	\$ 607,217	\$ (497,417)	\$ (265,627)
Total OPEB Liability, Beginning	4,116,675	4,284,663	2,987,469	2,938,338	3,545,555	3,048,138
Total OPEB Liability, Ending	\$ 4,284,663	\$ 2,987,469	\$ 2,938,338	\$ 3,545,555	\$ 3,048,138	\$ 2,782,511
Covered Employee Payroll	\$ 9,292,726	\$ 10,644,309	\$ 9,716,255	\$ 11,812,183	\$ 12,611,901	\$ 14,667,727
Net OPEB Liability as a Percentage of Covered Employee Payroll	46.11%	28.07%	30.24%	30.02%	24.17%	18.97%

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 F-10

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

	2017	2018	2019	2020	2021	2022
Total OPEB Liability						
Service Cost	\$ 676,798	\$ 627,400	\$ 562,572	\$ 483,378	\$ 595,153	\$ 686,753
Interest	384,435	459,344	433,328	423,105	297,044	308,433
Changes in Benefit Terms	0	(3,085,230)	350,980	0	0	0
Differences Between Actual and Expected Experience	0	1,502,858	348,955	(394,093)	134,284	676,025
Changes in Assumptions or Other Inputs	(553,781)	318,881	(924,689)	1,309,852	245,113	(1,219,376)
Benefit Payments	(695,825)	(745,622)	(642,019)	(573,361)	(519,283)	(530,259)
Net Change in Total OPEB Liability	\$ (188,373)	\$ (922,369)	\$ 129,127	\$ 1,248,881	\$ 752,311	\$ (78,424)
Total OPEB Liability, Beginning	12,836,706	12,648,333	11,725,964	11,855,091	13,103,972	13,856,283
Total OPEB Liability, Ending	\$ 12,648,333	\$ 11,725,964	\$ 11,855,091	\$ 13,103,972	\$ 13,856,283	\$ 13,777,859
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 3,939,146	\$ 3,302,782	\$ 3,542,811	\$ 3,877,780	\$ 4,369,607	\$ 4,564,744
Employer Proportionate Share of the Total OPEB Liability	8,709,187	8,423,182	8,312,280	9,226,192	9,486,676	9,213,115
Covered Employee Payroll	\$ 34,842,445	\$ 35,085,510	\$ 35,169,749	\$ 38,215,020	\$ 38,345,011	\$ 41,058,300
Total OPEB Liability as a Percentage of Covered Employee Payroll	25.00%	24.01%	23.63%	24.14%	24.74%	22.44%

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.

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

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

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

Methods and assumptions used to determine contribution rates:

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

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

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

Nonmajor Governmental Funds

Special Revenue Funds

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

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions of the Roane County Solid Waste Program other than landfill operations.

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

Special Purpose Fund – The Special Purpose Fund is used to account for animal shelter and fire prevention and control transactions.

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

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for transactions related to the operations of the recycling center and transactions for postclosure care cost of the landfill.

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.

Capital Projects Funds

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

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for road construction and renovations of the county road system.

Exhibit G-1

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

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>ASSETS</u>					
Cash	\$ 0	\$ 100	\$ 100	\$ 0	\$ 500
Equity in Pooled Cash and Investments	993,758	1,003,885	1,206,136	39,446	1,249,454
Accounts Receivable	0	1,403,359	2,925	0	875
Allowance for Uncollectibles	0	(1,027,998)	0	0	0
Due from Other Governments	262,052	220	107,035	0	0
Due from Other Funds	0	1,244	78	551	427
Property Taxes Receivable	0	305,704	363,571	0	466,730
Allowance for Uncollectible Property Taxes	0	(7,247)	(11,178)	0	(14,435)
Prepaid Items	0	4,991	92	0	579
Restricted Assets	5,904	109,239	20,407	0	14,625
Total Assets	<u>\$ 1,261,714</u>	<u>\$ 1,793,497</u>	<u>\$ 1,689,166</u>	<u>\$ 39,997</u>	<u>\$ 1,718,755</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 56,991	\$ 80,342	\$ 17,940	\$ 0	\$ 26,135
Accrued Payroll	8,076	36,608	9,049	0	6,026
Due to Other Funds	126	3,875	4,386	0	3,873
Due to Component Units	368	0	0	0	3,163
Total Liabilities	<u>\$ 65,561</u>	<u>\$ 120,825</u>	<u>\$ 31,375</u>	<u>\$ 0</u>	<u>\$ 39,197</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 295,384	\$ 345,301	\$ 0	\$ 443,075

(Continued)

Exhibit G-1

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

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>					
Deferred Delinquent Property Taxes	\$ 0	\$ 2,446	\$ 5,207	\$ 0	\$ 7,866
Other Deferred/Unavailable Revenue	131,026	210,280	53,518	0	0
Total Deferred Inflows of Resources	<u>\$ 131,026</u>	<u>\$ 508,110</u>	<u>\$ 404,026</u>	<u>\$ 0</u>	<u>\$ 450,941</u>
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 0	\$ 4,991	\$ 92	\$ 0	\$ 579
Restricted:					
Restricted for Public Safety	0	0	1,233,266	39,997	0
Restricted for Public Health and Welfare	1,059,223	1,050,332	0	0	1,213,413
Restricted for Capital Outlay	0	0	0	0	0
Restricted for Hybrid Retirement Stabilization Funds	5,904	109,239	20,407	0	14,625
Total Fund Balances	<u>\$ 1,065,127</u>	<u>\$ 1,164,562</u>	<u>\$ 1,253,765</u>	<u>\$ 39,997</u>	<u>\$ 1,228,617</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,261,714</u>	<u>\$ 1,793,497</u>	<u>\$ 1,689,166</u>	<u>\$ 39,997</u>	<u>\$ 1,718,755</u>

(Continued)

Exhibit G-1

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Fund</u>		<u>Total</u>
	<u>Constitu -</u>	<u>Officers -</u>	<u>Highway</u>	<u>Capital</u>	<u>Nonmajor</u>
	<u>Fees</u>	<u>Total</u>	<u>Projects</u>	<u>Projects</u>	<u>Governmental</u>
					<u>Funds</u>
<u>ASSETS</u>					
Cash	\$ 3,731	\$ 4,431	\$ 0	\$ 0	\$ 4,431
Equity in Pooled Cash and Investments	0	4,492,679	827,173	0	5,319,852
Accounts Receivable	377	1,407,536	0	0	1,407,536
Allowance for Uncollectibles	0	(1,027,998)	0	0	(1,027,998)
Due from Other Governments	0	369,307	0	0	369,307
Due from Other Funds	0	2,300	0	0	2,300
Property Taxes Receivable	0	1,136,005	0	0	1,136,005
Allowance for Uncollectible Property Taxes	0	(32,860)	0	0	(32,860)
Prepaid Items	0	5,662	0	0	5,662
Restricted Assets	0	150,175	0	0	150,175
Total Assets	\$ 4,108	\$ 6,507,237	\$ 827,173	\$ 0	\$ 7,334,410
<u>LIABILITIES</u>					
Accounts Payable	\$ 0	\$ 181,408	\$ 0	\$ 0	\$ 181,408
Accrued Payroll	0	59,759	0	0	59,759
Due to Other Funds	4,108	16,368	0	0	16,368
Due to Component Units	0	3,531	0	0	3,531
Total Liabilities	\$ 4,108	\$ 261,066	\$ 0	\$ 0	\$ 261,066
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 1,083,760	\$ 0	\$ 0	\$ 1,083,760

(Continued)

Exhibit G-1

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Fund</u>		<u>Total Nonmajor Governmental Funds</u>
	<u>Constitutional Officers - Fees</u>	<u>Total</u>	<u>Highway Capital Projects</u>		
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>					
Deferred Delinquent Property Taxes	\$ 0	\$ 15,519	\$ 0	\$ 0	\$ 15,519
Other Deferred/Unavailable Revenue	0	394,824	0	0	394,824
Total Deferred Inflows of Resources	\$ 0	\$ 1,494,103	\$ 0	\$ 0	\$ 1,494,103
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 0	\$ 5,662	\$ 0	\$ 0	\$ 5,662
Restricted:					
Restricted for Public Safety	0	1,273,263	0	0	1,273,263
Restricted for Public Health and Welfare	0	3,322,968	0	0	3,322,968
Restricted for Capital Outlay	0	0	827,173	0	827,173
Restricted for Hybrid Retirement Stabilization Funds	0	150,175	0	0	150,175
Total Fund Balances	\$ 0	\$ 4,752,068	\$ 827,173	\$ 0	\$ 5,579,241
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 4,108	\$ 6,507,237	\$ 827,173	\$ 0	\$ 7,334,410

Exhibit G-2

Roane 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	Special Purpose	Drug Control	Other Special Revenue
<u>Revenues</u>					
Local Taxes	\$ 1,548,752	\$ 147,221	\$ 1,181,035	\$ 0	\$ 441,341
Fines, Forfeitures, and Penalties	0	0	0	26,215	0
Charges for Current Services	0	2,735,698	45,675	0	216,044
Other Local Revenues	735	6,491	35,802	12,920	197,819
State of Tennessee	0	880	103,200	0	256,350
Federal Government	0	109,472	0	0	0
Total Revenues	<u>\$ 1,549,487</u>	<u>\$ 2,999,762</u>	<u>\$ 1,365,712</u>	<u>\$ 39,135</u>	<u>\$ 1,111,554</u>
<u>Expenditures</u>					
Current:					
Finance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Public Safety	0	0	647,771	83,340	0
Public Health and Welfare	1,707,320	3,608,155	387,055	0	1,262,053
Capital Projects	0	0	0	0	0
Total Expenditures	<u>\$ 1,707,320</u>	<u>\$ 3,608,155</u>	<u>\$ 1,034,826</u>	<u>\$ 83,340</u>	<u>\$ 1,262,053</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (157,833)</u>	<u>\$ (608,393)</u>	<u>\$ 330,886</u>	<u>\$ (44,205)</u>	<u>\$ (150,499)</u>
<u>Other Financing Sources (Uses)</u>					
Proceeds from Sale of Capital Assets	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Transfers In	0	898,654	40,000	0	0
Transfers Out	(200,000)	0	0	0	0
Total Other Financing Sources (Uses)	<u>\$ (200,000)</u>	<u>\$ 898,654</u>	<u>\$ 40,000</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

Exhibit G-2

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

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
Net Change in Fund Balances	\$ (357,833)	\$ 290,261	\$ 370,886	\$ (44,205)	\$ (150,499)
Fund Balance, July 1, 2022	1,422,960	874,301	882,879	84,202	1,379,116
Fund Balance, June 30, 2023	<u>\$ 1,065,127</u>	<u>\$ 1,164,562</u>	<u>\$ 1,253,765</u>	<u>\$ 39,997</u>	<u>\$ 1,228,617</u>

(Continued)

Exhibit G-2

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

	Special Revenue Funds (Cont.)		Capital Projects Fund		Total Nonmajor Governmental Funds
	Constitu - tional Officers - Fees	Total	Highway Capital Projects		
<u>Revenues</u>					
Local Taxes	\$ 0	\$ 3,318,349	\$ 0	\$ 0	\$ 3,318,349
Fines, Forfeitures, and Penalties	0	26,215	0	0	26,215
Charges for Current Services	12	2,997,429	0	0	2,997,429
Other Local Revenues	0	253,767	0	0	253,767
State of Tennessee	0	360,430	0	0	360,430
Federal Government	0	109,472	0	0	109,472
Total Revenues	\$ 12	\$ 7,065,662	\$ 0	\$ 0	\$ 7,065,662
<u>Expenditures</u>					
Current:					
Finance	\$ 12	\$ 12	\$ 0	\$ 0	\$ 12
Public Safety	0	731,111	0	0	731,111
Public Health and Welfare	0	6,964,583	0	0	6,964,583
Capital Projects	0	0	69,964	69,964	69,964
Total Expenditures	\$ 12	\$ 7,695,706	\$ 69,964	\$ 69,964	\$ 7,765,670
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ (630,044)	\$ (69,964)	\$ (69,964)	\$ (700,008)
<u>Other Financing Sources (Uses)</u>					
Proceeds from Sale of Capital Assets	\$ 0	\$ 0	\$ 15,507	\$ 15,507	\$ 15,507
Transfers In	0	938,654	200,000	200,000	1,138,654
Transfers Out	0	(200,000)	0	0	(200,000)
Total Other Financing Sources (Uses)	\$ 0	\$ 738,654	\$ 215,507	\$ 215,507	\$ 954,161

(Continued)

Exhibit G-2

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

	<u>Special Revenue Funds</u> <u>(Cont.)</u>		<u>Capital</u> <u>Projects Fund</u>		<u>Total</u>
	<u>Constitu -</u> <u>tional</u>	<u>Total</u>	<u>Highway</u> <u>Capital</u> <u>Projects</u>		<u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>
Net Change in Fund Balances	\$ 0	\$ 108,610	\$ 145,543	\$	254,153
Fund Balance, July 1, 2022	0	4,643,458	681,630		5,325,088
Fund Balance, June 30, 2023	\$ 0	\$ 4,752,068	\$ 827,173	\$	5,579,241

Exhibit G-3

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

	Actual (GAAP Basis)	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	\$ 1,548,752	\$ 0	\$ 1,548,752	\$ 1,300,000	\$ 1,600,000	\$ (51,248)
Other Local Revenues	735	0	735	0	0	735
Total Revenues	<u>\$ 1,549,487</u>	<u>\$ 0</u>	<u>\$ 1,549,487</u>	<u>\$ 1,300,000</u>	<u>\$ 1,600,000</u>	<u>\$ (50,513)</u>
<u>Expenditures</u>						
<u>Public Health and Welfare</u>						
Convenience Centers	\$ 1,707,320	\$ 4,202	\$ 1,711,522	\$ 1,234,644	\$ 1,803,127	\$ 91,605
Total Expenditures	<u>\$ 1,707,320</u>	<u>\$ 4,202</u>	<u>\$ 1,711,522</u>	<u>\$ 1,234,644</u>	<u>\$ 1,803,127</u>	<u>\$ 91,605</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (157,833)</u>	<u>\$ (4,202)</u>	<u>\$ (162,035)</u>	<u>\$ 65,356</u>	<u>\$ (203,127)</u>	<u>\$ 41,092</u>
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (200,000)	\$ 0	\$ (200,000)	\$ (200,000)	\$ (200,000)	\$ 0
Total Other Financing Sources	<u>\$ (200,000)</u>	<u>\$ 0</u>	<u>\$ (200,000)</u>	<u>\$ (200,000)</u>	<u>\$ (200,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (357,833)	\$ (4,202)	\$ (362,035)	\$ (134,644)	\$ (403,127)	\$ 41,092
Fund Balance, July 1, 2022	<u>1,422,960</u>	<u>0</u>	<u>1,422,960</u>	<u>1,422,960</u>	<u>1,422,960</u>	<u>0</u>
Fund Balance, June 30, 2023	<u>\$ 1,065,127</u>	<u>\$ (4,202)</u>	<u>\$ 1,060,925</u>	<u>\$ 1,288,316</u>	<u>\$ 1,019,833</u>	<u>\$ 41,092</u>

Exhibit G-4

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Ambulance 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	\$ 147,221	\$ 144,300	\$ 144,300	\$ 2,921
Charges for Current Services	2,735,698	2,770,120	2,781,620	(45,922)
Other Local Revenues	6,491	0	0	6,491
State of Tennessee	880	0	220	660
Federal Government	109,472	90,000	90,000	19,472
Total Revenues	<u>\$ 2,999,762</u>	<u>\$ 3,004,420</u>	<u>\$ 3,016,140</u>	<u>\$ (16,378)</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Ambulance/Emergency Medical Services	\$ 3,608,155	\$ 3,794,926	\$ 3,901,416	\$ 293,261
Total Expenditures	<u>\$ 3,608,155</u>	<u>\$ 3,794,926</u>	<u>\$ 3,901,416</u>	<u>\$ 293,261</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (608,393)</u>	<u>\$ (790,506)</u>	<u>\$ (885,276)</u>	<u>\$ 276,883</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 898,654	\$ 898,654	\$ 898,654	\$ 0
Total Other Financing Sources	<u>\$ 898,654</u>	<u>\$ 898,654</u>	<u>\$ 898,654</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 290,261	\$ 108,148	\$ 13,378	\$ 276,883
Fund Balance, July 1, 2022	<u>874,301</u>	<u>874,301</u>	<u>874,301</u>	<u>0</u>
Fund Balance, June 30, 2023	<u>\$ 1,164,562</u>	<u>\$ 982,449</u>	<u>\$ 887,679</u>	<u>\$ 276,883</u>

Exhibit G-5

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Special Purpose 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>						
Local Taxes	\$ 1,181,035	\$ 0	\$ 1,181,035	\$ 1,058,900	\$ 1,058,900	\$ 122,135
Charges for Current Services	45,675	0	45,675	35,100	48,100	(2,425)
Other Local Revenues	35,802	0	35,802	14,000	14,000	21,802
State of Tennessee	103,200	0	103,200	100,000	100,000	3,200
Total Revenues	<u>\$ 1,365,712</u>	<u>\$ 0</u>	<u>\$ 1,365,712</u>	<u>\$ 1,208,000</u>	<u>\$ 1,221,000</u>	<u>\$ 144,712</u>
<u>Expenditures</u>						
<u>Public Safety</u>						
Fire Prevention and Control	\$ 647,771	\$ 46,963	\$ 694,734	\$ 937,491	\$ 938,491	\$ 243,757
<u>Public Health and Welfare</u>						
Rabies and Animal Control	387,055	0	387,055	439,763	456,909	69,854
Total Expenditures	<u>\$ 1,034,826</u>	<u>\$ 46,963</u>	<u>\$ 1,081,789</u>	<u>\$ 1,377,254</u>	<u>\$ 1,395,400</u>	<u>\$ 313,611</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 330,886</u>	<u>\$ (46,963)</u>	<u>\$ 283,923</u>	<u>\$ (169,254)</u>	<u>\$ (174,400)</u>	<u>\$ 458,323</u>
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 40,000	\$ 0	\$ 40,000	\$ 40,000	\$ 40,000	\$ 0
Total Other Financing Sources	<u>\$ 40,000</u>	<u>\$ 0</u>	<u>\$ 40,000</u>	<u>\$ 40,000</u>	<u>\$ 40,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 370,886	\$ (46,963)	\$ 323,923	\$ (129,254)	\$ (134,400)	\$ 458,323
Fund Balance, July 1, 2022	<u>882,879</u>	<u>0</u>	<u>882,879</u>	<u>882,879</u>	<u>882,879</u>	<u>0</u>
Fund Balance, June 30, 2023	<u>\$ 1,253,765</u>	<u>\$ (46,963)</u>	<u>\$ 1,206,802</u>	<u>\$ 753,625</u>	<u>\$ 748,479</u>	<u>\$ 458,323</u>

Exhibit G-6

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 26,215	\$ 34,000	\$ 36,000	\$ (9,785)
Other Local Revenues	12,920	13,000	17,300	(4,380)
Total Revenues	<u>\$ 39,135</u>	<u>\$ 47,000</u>	<u>\$ 53,300</u>	<u>\$ (14,165)</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Sheriff's Department	\$ 83,340	\$ 83,480	\$ 86,980	\$ 3,640
Total Expenditures	<u>\$ 83,340</u>	<u>\$ 83,480</u>	<u>\$ 86,980</u>	<u>\$ 3,640</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (44,205)</u>	<u>\$ (36,480)</u>	<u>\$ (33,680)</u>	<u>\$ (10,525)</u>
Net Change in Fund Balance	\$ (44,205)	\$ (36,480)	\$ (33,680)	\$ (10,525)
Fund Balance, July 1, 2022	<u>84,202</u>	<u>84,202</u>	<u>84,202</u>	<u>0</u>
Fund Balance, June 30, 2023	<u><u>\$ 39,997</u></u>	<u><u>\$ 47,722</u></u>	<u><u>\$ 50,522</u></u>	<u><u>\$ (10,525)</u></u>

Exhibit G-7

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Other Special Revenue 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>						
Local Taxes	\$ 441,341	\$ 0	\$ 441,341	\$ 437,000	\$ 437,000	\$ 4,341
Charges for Current Services	216,044	0	216,044	199,826	199,826	16,218
Other Local Revenues	197,819	0	197,819	224,600	229,900	(32,081)
State of Tennessee	256,350	0	256,350	266,000	266,000	(9,650)
Total Revenues	<u>\$ 1,111,554</u>	<u>\$ 0</u>	<u>\$ 1,111,554</u>	<u>\$ 1,127,426</u>	<u>\$ 1,132,726</u>	<u>\$ (21,172)</u>
<u>Expenditures</u>						
<u>Public Health and Welfare</u>						
Recycling Center	\$ 899,475	\$ 7,935	\$ 907,410	\$ 1,116,126	\$ 1,196,766	\$ 289,356
Postclosure Care Costs	362,578	0	362,578	233,900	683,900	321,322
Total Expenditures	<u>\$ 1,262,053</u>	<u>\$ 7,935</u>	<u>\$ 1,269,988</u>	<u>\$ 1,350,026</u>	<u>\$ 1,880,666</u>	<u>\$ 610,678</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (150,499)</u>	<u>\$ (7,935)</u>	<u>\$ (158,434)</u>	<u>\$ (222,600)</u>	<u>\$ (747,940)</u>	<u>\$ 589,506</u>
Net Change in Fund Balance	\$ (150,499)	\$ (7,935)	\$ (158,434)	\$ (222,600)	\$ (747,940)	\$ 589,506
Fund Balance, July 1, 2022	<u>1,379,116</u>	<u>0</u>	<u>1,379,116</u>	<u>1,379,116</u>	<u>1,379,116</u>	<u>0</u>
Fund Balance, June 30, 2023	<u>\$ 1,228,617</u>	<u>\$ (7,935)</u>	<u>\$ 1,220,682</u>	<u>\$ 1,156,516</u>	<u>\$ 631,176</u>	<u>\$ 589,506</u>

Major Governmental Funds

Debt Service Funds

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

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.

Capital Projects Funds

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

General Capital Projects Fund – The General Capital Projects Fund is used to account for 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. This fund also accounts for transactions involving the American Rescue Plan Act Grant.

Exhibit H-1

Roane 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	\$ 3,118,398	\$ 2,977,823	\$ 3,056,537	\$ 61,861
Other Local Revenues	51,348	50,000	50,000	1,348
Other Governments and Citizens Groups	28,934	28,934	28,934	0
Total Revenues	<u>\$ 3,198,680</u>	<u>\$ 3,056,757</u>	<u>\$ 3,135,471</u>	<u>\$ 63,209</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 2,090,000	\$ 2,090,000	\$ 2,090,000	\$ 0
Education	273,934	273,934	273,934	0
<u>Interest on Debt</u>				
General Government	323,865	323,865	323,865	0
Education	339,294	339,294	339,294	0
<u>Other Debt Service</u>				
General Government	89,863	95,577	106,577	16,714
Total Expenditures	<u>\$ 3,116,956</u>	<u>\$ 3,122,670</u>	<u>\$ 3,133,670</u>	<u>\$ 16,714</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 81,724	\$ (65,913)	\$ 1,801	\$ 79,923
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 1,170,993	\$ 1,170,993	\$ 1,170,993	\$ 0
Total Other Financing Sources	<u>\$ 1,170,993</u>	<u>\$ 1,170,993</u>	<u>\$ 1,170,993</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 1,252,717	\$ 1,105,080	\$ 1,172,794	\$ 79,923
Fund Balance, July 1, 2022	4,624,527	4,623,344	4,623,344	1,183
Fund Balance, June 30, 2023	<u>\$ 5,877,244</u>	<u>\$ 5,728,424</u>	<u>\$ 5,796,138</u>	<u>\$ 81,106</u>

Exhibit H-2

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 864,021	\$ 858,000	\$ 858,000	\$ 6,021
Charges for Current Services	139,565	70,000	129,100	10,465
Other Local Revenues	438,865	20,000	20,500	418,365
State of Tennessee	0	767,000	923,481	(923,481)
Federal Government	4,366,709	6,082,114	3,417,009	949,700
Total Revenues	<u>\$ 5,809,160</u>	<u>\$ 7,797,114</u>	<u>\$ 5,348,090</u>	<u>\$ 461,070</u>
<u>Expenditures</u>				
<u>Capital Projects</u>				
General Administration Projects	\$ 192,316	\$ 300,000	\$ 264,999	\$ 72,683
Administration of Justice Projects	27,400	100,000	67,424	40,024
Public Safety Projects	649,925	1,463,195	1,869,297	1,219,372
Public Health and Welfare Projects	532,226	1,143,000	1,231,223	698,997
Social, Cultural, and Recreation Projects	871,384	693,135	979,199	107,815
Other General Government Projects	290,061	32,000	1,537,500	1,247,439
American Rescue Plan Act Grant #1	764,073	3,462,037	3,948,784	3,184,711
American Rescue Plan Act Grant #3	116,900	0	116,900	0
American Rescue Plan Act Grant #4	498,715	253,000	523,764	25,049
American Rescue Plan Act Grant #5	401,202	1,633,829	5,676,739	5,275,537
<u>Capital Projects - Donated</u>				
Capital Projects Donated to School Department	2,548,645	0	2,548,645	0
Total Expenditures	<u>\$ 6,892,847</u>	<u>\$ 9,080,196</u>	<u>\$ 18,764,474</u>	<u>\$ 11,871,627</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,083,687)</u>	<u>\$ (1,283,082)</u>	<u>\$ (13,416,384)</u>	<u>\$ 12,332,697</u>
<u>Other Financing Sources (Uses)</u>				
Other Loans Issued	\$ 2,548,645	\$ 0	\$ 2,548,645	\$ 0
Proceeds from Sale of Capital Assets	12,801	0	6,700	6,101
Insurance Recovery	0	0	40,409	(40,409)
Transfers In	200,000	1,246,954	1,995,173	(1,795,173)
Transfers Out	(538,654)	(1,585,608)	(2,333,827)	1,795,173
Total Other Financing Sources	<u>\$ 2,222,792</u>	<u>\$ (338,654)</u>	<u>\$ 2,257,100</u>	<u>\$ (34,308)</u>
Net Change in Fund Balance	\$ 1,139,105	\$ (1,621,736)	\$ (11,159,284)	\$ 12,298,389
Fund Balance, July 1, 2022	<u>4,286,567</u>	<u>14,010,667</u>	<u>14,010,667</u>	<u>(9,724,100)</u>
Fund Balance, June 30, 2023	<u>\$ 5,425,672</u>	<u>\$ 12,388,931</u>	<u>\$ 2,851,383</u>	<u>\$ 2,574,289</u>

Proprietary Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the county, or other governments, on a cost-reimbursed basis.

Employee Insurance - Dental Fund – The Employee Insurance - Dental Fund is used to account for the county’s self-insured dental insurance program. Premiums charged to the various county operating funds and employee payroll deductions are placed in this fund for the payment of dental claims of county employees.

Workers’ Compensation Fund – The Workers’ Compensation Fund is used to account for the county’s self-insured workers’ compensation program. Premiums charged to the various county operating funds are placed in this fund for the payment of claims.

Exhibit I-1

Roane County, Tennessee
Combining Statement of Net Position
Proprietary Funds
June 30, 2023

	<u>Internal Service Funds</u>		Total Proprietary Funds
	Employee Insurance - Dental	Workers' Compensation	
<u>ASSETS</u>			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 517,818	\$ 2,190,268	\$ 2,708,086
Accounts Receivable	40	6,565	6,605
Due from Other Funds	14,706	63,615	78,321
Prepaid Items	4,169	5,000	9,169
Total Assets	<u>\$ 536,733</u>	<u>\$ 2,265,448</u>	<u>\$ 2,802,181</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	\$ 0	\$ 4,576	\$ 4,576
Claims and Judgments Payable	0	553,642	553,642
Total Liabilities	<u>\$ 0</u>	<u>\$ 558,218</u>	<u>\$ 558,218</u>
<u>NET POSITION</u>			
Restricted for Education	\$ 0	\$ 947,680	\$ 947,680
Unrestricted	536,733	759,550	1,296,283
Total Net Position	<u>\$ 536,733</u>	<u>\$ 1,707,230</u>	<u>\$ 2,243,963</u>

Exhibit I-2

Roane County, Tennessee
Combining Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2023

	Internal Service Funds		
	Employee Insurance - Dental	Workers' Compensation	Total Proprietary Funds
<u>Operating Revenues</u>			
Self-Insurance Premiums	\$ 550,717	\$ 688,457	\$ 1,239,174
Total Operating Revenues	\$ 550,717	\$ 688,457	\$ 1,239,174
<u>Operating Expenses</u>			
Other Salaries and Wages	\$ 12,897	\$ 0	\$ 12,897
Handling Charges and Administration	45,376	13,805	59,181
Medical Claims	516,010	318,683	834,693
Workers' Compensation Insurance	0	192,071	192,071
Total Operating Expenses	\$ 574,283	\$ 524,559	\$ 1,098,842
Operating Income (Loss)	\$ (23,566)	\$ 163,898	\$ 140,332
<u>Nonoperating Revenues (Expenses)</u>			
Investment Income	\$ 14,706	\$ 63,615	\$ 78,321
Total Nonoperating Revenues (Expenses)	\$ 14,706	\$ 63,615	\$ 78,321
Change in Net Position	\$ (8,860)	\$ 227,513	\$ 218,653
Net Position, July 1, 2022	545,593	1,479,717	2,025,310
Net Position, June 30, 2023	\$ 536,733	\$ 1,707,230	\$ 2,243,963

Exhibit I-3

Roane County, Tennessee
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2023

	Internal Service Funds		Total Proprietary Funds
	Employee Insurance - Dental	Workers' Compensation	
<u>Cash Flows from Operating Activities</u>			
Receipts for Self-Insurance Premiums	\$ 536,144	\$ 688,457	\$ 1,224,601
Payments to Employees	(12,897)	0	(12,897)
Payments to Insurers	(4,169)	(192,071)	(196,240)
Payments for Claims	(516,010)	(296,662)	(812,672)
Payments for Administrative Costs	(45,376)	(10,880)	(56,256)
Net Cash Provided By (Used In) Operating Activities	<u>\$ (42,308)</u>	<u>\$ 188,844</u>	<u>\$ 146,536</u>
<u>Cash Flows from Investing Activities</u>			
Interest on Investments	\$ 14,706	\$ 63,615	\$ 78,321
Net Cash Provided By (Used In) Investing Activities	<u>\$ 14,706</u>	<u>\$ 63,615</u>	<u>\$ 78,321</u>
Increase (Decrease) in Cash	\$ (27,602)	\$ 252,459	\$ 224,857
Cash, July 1, 2022	<u>545,420</u>	<u>1,937,809</u>	<u>2,483,229</u>
Cash, June 30, 2023	<u>\$ 517,818</u>	<u>\$ 2,190,268</u>	<u>\$ 2,708,086</u>
<u>Reconciliation of Operating Income (Loss) to Net</u> <u>Cash Provided By (Used In) Operating Activities</u>			
Operating Income (Loss)	\$ (23,566)	\$ 163,898	\$ 140,332
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:			
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	133	(2,159)	(2,026)
(Increase) Decrease in Due from Other Funds	(14,706)	(63,615)	(78,321)
(Increase) Decrease in Prepaid Items	(4,169)	0	(4,169)
Increase (Decrease) in Accounts Payable	0	2,925	2,925
Increase (Decrease) in Claims and Judgments Payable	0	87,795	87,795
Net Cash Provided By (Used In) Operating Activities	<u>\$ (42,308)</u>	<u>\$ 188,844</u>	<u>\$ 146,536</u>

Custodial Funds

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

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

City School - ADA - Oak Ridge Fund – The City School - ADA - Oak Ridge Fund is used to account for the Oak Ridge city school system’s share of education revenues collected by the county, which must be apportioned to the Oak Ridge school system on an average daily attendance basis. These collections are remitted to the Oak Ridge city school system on a monthly basis.

Joint Venture Fund – The Joint Venture Fund is used to account for transactions of the Judicial District Drug Task Force, a joint venture of the various law enforcement agencies of the Ninth Judicial District.

Community Development - Custodial Fund – The Community Development - Custodial Fund is used to account for transactions dealing with a revolving loan program for local businesses.

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

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 J-1

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

	Custodial Funds							
	Cities - Sales Tax	City School ADA - Oak Ridge	Judicial District Drug Task Force	Community Development - Custodial	Constitu - tional Officers - Custodial	District Attorney General		Total
<u>ASSETS</u>								
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,645,833	\$ 0	\$ 0	\$ 2,645,833
Equity in Pooled Cash and Investments	0	12,114	311,905	738,191	0	57,327	0	1,119,537
Due from Other Governments	1,827,135	184,601	16,736	20,203	0	0	0	2,048,675
Property Taxes Receivable	0	1,213,628	0	0	0	0	0	1,213,628
Allowance for Uncollectible Property Taxes	0	(38,040)	0	0	0	0	0	(38,040)
Prepaid Items	0	0	16,870	0	0	0	215	17,085
Notes Receivable - Long-term	0	0	0	183,673	0	0	0	183,673
Total Assets	\$ 1,827,135	\$ 1,372,303	\$ 345,511	\$ 942,067	\$ 2,645,833	\$ 57,542	\$ 0	\$ 7,190,391
<u>LIABILITIES</u>								
Accounts Payable	\$ 0	\$ 0	\$ 35,722	\$ 0	\$ 0	\$ 380	\$ 0	\$ 36,102
Accrued Payroll	0	0	1,538	0	0	0	0	1,538
Due to Other Taxing Units	1,827,135	196,556	0	0	0	0	0	2,023,691
Due to Other Governments	0	3,890	0	0	0	3,800	0	7,690
Total Liabilities	\$ 1,827,135	\$ 200,446	\$ 37,260	\$ 0	\$ 0	\$ 4,180	\$ 0	\$ 2,069,021
<u>DEFERRED INFLOWS OF RESOURCES</u>								
Deferred Current Property Taxes	\$ 0	\$ 1,171,857	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,171,857
Total Deferred Inflows of Resources	\$ 0	\$ 1,171,857	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,171,857
<u>NET POSITION</u>								
Prepaid Items	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 215	\$ 0	\$ 215
Restricted for Individuals, Organizations, and Other Governments	0	0	308,251	942,067	2,645,833	53,147	0	3,949,298
Total Net Position	\$ 0	\$ 0	\$ 308,251	\$ 942,067	\$ 2,645,833	\$ 53,362	\$ 0	\$ 3,949,513

Exhibit J-2

Roane 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 - Oak Ridge	Judicial District Drug Task Force	Community Development - Custodial	Constitu - tional Officers - Custodial	District Attorney General	
<u>Additions</u>							
Sales Tax Collections for Other Governments	\$ 10,082,843	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 10,082,843
Property Tax Collections for Other Governments	0	0	0	31,202	0	0	31,202
ADA - Educational Funds Collected for Cities	0	2,390,282	0	0	0	0	2,390,282
Fines/Fees and Other Collections	0	0	0	0	10,934,213	0	10,934,213
Drug Task Force Collections	0	0	406,769	0	0	0	406,769
District Attorney General Collections	0	0	0	0	0	37,243	37,243
Total Additions	\$ 10,082,843	\$ 2,390,282	\$ 406,769	\$ 31,202	\$ 10,934,213	\$ 37,243	\$ 23,882,552
<u>Deductions</u>							
Payment of Sales Tax Collections for Other Governments	\$ 10,082,843	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 10,082,843
Payments to City School Systems	0	2,390,282	0	0	0	0	2,390,282
Payments to State	0	0	0	0	5,427,288	0	5,427,288
Payments to Cities, Individuals and Others	0	0	0	12,258	6,137,049	0	6,149,307
Payment of Drug Task Force Expenses	0	0	387,551	0	0	0	387,551
Payment of District Attorney General Expenses	0	0	0	0	0	10,119	10,119
Total Deductions	\$ 10,082,843	\$ 2,390,282	\$ 387,551	\$ 12,258	\$ 11,564,337	\$ 10,119	\$ 24,447,390
Change in Net Position	\$ 0	\$ 0	\$ 19,218	\$ 18,944	\$ (630,124)	\$ 27,124	\$ (564,838)
Net Position July 1, 2022	0	0	289,033	923,123	3,275,957	26,238	4,514,351
Net Position June 30, 2023	\$ 0	\$ 0	\$ 308,251	\$ 942,067	\$ 2,645,833	\$ 53,362	\$ 3,949,513

Roane County School Department

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

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

School Transportation Fund – The School Transportation Fund is used to account for student transportation and school bus maintenance.

Extended School Program Fund – The Extended School Program Fund is used to account for transactions related to the Before- and After-School Programs.

Internal School Fund – The Internal School Fund is used to account for funds held at 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 K-1

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

Functions/Programs	Expenses	Program Revenues		Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions		Total Governmental Activities
Governmental Activities:					
Instruction	\$ 43,018,364	\$ 126,218	\$ 10,553,955	\$ 0	\$ (32,338,191)
Support Services	39,485,406	339,339	3,457,383	2,579,490	(33,109,194)
Operation of Non-instructional Services	9,052,119	869,735	4,857,883	0	(3,324,501)
Total Governmental Activities	\$ 91,555,889	\$ 1,335,292	\$ 18,869,221	\$ 2,579,490	\$ (68,771,886)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 17,291,095
Local Option Sales Taxes					11,332,856
Mixed Drink Tax					22,950
Grants and Contributions Not Restricted for Specific Programs					37,087,485
Unrestricted Investment Income					912,596
Gain on Investments					58,851
Miscellaneous					2,283
Sale of Equipment					4,242
Total General Revenues					\$ 66,712,358
Change in Net Position					\$ (2,059,528)
Net Position, July 1, 2022					102,979,171
Net Position, June 30, 2023					\$ 100,919,643

Exhibit K-2

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern- mental Funds	
	<u>ASSETS</u>				
Cash	\$ 78,585	\$ 0	\$ 0	\$ 1,490,091	\$ 1,568,676
Equity in Pooled Cash and Investments	9,020,043	1,107,582	9,393,806	2,846,572	22,368,003
Accounts Receivable	5,671	168	0	21,658	27,497
Due from Other Governments	3,383,475	1,783,094	0	203,770	5,370,339
Due from Other Funds	334,566	12,737	56,564	250,963	654,830
Due from Primary Government	844,072	0	2,448	89,654	936,174
Property Taxes Receivable	14,671,556	0	3,422,690	0	18,094,246
Allowance for Uncollectible Property Taxes	(459,870)	0	(105,855)	0	(565,725)
Prepaid Items	8,828	0	0	6,995	15,823
Restricted Assets	886,034	0	0	0	886,034
Total Assets	<u>\$ 28,772,960</u>	<u>\$ 2,903,581</u>	<u>\$ 12,769,653</u>	<u>\$ 4,909,703</u>	<u>\$ 49,355,897</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 571,776	\$ 1,674	\$ 18,082	\$ 54,884	\$ 646,416
Accrued Payroll	588,394	0	0	75,225	663,619
Payroll Deductions Payable	1,260,065	129,289	0	84,070	1,473,424
Contracts Payable	0	135,113	1,102,307	0	1,237,420
Retainage Payable	0	7,307	5,914	0	13,221
Due to Other Funds	263,015	391,124	196	495	654,830
Due to Primary Government	118,676	0	3,890	0	122,566
Other Current Liabilities	69,102	0	0	0	69,102
Total Liabilities	<u>\$ 2,871,028</u>	<u>\$ 664,507</u>	<u>\$ 1,130,389</u>	<u>\$ 214,674</u>	<u>\$ 4,880,598</u>

(Continued)

Exhibit K-2

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern- mental Funds	
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 13,913,626	\$ 0	\$ 3,249,219	\$ 0	\$ 17,162,845
Deferred Delinquent Property Taxes	262,593	0	60,627	0	323,220
Other Deferred/Unavailable Revenue	584,082	0	0	0	584,082
Total Deferred Inflows of Resources	<u>\$ 14,760,301</u>	<u>\$ 0</u>	<u>\$ 3,309,846</u>	<u>\$ 0</u>	<u>\$ 18,070,147</u>
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 8,828	\$ 0	\$ 0	\$ 6,995	\$ 15,823
Restricted:					
Restricted for Education	2,505	239,074	0	3,606,824	3,848,403
Restricted for Capital Outlay	0	0	8,329,418	0	8,329,418
Restricted for Hybrid Retirement Stabilization Funds	886,034	0	0	0	886,034
Committed:					
Committed for Education	322,105	2,000,000	0	1,081,210	3,403,315
Assigned:					
Assigned for Education	957,237	0	0	0	957,237
Unassigned	8,964,922	0	0	0	8,964,922
Total Fund Balances	<u>\$ 11,141,631</u>	<u>\$ 2,239,074</u>	<u>\$ 8,329,418</u>	<u>\$ 4,695,029</u>	<u>\$ 26,405,152</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 28,772,960</u>	<u>\$ 2,903,581</u>	<u>\$ 12,769,653</u>	<u>\$ 4,909,703</u>	<u>\$ 49,355,897</u>

Exhibit K-3

Roane County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
Discretely Presented Roane 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 K-2)		\$ 26,405,152
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,338,172	
Add: construction in progress	8,356,223	
Add: building and improvements net of accumulated depreciation	49,833,462	
Add: other capital assets net of accumulated depreciation	<u>2,828,569</u>	62,356,426
(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	\$ (187,114)	
Less: OPEB liability	<u>(9,213,115)</u>	(9,400,229)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 10,557,882	
Less: deferred inflows of resources related to pensions	(1,856,925)	
Add: deferred outflows of resources related to OPEB	2,512,284	
Less: deferred inflows of resources related to OPEB	<u>(1,818,795)</u>	9,394,446
(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	\$ 2,560,706	
Add: net pension asset - agent hybrid plan	36,583	
Add: net pension asset - teacher retirement plan	147,859	
Add: net pension asset - teacher legacy pension plan	<u>8,511,398</u>	11,256,546
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>907,302</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 100,919,643</u></u>

Exhibit K-4

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern- mental Funds	
<u>Revenues</u>					
Local Taxes	\$ 24,232,153	\$ 0	\$ 2,959,306	\$ 1,800,000	\$ 28,991,459
Licenses and Permits	2,913	0	0	0	2,913
Charges for Current Services	82,404	0	0	1,187,973	1,270,377
Other Local Revenues	907,921	0	0	2,733,606	3,641,527
State of Tennessee	36,279,641	0	0	290,085	36,569,726
Federal Government	246,182	11,851,437	0	4,440,595	16,538,214
Other Governments and Citizens Groups	0	0	2,548,645	0	2,548,645
Total Revenues	<u>\$ 61,751,214</u>	<u>\$ 11,851,437</u>	<u>\$ 5,507,951</u>	<u>\$ 10,452,259</u>	<u>\$ 89,562,861</u>
<u>Expenditures</u>					
Current:					
Instruction	\$ 38,977,928	\$ 5,650,993	\$ 0	\$ 0	\$ 44,628,921
Support Services	21,543,109	2,846,898	0	2,436,730	26,826,737
Operation of Non-Instructional Services	900,766	98,177	0	7,900,759	8,899,702
Capital Outlay	53,997	2,812,772	0	0	2,866,769
Debt Service:					
Principal on Debt	28,934	0	0	0	28,934
Capital Projects	0	0	9,568,383	0	9,568,383
Total Expenditures	<u>\$ 61,504,734</u>	<u>\$ 11,408,840</u>	<u>\$ 9,568,383</u>	<u>\$ 10,337,489</u>	<u>\$ 92,819,446</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 246,480</u>	<u>\$ 442,597</u>	<u>\$ (4,060,432)</u>	<u>\$ 114,770</u>	<u>\$ (3,256,585)</u>

(Continued)

Exhibit K-4

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern- mental Funds	
<u>Other Financing Sources (Uses)</u>					
Proceeds from Sale of Capital Assets	\$ 0	\$ 0	\$ 3,200	\$ 3,600	\$ 6,800
Transfers In	205,900	500,000	5,000,000	0	5,705,900
Transfers Out	(5,500,000)	(205,900)	0	0	(5,705,900)
Total Other Financing Sources (Uses)	<u>\$ (5,294,100)</u>	<u>\$ 294,100</u>	<u>\$ 5,003,200</u>	<u>\$ 3,600</u>	<u>\$ 6,800</u>
Net Change in Fund Balances	\$ (5,047,620)	\$ 736,697	\$ 942,768	\$ 118,370	\$ (3,249,785)
Fund Balance, July 1, 2022	<u>16,189,251</u>	<u>1,502,377</u>	<u>7,386,650</u>	<u>4,576,659</u>	<u>29,654,937</u>
Fund Balance, June 30, 2023	<u>\$ 11,141,631</u>	<u>\$ 2,239,074</u>	<u>\$ 8,329,418</u>	<u>\$ 4,695,029</u>	<u>\$ 26,405,152</u>

Exhibit K-5

Roane County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
Discretely Presented Roane 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 K-4)		\$ (3,249,785)
(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.		
Add: capital assets purchased in the current period	\$ 2,643,477	
Less: current-year depreciation expense	<u>(3,011,675)</u>	(368,198)
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2023	\$ 907,302	
Less: deferred delinquent property taxes and other deferred June 30, 2022	<u>(876,341)</u>	30,961
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in compensated absences	\$ (27,108)	
Change in net pension asset - agent legacy plan	(3,713,822)	
Change in net pension asset - agent hybrid plan	(89,927)	
Change in net pension asset - teacher retirement plan	(358,190)	
Change in net pension asset - teacher legacy pension plan	(21,772,859)	
Change in deferred outflows related to pensions	(2,092,330)	
Change in deferred inflows related to pensions	29,903,911	
Change in net OPEB liability	273,561	
Change in deferred outflows related to OPEB	83,713	
Change in deferred inflows related to OPEB	<u>(679,455)</u>	<u>1,527,494</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ (2,059,528)</u>

Exhibit K-6

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

	Special Revenue Funds				Total Nonmajor Governmental Funds
	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School	
<u>ASSETS</u>					
Cash	\$ 6,000	\$ 0	\$ 2,500	\$ 1,481,591	\$ 1,490,091
Equity in Pooled Cash and Investments	1,964,978	251,477	630,117	0	2,846,572
Accounts Receivable	16,068	4,772	818	0	21,658
Due from Other Governments	203,770	0	0	0	203,770
Due from Other Funds	474	250,489	0	0	250,963
Due from Primary Government	60,208	29,446	0	0	89,654
Prepaid Items	6,995	0	0	0	6,995
Total Assets	<u>\$ 2,258,493</u>	<u>\$ 536,184</u>	<u>\$ 633,435</u>	<u>\$ 1,481,591</u>	<u>\$ 4,909,703</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 9,358	\$ 43,355	\$ 2,171	\$ 0	\$ 54,884
Accrued Payroll	37,627	3,888	33,710	0	75,225
Payroll Deductions Payable	79,280	4,790	0	0	84,070
Due to Other Funds	0	7	488	0	495
Total Liabilities	<u>\$ 126,265</u>	<u>\$ 52,040</u>	<u>\$ 36,369</u>	<u>\$ 0</u>	<u>\$ 214,674</u>
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 6,995	\$ 0	\$ 0	\$ 0	\$ 6,995
Restricted:					
Restricted for Education	2,125,233	0	0	1,481,591	3,606,824
Committed:					
Committed for Education	\$ 0	\$ 484,144	\$ 597,066	\$ 0	\$ 1,081,210
Total Fund Balances	<u>\$ 2,132,228</u>	<u>\$ 484,144</u>	<u>\$ 597,066</u>	<u>\$ 1,481,591</u>	<u>\$ 4,695,029</u>
Total Liabilities and Fund Balances	<u>\$ 2,258,493</u>	<u>\$ 536,184</u>	<u>\$ 633,435</u>	<u>\$ 1,481,591</u>	<u>\$ 4,909,703</u>

Exhibit K-7

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

	Special Revenue Funds				Total Nonmajor Governmental Funds
	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School	
<u>Revenues</u>					
Local Taxes	\$ 0	\$ 1,800,000	\$ 0	\$ 0	\$ 1,800,000
Charges for Current Services	762,363	149,887	275,723	0	1,187,973
Other Local Revenues	72,264	81,670	0	2,579,672	2,733,606
State of Tennessee	32,598	250,000	7,487	0	290,085
Federal Government	4,200,886	0	239,709	0	4,440,595
Total Revenues	\$ 5,068,111	\$ 2,281,557	\$ 522,919	\$ 2,579,672	\$ 10,452,259
<u>Expenditures</u>					
Current:					
Support Services	\$ 0	\$ 2,436,730	\$ 0	\$ 0	\$ 2,436,730
Operation of Non-Instructional Services	5,171,943	0	242,794	2,486,022	7,900,759
Total Expenditures	\$ 5,171,943	\$ 2,436,730	\$ 242,794	\$ 2,486,022	\$ 10,337,489
Excess (Deficiency) of Revenues Over Expenditures	\$ (103,832)	\$ (155,173)	\$ 280,125	\$ 93,650	\$ 114,770
<u>Other Financing Sources (Uses)</u>					
Proceeds from Sale of Capital Assets	\$ 0	\$ 3,600	\$ 0	\$ 0	\$ 3,600
Total Other Financing Sources (Uses)	\$ 0	\$ 3,600	\$ 0	\$ 0	\$ 3,600
Net Change in Fund Balances	\$ (103,832)	\$ (151,573)	\$ 280,125	\$ 93,650	\$ 118,370
Fund Balance, July 1, 2022	2,236,060	635,717	316,941	1,387,941	4,576,659
Fund Balance, June 30, 2023	\$ 2,132,228	\$ 484,144	\$ 597,066	\$ 1,481,591	\$ 4,695,029

Exhibit K-8

Roane County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Roane 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	
Revenues							
Local Taxes	\$ 24,232,153	\$ 0	\$ 0	\$ 24,232,153	\$ 23,332,000	\$ 23,332,000	\$ 900,153
Licenses and Permits	2,913	0	0	2,913	2,875	2,875	38
Charges for Current Services	82,404	0	0	82,404	97,000	97,000	(14,596)
Other Local Revenues	907,921	0	0	907,921	175,000	175,000	732,921
State of Tennessee	36,279,641	0	0	36,279,641	35,384,953	36,691,846	(412,205)
Federal Government	246,182	0	0	246,182	70,000	316,182	(70,000)
Total Revenues	\$ 61,751,214	\$ 0	\$ 0	\$ 61,751,214	\$ 59,061,828	\$ 60,614,903	\$ 1,136,311
Expenditures							
Instruction							
Regular Instruction Program	\$ 31,171,249	\$ (86,119)	\$ 32,700	\$ 31,117,830	\$ 30,345,127	\$ 31,453,568	\$ 335,738
Alternative Instruction Program	245,219	(499)	628	245,348	242,695	247,361	2,013
Special Education Program	5,237,538	0	0	5,237,538	5,547,753	5,673,735	436,197
Career and Technical Education Program	2,323,922	0	118,067	2,441,989	2,286,813	2,548,964	106,975
Support Services							
Attendance	232,808	0	0	232,808	258,036	253,237	20,429
Health Services	860,819	0	0	860,819	850,232	889,191	28,372
Other Student Support	2,386,974	0	0	2,386,974	2,552,855	2,641,351	254,377
Regular Instruction Program	2,162,491	(1,654)	0	2,160,837	2,322,945	2,352,908	192,071
Alternative Instruction Program	160,822	0	0	160,822	162,149	165,649	4,827
Special Education Program	1,186,539	0	0	1,186,539	1,338,283	1,387,276	200,737
Career and Technical Education Program	374,954	0	21,043	395,997	345,493	444,993	48,996
Technology	943,839	(755)	62,700	1,005,784	1,037,879	1,047,211	41,427
Other Programs	216,724	0	0	216,724	0	216,724	0
Board of Education	1,070,598	(35,900)	0	1,034,698	1,162,108	1,175,908	141,210
Director of Schools	358,255	0	0	358,255	392,081	395,581	37,326
Office of the Principal	5,216,020	(1,650)	0	5,214,370	5,348,131	5,447,068	232,698
Fiscal Services	464,327	0	0	464,327	517,765	523,598	59,271
Human Services/Personnel	72,915	0	0	72,915	71,449	79,748	6,833

(Continued)

Exhibit K-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Operation of Plant	\$ 4,220,297	\$ (16,220)	\$ 5,955	\$ 4,210,032	\$ 4,207,500	\$ 4,217,700	\$ 7,668
Maintenance of Plant	1,300,182	(14,113)	54,056	1,340,125	1,402,501	1,426,332	86,207
Transportation	314,545	0	0	314,545	276,032	393,918	79,373
<u>Operation of Non-Instructional Services</u>							
Food Service	3,689	0	0	3,689	0	4,000	311
Community Services	184,800	0	0	184,800	268,554	289,157	104,357
Early Childhood Education	712,277	0	0	712,277	714,979	718,455	6,178
<u>Capital Outlay</u>							
Regular Capital Outlay	53,997	0	172,555	226,552	145,000	251,295	24,743
<u>Principal on Debt</u>							
Education	28,934	0	0	28,934	4,001	29,001	67
Total Expenditures	\$ 61,504,734	\$ (156,910)	\$ 467,704	\$ 61,815,528	\$ 61,800,361	\$ 64,273,929	\$ 2,458,401
Excess (Deficiency) of Revenues Over Expenditures							
	\$ 246,480	\$ 156,910	\$ (467,704)	\$ (64,314)	\$ (2,738,533)	\$ (3,659,026)	\$ 3,594,712
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 205,900	\$ 0	\$ 0	\$ 205,900	\$ 401,331	\$ 442,267	\$ (236,367)
Transfers Out	(5,500,000)	0	0	(5,500,000)	(5,000,000)	(5,500,000)	0
Total Other Financing Sources	\$ (5,294,100)	\$ 0	\$ 0	\$ (5,294,100)	\$ (4,598,669)	\$ (5,057,733)	\$ (236,367)
Net Change in Fund Balance							
Fund Balance, July 1, 2022	\$ (5,047,620)	\$ 156,910	\$ (467,704)	\$ (5,358,414)	\$ (7,337,202)	\$ (8,716,759)	\$ 3,358,345
	16,189,251	(156,910)	0	16,032,341	15,996,084	15,996,084	36,257
Fund Balance, June 30, 2023	\$ 11,141,631	\$ 0	\$ (467,704)	\$ 10,673,927	\$ 8,658,882	\$ 7,279,325	\$ 3,394,602

Exhibit K-9

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Roane County School Department
School Federal Projects 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>						
Federal Government	\$ 11,851,437	\$ 0	\$ 11,851,437	\$ 18,822,759	\$ 21,190,041	\$ (9,338,604)
Other Governments and Citizens Groups	0	0	0	0	68,571	(68,571)
Total Revenues	\$ 11,851,437	\$ 0	\$ 11,851,437	\$ 18,822,759	\$ 21,258,612	\$ (9,407,175)
<u>Expenditures</u>						
<u>Instruction</u>						
Regular Instruction Program	\$ 4,188,418	\$ 0	\$ 4,188,418	\$ 6,542,884	\$ 6,267,231	\$ 2,078,813
Special Education Program	1,336,023	0	1,336,023	1,698,361	2,081,463	745,440
Career and Technical Education Program	126,552	199,037	325,589	480,687	327,079	1,490
<u>Support Services</u>						
Health Services	186,628	0	186,628	633,066	325,751	139,123
Other Student Support	613,440	0	613,440	724,714	1,016,569	403,129
Regular Instruction Program	887,668	0	887,668	1,744,256	2,353,140	1,465,472
Special Education Program	775,789	0	775,789	1,342,816	1,421,959	646,170
Career and Technical Education Program	5,000	0	5,000	5,000	5,000	0
Operation of Plant	228,167	0	228,167	513,000	1,103,347	875,180
Maintenance of Plant	2,646	0	2,646	0	30,000	27,354
Transportation	147,560	0	147,560	75,860	228,143	80,583
<u>Operation of Non-Instructional Services</u>						
Food Service	98,177	0	98,177	91,500	99,177	1,000
<u>Capital Outlay</u>						
Regular Capital Outlay	2,812,772	0	2,812,772	4,569,754	5,511,618	2,698,846
Total Expenditures	\$ 11,408,840	\$ 199,037	\$ 11,607,877	\$ 18,421,898	\$ 20,770,477	\$ 9,162,600

(Continued)

Exhibit K-9

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Excess (Deficiency) of Revenues Over Expenditures	\$ 442,597	\$ (199,037)	\$ 243,560	\$ 400,861	\$ 488,135	\$ (244,575)
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 500,000	\$ 0	\$ 500,000	\$ 0	\$ 500,000	\$ 0
Transfers Out	(205,900)	0	(205,900)	(400,861)	(488,135)	282,235
Total Other Financing Sources	\$ 294,100	\$ 0	\$ 294,100	\$ (400,861)	\$ 11,865	\$ 282,235
Net Change in Fund Balance	\$ 736,697	\$ (199,037)	\$ 537,660	\$ 0	\$ 500,000	\$ 37,660
Fund Balance, July 1, 2022	1,502,377	0	1,502,377	1,502,377	1,502,377	0
Fund Balance, June 30, 2023	\$ 2,239,074	\$ (199,037)	\$ 2,040,037	\$ 1,502,377	\$ 2,002,377	\$ 37,660

Exhibit K-10

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 762,363	\$ 0	\$ 0	\$ 762,363	\$ 765,000	\$ 765,000	\$ (2,637)
Other Local Revenues	72,264	0	0	72,264	30,500	30,500	41,764
State of Tennessee	32,598	0	0	32,598	35,000	35,000	(2,402)
Federal Government	4,200,886	0	0	4,200,886	3,768,000	4,162,515	38,371
Total Revenues	<u>\$ 5,068,111</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,068,111</u>	<u>\$ 4,598,500</u>	<u>\$ 4,993,015</u>	<u>\$ 75,096</u>
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 5,171,943	\$ (15,987)	\$ 370,192	\$ 5,526,148	\$ 4,648,500	\$ 6,017,765	\$ 491,617
Total Expenditures	<u>\$ 5,171,943</u>	<u>\$ (15,987)</u>	<u>\$ 370,192</u>	<u>\$ 5,526,148</u>	<u>\$ 4,648,500</u>	<u>\$ 6,017,765</u>	<u>\$ 491,617</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (103,832)</u>	<u>\$ 15,987</u>	<u>\$ (370,192)</u>	<u>\$ (458,037)</u>	<u>\$ (50,000)</u>	<u>\$ (1,024,750)</u>	<u>\$ 566,713</u>
Net Change in Fund Balance	\$ (103,832)	\$ 15,987	\$ (370,192)	\$ (458,037)	\$ (50,000)	\$ (1,024,750)	\$ 566,713
Fund Balance, July 1, 2022	<u>2,236,060</u>	<u>(15,987)</u>	<u>0</u>	<u>2,220,073</u>	<u>2,259,460</u>	<u>2,259,460</u>	<u>(39,387)</u>
Fund Balance, June 30, 2023	<u>\$ 2,132,228</u>	<u>\$ 0</u>	<u>\$ (370,192)</u>	<u>\$ 1,762,036</u>	<u>\$ 2,209,460</u>	<u>\$ 1,234,710</u>	<u>\$ 527,326</u>

Exhibit K-11

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,800,000	\$ 0	\$ 1,800,000	\$ 1,800,000	\$ 1,800,000	\$ 0
Charges for Current Services	149,887	0	149,887	90,000	120,000	29,887
Other Local Revenues	81,670	0	81,670	37,500	59,000	22,670
State of Tennessee	250,000	0	250,000	250,000	250,000	0
Total Revenues	\$ 2,281,557	\$ 0	\$ 2,281,557	\$ 2,177,500	\$ 2,229,000	\$ 52,557
<u>Expenditures</u>						
<u>Support Services</u>						
Transportation	\$ 2,436,730	\$ (8,238)	\$ 2,428,492	\$ 2,437,500	\$ 2,594,773	\$ 166,281
Total Expenditures	\$ 2,436,730	\$ (8,238)	\$ 2,428,492	\$ 2,437,500	\$ 2,594,773	\$ 166,281
Excess (Deficiency) of Revenues Over Expenditures	\$ (155,173)	\$ 8,238	\$ (146,935)	\$ (260,000)	\$ (365,773)	\$ 218,838
<u>Other Financing Sources (Uses)</u>						
Proceeds from Sale of Capital Assets	\$ 3,600	\$ 0	\$ 3,600	\$ 0	\$ 0	\$ 3,600
Insurance Recovery	0	0	0	0	15,613	(15,613)
Total Other Financing Sources	\$ 3,600	\$ 0	\$ 3,600	\$ 0	\$ 15,613	\$ (12,013)
Net Change in Fund Balance	\$ (151,573)	\$ 8,238	\$ (143,335)	\$ (260,000)	\$ (350,160)	\$ 206,825
Fund Balance, July 1, 2022	635,717	(8,238)	627,479	635,717	635,717	(8,238)
Fund Balance, June 30, 2023	\$ 484,144	\$ 0	\$ 484,144	\$ 375,717	\$ 285,557	\$ 198,587

Exhibit K-12

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Roane County School Department
Extended School Program 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	\$ 275,723	\$ 225,000	\$ 225,000	\$ 50,723
State of Tennessee	7,487	40,000	40,000	(32,513)
Federal Government	239,709	0	239,708	1
Total Revenues	<u>\$ 522,919</u>	<u>\$ 265,000</u>	<u>\$ 504,708</u>	<u>\$ 18,211</u>
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Community Services	\$ 242,794	\$ 265,000	\$ 266,167	\$ 23,373
Total Expenditures	<u>\$ 242,794</u>	<u>\$ 265,000</u>	<u>\$ 266,167</u>	<u>\$ 23,373</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 280,125</u>	<u>\$ 0</u>	<u>\$ 238,541</u>	<u>\$ 41,584</u>
Net Change in Fund Balance	\$ 280,125	\$ 0	\$ 238,541	\$ 41,584
Fund Balance, July 1, 2022	<u>316,941</u>	<u>316,941</u>	<u>316,941</u>	<u>0</u>
Fund Balance, June 30, 2023	<u>\$ 597,066</u>	<u>\$ 316,941</u>	<u>\$ 555,482</u>	<u>\$ 41,584</u>

Exhibit K-13

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 2,959,306	\$ 2,879,200	\$ 2,879,200	\$ 80,106
State of Tennessee	0	0	20,080	(20,080)
Other Governments and Citizens Groups	2,548,645	0	0	2,548,645
Total Revenues	<u>\$ 5,507,951</u>	<u>\$ 2,879,200</u>	<u>\$ 2,899,280</u>	<u>\$ 2,608,671</u>
<u>Expenditures</u>				
<u>Capital Projects</u>				
Education Capital Projects	\$ 9,568,383	\$ 13,656,198	\$ 20,175,975	\$ 10,607,592
Total Expenditures	<u>\$ 9,568,383</u>	<u>\$ 13,656,198</u>	<u>\$ 20,175,975</u>	<u>\$ 10,607,592</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (4,060,432)</u>	<u>\$ (10,776,998)</u>	<u>\$ (17,276,695)</u>	<u>\$ 13,216,263</u>
<u>Other Financing Sources (Uses)</u>				
Other Loans Issued	\$ 0	\$ 0	\$ 3,701,243	\$ (3,701,243)
Proceeds from Sale of Capital Assets	3,200	0	0	3,200
Transfers In	5,000,000	5,000,000	5,000,000	0
Total Other Financing Sources	<u>\$ 5,003,200</u>	<u>\$ 5,000,000</u>	<u>\$ 8,701,243</u>	<u>\$ (3,698,043)</u>
Net Change in Fund Balance	\$ 942,768	\$ (5,776,998)	\$ (8,575,452)	\$ 9,518,220
Fund Balance, July 1, 2022	<u>7,386,650</u>	<u>7,386,651</u>	<u>7,386,651</u>	<u>(1)</u>
Fund Balance, June 30, 2023	<u>\$ 8,329,418</u>	<u>\$ 1,609,653</u>	<u>\$ (1,188,801)</u>	<u>\$ 9,518,219</u>

MISCELLANEOUS SCHEDULES

Exhibit L-1

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-22	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-23
GOVERNMENTAL ACTIVITIES								
BONDS PAYABLE								
Payable through General Debt Service Fund								
General Obligation Refunding Bonds, Series 2017A	\$ 9,770,000	2 to 2.5 %	5-19-17	5-1-29	\$ 8,675,000	\$ 0	\$ 925,000	\$ 7,750,000
General Obligation Refunding Bonds, Series 2017B	1,470,000	2 to 2.5	5-19-17	5-1-24	465,000	0	240,000	225,000
General Obligation Refunding Bonds, Series 2018	8,805,000	5	3-29-18	6-1-24	1,835,000	0	900,000	935,000
General Obligation Bonds, Series 2019	7,100,000	3 to 5	5-10-19	5-1-49	6,950,000	0	155,000	6,795,000
General Obligation Bonds, Series 2020	4,900,000	2 to 5	2-14-20	5-1-49	4,795,000	0	115,000	4,680,000
Total Payable through General Debt Service Fund					<u>\$ 22,720,000</u>	<u>\$ 0</u>	<u>\$ 2,335,000</u>	<u>\$ 20,385,000</u>
Total Bonds Payable					<u>\$ 22,720,000</u>	<u>\$ 0</u>	<u>\$ 2,335,000</u>	<u>\$ 20,385,000</u>
OTHER LOANS PAYABLE								
Payable through General Debt Service Fund								
Energy Efficient Incentive School Loan	(1) 2,548,645	0.5	8-3-22	8-31-38	\$ 0	\$ 2,548,645	\$ 0	\$ 2,548,645
Energy Efficient Incentive School Loan	385,910	0	4-1-13	3-1-23	28,934	0	28,934	0
Total Other Loans Payable					<u>\$ 28,934</u>	<u>\$ 2,548,645</u>	<u>\$ 28,934</u>	<u>\$ 2,548,645</u>
BUSINESS-TYPE ACTIVITIES								
OTHER LOANS PAYABLE								
State Revolving Loan Fund	4,387,595	1.77	6-24-11	12-1-35	\$ 3,124,743	\$ 0	\$ 206,748	\$ 2,917,995
Total Other Loans Payable					<u>\$ 3,124,743</u>	<u>\$ 0</u>	<u>\$ 206,748</u>	<u>\$ 2,917,995</u>

(1) Total amount approved was \$3,701,243, of which \$1,152,598 remains available for draws as of June 30, 2023.

Exhibit L-2

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

GOVERNMENTAL ACTIVITIES:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2024	\$ 2,395,000	\$ 580,519	\$ 2,975,519
2025	1,695,000	494,894	2,189,894
2026	1,810,000	452,144	2,262,144
2027	1,825,000	402,894	2,227,894
2028	1,545,000	352,894	1,897,894
2029	1,555,000	309,644	1,864,644
2030	365,000	268,994	633,994
2031	375,000	258,044	633,044
2032	390,000	248,394	638,394
2033	395,000	238,344	633,344
2034	410,000	228,144	638,144
2035	415,000	217,544	632,544
2036	425,000	206,581	631,581
2037	440,000	195,144	635,144
2038	450,000	183,294	633,294
2039	465,000	170,950	635,950
2040	480,000	158,188	638,188
2041	495,000	144,650	639,650
2042	500,000	130,431	630,431
2043	515,000	116,056	631,056
2044	530,000	101,244	631,244
2045	550,000	85,994	635,994
2046	565,000	70,181	635,181
2047	580,000	53,931	633,931
2048	600,000	36,519	636,519
2049	615,000	18,484	633,484
Total	<u>\$ 20,385,000</u>	<u>\$ 5,724,100</u>	<u>\$ 26,109,100</u>

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2024	\$ 152,919	\$ 17,892	\$ 170,811
2025	152,919	16,776	169,695
2026	155,467	15,660	171,127
2027	155,467	14,532	169,999
2028	155,467	13,392	168,859
2029	158,016	12,264	170,280
2030	158,016	11,112	169,128
2031	158,016	9,960	167,976
2032	160,565	8,808	169,373
2033	160,565	7,644	168,209
2034	158,016	6,480	164,496
2035	163,113	5,304	168,417
2036	163,113	4,128	167,241
2037	163,113	2,940	166,053
2038	165,662	1,752	167,414
2039	168,211	546	168,757
Total	<u>\$ 2,548,645</u>	<u>\$ 149,190</u>	<u>\$ 2,697,835</u>

(Continued)

Exhibit L-2

Roane County, Tennessee

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

BUSINESS-TYPE ACTIVITIES:

Year Ending June 30	Other Loans			Total
	Principal	Interest	Other Fees	
2024	\$ 210,444	\$ 49,944	\$ 2,256	\$ 262,644
2025	214,200	46,188	2,088	262,476
2026	218,016	42,372	1,920	262,308
2027	221,904	38,484	1,740	262,128
2028	225,864	34,524	1,560	261,948
2029	229,896	30,492	1,380	261,768
2030	234,000	26,388	1,188	261,576
2031	238,176	22,212	1,008	261,396
2032	242,424	17,964	816	261,204
2033	246,756	13,632	612	261,000
2034	251,160	9,228	420	260,808
2035	255,636	4,752	216	260,604
2036	129,519	672	31	130,222
Total	\$ 2,917,995	\$ 336,852	\$ 15,235	\$ 3,270,082

Exhibit L-3

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

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-23
<u>Community Development - Custodial Fund</u>						
Industrial Loan (Revolving)	Understanding The Way	\$ 60,000	9-30-10	8-30-50	4 %	\$ 11,573
Industrial Loan (Revolving)	Rockwood Revitalization	75,000	9-1-17	9-1-32	4	50,423
Industrial Loan (Revolving)	All Teased Up	100,000	7-13-18	6-13-38	4	82,838
Industrial Loan (Revolving)	All Care Family Practice	49,925	3-4-20	7-4-28	4	<u>38,839</u>
Total Notes Receivable						<u>\$ 183,673</u>

Exhibit L-4

Roane County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Roane 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	General Debt Service	To retire debt	\$ 1,000,000
Highway/Public Works	"	"	170,993
"	Highway Capital Projects	Capital projects	200,000
General	Ambulance Service	"	400,000
Solid Waste/Sanitation	General Capital Projects	"	200,000
General Capital Projects	Ambulance Service	"	498,654
"	Special Purpose	"	<u>40,000</u>
Total Transfers Primary Government			<u>\$ 2,509,647</u>
<u>DISCRETELY PRESENTED ROANE COUNTY SCHOOL DEPARTMENT</u>			
General Purpose School	Education Capital Projects	Capital projects	\$ 5,000,000
"	School Federal Projects	Cash flow	500,000
School Federal Projects	General Purpose School	Indirect costs	<u>205,900</u>
Total Transfers Discretely Presented Roane County School Department			<u>\$ 5,705,900</u>

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

Official	Authorization	Bond	Surety
County Executive - Ron Woody (7/1/22-8/31/22)	Section 8-24-102, <i>TCA</i>	\$ 100,000	Auto-Owners Insurance Company
Base salary	\$ 27,064		
Board meetings	220		
Phone stipend	138		
Sanitation supervisor	1,964		
Total compensation	<u>\$ 29,386</u>		
County Executive - Wade Creswell (9/1/22-6/30/23)	Section 8-24-102, <i>TCA</i>	\$ 100,000	Auto-Owners Insurance Company
Base salary	\$ 94,755		
Additional pay approved by county commission	4,686		
Board meetings	1,586		
Phone stipend	508		
Sanitation supervisor	7,737		
Total compensation	<u>\$ 109,272</u>		
Total County Executive compensation	<u><u>\$ 138,658</u></u>		
Road Superintendent	Section 8-24-102, <i>TCA</i>	100,000	Auto-Owners Insurance Company
Base salary	\$ 106,901		
Additional pay approved by county commission	4,111		
Phone stipend	1,246		
Total compensation	<u>\$ 112,258</u>		
Director of Schools	State Board of Education and County Board of Education	100,000	Auto-Owners Insurance Company
Base salary	\$ 130,000		
Performance bonus	15,000		
CEO salary supplement	1,000		
Christmas bonus	1,000		
Total compensation	<u>\$ 147,000</u>		
Director of Accounts and Budgets	County Commission	100,000	Auto-Owners Insurance Company
Base salary	\$ 97,183		
Additional pay approved by county commission	3,738		
Board meetings	3,698		
Phone stipend	623		
Educational incentives	3,000		
Total compensation	<u>\$ 108,242</u>		

(Continued)

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

Official	Authorization	Bond	Surety
Purchasing Agent	County Commission	100,000	RLI Insurance Company
Base salary	\$ 77,755		
Additional pay approved by county commission	2,990		
Phone stipend	1,246		
Educational incentives	1,000		
Total compensation	<u>\$ 82,991</u>		
Trustee	Section 8-24-102, TCA	2,192,870	Auto-Owners Insurance Company
Base salary	\$ 97,183		
Additional pay approved by county commission	3,738		
Total compensation	<u>\$ 100,921</u>		
Assessor of Property	Section 8-24-102, TCA	50,000	Auto-Owners Insurance Company
Base salary	\$ 97,183		
Additional pay approved by county commission	3,738		
Phone stipend	1,246		
Total compensation	<u>\$ 102,167</u>		
County Clerk	Section 8-24-102, TCA	100,000	Auto-Owners Insurance Company
Base salary	\$ 97,183		
Additional pay approved by the commission	3,738		
Total compensation	<u>\$ 100,921</u>		
Circuit and General Sessions Clerk	Section 8-24-102, TCA	100,000	Auto-Owners Insurance Company
Base salary	\$ 97,183		
Additional pay approved by county commission	3,738		
Total compensation	<u>\$ 100,921</u>		
Clerk and Master- Shannon Conley (7/1/22-11/14/22)	Section 8-24-102, TCA	100,000	Western Surety Company
Base salary/Total compensation	<u>\$ 42,896</u>		
Clerk and Master - Diane Mayton (11/15/22-12/31/22)			
Base salary/Total compensation	<u>\$ 11,961</u>		
Clerk and Master- Pamela May (1/1/23-6/30/23)		100,000	Western Surety Company
Base salary	\$ 42,326		
Additional pay approved by county commission	3,738		
Total compensation	<u>\$ 46,064</u>		
Total Clerk and Master compensation	<u>\$ 100,921</u>		

(Continued)

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

Official	Authorization	Bond	Surety
Register of Deeds	Section 8-24-102, <i>TCA</i>	100,000	Auto-Owners Insurance Company
Base salary	\$ 97,183		
Additional pay approved by the commission	3,738		
Total compensation	<u>\$ 100,921</u>		
Sheriff	Section 8-24-102, <i>TCA</i>	100,000	Auto-Owners Insurance Company
Base salary	\$ 106,901		
Additional pay approved by county commission	4,111		
Phone stipend	1,246		
Law enforcement training supplement	800		
Total compensation	<u>\$ 113,058</u>		
Employee Blanket Bonds:			
Primary Government		250,000	Travelers Property Casualty Company of America
School Department		250,000	Liberty Mutual Insurance Company

Exhibit L-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 10,409,449	\$ 0	\$ 140,902	\$ 515,062	\$ 0	\$ 422,299
Trustee's Collections - Prior Year	194,183	0	2,619	12,928	0	7,876
Circuit Clerk/Clerk and Master Collections - Prior Years	245,029	0	3,052	21,334	0	9,224
Interest and Penalty	47,853	0	648	2,528	0	1,942
Payments in-Lieu-of Taxes - T.V.A.	68,322	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	65,889	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	117,011	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	1,548,752	0	629,183	0	0
Hotel/Motel Tax	150,970	0	0	0	0	0
Litigation Tax - General	292,628	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	194,651	0	0	0	0	0
Business Tax	890,272	0	0	0	0	0
Mixed Drink Tax	4,699	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	101,745	0	0	0	0	0
Wholesale Beer Tax	198,162	0	0	0	0	0
Total Local Taxes	\$ 12,980,863	\$ 1,548,752	\$ 147,221	\$ 1,181,035	\$ 0	\$ 441,341
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 322,235	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Permits</u>						
Beer Permits	6,133	0	0	0	0	0

(Continued)

Exhibit L-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Licenses and Permits (Cont.)</u>						
<u>Permits (Cont.)</u>						
Building Permits	\$ 553,137	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 881,505	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 1,406	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	10,782	0	0	0	0	0
Drug Control Fines	0	0	0	0	4,816	0
Drug Court Fees	969	0	0	0	0	0
Jail Fees	4,762	0	0	0	0	0
DUI Treatment Fines	558	0	0	0	0	0
Data Entry Fee - Circuit Court	1,538	0	0	0	0	0
Courtroom Security Fee	49	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	15,760	0	0	0	0	0
Officers Costs	35,910	0	0	0	0	0
Game and Fish Fines	256	0	0	0	0	0
Drug Control Fines	0	0	0	0	4,232	0
Drug Court Fees	4,479	0	0	0	0	0
Jail Fees	4,201	0	0	0	0	0
DUI Treatment Fines	7,927	0	0	0	0	0
Data Entry Fee - General Sessions Court	13,262	0	0	0	0	0
Courtroom Security Fee	34	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	96	0	0	0	0	0

(Continued)

Exhibit L-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Chancery Court</u>						
Officers Costs	\$ 3,014	\$ 0	\$ 0	\$ 0	\$ 0	0
Data Entry Fee - Chancery Court	10,412	0	0	0	0	0
Courtroom Security Fee	260	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	17,167	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	418	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 116,093	\$ 0	\$ 0	\$ 0	\$ 26,215	\$ 0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Transfer Waste Stations Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	41,077
Solid Waste Disposal Fee	0	0	0	0	0	174,967
Patient Charges	0	0	2,708,883	0	0	0
Past Due Collections - Ambulance	0	0	26,815	0	0	0
Other General Service Charges	893	0	0	45,675	0	0
<u>Fees</u>						
Recreation Fees	208,125	0	0	0	0	0
Copy Fees	3,193	0	0	0	0	0
Archives and Records Management Fee	32,636	0	0	0	0	0
Greenbelt Late Application Fee	600	0	0	0	0	0
Telephone Commissions	68,186	0	0	0	0	0
Additional Fees - Titling and Registration	43,567	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Data Processing Fee - Register	19,196	0	0	0	0	0

(Continued)

Exhibit L-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Charges for Current Services (Cont.)</u>						
<u>Fees (Cont.)</u>						
Probation Fees	\$ 5,432	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Data Processing Fee - Sheriff	2,626	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	7,200	0	0	0	0	0
Data Processing Fee - County Clerk	4,571	0	0	0	0	0
Vehicle Registration Reinstatement Fees	1,825	0	0	0	0	0
<u>Education Charges</u>						
Other Charges for Services	508,551	0	0	0	0	0
Total Charges for Current Services	\$ 906,601	\$ 0	\$ 2,735,698	\$ 45,675	\$ 0	\$ 216,044
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 1,119,619	\$ 335	\$ 6,491	\$ 1,240	\$ 552	\$ 1,068
Sale of Materials and Supplies	0	0	0	0	0	0
Commissary Sales	31,593	0	0	0	0	0
Sale of Gasoline	0	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	0	196,440
Miscellaneous Refunds	1,506	0	0	0	0	97
Expenditure Credits	3,390	400	0	0	0	214
<u>Nonrecurring Items</u>						
Sale of Equipment	2,406	0	0	0	0	0
Sale of Property	55,023	0	0	0	0	0
Contributions and Gifts	315	0	0	34,562	12,368	0
<u>Other Local Revenues</u>						
Other Local Revenues	15,903	0	0	0	0	0
Total Other Local Revenues	\$ 1,229,755	\$ 735	\$ 6,491	\$ 35,802	\$ 12,920	\$ 197,819

(Continued)

Exhibit L-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 575,024	\$ 0	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	90,439	0	0	0	0	0
General Sessions Court Clerk	287,822	0	0	0	0	0
Clerk and Master	344,403	0	0	0	0	0
Register	323,475	0	0	0	0	0
Sheriff	28,469	0	0	0	0	0
Trustee	1,126,569	0	0	0	0	0
Total Fees Received From County Officials	\$ 2,776,201	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 13,500	\$ 0	\$ 0	\$ 0	\$ 0	0
Solid Waste Grants	0	0	0	0	0	41,350
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	33,600	0	0	0	0	0
<u>Public Works Grants</u>						
Litter Program	0	0	0	0	0	0
<u>Other State Revenues</u>						
Beer Tax	19,200	0	0	0	0	0
Vehicle Certificate of Title Fees	3,000	0	0	0	0	0
Alcoholic Beverage Tax	118,020	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	622,637	0	0	0	0	0
State Revenue Sharing - T.V.A.	955,737	0	0	100,000	0	215,000
State Revenue Sharing - Telecommunications	117,169	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	51,454	0	0	0	0	0

(Continued)

Exhibit L-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Contracted Prisoner Boarding	\$ 533,574	\$ 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
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	546,009	0	0	3,200	0	0
Other State Revenues	34,139	0	880	0	0	0
Total State of Tennessee	<u>\$ 3,063,203</u>	<u>\$ 0</u>	<u>\$ 880</u>	<u>\$ 103,200</u>	<u>\$ 0</u>	<u>256,350</u>
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 16,000	\$ 0	\$ 0	\$ 0	\$ 0	0
Homeland Security Grants	0	0	0	0	0	0
Medicaid	0	0	109,472	0	0	0
Law Enforcement Grants	20,893	0	0	0	0	0
Other Federal through State	114,048	0	0	0	0	0
<u>Direct Federal Revenue</u>						
American Rescue Plan Act Grant #6	0	0	0	0	0	0
Other Direct Federal Revenue	19,564	0	0	0	0	0
Total Federal Government	<u>\$ 170,505</u>	<u>\$ 0</u>	<u>\$ 109,472</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 18,220	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Other</u>						
Other	5,660	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 23,880</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
Total	<u>\$ 22,148,606</u>	<u>\$ 1,549,487</u>	<u>\$ 2,999,762</u>	<u>\$ 1,365,712</u>	<u>\$ 39,135</u>	<u>\$ 1,111,554</u>

(Continued)

Exhibit L-6

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Fund	Total
	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 0	\$ 1,406,943	\$ 1,827,772	\$ 844,317	\$ 15,566,744
Trustee's Collections - Prior Year	0	26,341	63,292	15,816	323,055
Circuit Clerk/Clerk and Master Collections - Prior Years	0	30,691	110,221	0	419,551
Interest and Penalty	0	6,465	12,502	3,888	75,826
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	68,322
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	65,889
Payments in-Lieu-of Taxes - Other	0	0	1,104,611	0	1,221,622
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	0	0	0	2,177,935
Hotel/Motel Tax	0	0	0	0	150,970
Litigation Tax - General	0	0	0	0	292,628
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	194,651
Business Tax	0	0	0	0	890,272
Mixed Drink Tax	0	0	0	0	4,699
Mineral Severance Tax	0	46,582	0	0	46,582
<u>Statutory Local Taxes</u>					
Bank Excise Tax	0	0	0	0	101,745
Wholesale Beer Tax	0	0	0	0	198,162
Total Local Taxes	\$ 0	\$ 1,517,022	\$ 3,118,398	\$ 864,021	\$ 21,798,653
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 322,235
<u>Permits</u>					
Beer Permits	0	0	0	0	6,133

(Continued)

Exhibit L-6

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Fund	
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>Licenses and Permits (Cont.)</u>					
<u>Permits (Cont.)</u>					
Building Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 553,137
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 881,505
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	1,406
Officers Costs	0	0	0	0	10,782
Drug Control Fines	0	0	0	0	4,816
Drug Court Fees	0	0	0	0	969
Jail Fees	0	0	0	0	4,762
DUI Treatment Fines	0	0	0	0	558
Data Entry Fee - Circuit Court	0	0	0	0	1,538
Courtroom Security Fee	0	0	0	0	49
<u>General Sessions Court</u>					
Fines	0	0	0	0	15,760
Officers Costs	0	0	0	0	35,910
Game and Fish Fines	0	0	0	0	256
Drug Control Fines	0	0	0	0	4,232
Drug Court Fees	0	0	0	0	4,479
Jail Fees	0	0	0	0	4,201
DUI Treatment Fines	0	0	0	0	7,927
Data Entry Fee - General Sessions Court	0	0	0	0	13,262
Courtroom Security Fee	0	0	0	0	34
<u>Juvenile Court</u>					
Fines	0	0	0	0	96

(Continued)

Exhibit L-6

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Fund	Total
	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>Chancery Court</u>					
Officers Costs	\$ 0	\$ 0	\$ 0	\$ 0	3,014
Data Entry Fee - Chancery Court	0	0	0	0	10,412
Courtroom Security Fee	0	0	0	0	260
<u>Judicial District Drug Program</u>					
Drug Task Force Forfeitures and Seizures	0	0	0	0	17,167
<u>Other Fines, Forfeitures, and Penalties</u>					
Other Fines, Forfeitures, and Penalties	0	0	0	0	418
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	142,308
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Transfer Waste Stations Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	41,077
Solid Waste Disposal Fee	0	0	0	0	174,967
Patient Charges	0	0	0	0	2,708,883
Past Due Collections - Ambulance	0	0	0	0	26,815
Other General Service Charges	0	0	0	0	46,568
<u>Fees</u>					
Recreation Fees	0	0	0	139,565	347,690
Copy Fees	0	0	0	0	3,193
Archives and Records Management Fee	0	0	0	0	32,636
Greenbelt Late Application Fee	0	0	0	0	600
Telephone Commissions	0	0	0	0	68,186
Additional Fees - Titling and Registration	0	0	0	0	43,567
Constitutional Officers' Fees and Commissions	12	0	0	0	12
Data Processing Fee - Register	0	0	0	0	19,196

(Continued)

Exhibit L-6

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Fund	
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>Charges for Current Services (Cont.)</u>					
<u>Fees (Cont.)</u>					
Probation Fees	\$ 0	\$ 0	\$ 0	\$ 0	5,432
Data Processing Fee - Sheriff	0	0	0	0	2,626
Sexual Offender Registration Fee - Sheriff	0	0	0	0	7,200
Data Processing Fee - County Clerk	0	0	0	0	4,571
Vehicle Registration Reinstatement Fees	0	0	0	0	1,825
<u>Education Charges</u>					
Other Charges for Services	0	0	0	0	508,551
Total Charges for Current Services	\$ 12	\$ 0	\$ 0	\$ 139,565	\$ 4,043,595
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 0	\$ 1,609	\$ 51,348	\$ 22,837	\$ 1,205,099
Sale of Materials and Supplies	0	2,298	0	0	2,298
Commissary Sales	0	0	0	0	31,593
Sale of Gasoline	0	4,206	0	0	4,206
Sale of Recycled Materials	0	2,160	0	0	198,600
Miscellaneous Refunds	0	0	0	0	1,603
Expenditure Credits	0	835	0	0	4,839
<u>Nonrecurring Items</u>					
Sale of Equipment	0	0	0	725	3,131
Sale of Property	0	0	0	45,000	100,023
Contributions and Gifts	0	0	0	0	47,245
<u>Other Local Revenues</u>					
Other Local Revenues	0	0	0	370,303	386,206
Total Other Local Revenues	\$ 0	\$ 11,108	\$ 51,348	\$ 438,865	\$ 1,984,843

(Continued)

Exhibit L-6

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Fund	Total
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	
<u>Fees Received From County Officials</u>					
<u>Fees In-Lieu-of Salary</u>					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	575,024
Circuit Court Clerk	0	0	0	0	90,439
General Sessions Court Clerk	0	0	0	0	287,822
Clerk and Master	0	0	0	0	344,403
Register	0	0	0	0	323,475
Sheriff	0	0	0	0	28,469
Trustee	0	0	0	0	1,126,569
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	2,776,201
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	13,500
Solid Waste Grants	0	0	0	0	41,350
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	0	0	0	0	33,600
<u>Public Works Grants</u>					
Litter Program	0	21,359	0	0	21,359
<u>Other State Revenues</u>					
Beer Tax	0	0	0	0	19,200
Vehicle Certificate of Title Fees	0	0	0	0	3,000
Alcoholic Beverage Tax	0	0	0	0	118,020
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	622,637
State Revenue Sharing - T.V.A.	0	0	0	0	1,270,737
State Revenue Sharing - Telecommunications	0	0	0	0	117,169
State Shared Sports Gaming Privilege Tax	0	0	0	0	51,454

(Continued)

Exhibit L-6

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Fund	
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>State of Tennessee (Cont.)</u>					
<u>Other State Revenues (Cont.)</u>					
Contracted Prisoner Boarding	\$ 0	\$ 0	\$ 0	\$ 0	533,574
Gasoline and Motor Fuel Tax	0	2,611,912	0	0	2,611,912
Petroleum Special Tax	0	35,385	0	0	35,385
Registrar's Salary Supplement	0	0	0	0	15,164
Other State Grants	0	0	0	0	549,209
Other State Revenues	0	0	0	0	35,019
Total State of Tennessee	\$ 0	\$ 2,668,656	\$ 0	\$ 0	\$ 6,092,289
<u>Federal Government</u>					
<u>Federal Through State</u>					
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 0	16,000
Homeland Security Grants	0	0	0	13,511	13,511
Medicaid	0	0	0	0	109,472
Law Enforcement Grants	0	0	0	0	20,893
Other Federal through State	0	0	0	291,396	405,444
<u>Direct Federal Revenue</u>					
American Rescue Plan Act Grant #6	0	0	0	4,061,802	4,061,802
Other Direct Federal Revenue	0	0	0	0	19,564
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 4,366,709	\$ 4,646,686
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 28,934	\$ 0	47,154
<u>Other</u>					
Other	0	0	0	0	5,660
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 28,934	\$ 0	\$ 52,814
Total	\$ 12	\$ 4,196,786	\$ 3,198,680	\$ 5,809,160	\$ 42,418,894

Exhibit L-7

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

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 13,642,335	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	246,901	0	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	331,587	0	0	0	0	0
Interest and Penalty	61,591	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	375,519	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	9,551,270	0	0	1,800,000	0	0
Mixed Drink Tax	22,950	0	0	0	0	0
Total Local Taxes	\$ 24,232,153	\$ 0	\$ 0	\$ 1,800,000	\$ 0	\$ 0
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 2,913	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 2,913	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Charges for Current Services</u>						
<u>Education Charges</u>						
Lunch Payments - Children	\$ 0	\$ 0	\$ 345,463	\$ 0	\$ 0	\$ 0
Lunch Payments - Adults	0	0	63,922	0	0	0
Income from Breakfast	0	0	97,910	0	0	0
A la Carte Sales	0	0	246,918	0	0	0
Contract for Instructional Services with Other LEA's	1,800	0	0	0	0	0
Receipts from Individual Schools	30,918	0	0	95,300	0	0
Community Service Fees - Children	0	0	0	0	275,723	0

(Continued)

Exhibit L-7

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

	<u>Special Revenue Funds</u>					
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges (Cont.)</u>						
Other Charges for Services	\$ 49,686	\$ 0	\$ 8,150	\$ 54,587	\$ 0	\$ 0
Total Charges for Current Services	<u>\$ 82,404</u>	<u>\$ 0</u>	<u>\$ 762,363</u>	<u>\$ 149,887</u>	<u>\$ 275,723</u>	<u>\$ 0</u>
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 885,324	\$ 0	\$ 60,208	\$ 25,915	\$ 0	\$ 0
Sale of Gasoline	0	0	0	49,095	0	0
Sale of Recycled Materials	10,407	0	0	2,314	0	0
Rebates	0	0	56	0	0	0
Miscellaneous Refunds	2,227	0	0	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	0	0	0	4,242	0	0
Damages Recovered from Individuals	2,995	0	0	104	0	0
Contributions and Gifts	4,372	0	12,000	0	0	0
<u>Other Local Revenues</u>						
Other Local Revenues	2,596	0	0	0	0	2,579,672
Total Other Local Revenues	<u>\$ 907,921</u>	<u>\$ 0</u>	<u>\$ 72,264</u>	<u>\$ 81,670</u>	<u>\$ 0</u>	<u>\$ 2,579,672</u>
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,487	\$ 0
On-behalf Contributions for OPEB	216,724	0	0	0	0	0
<u>State Education Funds</u>						
Basic Education Program	33,478,860	0	0	250,000	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School
<u>State of Tennessee (Cont.)</u>						
<u>State Education Funds (Cont.)</u>						
Early Childhood Education	\$ 624,399	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
School Food Service	0	0	32,598	0	0	0
Other State Education Funds	875,115	0	0	0	0	0
Career Ladder Program	106,813	0	0	0	0	0
Other Vocational	64,285	0	0	0	0	0
<u>Other State Revenues</u>						
State Revenue Sharing - T.V.A.	760,000	0	0	0	0	0
Other State Grants	153,445	0	0	0	0	0
Total State of Tennessee	\$ 36,279,641	\$ 0	\$ 32,598	\$ 250,000	\$ 7,487	\$ 0
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,465,416	\$ 0	\$ 0	\$ 0
USDA - Commodities	0	0	299,785	0	0	0
Breakfast	0	0	909,473	0	0	0
USDA - Other	0	0	526,212	0	0	0
Vocational Education - Basic Grants to States	0	334,763	0	0	0	0
Title I Grants to Local Education Agencies	0	2,042,889	0	0	0	0
Special Education - Grants to States	42,437	1,719,583	0	0	0	0
Special Education Preschool Grants	0	92,214	0	0	0	0
Rural Education	0	94,456	0	0	0	0
Eisenhower Professional Development State Grants	0	164,287	0	0	0	0
COVID-19 Grant B	0	2,293,577	0	0	0	0
COVID-19 Grant D	0	40,000	0	0	0	0

(Continued)

Exhibit L-7

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

	<u>Special Revenue Funds</u>					
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Internal School
<u>Federal Government (Cont.)</u>						
<u>Federal Through State (Cont.)</u>						
American Rescue Plan Act Grant #1	\$ 0	\$ 4,019,620	\$ 0	\$ 0	\$ 239,709	\$ 0
American Rescue Plan Act Grant #2	0	251,250	0	0	0	0
American Rescue Plan Act Grant #3	0	24,371	0	0	0	0
American Rescue Plan Act Grant #4	0	16,944	0	0	0	0
Other Federal through State	203,745	757,483	0	0	0	0
Total Federal Government	<u>\$ 246,182</u>	<u>\$ 11,851,437</u>	<u>\$ 4,200,886</u>	<u>\$ 0</u>	<u>\$ 239,709</u>	<u>\$ 0</u>
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 61,751,214</u>	<u>\$ 11,851,437</u>	<u>\$ 5,068,111</u>	<u>\$ 2,281,557</u>	<u>\$ 522,919</u>	<u>\$ 2,579,672</u>

(Continued)

Exhibit L-7

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

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 2,856,906	\$ 16,499,241
Trustee's Collections - Prior Year	51,788	298,689
Circuit Clerk/Clerk and Master Collections - Prior Years	38,090	369,677
Interest and Penalty	12,522	74,113
Payments in-Lieu-of Taxes - Local Utilities	0	375,519
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	11,351,270
Mixed Drink Tax	0	22,950
Total Local Taxes	<u>\$ 2,959,306</u>	<u>\$ 28,991,459</u>
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Marriage Licenses	\$ 0	\$ 2,913
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 2,913</u>
<u>Charges for Current Services</u>		
<u>Education Charges</u>		
Lunch Payments - Children	\$ 0	\$ 345,463
Lunch Payments - Adults	0	63,922
Income from Breakfast	0	97,910
A la Carte Sales	0	246,918
Contract for Instructional Services with Other LEA's	0	1,800
Receipts from Individual Schools	0	126,218
Community Service Fees - Children	0	275,723

(Continued)

Exhibit L-7

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

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<hr/>		
<u>Charges for Current Services (Cont.)</u>		
<u>Education Charges (Cont.)</u>		
Other Charges for Services	\$ 0	\$ 112,423
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 1,270,377</u>
<u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 0	\$ 971,447
Sale of Gasoline	0	49,095
Sale of Recycled Materials	0	12,721
Rebates	0	56
Miscellaneous Refunds	0	2,227
<u>Nonrecurring Items</u>		
Sale of Equipment	0	4,242
Damages Recovered from Individuals	0	3,099
Contributions and Gifts	0	16,372
<u>Other Local Revenues</u>		
Other Local Revenues	0	2,582,268
Total Other Local Revenues	<u>\$ 0</u>	<u>\$ 3,641,527</u>
<u>State of Tennessee</u>		
<u>General Government Grants</u>		
Juvenile Services Program	\$ 0	\$ 7,487
On-behalf Contributions for OPEB	0	216,724
<u>State Education Funds</u>		
Basic Education Program	0	33,728,860

(Continued)

Exhibit L-7

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

	<u>Capital</u> <u>Projects Fund</u>	
	Education Capital Projects	Total
<u>State of Tennessee (Cont.)</u>		
<u>State Education Funds (Cont.)</u>		
Early Childhood Education	\$ 0	\$ 624,399
School Food Service	0	32,598
Other State Education Funds	0	875,115
Career Ladder Program	0	106,813
Other Vocational	0	64,285
<u>Other State Revenues</u>		
State Revenue Sharing - T.V.A.	0	760,000
Other State Grants	0	153,445
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 36,569,726</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
USDA School Lunch Program	\$ 0	\$ 2,465,416
USDA - Commodities	0	299,785
Breakfast	0	909,473
USDA - Other	0	526,212
Vocational Education - Basic Grants to States	0	334,763
Title I Grants to Local Education Agencies	0	2,042,889
Special Education - Grants to States	0	1,762,020
Special Education Preschool Grants	0	92,214
Rural Education	0	94,456
Eisenhower Professional Development State Grants	0	164,287
COVID-19 Grant B	0	2,293,577
COVID-19 Grant D	0	40,000

(Continued)

Exhibit L-7

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

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<hr/>		
<u>Federal Government (Cont.)</u>		
<u>Federal Through State (Cont.)</u>		
American Rescue Plan Act Grant #1	\$ 0	\$ 4,259,329
American Rescue Plan Act Grant #2	0	251,250
American Rescue Plan Act Grant #3	0	24,371
American Rescue Plan Act Grant #4	0	16,944
Other Federal through State	0	961,228
Total Federal Government	<u>\$ 0</u>	<u>\$ 16,538,214</u>
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 2,548,645	\$ 2,548,645
Total Other Governments and Citizens Groups	<u>\$ 2,548,645</u>	<u>\$ 2,548,645</u>
Total	<u>\$ 5,507,951</u>	<u>\$ 89,562,861</u>

Exhibit L-8

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

General Fund

General Government

County Commission

Secretary(ies)	\$	1,977	
Board and Committee Members Fees		52,771	
Social Security		4,179	
Pensions		2,363	
Life Insurance		464	
Medical Insurance		78,952	
Dental Insurance		4,292	
Advertising		2,454	
Travel		16,039	
Other Supplies and Materials		4,106	
In Service/Staff Development		3,775	
Other Charges		536	
Total County Commission			\$ 171,908

Board of Equalization

Board and Committee Members Fees	\$	4,874	
Social Security		373	
Total Board of Equalization			5,247

Beer Board

Board and Committee Members Fees	\$	1,442	
Social Security		110	
Pensions		95	
Medical Insurance		29	
Dental Insurance		1	
Advertising		166	
Total Beer Board			1,843

Budget and Finance Committee

Board and Committee Members Fees	\$	10,921	
Social Security		833	
Pensions		601	
Life Insurance		2	
Medical Insurance		306	
Dental Insurance		11	
Other Fringe Benefits		1	
Advertising		113	
Food Supplies		1,552	
Total Budget and Finance Committee			14,340

Other Boards and Committees

Board and Committee Members Fees	\$	26,929	
Social Security		2,058	
Pensions		1,403	
Life Insurance		1	
Medical Insurance		160	
Dental Insurance		6	
Legal Notices, Recording, and Court Costs		1,025	
Total Other Boards and Committees			31,582

(Continued)

Exhibit L-8

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

General Fund (Cont.)

General Government (Cont.)

County Mayor/Executive

County Official/Administrative Officer	\$	126,505	
Assistant(s)		133,527	
Part-time Personnel		10,542	
Educational Incentive - Other County Employees		3,000	
Other Per Diem and Fees		1,592	
Social Security		19,542	
Pensions		17,245	
Life Insurance		234	
Medical Insurance		25,516	
Dental Insurance		1,017	
Other Fringe Benefits		139	
Communication		3	
Dues and Memberships		580	
Rentals		364	
Travel		6,477	
Periodicals		63	
Premiums on Corporate Surety Bonds		892	
In Service/Staff Development		1,950	
Other Charges		438	
Total County Mayor/Executive			\$ 349,626

County Attorney

County Official/Administrative Officer	\$	114,837	
Social Security		8,553	
Pensions		3,844	
Life Insurance		66	
Medical Insurance		8,122	
Dental Insurance		334	
Legal Services		6,328	
Total County Attorney			142,084

Election Commission

Supervisor/Director	\$	100,921	
Deputy(ies)		87,586	
Mechanic(s)		2,134	
Part-time Personnel		6,932	
Longevity Pay		2,500	
Overtime Pay		6,262	
Election Commission		15,600	
Election Workers		101,962	
Social Security		21,622	
Pensions		8,321	
Life Insurance		176	
Medical Insurance		27,605	
Dental Insurance		1,001	
Other Fringe Benefits		960	
Advertising		4,089	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Communication	\$	233	
Maintenance Agreements		42,146	
Maintenance and Repair Services - Equipment		341	
Printing, Stationery, and Forms		3,927	
Rentals		7,843	
Travel		3,268	
Other Contracted Services		7,682	
Data Processing Supplies		3,787	
Gasoline		624	
Library Books/Media		63	
Other Supplies and Materials		3,426	
In Service/Staff Development		2,553	
Data Processing Equipment		10,701	
Total Election Commission	\$		474,265

Register of Deeds

County Official/Administrative Officer	\$	100,921	
Deputy(ies)		114,389	
Part-time Personnel		15,699	
Educational Incentive - Other County Employees		2,000	
Social Security		16,950	
Pensions		8,582	
Life Insurance		264	
Medical Insurance		34,960	
Dental Insurance		1,001	
Other Fringe Benefits		480	
Communication		2,112	
Data Processing Services		1,815	
Dues and Memberships		1,078	
Maintenance Agreements		17,650	
Printing, Stationery, and Forms		2,927	
Travel		2,550	
Premiums on Corporate Surety Bonds		792	
In Service/Staff Development		1,160	
Other Charges		245	
Data Processing Equipment		14,277	
Furniture and Fixtures		93	
Total Register of Deeds			339,945

Planning

Paraprofessionals	\$	44,146	
Board and Committee Members Fees		6,674	
Other Per Diem and Fees		1,246	
Social Security		3,867	
Pensions		1,555	
Life Insurance		66	
Dental Insurance		334	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

General Government (Cont.)

Planning (Cont.)

Other Fringe Benefits	\$	480	
Contracts with Government Agencies		13,475	
Legal Notices, Recording, and Court Costs		1,576	
Postal Charges		382	
Printing, Stationery, and Forms		56	
Travel		183	
Data Processing Supplies		284	
Office Supplies		120	
Uniforms		200	
In Service/Staff Development		290	
Other Charges		160	
Total Planning			\$ 75,094

Codes Compliance

Assistant(s)	\$	83,927	
Supervisor/Director		69,330	
Other Salaries and Wages		132,495	
Other Per Diem and Fees		5,030	
Social Security		21,009	
Pensions		16,274	
Life Insurance		402	
Medical Insurance		59,126	
Dental Insurance		1,863	
Other Fringe Benefits		720	
Communication		2,252	
Dues and Memberships		548	
Legal Notices, Recording, and Court Costs		219	
Maintenance Agreements		20,203	
Maintenance and Repair Services - Vehicles		4,675	
Postal Charges		734	
Printing, Stationery, and Forms		2,298	
Travel		1,215	
Custodial Supplies		295	
Electricity		2,520	
Food Supplies		92	
Gasoline		7,323	
Natural Gas		365	
Office Supplies		2,307	
Uniforms		1,720	
Water and Sewer		724	
Judgments		23,680	
In Service/Staff Development		2,420	
Other Charges		822	
Data Processing Equipment		1,497	
Office Equipment		17,092	
Other Equipment		896	
Total Codes Compliance			484,073

(Continued)

Exhibit L-8

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

General Fund (Cont.)

General Government (Cont.)

Geographical Information Systems

Paraprofessionals	\$	76,727	
Educational Incentive - Other County Employees		1,000	
Social Security		5,680	
Pensions		2,608	
Life Insurance		95	
Medical Insurance		14,067	
Dental Insurance		500	
Other Fringe Benefits		720	
Dues and Memberships		140	
Maintenance Agreements		4,975	
Travel		1,325	
Data Processing Supplies		1,639	
In Service/Staff Development		3,402	
Data Processing Equipment		3,136	
Furniture and Fixtures		185	
Total Geographical Information Systems	\$		116,199

County Buildings

Foremen	\$	43,986	
Custodial Personnel		31,593	
Maintenance Personnel		20,396	
Part-time Personnel		17,302	
Educational Incentive - Other County Employees		1,000	
Other Per Diem and Fees		2,215	
Social Security		8,762	
Pensions		4,179	
Life Insurance		158	
Medical Insurance		20,331	
Dental Insurance		798	
Other Fringe Benefits		872	
Communication		95,780	
Dues and Memberships		100	
Maintenance Agreements		67,745	
Maintenance and Repair Services - Buildings		92,205	
Maintenance and Repair Services - Equipment		10,780	
Maintenance and Repair Services - Vehicles		4,302	
Travel		65	
Disposal Fees		2,638	
Other Contracted Services		55,039	
Custodial Supplies		12,861	
Data Processing Supplies		766	
Electricity		125,614	
Food Supplies		2,500	
Gasoline		3,367	
Natural Gas		39,915	
Uniforms		39	
Water and Sewer		22,679	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Other Supplies and Materials	\$	13,373	
Furniture and Fixtures		4,154	
Total County Buildings			\$ 705,514

Other General Administration

Maintenance Agreements	\$	35,287	
Data Processing Supplies		5,482	
Data Processing Equipment		4,093	
Total Other General Administration			44,862

Preservation of Records

Assistant(s)	\$	27,763	
Supervisor/Director		44,400	
Part-time Personnel		17,136	
Social Security		6,775	
Pensions		3,583	
Life Insurance		132	
Medical Insurance		16,887	
Dental Insurance		667	
Other Fringe Benefits		480	
Engineering Services		2,650	
Electricity		6,000	
Other Charges		5,597	
Total Preservation of Records			132,070

Risk Management

Salary Supplements	\$	19,257	
Social Security		1,061	
Pensions		488	
Life Insurance		16	
Medical Insurance		2,439	
Dental Insurance		79	
Other Fringe Benefits		119	
Consultants		631	
Dues and Memberships		2,885	
Rentals		11,250	
Travel		4,316	
Other Contracted Services		310	
Other Supplies and Materials		9,942	
Building and Contents Insurance		49,680	
Liability Insurance		137,364	
Vehicle and Equipment Insurance		131,929	
Workers' Compensation Insurance		131,280	
Other Self-insured Claims		19,738	
In Service/Staff Development		400	
Total Risk Management			523,184

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Finance

Accounting and Budgeting

Supervisor/Director	\$	100,921	
Accountants/Bookkeepers		359,944	
Part-time Personnel		32	
Educational Incentive - Other County Employees		12,000	
Other Per Diem and Fees		1,246	
Social Security		36,292	
Pensions		32,143	
Life Insurance		574	
Medical Insurance		71,863	
Dental Insurance		2,886	
Unemployment Compensation		1,100	
Other Fringe Benefits		720	
Communication		14	
Dues and Memberships		824	
Maintenance Agreements		5,586	
Printing, Stationery, and Forms		2,056	
Travel		2,135	
Office Supplies		472	
In Service/Staff Development		6,040	
Data Processing Equipment		5,914	
Total Accounting and Budgeting			\$ 642,762

Purchasing

Supervisor/Director	\$	80,745	
Purchasing Personnel		78,696	
Part-time Personnel		9,892	
Educational Incentive - Other County Employees		2,000	
Other Per Diem and Fees		1,246	
Social Security		12,493	
Pensions		5,378	
Life Insurance		194	
Medical Insurance		22,102	
Dental Insurance		981	
Other Fringe Benefits		1,409	
Advertising		3,076	
Communication		3	
Dues and Memberships		520	
Maintenance Agreements		4,233	
Travel		1,970	
Premiums on Corporate Surety Bonds		842	
In Service/Staff Development		1,200	
Data Processing Equipment		211	
Furniture and Fixtures		652	
Total Purchasing			227,843

Property Assessor's Office

County Official/Administrative Officer	\$	100,921	
--	----	---------	--

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Deputy(ies)	\$	409,101	
Part-time Personnel		10,280	
Educational Incentive - Other County Employees		2,000	
Other Per Diem and Fees		3,184	
Social Security		38,142	
Pensions		28,320	
Life Insurance		650	
Medical Insurance		94,734	
Dental Insurance		3,280	
Unemployment Compensation		50	
Other Fringe Benefits		1,460	
Advertising		409	
Communication		2,436	
Contracts with Government Agencies		21,930	
Contracts with Private Agencies		44,019	
Dues and Memberships		2,450	
Maintenance Agreements		902	
Maintenance and Repair Services - Office Equipment		7,504	
Maintenance and Repair Services - Vehicles		1,607	
Printing, Stationery, and Forms		1,631	
Travel		7,378	
Gasoline		3,589	
Other Supplies and Materials		218	
In Service/Staff Development		2,272	
Other Charges		1,469	
Data Processing Equipment		4,121	
Office Equipment		34	
Total Property Assessor's Office			\$ 794,091

County Trustee's Office

County Official/Administrative Officer	\$	100,921
Deputy(ies)		131,938
Part-time Personnel		4,231
Social Security		17,379
Pensions		11,160
Life Insurance		264
Medical Insurance		17,531
Dental Insurance		1,001
Other Fringe Benefits		960
Advertising		173
Communication		193
Contracts with Government Agencies		6,912
Dues and Memberships		1,218
Maintenance Agreements		14,231
Postal Charges		19,346
Printing, Stationery, and Forms		23
Rentals		232

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Travel	\$	390	
Data Processing Supplies		1,236	
Premiums on Corporate Surety Bonds		13,514	
In Service/Staff Development		100	
Other Charges		1,965	
Data Processing Equipment		4,196	
Furniture and Fixtures		720	
Total County Trustee's Office			\$ 349,834

County Clerk's Office

County Official/Administrative Officer	\$	100,921	
Deputy(ies)		351,583	
Part-time Personnel		3,038	
Educational Incentive - Other County Employees		3,000	
Social Security		33,357	
Pensions		19,088	
Life Insurance		651	
Medical Insurance		98,420	
Dental Insurance		3,408	
Other Fringe Benefits		2,880	
Communication		21	
Dues and Memberships		1,048	
Maintenance Agreements		29,749	
Maintenance and Repair Services - Office Equipment		1,315	
Printing, Stationery, and Forms		8,955	
Rentals		364	
Travel		1,711	
Other Supplies and Materials		2,760	
Premiums on Corporate Surety Bonds		792	
In Service/Staff Development		1,015	
Data Processing Equipment		10,100	
Office Equipment		284	
Total County Clerk's Office			674,460

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	100,921	
Deputy(ies)		424,277	
Part-time Personnel		26,367	
Educational Incentive - Other County Employees		1,000	
Social Security		39,700	
Pensions		23,033	
Life Insurance		739	
Medical Insurance		120,159	
Dental Insurance		3,478	
Other Fringe Benefits		3,085	
Communication		16	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Dues and Memberships	\$	1,223	
Maintenance Agreements		33,434	
Printing, Stationery, and Forms		8,823	
Data Processing Supplies		4,922	
Office Supplies		1,779	
Uniforms		148	
Premiums on Corporate Surety Bonds		792	
In Service/Staff Development		180	
Data Processing Equipment		3,847	
Furniture and Fixtures		3,478	
Total Circuit Court			\$ 801,401

General Sessions Judge

Judge(s)	\$	382,778	
Assistant(s)		37,211	
Paraprofessionals		117,657	
Educational Incentive - Other County Employees		1,000	
Other Per Diem and Fees		5,999	
Social Security		37,089	
Pensions		26,275	
Life Insurance		273	
Medical Insurance		48,287	
Dental Insurance		1,612	
Other Fringe Benefits		1,360	
Contracts with Private Agencies		68,416	
Dues and Memberships		2,907	
Licenses		174	
Printing, Stationery, and Forms		2,840	
Travel		7,593	
Other Contracted Services		228	
Data Processing Supplies		827	
Library Books/Media		1,431	
Office Supplies		2,164	
In Service/Staff Development		1,954	
Other Charges		88	
Data Processing Equipment		2,007	
Total General Sessions Judge			750,170

Drug Court

Supervisor/Director	\$	28,694	
Social Security		2,185	
Pensions		2,160	
Life Insurance		53	
Medical Insurance		3,069	
Dental Insurance		306	
Travel		4,865	
In Service/Staff Development		1,400	
Other Charges		3,461	
Total Drug Court			46,193

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court

County Official/Administrative Officer	\$	100,921	
Deputy(ies)		156,855	
Part-time Personnel		9,485	
Overtime Pay		1,121	
Social Security		20,261	
Pensions		13,377	
Life Insurance		296	
Medical Insurance		43,912	
Dental Insurance		1,670	
Other Fringe Benefits		720	
Communication		5	
Contracts with Private Agencies		239	
Dues and Memberships		1,213	
Maintenance Agreements		17,889	
Printing, Stationery, and Forms		2,932	
Travel		452	
Periodicals		63	
Other Supplies and Materials		1,431	
Premiums on Corporate Surety Bonds		720	
In Service/Staff Development		600	
Communication Equipment		48,400	
Data Processing Equipment		1,619	
Total Chancery Court			\$ 424,181

Juvenile Court

Assistant(s)	\$	55,996
Supervisor/Director		57,616
Youth Service Officer(s)		145,188
Salary Supplements		7,047
Attendants		6,872
Overtime Pay		35,607
Other Per Diem and Fees		6,092
Social Security		23,097
Pensions		17,129
Life Insurance		345
Medical Insurance		42,464
Dental Insurance		1,463
Other Fringe Benefits		1,155
Communication		1,085
Contracts with Private Agencies		11,928
Maintenance Agreements		2,340
Maintenance and Repair Services - Buildings		1,659
Maintenance and Repair Services - Office Equipment		1,381
Maintenance and Repair Services - Vehicles		9,193
Medical and Dental Services		3,224
Printing, Stationery, and Forms		1,159
Travel		11,038

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Other Contracted Services	\$	1,282	
Data Processing Supplies		1,858	
Food Supplies		1,520	
Gasoline		8,236	
Library Books/Media		1,750	
Prisoners Clothing		436	
Tires and Tubes		2,032	
Uniforms		2,000	
Premiums on Corporate Surety Bonds		600	
Other Charges		5,215	
Total Juvenile Court			\$ 468,007

Office of Public Defender

Supervisor/Director	\$	41,295	
Social Security		3,038	
Pensions		3,114	
Life Insurance		55	
Medical Insurance		8,857	
Dental Insurance		278	
Travel		3,615	
In Service/Staff Development		25	
Total Office of Public Defender			60,277

Other Administration of Justice

Jury and Witness Expense	\$	7,909	
Advertising		263	
Communication		869	
Food Supplies		3,012	
Total Other Administration of Justice			12,053

Victim Assistance Programs

Supervisor/Director	\$	7,937	
Other Per Diem and Fees		231	
Social Security		685	
Pensions		682	
Life Insurance		11	
Medical Insurance		1,381	
Dental Insurance		56	
Other Supplies and Materials		9,992	
Total Victim Assistance Programs			20,975

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	111,012	
Assistant(s)		84,039	
Deputy(ies)		1,663,487	
Salary Supplements		35,950	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Foremen	\$	86,947	
Part-time Personnel		61,617	
School Resource Officer		519,746	
Overtime Pay		366,159	
Other Per Diem and Fees		19,113	
Social Security		215,119	
Pensions		152,333	
Life Insurance		2,955	
Medical Insurance		448,706	
Dental Insurance		15,282	
Unemployment Compensation		1,970	
Other Fringe Benefits		8,300	
Communication		26,461	
Contracts with Government Agencies		52,465	
Dues and Memberships		4,001	
Lease/SBITA Payments		21,600	
Licenses		428	
Maintenance Agreements		80,082	
Maintenance and Repair Services - Buildings		50	
Maintenance and Repair Services - Office Equipment		28	
Maintenance and Repair Services - Vehicles		60,325	
Postal Charges		147	
Printing, Stationery, and Forms		4,091	
Travel		19,479	
Other Contracted Services		6,680	
Animal Food and Supplies		408	
Diesel Fuel		3,102	
Electricity		3,974	
Gasoline		145,976	
Law Enforcement Supplies		37,076	
Library Books/Media		721	
Tires and Tubes		30,351	
Uniforms		25,152	
Other Supplies and Materials		10,914	
Premiums on Corporate Surety Bonds		1,692	
In Service/Staff Development		17,547	
Other Charges		7,087	
Data Processing Equipment		4,173	
Law Enforcement Equipment		57,223	
Other Equipment		1,927	
Total Sheriff's Department			\$ 4,415,895

Jail

Guards	\$	1,650,200
Part-time Personnel		18,332
Overtime Pay		192,432
Other Per Diem and Fees		2,866

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Social Security	\$	135,831	
Pensions		121,063	
Life Insurance		2,212	
Medical Insurance		306,826	
Dental Insurance		10,800	
Unemployment Compensation		560	
Other Fringe Benefits		2,400	
Communication		1,843	
Maintenance Agreements		54,221	
Maintenance and Repair Services - Buildings		38,800	
Maintenance and Repair Services - Equipment		22,009	
Maintenance and Repair Services - Vehicles		2,978	
Medical and Dental Services		711,950	
Printing, Stationery, and Forms		1,345	
Travel		2,668	
Disposal Fees		8,098	
Custodial Supplies		47,374	
Diesel Fuel		673	
Electricity		67,605	
Food Preparation Supplies		5,069	
Food Supplies		279,016	
Gasoline		13,744	
Law Enforcement Supplies		7,831	
Library Books/Media		4,916	
Natural Gas		39,567	
Prisoners Clothing		31,704	
Tires and Tubes		2,535	
Uniforms		11,664	
Water and Sewer		13,136	
Other Supplies and Materials		6,799	
In Service/Staff Development		3,845	
Furniture and Fixtures		6,368	
Office Equipment		3,112	
Other Equipment		45,588	
Total Jail			\$ 3,877,980

Civil Defense

Assistant(s)	\$	90,181
Supervisor/Director		34,014
Salary Supplements		5,192
Part-time Personnel		27,170
Overtime Pay		785
Other Per Diem and Fees		2,838
Social Security		12,307
Pensions		5,921
Life Insurance		132
Medical Insurance		8,766

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Dental Insurance	\$	667	
Other Fringe Benefits		480	
Communication		10,127	
Contracts with Private Agencies		7,629	
Dues and Memberships		310	
Maintenance Agreements		8,372	
Maintenance and Repair Services - Buildings		326	
Maintenance and Repair Services - Equipment		3,870	
Maintenance and Repair Services - Vehicles		13,880	
Postal Charges		18	
Travel		410	
Custodial Supplies		103	
Diesel Fuel		9,772	
Food Supplies		226	
Gasoline		1,809	
Instructional Supplies and Materials		258	
Office Supplies		1,027	
Small Tools		28	
Tires and Tubes		825	
Uniforms		785	
Water and Sewer		405	
Other Supplies and Materials		10,356	
In Service/Staff Development		850	
Other Charges		4,784	
Communication Equipment		11,500	
Total Civil Defense			\$ 276,123

Other Emergency Management

Contracts with Government Agencies	\$	452,845	
Total Other Emergency Management			452,845

County Coroner/Medical Examiner

Contracts with Private Agencies	\$	48,925	
Other Charges		160,999	
Total County Coroner/Medical Examiner			209,924

Public Health and Welfare

Local Health Center

Maintenance Personnel	\$	16,078	
Part-time Personnel		11,902	
Social Security		2,116	
Pensions		1,214	
Life Insurance		28	
Medical Insurance		3,776	
Dental Insurance		144	
Communication		20,987	
Dues and Memberships		705	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Maintenance Agreements	\$	9,574	
Maintenance and Repair Services - Buildings		9,885	
Maintenance and Repair Services - Equipment		989	
Postal Charges		16	
Disposal Fees		1,345	
Custodial Supplies		1,045	
Drugs and Medical Supplies		1,523	
Electricity		50,163	
Natural Gas		19,745	
Office Supplies		2,068	
Periodicals		259	
Water and Sewer		3,305	
In Service/Staff Development		2,696	
Other Charges		1,793	
Furniture and Fixtures		880	
Other Equipment		390	
Total Local Health Center			\$ 162,626

Other Local Health Services

Assistant(s)	\$	88,851	
Medical Personnel		240,815	
Social Security		23,148	
Pensions		23,513	
Life Insurance		561	
Medical Insurance		93,861	
Dental Insurance		2,836	
Other Fringe Benefits		480	
Travel		8,858	
Liability Insurance		232	
Workers' Compensation Insurance		2,760	
Other Charges		58	
Total Other Local Health Services			485,973

Other Local Welfare Services

Contributions	\$	135,000	
Other Capital Outlay		11,000	
Total Other Local Welfare Services			146,000

Social, Cultural, and Recreational Services

Libraries

Contributions	\$	20,000	
Library Books/Media		99	
Total Libraries			20,099

Parks and Fair Boards

Assistant(s)	\$	62,988	
Supervisor/Director		52,308	

(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards (Cont.)

Part-time Personnel	\$	90,444	
Overtime Pay		11,694	
Other Per Diem and Fees		3,554	
Social Security		17,546	
Pensions		6,784	
Life Insurance		173	
Medical Insurance		33,932	
Dental Insurance		973	
Other Fringe Benefits		920	
Communication		4,114	
Maintenance Agreements		200	
Maintenance and Repair Services - Buildings		64,232	
Maintenance and Repair Services - Equipment		14,158	
Maintenance and Repair Services - Vehicles		1,654	
Rentals		8,752	
Disposal Fees		3,235	
Other Contracted Services		28,987	
Custodial Supplies		4,293	
Electricity		52,952	
Food Supplies		307	
Gasoline		15,664	
Office Supplies		300	
Tires and Tubes		1,794	
Uniforms		2,402	
Vehicle Parts		1,861	
Water and Sewer		22,880	
Other Supplies and Materials		830	
Other Charges		631	
Communication Equipment		899	
Data Processing Equipment		3,157	
Total Parks and Fair Boards			\$ 514,618

Agriculture and Natural Resources

Agricultural Extension Service

Contracts with Government Agencies	\$	104,466	
Contributions		1,000	
Rentals		1,085	
Other Supplies and Materials		2,000	
Total Agricultural Extension Service			108,551

Soil Conservation

Supervisor/Director	\$	37,513	
Part-time Personnel		10,276	
Social Security		3,597	
Pensions		1,256	
Life Insurance		66	
Medical Insurance		8,766	

(Continued)

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Soil Conservation (Cont.)

Dental Insurance	\$	334	
Contracts with Private Agencies		3,200	
Total Soil Conservation			\$ 65,008

Other Operations

Industrial Development

Contracts with Other Public Agencies	\$	130,000	
Contributions		372,250	
Dues and Memberships		700	
In Service/Staff Development		175	
Other Charges		3,600	
Total Industrial Development			506,725

Veterans' Services

Part-time Personnel	\$	42,605	
Social Security		3,290	
Communication		2,124	
Travel		2,455	
Other Charges		1,447	
Total Veterans' Services			51,921

Employee Benefits

Medical Insurance	\$	59,877	
Unemployment Compensation		1,140	
Total Employee Benefits			61,017

Miscellaneous

Contracts with Government Agencies	\$	37,430	
Contributions		4,000	
Dues and Memberships		14,598	
Pauper Burials		5,816	
Postal Charges		23,985	
Printing, Stationery, and Forms		4,932	
Rentals		2,332	
Duplicating Supplies		7,060	
Office Supplies		23,849	
Trustee's Commission		295,547	
Other Charges		26,943	
Other Equipment		6,888	
Total Miscellaneous			453,380

Total General Fund \$ 20,692,768

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Foremen	\$	9,209	
---------	----	-------	--

(Continued)

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Convenience Centers (Cont.)

Part-time Personnel	\$	354,871	
Overtime Pay		248	
Other Salaries and Wages		96,655	
Social Security		35,108	
Pensions		6,757	
Life Insurance		176	
Medical Insurance		23,534	
Dental Insurance		1,001	
Other Fringe Benefits		480	
Communication		1,800	
Maintenance and Repair Services - Equipment		6,937	
Maintenance and Repair Services - Vehicles		44	
Postal Charges		312	
Disposal Fees		1,106,010	
Crushed Stone		1,209	
Diesel Fuel		12,245	
Electricity		13,767	
Gasoline		1,830	
Road Signs		1,990	
Other Supplies and Materials		447	
Liability Insurance		2,392	
Trustee's Commission		15,868	
Workers' Compensation Insurance		11,160	
Other Equipment		3,270	
Total Convenience Centers			\$ 1,707,320

Total Solid Waste/Sanitation Fund \$ 1,707,320

Ambulance Service Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Supervisor/Director	\$	66,907	
Clerical Personnel		86,396	
Attendants		1,171,143	
Educational Incentive - Other County Employees		1,000	
Overtime Pay		752,922	
Other Salaries and Wages		7,358	
Other Per Diem and Fees		1,246	
Social Security		152,581	
Pensions		129,805	
Life Insurance		1,805	
Medical Insurance		282,702	
Dental Insurance		8,868	
Other Fringe Benefits		2,760	
Communication		22,689	
Contracts with Government Agencies		59,000	
Contracts with Private Agencies		169,118	

(Continued)

Roane 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.)

Dues and Memberships	\$	805	
Licenses		1,750	
Maintenance Agreements		8,565	
Maintenance and Repair Services - Buildings		9,903	
Maintenance and Repair Services - Equipment		4,741	
Maintenance and Repair Services - Vehicles		35,137	
Postal Charges		114	
Printing, Stationery, and Forms		694	
Towing Services		250	
Travel		1,704	
Disposal Fees		6,357	
Custodial Supplies		1,559	
Drugs and Medical Supplies		143,421	
Electricity		16,792	
Food Supplies		335	
Gasoline		103,739	
Instructional Supplies and Materials		387	
Natural Gas		8,125	
Uniforms		11,911	
Water and Sewer		7,610	
Other Supplies and Materials		2,839	
Building and Contents Insurance		4,640	
Liability Insurance		6,862	
Trustee's Commission		31,492	
Vehicle and Equipment Insurance		24,254	
Workers' Compensation Insurance		128,568	
In Service/Staff Development		6,819	
Fines, Assessments, and Penalties		118,374	
Other Charges		191	
Data Processing Equipment		3,917	
Total Ambulance/Emergency Medical Services			\$ 3,608,155
Total Ambulance Service Fund			\$ 3,608,155

Special Purpose Fund

Public Safety

Fire Prevention and Control

Assistant(s)	\$	193,296
Salary Supplements		3,200
Overtime Pay		25,557
Social Security		16,695
Pensions		16,051
Life Insurance		308
Medical Insurance		49,878
Dental Insurance		1,557
Other Fringe Benefits		200
Contracts with Government Agencies		2,000

(Continued)

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

Special Purpose Fund (Cont.)

Public Safety (Cont.)

Fire Prevention and Control (Cont.)

Contributions	\$	141,000	
Small Tools		7,070	
Uniforms		1,160	
Other Supplies and Materials		2,162	
Liability Insurance		1,337	
Trustee's Commission		10,563	
Workers' Compensation Insurance		17,040	
In Service/Staff Development		3,067	
Other Equipment		25,630	
Other Capital Outlay		130,000	
Total Fire Prevention and Control			\$ 647,771

Public Health and Welfare

Rabies and Animal Control

Supervisor/Director	\$	55,385	
Deputy(ies)		84,197	
Attendants		61,205	
Part-time Personnel		12,467	
Overtime Pay		4,760	
Other Per Diem and Fees		2,492	
Social Security		15,621	
Pensions		10,553	
Life Insurance		330	
Medical Insurance		54,403	
Dental Insurance		1,668	
Other Fringe Benefits		1,440	
Advertising		288	
Communication		3,260	
Maintenance and Repair Services - Equipment		916	
Maintenance and Repair Services - Vehicles		5,302	
Postal Charges		131	
Printing, Stationery, and Forms		600	
Travel		1,748	
Disposal Fees		1,068	
Other Contracted Services		1,796	
Animal Food and Supplies		3,553	
Custodial Supplies		3,878	
Data Processing Supplies		228	
Drugs and Medical Supplies		4,552	
Electricity		7,876	
Gasoline		7,447	
Natural Gas		4,223	
Office Supplies		1,815	
Uniforms		1,745	
Water and Sewer		4,318	
Other Supplies and Materials		7,421	
Building and Contents Insurance		1,075	

(Continued)

Exhibit L-8

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

Special Purpose Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Liability Insurance	\$	1,166	
Trustee's Commission		7,029	
Vehicle and Equipment Insurance		1,029	
Workers' Compensation Insurance		3,120	
Other Charges		4,000	
Data Processing Equipment		798	
Heating and Air Conditioning Equipment		1,688	
Other Capital Outlay		464	
Total Rabies and Animal Control			<u>\$ 387,055</u>

Total Special Purpose Fund \$ 1,034,826

Drug Control Fund

Public Safety

Sheriff's Department

Communication	\$	231	
Maintenance Agreements		3,525	
Maintenance and Repair Services - Vehicles		113	
Travel		3,905	
Tires and Tubes		878	
Other Supplies and Materials		648	
Trustee's Commission		167	
In Service/Staff Development		695	
Other Charges		13,179	
Law Enforcement Equipment		24,999	
Motor Vehicles		35,000	
Total Sheriff's Department			<u>\$ 83,340</u>

Total Drug Control Fund 83,340

Other Special Revenue Fund

Public Health and Welfare

Recycling Center

Supervisor/Director	\$	62,135	
Part-time Personnel		12,270	
Other Salaries and Wages		243,540	
Other Per Diem and Fees		1,620	
Social Security		23,835	
Pensions		20,536	
Life Insurance		508	
Medical Insurance		63,059	
Dental Insurance		2,641	
Other Fringe Benefits		480	
Advertising		606	
Communication		4,691	
Contracts with Government Agencies		5,750	
Contracts with Private Agencies		24,543	

(Continued)

Exhibit L-8

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

Other Special Revenue Fund (Cont.)

Public Health and Welfare (Cont.)

Recycling Center (Cont.)

Dues and Memberships	\$	468	
Licenses		175	
Maintenance Agreements		4,659	
Maintenance and Repair Services - Buildings		3,682	
Maintenance and Repair Services - Equipment		49,109	
Maintenance and Repair Services - Vehicles		8,558	
Travel		1,713	
Disposal Fees		202,690	
Crushed Stone		618	
Custodial Supplies		1,093	
Diesel Fuel		43,676	
Electricity		14,264	
Food Supplies		478	
Gasoline		1,580	
Office Supplies		658	
Road Signs		136	
Tires and Tubes		16,460	
Uniforms		5,108	
Water and Sewer		1,716	
Other Supplies and Materials		5,065	
Building and Contents Insurance		10,378	
Liability Insurance		2,512	
Trustee's Commission		12,668	
Vehicle and Equipment Insurance		6,796	
Workers' Compensation Insurance		7,000	
Other Charges		17,401	
Office Equipment		490	
Other Equipment		14,110	
Total Recycling Center			\$ 899,475

Postclosure Care Costs

Engineering Services	\$	4,620	
Permits		1,000	
Penalties		12,000	
Contracts for Postclosure Care Costs		261,796	
Other Contracted Services		45,024	
Electricity		2,262	
Fertilizer, Lime, and Seed		4,080	
Water and Sewer		31,317	
Other Charges		479	
Total Postclosure Care Costs			<u>362,578</u>

Total Other Special Revenue Fund \$ 1,262,053

(Continued)

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

Constitutional Officers - Fees Fund

Finance

County Clerk's Office

Constitutional Officers' Operating Expenses	\$ 12	
Total County Clerk's Office		\$ 12

Total Constitutional Officers - Fees Fund \$ 12

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 111,012	
Assistant(s)	153,485	
Overtime Pay	2,039	
Other Per Diem and Fees	3,115	
Social Security	20,127	
Pensions	9,023	
Life Insurance	197	
Medical Insurance	26,108	
Dental Insurance	994	
Other Fringe Benefits	1,427	
Dues and Memberships	3,826	
Maintenance and Repair Services - Buildings	614	
Postal Charges	95	
Printing, Stationery, and Forms	241	
Travel	1,100	
Other Contracted Services	220	
Drugs and Medical Supplies	1,244	
Office Supplies	1,052	
In Service/Staff Development	1,677	
Total Administration		\$ 337,596

Highway and Bridge Maintenance

Equipment Operators	\$ 676,596
Part-time Personnel	78,242
Longevity Pay	2,500
Overtime Pay	51,771
Other Per Diem and Fees	3,033
Social Security	59,873
Pensions	36,952
Life Insurance	983
Medical Insurance	146,476
Dental Insurance	5,320
Other Fringe Benefits	2,170
Contracts with Private Agencies	47,030
Engineering Services	8,752
Asphalt - Hot Mix	1,922,747
Crushed Stone	32,774
Fertilizer, Lime, and Seed	24
Pipe	51,671

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Road Signs	\$	24,423	
Salt		13,033	
Wood Products		500	
Other Supplies and Materials		981	
Total Highway and Bridge Maintenance			\$ 3,165,851

Operation and Maintenance of Equipment

Mechanic(s)	\$	120,528	
Overtime Pay		1,895	
Other Per Diem and Fees		374	
Social Security		8,882	
Pensions		7,080	
Life Insurance		154	
Medical Insurance		20,256	
Dental Insurance		667	
Other Fringe Benefits		480	
Maintenance and Repair Services - Equipment		37,774	
Maintenance and Repair Services - Vehicles		2,645	
Rentals		20,808	
Towing Services		1,000	
Custodial Supplies		2,139	
Diesel Fuel		66,331	
Equipment and Machinery Parts		111,541	
Garage Supplies		19,124	
Gasoline		84,222	
Lubricants		10,335	
Tires and Tubes		30,334	
Uniforms		14,709	
Total Operation and Maintenance of Equipment			561,278

Traffic Control

Maintenance Personnel	\$	38,540	
Overtime Pay		268	
Other Per Diem and Fees		374	
Social Security		2,894	
Pensions		1,311	
Life Insurance		44	
Medical Insurance		8,122	
Dental Insurance		334	
Other Fringe Benefits		480	
Road Signs		5,590	
Traffic Control Equipment		2,563	
Total Traffic Control			60,520

Litter and Trash Collection

Supervisor/Director	\$	2,135	
Social Security		162	

(Continued)

Exhibit L-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Litter and Trash Collection (Cont.)

Pensions	\$	71	
Life Insurance		1	
Medical Insurance		189	
Dental Insurance		7	
Other Fringe Benefits		13	
Other Charges		15,340	
Total Litter and Trash Collection	\$		17,918

Other Charges

Communication	\$	30,725	
Licenses		141	
Disposal Fees		1,322	
Electricity		7,313	
Food Supplies		907	
Natural Gas		5,706	
Water and Sewer		1,624	
Building and Contents Insurance		12,723	
Liability Insurance		40,162	
Trustee's Commission		56,548	
Vehicle and Equipment Insurance		28,556	
Other Self-insured Claims		2,595	
Total Other Charges			188,322

Employee Benefits

Medical Insurance	\$	8,045	
Workers' Compensation Insurance		99,225	
Total Employee Benefits			107,270

Total Highway/Public Works Fund \$ 4,438,755

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	2,090,000	
Total General Government	\$		2,090,000

Education

Principal on Bonds	\$	245,000	
Principal on Other Loans		28,934	
Total Education			273,934

Interest on Debt

General Government

Interest on Bonds	\$	323,865	
Total General Government			323,865

(Continued)

Exhibit L-8

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

General Debt Service Fund (Cont.)

Interest on Debt (Cont.)

Education

Interest on Bonds	\$ 339,294	
Total Education		\$ 339,294

Other Debt Service

General Government

Contracts with Private Agencies	\$ 4,000	
Trustee's Commission	60,681	
Other Debt Service	25,182	
Total General Government		89,863

Total General Debt Service Fund \$ 3,116,956

General Capital Projects Fund

Capital Projects

General Administration Projects

Trustee's Commission	\$ 19,694	
Building Improvements	10,617	
Data Processing Equipment	103,043	
Furniture and Fixtures	16,362	
Motor Vehicles	42,600	
Total General Administration Projects		\$ 192,316

Administration of Justice Projects

Motor Vehicles	\$ 27,400	
Total Administration of Justice Projects		27,400

Public Safety Projects

Communication Equipment	\$ 49,145	
Motor Vehicles	332,821	
Other Equipment	267,959	
Total Public Safety Projects		649,925

Public Health and Welfare Projects

Other Contracted Services	\$ 30,000	
Building Improvements	16,653	
Motor Vehicles	181,383	
Site Development	198,528	
Solid Waste Equipment	67,378	
Other Equipment	38,284	
Total Public Health and Welfare Projects		532,226

Social, Cultural, and Recreation Projects

Contributions	\$ 3,000	
Maintenance Equipment	6,900	
Site Development	857,734	
Other Equipment	3,750	
Total Social, Cultural, and Recreation Projects		871,384

(Continued)

Exhibit L-8

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

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Other General Government Projects

Engineering Services	\$	10,209	
Motor Vehicles		39,500	
Other Capital Outlay		240,352	
Total Other General Government Projects			\$ 290,061

American Rescue Plan Act Grant #1

Contributions	\$	685,000	
Engineering Services		51,165	
Heating and Air Conditioning Equipment		27,412	
Site Development		496	
Total American Rescue Plan Act Grant #1			764,073

American Rescue Plan Act Grant #3

Heating and Air Conditioning Equipment	\$	116,900	
Total American Rescue Plan Act Grant #3			116,900

American Rescue Plan Act Grant #4

Engineering Services	\$	6,394	
Heating and Air Conditioning Equipment		492,321	
Total American Rescue Plan Act Grant #4			498,715

American Rescue Plan Act Grant #5

Other Contracted Services	\$	22,500	
Building Construction		88,004	
Motor Vehicles		265,868	
Health Equipment		24,830	
Total American Rescue Plan Act Grant #5			401,202

Capital Projects - Donated

Capital Projects Donated to School Department

Contributions	\$	2,548,645	
Total Capital Projects Donated to School Department			2,548,645

Total General Capital Projects Fund \$ 6,892,847

Highway Capital Projects Fund

Capital Projects

Highway and Street Capital Projects

Trustee's Commission	\$	155	
Highway Equipment		69,809	
Total Highway and Street Capital Projects			\$ 69,964

Total Highway Capital Projects Fund 69,964

Total Governmental Funds - Primary Government \$ 42,906,996

Exhibit L-9

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

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 20,361,346	
Career Ladder Program	60,225	
Career Ladder Extended Contracts	71,362	
Homebound Teachers	5,744	
Educational Assistants	782,797	
Bonus Payments	98,063	
Other Salaries and Wages	190,402	
Certified Substitute Teachers	154,958	
Non-certified Substitute Teachers	177,167	
Social Security	1,296,974	
Pensions	1,723,472	
Life Insurance	12,453	
Medical Insurance	3,341,743	
Dental Insurance	102,886	
Unemployment Compensation	2,200	
Local Retirement	146,945	
Employer Medicare	302,155	
Other Contracted Services	105,520	
Instructional Supplies and Materials	258,564	
Textbooks - Bound	1,254,890	
Software	32,400	
Fee Waivers	399	
Other Charges	606	
Regular Instruction Equipment	687,978	
Total Regular Instruction Program		\$ 31,171,249

Alternative Instruction Program

Teachers	\$ 138,409	
Career Ladder Program	1,000	
Educational Assistants	38,275	
Bonus Payments	600	
Non-certified Substitute Teachers	405	
Social Security	10,226	
Pensions	14,991	
Life Insurance	106	
Medical Insurance	34,117	
Dental Insurance	1,200	
Local Retirement	500	
Employer Medicare	2,392	
Instructional Supplies and Materials	2,998	
Total Alternative Instruction Program		245,219

Special Education Program

Teachers	\$ 2,915,220
Career Ladder Program	7,000
Career Ladder Extended Contracts	750

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Homebound Teachers	\$	8,862	
Educational Assistants		492,133	
Speech Pathologist		178,407	
Bonus Payments		14,825	
Certified Substitute Teachers		12,485	
Non-certified Substitute Teachers		9,060	
Social Security		211,346	
Pensions		285,864	
Life Insurance		2,465	
Medical Insurance		716,457	
Dental Insurance		22,080	
Unemployment Compensation		4,220	
Local Retirement		27,905	
Employer Medicare		49,504	
Contracts with Private Agencies		252,302	
Instructional Supplies and Materials		17,251	
Other Supplies and Materials		346	
Other Charges		8,234	
Special Education Equipment		822	
Total Special Education Program			\$ 5,237,538

Career and Technical Education Program

Teachers	\$	1,583,318	
Career Ladder Program		4,000	
Bonus Payments		8,000	
Certified Substitute Teachers		15,565	
Non-certified Substitute Teachers		11,065	
Social Security		95,293	
Pensions		132,222	
Life Insurance		924	
Medical Insurance		254,577	
Dental Insurance		7,710	
Local Retirement		9,710	
Employer Medicare		22,332	
Other Contracted Services		55,985	
Instructional Supplies and Materials		45,781	
Other Supplies and Materials		14,815	
In Service/Staff Development		5,255	
Vocational Instruction Equipment		57,370	
Total Career and Technical Education Program			2,323,922

Support Services

Attendance

Supervisor/Director	\$	48,642	
Other Salaries and Wages		108,610	
Social Security		9,496	

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

Pensions	\$	11,683	
Life Insurance		7	
Medical Insurance		4,473	
Local Retirement		750	
Employer Medicare		2,221	
Travel		421	
Software		39,503	
Other Supplies and Materials		2,403	
In Service/Staff Development		4,599	
Total Attendance			\$ 232,808

Health Services

Supervisor/Director	\$	80,864	
Medical Personnel		487,406	
Clerical Personnel		10,966	
Bonus Payments		300	
Social Security		33,921	
Pensions		36,229	
Life Insurance		412	
Medical Insurance		152,609	
Dental Insurance		2,430	
Local Retirement		4,000	
Employer Medicare		7,933	
Dues and Memberships		130	
Travel		518	
Other Contracted Services		14,178	
Drugs and Medical Supplies		7,428	
Other Supplies and Materials		13,071	
In Service/Staff Development		7,149	
Other Charges		1,275	
Total Health Services			860,819

Other Student Support

Career Ladder Program	\$	3,000	
Guidance Personnel		1,016,487	
Clerical Personnel		6,579	
Bonus Payments		4,800	
Other Salaries and Wages		327,628	
Social Security		79,341	
Pensions		99,804	
Life Insurance		759	
Medical Insurance		172,618	
Dental Insurance		5,850	
Local Retirement		10,500	
Employer Medicare		18,581	
Contracts with Government Agencies		483,845	

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Evaluation and Testing	\$	23,033	
Travel		5,800	
Other Contracted Services		68,131	
Software		18,030	
Other Supplies and Materials		5,510	
In Service/Staff Development		15,098	
Other Charges		20,002	
Other Equipment		1,578	
Total Other Student Support			\$ 2,386,974

Regular Instruction Program

Supervisor/Director	\$	270,846	
Career Ladder Program		3,400	
Librarians		769,531	
Education Media Personnel		132,131	
Secretary(ies)		21,378	
Bonus Payments		3,550	
Other Salaries and Wages		295,598	
Social Security		81,948	
Pensions		102,390	
Life Insurance		629	
Medical Insurance		231,262	
Dental Insurance		5,790	
Unemployment Compensation		369	
Local Retirement		8,900	
Employer Medicare		20,566	
Dues and Memberships		1,954	
Travel		5,517	
Other Contracted Services		12,311	
Library Books/Media		93,720	
Software		65,371	
Other Supplies and Materials		21,089	
In Service/Staff Development		11,872	
Other Charges		1,922	
Other Equipment		447	
Total Regular Instruction Program			2,162,491

Alternative Instruction Program

Supervisor/Director	\$	92,208
Career Ladder Program		1,000
Secretary(ies)		30,639
Bonus Payments		300
Social Security		7,383
Pensions		9,145
Life Insurance		66
Medical Insurance		13,948

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Alternative Instruction Program (Cont.)

Dental Insurance	\$	600	
Local Retirement		1,000	
Employer Medicare		1,727	
Other Supplies and Materials		2,806	
Total Alternative Instruction Program			\$ 160,822

Special Education Program

Supervisor/Director	\$	103,735	
Career Ladder Program		4,000	
Psychological Personnel		285,539	
Clerical Personnel		50,469	
Bonus Payments		1,800	
Other Salaries and Wages		415,930	
Social Security		50,856	
Pensions		62,657	
Life Insurance		627	
Medical Insurance		88,813	
Dental Insurance		5,490	
Local Retirement		6,275	
Employer Medicare		11,927	
Contracts with Private Agencies		72,000	
Dues and Memberships		105	
Maintenance and Repair Services - Equipment		6,434	
Travel		4,190	
Other Contracted Services		7,489	
Other Supplies and Materials		463	
In Service/Staff Development		1,593	
Other Equipment		6,147	
Total Special Education Program			1,186,539

Career and Technical Education Program

Supervisor/Director	\$	84,430	
Secretary(ies)		49,718	
Bonus Payments		600	
Other Salaries and Wages		74,994	
Social Security		12,065	
Pensions		15,572	
Life Insurance		66	
Medical Insurance		45,165	
Dental Insurance		600	
Local Retirement		1,000	
Employer Medicare		2,822	
Travel		7,312	
Other Supplies and Materials		4,355	
In Service/Staff Development		3,691	
Other Charges		8,536	
Other Equipment		64,028	
Total Career and Technical Education Program			374,954

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology

Supervisor/Director	\$	79,986	
Instructional Computer Personnel		287,362	
Secretary(ies)		45,824	
Social Security		24,416	
Pensions		18,758	
Life Insurance		241	
Medical Insurance		58,272	
Dental Insurance		2,130	
Local Retirement		1,450	
Employer Medicare		5,710	
Internet Connectivity		110,130	
Other Contracted Services		137,604	
Software		120,953	
Other Supplies and Materials		21,672	
In Service/Staff Development		475	
Other Charges		570	
Administration Equipment		5,463	
Other Equipment		22,823	
Total Technology			\$ 943,839

Other Programs

On-behalf Payments to OPEB	\$	216,724	
Total Other Programs			216,724

Board of Education

Board and Committee Members Fees	\$	49,662	
Social Security		3,079	
Pensions		949	
Medical Insurance		1,775	
Employer Medicare		720	
On-behalf Payments to OPEB		160,042	
Audit Services		35,900	
Dues and Memberships		16,621	
Legal Services		5,568	
Liability Insurance		126,686	
Premiums on Corporate Surety Bonds		792	
Trustee's Commission		393,817	
Workers' Compensation Insurance		218,984	
In Service/Staff Development		35,844	
Refund to Applicant for Criminal Investigation		8,808	
Other Charges		11,351	
Total Board of Education			1,070,598

Director of Schools

County Official/Administrative Officer	\$	131,000	
Secretary(ies)		104,096	

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Bonus Payments	\$	16,000	
Social Security		15,084	
Pensions		20,172	
Life Insurance		66	
Medical Insurance		18,308	
Dental Insurance		495	
Local Retirement		1,000	
Employer Medicare		3,528	
Communication		23,220	
Dues and Memberships		4,080	
Postal Charges		6,568	
Travel		171	
Other Contracted Services		474	
Office Supplies		3,008	
In Service/Staff Development		2,590	
Other Charges		6,766	
Administration Equipment		1,629	
Total Director of Schools			\$ 358,255

Office of the Principal

Principals	\$	1,534,252	
Career Ladder Program		5,100	
Assistant Principals		1,183,661	
Secretary(ies)		1,157,204	
Bonus Payments		7,162	
Social Security		229,564	
Pensions		286,110	
Life Insurance		2,264	
Medical Insurance		654,264	
Dental Insurance		19,680	
Local Retirement		25,685	
Employer Medicare		53,441	
Communication		14,580	
Dues and Memberships		2,700	
Travel		4,932	
Other Contracted Services		6,800	
Other Supplies and Materials		516	
In Service/Staff Development		2,329	
Administration Equipment		25,776	
Total Office of the Principal			5,216,020

Fiscal Services

Supervisor/Director	\$	101,909	
Accountants/Bookkeepers		254,187	
Other Salaries and Wages		3,742	
Social Security		21,434	

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services (Cont.)

Pensions	\$	13,169	
Life Insurance		175	
Medical Insurance		33,711	
Dental Insurance		1,754	
Local Retirement		2,050	
Employer Medicare		5,059	
Dues and Memberships		763	
Other Contracted Services		13,978	
Other Supplies and Materials		2,433	
In Service/Staff Development		5,746	
Other Charges		3,829	
Administration Equipment		388	
Total Fiscal Services			\$ 464,327

Human Services/Personnel

Supervisor/Director	\$	48,642	
Social Security		2,861	
Pensions		4,227	
Life Insurance		7	
Medical Insurance		4,473	
Local Retirement		250	
Employer Medicare		669	
Advertising		476	
Other Contracted Services		575	
Software		8,299	
Other Supplies and Materials		2,300	
In Service/Staff Development		136	
Total Human Services/Personnel			72,915

Operation of Plant

Janitorial Services	\$	1,344,858	
Licenses		1,850	
Pest Control		9,740	
Rentals		2,232	
Disposal Fees		61,700	
Other Contracted Services		19,572	
Custodial Supplies		114,012	
Electricity		1,616,209	
Natural Gas		321,623	
Water and Sewer		438,847	
Other Supplies and Materials		32,438	
Building and Contents Insurance		177,187	
Other Charges		80,029	
Total Operation of Plant			4,220,297

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant

Supervisor/Director	\$	79,750	
Maintenance Personnel		633,063	
Social Security		41,822	
Pensions		39,822	
Life Insurance		452	
Medical Insurance		118,436	
Dental Insurance		4,140	
Local Retirement		2,000	
Employer Medicare		9,781	
Communication		16,278	
Dues and Memberships		400	
Maintenance and Repair Services - Buildings		43,955	
Maintenance and Repair Services - Equipment		91,772	
Other Contracted Services		80,010	
Software		17,601	
Other Supplies and Materials		68,239	
In Service/Staff Development		1,320	
Other Charges		32,944	
Maintenance Equipment		13,122	
Other Equipment		5,275	
Total Maintenance of Plant			\$ 1,300,182

Transportation

Bus Drivers	\$	137,885	
Other Salaries and Wages		75,390	
Social Security		11,661	
Pensions		7,128	
Life Insurance		66	
Medical Insurance		13,695	
Dental Insurance		810	
Local Retirement		1,110	
Employer Medicare		3,041	
Contracts with Parents		2,015	
Diesel Fuel		9,500	
Tires and Tubes		17,850	
Other Charges		34,394	
Total Transportation			314,545

Operation of Non-Instructional Services

Food Service

Food Supplies	\$	3,689	
Total Food Service			3,689

Community Services

Supervisor/Director	\$	1,330	
Teachers		122,900	

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Clerical Personnel	\$	5,945	
Educational Assistants		18,931	
Other Salaries and Wages		7,236	
Social Security		9,201	
Pensions		10,223	
Employer Medicare		2,152	
Other Contracted Services		4,470	
Instructional Supplies and Materials		2,352	
Other Charges		60	
Total Community Services			\$ 184,800

Early Childhood Education

Teachers	\$	181,603	
Educational Assistants		61,364	
Bonus Payments		600	
Certified Substitute Teachers		550	
Non-certified Substitute Teachers		1,495	
Social Security		14,279	
Pensions		18,245	
Life Insurance		198	
Medical Insurance		51,502	
Dental Insurance		1,500	
Local Retirement		1,700	
Employer Medicare		3,339	
Contracts with Other Public Agencies		357,846	
Travel		95	
Other Contracted Services		9,000	
Instructional Supplies and Materials		6,456	
Other Supplies and Materials		2,505	
Total Early Childhood Education			712,277

Capital Outlay

Regular Capital Outlay

Furniture and Fixtures	\$	12,431	
Other Capital Outlay		41,566	
Total Regular Capital Outlay			53,997

Principal on Debt

Education

Debt Service Contribution to Primary Government	\$	28,934	
Total Education			28,934

Total General Purpose School Fund \$ 61,504,734

(Continued)

Exhibit L-9

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

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	713,631	
Educational Assistants		568,927	
Other Salaries and Wages		70,125	
Certified Substitute Teachers		1,760	
Non-certified Substitute Teachers		685	
Social Security		78,812	
Pensions		99,176	
Life Insurance		1,194	
Medical Insurance		212,090	
Dental Insurance		10,020	
Local Retirement		9,540	
Employer Medicare		18,617	
Retirement - Hybrid Stabilization		16	
Other Contracted Services		82,166	
Instructional Supplies and Materials		202,512	
Software		211,851	
Regular Instruction Equipment		1,907,296	
Total Regular Instruction Program	\$		4,188,418

Special Education Program

Teachers	\$	63,028	
Educational Assistants		645,178	
Speech Pathologist		612	
Other Salaries and Wages		9,000	
Social Security		40,814	
Pensions		37,362	
Life Insurance		938	
Medical Insurance		202,632	
Dental Insurance		8,460	
Local Retirement		5,675	
Employer Medicare		9,545	
Retirement - Hybrid Stabilization		40	
Contracts with Private Agencies		47,239	
Instructional Supplies and Materials		28,705	
Software		52,159	
Other Supplies and Materials		28,644	
Special Education Equipment		155,992	
Total Special Education Program			1,336,023

Career and Technical Education Program

Other Salaries and Wages	\$	13,750	
Social Security		852	
Pensions		1,238	
Employer Medicare		199	
Other Supplies and Materials		6,871	
Vocational Instruction Equipment		103,642	
Total Career and Technical Education Program			126,552

(Continued)

Exhibit L-9

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

School Federal Projects Fund (Cont.)

Support Services

Health Services

Medical Personnel	\$	34,815	
Social Security		1,873	
Pensions		1,317	
Life Insurance		33	
Medical Insurance		16,746	
Dental Insurance		300	
Local Retirement		500	
Employer Medicare		438	
Drugs and Medical Supplies		18,448	
Other Supplies and Materials		9,045	
Health Equipment		103,113	
Total Health Services			\$ 186,628

Other Student Support

Guidance Personnel	\$	190,278	
Other Salaries and Wages		32,711	
Social Security		12,797	
Pensions		15,258	
Life Insurance		122	
Medical Insurance		32,542	
Dental Insurance		810	
Local Retirement		1,500	
Employer Medicare		2,993	
Travel		12,000	
Other Contracted Services		164,731	
Software		100	
Other Supplies and Materials		37,135	
In Service/Staff Development		87,111	
Other Charges		23,352	
Total Other Student Support			613,440

Regular Instruction Program

Supervisor/Director	\$	64,977	
Secretary(ies)		30,566	
Other Salaries and Wages		351,031	
Social Security		27,655	
Pensions		36,906	
Life Insurance		152	
Medical Insurance		42,990	
Dental Insurance		1,230	
Local Retirement		1,200	
Employer Medicare		6,340	
Other Contracted Services		46,902	
Other Supplies and Materials		2,167	
In Service/Staff Development		226,409	
Other Equipment		49,143	
Total Regular Instruction Program			887,668

(Continued)

Exhibit L-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program

Psychological Personnel	\$	4,669	
Secretary(ies)		29,746	
Clerical Personnel		82,351	
Other Salaries and Wages		343,319	
Social Security		26,730	
Pensions		29,983	
Life Insurance		842	
Medical Insurance		108,403	
Dental Insurance		6,930	
Local Retirement		3,350	
Employer Medicare		6,251	
Contracts with Private Agencies		66,000	
Travel		964	
Other Contracted Services		218	
Other Supplies and Materials		34,180	
In Service/Staff Development		18,832	
Other Equipment		13,021	
Total Special Education Program			\$ 775,789

Career and Technical Education Program

In Service/Staff Development	\$	5,000	
Total Career and Technical Education Program			5,000

Operation of Plant

Plant Operation Equipment	\$	228,167	
Total Operation of Plant			228,167

Maintenance of Plant

Other Contracted Services	\$	2,646	
Total Maintenance of Plant			2,646

Transportation

Bus Drivers	\$	24,840	
Social Security		1,540	
Pensions		418	
Employer Medicare		360	
Contracts with Parents		11,291	
Diesel Fuel		7,523	
Transportation Equipment		101,588	
Total Transportation			147,560

Operation of Non-Instructional Services

Food Service

Food Supplies	\$	500	
Food Service Equipment		97,677	
Total Food Service			98,177

(Continued)

Exhibit L-9

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

School Federal Projects Fund (Cont.)

Capital Outlay

Regular Capital Outlay

Building Construction	\$	500,866	
Building Improvements		2,311,906	
Total Regular Capital Outlay			\$ 2,812,772

Total School Federal Projects Fund \$ 11,408,840

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	71,353	
Accountants/Bookkeepers		57,539	
Salary Supplements		1,881	
Clerical Personnel		82,587	
Cafeteria Personnel		1,403,755	
Social Security		93,450	
Pensions		71,530	
Life Insurance		1,666	
Medical Insurance		378,495	
Dental Insurance		14,340	
Unemployment Compensation		275	
Local Retirement		6,200	
Employer Medicare		21,855	
Retirement - Hybrid Stabilization		456	
Dues and Memberships		1,200	
Maintenance and Repair Services - Equipment		32,616	
Pest Control		6,125	
Transportation - Other than Students		17,196	
Travel		2,853	
Disposal Fees		76,884	
Permits		1,280	
Other Contracted Services		37,928	
Food Preparation Supplies		191,733	
Food Supplies		2,052,956	
USDA - Commodities		299,785	
Other Supplies and Materials		12,617	
Workers' Compensation Insurance		20,000	
In Service/Staff Development		23,986	
Other Charges		298	
Food Service Equipment		189,104	
Total Food Service			\$ 5,171,943

Total Central Cafeteria Fund 5,171,943

(Continued)

Exhibit L-9

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

School Transportation Fund

Support Services

Transportation

Supervisor/Director	\$	49,751	
Mechanic(s)		207,844	
Bus Drivers		878,506	
Clerical Personnel		32,852	
Other Salaries and Wages		176,406	
Social Security		77,640	
Pensions		70,100	
Life Insurance		1,277	
Medical Insurance		21,311	
Dental Insurance		11,670	
Local Retirement		5,580	
Employer Medicare		19,430	
Retirement - Hybrid Stabilization		6,964	
Communication		4,139	
Towing Services		3,600	
Disposal Fees		40	
Other Contracted Services		35,532	
Diesel Fuel		450,920	
Garage Supplies		5,188	
Gasoline		44,508	
Lubricants		12,716	
Tires and Tubes		22,065	
Vehicle Parts		101,387	
Other Supplies and Materials		2,484	
Vehicle and Equipment Insurance		134,312	
Workers' Compensation Insurance		50,000	
In Service/Staff Development		2,640	
Other Charges		4,911	
Transportation Equipment		2,957	
Total Transportation			\$ 2,436,730

Total School Transportation Fund \$ 2,436,730

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	210,092
Social Security		12,967
Pensions		1,576
Life Insurance		33
Medical Insurance		4,166
Dental Insurance		30
Local Retirement		500
Employer Medicare		3,033
Retirement - Hybrid Stabilization		17
Travel		2,271

(Continued)

Exhibit L-9

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

<u>Extended School Program Fund (Cont.)</u>			
<u>Operation of Non-Instructional Services (Cont.)</u>			
<u>Community Services (Cont.)</u>			
Food Supplies	\$	552	
Other Supplies and Materials		3,155	
Other Charges		4,402	
Total Community Services		<u>4,402</u>	\$ <u>242,794</u>
Total Extended School Program Fund			\$ 242,794
<u>Internal School Fund</u>			
<u>Operation of Non-Instructional Services</u>			
<u>Community Services</u>			
Other Charges	\$	2,486,022	
Total Community Services		<u>2,486,022</u>	\$ <u>2,486,022</u>
Total Internal School Fund			2,486,022
<u>Education Capital Projects Fund</u>			
<u>Capital Projects</u>			
<u>Education Capital Projects</u>			
Trustee's Commission	\$	58,767	
Building Improvements		9,074,556	
Other Equipment		435,060	
Total Education Capital Projects		<u>9,568,383</u>	\$ <u>9,568,383</u>
Total Education Capital Projects Fund			<u>9,568,383</u>
Total Governmental Funds - Roane County School Department			<u>\$ 92,819,446</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

Roane County Executive and
Board of County Commissioners
Roane County, Tennessee

To the County Executive 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements as listed in the table of contents, and have issued our report thereon dated December 28, 2023. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Roane County School Department (a discretely presented component unit) and the discretely presented Roane County Industrial Development Board as described in our report on Roane County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Roane 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 Roane County's internal control. Accordingly, we do not express an opinion on the effectiveness of Roane County's internal control.

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

combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a certain deficiency, described in the Schedule of Findings and Questioned Costs, that we consider to be a significant deficiency: 2023-001.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Roane County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

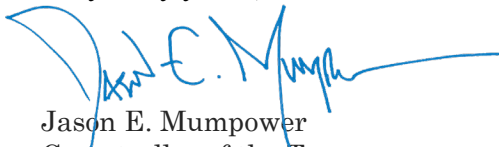
Roane County's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on Roane County's response to the finding identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Roane County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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 Roane 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 28, 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

Roane County Executive and
Board of County Commissioners
Roane County, Tennessee

To the County Executive and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Roane 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 Roane County's major federal programs for the year ended June 30, 2023. Roane 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, Roane 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 Roane 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 Roane 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 Roane 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 Roane 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 Roane 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 Roane 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 Roane 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 Roane 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements. We issued our report thereon dated December 28, 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 28, 2023

JEM/gc

Roane County, Tennessee, and the Roane County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (5)
For the Year-Ended June 30, 2023

Federal/Pass-Through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed Through Department of Agriculture:			
Child Nutrition Cluster (3):			
Rebate of Storage and Distribution Fees	10.555	N/A	\$ 13,272 (4)
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	299,785 (4)
Passed Through Department of Education:			
Child Nutrition Cluster (3):			
National School Lunch Program	10.555	N/A	3,754,430 (4)
Fresh Fruit and Vegetable Program	10.582	N/A	24,143
COVID 19 - Pandemic EBT Administrative Costs	10.649	N/A	3,135
Passed Through East Tennessee Human Resources Agency:			
Child and Adult Care Food Program	10.558	N/A	106,121
Total U.S. Department of Agriculture			<u>\$ 4,200,886</u>
U.S. Department of Justice:			
Passed Through State Department of Finance and Administration:			
Crime Victim Assistance	16.575	(6)	\$ 3,313
Edward Byrne Memorial Justice Assistance Grant Program	16.738	(6)	61,597
Direct Program:			
Bulletproof Vest Partnership Program	16.607	N/A	6,241
Total U.S. Department of Justice			<u>\$ 71,151</u>
U.S. Department of Transportation:			
Passed Through State Department of Safety and Homeland Security:			
Highway Safety Cluster (3):			
State and Community Highway Safety	20.600	(6)	\$ 21,333
Total U.S. Department of Transportation			<u>\$ 21,333</u>
U.S. Department of the Treasury:			
Direct Program:			
COVID 19 - Coronavirus State And Local Fiscal Recovery Funds	21.027	N/A	\$ 4,061,802
Total U.S. Department of the Treasury			<u>\$ 4,061,802</u>
U.S. Department of Energy:			
Passed Through State Department of Military:			
Environmental Monitoring/Cleanup, Cultural and Resource Management, Emergency Response Research, Outreach, Technical Analysis	81.214	(6)	\$ 51,120
Total U.S. Department of Energy			<u>\$ 51,120</u>
U.S. Department of Education:			
Passed Through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 2,009,103
Special Education Cluster (3):			
Special Education - Grants to States	84.027	N/A	1,987,443
Special Education - Preschool Grants	84.173	N/A	116,641
Career and Technical Education - Basic Grants to States	84.048	N/A	135,726
Rural Education	84.358	N/A	93,989
Supporting Effective Instruction State Grants	84.367	N/A	187,612
Student Support and Academic Enrichment Program	84.424	N/A	176,577
COVID 19 - Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund (Planning Grant) (ESSER II)	84.425D	N/A	2,293,578 (4)
COVID 19 - Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund (Early Literacy Network) (ESSER II)	84.425D	N/A	40,000 (4)
COVID 19 - Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund (TN ALL Corps) (ESSER II)	84.425D	N/A	351,283 (4)
COVID 19 - Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund (ESSER ARP Homeless)	84.425W	N/A	16,905 (4)
COVID 19 - Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	3,668,337 (4)
Total U.S. Department of Education			<u>\$ 11,077,194</u>

(Continued)

Roane County, Tennessee, and the Roane County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (5) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Election Assistance Commission:			
Passed Through Tennessee Secretary of State: 2018 HAVA Election Security Grants	90.404	(6)	\$ 10,713
Total U.S. Election Assistance Commission			<u>\$ 10,713</u>
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	(6)	\$ 256,276 (4)
Passed Through State Department of Education:			
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	(6)	465,850 (4)
Public Health Emergency Response: Cooperative Agreement for Emergency Response:			
Public Health Crisis Response	93.354	(6)	114,135
Temporary Assistance for Needy Families	93.558	(6)	203,745
Passed Through State Department of Human Services:			
Child Support Enforcement CCDF Cluster (3):	93.563	(6)	41,298
Child Care and Development Block Grant	93.575	(6)	239,709
Total U.S. Department of Health and Human Services			<u>\$ 1,321,013</u>
U.S. Department of Homeland Security:			
Passed Through State Department of Military:			
Homeland Security Grant Program	97.067	(6)	\$ 13,511
Total U.S. Department of Homeland Security			<u>\$ 13,511</u>
Total Expenditures of Federal Grants			<u>\$ 20,828,723</u>

State Grants		Contract Number	
State Supplement Juvenile Court Improvement Funds Grant - State Department of Children's Services	N/A	(6)	\$ 13,500
Coordinated School Health - State Department of Education	N/A	(6)	83,055
CTE Stem Grant - State Department of Education	N/A	(6)	24,856
Early Childhood Education - State Department of Education	N/A	(6)	624,399
Family Resource Center - State Department of Education	N/A	(6)	29,091
Innovative School Models - State Department of Education	N/A	(6)	64,285
Learning Camps - State Department of Education	N/A	(6)	360,177
Lottery for Education-Afterschool Programs - State Department of Education	N/A	(6)	188,211
Safe Schools Grant - State Department of Education	N/A	(6)	123,070
School Health Profiles Survey - State Department of Education	N/A	(6)	750
School Resource Officer Grant - State Department of Education	N/A	(6)	28,375
Summer Learning Transportation - State Department of Education	N/A	(6)	94,567
Youth Wellness Survey - State Department of Education	N/A	(6)	1,250
Local Health Services - State Department of Health	N/A	(6)	491,253
Child Care Assistance - State Department of Human Services	N/A	(6)	7,487
Tennessee Certified Recovery Court - State Department of Mental Health and Substance Abuse Services	N/A	(6)	44,776
Litter Program - State Department of Transportation	N/A	Z21LIT073	21,359
Supporting Postsecondary Access in Rural Counties (SPARC) - Tennessee Higher Education Commission	N/A	(6)	95,158
Training Opportunities for the Public Grant - Tennessee Secretary of State	N/A	(6)	<u>9,980</u>
Total State Grants			<u>\$ 2,305,599</u>

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) Roane County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) Child Nutrition Cluster total \$4,091,630; Highway Safety Cluster total \$21,333; Special Education Cluster total \$2,104,084; CCDF Cluster total \$239,709.
- (4) Total for FAL No. 10.555 is \$4,067,487; total for FAL No. 84.425 \$6,370,103; total for FAL No. 93.323 is \$722,126.
- (5) No amounts (\$0) were passed-through to subrecipients.
- (6) Information not available.

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

Prior-year Financial Statement Findings

There were no prior-year financial statement findings to report.

Prior-year Federal Awards Findings

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

ROANE COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2023

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Roane 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 Numbers: 84.027 and 84.173 Special Education Cluster:
Special Education Grants to States,
Special Education - Preschool Grants
 - * Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDING RELATED TO THE FINANCIAL STATEMENTS

A finding and recommendation, as a result of our audit, is presented below. We reviewed the finding and recommendation with management to provide an opportunity for their response. A written response for the finding is paraphrased and presented following the finding and recommendation. Management's corrective action plan, whether related to the financial statements or federal awards, is 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 DIRECTOR OF ACCOUNTS AN BUDGETS

FINDING 2023-001 **APPROPRIATIONS EXCEEDED ESTIMATED**
AVAILABLE FUNDS IN THE EDUCATION CAPITAL
PROJECTS FUND
(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

The budget and subsequent amendments approved by the county commission for the discreetly presented Roane County School Department's Education Capital Projects Fund resulted in appropriations exceeding estimated available funding by \$1,188,801. Sound budgetary principles dictate that appropriations should be held within estimated available funding. This deficiency was the result of a lack of management oversight.

RECOMMENDATION

Appropriations that exceed estimated available funding should not be submitted to the county commission, and the county commission should not approve such appropriations.

MANAGEMENT'S RESPONSE – DIRECTOR OF ACCOUNTS AND BUDGETS

I concur with the finding. During the original budget process there were budgeted amounts in the Education Capital Project sub fund maintenance (MMT) that caused the negative budgeted fund balance. This error went undetected due to a change in administration at the school board and my office did not catch the error until it was too late to present a resolution to the school board prior to requesting the change from the county commission.

We want the readers to understand that this was only related to the budgeted revenues and expenditures. No actual funds have been misappropriated. I have confidence that this error will not happen again under the watch of both administrators.

We will review all budgets on a regular basis and adjust accordingly our budget projections for capital projects.

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.

Roane 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
-------------------	------------------	---------------------------------------

OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS

2023-001	Appropriations exceeded estimated available funds in the Education Capital Projects Fund.	277
----------	---	-----

