

COMPREHENSIVE ANNUAL FINANCIAL REPORT
BEDFORD COUNTY, TENNESSEE

FOR THE YEAR ENDED JUNE 30, 2020



COMPREHENSIVE ANNUAL FINANCIAL REPORT
BEDFORD COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2020

Report Prepared by:

ROBERT DANIEL, CPA
Finance Director
Bedford County, Tennessee

Independent Audit Performed by:

COMPTROLLER OF THE TREASURY
JUSTIN P. WILSON

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

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Audit Manager

SHERRIE GILL, CFE
Senior Auditor

CHRIS HUGHES
KAYLAN CALTON
MEGAN UHLS
CHRISVONTA SMITH
State Auditors

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

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Summary of Audit Findings

Comprehensive Annual Financial Report
Bedford County, Tennessee
For the Year Ended June 30, 2020

Scope

We have audited the basic financial statements of Bedford County as of and for the year ended June 30, 2020.

Results

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

Our audit resulted in no findings.

INTRODUCTORY SECTION



BEDFORD COUNTY, TENNESSEE

Letter of Transmittal

November 6, 2020

To the Honorable Chad Graham, County Mayor,
Board of County Commissioners, and Citizens of
Bedford County, Tennessee

The Comprehensive Annual Financial Report of Bedford County, Tennessee, for the year ended June 30, 2020, is hereby submitted as required by state statutes. These statutes require that all local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by the State of Tennessee's Comptroller of the Treasury, Division of Local Government Audit, or by independent public accountants within six months of the close of each fiscal year. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Bedford County, Tennessee. This report was prepared by the county's finance department in conjunction with the above state agency.

Management assumes full responsibility for the completeness and reliability of all the information contained in this report based upon a comprehensive internal control framework that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The State of Tennessee's Comptroller of the Treasury, Division of Local Government Audit has issued an unmodified ("clean") opinion on the financial statements of Bedford County, Tennessee, for the fiscal year ended June 30, 2020. The independent auditor's report is presented at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the report of the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

Bedford County was established on December 4, 1807, by Public Act of the State of Tennessee. The county is named after Thomas Bedford, Jr., an American Revolutionary War hero. One odd fact about Bedford County is that, if the state senate journal is accurate, in the rush of business to pass the bill to create the county, the state senate failed to read and adopt the bill on three readings on three separate days, which was required by state constitutional provisions to create a Tennessee county. Bedford County is in the southern middle part of the state and borders Rutherford, Lincoln, Coffee, Moore, and Marshall counties. The county has a land mass of approximately 303,148 acres (474 square miles) and serves an estimated population of 49,713.

Bedford County operates as a political subdivision of the state as provided by the Tennessee Constitution. Bedford County, as a political subdivision of the state, is subject to control by the Tennessee General Assembly, and the county has no authority except that expressly given by state statutes. Bedford County is empowered to levy a property tax on both real and personal properties located within its boundaries.

Bedford County operates under a County Mayor – County Commission form of government as provided by state statutes. The Bedford County Commission consists of an 18-member board elected in nine districts within the county. Policymaking and legislative authority is vested in the Bedford County Commission. The county commission is responsible for various tasks, including but not limited to, adopting the annual budget, setting the property tax levy, appointing various boards and committees, and passing local ordinances. The county mayor is popularly elected for a four-year term and is the county's manager and chief financial officer. He is responsible for carrying out policies and ordinances of the county commission, overseeing the day-to-day operations of the government, and appointing or recommending for appointment various department heads. In addition, he serves as chairperson of the county commission and as a member of most committees.

Bedford County provides a full range of essential services, including police and fire protection; solid waste disposal; emergency medical services; emergency management planning; and construction and maintenance of highways, streets, and other infrastructure. Bedford County also is financially responsible for a legally separate school district, which is reported separately within its financial statements. Additional information on this legally separate entity along with the county's other discretely presented component unit can be found in Note I.A. in the notes to the financial statements.

Bedford County is required to adopt an annual budget in compliance with state statutes. The annual budget serves as the foundation for Bedford County's financial planning and control. As required, each department submits an itemized statement of appropriations needed for the upcoming year to the director of finance. Each fiscal year, the director of finance submits a consolidated budget to the Financial Management Committee. According to Section 5-21-110, *Tennessee Code Annotated*, "in preparing the budget, the budget committee may revise, as it deems necessary, the estimates or requests made by the various department officials, offices, institutions, and agencies of the county, but any county official or employee shall be entitled to a hearing before the budget committee with reference to any contemplated changes in the county official's or employee's budget requests or estimates." The proposed budget of the Financial Management Committee is published in a

paper of general circulation at least ten days before the Financial Management Committee conducts a public hearing on the budget. The county commission may alter or revise the budget before adoption except for debt service. The county commission adopts a budget before the end of July. The county director of finance, upon the request of a department head, except for salary and benefit related line-items, may transfer appropriations between line-items within a department. Transfers of appropriations between line-items, including salary and related line-items, within a department may be made by the Financial Management Committee. Transfers between departments require the approval of the Bedford County Commission.

Local Economy

Bedford County is predominately a manufacturing and agricultural county. Major industries located within the Bedford County's boundaries include a hospital, nursing homes, deep chill processing and perishable food distributor, manufacturers of writing instruments, school supplies, printing and engraving supplies, automobile cooling/heating exhausts, retail stores, and several financial institutions. The school system and Bedford County also have a significant economic presence, employing 1,094 teachers, professionals and support staff.

As of July 2020, Bedford County had an estimated labor force of 20,047 with 18,191 employed. Bedford County's unemployment rate is slightly above the state average of 9.5 percent.

Median household incomes within Bedford County are lower than the state as a whole. According to the latest estimate from the US Census Bureau, the state's median household income was \$50,972 and the county's was \$48,945 in 2019. Bedford County had a population of 49,713. This is an increase of 10.3 percent since the 2010 census. The median price of a single home in Bedford County was \$140,500.

Due to its strong financial position, Bedford County received a credit rating of AA from S&P Global Ratings in 2019. Bedford County has maintained a credit rating of Aa3 from Moody's Investor Service since 2011, which is the highest bond rating in the history of the county and shows the county has a very strong capacity to meet its financial commitments.

There are many significant factors that will undoubtedly contribute to the continued growth of our economy. One factor is that Bedford County is within a day's drive of 75 percent of the nation's markets and only minutes from three major interstates.

Bedford County is experiencing a boom in construction. A new jail/justice center was completed in December of 2019. The new Cascade High School was completed in August 2019. An additional wing at Learning Way Elementary School was completed in August 2020. Uncle Nearest Distillery, a whiskey production facility, tasting room, retail store and bottling house on Highway 231 North of Shelbyville opened its production complex in September 2020, to the public on a limited basis. The distillery is renovating a second building, adding a large building that will house a barbeque smoker as well as planning to build a new distillery. The county and city transferred approximately 20 acres of land in the new 231 North Business Park for a new campus for the Tennessee College of Applied Technology (TCAT) in August 2020. The TCAT campus would be one of three proposed for Tennessee. TCAT will use the new site for

expansion and eventually as the main campus. A state grant of \$2,200,000 was awarded in August 2020, to United Communications to bring broadband internet to 756 homes in Bedford and Rutherford County. Bedford County and the City of Shelbyville have funded a position for a joint economic development director. The director will assist in recruiting prospective businesses and industries to locate or expand to the area. Construction is nearing completion for a 3 1/2-mile segment of Highway 41A, from State Route 276 (Thompson Creek Road) to Jenkins Road, for a cost of \$31.8 million. Completion of the current segment is expected by 2021.

Long-term Financial Planning and Major Initiatives

Unassigned fund balance in the General Fund at year end was 10.4 percent of total General Fund current-year expenditures and exceeds the amount set by policy (three percent of current-year expenditures). The excess is available to cover revenue shortfalls, unanticipated expenditures, and to ensure stable tax rates.

To better serve the needs of the commission and the public, the commission adopted a fund balance policy in the General Debt Service Fund. The policy requires a minimum of three percent of expenditures. The General Debt Service Fund policy requires revenues meet the actual debt requirements. Additionally, the policy of the county requires that at the beginning of each fiscal year, the county will maintain an adequate amount in cash or investments in the debt service fund that will meet cash flow needs. Also, the Bedford County Commission and the Bedford County Financial Management Committee has adopted a county Debt Policy.

Current initiatives include the construction of a new elementary school north of Shelbyville and an addition to Community High School in Unionville.

Bedford County adopted the County Financial Management System of 1981 in November 2006. This local option law created a county financial management office. In April 2007, the county hired a certified public accountant as its first director of finance. Through great efforts by the director of finance and his staff, the county prepared financial statements in accordance with Generally Accepted Accounting Principles (GAAP) and received its first unqualified financial statement audit in at least 20 years.

Relevant Financial Policies

Bedford County has adopted a set of financial management policies. During the current year, none of the policies were particularly relevant. However, the State of Tennessee requires the adoption of a balanced operating budget (i.e. estimated revenues equal to or in excess of appropriations). Estimated revenues were less than appropriations (\$22,392,893 v. \$26,953,469). In such cases, the appropriation of fund balance is used to close the gap. The amount necessary for this purpose in the original budget was \$3,751,267, which increased to \$4,560,576 in the final amended budget. However, thanks to increases in revenues and measures taken during the year to control expenditures, Bedford County ultimately had to spend only \$1,416,525 to close the operating deficit for the year.

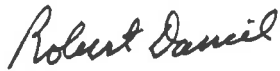
Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Bedford County for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2019. This was the eleventh consecutive year that Bedford County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the county had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. However, we believe that our current CAFR continues to conform to the Certificate of Achievement for Excellence in Financial Reporting Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been possible without the skill, effort and dedication of the entire Department of Finance. We wish to thank all government departments for their assistance in providing the data necessary to prepare this report. Credit is due to the county mayor and the commission for their unfailing support for maintaining the highest standards of professionalism in the management of Bedford County.

Sincerely,

A handwritten signature in black ink, reading "Robert Daniel". The signature is written in a cursive, flowing style.

Robert Daniel, CPA, CGFM
Director of Finance



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

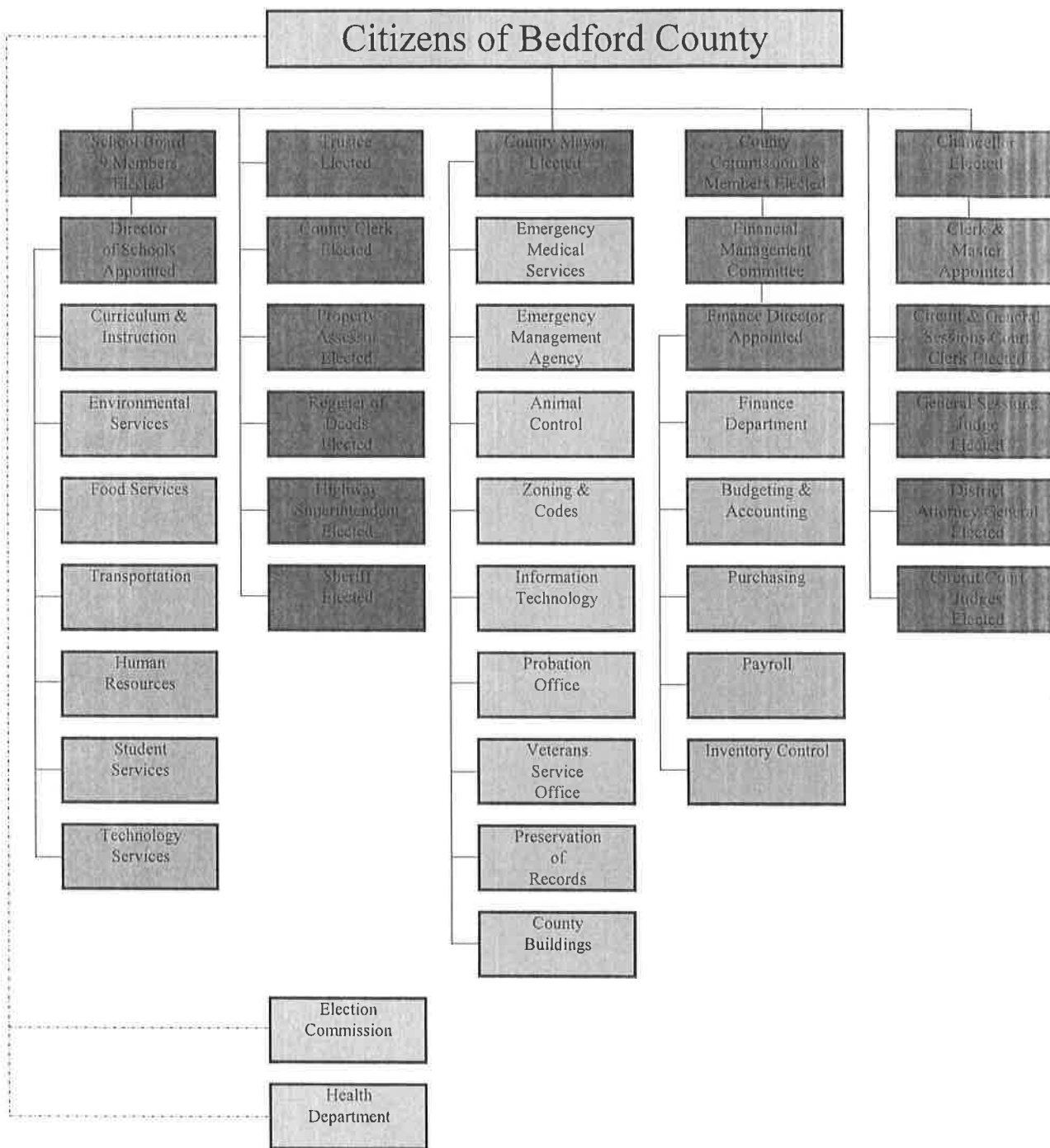
**Bedford County
Tennessee**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO



Note(s)

Denotes state appointment

Bedford County Officials
June 30, 2020

Officials

Chad Graham, County Mayor
Mark Clanton, Highway Superintendent
Don Embry, Superintendent of Schools
Tonya Davis, Trustee
Ronda Clanton, Assessor of Property
Donna Thomas, County Clerk
Michelle Murray, Circuit and General Sessions Courts Clerk
Curt Cobb, Clerk and Master
John H. Reed, Jr., Register of Deeds
Austin Swing, Sheriff
Robert Daniel, Director of Finance

Board of County Commissioners

| | |
|-------------------------------------|------------------|
| Chad Graham, County Mayor, Chairman | Linda Yockey |
| Don Gallagher | Bill Anderson |
| Brent Smith | Chasity Gunn |
| Greg Vick | Julie Sanders |
| Tony Smith | Sylvia Pinson |
| Jimmy Patterson | John Brown |
| Janice Brothers | Ed Castleman |
| Anita Epperson | Mark Thomas |
| Brian Farris | P.T. Biff Farrar |
| Jeff Sweeney | |

Board of Education

| | |
|-------------------------|-----------------|
| John Boutwell, Chairman | Andrea Anderson |
| David Brown | Nicole Cashion |
| Brian Crews | Dan Reed |
| Michael Cook | Glenn Forsee |
| Diane Neeley | |

(Continued)

Bedford County Officials (Cont.)

Financial Management Committee

Chad Graham, County Mayor, Chairman
Mark Clanton, Highway Superintendent
Don Embry, Superintendent of Schools
Janice Brothers
Linda Yockey
Don Gallagher
Tony Smith

Audit Committee

Bailey Little, Chairman
Virgil Johnson
Sheila Rourke

FINANCIAL SECTION



JUSTIN R. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

Independent Auditor's Report

Bedford County Mayor and
Board of County Commissioners
Bedford, Tennessee

To the County Mayor and Board of County Commissioners:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bedford County, Tennessee, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented Bedford County Emergency Communications District, which represent two percent, two percent, and two percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented Bedford County Emergency Communications District, is based solely on the reports of the other auditors. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bedford County, Tennessee, as of June 30, 2020, and the respective changes in financial position and the respective budgetary comparison 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the schedules of changes in the county's and school's net pension liability (asset) and related ratios, schedules of county and school contributions, schedule of school's proportionate share of the net pension assets, and schedules of funding progress in the county's and school's – other postemployment benefits plans, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors 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 and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Bedford 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 Bedford County School Department (a discretely presented component unit), miscellaneous schedules and other information such as the introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is also presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the 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 Bedford County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 Bedford County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

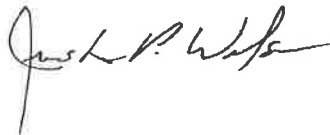
The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 6, 2020, on our consideration of Bedford 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 Bedford 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 Bedford County's internal control over financial reporting and compliance.

Very truly yours,

A handwritten signature in black ink, appearing to read "Justin P. Wilson". The signature is fluid and cursive, with a large initial "J" and a stylized "W".

Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

November 6, 2020

JPW/yu

Bedford County, Tennessee
Management's Discussion and Analysis
For the Year Ended June 30, 2020

As management for Bedford County, Tennessee, we offer readers of Bedford County's financial statements, this narrative overview and analysis of the financial activities of Bedford County for the year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets and deferred outflows of Bedford County exceeded liabilities and deferred inflows at the close of the most recent fiscal year by \$15,584,298 (net position). Of this amount, a negative \$26,135,784 represents unrestricted net position.
- Bedford County's total net position increased by \$7,471,073.
- At the close of the current fiscal year, Bedford County's governmental funds reported combined fund balances of \$34,197,175, a decrease of \$540,343 in comparison with the prior year. Approximately 7.4 percent of this amount or \$2,526,538 is available for spending at the county's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unrestricted fund balance (the total of the *committed*, *assigned*, and *unassigned* components of *fund balance*) for the General Fund was \$10,182,061, or approximately 41.9 percent of total General Fund expenditures.
- Bedford County's total outstanding long-term debt increased by \$3,920,997 or approximately 4.2 percent during the current fiscal year.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to Bedford County's basic financial statements. Bedford County's basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) the notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of Bedford County's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of Bedford County's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Bedford County is improving or deteriorating.

The *statement of activities* presents information showing how Bedford County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Bedford County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Bedford County include general government; finance; administration of justice; public safety; public health and welfare; social, cultural, and recreational services; agriculture and natural resources; highway/public works; education; and interest on long-term debt.

The government-wide financial statements include not only Bedford County government itself (known as the *primary government*), but also a legally separate school system for which the Bedford County government is financially accountable. These statements also include a legally separate E-911 district. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on Exhibits A and B of this report.

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. Bedford County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Bedford County can be divided into three categories: governmental funds, proprietary funds, and fiduciary 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 assessing a government's near-term financing requirements.

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

Bedford County maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement

of revenues, expenditures, and changes in fund balances for the General, Highway/Public Works, General Debt Service, and General Capital Projects funds, which are considered to be major funds. Data from the other three 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 in the combining and individual fund statements and schedules of this report.

Bedford County adopts an annual appropriated budget for the primary government's General Fund, most special revenue funds, the General Debt Service Fund, the General Capital Projects Fund, the discretely presented school department's General Purpose School Fund and special revenue funds. Budgetary comparison statements have been provided for these funds to demonstrate compliance with their budgets.

The basic governmental fund financial statements can be found in Exhibits C-1 through C-6 of this report.

Proprietary funds. Bedford County does not maintain any proprietary funds.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds are *not* available to support Bedford County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statement can be found on Exhibit D of this report.

Notes to the financial statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found in the table of contents.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning pension information and other postemployment benefits information. This required information has been presented in the required supplementary information section of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the required supplementary information. Combining and individual fund statements and schedules can be found in the table of contents.

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of Bedford County, assets and deferred outflows exceeded liabilities and deferred inflows by \$15,584,298 at the close of the most recent fiscal year. The Constitution for the State of Tennessee only allows the local legislative body authorization to issue debt. Therefore, whenever the Bedford County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by the

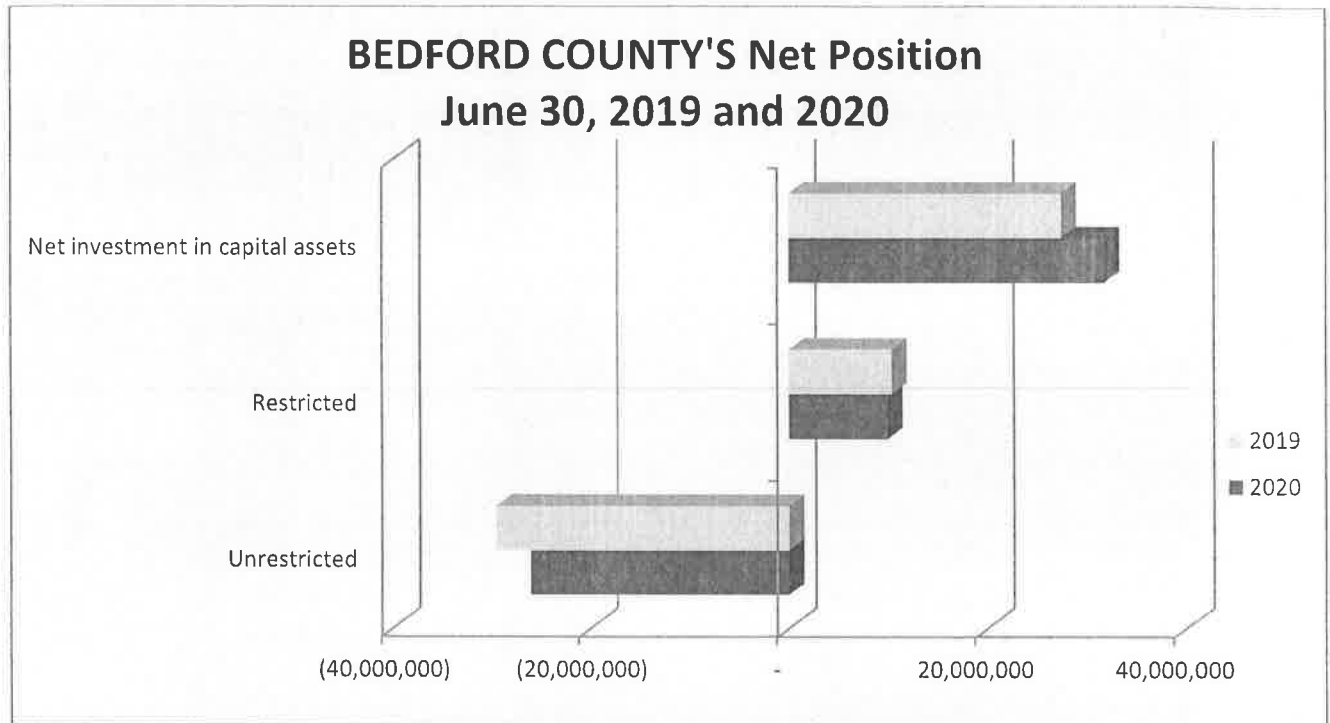
Bedford County government. As of June 30, 2020, Bedford County had outstanding debt totaling \$57,983,655 (including unamortized premiums on debt) for capital purposes of the Bedford County Board of Education, but the capital assets are reported in the financial statements of the Bedford County Board of Education. Bedford County has incurred the related liability increasing its unrestricted net position with a corresponding increase in the county's capital assets.

BEDFORD COUNTY'S Net Position

| | Governmental Activities | |
|--------------------------------------|----------------------------|-----------------------|
| | 2019-20 | 2018-19 |
| Current and Other Assets | \$ 59,008,287 | \$ 61,756,291 |
| Capital Assets | 72,128,100 | 60,737,798 |
| Total Assets | <u>\$ 131,136,387</u> | <u>\$ 122,494,089</u> |
| Total Deferred Outflows of Resources | \$ 873,810 | \$ 1,083,519 |
| Long-term Liabilities | \$ 99,233,135 | \$ 95,286,739 |
| Other Liabilities | 1,116,772 | 4,396,958 |
| Total Liabilities | <u>\$ 100,349,907</u> | <u>\$ 99,683,697</u> |
| Total Deferred Inflows of Resources | \$ 16,075,992 | \$ 15,780,686 |
| Net Position: | | |
| Net Investment in Capital Assets | \$ 31,840,548 | \$ 27,435,479 |
| Restricted | 9,879,534 | 10,274,194 |
| Unrestricted | (26,135,784) | (29,596,448) |
| Total Net Position | <u>\$ 15,584,298</u> | <u>\$ 8,113,225</u> |

By far, the largest portion of Bedford County's net position totaling \$31,840,548 reflects its net investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure). Bedford County uses these capital assets to provide a variety of services to citizens. Accordingly, these assets are not available for future spending. Although Bedford County'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 the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of Bedford County's net position totaling \$9,879,534 represents resources that are subject to external restrictions on how they may be used. Any balance remaining is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.



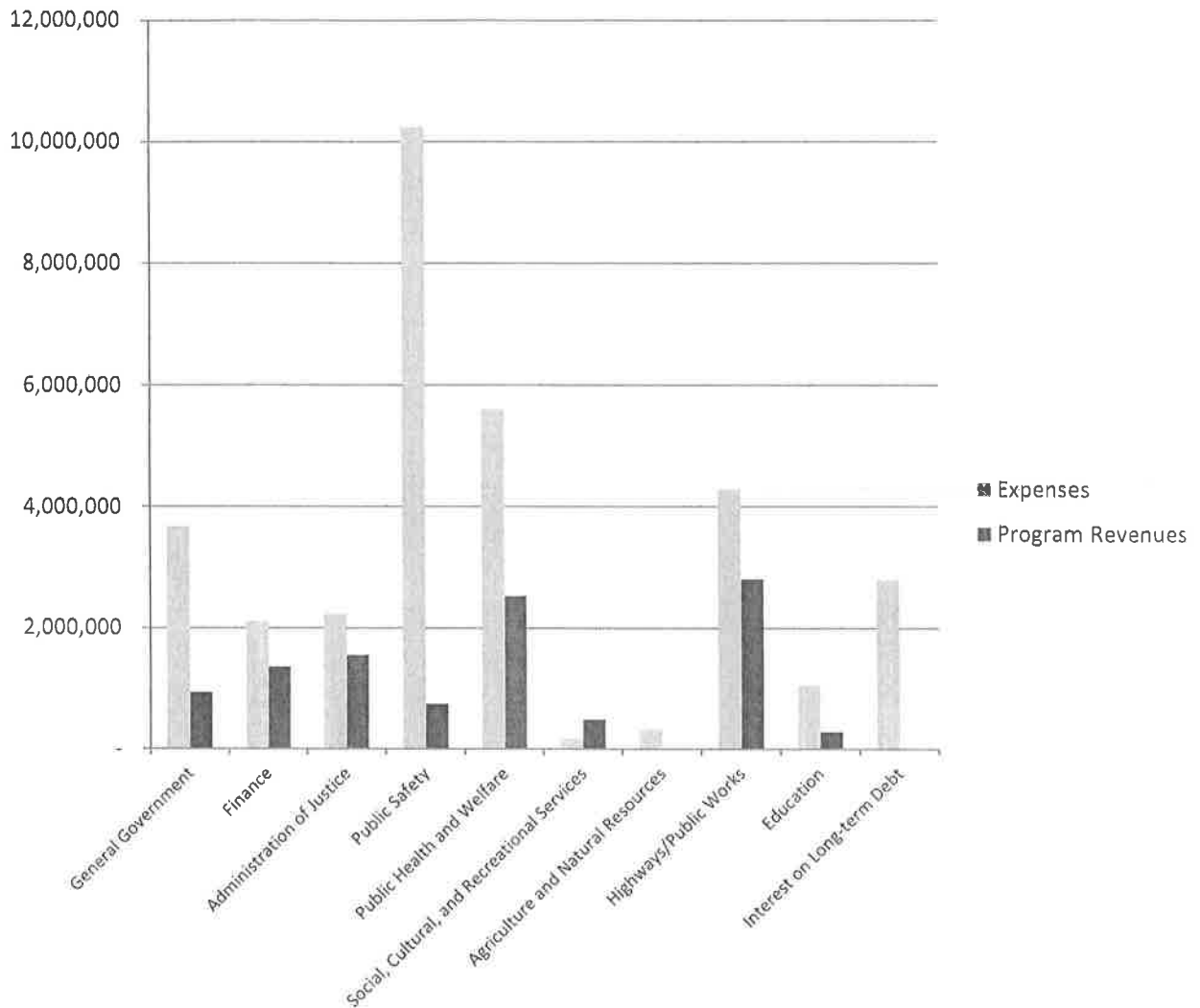
Bedford County's overall net position increased \$7,471,073 from the prior fiscal year. The reason for this overall increase is discussed in the following section for governmental activities.

Governmental activities. During the current fiscal year, net position for governmental activities increased \$7,471,073 from the prior fiscal year for an ending balance of \$15,584,298. The primary reasons for the increase in the overall net position of governmental activities are the purchase of capital assets and the repayment of debt with existing resources due to increased tax revenues and a decrease in contributions to the discretely presented Bedford County School Department.

Bedford County's Changes in Net Position

| | Governmental Activities | |
|---|----------------------------|----------------------|
| | 2019-20 | 2018-19 |
| Revenues: | | |
| Program Revenues: | | |
| Charges for Services | \$ 6,664,334 | \$ 6,748,794 |
| Operating Grants and Contributions | 3,406,463 | 3,482,421 |
| Capital Grants and Contributions | 674,967 | 95,375 |
| General Revenues: | | |
| Property Taxes | 16,233,738 | 14,974,347 |
| Local Option Sales Taxes | 8,282,911 | 7,465,948 |
| Other Taxes | 1,795,188 | 1,902,471 |
| Grants and Contributions Not | | |
| Restricted to Specific Programs | 1,311,658 | 1,514,623 |
| Unrestricted Investment Earnings | 1,033,846 | 1,306,193 |
| Miscellaneous | 618,142 | 684,378 |
| Pension Income | 6,830 | 109,861 |
| Gain on Sale of Capital Assets | | |
| Total Revenues | <u>\$ 40,028,077</u> | <u>\$ 38,284,411</u> |
| Expenses: | | |
| General Government | \$ 3,683,740 | \$ 3,163,715 |
| Finance | 2,114,918 | 1,997,461 |
| Administration of Justice | 2,241,827 | 2,054,551 |
| Public Safety | 10,250,264 | 8,845,070 |
| Public Health and Welfare | 5,608,185 | 4,599,922 |
| Social, Cultural, and Recreational Services | 171,529 | 169,065 |
| Agriculture and Natural Resources | 330,999 | 320,662 |
| Highway/Public Works | 4,287,929 | 3,780,207 |
| Education (Payment to CU) | 1,073,730 | 13,510,000 |
| Interest on Long-term Debt | 2,793,883 | 2,456,951 |
| Total Expenses | <u>\$ 32,557,004</u> | <u>\$ 40,897,604</u> |
| Increase (Decrease) in Net Position | \$ 7,471,073 | \$ (2,613,193) |
| Net position, July 1 | <u>8,113,225</u> | <u>10,726,418</u> |
| Net position, June 30 | <u>\$ 15,584,298</u> | <u>\$ 8,113,225</u> |

Expenses and Program Revenues – Governmental Activities

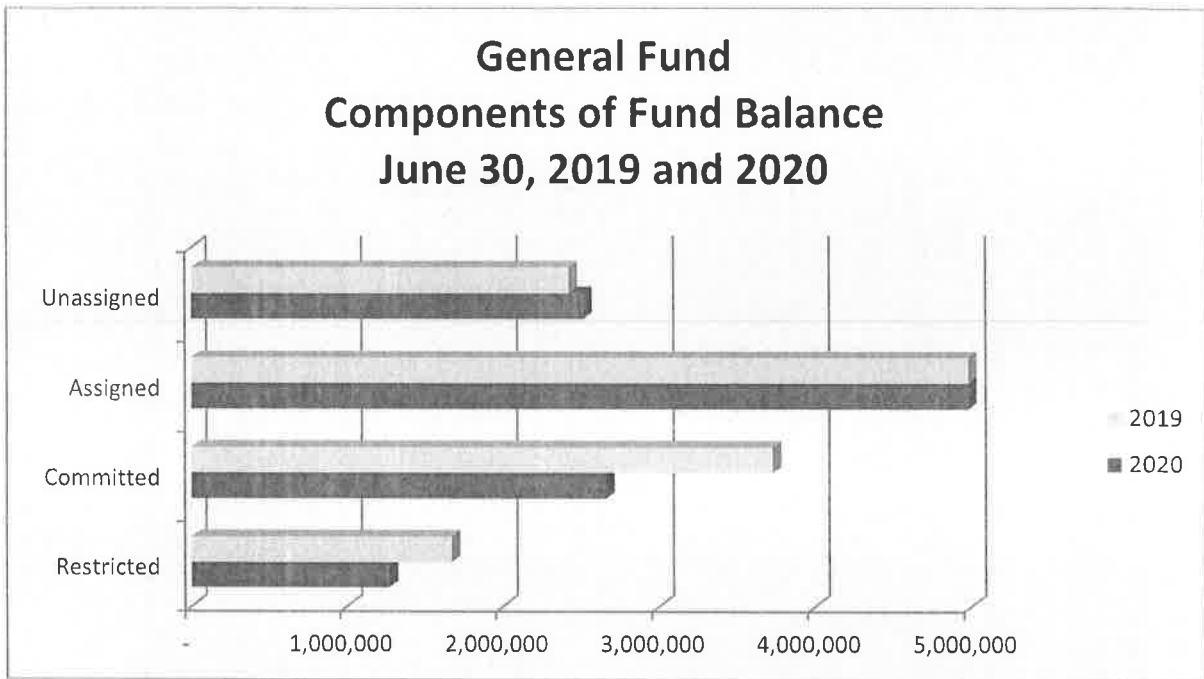


Financial Analysis of the Government's Funds

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

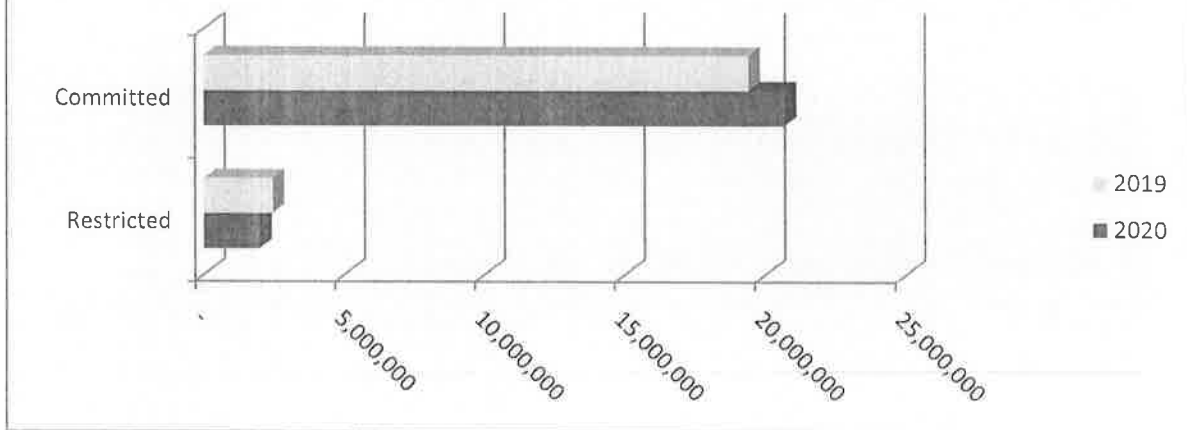
Governmental funds. The focus of Bedford County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Bedford County government's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance that has not yet been limited to use for a particular purpose by either an external party, Bedford County itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the Bedford County Commission.

At June 30, 2020, Bedford County's governmental funds reported combined ending fund balances of \$34,197,175, a decrease of \$540,343, in comparison with the prior year. Approximately 7.4 percent of this amount or \$2,526,538 *constitutes unassigned fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is either restricted, committed, or assigned to indicate that it is 1) restricted for particular purposes (\$3,278,998); 2) committed for particular purposes (\$23,404,192); or 3) assigned for particular purposes (\$4,987,447).



The General Fund is the chief operating fund of Bedford County. At the end of the current fiscal year, unassigned fund balance was \$2,526,538, while total fund balance decreased to \$11,457,564. 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 General Fund expenditures. Unassigned fund balance represents approximately 10.4 percent of total General Fund expenditures, while total fund balance represents approximately 47.1 percent of that same amount.

Other Governmental Funds Components of Fund Balance June 30, 2019 and 2020



The fund balance of Bedford County's General Fund decreased by \$1,370,437 during the current fiscal year. The decrease in the fund balance was primarily due to increased costs in Public Safety of \$610,602 for additional staffing costs for the sheriff's department and \$426,859 in additional staffing associated with the new jail. Additionally, there were increases in Public Health and Welfare related to equipment for the Ambulance/Emergency Medical Services, consisting of \$125,247 for a new ambulance and \$200,600 for new power cots.

The General Debt Service Fund had an increase in fund balance during the current year of \$446,964 to bring the year-end fund balance to \$19,457,770. This increase was primarily due to a reduction of outstanding debt balances.

General Fund Budgetary Highlights

Original budget compared to final budget. During the fiscal year, there were increases to original estimated revenues and original budgeted appropriations. The increase in estimated revenues was not significant except for an increase in Other Local Revenues and Federal Government, which were increased by \$231,345 and \$558,788, respectively. Generally, the movement of the appropriations between the departments was not significant. The exceptions were the appropriation for Ambulance/Emergency Medical Services expenditures in the Public Health and Welfare function, which was increased by \$423,188 and Capital Projects which increased by \$600,000.

The increase in Ambulance/Emergency Medical Services expenditures was due to an increase of \$311,104 related to \$125,247 for a new ambulance and \$200,699 for power cots. The increase of \$600,000 in Capital Projects related to the purchase of Solid Waste garbage trucks totaling \$432,900 and \$127,400 for a new boiler.

Final budget compared to actual results. The most significant differences between estimated revenues and actual revenues in the final budget were in Local Taxes of \$422,393 and Charges for Current Services with \$250,460 more than anticipated.

At the close of the fiscal year, General Fund revenues were \$264,896 more than budgetary estimates. This favorable variance was due primarily to conservative budget estimates for local taxes in anticipation of the current appeals.

A review of actual expenditures compared with the appropriations in the final budget yields no significant variances. At the close of the fiscal year, actual expenditures and encumbrances were \$2,588,321 less than budgetary estimates. Most of the unspent appropriation is in the County Building and Jail line items. The county typically budgets all positions as being filled for the entire year. Because of turnovers, appropriations are normally left unspent in those cost categories. Since public safety and public health and welfare have most of the full-time employment with a higher rate of turnover, these functions typically will have more unspent appropriations than the other functions.

Capital Assets and Debt Administration

Capital assets. Bedford County's investment in capital assets for its governmental funds as of June 30, 2020, totals \$72,128,100 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, other capital assets (includes equipment), and infrastructure (roads, highways, and bridges). The total increase in capital assets for the current fiscal year was approximately 18.8 percent.

Bedford County's Capital Assets (net of depreciation)

| | Governmental Activities | |
|----------------------------|----------------------------|----------------------|
| | 2020 | 2019 |
| Land | \$ 1,231,127 | \$ 1,231,127 |
| Construction in Progress | 1,514,208 | 30,211,353 |
| Buildings and Improvements | 45,027,751 | 5,862,751 |
| Other Capital Assets | 3,812,777 | 2,079,399 |
| Infrastructure | 20,542,237 | 21,353,168 |
| Total | <u>\$ 72,128,100</u> | <u>\$ 60,737,798</u> |

Major capital asset increases during the current fiscal year included the following:

- A new jail/justice center with remaining construction costs of \$11,088,912 was completed and placed in service during the current year.
- Solid Waste garbage trucks at a total cost of \$432,900.
- An ambulance at a cost of \$125,247 and power cots of \$200,600.

Additional information on Bedford County's capital assets can be found in Note IV.B. of the notes to the financial statements.

Long-term debt. At the end of the current fiscal year, Bedford County government had total debt outstanding of \$98,271,207. All debt is backed by the full faith and credit of the government.

Bedford County's Outstanding Debt

| | Governmental Activities | |
|--------------------------|----------------------------|---------------|
| | 2020 | 2019 |
| General Obligation Bonds | \$ 39,175,407 | \$ 41,972,260 |
| Notes Payable | 2,415,800 | 1,400,000 |
| Other Debt Payable | 56,680,000 | 50,977,950 |
| Total | \$ 98,271,207 | \$ 94,350,210 |

Bedford County's total debt increased by \$3,920,997 (4.2 percent) during the current fiscal year.

Currently, state statutes do not limit the amount of general obligation debt a government entity may issue. Due to its strong financial position, Bedford County received a credit rating of AA from S&P Global Ratings in 2019. Bedford County has maintained a credit rating from Moody's Investor Services of Aa3 since October 2011.

Additional information on Bedford County government's long-term debt can be found in Exhibits J-1, J-2, and Note IV.D. of this report.

Economic Factors and Next Year's Budget and Rates

The following economic factors currently affect Bedford County and were considered in developing the 2020-21 fiscal year budget.

- The unemployment rate for Bedford County is currently 9.4 percent, which is 4.4 percent more than the rate was a year ago.
- Bedford County has experienced an upturn in the housing market, which affects several revenue items including excess fees from the register of deeds, development tax and building related permit fees. There was also an increase in local option sales tax collections with a noted increase in internet sales.
- Interest rates are expected to remain at low levels throughout fiscal year 2020-21.

Request for Information

This financial report is designed to provide a general overview of Bedford County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Bedford County Director of Finance, 200 Dover Street, Suite 102, Shelbyville, TN 37160.

BASIC FINANCIAL STATEMENTS

Exhibit A

Bedford County, Tennessee
Statement of Net Position
June 30, 2020

| | Primary Government Governmental Activities | Component Units | |
|--|---|---|---|
| | | Bedford County School Department | Emergency Communications District |
| <u>ASSETS</u> | | | |
| Cash | \$ 53,175 | \$ 4,635 | \$ 2,522,206 |
| Equity in Pooled Cash and Investments | 32,055,347 | 27,132,587 | 0 |
| Inventories | 0 | 117,826 | 0 |
| Accounts Receivable | 5,322,692 | 60,281 | 135 |
| Allowance for Uncollectible | (3,096,133) | (33,177) | 0 |
| Due from Other Governments | 3,191,354 | 1,099,596 | 0 |
| Due from Primary Government | 0 | 0 | 34,697 |
| Property Taxes Receivable | 15,890,084 | 9,120,344 | 0 |
| Allowance for Uncollectible Property Taxes | (327,394) | (187,913) | 0 |
| Prepaid Items | 0 | 0 | 59,854 |
| Net Pension Asset - Agent Plan | 5,919,162 | 3,813,101 | 0 |
| Net Pension Asset - Teacher Retirement Plan | 0 | 394,952 | 0 |
| Net Pension Asset - Teacher Legacy Retirement Plan | 0 | 7,770,164 | 0 |
| Restricted Assets: | | | |
| Security Deposits | 0 | 0 | 100 |
| Amounts Accumulated for Pension Benefits | 0 | 332,680 | 0 |
| Capital Assets: | | | |
| Assets Not Depreciated: | | | |
| Land | 1,231,127 | 2,775,891 | 0 |
| Construction in Progress | 1,514,208 | 0 | 0 |
| Assets Net of Accumulated Depreciation: | | | |
| Buildings and Improvements | 45,027,751 | 96,587,561 | 0 |
| Other Capital Assets | 3,812,777 | 3,560,812 | 260,798 |
| Infrastructure | 20,542,237 | 0 | 0 |
| Total Assets | <u>\$ 131,136,387</u> | <u>\$ 152,549,340</u> | <u>\$ 2,877,790</u> |
| <u>DEFERRED OUTFLOWS OF RESOURCES</u> | | | |
| Pension Changes in Experience | \$ 75,987 | \$ 443,637 | \$ 0 |
| Pension Contributions After Measurement Date | 557,133 | 3,281,421 | 47,731 |
| Pension Changes in Proportion | 0 | 68,586 | 0 |
| Pension Changes in Assumptions | 196,840 | 1,187,597 | 0 |
| OPEB Changes in Experience | 0 | 865,180 | 0 |
| OPEB Changes in Assumptions | 41,716 | 108,025 | 0 |
| OPEB Changes in Proportion | 0 | 34,988 | 0 |
| OPEB Contributions After Measurement Date | 2,134 | 178,545 | 0 |
| Total Deferred Outflows of Resources | <u>\$ 873,810</u> | <u>\$ 6,167,979</u> | <u>\$ 47,731</u> |

(Continued)

Exhibit A

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

| | Primary Government Governmental Activities | Component Units | |
|--|---|---|---|
| | | Bedford County School Department | Emergency Communications District |
| <u>LIABILITIES</u> | | | |
| Accounts Payable | \$ 201,414 | \$ 200,716 | \$ 0 |
| Accrued Payroll | 0 | 0 | 19,561 |
| Accrued Interest Payable | 877,582 | 0 | 0 |
| Compensated Absences Payable | 0 | 0 | 30,938 |
| Payroll Deductions Payable | 0 | 1,425,109 | 5,375 |
| Due to Component Units | 34,697 | 0 | 0 |
| Due to State of Tennessee | 3,079 | 0 | 0 |
| Noncurrent Liabilities: | | | |
| Due Within One Year - Debt | 5,786,400 | 0 | 0 |
| Due Within One Year - Other | 24,548 | 0 | 0 |
| Due in More Than One Year - Debt | 92,484,807 | 0 | 0 |
| Due in More Than One Year - Other | 937,380 | 5,084,073 | 27,204 |
| Total Liabilities | \$ 100,349,907 | \$ 6,709,898 | \$ 83,078 |
| <u>DEFERRED INFLOWS OF RESOURCES</u> | | | |
| Deferred Current Property Taxes | \$ 15,051,521 | \$ 8,639,039 | \$ 0 |
| Pension Changes in Experience | 386,319 | 5,063,983 | 787 |
| Pension Changes in Investment Earnings | 481,400 | 2,546,900 | 162 |
| Pension Changes in Proportion | 0 | 46,015 | 0 |
| OPEB Changes in Experience | 138,550 | 1,018,362 | 0 |
| OPEB Changes in Assumptions | 18,202 | 556,674 | 0 |
| OPEB Changes in Proportion | 0 | 65,389 | 0 |
| Total Deferred Inflows of Resources | \$ 16,075,992 | \$ 17,936,362 | \$ 949 |
| <u>NET POSITION</u> | | | |
| Net Investment in Capital Assets | \$ 31,840,548 | \$ 102,924,264 | \$ 260,798 |
| Restricted for: | | | |
| General Government | 141,886 | 0 | 0 |
| Finance | 84,060 | 0 | 0 |
| Administration of Justice | 780,054 | 0 | 0 |
| Public Safety | 84,657 | 0 | 0 |
| Public Health and Welfare | 199,440 | 0 | 0 |
| Highway/Public Works | 1,976,390 | 0 | 0 |
| Capital Projects | 693,885 | 0 | 0 |
| Education | 0 | 2,804,441 | 0 |
| Pensions | 5,919,162 | 12,310,897 | 0 |
| Unrestricted | (26,135,784) | 16,031,457 | 2,580,696 |
| Total Net Position | \$ 15,584,298 | \$ 134,071,059 | \$ 2,841,494 |

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

Exhibit B

Bedford County, Tennessee
Statement of Activities
For the Year Ended June 30, 2020

| Net (Expense) Revenue and Changes in Net Position | | | | | | | | | |
|---|----------------------|------------------------------------|----------------------------------|----------------------------------|---------------------------------|-----------------------------------|--------------|--------------|-----------|
| Functions/Programs | Program Revenues | | | | Primary Governmental Activities | Component Units | | | |
| | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Bedford County School Department | | Emergency Communications District | | | |
| | | | | | | | | | |
| Primary Government: | | | | | | | | | |
| Governmental Activities: | | | | | | | | | |
| General Government | \$ 3,683,740 | \$ 905,567 | \$ 32,902 | \$ 0 | \$ (2,745,271) | \$ 0 | \$ 0 | \$ 0 | 0 |
| Finance | 2,114,918 | 1,362,056 | 0 | 0 | (752,862) | 0 | 0 | 0 | 0 |
| Administration of Justice | 2,241,827 | 1,548,378 | 9,000 | 0 | (684,449) | 0 | 0 | 0 | 0 |
| Public Safety | 10,250,264 | 640,737 | 88,452 | 21,065 | (9,500,010) | 0 | 0 | 0 | 0 |
| Public Health and Welfare | 5,608,185 | 2,053,597 | 478,063 | 0 | (3,076,525) | 0 | 0 | 0 | 0 |
| Social, Cultural, and Recreational Services | 171,529 | 130,728 | 0 | 363,692 | 322,891 | 0 | 0 | 0 | 0 |
| Agriculture and Natural Resources | 330,999 | 9,300 | 1,000 | 0 | (320,699) | 0 | 0 | 0 | 0 |
| Highways | 4,287,929 | 13,971 | 2,797,046 | 0 | (1,476,912) | 0 | 0 | 0 | 0 |
| Education | 1,073,730 | 0 | 0 | 290,210 | (783,520) | 0 | 0 | 0 | 0 |
| Interest on Long-term Debt | 2,793,883 | 0 | 0 | 0 | (2,793,883) | 0 | 0 | 0 | 0 |
| Total Primary Government | \$ 32,557,004 | \$ 6,664,334 | \$ 3,406,463 | \$ 674,967 | \$ (21,811,240) | \$ 0 | \$ 0 | \$ 0 | 0 |
| Component Units: | | | | | | | | | |
| Bedford County School Department | \$ 75,353,474 | \$ 639,794 | \$ 8,935,874 | \$ 0 | \$ 0 | \$ (65,777,806) | \$ 0 | \$ (338,649) | 0 |
| Emergency Communications District | 998,946 | 660,297 | 0 | 0 | 0 | 0 | 0 | 0 | (338,649) |
| Total Component Units | \$ 76,352,420 | \$ 1,300,091 | \$ 8,935,874 | \$ 0 | \$ 0 | \$ (65,777,806) | \$ (338,649) | \$ (338,649) | 0 |

(Continued)

Exhibit B

Bedford County, Tennessee
Statement of Activities (Cont.)

| Functions/Programs | Expenses | Net (Expense) Revenue and Changes in Net Position | | | | |
|--|----------|---|------------------------------------|----------------------------------|---------------------------------|--|
| | | Program Revenues | | Component Units | | |
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary Governmental Activities | Bedford County School Department Emergency Communications District |
| General Revenues: | | | | | | |
| Taxes: | | | | | | |
| Property Taxes Levied for General Purposes | | \$ 13,248,799 | | | \$ 9,323,610 | \$ 0 |
| Property Taxes Levied for Debt Service | | 2,984,939 | | | 0 | 0 |
| Local Option Sales Tax | | 8,282,911 | | | 2,985,399 | 0 |
| Business Tax | | 566,263 | | | 0 | 0 |
| Litigation Tax - General | | 174,311 | | | 0 | 0 |
| Wholesale Beer Tax | | 193,158 | | | 0 | 0 |
| Adequate Facilities/Development Tax | | 488,505 | | | 0 | 0 |
| Litigation Tax - Courtroom Security | | 89,840 | | | 0 | 0 |
| Litigation Tax - Jail, Workhouse, or Courthouse | | 123,798 | | | 0 | 0 |
| Mineral Severance Tax | | 157,941 | | | 0 | 0 |
| Other Local Taxes | | 1,372 | | | 23,710 | 0 |
| Grants and Contributions Not Restricted to Specific Programs | | 1,311,658 | | | 55,251,610 | 515,287 |
| Unrestricted Investment Income | | 1,033,846 | | | 13,798 | 35,798 |
| Miscellaneous | | 618,142 | | | 115,275 | 0 |
| Gain on Sale of Capital Assets | | 6,830 | | | 21,800 | 0 |
| Total General Revenues | | \$ 29,282,313 | | | \$ 67,735,202 | \$ 551,085 |
| Change in Net Position | | \$ 7,471,073 | | | \$ 1,957,396 | \$ 212,436 |
| Net Position, July 1, 2019 | | 8,113,225 | | | 132,113,663 | 2,629,058 |
| Net Position, June 30, 2020 | | \$ 15,584,298 | | | \$ 134,071,059 | \$ 2,841,494 |

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

Exhibit C-1

Bedford County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2020

| | Major Funds | | | | | Nonmajor Funds | |
|--|---------------|------------------------------|----------------------------|--------------------------------|-------------------------------------|--------------------------------|-----------|
| | General | Highway / Public Works | General Debt Service | General Capital Projects | Other Govern- mental Funds | Total Governmental Funds | |
| Cash | \$ 14,695 | \$ 38,480 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 53,175 |
| Equity in Pooled Cash and Investments | 10,369,827 | 1,057,831 | 18,610,478 | 1,308,732 | 708,479 | 32,055,347 | |
| Accounts Receivable | 5,197,885 | 2,055 | 122,752 | 0 | 0 | 5,322,692 | |
| Allowance for Uncollectibles | (3,095,564) | 0 | (569) | 0 | 0 | (3,096,133) | |
| Due from Other Governments | 608,082 | 974,484 | 1,608,788 | 0 | 0 | 3,191,354 | |
| Property Taxes Receivable | 13,123,142 | 752,193 | 2,014,749 | 0 | 0 | 15,890,084 | |
| Allowance for Uncollectible Property Taxes | (261,219) | (15,498) | (50,677) | 0 | 0 | (327,394) | |
| Total Assets | \$ 25,956,848 | \$ 2,809,545 | \$ 22,305,521 | \$ 1,308,732 | \$ 708,479 | \$ 53,089,125 | |

ASSETS

LIABILITIES

| | | | | | | |
|-------------------------------------|---------------|--------------|--------------|-----------|------|---------------|
| Accounts Payable | \$ 116,504 | \$ 54,524 | \$ 0 | \$ 30,386 | \$ 0 | \$ 201,414 |
| Due to Component Units | 34,697 | 0 | 0 | 0 | 0 | 34,697 |
| Due to State of Tennessee | 3,079 | 0 | 0 | 0 | 0 | 3,079 |
| Total Liabilities | \$ 154,280 | \$ 54,524 | \$ 0 | \$ 30,386 | \$ 0 | \$ 239,190 |
| Deferred Current Property Taxes | \$ 12,468,716 | \$ 712,498 | \$ 1,870,307 | \$ 0 | \$ 0 | \$ 15,051,521 |
| Deferred Delinquent Property Taxes | 367,945 | 22,748 | 89,869 | 0 | 0 | 480,562 |
| Other Deferred/Unavailable Revenue | 1,508,343 | 724,759 | 887,575 | 0 | 0 | 3,120,677 |
| Total Deferred Inflows of Resources | \$ 14,345,004 | \$ 1,460,005 | \$ 2,847,751 | \$ 0 | \$ 0 | \$ 18,652,760 |

(Continued)

DEFERRED INFLOWS OF RESOURCES

Exhibit C-1

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

| | Major Funds | | | | | Nonmajor Funds | |
|---|---------------|---------------------------|-------------------------|-----------------------------|--------------------------------|--------------------------------|--|
| | General | Highway / Public Works | General Debt Service | General Capital Projects | Other Governmental Funds | Total Governmental Funds | |
| | | | | | | | |
| FUND BALANCES | | | | | | | |
| Restricted: | | | | | | | |
| Restricted for General Government | \$ 105,892 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 105,892 | |
| Restricted for General Government - COVID-19 | 35,994 | 0 | 0 | 0 | 0 | 35,994 | |
| Restricted for Finance | 84,060 | 0 | 0 | 0 | 0 | 84,060 | |
| Restricted for Administration of Justice | 780,054 | 0 | 0 | 0 | 0 | 780,054 | |
| Restricted for Public Safety | 70,063 | 0 | 0 | 0 | 14,594 | 84,657 | |
| Restricted for Public Health and Welfare | 199,440 | 0 | 0 | 0 | 0 | 199,440 | |
| Restricted for Highways/Public Works | 0 | 1,295,016 | 0 | 0 | 0 | 1,295,016 | |
| Restricted for Capital Projects | 0 | 0 | 0 | 0 | 693,885 | 693,885 | |
| Committed: | | | | | | | |
| Committed for General Government | 2,542,388 | 0 | 0 | 0 | 0 | 2,542,388 | |
| Committed for Finance | 6,325 | 0 | 0 | 0 | 0 | 6,325 | |
| Committed for Administration of Justice | 17,329 | 0 | 0 | 0 | 0 | 17,329 | |
| Committed for Public Safety | 30,986 | 0 | 0 | 0 | 0 | 30,986 | |
| Committed for Agriculture and Natural Resources | 71,048 | 0 | 0 | 0 | 0 | 71,048 | |
| Committed for Debt Service | 0 | 0 | 19,457,770 | 0 | 0 | 19,457,770 | |
| Committed for Capital Projects | 0 | 0 | 0 | 1,278,346 | 0 | 1,278,346 | |
| Assigned: | | | | | | | |
| Assigned for Capital Projects | 4,987,447 | 0 | 0 | 0 | 0 | 4,987,447 | |
| Unassigned | 2,526,538 | 0 | 0 | 0 | 0 | 2,526,538 | |
| Total Fund Balances | \$ 11,457,564 | \$ 1,295,016 | \$ 19,457,770 | \$ 1,278,346 | \$ 708,479 | \$ 34,197,175 | |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 25,956,848 | \$ 2,809,545 | \$ 22,305,521 | \$ 1,308,732 | \$ 708,479 | \$ 53,089,125 | |

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

Exhibit C-2

Bedford County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
June 30, 2020

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) | | \$ | 34,197,175 |
| (1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. | | | |
| Add: land | \$ | 1,231,127 | |
| Add: construction in progress | | 1,514,208 | |
| Add: buildings and improvements net of accumulated depreciation | | 45,027,751 | |
| Add: other capital assets net of accumulated depreciation | | 3,812,777 | |
| Add: infrastructure net of accumulated depreciation | | <u>20,542,237</u> | 72,128,100 |
| (2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds. | | | |
| Less: notes payable | \$ | (2,415,800) | |
| Less: other loans payable | | (56,680,000) | |
| Less: bonds payable | | (37,464,273) | |
| Less: compensated absences payable | | (490,967) | |
| Less: net OPEB liability | | (470,961) | |
| Less: accrued interest on notes, other loans, and bonds | | (877,582) | |
| Less: unamortized premium on debt | | <u>(1,711,134)</u> | (100,110,717) |
| (3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension expense and OPEB expense in future years. | | | |
| Add: deferred outflows of resources related to pensions | \$ | 829,960 | |
| Add: deferred outflows of resources related to OPEB | | 43,850 | |
| Less: deferred inflows of resources related to pensions | | (867,719) | |
| Less: deferred inflows of resources related to OPEB | | <u>(156,752)</u> | (150,661) |
| (4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds. | | | 5,919,162 |
| (5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds. | | | <u>3,601,239</u> |
| Net position of governmental activities (Exhibit A) | | \$ | <u>15,584,298</u> |

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

Exhibit C-3

Bedford County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2020

| | Major Funds | | | | Nonmajor Funds | | Total Governmental Funds |
|---------------------------------------|---------------|---------------------------|-------------------------|-----------------------------|-----------------------------|------|--------------------------|
| | General | Highway / Public Works | General Debt Service | General Capital Projects | Other Governmental Funds | | |
| <u>Revenues</u> | | | | | | | |
| Local Taxes | \$ 14,770,933 | \$ 959,578 | \$ 11,307,306 | \$ 0 | \$ 0 | \$ 0 | \$ 27,037,817 |
| Licenses and Permits | 395,515 | 0 | 0 | 0 | 0 | 0 | 395,515 |
| Fines, Forfeitures, and Penalties | 374,803 | 0 | 0 | 0 | 1,182 | 0 | 375,985 |
| Charges for Current Services | 2,501,713 | 0 | 0 | 0 | 3,540 | 0 | 2,505,253 |
| Other Local Revenues | 578,336 | 16,207 | 1,033,846 | 0 | 0 | 0 | 1,628,389 |
| Fees Received From County Officials | 2,299,702 | 0 | 0 | 0 | 0 | 0 | 2,299,702 |
| State of Tennessee | 1,243,506 | 2,688,854 | 0 | 0 | 0 | 0 | 3,932,360 |
| Federal Government | 493,281 | 0 | 0 | 0 | 0 | 0 | 493,281 |
| Other Governments and Citizens Groups | 0 | 0 | 290,210 | 0 | 0 | 0 | 290,210 |
| Total Revenues | \$ 22,657,789 | \$ 3,664,639 | \$ 12,631,362 | \$ 0 | \$ 4,722 | \$ 0 | \$ 38,958,512 |

| | | | | | | | |
|---|--------------|-----------|-----------|------|-------|------|--------------|
| <u>Expenditures</u> | | | | | | | |
| Current: | | | | | | | |
| General Government | \$ 2,523,384 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 2,523,384 |
| Finance | 2,111,214 | 0 | 0 | 0 | 0 | 0 | 2,111,214 |
| Administration of Justice | 2,213,464 | 0 | 0 | 0 | 3,540 | 0 | 2,217,004 |
| Public Safety | 10,078,564 | 0 | 0 | 0 | 0 | 0 | 10,078,564 |
| Public Health and Welfare | 5,330,494 | 0 | 0 | 0 | 0 | 0 | 5,330,494 |
| Social, Cultural, and Recreational Services | 171,529 | 0 | 0 | 0 | 0 | 0 | 171,529 |
| Agriculture and Natural Resources | 256,440 | 0 | 0 | 0 | 0 | 0 | 256,440 |
| Other Operations | 1,170,279 | 7,000 | 0 | 0 | 12 | 0 | 1,177,291 |
| Highways | 0 | 4,063,704 | 0 | 0 | 0 | 0 | 4,063,704 |
| Debt Service: | | | | | | | |
| Principal on Debt | 0 | 0 | 5,974,200 | 0 | 0 | 0 | 5,974,200 |
| Interest on Debt | 0 | 0 | 2,771,883 | 0 | 0 | 0 | 2,771,883 |
| Other Debt Service | 0 | 0 | 163,315 | 0 | 0 | 0 | 163,315 |

(Continued)

Bedford 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 Governmental Funds | | |
| <u>Expenditures (Cont.)</u> | | | | | | | |
| Capital Projects | \$ 463,692 | \$ 0 | \$ 0 | \$ 11,088,912 | \$ 1,395,113 | \$ | 12,947,717 |
| Total Expenditures | \$ 24,319,060 | \$ 4,070,704 | \$ 8,909,398 | \$ 11,088,912 | \$ 1,398,665 | \$ | 49,786,739 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ (1,661,271) | \$ (406,065) | \$ 3,721,964 | \$ (11,088,912) | \$ (1,393,943) | \$ | (10,828,227) |
| <u>Other Financing Sources (Uses)</u> | | | | | | | |
| Notes Issued | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 1,650,000 | \$ | 1,650,000 |
| Other Loans Issued | 0 | 0 | 0 | 8,347,050 | 0 | | 8,347,050 |
| Insurance Recovery | 290,834 | 0 | 0 | 0 | 0 | | 290,834 |
| Transfers In | 0 | 0 | 0 | 3,275,000 | 0 | | 3,275,000 |
| Transfers Out | 0 | 0 | (3,275,000) | 0 | 0 | | (3,275,000) |
| Total Other Financing Sources (Uses) | \$ 290,834 | \$ 0 | \$ (3,275,000) | \$ 11,622,050 | \$ 1,650,000 | \$ | 10,287,884 |
| Net Change in Fund Balances | \$ (1,370,437) | \$ (406,065) | \$ 446,964 | \$ 533,138 | \$ 256,057 | \$ | (540,343) |
| Fund Balance, July 1, 2019 | 12,828,001 | 1,701,081 | 19,010,806 | 745,208 | 452,422 | | 34,737,518 |
| Fund Balance, June 30, 2020 | \$ 11,457,564 | \$ 1,295,016 | \$ 19,457,770 | \$ 1,278,346 | \$ 708,479 | \$ | 34,197,175 |

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

Exhibit C-4

Bedford 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, 2020

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) | | \$ | (540,343) |
| (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 | \$ | 13,203,977 | |
| Less: current-year depreciation expense | | (1,809,005) | 11,394,972 |
| (2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net assets. | | | |
| Less: book value of capital assets disposed | | | (4,670) |
| (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, 2020 | \$ | 3,601,239 | |
| Less: deferred delinquent property taxes and other deferred June 30, 2019 | | (2,871,202) | 730,037 |
| (4) The issuance of long-term debt (e.g., bonds, notes, and other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items. | | | |
| Add: principal payments on bonds | \$ | 2,695,000 | |
| Add: principal payments on notes | | 634,200 | |
| Add: principal payments on other loans | | 2,645,000 | |
| Less: note proceeds | | (1,650,000) | |
| Less: other loan proceeds | | (8,347,050) | |
| Add: change in premium on debt issuances | | 101,853 | (3,920,997) |
| (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 | \$ | (22,000) | |
| Change in net OPEB liability | | 36,929 | |
| Change in compensated absences payable | | (62,328) | |
| Change in net pension asset | | 358,210 | |
| Change in deferred outflows of resources related to pensions | | (222,990) | |
| Change in deferred outflows of resources related to OPEB | | 13,281 | |
| Change in deferred inflows of resources related to pensions | | (183,709) | |
| Change in deferred inflows of resources related to OPEB | | (105,319) | (187,926) |
| Change in net position of governmental activities (Exhibit B) | | \$ | <u>7,471,073</u> |

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

Exhibit C-5

Bedford County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2020

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2019 | Add: Encumbrances 6/30/2020 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|-------------------------------------|---------------------------|-----------------------------------|-----------------------------------|---|----------------------|----------------------|--|
| | | | | | Original | Final | |
| Revenues | | | | | | | |
| Local Taxes | \$ 14,770,933 | \$ 0 | \$ 0 | \$ 14,770,933 | \$ 14,282,040 | \$ 14,348,540 | \$ 422,393 |
| Licenses and Permits | 395,515 | 0 | 0 | 395,515 | 359,310 | 359,641 | 35,874 |
| Fines, Forfeitures, and Penalties | 374,803 | 0 | 0 | 374,803 | 448,515 | 448,515 | (73,712) |
| Charges for Current Services | 2,501,713 | 0 | 0 | 2,501,713 | 2,154,978 | 2,251,253 | 250,460 |
| Other Local Revenues | 578,336 | 0 | 0 | 578,336 | 438,506 | 669,851 | (91,515) |
| Fees Received From County Officials | 2,299,702 | 0 | 0 | 2,299,702 | 2,244,491 | 2,244,491 | 55,211 |
| State of Tennessee | 1,243,506 | 0 | 0 | 1,243,506 | 1,465,864 | 1,465,964 | (22,458) |
| Federal Government | 493,281 | 0 | 0 | 493,281 | 45,850 | 604,638 | (111,357) |
| Total Revenues | \$ 22,657,789 | \$ 0 | \$ 0 | \$ 22,657,789 | \$ 21,439,554 | \$ 22,392,893 | \$ 264,896 |

Expenditures

| | | | | | | | |
|------------------------------|------------|----------|--------|------------|------------|------------|----------|
| General Government | | | | | | | |
| County Commission | \$ 131,292 | \$ 0 | \$ 0 | \$ 131,292 | \$ 135,184 | \$ 137,684 | \$ 6,392 |
| Board of Equalization | 640 | 0 | 0 | 640 | 8,000 | 640 | 0 |
| Beer Board | 0 | 0 | 0 | 0 | 1,000 | 1,000 | 1,000 |
| Budget and Finance Committee | 2,906 | 0 | 0 | 2,906 | 3,026 | 3,026 | 120 |
| County Mayor/Executive | 299,802 | 0 | 0 | 299,802 | 318,181 | 336,681 | 36,879 |
| County Attorney | 83,322 | 0 | 0 | 83,322 | 65,000 | 89,000 | 5,678 |
| Election Commission | 199,497 | 0 | 0 | 199,497 | 215,199 | 216,084 | 16,587 |
| Register of Deeds | 313,819 | 0 | 0 | 313,819 | 328,367 | 329,299 | 15,480 |
| Planning | 126,065 | 0 | 0 | 126,065 | 188,720 | 189,170 | 63,105 |
| Codes Compliance | 133,549 | 0 | 0 | 133,549 | 150,864 | 150,414 | 16,865 |
| County Buildings | 1,197,446 | (24,753) | 19,357 | 1,192,050 | 948,493 | 1,453,088 | 261,038 |
| Preservation of Records | 35,046 | 0 | 0 | 35,046 | 41,121 | 45,208 | 10,162 |
| Finance | | | | | | | |
| Accounting and Budgeting | 515,648 | 0 | 0 | 515,648 | 646,279 | 562,378 | 46,730 |
| Property Assessor's Office | 351,719 | (1,140) | 0 | 350,579 | 365,754 | 366,444 | 15,865 |
| Reappraisal Program | 114,229 | 0 | 0 | 114,229 | 132,784 | 132,094 | 17,865 |
| County Trustee's Office | 341,041 | 0 | 0 | 341,041 | 364,145 | 365,932 | 24,891 |
| County Clerk's Office | 511,651 | 0 | 0 | 511,651 | 526,452 | 533,155 | 21,504 |

(Continued)

Exhibit C-5

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

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2019 | Add: Encumbrances 6/30/2020 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|---|---------------------------|-----------------------------------|-----------------------------------|---|------------------|------------|--|
| | | | | | Original | Final | |
| Expenditures (Cont.) | | | | | | | |
| Finance (Cont.) | | | | | | | |
| Data Processing | \$ 276,926 | \$ 0 | \$ 6,325 | \$ 283,251 | \$ 329,476 | \$ 337,776 | \$ 54,525 |
| Administration of Justice | | | | | | | |
| Circuit Court | 703,805 | (2,016) | 1,921 | 703,710 | 755,715 | 755,715 | 52,005 |
| General Sessions Court | 233,524 | 0 | 0 | 233,524 | 237,971 | 236,971 | 3,447 |
| Chancery Court | 343,637 | 0 | 9,805 | 353,442 | 351,948 | 376,948 | 23,506 |
| Juvenile Court | 218,463 | 0 | 5,603 | 224,066 | 226,953 | 228,042 | 3,976 |
| Judicial Commissioners | 198,011 | 0 | 0 | 198,011 | 198,249 | 198,249 | 238 |
| Other Administration of Justice | 122,590 | 0 | 0 | 122,590 | 135,069 | 135,069 | 12,479 |
| Probation Services | 393,434 | 0 | 0 | 393,434 | 434,314 | 434,469 | 41,035 |
| Public Safety | | | | | | | |
| Sheriff's Department | 3,851,061 | 0 | 0 | 3,851,061 | 3,969,552 | 4,038,529 | 187,468 |
| Traffic Control | 26,032 | 0 | 0 | 26,032 | 43,590 | 43,590 | 17,558 |
| Jail | 3,373,770 | 0 | 0 | 3,373,770 | 3,873,377 | 3,871,314 | 497,544 |
| Juvenile Services | 524,048 | 0 | 0 | 524,048 | 546,586 | 546,642 | 22,594 |
| Other Emergency Management | 1,742,141 | 0 | 30,986 | 1,773,127 | 1,748,747 | 1,829,025 | 55,898 |
| County Coroner/Medical Examiner | 46,225 | 0 | 0 | 46,225 | 55,000 | 50,000 | 3,775 |
| Other Public Safety | 515,287 | 0 | 0 | 515,287 | 606,577 | 606,577 | 91,290 |
| Public Health and Welfare | | | | | | | |
| Local Health Center | 481,193 | 0 | 0 | 481,193 | 669,228 | 667,806 | 186,613 |
| Rabies and Animal Control | 265,581 | 0 | 0 | 265,581 | 309,939 | 326,956 | 61,375 |
| Ambulance/Emergency Medical Services | 3,221,019 | 0 | 0 | 3,221,019 | 3,189,386 | 3,500,490 | 279,471 |
| Other Local Health Services | 68,730 | 0 | 0 | 68,730 | 68,731 | 68,731 | 1 |
| Regional Mental Health Center | 12,900 | 0 | 0 | 12,900 | 12,900 | 12,900 | 0 |
| Appropriation to State | 52,522 | 0 | 0 | 52,522 | 54,000 | 52,522 | 0 |
| General Welfare Assistance | 74,670 | 0 | 0 | 74,670 | 75,070 | 75,070 | 400 |
| Convenience Centers | 1,153,879 | 0 | 0 | 1,153,879 | 1,192,491 | 1,290,458 | 136,579 |
| Social, Cultural, and Recreational Services | | | | | | | |
| Adult Activities | 5,700 | 0 | 0 | 5,700 | 5,700 | 5,700 | 0 |
| Senior Citizens Assistance | 16,000 | 0 | 0 | 16,000 | 16,000 | 16,000 | 0 |

(Continued)

Exhibit C-5

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

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2019 | Add: Encumbrances 6/30/2020 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|---------------------------|-----------------------------------|-----------------------------------|---|------------------|----------------|--|
| | | | | | Original | Final | |
| Expenditures (Cont.) | | | | | | | |
| Social, Cultural, and Recreational Services (Cont.) | | | | | | | |
| Libraries | \$ 149,829 | \$ 0 | \$ 0 | \$ 149,829 | \$ 149,829 | \$ 0 | 0 |
| Agriculture and Natural Resources | | | | | | | |
| Agricultural Extension Service | 121,394 | 0 | 0 | 121,394 | 141,327 | 141,327 | 19,933 |
| Soil Conservation | 62,000 | 0 | 0 | 62,000 | 62,000 | 62,000 | 0 |
| Other Agriculture and Natural Resources | 73,046 | 0 | 0 | 73,046 | 94,331 | 99,131 | 26,085 |
| Other Operations | | | | | | | |
| Tourism | 2,369 | 0 | 0 | 2,369 | 2,369 | 2,369 | 0 |
| Other Economic and Community Development | 125,000 | 0 | 0 | 125,000 | 100,000 | 125,000 | 0 |
| Veterans' Services | 65,191 | 0 | 0 | 65,191 | 81,045 | 81,374 | 16,183 |
| Other Charges | 360,056 | 0 | 0 | 360,056 | 372,784 | 360,784 | 728 |
| Contributions to Other Agencies | 148,449 | 0 | 0 | 148,449 | 150,000 | 148,449 | 0 |
| COVID-19 Grant #1 | 2,852 | 0 | 0 | 2,852 | 0 | 37,573 | 34,721 |
| COVID-19 Grant #6 | 12,044 | 0 | 0 | 12,044 | 0 | 12,044 | 0 |
| Miscellaneous | 454,318 | 0 | 0 | 454,318 | 491,998 | 516,743 | 62,425 |
| Capital Projects | | | | | | | |
| Other General Government Projects | 463,692 | 0 | 0 | 463,692 | 0 | 600,000 | 136,308 |
| Total Expenditures | \$ 24,319,060 | \$ (27,909) | \$ 73,997 | \$ 24,365,148 | \$ 25,190,821 | \$ 26,953,469 | \$ 2,588,321 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ (1,661,271) | \$ 27,909 | \$ (73,997) | \$ (1,707,359) | \$ (3,751,267) | \$ (4,560,576) | \$ 2,853,217 |
| Other Financing Sources (Uses) | | | | | | | |
| Insurance Recovery | \$ 290,834 | \$ 0 | \$ 0 | \$ 290,834 | \$ 15,507 | \$ 101,026 | \$ 189,808 |
| Transfers In | 0 | 0 | 0 | 0 | 83,901 | 0 | 0 |
| Total Other Financing Sources | \$ 290,834 | \$ 0 | \$ 0 | \$ 290,834 | \$ 99,408 | \$ 101,026 | \$ 189,808 |
| Net Change in Fund Balance | \$ (1,370,437) | \$ 27,909 | \$ (73,997) | \$ (1,416,525) | \$ (3,651,859) | \$ (4,459,550) | \$ 3,043,025 |
| Fund Balance, July 1, 2019 | 12,828,001 | (27,909) | 0 | 12,800,092 | 11,352,879 | 11,352,879 | 1,447,213 |
| Fund Balance, June 30, 2020 | \$ 11,457,564 | \$ 0 | \$ (73,997) | \$ 11,383,567 | \$ 7,701,020 | \$ 6,893,329 | \$ 4,490,238 |

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

Exhibit C-6

Bedford County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2020

| | Actual | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|---------------------|---------------------|---------------------|--|
| | | Original | Final | |
| <u>Revenues</u> | | | | |
| Local Taxes | \$ 959,578 | \$ 919,700 | \$ 919,700 | \$ 39,878 |
| Other Local Revenues | 16,207 | 20,000 | 20,121 | (3,914) |
| State of Tennessee | 2,688,854 | 3,431,012 | 3,431,012 | (742,158) |
| Federal Government | 0 | 300,000 | 300,000 | (300,000) |
| Other Governments and Citizens Groups | 0 | 35,000 | 35,000 | (35,000) |
| Total Revenues | <u>\$ 3,664,639</u> | <u>\$ 4,705,712</u> | <u>\$ 4,705,833</u> | <u>\$ (1,041,194)</u> |
| <u>Expenditures</u> | | | | |
| <u>Other Operations</u> | | | | |
| Contributions to Other Agencies | \$ 7,000 | \$ 7,000 | \$ 7,000 | 0 |
| <u>Highways</u> | | | | |
| Administration | 284,864 | 289,288 | 310,893 | 26,029 |
| Highway and Bridge Maintenance | 1,209,461 | 1,587,687 | 1,600,687 | 391,226 |
| Operation and Maintenance of Equipment | 454,576 | 575,260 | 578,660 | 124,084 |
| Litter and Trash Collection | 84,786 | 96,991 | 96,991 | 12,205 |
| Other Charges | 163,147 | 172,630 | 174,130 | 10,983 |
| Employee Benefits | 54,714 | 61,430 | 61,430 | 6,716 |
| Capital Outlay | 1,812,156 | 2,072,138 | 2,552,138 | 739,982 |
| Total Expenditures | <u>\$ 4,070,704</u> | <u>\$ 4,862,424</u> | <u>\$ 5,381,929</u> | <u>\$ 1,311,225</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ (406,065)</u> | <u>\$ (156,712)</u> | <u>\$ (676,096)</u> | <u>\$ 270,031</u> |
| <u>Other Financing Sources (Uses)</u> | | | | |
| Insurance Recovery | \$ 0 | \$ 20,000 | \$ 20,000 | \$ (20,000) |
| Transfers Out | 0 | (19,384) | 0 | 0 |
| Total Other Financing Sources | <u>\$ 0</u> | <u>\$ 616</u> | <u>\$ 20,000</u> | <u>\$ (20,000)</u> |
| Net Change in Fund Balance | <u>\$ (406,065)</u> | <u>\$ (156,096)</u> | <u>\$ (656,096)</u> | <u>\$ 250,031</u> |
| Fund Balance, July 1, 2019 | <u>1,701,081</u> | <u>1,375,195</u> | <u>1,375,195</u> | <u>325,886</u> |
| Fund Balance, June 30, 2020 | <u>\$ 1,295,016</u> | <u>\$ 1,219,099</u> | <u>\$ 719,099</u> | <u>\$ 575,917</u> |

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

Exhibit D

Bedford County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2020

| | <u>Agency Funds</u> |
|-------------------------------------|-------------------------|
| <u>ASSETS</u> | |
| Cash | \$ 1,463,459 |
| Accounts Receivable | 470 |
| Due from Other Governments | <u>1,071,657</u> |
| Total Assets | <u>\$ 2,535,586</u> |
| <u>LIABILITIES</u> | |
| Due to Other Taxing Units | \$ 1,071,657 |
| Due to Litigants, Heirs, and Others | <u>1,463,929</u> |
| Total Liabilities | <u>\$ 2,535,586</u> |

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

BEDFORD COUNTY, TENNESSEE
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BEDFORD COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Bedford 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 Bedford County:

A. Reporting Entity

Bedford County is a public municipal corporation governed by an elected 18-member board. As required by GAAP, these financial statements present Bedford County (the primary government) and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationship 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 Bedford County School Department operates the public school system in the county, and the voters of Bedford 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 Emergency Communications District of Bedford County provides a simplified means of securing emergency services through a uniform emergency number for the residents of Bedford County, and the Bedford 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 Bedford 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 Emergency Communications District of Bedford County can be obtained from its administrative office at the following address:

Administrative Office:

Emergency Communications District
of Bedford County
843 Union Street
Shelbyville, TN 37160

B. Government-wide and Fund Financial Statements

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

Bedford County issues all debt for the discretely presented Bedford County School Department. Net debt issues totaling \$600,050 were contributed by the county to the school department during the year ended June 30, 2020.

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary funds financial statements, except for agency funds, which have no measurement focus. 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 Bedford 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 category. Bedford County has no proprietary funds to report.

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

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

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable

(reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

Fiduciary fund financial statements are reported using the economic resources measurement focus, except for agency funds, which have no 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.

Bedford 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 the financial resources to be used for the acquisition or construction of major capital facilities.

Additionally, Bedford County reports the following fund type:

Agency Funds – These funds account for amounts collected in an agency capacity by the constitutional officers and local sales taxes received by the state to be forwarded to the various cities in Bedford County. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They do, however, use the accrual basis of accounting to recognize receivables and payables.

The discretely presented Bedford 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.

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

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

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

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.

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

1. Deposits and Investments

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 Bedford 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 are assigned to the General Debt Service Fund. Bedford 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. Bedford County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

2. Receivables and Payables

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

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

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

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

3. **Inventories**

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

4. **Restricted Assets**

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

5. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$25,000 or more and an estimated useful life of more than three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

Property, plant, equipment, and infrastructure of the primary government 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 | 10 - 40 |
| Other Capital Assets | 5 - 30 |
| Infrastructure: | |
| Roads | 40 - 50 |
| Bridges | 20 - 40 |

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 position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for the following: pension changes in experience, proportion, and assumptions; employer contributions made to the pension and OPEB plans after the measurement date; and OPEB changes in experience, assumptions, and proportion.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue, etc.) 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 revenues are from the following sources: current and delinquent property taxes; pension changes in experience, investment earnings, and proportion; OPEB changes in experience, assumptions, and proportion; and various receivables for revenues which do not meet the availability criteria for governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

7. Compensated Absences

Primary Government

It is the policy of the county to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Bedford County does not have policies to pay any amounts when employees separate from service with the government. Personnel of the highway department are compensated for any unused sick leave days at year end. All vacation pay is accrued when incurred in the government-wide financial statements for the county. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

Discretely Presented Bedford County School Department

General policy of the school department for all professional personnel (teachers) permits the unlimited accumulation of unused sick leave days. The granting of sick leave for professional personnel has no guaranteed payment attached and therefore requires no accrual or recording. Non-certificated personnel of the school department are compensated for any unused sick-leave days at year end.

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

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position. Debt premiums and discounts are deferred and 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 and other postemployment benefits, are recognized to the extent that the liabilities have matured (come due for payment) each period.

9. **Net Position and Fund Balance**

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

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.

- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

The government-wide Statement of Net Position reports \$780,054 of restricted net position for Administration of Justice, of which \$636,452 is restricted by enabling legislation for courthouse security.

As of June 30, 2020, Bedford County had \$57,983,655 (including unamortized premiums on debt) in outstanding debt for capital purposes for the discretely presented Bedford County School Department. This debt is a liability of Bedford County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Bedford County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

decision-making authority, and shall remain binding unless removed in the same manner.

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

10. Minimum Fund Balance Policy

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

General Fund – Three percent of the next year's budget is to be maintained in unassigned fund balance.

Debt Service Fund – An amount equal to the first two months of principal and interest expense of the total indebtedness of the county for the upcoming year is to be maintained in committed fund balance.

E. Pension Plans

Primary Government

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

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

Discretely Presented Bedford 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 Bedford County School Department. For this purpose, the school department recognizes benefit payments when due and payable in accordance with the 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 Bedford County School Department

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

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

Primary Government

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

Discretely Presented Bedford County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

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 (special revenue fund), which is not budgeted. All annual appropriations lapse at fiscal year end.

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

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, Beer Board, Budget and Finance Committee, 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, 2020, Bedford County and the discretely presented Bedford County School Department reported the following significant encumbrances:

| <u>Fund</u> | <u>Amount</u> |
|---|---------------|
| Primary Government: | |
| Major Fund: | |
| General | \$ 73,997 |
| Nonmajor Fund: | |
| Other Capital Projects | 128,492 |
| Discretely Presented School Department: | |
| Major Fund: | |
| General Purpose School | \$ 670,860 |
| Nonmajor Fund: | |
| School Federal Projects | 119 |

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Bedford County and the Bedford 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 two 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 105 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 market 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.

Investments

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

Investment Balances. As of June 30, 2020, Bedford County had the following investments carried at amortized cost using a Stable Net Asset

Value. All investments are in the county trustee's investment pool. Separate disclosures concerning pooling investments cannot be made for Bedford County and the discretely presented Bedford County School Department since both pool their deposits and investments through the county trustee.

| Investment | Weighted Average Maturity (days) | Maturities | Amortized Cost |
|-----------------------------------|---|------------|-------------------|
| Investments at Amortized Cost: | | | |
| State Treasurer's Investment Pool | 1 to 105 | N/A | \$ 45,624,250 |

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 Consolidated Annual Financial Report at <https://www.tn.gov/finance/rd-doa/fa-accfin-cafr.html>.

TCRS Stabilization Trust

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

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

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

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income consists of realized and unrealized appreciation (depreciation) in the fair of

investments and interest and dividend income. Interest income is recognized when earned. Securities and securities transactions are recorded in the financial statements on a trade-date basis. The fair value of assets of the TRGT held at June 30, 2020, represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. Assets held are categorized for fair value measurement within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset and give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

- Level 1 - Unadjusted quoted prices for identical assets or liabilities in active markets that can be accessed at the measurement date.
- Level 2 - Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; assets or liabilities that have a bid-ask spread price in an inactive dealer market, brokered market and principal-to-principal market; and Level 1 assets or liabilities that are adjusted.
- Level 3 - Valuations derived from valuation techniques in which significant inputs are unobservable.

Investments where fair value is measured using the Net Asset Value ("NAV") per share have no readily determinable fair value and have been determined to be calculated consistent with FASB principles for investment companies.

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

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

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

U.S. Treasury Bills, Bonds, Notes and Futures classified in Level 1 are

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

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

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

On June 30, 2020, the Bedford County School Department had the following investments held by the trust on its behalf.

| Investment | Weighted Average Maturity (days) | Maturities | Fair Value |
|--|---|------------|-------------------|
| Investments at Fair Value: | | | |
| U.S. Equity | N/A | N/A | \$ 103,131 |
| Developed Market International Equity | N/A | N/A | 46,575 |
| Emerging Market International Equity | N/A | N/A | 13,307 |
| U.S. Fixed Income | N/A | N/A | 66,536 |
| Real Estate | N/A | N/A | 33,268 |
| Short-term Securities | N/A | N/A | 3,327 |
| NAV - Private Equity and Strategic Lending | N/A | N/A | <u>66,536</u> |
| Total | | | <u>\$ 332,680</u> |

| Investment by Fair Value Level | Fair Value 6-30-20 | Fair Value Measurements Using | | | NAV |
|--------------------------------------|--------------------|--|---|---|-----------|
| | | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) | |
| U.S. Equity Developed Market | \$ 103,131 | \$ 103,131 | \$ 0 | \$ 0 | 0 |
| International Equity Emerging Market | 46,575 | 46,575 | 0 | 0 | 0 |
| International Equity | 13,307 | 13,307 | 0 | 0 | 0 |
| U.S. Fixed Income | 66,536 | 0 | 66,536 | 0 | 0 |
| Real Estate | 33,268 | 0 | 0 | 33,268 | 0 |
| Short-term Securities | 3,327 | 0 | 3,327 | 0 | 0 |
| Private Equity and Strategic Lending | 66,536 | 0 | 0 | 0 | 66,536 |
| Total | \$ 332,680 | \$ 163,013 | \$ 69,863 | \$ 33,268 | \$ 66,536 |

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

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Bedford County School Department does not have the ability to limit trust investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Bedford County School Department does not have the ability to limit the credit ratings of individual investments made by the trust.

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

Custodial Credit Risk. Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the county

will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Pursuant to the trust agreement, investments are held in the name of the trust for the benefit of the Bedford County School Department to pay retirement benefits of the school department employees.

For further information concerning the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2020/ag19091.pdf>

B. Capital Assets

Capital assets activity for the year ended June 30, 2020, was as follows:

Primary Government – Governmental Activities:

| | Balance 7-1-19 | Increases | Decreases | Balance 6-30-20 |
|---|-------------------|---------------|-----------------|--------------------|
| Capital Assets Not Depreciated: | | | | |
| Land | \$ 1,231,127 | \$ 0 | \$ 0 | \$ 1,231,127 |
| Construction in Progress | 30,211,353 | 10,685,669 | (39,382,814) | 1,514,208 |
| Total Capital Assets Not Depreciated | \$ 31,442,480 | \$ 10,685,669 | \$ (39,382,814) | \$ 2,745,335 |
| Capital Assets Depreciated: | | | | |
| Buildings and Improvements | \$ 13,633,944 | \$ 39,585,248 | \$ 0 | \$ 53,219,192 |
| Other Capital Assets | 9,791,967 | 2,315,874 | (216,400) | 11,891,441 |
| Infrastructure | 32,484,914 | 0 | 0 | 32,484,914 |
| Total Capital Assets Depreciated | \$ 55,910,825 | \$ 41,901,122 | \$ (216,400) | \$ 97,595,547 |
| Less Accumulated Depreciation For: | | | | |
| Buildings and Improvements | \$ 7,771,193 | \$ 420,248 | \$ 0 | \$ 8,191,441 |
| Other Capital Assets | 7,712,568 | 577,826 | (211,730) | 8,078,664 |
| Infrastructure | 11,131,746 | 810,931 | 0 | 11,942,677 |
| Total Accumulated Depreciation | \$ 26,615,507 | \$ 1,809,005 | \$ (211,730) | \$ 28,212,782 |
| Total Capital Assets Depreciated, Net | \$ 29,295,318 | \$ 40,092,117 | \$ (4,670) | \$ 69,382,765 |
| Governmental Activities Capital Assets, Net | \$ 60,737,798 | \$ 50,777,786 | \$ (39,387,484) | \$ 72,128,100 |

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

Governmental Activities:

| | |
|-----------------------------------|----------------|
| General Government | \$ 102,476 |
| Administration of Justice | 23,002 |
| Public Safety | 388,952 |
| Public Health and Welfare | 358,963 |
| Agriculture and Natural Resources | 7,000 |
| Highway/Public Works | <u>928,612</u> |

| | |
|--|---------------------|
| Total Depreciation Expense - Governmental Activities | <u>\$ 1,809,005</u> |
|--|---------------------|

**Discretely Presented Bedford County School Department -
Governmental Activities:**

| | Balance 7-1-19 | Increases | Decreases | Balance 6-30-20 |
|--|-----------------------|----------------------|------------------------|-----------------------|
| Capital Assets Not Depreciated: | | | | |
| Land | \$ 2,775,891 | \$ 0 | \$ 0 | \$ 2,775,891 |
| Construction in Progress | <u>23,281,005</u> | <u>1,668,773</u> | <u>(24,949,778)</u> | <u>0</u> |
| Total Capital Assets Not Depreciated | <u>\$ 26,056,896</u> | <u>\$ 1,668,773</u> | <u>\$ (24,949,778)</u> | <u>\$ 2,775,891</u> |
| Capital Assets Depreciated: | | | | |
| Buildings and Improvements | \$ 121,866,967 | \$ 25,987,701 | \$ (157,900) | \$ 147,696,768 |
| Other Capital Assets | <u>12,249,033</u> | <u>806,398</u> | <u>(369,954)</u> | <u>12,685,477</u> |
| Total Capital Assets Depreciated | <u>\$ 134,116,000</u> | <u>\$ 26,794,099</u> | <u>\$ (527,854)</u> | <u>\$ 160,382,245</u> |
| Less Accumulated Depreciation For: | | | | |
| Buildings and Improvements | \$ 48,168,706 | \$ 3,094,401 | \$ (153,900) | \$ 51,109,207 |
| Other Capital Assets | <u>8,893,233</u> | <u>598,386</u> | <u>(366,954)</u> | <u>9,124,665</u> |
| Total Accumulated Depreciation | <u>\$ 57,061,939</u> | <u>\$ 3,692,787</u> | <u>\$ (520,854)</u> | <u>\$ 60,233,872</u> |
| Total Capital Assets Depreciated, Net | <u>\$ 77,054,061</u> | <u>\$ 23,101,312</u> | <u>\$ (7,000)</u> | <u>\$ 100,148,373</u> |
| Governmental Activities Capital Assets, Net | <u>\$ 103,110,957</u> | <u>\$ 24,770,085</u> | <u>\$ (24,956,778)</u> | <u>\$ 102,924,264</u> |

Depreciation expense was charged to functions of the discretely presented Bedford County School Department as follow:

Governmental Activities:

| | |
|---|----------------------------|
| Instruction | \$ 2,892,820 |
| Support Services | 771,524 |
| Operation of Non-instructional Services | <u>28,443</u> |
| Total Depreciation Expense - Governmental Activities | <u><u>\$ 3,692,787</u></u> |

C. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2020, was as follows:

Due to/from Primary Government and Component Unit:

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> |
|-----------------------------------|---------------------|---------------|
| Component Unit: | Primary Government: | |
| Emergency Communications District | General | \$ 34,697 |

Interfund Transfers:

Interfund transfers for the year ended June 30, 2020, consisted of the following amount:

Primary Government

| <u>Transfer Out</u> | <u>Transfer In</u> General Capital Projects Fund | <u>Purpose</u> |
|---------------------------|--|-----------------|
| General Debt Service Fund | \$ 3,275,000 | Capital Project |

Discretely Presented Bedford County School Department

| Transfer Out | Transfer In | |
|----------------------------|-----------------------------|---------------|
| | General Purpose School Fund | Purpose |
| Nonmajor governmental fund | \$ 18,000 | Indirect Cost |

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. During the year ended June 30, 2020, the General Debt Service Fund transferred \$3,275,000 to the General Capital Projects Fund to fund construction projects, and the School Federal Projects Fund transferred \$18,000 to the General Purpose School Fund to reimburse for indirect costs.

D. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

General Obligation Bonds - Bedford County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 18 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, 2020, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements - Bedford County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes and other loans outstanding were issued for original terms of up to ten years for notes and up to 20 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes and other loans included in long-term debt as of June 30, 2020, will be retired from the General Debt Service Fund.

General obligation bonds, capital outlay notes and other loans outstanding as of June 30, 2020, for governmental activities are as follows:

| Type | Interest Rate | Final Maturity | Original Amount of Issue | Balance 6-30-20 |
|----------------------|---------------|----------------|--------------------------|-----------------|
| General Obligation | | | | |
| Bonds - Refunding | 2.09 to 5 % | 4-1-37 | \$ 45,750,000 | \$ 37,464,273 |
| Direct Borrowing and | | | | |
| Direct Placement: | | | | |
| Capital Outlay Notes | 2.02 to 2.98 | 6-1-29 | 2,650,000 | 2,415,800 |
| Other Loans | 2.33 to 2.65 | 12-1-37 | 61,525,000 | 56,680,000 |

In prior years, Bedford County entered into loan agreements with the City of Clarksville Public Building Authority. These loan agreements provided for the authority to make \$32,750,000, \$19,275,000, \$5,000,000, and \$4,500,000 available for loan to Bedford County on an as-needed basis for various renovation and construction projects. Bedford County had borrowed the entire amount of each loan. These loans are repayable at fixed interest rates of 2.33, 2.43, 2.65, and 2.55 percent, respectively.

The annual requirements to amortize all general obligation bonds, notes and other loans outstanding as of June 30, 2020, including interest payments, are presented in the following tables:

| Year Ending June 30 | Bonds | | |
|------------------------|---------------|---------------|---------------|
| | Principal | Interest | Total |
| 2021 | \$ 2,785,000 | \$ 1,331,689 | \$ 4,116,689 |
| 2022 | 2,920,000 | 1,225,425 | 4,145,425 |
| 2023 | 3,039,273 | 1,113,816 | 4,153,089 |
| 2024 | 2,150,000 | 997,480 | 3,147,480 |
| 2025 | 2,255,000 | 897,060 | 3,152,060 |
| 2026-2030 | 9,635,000 | 3,132,300 | 12,767,300 |
| 2031-2035 | 10,180,000 | 1,608,900 | 11,788,900 |
| 2036-2037 | 4,500,000 | 203,400 | 4,703,400 |
| Total | \$ 37,464,273 | \$ 10,510,070 | \$ 47,974,343 |

| Year Ending June 30 | Notes - Direct Placement | | |
|------------------------|--------------------------|------------|--------------|
| | Principal | Interest | Total |
| 2021 | \$ 293,400 | \$ 57,151 | \$ 350,551 |
| 2022 | 301,600 | 49,928 | 351,528 |
| 2023 | 309,800 | 42,492 | 352,292 |
| 2024 | 313,100 | 34,842 | 347,942 |
| 2025 | 321,500 | 27,126 | 348,626 |
| 2026-2029 | 876,400 | 41,414 | 917,814 |
| Total | \$ 2,415,800 | \$ 252,953 | \$ 2,668,753 |

| Year Ending June 30 | Other Loans - Direct Placement | | |
|------------------------|--------------------------------|---------------|---------------|
| | Principal | Interest | Total |
| 2021 | \$ 2,708,000 | \$ 1,330,587 | \$ 4,038,587 |
| 2022 | 2,774,000 | 1,264,757 | 4,038,757 |
| 2023 | 2,841,000 | 1,197,308 | 4,038,308 |
| 2024 | 2,909,000 | 1,128,244 | 4,037,244 |
| 2025 | 2,979,000 | 1,057,523 | 4,036,523 |
| 2026-2030 | 15,999,000 | 4,166,029 | 20,165,029 |
| 2031-2035 | 18,018,000 | 2,124,986 | 20,142,986 |
| 2036-2038 | 8,452,000 | 229,851 | 8,681,851 |
| Total | \$ 56,680,000 | \$ 12,499,285 | \$ 69,179,285 |

There is \$19,457,770 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita including unamortized debt premiums totaled \$869, based on the 2010 federal census. Total debt per capita, including bonds, notes, other loans, and unamortized debt premiums totaled \$2,181 based on the 2010 federal census.

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2020, was as follows:

Governmental Activities:

| | Bonds | Notes - Direct Placement | Other Loans - Direct Placement |
|-----------------------------|----------------------|--------------------------------|---|
| Balance, July 1, 2019 | \$ 40,159,273 | \$ 1,400,000 | \$ 50,977,950 |
| Additions | 0 | 1,650,000 | 8,347,050 |
| Reductions | (2,695,000) | (634,200) | (2,645,000) |
| Balance, June 30, 2020 | <u>\$ 37,464,273</u> | <u>\$ 2,415,800</u> | <u>\$ 56,680,000</u> |
| Balance Due Within One Year | <u>\$ 2,785,000</u> | <u>\$ 293,400</u> | <u>\$ 2,708,000</u> |

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

| | |
|--|----------------------|
| Total Noncurrent Liabilities - Debt, June 30, 2020 | \$ 96,560,073 |
| Less: Balance Due Within One Year - Debt | (5,786,400) |
| Add: Unamortized Premium on Debt | <u>1,711,134</u> |
| Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A | <u>\$ 92,484,807</u> |

E. Long-term Obligations

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2020, was as follows:

| | Compensated Absences | Other Postemployment Benefits |
|-----------------------------|-------------------------|-------------------------------------|
| Balance, July 1, 2019 | \$ 428,639 | \$ 507,890 |
| Additions | 745,767 | 101,947 |
| Reductions | <u>(683,439)</u> | <u>(138,876)</u> |
| Balance, June 30, 2020 | <u>\$ 490,967</u> | <u>\$ 470,961</u> |
| Balance Due Within One Year | <u>\$ 24,548</u> | <u>\$ 0</u> |

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

| | | |
|---|----|-----------------|
| Total Noncurrent Liabilities - Other, June 30, 2020 | \$ | 961,928 |
| Less: Balance Due Within One Year - Other | | <u>(24,548)</u> |

| | | |
|--|----|----------------|
| Noncurrent Liabilities - Due in | | |
| More Than One Year - Other - Exhibit A | \$ | <u>937,380</u> |

Long-term obligations including pensions, compensated absences, and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds.

Discretely Presented Bedford County School Department

Changes in Long-term Obligation

Long-term obligation activity for the discretely presented Bedford County School Department for the year ended June 30, 2020, was as follows:

Governmental Activities:

| | | |
|-----------------------------|----|-------------------------------------|
| | | Other Postemployment Benefits |
| | | <u></u> |
| Balance, July 1, 2019 | \$ | 4,385,447 |
| Additions | | 1,608,763 |
| Reductions | | <u>(910,137)</u> |
| Balance, June 30, 2020 | \$ | <u>5,084,073</u> |
| Balance Due Within One Year | \$ | <u>0</u> |

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

| | | |
|---|----|-----------|
| Total Noncurrent Liabilities - Other, June 30, 2020 | \$ | 5,084,073 |
| Less: Balance Due Within One Year - Other | | <u>0</u> |

| | | |
|--|----|------------------|
| Noncurrent Liabilities - Due in | | |
| More Than One Year - Other - Exhibit A | \$ | <u>5,084,073</u> |

Long-term obligations including pensions, compensated absences, and other postemployment benefits will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

F. On-Behalf Payments – Discretely Presented Bedford County School Department

Discretely Presented Bedford County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Bedford County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both plans are administered by the State of Tennessee and reported in the state's Comprehensive Annual Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2020, were \$123,948. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. Risk Management

Bedford County and the discretely presented Bedford County School Department are exposed to various risks related to general liability, property, casualty, and workers' compensation losses. During 2020, Bedford County and the school department decided it was more economically feasible to join a public entity risk pool instead of purchasing commercial insurance for general liability, property, casualty, and workers' compensation coverage. Bedford County and the school department joined the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. Bedford County and the school department pays an annual premium to the TN-RMT for their general liability, property, casualty, and workers' compensation insurance coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

Bedford County

Employee Health Insurance

Bedford 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 Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. The state statute provides for the LGGIF to be self-sustaining through member premiums.

Discretely Presented Bedford County School Department

The discretely presented Bedford 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 Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

B. Contingent Liabilities

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

C. Joint Ventures

Primary Government

The Shelbyville-Bedford County Public Library is jointly owned by Bedford County and the City of Shelbyville and operates under Tennessee state law and the rules and regulations of the Highland Rim Regional Library. The library is governed by a voluntary 14-member board of directors, seven appointed by the county and seven by the city. Bedford County has control over budgeting and financing of the joint venture only to the extent of representation by the seven board members appointed. Bedford County contributed \$149,829 to the operations of the library during the year ended June 30, 2020.

The Joint Economic Development Board is a joint venture between Bedford County and the cities of Bell Buckle, Normandy, Shelbyville, and Wartrace. The board comprises the city mayor or city manager, if so designated by the city's governing board of each member's municipality, the Bedford County mayor, three members of the City of Shelbyville Industrial Development Board, two residents of the unincorporated area of Bedford County, and a private citizen who owns greenbelt property. The purpose of the board is to foster communication and facilitate economic and community development between and among governmental entities, industry, and private citizens. The cities and county will provide the majority of funding for the board based on the percentage of their population compared to the total census of the county. Bedford County contributed \$100,000 to the Joint Economic Development Board for the year ended June 30, 2020.

The Seventeenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Seventeenth Judicial District, Marshall, Lincoln, Moore, and Bedford counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors, including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within the judicial district. Bedford County did not contribute to the DTF for the year ended June 30, 2020.

The Interlocal Solid Waste Authority was formed by joint resolution of the counties of Bedford, Franklin, Moore and Lincoln and the municipalities of Tullahoma and Fayetteville to develop a solid waste regional plan. Each participating County Commission or City Council appointed the authority's board for varying terms of office. Bedford County made no contribution to the Interlocal Solid Waste Authority for the year ended June 30, 2020.

Bedford County does not retain an equity interest in any of the above-noted joint ventures.

Complete financial statements for the Shelbyville-Bedford County Public Library, the Joint Economic Development Board, the Seventeenth Judicial District Drug Task Force, and the Interlocal Solid Waste Authority can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Shelbyville-Bedford County Public Library
220 South Jefferson Street
Shelbyville, TN 37160

Joint Economic Development Board
c/o City Hall
201 North Spring Street
Shelbyville, TN 37160

Office of District Attorney General
Seventeenth Judicial District Drug Task Force
P.O. Box 878
Fayetteville, TN 37334

Interlocal Solid Waste Authority
c/o City of Tullahoma
P.O. Box 807
Tullahoma, TN 37388

Discretely Presented Bedford County School Department

The discretely presented school department participates in the Volunteer State Cooperative (VOLCO), which represents a cost-sharing arrangement. The cooperative was established through a contractual agreement between participating county school systems, city school systems, and certain special school districts. The cooperative was authorized through Chapter 49 of *Tennessee Code Annotated* to obtain lower prices for food supplies, materials, equipment, and services by combining the purchasing requirements of each member's school food service systems. The cooperative has contracted with a coordinating district (Dickson County School Department) and a service provider to provide these services. The cooperative is governed by a Representative Committee, comprising one representative from each of the member districts; and an Executive Council, consisting of the chair, vice chair, secretary, treasurer, and a member-at-large from the Representative Committee.

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

Administrative Office:

Volunteer State Cooperative
220 McLemore Street
Dickson, TN 37055

D. Jointly Governed Organization

The Bedford Railroad Authority was created November 22, 1984, pursuant to Section 7-56-201, et seq., *Tennessee Code Annotated*, to provide for the continuation of rail service on a section of existing rail spur line located within Bedford County between the cities of Shelbyville and Wartrace. The authority's board includes the mayor of Shelbyville, a city councilman, the county mayor, a county commissioner, the mayor of Wartrace, and a citizen residing in Wartrace; however, the county and cities do not have any ongoing financial interest or responsibility for the entity.

E. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Bedford County and non-certified employees of the discretely presented Bedford County School

Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 60.82 percent and the non-certified employees of the discretely presented school department comprise 39.18 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 www.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 non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 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 an automatic cost of living adjustment (COLA) 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, 2019, the following employees were covered by the benefit terms:

| | |
|--|--------------|
| Inactive Employees or Beneficiaries Currently Receiving Benefits | 354 |
| Inactive Employees Entitled to But Not Yet Receiving Benefits | 970 |
| Active Employees | 673 |
| Total Employees | <u>1,997</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. Bedford County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2020, the employer contribution for Bedford County was \$557,133 and the school department was \$349,422 based on a rate of 4.14 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Bedford 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)

Pension Liabilities (Assets). Bedford County's net pension liability (asset) was measured as of June 30, 2019, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|--|
| Inflation | 2.5% |
| Salary Increases | Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4% |
| Investment Rate of Return | 7.25%, Net of Pension Plan Investment Expenses, Including Inflation |
| Cost of Living Adjustment | 2.25% |

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

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. 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, 2016, 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 2.5 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 | 5.69 % | 31 % |
| Developed Market | | |
| International Equity | 5.29 | 14 |
| Emerging Market | | |
| International Equity | 6.36 | 4 |
| Private Equity and | | |
| Strategic Lending | 5.79 | 20 |
| U.S. Fixed Income | 2.01 | 20 |
| Real Estate | 4.32 | 10 |
| Short-term Securities | 0.00 | 1 |
| Total | | 100 % |

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 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 Bedford County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

| | Increase (Decrease) | | |
|---|---------------------|------------------------|-------------------|
| | Total | Plan | Net |
| | Pension Liability | Fiduciary Net Position | Pension Liability |
| Primary Government | (a) | (b) | (a)-(b) |
| Balance, July 1, 2018 | \$ 34,254,563 | \$ 39,815,514 | \$ (5,560,951) |
| Changes for the Year: | | | |
| Service Cost | \$ 1,188,733 | \$ 0 | \$ 1,188,733 |
| Interest | 2,456,509 | 0 | 2,456,509 |
| Differences Between Expected and Actual Experience | (86,119) | 0 | (86,119) |
| Changes in Assumptions | 0 | 0 | 0 |
| Contributions-Employer | 0 | 496,820 | (496,820) |
| Contributions-Employees | 0 | 567,795 | (567,795) |
| Net Investment Income | 0 | 2,886,827 | (2,886,827) |
| Benefit Payments, Including Refunds of Employee Contributions | (1,655,691) | (1,655,691) | 0 |
| Administrative Expense | 0 | (34,108) | 34,108 |
| Other Changes | 0 | 0 | 0 |
| Net Changes | \$ 1,903,432 | \$ 2,261,643 | \$ (358,211) |
| Balance, June 30, 2019 | \$ 36,157,995 | \$ 42,077,157 | \$ (5,919,162) |

| School Department | Increase (Decrease) | | |
|---|-----------------------------|----------------------------------|---------------------------------|
| | Total | Plan | Net |
| | Pension Liability (a) | Fiduciary Net Position (b) | Pension Liability (a)-(b) |
| Balance, July 1, 2018 | \$ 21,030,399 | \$ 24,444,514 | \$ (3,414,115) |
| Changes for the Year: | | | |
| Service Cost | \$ 597,550 | \$ 0 | \$ 597,550 |
| Interest | 1,582,474 | 0 | 1,582,474 |
| Differences Between Expected and Actual Experience | (55,478) | 0 | (55,478) |
| Changes in Assumptions | 0 | 0 | 0 |
| Contributions-Employer | 0 | 320,050 | (320,050) |
| Contributions-Employees | 0 | 365,771 | (365,771) |
| Net Investment Income | 0 | 1,859,683 | (1,859,683) |
| Benefit Payments, Including Refunds of Employee Contributions | (1,066,589) | (1,066,589) | 0 |
| Administrative Expense | 0 | (21,972) | 21,972 |
| Other Changes | 0 | 0 | 0 |
| Net Changes | \$ 1,057,957 | \$ 1,456,943 | \$ (398,986) |
| Balance, June 30, 2019 | \$ 22,088,356 | \$ 25,901,457 | \$ (3,813,101) |

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Bedford County calculated using the discount rate of 7.25 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 (6.25%) or one percentage point higher (8.25%) than the current rate:

| Primary Government | 1% | Current | 1% |
|--------------------|----------------|----------------|----------------|
| | Decrease | Discount | Increase |
| | 6.25% | Rate | 8.25% |
| Net Pension | | | |
| Liability (Asset) | \$ (1,450,469) | \$ (5,919,162) | \$ (9,601,849) |

| | 1% Decrease | Current Discount Rate | 1% Increase |
|--------------------------|----------------|-----------------------------|----------------|
| School Department | 6.25% | 7.25% | 8.25% |

Net Pension

Liability (Asset) \$ (934,386) \$ (3,813,101) \$ (6,185,472)

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

Pension Expense or Negative Pension Expense. For the year ended June 30, 2020, Bedford County recognized pension expense (negative pension expense) of \$831,007. Bedford County recognized pension expense (negative pension expense) of \$505,418 for the primary government and \$325,589 the non-certified employees of the discretely presented school department.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, Bedford 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 |
|--|---|--|
| Primary Government | | |
| Difference Between Expected and Actual Experience | \$ 75,987 | \$ 386,319 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 0 | 481,400 |
| Changes in Assumptions | 196,840 | 0 |
| Contributions Subsequent to the Measurement Date of June 30, 2019 (1) | 557,133 | N/A |
| Total | \$ 829,960 | \$ 867,719 |

(1) The amount shown above for "Contributions Subsequent to the Measurement Date of June 30, 2019," will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

| School Department | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|---|--|
| Difference Between Expected and Actual Experience | \$ 48,951 | \$ 248,865 |
| Net Difference Between Projected and Actual Earnings on Pension Plan | | |
| Investments | 0 | 310,117 |
| Changes in Assumptions | 126,804 | 0 |
| Contributions Subsequent to the Measurement Date of June 30, 2019 (1) | 349,422 | N/A |
| Total | \$ 525,177 | \$ 558,982 |

(1) The amount shown above for "Contributions Subsequent to the Measurement Date of June 30, 2019," will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

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

Primary Government

| Year Ending June 30 | Amount |
|------------------------|-----------|
| 2021 | \$ 60,843 |
| 2022 | (527,428) |
| 2023 | (113,109) |
| 2024 | (15,198) |
| 2025 | 0 |
| Thereafter | 0 |

School Department

| Year Ending June 30 | Amount |
|------------------------|-----------|
| 2021 | \$ 39,194 |
| 2022 | (339,767) |
| 2023 | (72,864) |
| 2024 | (9,790) |
| 2025 | 0 |
| Thereafter | 0 |

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

Discretely Presented Bedford County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Bedford County and non-certified employees of the discretely presented Bedford County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 60.82 percent and the non-certified employees of the discretely presented school department comprise 39.18 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Bedford 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 www.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 non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 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 an automatic cost of living adjustment (COLA) 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 COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly 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, 2020, to the Teacher Retirement Plan were \$169,025, which is 2.03 percent of covered payroll. In addition, employer contributions of \$164,029, which is 1.97 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, 2020, the school department reported a liability (asset) of (\$394,952) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2019, 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, 2019, the school department's proportion was .699666 percent. The proportion as of June 30, 2018, was .700707 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2020, the school department recognized pension expense (negative pension expense) of \$124,089.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, 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 | \$ 16,376 | \$ 68,947 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 0 | 16,698 |
| Changes in Assumptions | 13,723 | 0 |
| Changes in Proportion of Net Pension Liability (Asset) | 5,738 | 4,243 |
| LEA's Contributions Subsequent to the Measurement Date of June 30, 2019 | 169,025 | N/A |
| Total | \$ 204,862 | \$ 89,888 |

The school department's employer contributions of \$169,025, 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, 2021. 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 |
|------------------------|------------|
| 2021 | \$ (8,232) |
| 2022 | (10,787) |
| 2023 | (6,103) |
| 2024 | (3,715) |
| 2025 | (3,035) |
| Thereafter | (22,179) |

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, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|--|
| Inflation | 2.5% |
| Salary Increases | Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4% |
| Investment Rate of Return | 7.25%, Net of Pension Plan Investment Expenses, Including Inflation |
| Cost of Living Adjustment | 2.25% |

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

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. 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, 2016, 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 2.5 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 | 5.69 % | 31 % |
| International Equity Emerging Market | 5.29 | 14 |
| International Equity Private Equity and Strategic Lending | 6.36 | 4 |
| U.S. Fixed Income | 5.79 | 20 |
| Real Estate | 2.01 | 20 |
| Short-term Securities | 4.32 | 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 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

| | | | |
|---|-------------------------|--------------------------------------|-------------------------|
| School Department's Proportionate Share of the Net Pension Liability (Asset) | 1% Decrease 6.25% | Current Discount Rate 7.25% | 1% Increase 8.25% |
|---|-------------------------|--------------------------------------|-------------------------|

Net Pension Liability (Asset) \$ 125,136 \$ (394,952) \$ (779,393)

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 Bedford 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 www.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 non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 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 an automatic cost of living adjustment (COLA) 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. Under the Teacher Legacy Pension 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. 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 Bedford County School Department for the year ended June 30, 2020, to the Teacher Legacy Pension Plan were \$2,762,974, which is 10.63 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, 2020, the school department reported a liability (asset) of (\$7,770,164) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2019, 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 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, 2019, the school department's proportion was .755720 percent. The proportion measured at June 30, 2018, was .732954 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2020, the school department recognized pension expense (negative pension expense) of \$1,033,302.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, 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 | \$ 378,310 | \$ 4,746,171 |
| Changes in Assumptions | 1,047,070 | 0 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 0 | 2,220,085 |
| Changes in Proportion of Net Pension Liability (Asset) | 62,848 | 41,772 |
| LEA's Contributions Subsequent to the Measurement Date of June 30, 2019 | 2,762,974 | N/A |
| Total | \$ 4,251,202 | \$ 7,008,028 |

The school department's employer contributions of \$2,762,974 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2021. 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 |
|------------------------|----------------|
| 2021 | \$ (1,589,081) |
| 2022 | (2,207,700) |
| 2023 | (982,365) |
| 2024 | (740,654) |
| 2025 | 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, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|--|
| Inflation | 2.5% |
| Salary Increases | Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4% |
| Investment Rate of Return | 7.25%, Net of Pension Plan Investment Expenses, Including Inflation |
| Cost of Living Adjustment | 2.25% |

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

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. 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, 2016, 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 2.5 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 | 5.69 | % | 31 | % |
| International Equity Emerging Market | 5.29 | | 14 | |
| International Equity Private Equity and Strategic Lending | 6.36 | | 4 | |
| U.S. Fixed Income | 5.79 | | 20 | |
| Real Estate | 2.01 | | 20 | |
| Short-term Securities | 4.32 | | 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 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

| | | | |
|--|-------------------------|---------------------------|-------------------------|
| Proportionate Share of the Net Pension Liability (Asset) | 1% Decrease 6.25% | Discount Rate 7.25% | 1% Increase 8.25% |
|--|-------------------------|---------------------------|-------------------------|

Net Pension

Liability (Asset) \$ 15,887,741 \$ (7,770,164) \$ (26,589,372)

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

F. Other Postemployment Benefits (OPEB) Plans

Bedford County and the discretely presented Bedford County School Department provide OPEB benefits to its retirees under various OPEB plans. These include OPEB provided through state administered public entity risk pools and commercial health insurance plans. 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

Primary Government

Retirees of Bedford County are provided healthcare under a Local Government Plan (LGP) until they reach Medicare eligibility.

The county's total OPEB liability was measured as of June 30, 2019, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and other inputs. The total OPEB liability in the June 30, 2019, actuarial valuation of each plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|---|--|
| Actuarial Cost Method | Entry Age Normal |
| Inflation | 2.2% |
| Salary Increases | Salary increases used in the July 1, 2019, TCRS actuarial valuation; 3.44% to 8.72%, including inflation |
| Discount Rate | 3.51% |
| Healthcare Cost Trend Rates | Based on the Getzen Model, with trend starting at 6.03% for pre-65 retirees in the 2019 calendar year, and decreasing annually over a 10-year period to an ultimate trend rate of 4.5% |
| Retirees Share of Benefit Related Cost | Discussed under each plan |

The discount rate was 3.51 percent, based on an average rating of AA/Aa as shown on the Bond Buyers 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, 2019, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2019, valuations were the same as those employed in the July 1, 2018, Pension Actuarial Valuation of the TCRS. These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2012 - June 30, 2016. 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 RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2 percent load for males and a -3 percent load for females. 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.

Changes in Assumptions. The discount rate changed from 3.62 percent as of the beginning of the measurement period to 3.51 percent as of the measurement date of June 30, 2019. This change in assumption increased 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 2020 plan year was revised from 6.75 percent to 6.03 percent.

Local Government OPEB Plan (Primary Government)

Plan Description. Employees of Bedford County are provided with pre-65 retiree health insurance benefits through the closed 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. Bedford County offers the LGP to provide health insurance coverage to eligible pre-65 retirees and disabled participants of local governments. With the exception of a small group of grandfathered individuals, retirees are required to discontinue coverage under the LGP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-701 establishes and amends the benefit terms of the LGP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members, of the LGP, receives the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Bedford County does not provide a direct subsidy and is only subject to the implicit subsidy.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2019, the following employees were covered by the benefit terms:

| | <u>Total</u> |
|--|-------------------|
| Inactive Employees Currently Receiving Benefit Payments | 0 |
| Inactive Employees Entitled To But Not Yet Receiving Benefit Payments | 0 |
| Active Employees | <u>282</u> |
| Total | <u><u>282</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, 2020, the county paid \$2,134 to the LGP for OPEB benefits as they came due.

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

| | <u>Bedford County</u> |
|--|---------------------------|
| Balance July 1, 2018 | \$ 507,890 |
| Changes for the Year: | |
| Service Cost | \$ 53,119 |
| Interest | 20,195 |
| Changes in Benefit Terms | 0 |
| Difference between Expected and Actuarial Experience | (126,959) |
| Changes in Assumption and Other Inputs | 23,016 |
| Benefit Payments | (6,300) |
| Net Changes | <u>\$ (36,929)</u> |
| Balance June 30, 2019 | <u>\$ 470,961</u> |

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, the county recognized OPEB expense of \$56,421. At June 30, 2020, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Difference Between Expected and Actual Experience | \$ 0 | \$ 138,550 |
| Changes of Assumptions and Other Inputs | 41,716 | 18,202 |
| Net Difference Between Projected and Benefits paid after the measurement date of June 30, 2019 | <u>2,134</u> | <u>0</u> |
| Total | <u>\$ 43,850</u> | <u>\$ 156,752</u> |

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 | Bedford County |
|------------------------|-------------------|
| 2021 | \$ (16,113) |
| 2022 | (16,113) |
| 2023 | (16,113) |
| 2024 | (16,113) |
| 2025 | (16,113) |
| Thereafter | (34,471) |

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:

| | 1% Decrease | Current Discount Rate | 1% Increase |
|----------------------|----------------|-----------------------------|----------------|
| Bedford County | 2.51% | 3.51% | 4.51% |
| Total OPEB Liability | \$ 515,632 | \$ 470,961 | \$ 429,767 |

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:

| | 1% Decrease | Current Trend Rate | 1% Increase |
|----------------------|----------------|--------------------------|----------------|
| Bedford County | 5.03 to 3.5% | 6.03 to 4.5% | 7.03 to 5.5% |
| Total OPEB Liability | \$ 409,943 | \$ 470,961 | \$ 544,012 |

Discretely Presented Bedford County School Department

The Bedford County School Department provides healthcare benefits to its certified retirees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of Bedford 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 school department's total OPEB liability for the plan was measured as of June 30, 2019, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2019, actuarial valuation of the plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|-----------------------------|--|
| Actuarial Cost Method | Entry Age Normal |
| Inflation | 2.2% |
| Salary Increases | Salary increases used in the July 1, 2019 TCRS actuarial valuation; 3.44% to 8.72%, including inflation |
| Discount Rate | 3.51% |
| Healthcare Cost Trend Rates | Based on the Getzen Model, with trend starting at 6.03% for pre-65 retirees in the 2019 calendar year, and decreasing annually over a 10-year period to an ultimate rate of 4.5% |
| Retirees Share of Benefit | |
| Related Cost | Discussed under each plan |

The discount rate was 3.51%, 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, 2019, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2019, valuations were the same as those employed in the July 1, 2018, 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, 2012 - June 30, 2016. 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 RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future

years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2 percent load for males and a -3 percent load for females. 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.

Changes in Assumptions. The discount rate changed from 3.62 percent as of the beginning of the measurement period to 3.51 percent as of the measurement date of June 30, 2019. This change in assumption increased 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 2020 plan year was revised from 6.75 percent to 6.03 percent.

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

Plan Description. Employees of the Bedford 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 Bedford 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 the retiree premiums. The school department does not provide a direct subsidy and is only subject to the implicit subsidy.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2019, the following employees were covered by the benefit terms:

| | <u>Total</u> |
|--|-------------------|
| Inactive Employees Currently Receiving Benefit Payments | 27 |
| Inactive Employees Entitled To But Not Yet Receiving Benefit Payments | 0 |
| Active Employees | <u>741</u> |
| Total | <u><u>768</u></u> |

A state insurance committee, created in accordance with TCA 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$178,545 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> | | |
|---|---|----------------------------|-------------------------|
| | Bedford County School Department 64.1932% | State of TN 35.8068% | Total OPEB Liability |
| Balance July 1, 2018 | \$ 4,385,447 | \$ 2,357,089 | \$ 6,742,536 |
| Changes for the Year: | | | |
| Service Cost | \$ 205,981 | \$ 203,997 | \$ 409,978 |
| Interest | 162,207 | 90,478 | 252,685 |
| Changes in Benefit Terms | 0 | 0 | 0 |
| Difference between Expected and Actual Experience | 963,496 | 537,435 | 1,500,931 |
| Changes in Assumption and Other Inputs | (409,908) | (228,646) | (638,554) |
| Benefit Payments | (223,150) | (124,473) | (347,623) |
| Net Changes | <u>\$ 698,626</u> | <u>\$ 478,791</u> | <u>\$ 1,177,417</u> |
| Balance June 30, 2019 | <u>\$ 5,084,073</u> | <u>\$ 2,835,880</u> | <u>\$ 7,919,953</u> |

The Bedford 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 Bedford 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 \$203,734 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Bedford County School Department's proportionate share of the collective OPEB liability was 64.1932 percent and the State of Tennessee's share was 35.8068 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, the school department recognized OPEB expense of \$558,850, including the state's share of the expense. At June 30, 2020, 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 | \$ 865,180 | \$ 1,018,362 |
| Changes of Assumptions and Other Inputs | 108,025 | 556,674 |
| Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employee and Nonemployer Contributors As Benefits Came Due | 34,988 | 65,389 |
| Benefits Paid After the Measurement Date of June 30, 2019 | <u>178,545</u> | <u>0</u> |
| Total | <u>\$ 1,186,738</u> | <u>\$ 1,640,425</u> |

The amount shown above for "Contributions Subsequent to the Measurement Date" of June 30, 2020, will be recognized as a reduction to net pension 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 |
|------------------------|----------------------|
| 2021 | \$ (70,269) |
| 2022 | (70,269) |
| 2023 | (70,269) |
| 2024 | (70,269) |
| 2025 | (70,269) |
| Thereafter | (280,887) |

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 2.51% | Current Discount Rate 3.51% | 1% Increase 4.51% |
|----------------------|-------------------------|--------------------------------------|-------------------------|
|----------------------|-------------------------|--------------------------------------|-------------------------|

| | | | |
|--|--------------|--------------|--------------|
| Proportionate Share of the Collective Total OPEB Liability | \$ 5,498,760 | \$ 5,084,073 | \$ 4,691,895 |
|--|--------------|--------------|--------------|

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.

| | | |
|--------------|--------------|--------------|
| 1% | Current | 1% |
| Decrease | Rate | Increase |
| 5.03 to 3.5% | 6.03 to 4.5% | 7.03 to 5.5% |

G. Office of Central Accounting, Budgeting, and Purchasing

H. Purchasing Laws

The County Financial Management System of 1981 provides for the finance director or a deputy appointed by him/her serve as the county purchasing agent. The finance director serves as the purchasing agent for Bedford County. All purchase orders are issued by the finance department. Purchases exceeding \$25,000 for the Office of County Mayor, the Office of Highway Superintendent, and the discretely presented school department are required to be competitively bid.

No material subsequent events were noted.

A. Summary of Significant Accounting Policies

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telephone services for its service area. The directors serve without compensation for terms of three to four years.

Financial Reporting Entity – Component Unit – Legally, the district is a separate governmental entity that has considerable legal, financial, and administrative autonomy. However, as the governing board is not elected but instead is entirely appointed by the Bedford County Mayor and approved by the Bedford County Commission, the district is considered a component unit of Bedford County.

Pursuant to *Tennessee Code Annotated (TCA)*, Section 7-86-114, before issuing negotiable bonds, the district must have approval of the legislative body of the county wherein the district is established. It also must have approval before making purchase contracts, lease agreements, and notes payable of over five years' duration. In addition, the Bedford County Commission has the ability to adjust the district's service charges.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation – The district does not have the authority to levy or collect taxes but is supported instead by the fees collected from telephone subscribers who benefit from the availability of its service. It recovers the cost of providing its services from its customers. Consequently, the district functions in a manner similar to a private business enterprise.

The accounts of the district are organized on the basis of a proprietary fund type, specifically an enterprise fund. The activities of this fund are accounted for with a separate set of self-balancing accounts that comprise the district's assets, liabilities, net position, revenues, and expenses. Proprietary fund types are reported using the economic resources measurement focus and the accrual basis of accounting. The aim of this measurement focus is to report all inflows, outflows, and balances affecting or reflecting the entity's net position. Revenues are recognized when earned, and expenses are recognized 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.

Operating revenues in proprietary fund types are those revenues generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

Budgetary Law and Practice – The treasurer of the district files an annual budget with the mayor of Bedford County in accordance with *TCA*, Title 7, Chapter 86, Part 1. In March of each year, the treasurer presents a preliminary budget to the board of directors. The budget is then discussed and amended as necessary for approval by the board.

The budget for operations is prepared on the cash receipts and disbursements basis by line-item accounts. Revenues are budgeted in the year receipts are expected, and disbursements are budgeted in the year that the disbursements are expected to occur. Capital asset purchases and capital lease payments are budgeted in total.

Capital Assets – Capital assets are stated at cost or estimated historical cost if actual cost is not available. Maintenance, repairs, and minor renewals are expensed while major renewals and betterments are capitalized. The district defines capital assets as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of three years. When items of property are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included as non-operating revenue or loss.

Depreciation is provided over estimated useful lives ranging from five to 40 years by the straight-line method.

Use of Estimates – The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosure of contingencies at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

Cash Flow – Cash and Cash Equivalents – The district presents its cash flow statement using the direct method. For purposes of cash flow presentation, the district considers cash in operating bank accounts, cash on hand, amounts invested in State Treasurer's Investment Pool, and certificates of deposit with an original maturity of 90 days or less to be cash and cash equivalents. At June 30, 2020, the district did not hold any certificates of deposit.

Use of Facilities – The district conducts its operations in a building owned by Bedford County at no cost to the district. The measurement of the contribution from Bedford County is not considered significant for disclosure as in-kind support and expense in the accompanying Statement of Revenues, Expenses, and Changes in Net Position.

Net Position Flow Assumption – The district will on occasion fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the district's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

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 position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The district has two items that qualify for reporting in this category resulting from the pension plan. See note VI.F. for information concerning deferred outflows related to the pension plan.

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 acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The district has one item that qualifies for reporting in this category resulting from the pension plan. See VI.F. for further information concerning deferred inflows related to the pension plan.

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

B. Cash and Cash Equivalents

Cash and Cash Equivalents

Legal Provisions – The district follows state statutes requiring all deposits with financial institutions to be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. The Tennessee Bank Collateral Pool is a multiple financial institution collateral pool to which member financial institutions holding public funds pledge collateral securities. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. Public fund accounts covered by the pool are considered to be insured for purposes of custodial credit risk exposure. The pool also has the ability to make additional assessments on a pro rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

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 market 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 government.

At June 30, 2020, the carrying amount of cash deposits was \$1,463,568, and the bank balance was \$1,481,776. At June 30, 2020, the entire bank balance was covered by federal depository insurance, or by collateral held in the Tennessee Bank Collateral Pool.

Investments

Legal Provisions – State statutes authorize the district 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; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; and nonconvertible debt securities of certain federal government sponsored enterprises. These investments may not have a maturity greater than two years. The district has no investment policy that would further limit its investment choices.

Investments in the State Treasurer's Investment Pool are reported at amortized cost. 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. As of June 30, 2020, the district had \$1,058,638 held in the State Treasurer's Investment Pool. As of June 30, 2020, the district held no investments required to be reported at fair value.

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. U.S. obligations are implicitly guaranteed by the U.S. government and therefore are not considered to have credit risk. Governmental accounting standards required disclosure of credit quality rating for external pools; however, the State Treasurer's Investment Pool is unrated.

Cash and cash equivalents are presented in the financial statements as follows:

| <u>Cash Accounts</u> | <u>Interest Rate</u> | <u>Carrying Amount</u> |
|-----------------------------------|----------------------|------------------------|
| Pinnacle Bank checking | 0.35% | \$ 1,463,568 |
| State Treasurer's Investment Pool | 0.38% | <u>1,058,638</u> |
| Total | | <u>\$ 2,522,206</u> |

C. Risk Management

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district obtains insurance coverage covering the above risks of loss through a public entity risk entity pool, Tennessee Risk Management Trust (TRMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The creation of the TRMT provides for it to be self-sustaining through member premiums. Settled claims have not exceeded the coverage in any of the past three fiscal years.

D. Interlocal Agreement

The district and Bedford County have entered into an agreement dated January 15, 2004. The agreement acknowledges the district's authority to manage communications at the central public safety answering point (PSAP) as well as to take the steps considered necessary for the purpose of attaining financial self-sufficiency. Significant terms include the district's responsibility to pay all costs that relate to maintenance of the PSAP equipment, annual budgets of the district will only be approved after acceptance by the county, and provides that the employees of the district shall receive benefits generally provided to the employees of the county. Under the agreement the county must provide funding to the district equal to the net amount of money required to be paid to the district after contributions of the district and other funding sources have been applied. The agreement will automatically renew unless either party give the other written notice subject to certain specifications set out in the agreement.

Though not required by the interlocal agreement, the county has agreed to provide funding to the district equal to the cost of the dispatchers' salaries, including benefits. Contributions from the county totaled \$515,287 for the year ended June 30, 2020.

E. Capital Assets

Capital assets are summarized as follows:

| | Balance 7-1-19 | Increases | Decreases | Balance 6-30-20 |
|--------------------------|-------------------|-------------|-----------|--------------------|
| Capital Assets | | | | |
| Depreciated: | | | | |
| Building and | | | | |
| Improvements | \$ 253,799 | \$ 0 | \$ 0 | \$ 253,799 |
| Furniture and Fixtures | 64,753 | 0 | 0 | 64,753 |
| Office Equipment | 10,430 | 0 | 0 | 10,430 |
| Communications Equipment | 259,553 | 0 | 0 | 259,553 |
| Vehicle | 45,150 | 0 | 0 | 45,150 |
| Intangibles | 29,152 | 0 | 0 | 29,152 |
| Other Capital Assets | 0 | 0 | 0 | 0 |
| Total Capital Assets | | | | |
| Depreciated | \$ 662,837 | \$ 0 | \$ 0 | \$ 662,837 |
| Less Accumulated | | | | |
| Depreciation For: | | | | |
| Building and | | | | |
| Improvements | \$ 68,467 | \$ 7,540 | \$ 0 | \$ 76,007 |
| Furniture and Fixtures | 64,753 | 0 | 0 | 64,753 |
| Office Equipment | 10,430 | 0 | 0 | 10,430 |
| Communications Equipment | 164,497 | 18,851 | 0 | 183,348 |
| Vehicle | 45,150 | 0 | 0 | 45,150 |
| Intangibles | 19,435 | 2,916 | 0 | 22,351 |
| Other Capital Assets | 0 | 0 | 0 | 0 |
| Total Accumulated | | | | |
| Depreciation | \$ 372,732 | \$ 29,307 | \$ 0 | \$ 402,039 |
| Total Capital Assets | | | | |
| Depreciated, Net | \$ 290,105 | \$ (29,307) | \$ 0 | \$ 260,798 |

F. General Information About the Pension Plan

Plan Description. Employees of Bedford County Emergency 911 Communications District of Bedford County are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. 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 non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 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 an automatic cost of living adjustment (COLA) 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, 2019, the following employees were covered by the benefit terms:

| | |
|--|-----------|
| Inactive Employees or Beneficiaries Currently Receiving Benefits | 0 |
| Inactive Employees Entitled to But Not Yet Receiving Benefits | 1 |
| Active Employees | 10 |
| Total Employees | <u>11</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. The district makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2020, employer contributions for the district were \$46,443 based on a rate of 9.02 percent of covered payroll. By law, employer contributions are required to be paid. The employer's actuarially determined contribution (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)

Pension Liabilities. The district's net pension liability was measures as of June 30, 2019, and the total pension liability used to calculate net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|--|
| Inflation | 2.5% |
| Salary Increases | Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4% |
| Investment Rate of Return | 7.25%, Net of Pension Plan Investment Expenses, Including Inflation |
| Cost of Living Adjustment | 2.25% |

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

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. 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, 2016, 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 allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major 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 | 5.69 % | 31 % |
| International Equity Emerging Market | 5.29 | 14 |
| International Equity Private Equity and Strategic Lending | 6.36 | 4 |
| U.S. Fixed Income | 5.79 | 20 |
| Real Estate | 2.01 | 20 |
| Short-term Securities | 4.32 | 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 7.25 percent based on a blending of the three factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from the district 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.

| | Increase (Decrease) | | |
|---|--------------------------------------|--|--|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (a)-(b) |
| Balance, July 1, 2018 | \$ 41,645 | \$ 28,604 | \$ 13,041 |
| Changes for the Year: | | | |
| Service Cost | \$ 52,665 | \$ 0 | \$ 52,665 |
| Interest | 6,748 | 0 | 6,748 |
| Differences Between Expected and Actual Experience | 0 | 0 | 0 |
| Changes in Benefit Terms | (874) | 0 | (874) |
| Changes in Assumptions | 0 | 0 | 0 |
| Contributions-Employer | 0 | 19,640 | (19,640) |
| Contributions-Employees | 0 | 22,068 | (22,068) |
| Net Investment Income | 0 | 3,558 | (3,558) |
| Benefit Payments, Including Refunds of Employee Contributions | (2,459) | (2,459) | 0 |
| Administrative Expense | 0 | (890) | 890 |
| Other Changes | 0 | 0 | 0 |
| Net Changes | \$ 56,080 | \$ 41,917 | \$ 14,163 |
| Balance, June 30, 2019 | \$ 97,725 | \$ 70,521 | \$ 27,204 |

Sensitivity of the Net Position Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of the district calculated using the discount rate of 7.25 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 (6.25%) or one percentage point higher (8.25%) than the current rate:

| | 1% | Current Discount Rate | 1% |
|---|-----------|-----------------------------|-----------|
| | Decrease | | Increase |
| Emergency 911 Communications District of Bedford County | 6.25% | 7.25% | 8.25% |
| Net Pension Liability (Asset) | \$ 47,739 | \$ 27,204 | \$ 11,143 |

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

Pension Expense. For the year ended June 30, 2020, the district recognized pension expense of \$34,636.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, the district 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 |
|--|---|--|
| Differences Between Expected and Actual Experience | \$ 0 | \$ 787 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 0 | 162 |
| Changes in proportion of Net Pension Liability (Asset) | 0 | 0 |
| Difference between the employer's actual contributions and its proportionate share of total employer contributions | 0 | 0 |
| Change in Assumptions | 0 | 0 |
| Contributions Subsequent to the Measurement Date of June 30, 2019 | 47,731 | N/A |
| Total | \$ 47,731 | \$ 949 |

The amount shown above for "Contributions Subsequent to the Measurement Date of June 30, 2019," will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

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 |
|------------------------|----------|
| 2021 | \$ (135) |
| 2022 | (135) |
| 2023 | (135) |
| 2024 | (106) |
| 2025 | (87) |
| Thereafter | (348) |

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

G. Deferred Compensation

Effective February 1, 2020, the district offers its employees two deferred compensation plans, one established pursuant to IRC Section 457 and the other pursuant to IRC Section 401(k). All cost of funding these programs are the responsibility of plan participants. The Section 401(k) and Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 401(k) and 457 establish participation, contribution, and withdrawal provisions for the plans.

H. Other Postemployment Benefits (OPEB)

The district provides benefits to its retirees under an OPEB plan. Retirees are provided healthcare until they reach Medicare eligibility. Retired plan members 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. The district does not provide a direct subsidy and thus is only subject to the implicit subsidy. Any liability due to the implicit subsidy is not significant; thus, no liability is recorded.

I. Contingency

Management is addressing the economic impact of the COVID-19 pandemic on the district's operations and financial position. While the district has incurred additional operating costs resulting from the pandemic, the full impact cannot be determined at this time. Management continues to take steps to mitigate any negative effects.

REQUIRED SUPPLEMENTARY INFORMATION

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

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|--|----------------|----------------|----------------|----------------|----------------|----------------|
| Total Pension Liability | | | | | | |
| Service Cost | \$ 1,162,247 | \$ 1,414,370 | \$ 1,450,381 | \$ 1,470,531 | \$ 1,084,317 | \$ 1,188,733 |
| Interest | 3,246,232 | 3,321,126 | 3,483,276 | 3,669,452 | 2,413,278 | 2,456,509 |
| Differences Between Actual and Expected Experience | (1,525,931) | (425,077) | (232,790) | 499,753 | (655,519) | (86,119) |
| Changes in Assumptions | 0 | 0 | 0 | 1,294,582 | 0 | 0 |
| Benefit Payments, Including Refunds of Employee Contributions | (2,095,624) | (2,176,520) | (2,192,355) | (2,284,977) | (1,579,559) | (1,655,691) |
| Net Change in Total Pension Liability | \$ 786,924 | \$ 2,133,899 | \$ 2,508,512 | \$ 4,649,346 | \$ 1,262,517 | \$ 1,903,432 |
| Total Pension Liability, Beginning | 43,168,649 | 43,955,573 | 46,089,472 | 48,597,984 | 32,992,046 | 34,254,563 |
| Total Pension Liability, Ending (a) | \$ 43,955,573 | \$ 46,089,472 | \$ 48,597,984 | \$ 53,247,330 | \$ 34,254,563 | \$ 36,157,995 |
| Plan Fiduciary Net Position | | | | | | |
| Contributions - Employer | \$ 976,847 | \$ 855,335 | \$ 868,096 | \$ 903,034 | \$ 485,387 | \$ 496,820 |
| Contributions - Employee | 820,131 | 814,438 | 826,764 | 861,679 | 545,382 | 567,795 |
| Net Investment Income | 7,503,925 | 1,612,760 | 1,417,431 | 6,161,321 | 3,074,052 | 2,886,827 |
| Benefit Payments, Including Refunds of Employee Contributions | (2,095,624) | (2,176,520) | (2,192,355) | (2,284,977) | (1,579,559) | (1,655,691) |
| Administrative Expense | (25,646) | (30,951) | (46,819) | (53,669) | (36,554) | (34,108) |
| Other | 0 | 0 | 70,557 | 0 | 0 | 0 |
| Net Change in Plan Fiduciary Net Position | \$ 7,179,633 | \$ 1,075,062 | \$ 943,674 | \$ 5,587,388 | \$ 2,488,708 | \$ 2,261,643 |
| Plan Fiduciary Net Position, Beginning | 45,457,635 | 52,637,268 | 53,712,330 | 54,656,004 | 37,326,806 | 39,815,514 |
| Plan Fiduciary Net Position, Ending (b) | \$ 52,637,268 | \$ 53,712,330 | \$ 54,656,004 | \$ 60,243,392 | \$ 39,815,514 | \$ 42,077,157 |
| Net Pension Liability (Asset), Ending (a - b) | \$ (8,681,695) | \$ (7,622,858) | \$ (6,058,020) | \$ (6,996,062) | \$ (5,560,951) | \$ (5,919,162) |
| Plan Fiduciary Net Position as a Percentage of Total Pension Liability | 119.75% | 116.54% | 112.47% | 113.14% | 116.23% | 116.71% |
| Covered Payroll | \$ 16,389,781 | \$ 16,292,092 | \$ 16,558,426 | \$ 17,233,469 | \$ 10,907,565 | \$ 11,166,875 |
| Net Pension Liability (Asset) as a Percentage of Covered Payroll | 52.97% | 46.79% | 36.59% | (40.6)% | (50.98)% | (53.01)% |

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

Note: Data presented for 2014 - 2017 includes primary government, discretely presented Bedford County Emergency Communications District, and non-certified employees of the discretely presented school department.

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

Exhibit E-2

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

| | 2018 | 2019 |
|--|-----------------------|-----------------------|
| Total Pension Liability | | |
| Service Cost | \$ 665,711 | \$ 597,550 |
| Interest | 1,481,618 | 1,582,474 |
| Differences Between Actual and Expected Experience | (402,453) | (55,478) |
| Benefit Payments, Including Refunds of Employee Contributions | (969,761) | (1,066,589) |
| Net Change in Total Pension Liability | \$ 775,115 | \$ 1,057,957 |
| Total Pension Liability, Beginning | 20,255,284 | 21,030,399 |
| Total Pension Liability, Ending (a) | <u>\$ 21,030,399</u> | <u>\$ 22,088,356</u> |
| Plan Fiduciary Net Position | | |
| Contributions - Employer | \$ 298,000 | \$ 320,050 |
| Contributions - Employee | 334,834 | 365,771 |
| Net Investment Income | 1,887,297 | 1,859,683 |
| Benefit Payments, Including Refunds of Employee Contributions | (969,761) | (1,066,589) |
| Administrative Expense | (22,442) | (21,972) |
| Net Change in Plan Fiduciary Net Position | \$ 1,527,928 | \$ 1,456,943 |
| Plan Fiduciary Net Position, Beginning | 22,916,586 | 24,444,514 |
| Plan Fiduciary Net Position, Ending (b) | <u>\$ 24,444,514</u> | <u>\$ 25,901,457</u> |
| Net Pension Liability (Asset), Ending (a - b) | <u>\$ (3,414,115)</u> | <u>\$ (3,813,101)</u> |
| Plan Fiduciary Net Position as a Percentage of Total Pension Liability | 116.23% | 116.71% |
| Covered Payroll | \$ 6,696,639 | \$ 7,193,656 |
| Net Pension Liability (Asset) as a Percentage of Covered Payroll | (50.98)% | (53.01)% |

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

Note: Data presented for 2014 - 2017 is on Exhibit E-1 in aggregate with primary government and discretely presented Bedford County Emergency Communications District.

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

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|---------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Actuarially Determined Contribution | \$ 976,847 | \$ 850,688 | \$ 868,096 | \$ 903,034 | \$ 485,387 | \$ 496,820 | \$ 557,133 |
| Less Contributions in Relation to the | | | | | | | |
| Actuarially Determined Contribution | (976,847) | (850,688) | (868,096) | (903,034) | (485,387) | (496,820) | (557,133) |
| Contribution Deficiency (Excess) | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Covered Payroll | \$ 16,389,781 | \$ 16,292,092 | \$ 16,558,426 | \$ 17,233,469 | \$ 10,907,565 | \$ 11,166,875 | \$ 13,457,319 |
| Contributions as a Percentage of | | | | | | | |
| Covered Payroll | 5.96% | 5.25% | 5.25% | 5.24% | 4.45% | 4.45% | 4.14% |

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

Note: Data presented for 2014 - 2017 includes primary government, discretely presented Bedford County Emergency Communications District, and non-certified employees of the discretely presented school department.

Exhibit E-4

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

| | 2018 | 2019 | 2020 |
|---------------------------------------|--------------|--------------|--------------|
| Actuarially Determined Contribution | \$ 298,000 | \$ 320,050 | \$ 349,422 |
| Less Contributions in Relation to the | | | |
| Actuarially Determined Contribution | (298,000) | (320,050) | (349,422) |
| Contribution Deficiency (Excess) | \$ 0 | \$ 0 | \$ 0 |
| Covered Payroll | \$ 6,696,639 | \$ 7,193,656 | \$ 8,440,145 |
| Contributions as a Percentage of | 4.45% | 4.45% | 4.14% |
| Covered Payroll | | | |

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

Note: Data presented for 2014 - 2017 is on Exhibit E-3 in aggregate with primary government and discretely presented Bedford County Emergency Communications District.

Exhibit E-5

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

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|
| Contractually Required Contribution | \$ 63,047 | \$ 118,384 | \$ 188,479 | \$ 244,934 | \$ 143,635 | \$ 169,025 |
| Less Contributions in Relation to the | | | | | | |
| Actuarially Required Contribution | (63,047) | (118,384) | (188,479) | (244,934) | (143,635) | (169,025) |
| Contribution Deficiency (Excess) | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Covered Payroll | \$ 1,576,186 | \$ 2,959,624 | \$ 4,710,400 | \$ 6,114,083 | \$ 7,394,873 | \$ 8,326,345 |
| Contributions as a Percentage of Covered Payroll | 4.00% | 4.00% | 4.00% | 4.00% | 1.94% | 2.03% |

Note: Beginning in FY 2019, the school department began placing the actuarially determined contribution rate of covered payroll into the pension plan and the remaining portion of the contractually required contribution into the Pension Stabilization Reserve Trust.

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

Exhibit E-6

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

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Contractually Required Contribution | \$ 2,545,755 | \$ 2,436,317 | \$ 2,374,480 | \$ 2,322,788 | \$ 2,330,442 | \$ 2,650,604 | \$ 2,762,974 |
| Less Contributions in Relation to the | | | | | | | |
| Actuarially Required Contribution | (2,545,755) | (2,436,317) | (2,374,480) | (2,322,788) | (2,330,442) | (2,650,604) | (2,762,974) |
| Contribution Deficiency (Excess) | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Covered Payroll | \$ 28,668,412 | \$ 26,777,158 | \$ 26,266,356 | \$ 25,696,405 | \$ 25,674,782 | \$ 25,390,059 | \$ 25,992,230 |
| Contributions as a Percentage of Covered Payroll | 8.88% | 9.04% | 9.04% | 9.04% | 9.08% | 10.44% | 10.63% |

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

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

| | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|-----------------|--------------|--------------|--------------|-----------|
| School Department's Proportion of the Net Pension Asset | 0.758599% | 0.672630% | 0.717920% | 0.700707% | 0.699666% |
| School Department's Proportionate Share of the Net Pension Liability (Asset) | \$ (30,518) \$ | (70,023) \$ | (189,412) \$ | (317,790) \$ | (394,952) |
| Covered Payroll | \$ 1,576,186 \$ | 2,959,624 \$ | 4,710,400 \$ | 6,114,083 \$ | 7,394,873 |
| School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll | (1.94)% | (2.37)% | (4.02)% | (5.20)% | (5.34)% |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset) | 127.46% | 121.88% | 126.81% | 126.97% | 123.07% |

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

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

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|---------------|---------------|---------------|---------------|----------------|----------------|
| School Department's Proportion of the Net Pension Liability (Asset) | 0.730407% | 0.718594% | 0.727641% | 0.726872% | 0.732954% | 0.755720% |
| School Department's Proportionate Share of the Net Pension Liability (Asset) | \$ (118,688) | \$ 294,361 | \$ 4,547,353 | \$ (237,821) | \$ (2,579,203) | \$ (7,770,164) |
| Covered Payroll | \$ 26,668,412 | \$ 26,777,158 | \$ 26,266,356 | \$ 25,696,405 | \$ 25,674,782 | \$ 25,390,059 |
| 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)% | (30.60)% |
| 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% |

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

Exhibit E-9

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

| Measurement Date, June 30 | 2017 | 2018 | 2019 |
|--|------------------|---------------|------------|
| Total OPEB Liability | | | |
| Service Cost | \$ 47,367 \$ | 25,518 \$ | 53,119 |
| Interest | 14,401 | 17,827 | 20,195 |
| Differences Between Actual and Expected Experience | 0 | (34,227) | (126,959) |
| Changes in Assumptions or Other Inputs | (26,731) | 27,026 | 23,016 |
| Benefit Payments | (4,238) | (7,007) | (6,300) |
| Net Change in Total OPEB Liability | \$ 30,799 \$ | 29,137 \$ | (36,929) |
| Total OPEB Liability, Beginning | 447,954 | 478,753 | 507,890 |
| Total OPEB Liability, Ending | \$ 478,753 \$ | 507,890 \$ | 470,961 |
| Covered Employee Payroll | \$ 11,103,805 \$ | 11,572,056 \$ | 12,216,529 |
| Net OPEB Liability as a Percentage of Covered Employee Payroll | 0.04311612 | 0.04388935 | 0.03855113 |

Notes:

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

Note 2: Changes in assumptions. The following are the discount rates used in each period.

| | |
|------|-------|
| 2016 | 2.92% |
| 2017 | 3.56% |
| 2018 | 3.62% |
| 2019 | 3.51% |

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

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

| | 2017 | 2018 | 2019 |
|---|---------------|----------------|---------------|
| Total OPEB Liability | | | |
| Service Cost | \$ 513,228 | \$ 474,479 | \$ 409,978 |
| Interest | 242,043 | 296,161 | 252,685 |
| Differences Between Actual and Expected Experience | 0 | (1,931,272) | 1,500,931 |
| Changes in Assumptions or Other Inputs | (406,789) | 204,864 | (638,554) |
| Benefit Payments | (266,838) | (292,668) | (347,623) |
| Net Change in Total OPEB Liability | \$ 81,644 | \$ (1,248,436) | \$ 1,177,417 |
| Total OPEB Liability, Beginning | 7,909,328 | 7,990,972 | 6,742,536 |
| Total OPEB Liability, Ending | \$ 7,990,972 | \$ 6,742,536 | \$ 7,919,953 |
| Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability | \$ 2,838,657 | \$ 2,357,089 | \$ 2,835,880 |
| Employer Proportionate Share of the Total OPEB Liability | 5,152,315 | 4,385,447 | 5,084,073 |
| Covered Employee Payroll | \$ 38,005,340 | \$ 39,609,896 | \$ 41,516,384 |
| Net OPEB Liability as a Percentage of Covered Employee Payroll | 0.13556819 | 0.11071594 | 0.12245944 |

Notes:

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% |

(b) The assumed initial trend rate applicable to the 2019 plan was revised from 5.4% to 6.75%

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

BEDFORD COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2020

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2020 were calculated based on the June 30, 2018, 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 | 2.5% |
| Salary Increases | Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4% |
| Investment Rate of Return | 7.25%, Net of Investment Expense, Including Inflation |
| Retirement Age | Pattern of Retirement Determined by Experience Study |
| Mortality | Customized Table Based on Actual Experience Including Projection and Adjustment for some Anticipated Improvement |
| Cost of Living Adjustments | 2.25% |

Changes of Assumptions: In 2017, the following assumptions were changed: (1) decreased the inflation rate from 3.0 to 2.5 percent; (2) decreased the investment rate from 7.5 to 7.25 percent; (3) decreased the cost-of-living adjustment from 2.5 to 2.25 percent; (4) decreased the salary growth rate graded ranges from an average of 4.25 to 4.0 percent; and (5) 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.

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

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

Capital Projects Fund

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.

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for note proceeds received during the year for courthouse annex capital expenditures.

Exhibit F-1

Bedford County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2020

| | Special Revenue Fund | Capital Projects Fund | | Total Nonmajor Governmental Funds |
|---------------------------------------|----------------------------|------------------------------|----|--|
| | Drug Control | Other Capital Projects | | |
| <u>ASSETS</u> | | | | |
| Equity in Pooled Cash and Investments | \$ 14,594 | \$ 693,885 | \$ | 708,479 |
| Total Assets | \$ 14,594 | \$ 693,885 | \$ | 708,479 |
| <u>FUND BALANCES</u> | | | | |
| Restricted: | | | | |
| Restricted for Public Safety | \$ 14,594 | \$ 0 | \$ | 14,594 |
| Restricted for Capital Projects | 0 | 693,885 | | 693,885 |
| Total Fund Balances | \$ 14,594 | \$ 693,885 | \$ | 708,479 |

Bedford County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2020

| | Special Revenue Funds | | | Capital Projects Fund | | Total Nonmajor Governmental Funds |
|---|-----------------------|--------------------------------|-----------|------------------------|--|-----------------------------------|
| | Drug Control | Constitutional Officers - Fees | Total | Other Capital Projects | | |
| <u>Revenues</u> | | | | | | |
| Fines, Forfeitures, and Penalties | \$ 1,182 \$ | 0 \$ | 1,182 \$ | 0 \$ | | 1,182 |
| Charges for Current Services | 0 | 3,540 | 3,540 | 0 | | 3,540 |
| Total Revenues | \$ 1,182 \$ | 3,540 \$ | 4,722 \$ | 0 \$ | | 4,722 |
| <u>Expenditures</u> | | | | | | |
| Current: | | | | | | |
| Administration of Justice | 0 \$ | 3,540 \$ | 3,540 \$ | 0 \$ | | 3,540 |
| Other Operations | 12 | 0 | 12 | 0 | | 12 |
| Capital Projects | 0 | 0 | 0 | 1,395,113 | | 1,395,113 |
| Total Expenditures | \$ 12 \$ | 3,540 \$ | 3,552 \$ | 1,395,113 \$ | | 1,398,665 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 1,170 \$ | 0 \$ | 1,170 \$ | (1,395,113) \$ | | (1,393,943) |
| <u>Other Financing Sources (Uses)</u> | | | | | | |
| Notes Issued | 0 \$ | 0 \$ | 0 \$ | 1,650,000 \$ | | 1,650,000 |
| Total Other Financing Sources (Uses) | \$ 0 \$ | 0 \$ | 0 \$ | 1,650,000 \$ | | 1,650,000 |
| Net Change in Fund Balances | \$ 1,170 \$ | 0 \$ | 1,170 \$ | 254,887 \$ | | 256,057 |
| Fund Balance, July 1, 2019 | 13,424 | 0 | 13,424 | 438,998 | | 452,422 |
| Fund Balance, June 30, 2020 | \$ 14,594 \$ | 0 \$ | 14,594 \$ | 693,885 \$ | | 708,479 |

Exhibit F-3

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Drug Control Fund
For the Year Ended June 30, 2020

| | Actual | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|-----------|------------------|-----------|--|
| | | Original | Final | |
| <u>Revenues</u> | | | | |
| Fines, Forfeitures, and Penalties | \$ 1,182 | \$ 6,700 | \$ 6,700 | \$ (5,518) |
| Total Revenues | \$ 1,182 | \$ 6,700 | \$ 6,700 | \$ (5,518) |
| <u>Expenditures</u> | | | | |
| <u>Other Operations</u> | | | | |
| Miscellaneous | \$ 12 | \$ 100 | \$ 100 | \$ 88 |
| Total Expenditures | \$ 12 | \$ 100 | \$ 100 | \$ 88 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 1,170 | \$ 6,600 | \$ 6,600 | \$ (5,430) |
| Net Change in Fund Balance | \$ 1,170 | \$ 6,600 | \$ 6,600 | \$ (5,430) |
| Fund Balance, July 1, 2019 | 13,424 | 14,357 | 14,357 | (933) |
| Fund Balance, June 30, 2020 | \$ 14,594 | \$ 20,957 | \$ 20,957 | \$ (6,363) |

Exhibit F-4

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Other Capital Projects Fund
For the Year Ended June 30, 2020

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2019 | Add: Encumbrances 6/30/2020 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Final | Variance with Final Budget - Positive (Negative) |
|--|---------------------------|-----------------------------------|-----------------------------------|---|------------------------------|----------------|--|
| Total Revenues | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| Expenditures | | | | | | | |
| Capital Projects | | | | | | | |
| General Administration Projects | \$ 196,807 | \$ (83,089) | \$ 128,492 | \$ 242,210 | \$ 0 | \$ 498,309 | \$ 256,099 |
| Public Safety Projects | 505,708 | 0 | 0 | 505,708 | 0 | 515,000 | 9,292 |
| Public Health and Welfare Projects | 692,598 | 0 | 0 | 692,598 | 0 | 992,600 | 300,002 |
| Total Expenditures | \$ 1,395,113 | \$ (83,089) | \$ 128,492 | \$ 1,440,516 | \$ 0 | \$ 2,005,909 | \$ 565,393 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ (1,395,113) | \$ 83,089 | \$ (128,492) | \$ (1,440,516) | \$ 0 | \$ (2,005,909) | \$ 565,393 |
| Other Financing Sources (Uses) | | | | | | | |
| Notes Issued | \$ 1,650,000 | 0 | 0 | \$ 1,650,000 | 0 | \$ 1,650,000 | 0 |
| Total Other Financing Sources | \$ 1,650,000 | 0 | 0 | \$ 1,650,000 | 0 | \$ 1,650,000 | 0 |
| Net Change in Fund Balance | \$ 254,887 | \$ 83,089 | \$ (128,492) | \$ 209,484 | \$ 0 | \$ (355,909) | \$ 565,393 |
| Fund Balance, July 1, 2019 | 438,998 | (83,089) | 0 | 355,909 | 0 | 355,909 | 0 |
| Fund Balance, June 30, 2020 | \$ 693,885 | \$ 0 | \$ (128,492) | \$ 565,393 | \$ 0 | \$ 0 | \$ 565,393 |

Major Governmental Funds

General Debt Service Fund

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

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.

Exhibit G-1

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2020

| | Actual | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|-----------------------|-----------------------|-----------------------|--|
| | | Original | Final | |
| <u>Revenues</u> | | | | |
| Local Taxes | \$ 11,307,306 | \$ 9,315,980 | \$ 9,315,980 | \$ 1,991,326 |
| Other Local Revenues | 1,033,846 | 380,000 | 380,000 | 653,846 |
| Other Governments and Citizens Groups | 290,210 | 299,366 | 299,366 | (9,156) |
| Total Revenues | <u>\$ 12,631,362</u> | <u>\$ 9,995,346</u> | <u>\$ 9,995,346</u> | <u>\$ 2,636,016</u> |
| <u>Expenditures</u> | | | | |
| <u>Principal on Debt</u> | | | | |
| General Government | \$ 2,002,600 | \$ 2,054,345 | \$ 2,002,600 | 0 |
| Highways and Streets | 400,000 | 400,000 | 400,000 | 0 |
| Education | 3,571,600 | 3,412,655 | 3,571,600 | 0 |
| <u>Interest on Debt</u> | | | | |
| General Government | 944,581 | 1,018,527 | 1,007,846 | 63,265 |
| Highways and Streets | 3,060 | 3,060 | 3,060 | 0 |
| Education | 1,824,242 | 1,812,997 | 1,833,398 | 9,156 |
| <u>Other Debt Service</u> | | | | |
| General Government | 162,815 | 158,750 | 168,850 | 6,035 |
| Education | 500 | 8,700 | 8,700 | 8,200 |
| Total Expenditures | <u>\$ 8,909,398</u> | <u>\$ 8,869,034</u> | <u>\$ 8,996,054</u> | <u>\$ 86,656</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ 3,721,964</u> | <u>\$ 1,126,312</u> | <u>\$ 999,292</u> | <u>\$ 2,722,672</u> |
| <u>Other Financing Sources (Uses)</u> | | | | |
| Transfers Out | \$ (3,275,000) | \$ (3,275,000) | \$ (3,275,000) | 0 |
| Total Other Financing Sources | <u>\$ (3,275,000)</u> | <u>\$ (3,275,000)</u> | <u>\$ (3,275,000)</u> | <u>0</u> |
| Net Change in Fund Balance | \$ 446,964 | \$ (2,148,688) | \$ (2,275,708) | \$ 2,722,672 |
| Fund Balance, July 1, 2019 | 19,010,806 | 15,186,360 | 15,186,360 | 3,824,446 |
| Fund Balance, June 30, 2020 | <u>\$ 19,457,770</u> | <u>\$ 13,037,672</u> | <u>\$ 12,910,652</u> | <u>\$ 6,547,118</u> |

Exhibit G-2

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Capital Projects Fund
For the Year Ended June 30, 2020

| | Actual | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|-----------------|------------------|-----------------|--|
| | | Original | Final | |
| Total Revenues | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| <u>Expenditures</u> | | | | |
| <u>Capital Projects</u> | | | | |
| Administration of Justice Projects | \$ 3,415,727 | \$ 0 | \$ 3,416,600 | \$ 873 |
| Public Safety Projects | 7,073,135 | 0 | 7,896,413 | 823,278 |
| Education Capital Projects | 600,050 | 0 | 600,050 | 0 |
| Total Expenditures | \$ 11,088,912 | \$ 0 | \$ 11,913,063 | \$ 824,151 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ (11,088,912) | \$ 0 | \$ (11,913,063) | \$ 824,151 |
| <u>Other Financing Sources (Uses)</u> | | | | |
| Other Loans Issued | \$ 8,347,050 | \$ 0 | \$ 8,347,050 | \$ 0 |
| Transfers In | 3,275,000 | 0 | 3,275,000 | 0 |
| Total Other Financing Sources | \$ 11,622,050 | \$ 0 | \$ 11,622,050 | \$ 0 |
| Net Change in Fund Balance | \$ 533,138 | \$ 0 | \$ (291,013) | \$ 824,151 |
| Fund Balance, July 1, 2019 | 745,208 | 0 | 291,013 | 454,195 |
| Fund Balance, June 30, 2020 | \$ 1,278,346 | \$ 0 | \$ 0 | \$ 1,278,346 |

Fiduciary Funds

Agency Funds are used to account for assets held by the county as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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

Constitutional Officers - Agency Fund – The Constitutional Officers - Agency 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, other county funds, litigants, heirs, and others.

Exhibit H-1

Bedford County, Tennessee
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2020

| | Agency Funds | | |
|-------------------------------------|--------------------------|--|--------------|
| | Cities - Sales Tax | Constitu - tional Officers - Agency | Total |
| <u>ASSETS</u> | | | |
| Cash | \$ 0 | \$ 1,463,459 | \$ 1,463,459 |
| Accounts Receivable | 0 | 470 | 470 |
| Due from Other Governments | 1,071,657 | 0 | 1,071,657 |
| Total Assets | \$ 1,071,657 | \$ 1,463,929 | \$ 2,535,586 |
| <u>LIABILITIES</u> | | | |
| Due to Other Taxing Units | \$ 1,071,657 | \$ 0 | \$ 1,071,657 |
| Due to Litigants, Heirs, and Others | 0 | 1,463,929 | 1,463,929 |
| Total Liabilities | \$ 1,071,657 | \$ 1,463,929 | \$ 2,535,586 |

Bedford County, Tennessee
Combining Statement of Changes in Assets and
Liabilities - All Agency Funds
For the Year Ended June 30, 2020

| | Beginning Balance | Additions | Deductions | Ending Balance |
|--|----------------------|---------------|---------------|-------------------|
| <u>Cities - Sales Tax Fund</u> | | | | |
| <u>Assets</u> | | | | |
| Equity in Pooled Cash and Investments | \$ 0 | \$ 4,875,338 | \$ 4,875,338 | \$ 0 |
| Due from Other Governments | 787,654 | 1,071,657 | 787,654 | 1,071,657 |
| Total Assets | \$ 787,654 | \$ 5,946,995 | \$ 5,662,992 | \$ 1,071,657 |
| <u>Liabilities</u> | | | | |
| Due to Other Taxing Units | \$ 787,654 | \$ 5,946,995 | \$ 5,662,992 | \$ 1,071,657 |
| Total Liabilities | \$ 787,654 | \$ 5,946,995 | \$ 5,662,992 | \$ 1,071,657 |
| <u>Constitutional Officers - Agency Fund</u> | | | | |
| <u>Assets</u> | | | | |
| Cash | \$ 1,690,166 | \$ 10,007,927 | \$ 10,234,634 | \$ 1,463,459 |
| Accounts Receivable | 415 | 470 | 415 | 470 |
| Total Assets | \$ 1,690,581 | \$ 10,008,397 | \$ 10,235,049 | \$ 1,463,929 |
| <u>Liabilities</u> | | | | |
| Due to Litigants, Heirs, and Others | \$ 1,690,581 | \$ 10,008,397 | \$ 10,235,049 | \$ 1,463,929 |
| Total Liabilities | \$ 1,690,581 | \$ 10,008,397 | \$ 10,235,049 | \$ 1,463,929 |
| <u>Totals - All Agency Funds</u> | | | | |
| <u>Assets</u> | | | | |
| Cash | \$ 1,690,166 | \$ 10,007,927 | \$ 10,234,634 | \$ 1,463,459 |
| Equity in Pooled Cash and Investments | 0 | 4,875,338 | 4,875,338 | 0 |
| Accounts Receivable | 415 | 470 | 415 | 470 |
| Due from Other Governments | 787,654 | 1,071,657 | 787,654 | 1,071,657 |
| Total Assets | \$ 2,478,235 | \$ 15,955,392 | \$ 15,898,041 | \$ 2,535,586 |
| <u>Liabilities</u> | | | | |
| Due to Other Taxing Units | \$ 787,654 | \$ 5,946,995 | \$ 5,662,992 | \$ 1,071,657 |
| Due to Litigants, Heirs, and Others | 1,690,581 | 10,008,397 | 10,235,049 | 1,463,929 |
| Total Liabilities | \$ 2,478,235 | \$ 15,955,392 | \$ 15,898,041 | \$ 2,535,586 |

Bedford County School Department

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

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

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

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

Extended School Program Fund – The Extended School Program Fund is used to account for the after-school programs in the individual schools.

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

Exhibit I-1

Bedford County, Tennessee
Statement of Activities
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

| Functions/Programs | Expenses | Program Revenues | | Net (Expense) Revenue and Changes in Net Position |
|--|------------------|----------------------------|---|--|
| | | Charges for Services | Operating Grants and Contributions | |
| Governmental Activities: | | | | |
| Instruction | \$ 44,055,629 \$ | 368,392 \$ | 3,843,828 \$ | (39,843,409) |
| Support Services | 24,951,530 | 83,759 | 0 | (24,867,771) |
| Operation of Non-instructional Services | 6,346,315 | 187,643 | 5,092,046 | (1,066,626) |
| Total Governmental Activities | \$ 75,353,474 \$ | 639,794 \$ | 8,935,874 \$ | (65,777,806) |
| General Revenues: | | | | |
| Taxes: | | | | |
| Property Taxes Levied for General Purposes | | | \$ | 9,323,610 |
| Local Option Sales Taxes | | | | 2,985,399 |
| Other Local Taxes | | | | 23,710 |
| Grants and Contributions Not Restricted to Specific Programs | | | | 55,251,610 |
| Unrestricted Investment Income | | | | 13,798 |
| Miscellaneous | | | | 115,275 |
| Gain on Sale of Capital Assets | | | | 21,800 |
| Total General Revenues | | | \$ | 67,735,202 |
| Change in Net Position | | | \$ | 1,957,396 |
| Net Position, July 1, 2019 | | | | 132,113,663 |
| Net Position, June 30, 2020 | | | \$ | 134,071,059 |

Exhibit I-2

Bedford County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Bedford County School Department
June 30, 2020

| | Major Fund | Nonmajor Funds | |
|---|---------------|-------------------|---------------|
| | General | Other | |
| | Purpose | Govern- | Total |
| | School | mental | Governmental |
| | | Funds | Funds |
| <u>ASSETS</u> | | | |
| Cash | \$ 300 | \$ 4,335 | \$ 4,635 |
| Equity in Pooled Cash and Investments | 24,395,578 | 2,737,009 | 27,132,587 |
| Inventories | 0 | 117,826 | 117,826 |
| Accounts Receivable | 27,097 | 33,184 | 60,281 |
| Allowance for Uncollectibles | 0 | (33,177) | (33,177) |
| Due from Other Governments | 780,228 | 319,368 | 1,099,596 |
| Property Taxes Receivable | 9,120,344 | 0 | 9,120,344 |
| Allowance for Uncollectible Property Taxes | (187,913) | 0 | (187,913) |
| Restricted Assets | 332,680 | 0 | 332,680 |
| Total Assets | \$ 34,468,314 | \$ 3,178,545 | \$ 37,646,859 |
| <u>LIABILITIES</u> | | | |
| Accounts Payable | \$ 195,149 | \$ 5,567 | \$ 200,716 |
| Payroll Deductions Payable | 1,254,108 | 171,001 | 1,425,109 |
| Total Liabilities | \$ 1,449,257 | \$ 176,568 | \$ 1,625,825 |
| <u>DEFERRED INFLOWS OF RESOURCES</u> | | | |
| Deferred Current Property Taxes | \$ 8,639,039 | \$ 0 | \$ 8,639,039 |
| Deferred Delinquent Property Taxes | 275,825 | 0 | 275,825 |
| Other Deferred/Unavailable Revenue | 306,374 | 0 | 306,374 |
| Total Deferred Inflows of Resources | \$ 9,221,238 | \$ 0 | \$ 9,221,238 |
| <u>FUND BALANCES</u> | | | |
| Nonspendable: | | | |
| Inventory | \$ 0 | \$ 117,826 | \$ 117,826 |
| Restricted: | | | |
| Restricted for Education | 102,464 | 2,061,178 | 2,163,642 |
| Restricted for Capital Projects | 0 | 159,052 | 159,052 |
| Restricted for Hybrid Retirement Stabilization Funds | 332,680 | 0 | 332,680 |
| Committed: | | | |
| Committed for Education | 12,499,907 | 663,921 | 13,163,828 |
| Unassigned | 10,862,768 | 0 | 10,862,768 |
| Total Fund Balances | \$ 23,797,819 | \$ 3,001,977 | \$ 26,799,796 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 34,468,314 | \$ 3,178,545 | \$ 37,646,859 |

Exhibit I-3

Bedford County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
Discretely Presented Bedford County School Department
June 30, 2020

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

| | | |
|---|--------------------|-----------------------|
| Total fund balances - balance sheet - governmental funds (Exhibit I-2) | | \$ 26,799,796 |
| (1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. | | |
| Add: land | \$ 2,775,891 | |
| Add: buildings and improvements net of accumulated depreciation | 96,587,561 | |
| Add: other capital assets net of accumulated depreciation | <u>3,560,812</u> | 102,924,264 |
| (2) Long-term liabilities are not due and payable in the current and therefore are not reported in the governmental funds. | | |
| Less: net OPEB liability | | (5,084,073) |
| (3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension OPEB expense in future years. | | |
| Add: deferred outflows of resources related to pensions | \$ 4,981,241 | |
| Add: deferred outflows of resources related to OPEB | 1,186,738 | |
| Less: deferred inflows of resources related to pensions | (7,656,898) | |
| Less: deferred inflows of resources related to OPEB | <u>(1,640,425)</u> | (3,129,344) |
| (4) Net pension assets of the agent and cost-sharing plans are not current financial resources and therefore are not reported in the governmental funds. | | |
| Add: net pension asset - agent plan | \$ 3,813,101 | |
| Add: net pension asset - teacher retirement plan | 394,952 | |
| Add: net pension asset - teacher legacy retirement plan | <u>7,770,164</u> | 11,978,217 |
| (5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds. | | <u>582,199</u> |
| Net position of governmental activities (Exhibit A) | | <u>\$ 134,071,059</u> |

Exhibit I-4

Bedford County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

| | Major Fund General Purpose School | Nonmajor Funds Other Govern- mental Funds | Total Governmental Funds |
|--|--|--|--------------------------------|
| <u>Revenues</u> | | | |
| Local Taxes | \$ 12,653,336 | \$ 0 | \$ 12,653,336 |
| Licenses and Permits | 1,771 | 0 | 1,771 |
| Charges for Current Services | 86,890 | 537,056 | 623,946 |
| Other Local Revenues | 167,924 | 3,380 | 171,304 |
| State of Tennessee | 53,432,679 | 0 | 53,432,679 |
| Federal Government | 0 | 9,687,296 | 9,687,296 |
| Other Governments and Citizens Groups | 0 | 600,050 | 600,050 |
| Total Revenues | <u>\$ 66,342,600</u> | <u>\$ 10,827,782</u> | <u>\$ 77,170,382</u> |
| <u>Expenditures</u> | | | |
| Current: | | | |
| Instruction | \$ 39,646,927 | \$ 2,881,724 | \$ 42,528,651 |
| Support Services | 22,964,246 | 1,796,703 | 24,760,949 |
| Operation of Non-Instructional Services | 891,637 | 5,475,825 | 6,367,462 |
| Capital Outlay | 2,766,013 | 0 | 2,766,013 |
| Capital Projects | 0 | 473,680 | 473,680 |
| Total Expenditures | <u>\$ 66,268,823</u> | <u>\$ 10,627,932</u> | <u>\$ 76,896,755</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ 73,777</u> | <u>\$ 199,850</u> | <u>\$ 273,627</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Insurance Recovery | \$ 6,494 | \$ 0 | \$ 6,494 |
| Transfers In | 18,000 | 0 | 18,000 |
| Transfers Out | 0 | (18,000) | (18,000) |
| Total Other Financing Sources (Uses) | <u>\$ 24,494</u> | <u>\$ (18,000)</u> | <u>\$ 6,494</u> |
| Net Change in Fund Balances | \$ 98,271 | \$ 181,850 | \$ 280,121 |
| Fund Balance, July 1, 2019 | <u>23,699,548</u> | <u>2,820,127</u> | <u>26,519,675</u> |
| Fund Balance, June 30, 2020 | <u>\$ 23,797,819</u> | <u>\$ 3,001,977</u> | <u>\$ 26,799,796</u> |

Bedford County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

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

| | | |
|---|--------------------|---------------------|
| Net change in fund balances - total governmental funds (Exhibit I-4) | | \$ 280,121 |
| (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 | \$ 3,513,094 | |
| Less: current-year depreciation expense | <u>(3,692,787)</u> | (179,693) |
| (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 | | (7,000) |
| (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, 2020 | \$ 582,199 | |
| Less: deferred delinquent property taxes and other deferred June 30, 2019 | <u>(441,205)</u> | 140,994 |
| (4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. | | |
| Change in net OPEB liability | \$ (698,626) | |
| Change in net pension asset - agent pension plan | 398,986 | |
| Change in net pension asset - teacher retirement plan | 77,162 | |
| Change in net pension asset - teacher legacy retirement plan | 5,190,961 | |
| Change in deferred outflows of resources related to pensions | (660,301) | |
| Change in deferred outflows of resources related to OPEB | 802,922 | |
| Change in deferred inflows of resources related to pensions | (3,107,264) | |
| Change in deferred inflows of resources related to OPEB | <u>(280,866)</u> | <u>1,722,974</u> |
| Change in net position of governmental activities (Exhibit B) | | <u>\$ 1,957,396</u> |

Bedford County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Bedford County School Department
June 30, 2020

| | Special Revenue Funds | | | | Capital Projects Fund | |
|---------------------------------------|-------------------------|-------------------|-------------------------|--------------|----------------------------|-----------------------------|
| | School Federal Projects | Central Cafeteria | Extended School Program | Total | Education Capital Projects | Nonmajor Governmental Funds |
| <u>ASSETS</u> | | | | | | |
| Cash | \$ 0 | \$ 3,735 | \$ 600 | \$ 4,335 | \$ 0 | \$ 4,335 |
| Equity in Pooled Cash and Investments | 402,188 | 1,810,016 | 365,753 | 2,577,957 | 159,052 | 2,737,009 |
| Inventories | 0 | 117,826 | 0 | 117,826 | 0 | 117,826 |
| Accounts Receivable | 7 | 0 | 33,177 | 33,184 | 0 | 33,184 |
| Allowance for Uncollectibles | 0 | 0 | (33,177) | (33,177) | 0 | (33,177) |
| Due from Other Governments | 731 | 313,141 | 5,496 | 319,368 | 0 | 319,368 |
| Total Assets | \$ 402,926 | \$ 2,244,718 | \$ 371,849 | \$ 3,019,493 | \$ 159,052 | \$ 3,178,545 |
| <u>LIABILITIES</u> | | | | | | |
| Accounts Payable | \$ 529 | \$ 0 | \$ 5,038 | \$ 5,567 | \$ 0 | \$ 5,567 |
| Payroll Deductions Payable | 97,029 | 71,082 | 2,890 | 171,001 | 0 | 171,001 |
| Total Liabilities | \$ 97,558 | \$ 71,082 | \$ 7,928 | \$ 176,568 | \$ 0 | \$ 176,568 |
| <u>FUND BALANCES</u> | | | | | | |
| Nonspendable: | | | | | | |
| Inventory | \$ 0 | \$ 117,826 | \$ 0 | \$ 117,826 | \$ 0 | \$ 117,826 |
| Restricted: | | | | | | |
| Restricted for Education | 5,368 | 2,055,810 | 0 | 2,061,178 | 0 | 2,061,178 |
| Restricted for Capital Projects | 0 | 0 | 0 | 0 | 159,052 | 159,052 |
| Committed: | | | | | | |
| Committed for Education | 300,000 | 0 | 363,921 | 663,921 | 0 | 663,921 |
| Total Fund Balances | \$ 305,368 | \$ 2,173,636 | \$ 363,921 | \$ 2,842,925 | \$ 159,052 | \$ 3,001,977 |
| Total Liabilities and Fund Balances | \$ 402,926 | \$ 2,244,718 | \$ 371,849 | \$ 3,019,493 | \$ 159,052 | \$ 3,178,545 |

Exhibit I-7

Bedford County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

| | Special Revenue Funds | | | | Capital Projects Fund | | Total Nonmajor Governmental Funds |
|---|-------------------------|-------------------|-------------------------|---------------|----------------------------|------------|-----------------------------------|
| | School Federal Projects | Central Cafeteria | Extended School Program | Total | Education Capital Projects | | |
| <u>Revenues</u> | | | | | | | |
| Charges for Current Services | \$ 0 | \$ 171,795 | \$ 365,261 | \$ 537,056 | \$ 0 | \$ 0 | \$ 537,056 |
| Other Local Revenues | 0 | 3,380 | 0 | 3,380 | 0 | 0 | 3,380 |
| Federal Government | 4,646,421 | 5,040,875 | 0 | 9,687,296 | 0 | 0 | 9,687,296 |
| Other Governments and Citizens Groups | 0 | 0 | 0 | 0 | 600,050 | 600,050 | 600,050 |
| Total Revenues | \$ 4,646,421 | \$ 5,216,050 | \$ 365,261 | \$ 10,227,732 | \$ 600,050 | \$ 600,050 | \$ 10,827,782 |
| <u>Expenditures</u> | | | | | | | |
| Current: | | | | | | | |
| Instruction | \$ 2,881,724 | \$ 0 | \$ 0 | \$ 2,881,724 | \$ 0 | \$ 0 | \$ 2,881,724 |
| Support Services | 1,740,903 | 54,000 | 1,800 | 1,796,703 | 0 | 0 | 1,796,703 |
| Operation of Non-Instructional Services | 426 | 5,125,497 | 349,902 | 5,475,825 | 0 | 0 | 5,475,825 |
| Capital Projects | 0 | 0 | 0 | 0 | 473,680 | 473,680 | 473,680 |
| Total Expenditures | \$ 4,623,053 | \$ 5,179,497 | \$ 351,702 | \$ 10,154,252 | \$ 473,680 | \$ 473,680 | \$ 10,627,932 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 23,368 | \$ 36,553 | \$ 13,559 | \$ 73,480 | \$ 126,370 | \$ 126,370 | \$ 199,850 |
| <u>Other Financing Sources (Uses)</u> | | | | | | | |
| Transfers Out | \$ (18,000) | \$ 0 | \$ 0 | \$ (18,000) | \$ 0 | \$ 0 | \$ (18,000) |
| Total Other Financing Sources (Uses) | \$ (18,000) | \$ 0 | \$ 0 | \$ (18,000) | \$ 0 | \$ 0 | \$ (18,000) |
| Net Change in Fund Balances | \$ 5,368 | \$ 36,553 | \$ 13,559 | \$ 55,480 | \$ 126,370 | \$ 126,370 | \$ 181,850 |
| Fund Balance, July 1, 2019 | 300,000 | 2,137,083 | 350,362 | 2,787,445 | 32,682 | 32,682 | 2,820,127 |
| Fund Balance, June 30, 2020 | \$ 305,368 | \$ 2,173,636 | \$ 363,921 | \$ 2,842,925 | \$ 159,052 | \$ 159,052 | \$ 3,001,977 |

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Bedford County School Department
General Purpose School Fund
For the Year Ended June 30, 2020

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2019 | Add: Encumbrances 6/30/2020 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|---------------------------|-----------------------------------|-----------------------------------|---|----------------------|----------------------|--|
| | | | | | Original | Final | |
| Revenues | | | | | | | |
| Local Taxes | \$ 12,653,336 | \$ 0 | \$ 0 | \$ 12,653,336 | \$ 12,523,470 | \$ 12,576,970 | \$ 76,366 |
| Licenses and Permits | 1,771 | 0 | 0 | 1,771 | 3,000 | 3,000 | (1,229) |
| Charges for Current Services | 86,890 | 0 | 0 | 86,890 | 102,857 | 137,069 | (50,179) |
| Other Local Revenues | 167,924 | 0 | 0 | 167,924 | 263,036 | 265,385 | (97,461) |
| State of Tennessee | 53,432,679 | 0 | 0 | 53,432,679 | 53,149,095 | 53,750,942 | (318,263) |
| Total Revenues | \$ 66,342,600 | \$ 0 | \$ 0 | \$ 66,342,600 | \$ 66,041,458 | \$ 66,733,366 | \$ (390,766) |
| Expenditures | | | | | | | |
| Instruction | | | | | | | |
| Regular Instruction Program | \$ 34,361,444 | (19,230) | \$ 0 | \$ 34,342,214 | \$ 37,005,308 | \$ 37,038,756 | \$ 2,696,542 |
| Alternative Instruction Program | 546,554 | 0 | 0 | 546,554 | 711,074 | 563,633 | 17,079 |
| Special Education Program | 3,368,887 | 0 | 0 | 3,368,887 | 3,608,733 | 3,515,964 | 147,077 |
| Career and Technical Education Program | 1,370,042 | 0 | 0 | 1,370,042 | 1,457,164 | 1,460,651 | 90,609 |
| Support Services | | | | | | | |
| Attendance | 111,507 | 0 | 0 | 111,507 | 117,414 | 128,220 | 16,713 |
| Health Services | 590,357 | 0 | 0 | 590,357 | 623,321 | 623,321 | 32,964 |
| Other Student Support | 1,754,667 | 0 | 0 | 1,754,667 | 1,799,779 | 2,008,882 | 254,215 |
| Regular Instruction Program | 1,539,732 | 0 | 0 | 1,539,732 | 1,559,643 | 1,741,939 | 202,207 |
| Special Education Program | 468,000 | 0 | 0 | 468,000 | 446,667 | 499,618 | 31,618 |
| Career and Technical Education Program | 27,377 | 0 | 0 | 27,377 | 29,752 | 27,888 | 511 |
| Technology | 1,454,906 | 0 | 0 | 1,454,906 | 1,478,884 | 1,478,884 | 23,978 |
| Other Programs | 123,948 | 0 | 0 | 123,948 | 0 | 123,948 | 0 |
| Board of Education | 903,473 | 0 | 0 | 903,473 | 927,962 | 946,559 | 43,086 |
| Director of Schools | 686,669 | 0 | 0 | 686,669 | 694,247 | 765,761 | 79,092 |
| Office of the Principal | 4,038,308 | 0 | 0 | 4,038,308 | 4,047,584 | 4,076,162 | 37,854 |
| Human Services/Personnel | 213,395 | 0 | 0 | 213,395 | 270,568 | 313,073 | 99,678 |
| Operation of Plant | 5,455,661 | 0 | 0 | 5,455,661 | 6,205,955 | 6,237,202 | 781,541 |
| Maintenance of Plant | 2,218,214 | (5,500) | 2,386 | 2,215,100 | 2,372,895 | 2,416,127 | 201,027 |
| Transportation | 3,378,032 | (33,412) | 17,000 | 3,361,620 | 3,949,098 | 4,101,209 | 739,589 |

(Continued)

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

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2019 | Add: Encumbrances 6/30/2020 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|---------------------------|-----------------------------------|-----------------------------------|---|------------------|----------------|--|
| | | | | | Original | Final | |
| <u>Expenditures (Cont.)</u> | | | | | | | |
| <u>Operation of Non-Instructional Services</u> | | | | | | | |
| Food Service | \$ 45,146 \$ | 0 \$ | 0 \$ | 45,146 \$ | 53,608 \$ | 55,108 \$ | 9,962 |
| Community Services | 126,078 | 0 | 0 | 126,078 | 226,750 | 226,750 | 100,672 |
| Early Childhood Education | 720,413 | 0 | 0 | 720,413 | 517,899 | 727,667 | 7,254 |
| Capital Outlay | | | | | | | |
| Regular Capital Outlay | 2,766,013 | (663,595) | 651,474 | 2,753,892 | 1,638,415 | 4,941,717 | 2,187,825 |
| Total Expenditures | \$ 66,268,823 \$ | (721,737) \$ | 670,860 \$ | 66,217,946 \$ | 69,742,720 \$ | 74,019,039 \$ | 7,801,093 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 73,777 \$ | 721,737 \$ | (670,860) \$ | 124,654 \$ | (3,701,262) \$ | (7,285,673) \$ | 7,410,327 |
| <u>Other Financing Sources (Uses)</u> | | | | | | | |
| Insurance Recovery | \$ 6,494 \$ | 0 \$ | 0 \$ | 6,494 \$ | 7,704 \$ | 14,198 \$ | (7,704) |
| Transfers In | 18,000 | 0 | 0 | 18,000 | 8,000 | 8,000 | 10,000 |
| Transfers Out | 0 | 0 | 0 | 0 | (42,505) | 0 | 0 |
| Total Other Financing Sources | \$ 24,494 \$ | 0 \$ | 0 \$ | 24,494 \$ | (36,801) \$ | 22,198 \$ | 2,296 |
| Net Change in Fund Balance | \$ 98,271 \$ | 721,737 \$ | (670,860) \$ | 149,148 \$ | (3,728,063) \$ | (7,263,475) \$ | 7,412,623 |
| Fund Balance, July 1, 2019 | 23,699,548 | (721,737) | 0 | 22,977,811 | 15,927,343 | 15,927,343 | 7,050,468 |
| Fund Balance, June 30, 2020 | \$ 23,797,819 \$ | 0 \$ | (670,860) \$ | 23,126,959 \$ | 12,199,280 \$ | 8,663,868 \$ | 14,463,091 |

Exhibit I-9

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discreetly Presented Bedford County School Department
School Federal Projects Fund
For the Year Ended June 30, 2020

| | Actual (GAAP Basis) | Add: Encumbrances 6/30/2020 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Final | Variance with Final Budget - Positive (Negative) |
|--|---------------------------|-----------------------------------|---|------------------------------|--------------|--|
| Revenues | | | | | | |
| Federal Government | \$ 4,646,421 | \$ 0 | \$ 4,646,421 | \$ 4,790,157 | \$ 6,280,380 | \$ (1,633,959) |
| Total Revenues | \$ 4,646,421 | \$ 0 | \$ 4,646,421 | \$ 4,790,157 | \$ 6,280,380 | \$ (1,633,959) |
| Expenditures | | | | | | |
| Instruction | | | | | | |
| Regular Instruction Program | \$ 1,615,049 | \$ 0 | \$ 1,615,049 | \$ 1,646,376 | \$ 1,954,011 | \$ 338,962 |
| Special Education Program | 1,141,823 | 119 | 1,141,942 | 1,159,233 | 1,374,960 | 233,018 |
| Career and Technical Education Program | 124,852 | 0 | 124,852 | 124,790 | 135,087 | 10,235 |
| Support Services | | | | | | |
| Health Services | 0 | 0 | 0 | 500 | 1,000 | 1,000 |
| Other Student Support | 62,020 | 0 | 62,020 | 119,002 | 146,010 | 83,990 |
| Regular Instruction Program | 954,247 | 0 | 954,247 | 981,615 | 1,655,757 | 701,510 |
| Special Education Program | 383,490 | 0 | 383,490 | 402,446 | 604,593 | 221,103 |
| Career and Technical Education Program | 3,193 | 0 | 3,193 | 10,000 | 3,445 | 252 |
| Transportation | 337,953 | 0 | 337,953 | 328,193 | 384,516 | 46,563 |
| Operation of Non-Instructional Services | | | | | | |
| Food Service | 426 | 0 | 426 | 0 | 3,000 | 2,574 |
| Total Expenditures | \$ 4,623,053 | \$ 119 | \$ 4,623,172 | \$ 4,772,155 | \$ 6,262,379 | \$ 1,639,207 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 23,368 | \$ (119) | \$ 23,249 | \$ 18,002 | \$ 18,001 | \$ 5,248 |
| Other Financing Sources (Uses) | | | | | | |
| Transfers Out | \$ (18,000) | \$ 0 | \$ (18,000) | \$ (18,000) | \$ (18,000) | \$ 0 |
| Total Other Financing Sources | \$ (18,000) | \$ 0 | \$ (18,000) | \$ (18,000) | \$ (18,000) | \$ 0 |

(Continued)

Exhibit I-9

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

| | Actual (GAAP Basis) | Add: Encumbrances 6/30/2020 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|-----------------------------|---------------------------|-----------------------------------|---|------------------|-------|--|
| | | | | Original | Final | |
| Net Change in Fund Balance | \$ 5,368 \$ | (119) \$ | 5,249 \$ | 2 \$ | 1 \$ | 5,248 |
| Fund Balance, July 1, 2019 | 300,000 | 0 | 300,000 | 0 | 0 | 300,000 |
| Fund Balance, June 30, 2020 | \$ 305,368 \$ | (119) \$ | 305,249 \$ | 2 \$ | 1 \$ | 305,248 |

Exhibit I-10

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Bedford County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2020

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2019 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Final | Variance with Final Budget - Positive (Negative) |
|--|---------------------------|-----------------------------------|---|------------------------------|--------------|--|
| <u>Revenues</u> | | | | | | |
| Charges for Current Services | \$ 171,795 | \$ 0 | \$ 171,795 | \$ 300,000 | \$ 300,000 | \$ (128,205) |
| Other Local Revenues | 3,380 | 0 | 3,380 | 3,000 | 3,000 | 380 |
| Federal Government | 5,040,875 | 0 | 5,040,875 | 4,900,000 | 5,269,483 | (228,608) |
| Total Revenues | \$ 5,216,050 | \$ 0 | \$ 5,216,050 | \$ 5,203,000 | \$ 5,572,483 | \$ (356,433) |
| <u>Expenditures</u> | | | | | | |
| <u>Support Services</u> | | | | | | |
| Board of Education | \$ 54,000 | \$ 0 | \$ 54,000 | \$ 54,000 | \$ 54,000 | \$ 0 |
| <u>Operation of Non-Instructional Services</u> | | | | | | |
| Food Service | 5,125,497 | (34,342) | 5,091,155 | 5,622,980 | 6,014,475 | 923,320 |
| Total Expenditures | \$ 5,179,497 | \$ (34,342) | \$ 5,145,155 | \$ 5,676,980 | \$ 6,068,475 | \$ 923,320 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 36,553 | \$ 34,342 | \$ 70,895 | \$ (473,980) | \$ (495,992) | \$ 566,887 |
| <u>Other Financing Sources (Uses)</u> | | | | | | |
| Transfers Out | \$ 0 | \$ 0 | \$ 0 | \$ (22,012) | \$ 0 | \$ 0 |
| Total Other Financing Sources | \$ 0 | \$ 0 | \$ 0 | \$ (22,012) | \$ 0 | \$ 0 |
| Net Change in Fund Balance Fund Balance, July 1, 2019 | \$ 36,553 | \$ 34,342 | \$ 70,895 | \$ (495,992) | \$ (495,992) | \$ 566,887 |
| | 2,137,083 | (34,342) | 2,102,741 | 1,619,846 | 1,619,846 | 482,895 |
| Fund Balance, June 30, 2020 | \$ 2,173,636 | \$ 0 | \$ 2,173,636 | \$ 1,123,854 | \$ 1,123,854 | \$ 1,049,782 |

Exhibit I-11

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Bedford County School Department
Extended School Program Fund
For the Year Ended June 30, 2020

| | Actual | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|------------|------------------|-------------|--|
| | | Original | Final | |
| <u>Revenues</u> | | | | |
| Charges for Current Services | \$ 365,261 | \$ 503,010 | \$ 503,010 | \$ (137,749) |
| Total Revenues | \$ 365,261 | \$ 503,010 | \$ 503,010 | \$ (137,749) |
| <u>Expenditures</u> | | | | |
| <u>Support Services</u> | | | | |
| Board of Education | \$ 1,800 | \$ 1,800 | \$ 1,800 | \$ 0 |
| <u>Operation of Non-Instructional Services</u> | | | | |
| Community Services | 349,902 | 531,192 | 531,192 | 181,290 |
| Total Expenditures | \$ 351,702 | \$ 532,992 | \$ 532,992 | \$ 181,290 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 13,559 | \$ (29,982) | \$ (29,982) | \$ 43,541 |
| Net Change in Fund Balance | \$ 13,559 | \$ (29,982) | \$ (29,982) | \$ 43,541 |
| Fund Balance, July 1, 2019 | 350,362 | 246,861 | 246,861 | 103,501 |
| Fund Balance, June 30, 2020 | \$ 363,921 | \$ 216,879 | \$ 216,879 | \$ 147,042 |

Exhibit I-12

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Bedford County School Department
Education Capital Projects Fund
For the Year Ended June 30, 2020

| | Actual | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|------------|------------------|-------------|--|
| | | Original | Final | |
| <u>Revenues</u> | | | | |
| Other Governments and Citizens Groups | \$ 600,050 | \$ 0 | \$ 600,050 | \$ 0 |
| Total Revenues | \$ 600,050 | \$ 0 | \$ 600,050 | \$ 0 |
| <u>Expenditures</u> | | | | |
| <u>Capital Projects</u> | | | | |
| Education Capital Projects | \$ 473,680 | \$ 0 | \$ 632,732 | \$ 159,052 |
| Total Expenditures | \$ 473,680 | \$ 0 | \$ 632,732 | \$ 159,052 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 126,370 | \$ 0 | \$ (32,682) | \$ 159,052 |
| Net Change in Fund Balance | \$ 126,370 | \$ 0 | \$ (32,682) | \$ 159,052 |
| Fund Balance, July 1, 2019 | 32,682 | 0 | 32,682 | 0 |
| Fund Balance, June 30, 2020 | \$ 159,052 | \$ 0 | \$ 0 | \$ 159,052 |

MISCELLANEOUS SCHEDULES

Exhibit J-1

Bedford County, Tennessee
Schedule of Changes in Long-term Notes, Other Loans, and Bonds
For the Year Ended June 30, 2020

| Description of Indebtedness | Original Amount of Issue | Interest Rate | Date of Issue | Last Maturity Date | Outstanding 7-1-19 | Issued During Period | Paid and/or Matured During Period | Outstanding 6-30-20 |
|---|--------------------------------|------------------|---------------------|--------------------------|-----------------------|----------------------------|--|------------------------|
| <u>NOTES PAYABLE</u> | | | | | | | | |
| Payable through General Debt Service Fund | | | | | | | | |
| Highway - Hot Mix Road Program | \$ 2,000,000 | 1.53% | 11-14-14 | 10-16-19 | \$ 400,000 | 0 | \$ 400,000 | 0 |
| Renovation of Courthouse Annex | 1,000,000 | 2.98 | 2-26-19 | 3-1-26 | 1,000,000 | 0 | 130,000 | 870,000 |
| Public Improvements; Safety Equipment | 1,650,000 | 2.02 | 10-1-19 | 6-1-29 | 0 | 1,650,000 | 104,200 | 1,545,800 |
| Total Notes Payable | | | | | \$ 1,400,000 | \$ 1,650,000 | \$ 634,200 | \$ 2,415,800 |
| <u>OTHER LOANS PAYABLE</u> | | | | | | | | |
| Payable through General Debt Service Fund | | | | | | | | |
| Jail/Justice Center | 32,750,000 | 2.33 | 12-15-16 | 12-1-36 | \$ 28,563,000 | 2,797,000 | \$ 1,422,000 | \$ 29,938,000 |
| School | 19,275,000 | 2.43 | 11-2-16 | 11-1-36 | 18,465,000 | 0 | 830,000 | 17,635,000 |
| Jail/Justice Center | 5,000,000 | 2.65 | 10-10-17 | 12-1-37 | 50,000 | 4,950,000 | 206,000 | 4,794,000 |
| School | 4,500,000 | 2.55 | 12-28-17 | 11-1-37 | 3,899,950 | 600,050 | 187,000 | 4,313,000 |
| Total Other Loans Payable | | | | | \$ 50,977,950 | \$ 8,347,050 | \$ 2,645,000 | \$ 56,680,000 |
| <u>BONDS PAYABLE</u> | | | | | | | | |
| Payable through General Debt Service Fund | | | | | | | | |
| General Obligation School Refunding | 8,405,000 | 2.09 | 3-25-13 | 4-1-23 | \$ 3,739,273 | 0 | \$ 880,000 | \$ 2,859,273 |
| General Obligation School Refunding | 2,610,000 | 2.6 | 4-15-15 | 4-1-25 | 1,685,000 | 0 | 255,000 | 1,430,000 |
| General Obligation Refunding | 34,735,000 | 3 to 5 | 4-12-19 | 4-1-37 | 34,735,000 | 0 | 1,560,000 | 33,175,000 |
| Total Bonds Payable | | | | | \$ 40,159,273 | 0 | \$ 2,695,000 | \$ 37,464,273 |

Exhibit J-2

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

| Year Ending June 30 | Notes | | |
|---------------------------|---------------------|-------------------|---------------------|
| | Principal | Interest | Total |
| 2021 | \$ 293,400 | \$ 57,151 | \$ 350,551 |
| 2022 | 301,600 | 49,928 | 351,528 |
| 2023 | 309,800 | 42,492 | 352,292 |
| 2024 | 313,100 | 34,842 | 347,942 |
| 2025 | 321,500 | 27,126 | 348,626 |
| 2026 | 330,000 | 19,191 | 349,191 |
| 2027 | 178,500 | 11,037 | 189,537 |
| 2028 | 182,100 | 7,432 | 189,532 |
| 2029 | 185,800 | 3,754 | 189,554 |
| Total | <u>\$ 2,415,800</u> | <u>\$ 252,953</u> | <u>\$ 2,668,753</u> |

| Year Ending June 30 | Other Loans | | |
|---------------------------|----------------------|----------------------|----------------------|
| | Principal | Interest | Total |
| 2021 | \$ 2,708,000 | \$ 1,330,587 | \$ 4,038,587 |
| 2022 | 2,774,000 | 1,264,757 | 4,038,757 |
| 2023 | 2,841,000 | 1,197,308 | 4,038,308 |
| 2024 | 2,909,000 | 1,128,244 | 4,037,244 |
| 2025 | 2,979,000 | 1,057,523 | 4,036,523 |
| 2026 | 3,049,000 | 985,118 | 4,034,118 |
| 2027 | 3,123,000 | 910,978 | 4,033,978 |
| 2028 | 3,199,000 | 835,036 | 4,034,036 |
| 2029 | 3,275,000 | 757,260 | 4,032,260 |
| 2030 | 3,353,000 | 677,637 | 4,030,637 |
| 2031 | 3,434,000 | 596,099 | 4,030,099 |
| 2032 | 3,517,000 | 512,586 | 4,029,586 |
| 2033 | 3,601,000 | 427,065 | 4,028,065 |
| 2034 | 3,689,000 | 339,474 | 4,028,474 |
| 2035 | 3,777,000 | 249,762 | 4,026,762 |
| 2036 | 3,868,000 | 157,897 | 4,025,897 |
| 2037 | 3,960,000 | 63,832 | 4,023,832 |
| 2038 | 624,000 | 8,122 | 632,122 |
| Total | <u>\$ 56,680,000</u> | <u>\$ 12,499,285</u> | <u>\$ 69,179,285</u> |

(Continued)

Exhibit J-2

Bedford County, Tennessee

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

| Year Ending June 30 | Bonds | | |
|---------------------------|---------------|---------------|---------------|
| | Principal | Interest | Total |
| 2021 | \$ 2,785,000 | \$ 1,331,689 | \$ 4,116,689 |
| 2022 | 2,920,000 | 1,225,425 | 4,145,425 |
| 2023 | 3,039,273 | 1,113,816 | 4,153,089 |
| 2024 | 2,150,000 | 997,480 | 3,147,480 |
| 2025 | 2,255,000 | 897,060 | 3,152,060 |
| 2026 | 2,045,000 | 791,750 | 2,836,750 |
| 2027 | 2,140,000 | 689,500 | 2,829,500 |
| 2028 | 1,770,000 | 603,900 | 2,373,900 |
| 2029 | 1,815,000 | 550,800 | 2,365,800 |
| 2030 | 1,865,000 | 496,350 | 2,361,350 |
| 2031 | 1,920,000 | 440,400 | 2,360,400 |
| 2032 | 1,975,000 | 382,800 | 2,357,800 |
| 2033 | 2,035,000 | 323,550 | 2,358,550 |
| 2034 | 2,095,000 | 262,500 | 2,357,500 |
| 2035 | 2,155,000 | 199,650 | 2,354,650 |
| 2036 | 2,220,000 | 135,000 | 2,355,000 |
| 2037 | 2,280,000 | 68,400 | 2,348,400 |
| Total | \$ 37,464,273 | \$ 10,510,070 | \$ 47,974,343 |

Exhibit J-3

Bedford County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

| <u>From Fund</u> | <u>To Fund</u> | <u>Purpose</u> | <u>Amount</u> |
|---|--------------------------|-----------------|---------------------|
| <u>PRIMARY GOVERNMENT</u> | | | |
| General Debt Service | General Capital Projects | Capital Project | <u>\$ 3,275,000</u> |
| Total Transfers Primary Government | | | <u>\$ 3,275,000</u> |
| <u>DISCRETELY PRESENTED BEDFORD COUNTY SCHOOL DEPARTMENT</u> | | | |
| School Federal Projects | General Purpose School | Indirect Cost | <u>\$ 18,000</u> |
| Total Transfers Discretely Presented Bedford County School Department | | | <u>\$ 18,000</u> |

Bedford County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

Exhibit J-4

| Official | Authorization for Salary | Salary Paid During Period | Bond | Surety |
|---|--|------------------------------------|---------------|--|
| County Mayor | Section 8-24-102, TCA | \$ 102,596 (8) | \$ 400,000 | Tennessee Risk Management Trust |
| Highway Superintendent | Section 8-24-102, TCA | 97,710 (1)(8) | 400,000 | " |
| Superintendent of Schools | State Board of Education and County Commission | 116,360 (2)(8)(11) | 100,000 (9) | RLI Insurance Company |
| Trustee | Section 8-24-102, TCA | 80,751 (3) | 2,262,111 (9) | Auto-Owners (Mutual) Insurance Company |
| Assessor of Property | Section 8-24-102, TCA | 80,751 (3)(4) | 400,000 | Tennessee Risk Management Trust |
| County Clerk | Section 8-24-102, TCA | 80,751 (3) | 400,000 | " |
| Circuit and General Sessions Courts Clerk | Section 8-24-102, TCA | 88,827 (3)(5)(6) | 400,000 | " |
| Clerk and Master | Section 8-24-102, TCA, and Chancery Court Judge | 88,827 (3)(5)(12) | 100,000 (9) | RLI Insurance Company |
| Register of Deeds | Section 8-24-102, TCA | 80,751 (3) | 400,000 | Tennessee Risk Management Trust |
| Sheriff | Section 8-24-102, TCA | 97,710 (7) | 400,000 | " |
| Finance Director | County Commission | 117,013 (10) | 50,000 (9) | RLI Insurance Company |
| Other Bonds | | | | |
| Employee Fidelity - County Departments | | | 400,000 | Tennessee Risk Management Trust |
| Employee Blanket Bond - School Department | | | 400,000 | " |

- (1) Does not include \$16,647 for serving as the solid waste administrative officer.
- (2) Does not include a career ladder supplement of \$1,000 and a performance bonus of \$8,370.
- (3) Does not include a level-three training incentive pay of \$1,000.
- (4) Does not include a Tennessee certified assessor's pay of \$1,000.
- (5) Includes an additional ten percent of clerk's salary for overseeing more than one court.
- (6) Does not include \$9,000 for serving as a traffic school administrative officer.
- (7) Does not include a law enforcement training supplement of \$800.
- (8) Does not include \$900 for serving on the Budget and Finance Committee.
- (9) All elected officials, director of schools, and finance director are additionally covered by the employee fidelity bond pursuant to Section 8-19-101, Tennessee Code Annotated.
- (10) Does not include longevity pay of \$2,000.
- (11) Includes \$2,400 for travel per contract.
- (12) Does not include special commissioner fees of \$3,540.

Exhibit J-5

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2020

| | Special Revenue Funds | | | | Debt Service | |
|--|-----------------------|--------------|----------------------------------|------------------------|----------------------|---------------|
| | General | Drug Control | Constitutional - Officers - Fees | Highway / Public Works | General Debt Service | Total |
| <u>Local Taxes</u> | | | | | | |
| <u>County Property Taxes</u> | | | | | | |
| Current Property Tax | \$ 11,972,668 | \$ 0 | \$ 0 | \$ 736,675 | \$ 2,852,897 | \$ 15,562,240 |
| Trustee's Collections - Prior Year | 191,527 | 0 | 0 | 13,322 | 59,947 | 264,796 |
| Trustee's Collections - Bankruptcy | 1,513 | 0 | 0 | 104 | 464 | 2,081 |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 144,371 | 0 | 0 | 10,043 | 45,194 | 199,608 |
| Interest and Penalty | 51,362 | 0 | 0 | 3,422 | 14,685 | 69,469 |
| Payments in-Lieu-of Taxes - T.V.A. | 428,416 | 0 | 0 | 26,364 | 102,161 | 556,941 |
| Payments in-Lieu-of Taxes - Local Utilities | 70,803 | 0 | 0 | 4,399 | 17,271 | 92,473 |
| Payments in-Lieu-of Taxes - Other | 121,052 | 0 | 0 | 7,308 | 27,555 | 155,915 |
| <u>County Local Option Taxes</u> | | | | | | |
| Local Option Sales Tax | 403,067 | 0 | 0 | 0 | 7,677,435 | 8,080,502 |
| Litigation Tax - General | 174,311 | 0 | 0 | 0 | 0 | 174,311 |
| Litigation Tax - Jail, Workhouse, or Courthouse | 123,798 | 0 | 0 | 0 | 0 | 123,798 |
| Litigation Tax - Courthouse Security | 89,840 | 0 | 0 | 0 | 0 | 89,840 |
| Business Tax | 566,263 | 0 | 0 | 0 | 0 | 566,263 |
| Mixed Drink Tax | 1,372 | 0 | 0 | 0 | 0 | 1,372 |
| Mineral Severance Tax | 0 | 0 | 0 | 157,941 | 0 | 157,941 |
| Adequate Facilities/Development Tax | 0 | 0 | 0 | 0 | 509,697 | 509,697 |
| <u>Statutory Local Taxes</u> | | | | | | |
| Bank Excise Tax | 237,412 | 0 | 0 | 0 | 0 | 237,412 |
| Wholesale Beer Tax | 193,158 | 0 | 0 | 0 | 0 | 193,158 |
| Total Local Taxes | \$ 14,770,933 | \$ 0 | \$ 0 | \$ 959,578 | \$ 11,307,306 | \$ 27,037,817 |

Licenses and Permits

Licenses

| | | | | | | |
|--------------------|--------|------|------|------|------|--------|
| Marriage Licenses | \$ 563 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 563 |
| Cable TV Franchise | 52,286 | 0 | 0 | 0 | 0 | 52,286 |

(Continued)

Exhibit J-5

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

| | Special Revenue Funds | | | | Debt Service Fund | | Total |
|--|-----------------------|--------------|----------------------------------|------------------------|----------------------|------|---------|
| | General | Drug Control | Constitutional - Officers - Fees | Highway / Public Works | General Debt Service | | |
| <u>Licenses and Permits (Cont.)</u> | | | | | | | |
| <u>Permits</u> | | | | | | | |
| Beer Permits | \$ 1,870 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 1,870 |
| Building Permits | 289,361 | 0 | 0 | 0 | 0 | 0 | 289,361 |
| Other Permits | 51,435 | 0 | 0 | 0 | 0 | 0 | 51,435 |
| Total Licenses and Permits | \$ 395,515 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 395,515 |
| <u>Fines, Forfeitures, and Penalties</u> | | | | | | | |
| <u>Circuit Court</u> | | | | | | | |
| <u>Fines</u> | \$ 953 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 953 |
| Officers Costs | 3,957 | 0 | 0 | 0 | 0 | 0 | 3,957 |
| DUI Treatment Fines | 157 | 0 | 0 | 0 | 0 | 0 | 157 |
| Data Entry Fee - Circuit Court | 1,156 | 0 | 0 | 0 | 0 | 0 | 1,156 |
| <u>Criminal Court</u> | | | | | | | |
| Interpreter Fee | 48 | 0 | 0 | 0 | 0 | 0 | 48 |
| <u>General Sessions Court</u> | | | | | | | |
| Officers Costs | 45,808 | 0 | 0 | 0 | 0 | 0 | 45,808 |
| Game and Fish Fines | 508 | 0 | 0 | 0 | 0 | 0 | 508 |
| Drug Control Fines | 816 | 326 | 0 | 0 | 0 | 0 | 1,142 |
| Jail Fees | 18,880 | 0 | 0 | 0 | 0 | 0 | 18,880 |
| DUI Treatment Fines | 7,297 | 0 | 0 | 0 | 0 | 0 | 7,297 |
| Data Entry Fee - General Sessions Court | 14,127 | 0 | 0 | 0 | 0 | 0 | 14,127 |
| <u>Juvenile Court</u> | | | | | | | |
| Fines | 42,651 | 0 | 0 | 0 | 0 | 0 | 42,651 |
| Jail Fees | 222,352 | 0 | 0 | 0 | 0 | 0 | 222,352 |
| <u>Chancery Court</u> | | | | | | | |
| Officers Costs | 1,591 | 0 | 0 | 0 | 0 | 0 | 1,591 |

(Continued)

Exhibit J-5

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

| | Special Revenue Funds | | | | | Debt Service | |
|---|-----------------------|--------------|--------------------------------|------------------------|------|--------------|--------------|
| | General | Drug Control | Constitutional Officers - Fees | Highway / Public Works | Fund | General Debt | Service |
| | | | | | | | |
| <u>Fines, Forfeitures, and Penalties (Cont.)</u> | | | | | | | |
| <u>Chancery Court (Cont.)</u> | | | | | | | |
| Data Entry Fee - Chancery Court | \$ 6,020 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 6,020 |
| Courtroom Security Fee | 85 | 0 | 0 | 0 | 0 | 0 | 85 |
| <u>Other Courts - In-county</u> | | | | | | | |
| Fines | 4,833 | 0 | 0 | 0 | 0 | 0 | 4,833 |
| <u>Other Fines, Forfeitures, and Penalties</u> | | | | | | | |
| Other Fines, Forfeitures, and Penalties | 3,564 | 856 | 0 | 0 | 0 | 0 | 4,420 |
| Total Fines, Forfeitures, and Penalties | \$ 374,803 | \$ 1,182 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 375,985 |
| <u>Charges for Current Services</u> | | | | | | | |
| <u>General Service Charges</u> | | | | | | | |
| Patient Charges | \$ 1,772,571 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 1,772,571 |
| Other General Service Charges | 3,586 | 0 | 0 | 0 | 0 | 0 | 3,586 |
| Service Charges | 93,118 | 0 | 0 | 0 | 0 | 0 | 93,118 |
| <u>Fees</u> | | | | | | | |
| Copy Fees | 4 | 0 | 0 | 0 | 0 | 0 | 4 |
| Archives and Records Management Fee | 130,728 | 0 | 0 | 0 | 0 | 0 | 130,728 |
| Telephone Commissions | 82,682 | 0 | 0 | 0 | 0 | 0 | 82,682 |
| Special Commissioner Fees/Special Master Fees | 0 | 0 | 3,540 | 0 | 0 | 0 | 3,540 |
| Data Processing Fee - Register | 20,108 | 0 | 0 | 0 | 0 | 0 | 20,108 |
| Probation Fees | 317,145 | 0 | 0 | 0 | 0 | 0 | 317,145 |
| Data Processing Fee - Sheriff | 4,028 | 0 | 0 | 0 | 0 | 0 | 4,028 |
| Sexual Offender Registration Fee - Sheriff | 4,650 | 0 | 0 | 0 | 0 | 0 | 4,650 |
| Data Processing Fee - County Clerk | 5,337 | 0 | 0 | 0 | 0 | 0 | 5,337 |
| Vehicle Insurance Coverage and Reinstatement Fees | 4,410 | 0 | 0 | 0 | 0 | 0 | 4,410 |

(Continued)

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

| | Special Revenue Funds | | | | Debt Service | |
|---|-----------------------|--------------|----------------------------------|------------------------|--------------|--------------|
| | General | Drug Control | Constitutional - Officers - Fees | Highway / Public Works | General Debt | Service |
| | | | | | | Total |
| <u>Charges for Current Services (Cont.)</u> | | | | | | |
| <u>Education Charges</u> | | | | | | |
| Other Charges for Services | \$ 63,346 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 63,346 |
| Total Charges for Current Services | \$ 2,501,713 | \$ 0 | \$ 3,540 | \$ 0 | \$ 0 | \$ 2,505,253 |
| <u>Other Local Revenues</u> | | | | | | |
| <u>Recurring Items</u> | | | | | | |
| Investment Income | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 1,033,846 | \$ 1,033,846 |
| Lease/Rentals | 216,179 | 0 | 0 | 0 | 0 | 216,179 |
| Sale of Materials and Supplies | 0 | 0 | 0 | 6,772 | 0 | 6,772 |
| Commissary Sales | 16,348 | 0 | 0 | 0 | 0 | 16,348 |
| Sale of Gasoline | 0 | 0 | 0 | 7,199 | 0 | 7,199 |
| Sale of Maps | 24 | 0 | 0 | 0 | 0 | 24 |
| Sale of Recycled Materials | 46,784 | 0 | 0 | 1,632 | 0 | 48,416 |
| Sale of Animals/Livestock | 850 | 0 | 0 | 0 | 0 | 850 |
| Miscellaneous Refunds | 194,369 | 0 | 0 | 604 | 0 | 194,973 |
| <u>Nonrecurring Items</u> | | | | | | |
| Sale of Equipment | 39,992 | 0 | 0 | 0 | 0 | 39,992 |
| Contributions and Gifts | 42,574 | 0 | 0 | 0 | 0 | 42,574 |
| <u>Other Local Revenues</u> | | | | | | |
| Other Local Revenues | 21,216 | 0 | 0 | 0 | 0 | 21,216 |
| Total Other Local Revenues | \$ 578,336 | \$ 0 | \$ 0 | \$ 16,207 | \$ 1,033,846 | \$ 1,628,389 |
| <u>Fees Received From County Officials</u> | | | | | | |
| <u>Fees In-Lieu-of Salary</u> | | | | | | |
| County Clerk | \$ 531,958 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 531,958 |
| Circuit Court Clerk | 80,205 | 0 | 0 | 0 | 0 | 80,205 |

(Continued)

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

| | Special Revenue Funds | | | | Debt Service Fund | |
|---|-----------------------|--------------|--------------------------------|------------------------|-------------------|--------------|
| | General | Drug Control | Constitutional Officers - Fees | Highway / Public Works | General Debt | Service |
| | | | | | | Total |
| Fees Received From County Officials (Cont.) | | | | | | |
| Fees In-Lieu-of Salary (Cont.) | | | | | | |
| General Sessions Court Clerk | \$ 399,350 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 399,350 |
| Clerk and Master | 165,922 | 0 | 0 | 0 | 0 | 165,922 |
| Register | 280,018 | 0 | 0 | 0 | 0 | 280,018 |
| Sheriff | 21,902 | 0 | 0 | 0 | 0 | 21,902 |
| Trustee | 820,347 | 0 | 0 | 0 | 0 | 820,347 |
| Total Fees Received From County Officials | \$ 2,299,702 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 2,299,702 |

| | | | | | | |
|--|----------|------|------|-----------|------|-----------|
| State of Tennessee | | | | | | |
| General Government Grants | | | | | | |
| Juvenile Services Program | \$ 9,000 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 9,000 |
| Health and Welfare Grants | | | | | | |
| Health Department Programs | 430,025 | 0 | 0 | 0 | 0 | 430,025 |
| Public Works Grants | | | | | | |
| Litter Program | 0 | 0 | 0 | 71,232 | 0 | 71,232 |
| Other State Revenues | | | | | | |
| Income Tax | 71,357 | 0 | 0 | 0 | 0 | 71,357 |
| Beer Tax | 18,175 | 0 | 0 | 0 | 0 | 18,175 |
| Vehicle Certificate of Title Fees | 12,090 | 0 | 0 | 0 | 0 | 12,090 |
| Alcoholic Beverage Tax | 102,694 | 0 | 0 | 0 | 0 | 102,694 |
| State Revenue Sharing - Telecommunications | 93,334 | 0 | 0 | 0 | 0 | 93,334 |
| Emergency Hospital - Prisoners | 130 | 0 | 0 | 0 | 0 | 130 |
| Contracted Prisoner Boarding | 451,737 | 0 | 0 | 0 | 0 | 451,737 |
| Gasoline and Motor Fuel Tax | 0 | 0 | 0 | 2,585,111 | 0 | 2,585,111 |
| Petroleum Special Tax | 0 | 0 | 0 | 32,511 | 0 | 32,511 |
| Registrar's Salary Supplement | 15,164 | 0 | 0 | 0 | 0 | 15,164 |

(Continued)

Exhibit J-5

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

| | Special Revenue Funds | | | | Debt Service Fund | |
|---|-----------------------|--------------|----------------------------------|------------------------|----------------------|---------------|
| | General | Drug Control | Constitutional - Officers - Fees | Highway / Public Works | General Debt Service | Total |
| State of Tennessee (Cont.) | | | | | | |
| Other State Revenues (Cont.) | | | | | | |
| State Shared Sales Tax - Cities | \$ 7,100 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 7,100 |
| Other State Grants | 4,000 | 0 | 0 | 0 | 0 | 4,000 |
| Other State Revenues | 28,700 | 0 | 0 | 0 | 0 | 28,700 |
| Total State of Tennessee | \$ 1,243,506 | \$ 0 | \$ 0 | \$ 2,688,854 | \$ 0 | \$ 3,932,360 |
| Federal Government | | | | | | |
| Federal Through State | | | | | | |
| Civil Defense Reimbursement | \$ 45,850 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 45,850 |
| Homeland Security Grants | 21,065 | 0 | 0 | 0 | 0 | 21,065 |
| COVID-19 Grant #1 | 2,852 | 0 | 0 | 0 | 0 | 2,852 |
| Other Federal through State | 375,476 | 0 | 0 | 0 | 0 | 375,476 |
| Direct Federal Revenue | 48,038 | 0 | 0 | 0 | 0 | 48,038 |
| COVID-19 Grant #6 | 493,281 | 0 | 0 | 0 | 0 | 493,281 |
| Total Federal Government | \$ 493,281 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 493,281 |
| Other Governments and Citizens Groups | | | | | | |
| Other Governments | | | | | | |
| Contributions | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 290,210 | \$ 290,210 |
| Total Other Governments and Citizens Groups | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 290,210 | \$ 290,210 |
| Total | \$ 22,657,789 | \$ 1,182 | \$ 3,540 | \$ 3,664,639 | \$ 12,631,362 | \$ 38,958,512 |

Exhibit J-6

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

| | General Purpose School | Special Revenue Funds | | | | Capital Projects Fund | |
|--|------------------------------|-------------------------------|----------------------|-------------------------------|----------------------------------|-----------------------------|--|
| | | School Federal Projects | Central Cafeteria | Extended School Program | Education Capital Projects | Total | |
| <u>Local Taxes</u> | | | | | | | |
| <u>County Property Taxes</u> | | | | | | | |
| Current Property Tax | \$ 8,932,159 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 8,932,159 | |
| Trustee's Collections - Prior Year | 161,556 | 0 | 0 | 0 | 0 | 161,556 | |
| Trustee's Collections - Bankruptcy | 1,280 | 0 | 0 | 0 | 0 | 1,280 | |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 121,773 | 0 | 0 | 0 | 0 | 121,773 | |
| Interest and Penalty | 41,500 | 0 | 0 | 0 | 0 | 41,500 | |
| Payments in-Lieu-of Taxes - T.V.A. | 319,664 | 0 | 0 | 0 | 0 | 319,664 | |
| Payments in-Lieu-of Taxes - Local Utilities | 53,335 | 0 | 0 | 0 | 0 | 53,335 | |
| Payments in-Lieu-of Taxes - Other | 88,612 | 0 | 0 | 0 | 0 | 88,612 | |
| <u>County Local Option Taxes</u> | | | | | | | |
| Local Option Sales Tax | 2,909,747 | 0 | 0 | 0 | 0 | 2,909,747 | |
| Mixed Drink Tax | 23,710 | 0 | 0 | 0 | 0 | 23,710 | |
| Total Local Taxes | \$ 12,653,336 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 12,653,336 | |

Licenses and Permits

| | | | | | | | |
|----------------------------|----------|------|------|------|------|----------|--|
| <u>Licenses</u> | | | | | | | |
| Marriage Licenses | \$ 1,771 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 1,771 | |
| Total Licenses and Permits | \$ 1,771 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 1,771 | |

Charges for Current Services

| | | | | | | | |
|----------------------------------|--------|------|--------|------------|------|------------|--|
| <u>Education Charges</u> | | | | | | | |
| Tuition - Other | \$ 0 | \$ 0 | \$ 0 | \$ 365,261 | \$ 0 | \$ 365,261 | |
| Lunch Payments - Adults | 0 | 0 | 78,589 | 0 | 0 | 78,589 | |
| A la Carte Sales | 0 | 0 | 93,206 | 0 | 0 | 93,206 | |
| Receipts from Individual Schools | 83,759 | 0 | 0 | 0 | 0 | 83,759 | |

(Continued)

Exhibit J-6

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

| | General Purpose School | Special Revenue Funds | | | | Capital Projects Fund | Total |
|--------------------------------------|------------------------------|-------------------------------|----------------------|-------------------------------|----------------------------------|-----------------------------|---------|
| | | School Federal Projects | Central Cafeteria | Extended School Program | Education Capital Projects | | |
| Charges for Current Services (Cont.) | | | | | | | |
| Education Charges (Cont.) | | | | | | | |
| Other Charges for Services | \$ 3,131 \$ | 0 \$ | 0 \$ | 0 \$ | 0 \$ | 0 \$ | 3,131 |
| Total Charges for Current Services | \$ 86,890 \$ | 0 \$ | 171,795 \$ | 365,261 \$ | 0 \$ | 0 \$ | 623,946 |
| Other Local Revenues | | | | | | | |
| Recurring Items | | | | | | | |
| Investment Income | \$ 10,418 \$ | 0 \$ | 3,380 \$ | 0 \$ | 0 \$ | 0 \$ | 13,798 |
| Lease/Rentals | 15,200 | 0 | 0 | 0 | 0 | 0 | 15,200 |
| Sale of Recycled Materials | 648 | 0 | 0 | 0 | 0 | 0 | 648 |
| Miscellaneous Refunds | 90,348 | 0 | 0 | 0 | 0 | 0 | 90,348 |
| Nonrecurring Items | | | | | | | |
| Sale of Equipment | 47,200 | 0 | 0 | 0 | 0 | 0 | 47,200 |
| Damages Recovered from Individuals | 33 | 0 | 0 | 0 | 0 | 0 | 33 |
| Contributions and Gifts | 4,077 | 0 | 0 | 0 | 0 | 0 | 4,077 |
| Total Other Local Revenues | \$ 167,924 \$ | 0 \$ | 3,380 \$ | 0 \$ | 0 \$ | 0 \$ | 171,304 |

| | | | | | | | |
|----------------------------------|---------------|------|------|------|------|------|------------|
| State of Tennessee | | | | | | | |
| General Government Grants | | | | | | | |
| On-behalf Contributions for OPEB | \$ 123,948 \$ | 0 \$ | 0 \$ | 0 \$ | 0 \$ | 0 \$ | 123,948 |
| State Education Funds | | | | | | | |
| Basic Education Program | 52,064,221 | 0 | 0 | 0 | 0 | 0 | 52,064,221 |
| Early Childhood Education | 721,505 | 0 | 0 | 0 | 0 | 0 | 721,505 |
| School Food Service | 51,171 | 0 | 0 | 0 | 0 | 0 | 51,171 |
| Driver Education | 36,660 | 0 | 0 | 0 | 0 | 0 | 36,660 |
| Other State Education Funds | 315,300 | 0 | 0 | 0 | 0 | 0 | 315,300 |
| Career Ladder Program | 115,835 | 0 | 0 | 0 | 0 | 0 | 115,835 |

(Continued)

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

| | General Purpose School | Special Revenue Funds | | | | Capital Projects Fund | Total |
|--|------------------------------|-------------------------------|----------------------|-------------------------------|----------------------------------|-----------------------------|---------------|
| | | School Federal Projects | Central Cafeteria | Extended School Program | Education Capital Projects | | |
| State of Tennessee (Cont.) | | | | | | | |
| Other State Revenues | | | | | | | |
| Other State Grants | \$ 4,039 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 4,039 |
| Total State of Tennessee | \$ 53,432,679 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 53,432,679 |
| Federal Government | | | | | | | |
| Federal Through State | | | | | | | |
| USDA School Lunch Program | \$ 0 | \$ 0 | \$ 2,449,622 | \$ 0 | \$ 0 | \$ 0 | \$ 2,449,622 |
| USDA - Commodities | \$ 0 | \$ 0 | \$ 369,482 | \$ 0 | \$ 0 | \$ 0 | \$ 369,482 |
| Breakfast | \$ 0 | \$ 0 | \$ 1,127,656 | \$ 0 | \$ 0 | \$ 0 | \$ 1,127,656 |
| Vocational Education - Basic Grants to States | \$ 0 | \$ 154,709 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 154,709 |
| Title I Grants to Local Education Agencies | \$ 0 | \$ 1,995,932 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 1,995,932 |
| Special Education - Grants to States | \$ 0 | \$ 1,833,305 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 1,833,305 |
| Special Education Preschool Grants | \$ 0 | \$ 24,681 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 24,681 |
| English Language Acquisition Grants | \$ 0 | \$ 119,962 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 119,962 |
| Rural Education | \$ 0 | \$ 286,871 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 286,871 |
| Education for Homeless Children and Youth | \$ 0 | \$ 14,032 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 14,032 |
| Eisenhower Professional Development State Grants | \$ 0 | \$ 216,929 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 216,929 |
| COVID-19 Grant #2 | \$ 0 | \$ 0 | \$ 1,094,115 | \$ 0 | \$ 0 | \$ 0 | \$ 1,094,115 |
| Total Federal Government | \$ 0 | \$ 4,646,421 | \$ 5,040,875 | \$ 0 | \$ 0 | \$ 0 | \$ 9,687,296 |
| Other Governments and Citizens Groups | | | | | | | |
| Other Governments | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 600,050 | \$ 600,050 |
| Contributions | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 600,050 | \$ 600,050 |
| Total Other Governments and Citizens Groups | \$ 66,342,600 | \$ 4,646,421 | \$ 5,216,050 | \$ 365,261 | \$ 600,050 | \$ 600,050 | \$ 77,170,382 |
| Total | | | | | | | |

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2020

General FundGeneral GovernmentCounty Commission

| | | | |
|----------------------------------|----|---------|------------|
| Board and Committee Members Fees | \$ | 110,804 | |
| Social Security | | 6,350 | |
| Pensions | | 2,804 | |
| Medical Insurance | | 5,772 | |
| Employer Medicare | | 1,574 | |
| Advertising | | 1,795 | |
| Travel | | 1,033 | |
| In Service/Staff Development | | 1,160 | |
| Total County Commission | | | \$ 131,292 |

Board of Equalization

| | | | |
|----------------------------------|----|-----|-----|
| Board and Committee Members Fees | \$ | 640 | |
| Total Board of Equalization | | | 640 |

Budget and Finance Committee

| | | | |
|------------------------------------|----|-------|-------|
| Board and Committee Members Fees | \$ | 2,700 | |
| Social Security | | 167 | |
| Employer Medicare | | 39 | |
| Total Budget and Finance Committee | | | 2,906 |

County Mayor/Executive

| | | | |
|--|----|---------|---------|
| County Official/Administrative Officer | \$ | 102,596 | |
| Supervisor/Director | | 67,442 | |
| Secretary(ies) | | 44,439 | |
| Part-time Personnel | | 5,869 | |
| Social Security | | 13,410 | |
| Pensions | | 8,879 | |
| Life Insurance | | 189 | |
| Medical Insurance | | 13,716 | |
| Unemployment Compensation | | 159 | |
| Employer Medicare | | 3,136 | |
| Communication | | 639 | |
| Data Processing Services | | 335 | |
| Dues and Memberships | | 1,799 | |
| Postal Charges | | 909 | |
| Travel | | 2,028 | |
| Other Contracted Services | | 24,740 | |
| Office Supplies | | 2,954 | |
| In Service/Staff Development | | 2,669 | |
| Other Charges | | 2,156 | |
| Furniture and Fixtures | | 538 | |
| Office Equipment | | 1,200 | |
| Total County Mayor/Executive | | | 299,802 |

County Attorney

| | | | |
|--|----|--------|--------|
| County Official/Administrative Officer | \$ | 83,322 | |
| Total County Attorney | | | 83,322 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)General Government (Cont.)Election Commission

| | | | |
|---|----|--------|------------|
| County Official/Administrative Officer | \$ | 72,676 | |
| Assistant(s) | | 32,528 | |
| Custodial Personnel | | 4,800 | |
| Part-time Personnel | | 3,820 | |
| Overtime Pay | | 774 | |
| Election Commission | | 2,775 | |
| Election Workers | | 8,760 | |
| Social Security | | 6,646 | |
| Pensions | | 4,387 | |
| Life Insurance | | 130 | |
| Medical Insurance | | 11,833 | |
| Unemployment Compensation | | 181 | |
| Employer Medicare | | 1,554 | |
| Communication | | 1,263 | |
| Data Processing Services | | 3,045 | |
| Dues and Memberships | | 350 | |
| Maintenance Agreements | | 11,671 | |
| Maintenance and Repair Services - Equipment | | 30 | |
| Pest Control | | 99 | |
| Postal Charges | | 5,758 | |
| Printing, Stationery, and Forms | | 9,211 | |
| Office Supplies | | 4,946 | |
| Other Supplies and Materials | | 871 | |
| Other Charges | | 764 | |
| Data Processing Equipment | | 6,863 | |
| Furniture and Fixtures | | 3,762 | |
| Total Election Commission | | | \$ 199,497 |

Register of Deeds

| | | |
|--|----|---------|
| County Official/Administrative Officer | \$ | 80,751 |
| Assistant(s) | | 133,480 |
| Educational Incentive - Official/Admin Officer | | 1,000 |
| Longevity Pay | | 7,400 |
| Social Security | | 12,890 |
| Pensions | | 9,217 |
| Life Insurance | | 285 |
| Medical Insurance | | 28,860 |
| Unemployment Compensation | | 224 |
| Employer Medicare | | 3,015 |
| Communication | | 1,340 |
| Data Processing Services | | 17,610 |
| Dues and Memberships | | 905 |
| Pest Control | | 99 |
| Postal Charges | | 995 |
| Travel | | 947 |
| Other Contracted Services | | 750 |
| Office Supplies | | 4,931 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)General Government (Cont.)Register of Deeds (Cont.)

| | | | |
|-------------------------|----|-------|------------|
| Other Charges | \$ | 63 | |
| Office Equipment | | 9,057 | |
| Total Register of Deeds | | | \$ 313,819 |

Planning

| | | | |
|---|----|--------|---------|
| Clerical Personnel | \$ | 27,598 | |
| Longevity Pay | | 1,500 | |
| Other Salaries and Wages | | 62,071 | |
| Board and Committee Members Fees | | 1,475 | |
| Social Security | | 5,472 | |
| Pensions | | 3,774 | |
| Life Insurance | | 130 | |
| Medical Insurance | | 11,544 | |
| Unemployment Compensation | | 112 | |
| Employer Medicare | | 1,280 | |
| Communication | | 1,926 | |
| Dues and Memberships | | 369 | |
| Legal Notices, Recording, and Court Costs | | 468 | |
| Postal Charges | | 239 | |
| Travel | | 400 | |
| Other Contracted Services | | 3,120 | |
| Gasoline | | 205 | |
| Office Supplies | | 1,788 | |
| In Service/Staff Development | | 460 | |
| Other Charges | | 540 | |
| Data Processing Equipment | | 44 | |
| Other Equipment | | 1,550 | |
| Total Planning | | | 126,065 |

Codes Compliance

| | | | |
|--|----|--------|---------|
| Longevity Pay | \$ | 1,650 | |
| Other Salaries and Wages | | 81,870 | |
| Social Security | | 5,160 | |
| Pensions | | 3,047 | |
| Life Insurance | | 140 | |
| Medical Insurance | | 5,772 | |
| Unemployment Compensation | | 157 | |
| Employer Medicare | | 1,207 | |
| Communication | | 906 | |
| Dues and Memberships | | 135 | |
| Legal Notices, Recording, and Court Costs | | 317 | |
| Maintenance and Repair Services - Vehicles | | 530 | |
| Postal Charges | | 165 | |
| Travel | | 47 | |
| Gasoline | | 2,041 | |
| Other Charges | | 6 | |
| Motor Vehicles | | 30,101 | |
| Office Equipment | | 298 | |
| Total Codes Compliance | | | 133,549 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)General Government (Cont.)County Buildings

| | | | |
|---|----|---------|--------------|
| Custodial Personnel | \$ | 42,566 | |
| Maintenance Personnel | | 58,668 | |
| Longevity Pay | | 1,200 | |
| Overtime Pay | | 312 | |
| Other Salaries and Wages | | 3,201 | |
| Social Security | | 6,352 | |
| Pensions | | 4,324 | |
| Life Insurance | | 251 | |
| Medical Insurance | | 16,354 | |
| Unemployment Compensation | | 343 | |
| Employer Medicare | | 1,486 | |
| Architects | | 10,000 | |
| Communication | | 29,394 | |
| Maintenance and Repair Services - Buildings | | 179,185 | |
| Maintenance and Repair Services - Vehicles | | 1,148 | |
| Pest Control | | 1,369 | |
| Other Contracted Services | | 107,792 | |
| Custodial Supplies | | 6,816 | |
| Utilities | | 199,808 | |
| Other Supplies and Materials | | 8,826 | |
| Other Charges | | 9,860 | |
| Building Improvements | | 12,439 | |
| Office Equipment | | 2,839 | |
| Other Equipment | | 492,913 | |
| Total County Buildings | | | \$ 1,197,446 |

Preservation of Records

| | | | |
|-------------------------------|----|--------|--------|
| Part-time Personnel | \$ | 27,668 | |
| Social Security | | 1,715 | |
| Unemployment Compensation | | 144 | |
| Employer Medicare | | 401 | |
| Dues and Memberships | | 98 | |
| Postal Charges | | 26 | |
| Office Supplies | | 454 | |
| Other Supplies and Materials | | 100 | |
| In Service/Staff Development | | 177 | |
| Other Charges | | 221 | |
| Office Equipment | | 42 | |
| Other Equipment | | 4,000 | |
| Total Preservation of Records | | | 35,046 |

FinanceAccounting and Budgeting

| | | | |
|--|----|---------|--|
| County Official/Administrative Officer | \$ | 117,013 | |
| Accountants/Bookkeepers | | 258,879 | |
| Clerical Personnel | | 15,872 | |
| Longevity Pay | | 9,300 | |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Finance (Cont.)Accounting and Budgeting (Cont.)

| | | | |
|--------------------------------|----|--------|---------|
| Social Security | \$ | 21,711 | |
| Pensions | | 15,459 | |
| Life Insurance | | 512 | |
| Medical Insurance | | 22,607 | |
| Unemployment Compensation | | 626 | |
| Employer Medicare | | 5,308 | |
| Communication | | 1,992 | |
| Data Processing Services | | 21,439 | |
| Dues and Memberships | | 1,870 | |
| Maintenance Agreements | | 951 | |
| Postal Charges | | 4,489 | |
| Other Contracted Services | | 2,096 | |
| Data Processing Supplies | | 2,185 | |
| Office Supplies | | 9,125 | |
| In Service/Staff Development | | 1,763 | |
| Other Charges | | 2,371 | |
| Office Equipment | | 80 | |
| Total Accounting and Budgeting | \$ | | 515,648 |

Property Assessor's Office

| | | | |
|--|----|---------|---------|
| County Official/Administrative Officer | \$ | 80,751 | |
| Deputy(ies) | | 139,442 | |
| Part-time Personnel | | 13,437 | |
| Educational Incentive - Official/Admin Officer | | 1,000 | |
| Longevity Pay | | 3,050 | |
| Overtime Pay | | 87 | |
| Other Salaries and Wages | | 1,000 | |
| Social Security | | 12,840 | |
| Pensions | | 8,661 | |
| Life Insurance | | 320 | |
| Medical Insurance | | 25,974 | |
| Unemployment Compensation | | 332 | |
| Employer Medicare | | 3,055 | |
| Communication | | 788 | |
| Data Processing Services | | 12,739 | |
| Dues and Memberships | | 2,180 | |
| Maintenance Agreements | | 1,548 | |
| Maintenance and Repair Services - Equipment | | 5,141 | |
| Pest Control | | 99 | |
| Postal Charges | | 1,664 | |
| Travel | | 1,607 | |
| Other Contracted Services | | 28,632 | |
| Gasoline | | 2,615 | |
| Office Supplies | | 843 | |
| Other Charges | | 1,784 | |
| Data Processing Equipment | | 1,392 | |
| Furniture and Fixtures | | 738 | |
| Total Property Assessor's Office | | | 351,719 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Finance (Cont.)Reappraisal Program

| | | | |
|--|----|--------|------------|
| Clerical Personnel | \$ | 38,259 | |
| Longevity Pay | | 2,000 | |
| Other Salaries and Wages | | 39,697 | |
| Social Security | | 4,741 | |
| Pensions | | 3,310 | |
| Life Insurance | | 120 | |
| Medical Insurance | | 11,159 | |
| Unemployment Compensation | | 112 | |
| Employer Medicare | | 1,109 | |
| Data Processing Services | | 4,242 | |
| Maintenance and Repair Services - Vehicles | | 1,112 | |
| Postal Charges | | 1,236 | |
| Printing, Stationery, and Forms | | 1,211 | |
| Travel | | 629 | |
| Office Supplies | | 1,285 | |
| In Service/Staff Development | | 250 | |
| Other Charges | | 1,871 | |
| Office Equipment | | 1,886 | |
| Total Reappraisal Program | | | \$ 114,229 |

County Trustee's Office

| | | | |
|--|----|---------|---------|
| County Official/Administrative Officer | \$ | 80,751 | |
| Deputy(ies) | | 151,189 | |
| Educational Incentive - Official/Admin Officer | | 1,000 | |
| Longevity Pay | | 5,600 | |
| Overtime Pay | | 872 | |
| Social Security | | 14,551 | |
| Pensions | | 9,912 | |
| Life Insurance | | 325 | |
| Medical Insurance | | 28,860 | |
| Unemployment Compensation | | 224 | |
| Employer Medicare | | 3,403 | |
| Communication | | 1,255 | |
| Data Processing Services | | 5,542 | |
| Dues and Memberships | | 1,465 | |
| Legal Notices, Recording, and Court Costs | | 278 | |
| Maintenance Agreements | | 13,881 | |
| Pest Control | | 99 | |
| Postal Charges | | 9,760 | |
| Travel | | 2,151 | |
| Office Supplies | | 3,426 | |
| In Service/Staff Development | | 1,141 | |
| Other Charges | | 113 | |
| Office Equipment | | 5,243 | |
| Total County Trustee's Office | | | 341,041 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Finance (Cont.)County Clerk's Office

| | | | |
|--|----|---------|------------|
| County Official/Administrative Officer | \$ | 80,751 | |
| Deputy(ies) | | 279,456 | |
| Part-time Personnel | | 2,741 | |
| Educational Incentive - Official/Admin Officer | | 1,000 | |
| Longevity Pay | | 9,750 | |
| Social Security | | 22,394 | |
| Pensions | | 15,358 | |
| Life Insurance | | 585 | |
| Medical Insurance | | 51,948 | |
| Unemployment Compensation | | 470 | |
| Employer Medicare | | 5,237 | |
| Communication | | 1,275 | |
| Dues and Memberships | | 995 | |
| Maintenance Agreements | | 13,409 | |
| Pest Control | | 99 | |
| Postal Charges | | 12,785 | |
| Travel | | 933 | |
| Office Supplies | | 9,894 | |
| Other Charges | | 55 | |
| Data Processing Equipment | | 332 | |
| Furniture and Fixtures | | 986 | |
| Office Equipment | | 1,198 | |
| Total County Clerk's Office | | | \$ 511,651 |

Data Processing

| | | | |
|------------------------------|----|---------|---------|
| Supervisor/Director | \$ | 54,260 | |
| Data Processing Personnel | | 104,419 | |
| Longevity Pay | | 1,500 | |
| Other Salaries and Wages | | 7,846 | |
| Social Security | | 9,880 | |
| Pensions | | 6,714 | |
| Life Insurance | | 286 | |
| Medical Insurance | | 12,891 | |
| Unemployment Compensation | | 336 | |
| Employer Medicare | | 2,311 | |
| Communication | | 23,995 | |
| Other Contracted Services | | 42,619 | |
| Office Supplies | | 367 | |
| Small Tools | | 499 | |
| In Service/Staff Development | | 4,356 | |
| Other Equipment | | 4,647 | |
| Total Data Processing | | | 276,926 |

Administration of JusticeCircuit Court

| | | | |
|--|----|---------|--|
| County Official/Administrative Officer | \$ | 88,827 | |
| Deputy(ies) | | 378,282 | |

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

| | | | |
|--|----|--------|------------|
| Part-time Personnel | \$ | 9,951 | |
| Educational Incentive - Official/Admin Officer | | 1,000 | |
| Longevity Pay | | 5,450 | |
| Jury and Witness Expense | | 12,891 | |
| Social Security | | 29,265 | |
| Pensions | | 19,605 | |
| Life Insurance | | 775 | |
| Medical Insurance | | 46,176 | |
| Unemployment Compensation | | 733 | |
| Employer Medicare | | 6,844 | |
| Communication | | 2,238 | |
| Data Processing Services | | 31,040 | |
| Dues and Memberships | | 1,050 | |
| Legal Notices, Recording, and Court Costs | | 265 | |
| Maintenance Agreements | | 5,799 | |
| Pest Control | | 103 | |
| Postal Charges | | 8,430 | |
| Office Supplies | | 18,261 | |
| In Service/Staff Development | | 3,244 | |
| Other Charges | | 25,081 | |
| Office Equipment | | 8,495 | |
| Total Circuit Court | | | \$ 703,805 |

General Sessions Court

| | | | |
|------------------------------|----|---------|---------|
| Judge(s) | \$ | 162,461 | |
| Secretary(ies) | | 30,474 | |
| Longevity Pay | | 450 | |
| Social Security | | 9,840 | |
| Pensions | | 8,006 | |
| Life Insurance | | 130 | |
| Medical Insurance | | 11,544 | |
| Unemployment Compensation | | 56 | |
| Employer Medicare | | 2,676 | |
| Communication | | 3,000 | |
| Rentals | | 4,000 | |
| Travel | | 83 | |
| Office Supplies | | 297 | |
| In Service/Staff Development | | 507 | |
| Total General Sessions Court | | | 233,524 |

Chancery Court

| | | | |
|--|----|---------|--|
| County Official/Administrative Officer | \$ | 88,827 | |
| Assistant(s) | | 147,810 | |
| Educational Incentive - Official/Admin Officer | | 1,000 | |
| Longevity Pay | | 4,250 | |
| Social Security | | 14,813 | |
| Pensions | | 10,014 | |

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

| | | | |
|------------------------------|----|--------|------------|
| Life Insurance | \$ | 325 | |
| Medical Insurance | | 23,088 | |
| Unemployment Compensation | | 280 | |
| Employer Medicare | | 3,464 | |
| Communication | | 1,024 | |
| Data Processing Services | | 12,272 | |
| Dues and Memberships | | 1,330 | |
| Maintenance Agreements | | 1,552 | |
| Pest Control | | 100 | |
| Postal Charges | | 1,000 | |
| Travel | | 27 | |
| Office Supplies | | 6,576 | |
| In Service/Staff Development | | 1,604 | |
| Data Processing Equipment | | 17,083 | |
| Office Equipment | | 7,198 | |
| Total Chancery Court | | | \$ 343,637 |

Juvenile Court

| | | | |
|------------------------------------|----|--------|---------|
| Youth Service Officer(s) | \$ | 60,245 | |
| Social Workers | | 87,546 | |
| Longevity Pay | | 4,250 | |
| Social Security | | 9,108 | |
| Pensions | | 6,295 | |
| Life Insurance | | 195 | |
| Medical Insurance | | 5,772 | |
| Unemployment Compensation | | 164 | |
| Employer Medicare | | 2,130 | |
| Communication | | 4,288 | |
| Contracts with Government Agencies | | 5,500 | |
| Rentals | | 8,000 | |
| Office Supplies | | 250 | |
| Other Charges | | 24,720 | |
| Total Juvenile Court | | | 218,463 |

Judicial Commissioners

| | | | |
|---------------------------|----|---------|--|
| Deputy(ies) | \$ | 145,000 | |
| Part-time Personnel | | 12,655 | |
| Longevity Pay | | 5,450 | |
| Overtime Pay | | 784 | |
| Social Security | | 9,887 | |
| Pensions | | 6,261 | |
| Life Insurance | | 172 | |
| Medical Insurance | | 11,544 | |
| Unemployment Compensation | | 267 | |
| Employer Medicare | | 2,312 | |
| Communication | | 1,933 | |
| Maintenance Agreements | | 945 | |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Administration of Justice (Cont.)Judicial Commissioners (Cont.)

| | | | |
|------------------------------|----|-----|------------|
| Office Supplies | \$ | 306 | |
| Furniture and Fixtures | | 495 | |
| Total Judicial Commissioners | | | \$ 198,011 |

Other Administration of Justice

| | | | |
|---------------------------------------|----|--------|---------|
| Probation Officer(s) | \$ | 41,252 | |
| Guidance Personnel | | 49,612 | |
| Longevity Pay | | 2,600 | |
| Social Security | | 5,574 | |
| Pensions | | 3,870 | |
| Life Insurance | | 130 | |
| Medical Insurance | | 11,544 | |
| Unemployment Compensation | | 112 | |
| Employer Medicare | | 1,304 | |
| Communication | | 2,750 | |
| Contracts with Government Agencies | | 2,800 | |
| Travel | | 201 | |
| Office Supplies | | 466 | |
| In Service/Staff Development | | 375 | |
| Total Other Administration of Justice | | | 122,590 |

Probation Services

| | | | |
|--|----|---------|---------|
| County Official/Administrative Officer | \$ | 37,232 | |
| Clerical Personnel | | 238,660 | |
| Longevity Pay | | 8,850 | |
| Social Security | | 17,135 | |
| Pensions | | 11,739 | |
| Life Insurance | | 471 | |
| Medical Insurance | | 42,809 | |
| Unemployment Compensation | | 489 | |
| Employer Medicare | | 4,007 | |
| Communication | | 4,047 | |
| Data Processing Services | | 1,500 | |
| Maintenance Agreements | | 2,150 | |
| Postal Charges | | 359 | |
| Printing, Stationery, and Forms | | 770 | |
| Rentals | | 8,400 | |
| Travel | | 298 | |
| Drugs and Medical Supplies | | 6,368 | |
| Office Supplies | | 3,512 | |
| Other Charges | | 870 | |
| Data Processing Equipment | | 2,359 | |
| Furniture and Fixtures | | 1,134 | |
| Office Equipment | | 275 | |
| Total Probation Services | | | 393,434 |

(Continued)

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

General Fund (Cont.)

Public Safety

Sheriff's Department

| | | | |
|---|----|-----------|-----------|
| County Official/Administrative Officer | \$ | 97,710 | |
| Assistant(s) | | 130,172 | |
| Supervisor/Director | | 17,910 | |
| Deputy(ies) | | 1,192,731 | |
| Detective(s) | | 186,877 | |
| Lieutenant(s) | | 243,371 | |
| Sergeant(s) | | 194,567 | |
| Salary Supplements | | 38,455 | |
| Dispatchers/Radio Operators | | 119,390 | |
| Secretary(ies) | | 69,659 | |
| School Resource Officer | | 400,327 | |
| Longevity Pay | | 23,250 | |
| Overtime Pay | | 102,736 | |
| Other Salaries and Wages | | 46,029 | |
| In-service Training | | 6,048 | |
| Social Security | | 171,423 | |
| Pensions | | 116,549 | |
| Life Insurance | | 3,704 | |
| Medical Insurance | | 315,051 | |
| Unemployment Compensation | | 3,395 | |
| Employer Medicare | | 40,091 | |
| Communication | | 45,983 | |
| Dues and Memberships | | 3,588 | |
| Maintenance Agreements | | 9,176 | |
| Maintenance and Repair Services - Buildings | | 976 | |
| Maintenance and Repair Services - Equipment | | 137 | |
| Maintenance and Repair Services - Vehicles | | 49,054 | |
| Medical and Dental Services | | 250 | |
| Postal Charges | | 1,052 | |
| Towing Services | | 1,050 | |
| Travel | | 4,797 | |
| Other Contracted Services | | 4,715 | |
| Custodial Supplies | | 2,503 | |
| Gasoline | | 82,692 | |
| Office Supplies | | 5,655 | |
| Tires and Tubes | | 9,941 | |
| Uniforms | | 18,928 | |
| Utilities | | 21,729 | |
| Other Supplies and Materials | | 4,947 | |
| In Service/Staff Development | | 8,463 | |
| Other Charges | | 7,928 | |
| Communication Equipment | | 56 | |
| Law Enforcement Equipment | | 45,346 | |
| Office Equipment | | 2,650 | |
| Total Sheriff's Department | \$ | | 3,851,061 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Safety (Cont.)Traffic Control

| | | | |
|---------------------------|----|--------|-----------|
| Other Salaries and Wages | \$ | 22,400 | |
| Social Security | | 1,389 | |
| Pensions | | 927 | |
| Unemployment Compensation | | 9 | |
| Employer Medicare | | 325 | |
| Dues and Memberships | | 195 | |
| Other Charges | | 787 | |
| Total Traffic Control | | | \$ 26,032 |

Jail

| | | | |
|---|----|-----------|-----------|
| Supervisor/Director | \$ | 95,882 | |
| Sergeant(s) | | 273,361 | |
| Data Processing Personnel | | 144,723 | |
| Guards | | 1,035,654 | |
| Maintenance Personnel | | 77,917 | |
| Longevity Pay | | 10,350 | |
| Overtime Pay | | 223,411 | |
| Other Salaries and Wages | | 2,319 | |
| In-service Training | | 1,200 | |
| Social Security | | 112,193 | |
| Pensions | | 69,547 | |
| Life Insurance | | 3,005 | |
| Medical Insurance | | 175,953 | |
| Unemployment Compensation | | 4,683 | |
| Employer Medicare | | 26,239 | |
| Communication | | 14,175 | |
| Evaluation and Testing | | 1,190 | |
| Maintenance Agreements | | 8,978 | |
| Maintenance and Repair Services - Buildings | | 18,368 | |
| Maintenance and Repair Services - Equipment | | 1,323 | |
| Medical and Dental Services | | 540,505 | |
| Postal Charges | | 1,468 | |
| Travel | | 1,401 | |
| Other Contracted Services | | 2,470 | |
| Custodial Supplies | | 39,424 | |
| Food Supplies | | 224,939 | |
| Office Supplies | | 5,384 | |
| Prisoners Clothing | | 7,327 | |
| Uniforms | | 12,159 | |
| Utilities | | 209,773 | |
| Other Supplies and Materials | | 10,211 | |
| In Service/Staff Development | | 2,229 | |
| Office Equipment | | 7,959 | |
| Other Equipment | | 8,050 | |
| Total Jail | | | 3,373,770 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Safety (Cont.)Juvenile Services

| | | | |
|--|----|---------|------------|
| County Official/Administrative Officer | \$ | 48,884 | |
| Sergeant(s) | | 128,748 | |
| Guards | | 183,021 | |
| Longevity Pay | | 3,450 | |
| Overtime Pay | | 14,973 | |
| Other Salaries and Wages | | 1,538 | |
| Social Security | | 23,234 | |
| Pensions | | 15,309 | |
| Life Insurance | | 760 | |
| Medical Insurance | | 52,318 | |
| Unemployment Compensation | | 825 | |
| Employer Medicare | | 5,434 | |
| Communication | | 1,231 | |
| Maintenance Agreements | | 250 | |
| Maintenance and Repair Services - Vehicles | | 73 | |
| Medical and Dental Services | | 110 | |
| Postal Charges | | 495 | |
| Custodial Supplies | | 2,744 | |
| Food Supplies | | 1,096 | |
| Gasoline | | 190 | |
| Instructional Supplies and Materials | | 171 | |
| Office Supplies | | 1,483 | |
| Prisoners Clothing | | 1,018 | |
| Uniforms | | 1,626 | |
| Utilities | | 8,066 | |
| Other Supplies and Materials | | 1,005 | |
| In Service/Staff Development | | 519 | |
| Other Charges | | 972 | |
| Motor Vehicles | | 23,627 | |
| Office Equipment | | 503 | |
| Other Equipment | | 375 | |
| Total Juvenile Services | | | \$ 524,048 |

Other Emergency Management

| | | |
|--------------------------|----|---------|
| Assistant(s) | \$ | 142,181 |
| Supervisor/Director | | 125,685 |
| Captain(s) | | 151,123 |
| Lieutenant(s) | | 145,872 |
| Secretary(ies) | | 6,863 |
| Longevity Pay | | 21,050 |
| Overtime Pay | | 1,986 |
| Bonus Payments | | 18,800 |
| Other Salaries and Wages | | 499,933 |
| Social Security | | 65,983 |
| Pensions | | 45,254 |
| Life Insurance | | 1,497 |
| Medical Insurance | | 127,063 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Safety (Cont.)Other Emergency Management (Cont.)

| | | | |
|---|----|--------|--------------|
| Unemployment Compensation | \$ | 1,349 | |
| Employer Medicare | | 15,531 | |
| Communication | | 28,309 | |
| Dues and Memberships | | 110 | |
| Maintenance and Repair Services - Buildings | | 11,411 | |
| Maintenance and Repair Services - Equipment | | 31,240 | |
| Maintenance and Repair Services - Vehicles | | 4,453 | |
| Other Contracted Services | | 12,380 | |
| Custodial Supplies | | 2,771 | |
| Diesel Fuel | | 10,436 | |
| Gasoline | | 10,632 | |
| Office Supplies | | 7,497 | |
| Uniforms | | 8,678 | |
| Utilities | | 37,074 | |
| Other Supplies and Materials | | 3,243 | |
| Liability Insurance | | 8,178 | |
| Vehicle and Equipment Insurance | | 23,001 | |
| Workers' Compensation Insurance | | 47,671 | |
| In Service/Staff Development | | 25,775 | |
| Other Charges | | 1,576 | |
| Other Equipment | | 97,536 | |
| Total Other Emergency Management | | | \$ 1,742,141 |

County Coroner/Medical Examiner

| | | | |
|---------------------------------------|----|--------|--------|
| Medical Personnel | \$ | 46,225 | |
| Total County Coroner/Medical Examiner | | | 46,225 |

Other Public Safety

| | | | |
|---------------------------|----|---------|---------|
| Contributions | \$ | 515,287 | |
| Total Other Public Safety | | | 515,287 |

Public Health and WelfareLocal Health Center

| | | | |
|---|----|---------|--|
| Other Salaries and Wages | \$ | 347,409 | |
| Social Security | | 21,311 | |
| Pensions | | 13,462 | |
| Life Insurance | | 737 | |
| Medical Insurance | | 38,480 | |
| Unemployment Compensation | | 826 | |
| Employer Medicare | | 4,984 | |
| Communication | | 7,297 | |
| Dues and Memberships | | 200 | |
| Janitorial Services | | 14,029 | |
| Maintenance Agreements | | 1,366 | |
| Maintenance and Repair Services - Buildings | | 3,929 | |
| Travel | | 2,312 | |
| Other Contracted Services | | 87 | |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Health and Welfare (Cont.)Local Health Center (Cont.)

| | | | |
|------------------------------|----|--------|------------|
| Custodial Supplies | \$ | 32 | |
| Office Supplies | | 395 | |
| Utilities | | 18,965 | |
| Other Supplies and Materials | | 102 | |
| Other Charges | | 5,270 | |
| Total Local Health Center | | | \$ 481,193 |

Rabies and Animal Control

| | | | |
|---|----|--------|---------|
| Assistant(s) | \$ | 61,996 | |
| Supervisor/Director | | 49,612 | |
| Part-time Personnel | | 45,167 | |
| Longevity Pay | | 600 | |
| Social Security | | 9,688 | |
| Pensions | | 4,553 | |
| Life Insurance | | 195 | |
| Medical Insurance | | 11,544 | |
| Unemployment Compensation | | 384 | |
| Employer Medicare | | 2,266 | |
| Communication | | 2,466 | |
| Maintenance and Repair Services - Buildings | | 567 | |
| Maintenance and Repair Services - Vehicles | | 1,390 | |
| Travel | | 1,732 | |
| Other Contracted Services | | 2,403 | |
| Animal Food and Supplies | | 1,588 | |
| Custodial Supplies | | 3,988 | |
| Drugs and Medical Supplies | | 14,552 | |
| Gasoline | | 1,725 | |
| Office Supplies | | 998 | |
| Uniforms | | 2,602 | |
| Utilities | | 9,845 | |
| In Service/Staff Development | | 1,190 | |
| Other Charges | | 4,038 | |
| Building Improvements | | 469 | |
| Motor Vehicles | | 27,428 | |
| Office Equipment | | 1,194 | |
| Other Equipment | | 1,401 | |
| Total Rabies and Animal Control | | | 265,581 |

Ambulance/Emergency Medical Services

| | | | |
|---------------------|----|---------|--|
| Supervisor/Director | \$ | 70,882 | |
| Captain(s) | | 213,450 | |
| Medical Personnel | | 779,173 | |
| Salary Supplements | | 14,412 | |
| Mechanic(s) | | 24,687 | |
| Clerical Personnel | | 105,967 | |
| Part-time Personnel | | 151,899 | |
| Longevity Pay | | 26,200 | |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Health and Welfare (Cont.)Ambulance/Emergency Medical Services (Cont.)

| | | | |
|--|----|---------|--------------|
| Overtime Pay | \$ | 646,944 | |
| Social Security | | 121,068 | |
| Pensions | | 74,392 | |
| Life Insurance | | 2,308 | |
| Medical Insurance | | 186,261 | |
| Unemployment Compensation | | 3,476 | |
| Employer Medicare | | 28,314 | |
| Advertising | | 174 | |
| Communication | | 31,067 | |
| Dues and Memberships | | 1,164 | |
| Evaluation and Testing | | 485 | |
| Licenses | | 2,926 | |
| Maintenance Agreements | | 25,340 | |
| Maintenance and Repair Services - Buildings | | 9,807 | |
| Maintenance and Repair Services - Equipment | | 6,393 | |
| Maintenance and Repair Services - Office Equipment | | 586 | |
| Maintenance and Repair Services - Vehicles | | 55,930 | |
| Postal Charges | | 3,438 | |
| Printing, Stationery, and Forms | | 2,468 | |
| Travel | | 1,739 | |
| Tuition | | 13,046 | |
| Disposal Fees | | 2,049 | |
| Custodial Supplies | | 2,928 | |
| Data Processing Supplies | | 1,531 | |
| Diesel Fuel | | 14,524 | |
| Drugs and Medical Supplies | | 69,981 | |
| Gasoline | | 43,428 | |
| Natural Gas | | 2,576 | |
| Office Supplies | | 3,495 | |
| Uniforms | | 16,520 | |
| Utilities | | 23,450 | |
| Refunds | | 3,054 | |
| In Service/Staff Development | | 10,351 | |
| Other Charges | | 67,658 | |
| Building Improvements | | 800 | |
| Communication Equipment | | 1,566 | |
| Data Processing Equipment | | 1,707 | |
| Furniture and Fixtures | | 1,934 | |
| Motor Vehicles | | 125,247 | |
| Other Equipment | | 224,224 | |
| Total Ambulance/Emergency Medical Services | | | \$ 3,221,019 |
| <u>Other Local Health Services</u> | | | |
| Contracts with Private Agencies | \$ | 59,730 | |
| Contributions | | 9,000 | |
| Total Other Local Health Services | | | 68,730 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Health and Welfare (Cont.)Regional Mental Health Center

| | | |
|-------------------------------------|-----------|-----------|
| Contributions | \$ 12,900 | |
| Total Regional Mental Health Center | | \$ 12,900 |

Appropriation to State

| | | |
|------------------------------------|-----------|--------|
| Contracts with Government Agencies | \$ 52,522 | |
| Total Appropriation to State | | 52,522 |

General Welfare Assistance

| | | |
|------------------------------------|-----------|--------|
| Contracts with Government Agencies | \$ 74,470 | |
| Pauper Burials | 200 | |
| Total General Welfare Assistance | | 74,670 |

Convenience Centers

| | | |
|--|-----------|-----------|
| County Official/Administrative Officer | \$ 16,647 | |
| Assistant(s) | 7,991 | |
| Foremen | 51,830 | |
| Truck Drivers | 83,026 | |
| Laborers | 4,432 | |
| Attendants | 197,437 | |
| Longevity Pay | 5,950 | |
| Overtime Pay | 2,572 | |
| Social Security | 21,846 | |
| Pensions | 7,362 | |
| Life Insurance | 319 | |
| Medical Insurance | 23,569 | |
| Unemployment Compensation | 1,559 | |
| Employer Medicare | 5,323 | |
| Communication | 5,182 | |
| Contracts with Private Agencies | 396,582 | |
| Postal Charges | 414 | |
| Printing, Stationery, and Forms | 234 | |
| Travel | 491 | |
| Diesel Fuel | 55,326 | |
| Equipment and Machinery Parts | 35,205 | |
| Gasoline | 2,472 | |
| Lubricants | 3,035 | |
| Office Supplies | 786 | |
| Tires and Tubes | 14,713 | |
| Utilities | 10,586 | |
| Other Supplies and Materials | 7,660 | |
| Vehicle and Equipment Insurance | 52,310 | |
| Workers' Compensation Insurance | 11,059 | |
| Other Charges | 21,994 | |
| Solid Waste Equipment | 105,967 | |
| Total Convenience Centers | | 1,153,879 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Social, Cultural, and Recreational ServicesAdult Activities

| | | |
|------------------------|----------|----------|
| Contributions | \$ 5,700 | |
| Total Adult Activities | | \$ 5,700 |

Senior Citizens Assistance

| | | |
|----------------------------------|-----------|--------|
| Contributions | \$ 16,000 | |
| Total Senior Citizens Assistance | | 16,000 |

Libraries

| | | |
|-----------------|------------|---------|
| Contributions | \$ 149,829 | |
| Total Libraries | | 149,829 |

Agriculture and Natural ResourcesAgricultural Extension Service

| | | |
|---|-----------|---------|
| Salary Supplements | \$ 90,205 | |
| Social Security | 6,019 | |
| Pensions | 11,876 | |
| Employer Medicare | 1,248 | |
| Communication | 3,789 | |
| Maintenance Agreements | 1,113 | |
| Maintenance and Repair Services - Buildings | 20 | |
| Utilities | 6,246 | |
| Other Equipment | 878 | |
| Total Agricultural Extension Service | | 121,394 |

Soil Conservation

| | | |
|-------------------------|-----------|--------|
| Contributions | \$ 62,000 | |
| Total Soil Conservation | | 62,000 |

Other Agriculture and Natural Resources

| | | |
|---|-----------|--------|
| Maintenance Personnel | \$ 28,434 | |
| Longevity Pay | 2,000 | |
| Overtime Pay | 697 | |
| Social Security | 1,919 | |
| Pensions | 1,289 | |
| Life Insurance | 65 | |
| Medical Insurance | 5,772 | |
| Unemployment Compensation | 56 | |
| Employer Medicare | 449 | |
| Communication | 1,933 | |
| Maintenance and Repair Services - Equipment | 999 | |
| Diesel Fuel | 372 | |
| Gasoline | 2,243 | |
| Utilities | 19,880 | |
| Other Supplies and Materials | 6,938 | |
| Total Other Agriculture and Natural Resources | | 73,046 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Other OperationsTourism

| | | |
|---------------|----------|----------|
| Contributions | \$ 2,369 | |
| Total Tourism | | \$ 2,369 |

Other Economic and Community Development

| | | |
|--|-----------|---------|
| Consultants | \$ 25,000 | |
| Contributions | 100,000 | |
| Total Other Economic and Community Development | | 125,000 |

Veterans' Services

| | | |
|--|-----------|--------|
| Supervisor/Director | \$ 25,092 | |
| Truck Drivers | 27,054 | |
| Longevity Pay | 150 | |
| Overtime Pay | 250 | |
| Social Security | 3,258 | |
| Pensions | 999 | |
| Life Insurance | 33 | |
| Unemployment Compensation | 198 | |
| Employer Medicare | 762 | |
| Communication | 1,024 | |
| Maintenance and Repair Services - Vehicles | 1,606 | |
| Pest Control | 103 | |
| Postal Charges | 124 | |
| Travel | 384 | |
| Other Contracted Services | 692 | |
| Gasoline | 2,484 | |
| Office Supplies | 649 | |
| Other Charges | 329 | |
| Total Veterans' Services | | 65,191 |

Other Charges

| | | |
|---------------------------------|------------|---------|
| Building and Contents Insurance | \$ 250,800 | |
| Workers' Compensation Insurance | 109,256 | |
| Total Other Charges | | 360,056 |

Contributions to Other Agencies

| | | |
|---------------------------------------|------------|---------|
| Contributions | \$ 140,000 | |
| Dues and Memberships | 8,449 | |
| Total Contributions to Other Agencies | | 148,449 |

COVID-19 Grant #1

| | | |
|------------------------------|----------|-------|
| Office Supplies | \$ 2,315 | |
| Other Supplies and Materials | 537 | |
| Total COVID-19 Grant #1 | | 2,852 |

COVID-19 Grant #6

| | | |
|-------------------------|-----------|--------|
| Other Charges | \$ 12,044 | |
| Total COVID-19 Grant #6 | | 12,044 |

(Continued)

Exhibit J-7

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

General Fund (Cont.)Other Operations (Cont.)Miscellaneous

| | | | |
|---------------------------|----|---------|------------|
| Audit Services | \$ | 17,122 | |
| Contributions | | 28,884 | |
| Other Contracted Services | | 78,600 | |
| Refunds | | 1,318 | |
| Trustee's Commission | | 302,597 | |
| Other Charges | | 25,797 | |
| Total Miscellaneous | | | \$ 454,318 |

Capital ProjectsOther General Government Projects

| | | | |
|---|----|---------|---------|
| Building Purchases | \$ | 100,000 | |
| Other Construction | | 363,692 | |
| Total Other General Government Projects | | | 463,692 |

Total General Fund \$ 24,319,060

Drug Control FundOther OperationsMiscellaneous

| | | | |
|----------------------|----|----|-------|
| Trustee's Commission | \$ | 12 | |
| Total Miscellaneous | | | \$ 12 |

Total Drug Control Fund 12

Constitutional Officers - Fees FundAdministration of JusticeChancery Court

| | | | |
|---|----|-------|----------|
| Special Commissioner Fees/Special Master Fees | \$ | 3,540 | |
| Total Chancery Court | | | \$ 3,540 |

Total Constitutional Officers - Fees Fund 3,540

Highway/Public Works FundOther OperationsContributions to Other Agencies

| | | | |
|---------------------------------------|----|-------|----------|
| Contributions | \$ | 7,000 | |
| Total Contributions to Other Agencies | | | \$ 7,000 |

HighwaysAdministration

| | | | |
|--|----|--------|--|
| County Official/Administrative Officer | \$ | 97,710 | |
| Assistant(s) | | 50,606 | |
| Accountants/Bookkeepers | | 51,493 | |
| Secretary(ies) | | 22,880 | |
| Overtime Pay | | 657 | |
| Other Salaries and Wages | | 3,912 | |
| Board and Committee Members Fees | | 3,700 | |

(Continued)

Exhibit J-7

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

Highway/Public Works Fund (Cont.)Highways (Cont.)Administration (Cont.)

| | | | |
|---|----|--------|------------|
| Social Security | \$ | 13,641 | |
| Pensions | | 9,150 | |
| Life Insurance | | 216 | |
| Medical Insurance | | 14,855 | |
| Unemployment Compensation | | 1,051 | |
| Employer Medicare | | 3,190 | |
| Data Processing Services | | 35 | |
| Dues and Memberships | | 3,832 | |
| Legal Services | | 28 | |
| Legal Notices, Recording, and Court Costs | | 397 | |
| Postal Charges | | 483 | |
| Printing, Stationery, and Forms | | 692 | |
| Travel | | 440 | |
| Office Supplies | | 1,575 | |
| Office Equipment | | 4,321 | |
| Total Administration | | | \$ 284,864 |

Highway and Bridge Maintenance

| | | | |
|--------------------------------------|----|---------|-----------|
| Foremen | \$ | 50,606 | |
| Equipment Operators | | 280,036 | |
| Truck Drivers | | 225,123 | |
| Laborers | | 15,054 | |
| Overtime Pay | | 8,901 | |
| Other Salaries and Wages | | 23,395 | |
| Social Security | | 35,844 | |
| Pensions | | 24,395 | |
| Life Insurance | | 1,031 | |
| Medical Insurance | | 80,255 | |
| Dental Insurance | | 1,446 | |
| Unemployment Compensation | | 3,896 | |
| Employer Medicare | | 8,383 | |
| Rentals | | 6,542 | |
| Asphalt - Cold Mix | | 18,807 | |
| Asphalt - Hot Mix | | 25,851 | |
| Asphalt - Liquid | | 93,896 | |
| Crushed Stone | | 271,823 | |
| Other Road Materials | | 6,869 | |
| Pipe | | 20,112 | |
| Road Signs | | 7,196 | |
| Total Highway and Bridge Maintenance | | | 1,209,461 |

Operation and Maintenance of Equipment

| | | | |
|--------------------------|----|--------|--|
| Mechanic(s) | \$ | 74,859 | |
| Laborers | | 76,839 | |
| Maintenance Personnel | | 28,630 | |
| Overtime Pay | | 3,735 | |
| Other Salaries and Wages | | 6,731 | |

(Continued)

Exhibit J-7

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

Highway/Public Works Fund (Cont.)Highways (Cont.)Operation and Maintenance of Equipment (Cont.)

| | | | |
|--|----|--------|---------|
| Social Security | \$ | 11,798 | |
| Pensions | | 7,469 | |
| Life Insurance | | 315 | |
| Medical Insurance | | 26,527 | |
| Unemployment Compensation | | 1,274 | |
| Employer Medicare | | 2,759 | |
| Diesel Fuel | | 76,262 | |
| Equipment and Machinery Parts | | 58,755 | |
| Garage Supplies | | 4,158 | |
| Gasoline | | 25,813 | |
| Lubricants | | 6,503 | |
| Tires and Tubes | | 19,984 | |
| Other Supplies and Materials | | 22,165 | |
| Total Operation and Maintenance of Equipment | \$ | | 454,576 |

Litter and Trash Collection

| | | | |
|-----------------------------------|----|--------|--------|
| Other Salaries and Wages | \$ | 48,279 | |
| Social Security | | 2,990 | |
| Pensions | | 1,800 | |
| Life Insurance | | 40 | |
| Medical Insurance | | 6,309 | |
| Unemployment Compensation | | 578 | |
| Employer Medicare | | 699 | |
| Other Charges | | 24,091 | |
| Total Litter and Trash Collection | | | 84,786 |

Other Charges

| | | | |
|---------------------------------|----|--------|---------|
| Communication | \$ | 10,655 | |
| Electricity | | 8,060 | |
| Natural Gas | | 2,760 | |
| Trustee's Commission | | 43,584 | |
| Vehicle and Equipment Insurance | | 92,644 | |
| Other Charges | | 5,444 | |
| Total Other Charges | | | 163,147 |

Employee Benefits

| | | | |
|---------------------------------|----|--------|--------|
| Uniforms | \$ | 4,446 | |
| Workers' Compensation Insurance | | 50,268 | |
| Total Employee Benefits | | | 54,714 |

Capital Outlay

| | | | |
|----------------------|----|-----------|-----------|
| Engineering Services | \$ | 14,509 | |
| Highway Construction | | 1,045,504 | |
| Highway Equipment | | 752,143 | |
| Total Capital Outlay | | | 1,812,156 |

Total Highway/Public Works Fund \$ 4,070,704

(Continued)

Exhibit J-7

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

General Debt Service FundPrincipal on DebtGeneral Government

| | | |
|--------------------------|------------------|--------------|
| Principal on Bonds | \$ 140,400 | |
| Principal on Notes | 234,200 | |
| Principal on Other Loans | <u>1,628,000</u> | |
| Total General Government | | \$ 2,002,600 |

Highways and Streets

| | | |
|----------------------------|------------|---------|
| Principal on Notes | \$ 400,000 | |
| Total Highways and Streets | | 400,000 |

Education

| | | |
|--------------------------|------------------|-----------|
| Principal on Bonds | \$ 2,554,600 | |
| Principal on Other Loans | <u>1,017,000</u> | |
| Total Education | | 3,571,600 |

Interest on DebtGeneral Government

| | | |
|--------------------------|----------------|---------|
| Interest on Bonds | \$ 114,537 | |
| Interest on Notes | 52,434 | |
| Interest on Other Loans | <u>777,610</u> | |
| Total General Government | | 944,581 |

Highways and Streets

| | | |
|----------------------------|----------|-------|
| Interest on Notes | \$ 3,060 | |
| Total Highways and Streets | | 3,060 |

Education

| | | |
|-------------------------|----------------|-----------|
| Interest on Bonds | \$ 1,282,417 | |
| Interest on Other Loans | <u>541,825</u> | |
| Total Education | | 1,824,242 |

Other Debt ServiceGeneral Government

| | | |
|-----------------------------|---------------|---------|
| Refunds | \$ 600 | |
| Trustee's Commission | 140,349 | |
| Other Debt Issuance Charges | 9,500 | |
| Other Debt Service | <u>12,366</u> | |
| Total General Government | | 162,815 |

Education

| | | |
|--------------------|--------|------------|
| Other Debt Service | \$ 500 | |
| Total Education | | <u>500</u> |

| | | |
|---------------------------------|--|--------------|
| Total General Debt Service Fund | | \$ 8,909,398 |
|---------------------------------|--|--------------|

(Continued)

Exhibit J-7

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

General Capital Projects FundCapital ProjectsAdministration of Justice Projects

| | | | |
|--|----|-----------|--------------|
| Architects | \$ | 8,271 | |
| Other Contracted Services | | 4,960 | |
| Building Construction | | 2,400,689 | |
| Building Improvements | | 246,440 | |
| Furniture and Fixtures | | 742,639 | |
| Site Development | | 12,728 | |
| Total Administration of Justice Projects | | | \$ 3,415,727 |

Public Safety Projects

| | | | |
|------------------------------|----|-----------|-----------|
| Architects | \$ | 23,012 | |
| Building Construction | | 6,785,185 | |
| Furniture and Fixtures | | 26,986 | |
| Site Development | | 35,411 | |
| Other Equipment | | 149,741 | |
| Other Construction | | 52,800 | |
| Total Public Safety Projects | | | 7,073,135 |

Education Capital Projects

| | | | |
|----------------------------------|----|---------|---------|
| Contributions | \$ | 600,050 | |
| Total Education Capital Projects | | | 600,050 |

Total General Capital Projects Fund \$ 11,088,912

Other Capital Projects #1 FundCapital ProjectsGeneral Administration Projects

| | | | |
|---------------------------------------|----|---------|------------|
| Architects | \$ | 19,592 | |
| Other Contracted Services | | 33,900 | |
| Building Improvements | | 143,315 | |
| Total General Administration Projects | | | \$ 196,807 |

Public Safety Projects

| | | | |
|------------------------------|----|---------|---------|
| Motor Vehicles | \$ | 505,708 | |
| Total Public Safety Projects | | | 505,708 |

Public Health and Welfare Projects

| | | | |
|--|----|---------|---------|
| Solid Waste Equipment | \$ | 692,598 | |
| Total Public Health and Welfare Projects | | | 692,598 |

Total Other Capital Projects #1 Fund 1,395,113

Total Governmental Funds - Primary Government \$ 49,786,739

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

General Purpose School FundInstructionRegular Instruction Program

| | | |
|---|---------------|---------------|
| Teachers | \$ 23,459,437 | |
| Career Ladder Program | 70,774 | |
| Homebound Teachers | 34,114 | |
| Salary Supplements | 8,669 | |
| Clerical Personnel | 74,500 | |
| Educational Assistants | 1,089,017 | |
| Other Salaries and Wages | 102,748 | |
| Certified Substitute Teachers | 1,714 | |
| Social Security | 1,443,245 | |
| Pensions | 2,252,936 | |
| Life Insurance | 12,619 | |
| Medical Insurance | 4,156,856 | |
| Unemployment Compensation | 2,396 | |
| Employer Medicare | 340,881 | |
| Retirement - Hybrid Stabilization | 1,564 | |
| Maintenance and Repair Services - Equipment | 16,851 | |
| Travel | 2,225 | |
| Other Contracted Services | 301,255 | |
| Instructional Supplies and Materials | 286,038 | |
| Textbooks - Bound | 473,644 | |
| Software | 92,413 | |
| Other Charges | 7,266 | |
| Regular Instruction Equipment | 130,282 | |
| Total Regular Instruction Program | | \$ 34,361,444 |

Alternative Instruction Program

| | | |
|---|------------|---------|
| Teachers | \$ 357,394 | |
| Clerical Personnel | 15,930 | |
| Educational Assistants | 38,729 | |
| Other Salaries and Wages | 1,747 | |
| Social Security | 24,326 | |
| Pensions | 37,175 | |
| Medical Insurance | 55,984 | |
| Unemployment Compensation | 1,731 | |
| Employer Medicare | 5,679 | |
| Retirement - Hybrid Stabilization | 59 | |
| Maintenance and Repair Services - Equipment | 744 | |
| Other Contracted Services | 4,496 | |
| Instructional Supplies and Materials | 1,666 | |
| Other Supplies and Materials | 588 | |
| Other Charges | 252 | |
| Regular Instruction Equipment | 54 | |
| Total Alternative Instruction Program | | 546,554 |

Special Education Program

| | |
|----------|--------------|
| Teachers | \$ 2,183,507 |
|----------|--------------|

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)Instruction (Cont.)Special Education Program (Cont.)

| | | | |
|---|----|---------|--------------|
| Career Ladder Program | \$ | 6,999 | |
| Educational Assistants | | 156,772 | |
| Other Salaries and Wages | | 4,228 | |
| Social Security | | 138,699 | |
| Pensions | | 216,182 | |
| Medical Insurance | | 380,414 | |
| Unemployment Compensation | | 2,136 | |
| Employer Medicare | | 32,448 | |
| Contracts with Private Agencies | | 29,732 | |
| Contracts for Substitute Teachers - Certified | | 54,351 | |
| Instructional Supplies and Materials | | 68,441 | |
| Special Education Equipment | | 94,978 | |
| Total Special Education Program | | | \$ 3,368,887 |

Career and Technical Education Program

| | | | |
|--|----|-----------|-----------|
| Teachers | \$ | 1,015,584 | |
| Career Ladder Program | | 3,000 | |
| Social Security | | 60,730 | |
| Pensions | | 101,563 | |
| Medical Insurance | | 141,819 | |
| Employer Medicare | | 14,203 | |
| Other Contracted Services | | 15,360 | |
| Instructional Supplies and Materials | | 11,906 | |
| Vocational Instruction Equipment | | 5,877 | |
| Total Career and Technical Education Program | | | 1,370,042 |

Support ServicesAttendance

| | | | |
|------------------------------|----|--------|---------|
| Supervisor/Director | \$ | 83,291 | |
| Career Ladder Program | | 1,000 | |
| Social Security | | 5,105 | |
| Pensions | | 8,960 | |
| Medical Insurance | | 10,088 | |
| Employer Medicare | | 1,194 | |
| Other Supplies and Materials | | 1,261 | |
| In Service/Staff Development | | 435 | |
| Attendance Equipment | | 173 | |
| Total Attendance | | | 111,507 |

Health Services

| | | | |
|--------------------------|----|---------|--|
| Medical Personnel | \$ | 339,720 | |
| Other Salaries and Wages | | 42,264 | |
| Social Security | | 21,977 | |
| Pensions | | 14,132 | |
| Medical Insurance | | 108,524 | |
| Employer Medicare | | 5,140 | |

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)Support Services (Cont.)Health Services (Cont.)

| | | | |
|------------------------------|----|--------|------------|
| Travel | \$ | 5,014 | |
| Drugs and Medical Supplies | | 1,446 | |
| Other Supplies and Materials | | 46,527 | |
| In Service/Staff Development | | 5,613 | |
| Total Health Services | | | \$ 590,357 |

Other Student Support

| | | | |
|-----------------------------------|----|---------|-----------|
| Career Ladder Program | \$ | 3,000 | |
| Guidance Personnel | | 969,983 | |
| Social Workers | | 104,210 | |
| Other Salaries and Wages | | 81,947 | |
| Social Security | | 68,677 | |
| Pensions | | 121,754 | |
| Medical Insurance | | 154,144 | |
| Employer Medicare | | 16,062 | |
| Retirement - Hybrid Stabilization | | 41 | |
| Evaluation and Testing | | 139,399 | |
| Other Contracted Services | | 6,689 | |
| In Service/Staff Development | | 246 | |
| Other Equipment | | 88,515 | |
| Total Other Student Support | | | 1,754,667 |

Regular Instruction Program

| | | | |
|---|----|---------|-----------|
| Supervisor/Director | \$ | 328,695 | |
| Career Ladder Program | | 5,000 | |
| Librarians | | 661,896 | |
| Secretary(ies) | | 47,869 | |
| Other Salaries and Wages | | 1,674 | |
| Social Security | | 62,928 | |
| Pensions | | 109,349 | |
| Medical Insurance | | 143,070 | |
| Employer Medicare | | 14,717 | |
| Retirement - Hybrid Stabilization | | 69 | |
| Maintenance and Repair Services - Equipment | | 2,455 | |
| Travel | | 4,753 | |
| Other Contracted Services | | 40,448 | |
| Library Books/Media | | 28,670 | |
| Other Supplies and Materials | | 11,359 | |
| In Service/Staff Development | | 32,290 | |
| Other Charges | | 19,768 | |
| Other Equipment | | 24,722 | |
| Total Regular Instruction Program | | | 1,539,732 |

Special Education Program

| | | | |
|-----------------------|----|--------|--|
| Supervisor/Director | \$ | 80,559 | |
| Career Ladder Program | | 1,000 | |

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)Support Services (Cont.)Special Education Program (Cont.)

| | | | |
|---|----|---------|------------|
| Psychological Personnel | \$ | 186,457 | |
| Secretary(ies) | | 26,583 | |
| Other Salaries and Wages | | 2,139 | |
| Social Security | | 17,163 | |
| Pensions | | 29,577 | |
| Medical Insurance | | 50,440 | |
| Employer Medicare | | 4,014 | |
| Maintenance and Repair Services - Equipment | | 1,651 | |
| Postal Charges | | 990 | |
| Travel | | 5,857 | |
| Other Contracted Services | | 32,565 | |
| Other Supplies and Materials | | 15,572 | |
| In Service/Staff Development | | 3,818 | |
| Other Equipment | | 9,615 | |
| Total Special Education Program | | | \$ 468,000 |

Career and Technical Education Program

| | | | |
|--|----|--------|--------|
| Secretary(ies) | \$ | 18,174 | |
| Other Salaries and Wages | | 454 | |
| Social Security | | 1,148 | |
| Pensions | | 752 | |
| Medical Insurance | | 6,444 | |
| Employer Medicare | | 269 | |
| Travel | | 136 | |
| Total Career and Technical Education Program | | | 27,377 |

Technology

| | | | |
|---|----|---------|-----------|
| Supervisor/Director | \$ | 72,893 | |
| Data Processing Personnel | | 303,037 | |
| Other Salaries and Wages | | 8,288 | |
| Social Security | | 23,276 | |
| Pensions | | 20,978 | |
| Medical Insurance | | 41,257 | |
| Employer Medicare | | 5,444 | |
| Maintenance and Repair Services - Equipment | | 23,439 | |
| Internet Connectivity | | 164,095 | |
| Travel | | 5,481 | |
| Cabling | | 22,780 | |
| Software | | 364,231 | |
| Other Supplies and Materials | | 1,021 | |
| In Service/Staff Development | | 9,966 | |
| Other Charges | | 5,192 | |
| Data Processing Equipment | | 383,528 | |
| Total Technology | | | 1,454,906 |

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)Support Services (Cont.)Other Programs

| | | | |
|----------------------------|----|---------|------------|
| On-behalf Payments to OPEB | \$ | 123,948 | |
| Total Other Programs | | | \$ 123,948 |

Board of Education

| | | | |
|--|----|---------|---------|
| Secretary to Board | \$ | 52,027 | |
| Other Salaries and Wages | | 1,595 | |
| Board and Committee Members Fees | | 25,810 | |
| Social Security | | 4,763 | |
| Pensions | | 2,154 | |
| Medical Insurance | | 10,088 | |
| Employer Medicare | | 1,114 | |
| Audit Services | | 21,500 | |
| Dues and Memberships | | 20,135 | |
| Legal Services | | 53,518 | |
| Travel | | 17,927 | |
| Other Contracted Services | | 808 | |
| Boiler Insurance | | 14,416 | |
| Excess Risk Insurance | | 47,302 | |
| Liability Insurance | | 45,049 | |
| Trustee's Commission | | 285,052 | |
| Workers' Compensation Insurance | | 277,816 | |
| In Service/Staff Development | | 9,251 | |
| Criminal Investigation of Applicants - TBI | | 416 | |
| Other Charges | | 12,732 | |
| Total Board of Education | | | 903,473 |

Director of Schools

| | | | |
|--|----|---------|---------|
| County Official/Administrative Officer | \$ | 116,360 | |
| Assistant(s) | | 99,382 | |
| Career Ladder Program | | 1,000 | |
| Clerical Personnel | | 33,365 | |
| Other Salaries and Wages | | 9,904 | |
| Social Security | | 15,900 | |
| Pensions | | 25,311 | |
| Medical Insurance | | 10,088 | |
| Employer Medicare | | 3,719 | |
| Communication | | 53,029 | |
| Contributions | | 290,210 | |
| Dues and Memberships | | 6,932 | |
| Postal Charges | | 3,504 | |
| Travel | | 4,276 | |
| Other Contracted Services | | 10,578 | |
| Instructional Supplies and Materials | | 627 | |
| Other Charges | | 2,484 | |
| Total Director of Schools | | | 686,669 |

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal

| | | | |
|---|----|-----------|--------------|
| Principals | \$ | 1,239,630 | |
| Career Ladder Program | | 12,957 | |
| Accountants/Bookkeepers | | 141,330 | |
| Assistant Principals | | 1,364,221 | |
| Salary Supplements | | 400 | |
| Secretary(ies) | | 141,962 | |
| Clerical Personnel | | 80,292 | |
| Other Salaries and Wages | | 16,682 | |
| Social Security | | 177,083 | |
| Pensions | | 285,921 | |
| Medical Insurance | | 447,101 | |
| Employer Medicare | | 41,415 | |
| Communication | | 38,179 | |
| Maintenance and Repair Services - Equipment | | 640 | |
| Other Contracted Services | | 9,372 | |
| Other Supplies and Materials | | 27,840 | |
| Administration Equipment | | 13,283 | |
| Total Office of the Principal | | | \$ 4,038,308 |

Human Services/Personnel

| | | | |
|---|----|---------|---------|
| Supervisor/Director | \$ | 53,075 | |
| Clerical Personnel | | 104,803 | |
| Other Salaries and Wages | | 5,665 | |
| Social Security | | 9,659 | |
| Pensions | | 6,536 | |
| Medical Insurance | | 22,928 | |
| Employer Medicare | | 2,259 | |
| Data Processing Services | | 2,657 | |
| Maintenance and Repair Services - Equipment | | 1,838 | |
| Travel | | 481 | |
| Office Supplies | | 1,805 | |
| Other Charges | | 1,689 | |
| Total Human Services/Personnel | | | 213,395 |

Operation of Plant

| | | | |
|---|----|-----------|--|
| Supervisor/Director | \$ | 62,193 | |
| Salary Supplements | | 5,625 | |
| Secretary(ies) | | 21,930 | |
| Custodial Personnel | | 1,325,326 | |
| Other Salaries and Wages | | 30,817 | |
| Social Security | | 87,566 | |
| Pensions | | 50,020 | |
| Medical Insurance | | 301,084 | |
| Unemployment Compensation | | 937 | |
| Employer Medicare | | 20,479 | |
| Maintenance and Repair Services - Equipment | | 997 | |

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)Support Services (Cont.)Operation of Plant (Cont.)

| | | | |
|---------------------------------|----|-----------|--------------|
| Other Contracted Services | \$ | 325,846 | |
| Custodial Supplies | | 236,351 | |
| Electricity | | 2,007,387 | |
| Natural Gas | | 306,769 | |
| Water and Sewer | | 399,807 | |
| Building and Contents Insurance | | 262,639 | |
| Other Charges | | 6,037 | |
| Plant Operation Equipment | | 3,851 | |
| Total Operation of Plant | | | \$ 5,455,661 |

Maintenance of Plant

| | | | |
|---|----|---------|-----------|
| Secretary(ies) | \$ | 32,573 | |
| Maintenance Personnel | | 891,082 | |
| Other Salaries and Wages | | 18,020 | |
| Social Security | | 56,723 | |
| Pensions | | 37,426 | |
| Medical Insurance | | 165,911 | |
| Employer Medicare | | 13,266 | |
| Laundry Service | | 12,258 | |
| Maintenance and Repair Services - Buildings | | 158,993 | |
| Maintenance and Repair Services - Equipment | | 253,092 | |
| Maintenance and Repair Services - Vehicles | | 19,140 | |
| Travel | | 158 | |
| Other Contracted Services | | 168,518 | |
| Diesel Fuel | | 7,623 | |
| Gasoline | | 19,445 | |
| Other Supplies and Materials | | 257,332 | |
| Other Charges | | 23,274 | |
| Maintenance Equipment | | 83,380 | |
| Total Maintenance of Plant | | | 2,218,214 |

Transportation

| | | | |
|-------------------------------------|----|-----------|--|
| Supervisor/Director | \$ | 66,813 | |
| Salary Supplements | | 3,413 | |
| Mechanic(s) | | 111,707 | |
| Bus Drivers | | 1,110,400 | |
| Clerical Personnel | | 46,560 | |
| Other Salaries and Wages | | 106,293 | |
| Social Security | | 79,783 | |
| Pensions | | 56,423 | |
| Medical Insurance | | 497,594 | |
| Unemployment Compensation | | 256 | |
| Employer Medicare | | 19,329 | |
| Contracts with Other School Systems | | 2,764 | |
| Contracts with Parents | | 3,923 | |
| Contracts with Public Carriers | | 242 | |

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)Support Services (Cont.)Transportation (Cont.)

| | | | |
|--|----|---------|--------------|
| Laundry Service | \$ | 2,637 | |
| Maintenance and Repair Services - Vehicles | | 2,012 | |
| Medical and Dental Services | | 8,939 | |
| Other Contracted Services | | 3,836 | |
| Diesel Fuel | | 209,214 | |
| Garage Supplies | | 3,443 | |
| Gasoline | | 6,268 | |
| Lubricants | | 13,111 | |
| Tires and Tubes | | 24,841 | |
| Vehicle Parts | | 83,515 | |
| Other Supplies and Materials | | 10,955 | |
| Vehicle and Equipment Insurance | | 81,089 | |
| In Service/Staff Development | | 6,179 | |
| Other Charges | | 65,520 | |
| Transportation Equipment | | 750,973 | |
| Total Transportation | | | \$ 3,378,032 |

Operation of Non-Instructional ServicesFood Service

| | | | |
|---------------------|----|--------|--------|
| Supervisor/Director | \$ | 33,895 | |
| Social Security | | 1,687 | |
| Pensions | | 3,603 | |
| Medical Insurance | | 5,566 | |
| Employer Medicare | | 395 | |
| Total Food Service | | | 45,146 |

Community Services

| | | | |
|--------------------------------------|----|--------|---------|
| Teachers | \$ | 76,516 | |
| Other Salaries and Wages | | 26,897 | |
| Social Security | | 5,951 | |
| Pensions | | 5,695 | |
| Employer Medicare | | 1,442 | |
| Travel | | 132 | |
| Food Supplies | | 4,184 | |
| Instructional Supplies and Materials | | 368 | |
| Other Supplies and Materials | | 2,767 | |
| In Service/Staff Development | | 347 | |
| Other Charges | | 1,779 | |
| Total Community Services | | | 126,078 |

Early Childhood Education

| | | | |
|--------------------------|----|---------|--|
| Teachers | \$ | 320,115 | |
| Educational Assistants | | 88,585 | |
| Other Salaries and Wages | | 12,096 | |
| Social Security | | 24,819 | |
| Pensions | | 36,109 | |

(Continued)

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education (Cont.)

| | | | |
|--------------------------------------|----|--------|------------|
| Life Insurance | \$ | 250 | |
| Medical Insurance | | 80,753 | |
| Employer Medicare | | 5,804 | |
| Other Contracted Services | | 2,675 | |
| Instructional Supplies and Materials | | 32,169 | |
| Other Supplies and Materials | | 78,340 | |
| In Service/Staff Development | | 13,106 | |
| Other Charges | | 10,484 | |
| Regular Instruction Equipment | | 15,108 | |
| Total Early Childhood Education | | | \$ 720,413 |

Capital Outlay

Regular Capital Outlay

| | | | |
|------------------------------|----|-----------|-----------|
| Architects | \$ | 8,128 | |
| Building Construction | | 1,187,056 | |
| Building Improvements | | 1,570,829 | |
| Total Regular Capital Outlay | | | 2,766,013 |

Total General Purpose School Fund

\$ 66,268,823

School Federal Projects Fund

Instruction

Regular Instruction Program

| | | | |
|--------------------------------------|----|---------|--------------|
| Teachers | \$ | 909,900 | |
| Educational Assistants | | 114,330 | |
| Other Salaries and Wages | | 24,691 | |
| Social Security | | 61,626 | |
| Pensions | | 102,697 | |
| Medical Insurance | | 169,246 | |
| Employer Medicare | | 14,412 | |
| Other Contracted Services | | 5,412 | |
| Instructional Supplies and Materials | | 130,645 | |
| Regular Instruction Equipment | | 82,090 | |
| Total Regular Instruction Program | | | \$ 1,615,049 |

Special Education Program

| | | | |
|---------------------------|----|---------|--|
| Homebound Teachers | \$ | 750 | |
| Educational Assistants | | 544,823 | |
| Speech Pathologist | | 255,931 | |
| Other Salaries and Wages | | 12,401 | |
| Social Security | | 48,328 | |
| Pensions | | 45,274 | |
| Life Insurance | | 883 | |
| Medical Insurance | | 169,238 | |
| Unemployment Compensation | | 603 | |
| Employer Medicare | | 11,303 | |

(Continued)

Exhibit J-8

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

School Federal Projects Fund (Cont.)Instruction (Cont.)Special Education Program (Cont.)

| | | | |
|--------------------------------------|----|--------|--------------|
| Instructional Supplies and Materials | \$ | 200 | |
| Other Charges | | 76 | |
| Special Education Equipment | | 52,013 | |
| Total Special Education Program | | | \$ 1,141,823 |

Career and Technical Education Program

| | | | |
|--|----|--------|---------|
| Clerical Personnel | \$ | 8,831 | |
| Other Salaries and Wages | | 9,000 | |
| Social Security | | 899 | |
| Pensions | | 1,106 | |
| Employer Medicare | | 259 | |
| Maintenance and Repair Services - Equipment | | 608 | |
| Other Contracted Services | | 4,400 | |
| Instructional Supplies and Materials | | 7,107 | |
| Other Supplies and Materials | | 21,576 | |
| Vocational Instruction Equipment | | 71,066 | |
| Total Career and Technical Education Program | | | 124,852 |

Support ServicesOther Student Support

| | | | |
|------------------------------|----|--------|--------|
| Other Salaries and Wages | \$ | 20,408 | |
| Social Security | | 1,265 | |
| Pensions | | 469 | |
| Employer Medicare | | 296 | |
| Travel | | 16,757 | |
| Other Supplies and Materials | | 7,637 | |
| In Service/Staff Development | | 3,585 | |
| Other Charges | | 11,603 | |
| Total Other Student Support | | | 62,020 |

Regular Instruction Program

| | | | |
|---|----|---------|---------|
| Supervisor/Director | \$ | 87,593 | |
| Secretary(ies) | | 18,941 | |
| Other Salaries and Wages | | 460,318 | |
| Social Security | | 34,067 | |
| Pensions | | 58,484 | |
| Medical Insurance | | 67,954 | |
| Employer Medicare | | 7,967 | |
| Other Fringe Benefits | | 396 | |
| Consultants | | 850 | |
| Maintenance and Repair Services - Equipment | | 3,963 | |
| Travel | | 867 | |
| Other Contracted Services | | 73,948 | |
| Other Supplies and Materials | | 11,438 | |
| In Service/Staff Development | | 120,630 | |
| Other Charges | | 40 | |
| Other Equipment | | 6,791 | |
| Total Regular Instruction Program | | | 954,247 |

(Continued)

Exhibit J-8

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

School Federal Projects Fund (Cont.)Support Services (Cont.)Special Education Program

| | | | |
|---|----|---------|------------|
| Medical Personnel | \$ | 164,489 | |
| Assessment Personnel | | 101,401 | |
| Other Salaries and Wages | | 4,545 | |
| Social Security | | 16,123 | |
| Pensions | | 20,340 | |
| Life Insurance | | 96 | |
| Medical Insurance | | 36,990 | |
| Employer Medicare | | 3,771 | |
| Communication | | 5,647 | |
| Operating Lease Payments | | 2,166 | |
| Maintenance and Repair Services - Equipment | | 1,822 | |
| Travel | | 5,407 | |
| Other Supplies and Materials | | 4,907 | |
| In Service/Staff Development | | 11,079 | |
| Other Charges | | 1,930 | |
| Other Equipment | | 2,777 | |
| Total Special Education Program | | | \$ 383,490 |

Career and Technical Education Program

| | | | |
|--|----|-------|-------|
| In Service/Staff Development | \$ | 3,193 | |
| Total Career and Technical Education Program | | | 3,193 |

Transportation

| | | | |
|--------------------------|----|---------|---------|
| Bus Drivers | \$ | 236,126 | |
| Other Salaries and Wages | | 7,539 | |
| Social Security | | 14,473 | |
| Pensions | | 9,552 | |
| Life Insurance | | 192 | |
| Medical Insurance | | 66,174 | |
| Employer Medicare | | 3,385 | |
| Other Charges | | 512 | |
| Total Transportation | | | 337,953 |

Operation of Non-Instructional ServicesFood Service

| | | | |
|--------------------|----|-----|-----|
| Food Supplies | \$ | 426 | |
| Total Food Service | | | 426 |

Total School Federal Projects Fund \$ 4,623,053

Central Cafeteria FundSupport ServicesBoard of Education

| | | | |
|---------------------------------|----|--------|-----------|
| Workers' Compensation Insurance | \$ | 54,000 | |
| Total Board of Education | | | \$ 54,000 |

(Continued)

Exhibit J-8

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

Central Cafeteria Fund (Cont.)Operation of Non-Instructional ServicesFood Service

| | | | |
|---|----|-----------|--------------|
| Supervisor/Director | \$ | 41,148 | |
| Clerical Personnel | | 55,245 | |
| Cafeteria Personnel | | 1,292,265 | |
| Maintenance Personnel | | 30,274 | |
| Other Salaries and Wages | | 47,102 | |
| Social Security | | 85,901 | |
| Pensions | | 51,498 | |
| Life Insurance | | 1,690 | |
| Medical Insurance | | 393,275 | |
| Unemployment Compensation | | 1,612 | |
| Employer Medicare | | 20,090 | |
| Maintenance and Repair Services - Equipment | | 25,430 | |
| Travel | | 4,763 | |
| Other Contracted Services | | 20,142 | |
| Food Preparation Supplies | | 178,399 | |
| Food Supplies | | 2,348,660 | |
| Office Supplies | | 8,384 | |
| Uniforms | | 11,528 | |
| USDA - Commodities | | 369,482 | |
| Refunds | | 120 | |
| In Service/Staff Development | | 357 | |
| Food Service Equipment | | 138,132 | |
| Total Food Service | | | \$ 5,125,497 |

Total Central Cafeteria Fund

\$ 5,179,497

Extended School Program FundSupport ServicesBoard of Education

| | | | |
|---------------------------------|----|-------|----------|
| Workers' Compensation Insurance | \$ | 1,800 | |
| Total Board of Education | | | \$ 1,800 |

Operation of Non-Instructional ServicesCommunity Services

| | | | |
|---|----|---------|--|
| Supervisor/Director | \$ | 53,243 | |
| Clerical Personnel | | 41,414 | |
| Part-time Personnel | | 170,191 | |
| Other Salaries and Wages | | 3,618 | |
| Social Security | | 16,277 | |
| Pensions | | 4,328 | |
| Medical Insurance | | 23,399 | |
| Unemployment Compensation | | 15 | |
| Employer Medicare | | 3,807 | |
| Communication | | 962 | |
| Maintenance and Repair Services - Equipment | | 950 | |
| Travel | | 722 | |

(Continued)

Exhibit J-8

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

Extended School Program Fund (Cont.)Operation of Non-Instructional Services (Cont.)Community Services (Cont.)

| | | | |
|--------------------------------------|----|--------|------------|
| Food Supplies | \$ | 13,383 | |
| Instructional Supplies and Materials | | 6,868 | |
| Other Supplies and Materials | | 3,846 | |
| In Service/Staff Development | | 495 | |
| Other Charges | | 1,391 | |
| Other Equipment | | 4,993 | |
| Total Community Services | | | \$ 349,902 |

Total Extended School Program Fund \$ 351,702

Education Capital Projects FundCapital ProjectsEducation Capital Projects

| | | | |
|----------------------------------|----|---------|------------|
| Architects | \$ | 4,195 | |
| Other Contracted Services | | 27,335 | |
| Building Construction | | 180,237 | |
| Site Development | | 261,913 | |
| Total Education Capital Projects | | | \$ 473,680 |

Total Education Capital Projects Fund 473,680

Total Governmental Funds - Bedford County School Department \$ 76,896,755

Exhibit J-9

Bedford County, Tennessee
Schedule of Detailed Receipts, Disbursements,
and Changes in Cash Balance - City Agency Fund
For the Year Ended June 30, 2020

| | Cities - Sales Tax Fund |
|--|-------------------------------|
| <u>Cash Receipts</u> | |
| Local Option Sales Tax | \$ 4,875,338 |
| Total Cash Receipts | <u>\$ 4,875,338</u> |
| <u>Cash Disbursements</u> | |
| Remittance of Revenues Collected | \$ 4,826,585 |
| Trustee's Commission | 48,753 |
| Total Cash Disbursements | <u>\$ 4,875,338</u> |
| Excess of Cash Receipts Over (Under) Cash Disbursements | \$ 0 |
| Cash Balance, July 1, 2019 | <u>0</u> |
| Cash Balance, June 30, 2020 | <u><u>\$ 0</u></u> |

STATISTICAL SECTION

This part of Bedford County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health. Certain information about the discretely presented Bedford County School Department is included because, in our judgment, this information is beneficial in assessing the economic condition of the primary government.

| | Tables | Pages |
|---|--------|---------|
| Financial Trends: | | |
| These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time. | 1-6 | 216-223 |
| Revenue Capacity: | | |
| These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax. | 7-11 | 224-228 |
| Debt Capacity: | | |
| These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future. The tables on legal debt margin information and pledged-revenue coverage are not applicable to counties in Tennessee. | 12-16 | 229-233 |
| Demographic and Economic Information: | | |
| These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place. | 17-18 | 234-235 |
| Operating Information: | | |
| These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs. | 19-21 | 236-239 |

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

Table 1

| Bedford County, Tennessee General Government and Discretely Presented Bedford County School Department Net Position by Component Last Ten Fiscal Years (accrual basis of accounting) | | | | | | | | | | |
|--|-----------------|-----------------|-----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
| Primary Government | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Net Investment in Capital Assets | \$ 23,918,548 | \$ 23,433,157 | \$ 24,061,291 | \$ 25,246,263 | \$ 24,345,496 | \$ 25,735,342 | \$ 26,243,035 | \$ 26,247,537 | \$ 27,435,479 | \$ 31,840,548 |
| Restricted | 6,192,578 | 1,928,797 | 2,121,316 | 2,388,323 | 4,631,407 | 7,070,296 | 7,193,153 | 7,925,164 | 10,274,194 | 9,879,534 |
| Unrestricted | (53,097,005) | (41,803,175) | (39,833,406) | (36,661,844) | (33,328,675) | (31,433,720) | (22,726,510) | (23,446,283) | (29,596,448) | (36,135,784) |
| Total Primary Government's Governmental Activities Net Position | \$ (22,985,879) | \$ (16,441,221) | \$ (13,650,799) | \$ (9,027,258) | \$ (4,351,772) | \$ 1,371,918 | \$ 10,709,678 | \$ 10,726,418 | \$ 8,113,225 | \$ 15,584,298 |
| Business-type Activities | | | | | | | | | | |
| Net Investment in Capital Assets | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Restricted | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Unrestricted | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Primary Government's Business-type Activities Net Position | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Total Primary Government | \$ 23,918,548 | \$ 23,433,157 | \$ 24,061,291 | \$ 25,246,263 | \$ 24,345,496 | \$ 25,735,342 | \$ 26,243,035 | \$ 26,247,537 | \$ 27,435,479 | \$ 31,840,548 |
| Net Investment in Capital Assets | 6,192,578 | 1,928,797 | 2,121,316 | 2,388,323 | 4,631,407 | 7,070,296 | 7,193,153 | 7,925,164 | 10,274,194 | 9,879,534 |
| Restricted | (53,097,005) | (41,803,175) | (39,833,406) | (36,661,844) | (33,328,675) | (31,433,720) | (22,726,510) | (23,446,283) | (29,596,448) | (36,135,784) |
| Total Primary Government Net Position | \$ (22,985,879) | \$ (16,441,221) | \$ (13,650,799) | \$ (9,027,258) | \$ (4,351,772) | \$ 1,371,918 | \$ 10,709,678 | \$ 10,726,418 | \$ 8,113,225 | \$ 15,584,298 |
| Discretely Presented Bedford County School Department | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Net Investment in Capital Assets | \$ 99,123,821 | \$ 96,201,332 | \$ 92,976,955 | \$ 91,236,337 | \$ 88,517,940 | \$ 85,949,475 | \$ 84,454,631 | \$ 91,277,905 | \$ 103,110,957 | \$ 102,924,264 |
| Restricted | 3,405,462 | 2,185,372 | 1,972,801 | 1,763,290 | 1,343,357 | 4,450,967 | 4,322,933 | 6,069,093 | 9,838,410 | 15,115,338 |
| Unrestricted | 9,302,865 | 9,469,221 | 7,380,379 | 9,241,930 | 7,791,446 | 10,346,078 | 17,167,463 | 18,126,248 | 19,164,296 | 16,031,457 |
| Total Discretely Presented Bedford County School Department's Governmental Activities Net Position | \$ 111,832,148 | \$ 107,855,925 | \$ 102,330,135 | \$ 102,241,557 | \$ 97,652,743 | \$ 100,746,520 | \$ 105,945,027 | \$ 115,473,246 | \$ 132,113,663 | \$ 134,071,059 |

Note(s): The primary government implemented Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments for the fiscal year ended June 30, 2007. The discretely presented Bedford County School Department implemented the standard as of June 30, 2003. The primary government and the discretely presented Bedford County School Department implemented Governmental Accounting Standards Board Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions for the fiscal year ended June 30, 2011.

**Modified Expenditures - Transfers to
Municipal Government and Regional Personal Health Care, School Department
Changes in Net Position
Last Fiscal Year
General funds (if applicable)**

| | 2011 | | 2012 | | 2013 | | 2014 | | 2015 | | 2016 | | 2017 | | 2018 | | 2019 | | 2020 | |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | Primary | Component | Primary | Component | Primary | Component | Primary | Component | Primary | Component | Primary | Component | Primary | Component | Primary | Component | Primary | Component | Primary | Component |
| | Government | Unit | Government | Unit | Government | Unit | Government | Unit | Government | Unit | Government | Unit | Government | Unit | Government | Unit | Government | Unit | Government | Unit |
| Expenditures | | | | | | | | | | | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | | | | | | | | | | | |
| General Government | | | | | | | | | | | | | | | | | | | | |
| Finance | 2,438,580 | | 2,022,251 | | 2,079,511 | | 2,058,463 | | 2,065,833 | | 2,019,325 | | 2,019,421 | | 2,048,090 | | 3,103,715 | | 3,687,740 | |
| Administration of Justice | 1,522,871 | | 1,551,852 | | 1,566,677 | | 1,589,345 | | 1,591,146 | | 1,589,421 | | 1,589,421 | | 1,587,027 | | 1,587,027 | | 1,587,027 | |
| Public Safety | 1,700,803 | | 1,774,488 | | 1,749,401 | | 1,786,717 | | 1,795,328 | | 1,785,603 | | 1,785,603 | | 1,832,310 | | 2,054,551 | | 2,244,827 | |
| Public Health and Welfare | 7,954,991 | | 8,011,804 | | 7,988,326 | | 7,916,503 | | 7,984,005 | | 7,984,005 | | 7,984,005 | | 7,984,005 | | 7,984,005 | | 7,984,005 | |
| Social Services | 4,380,157 | | 4,380,157 | | 4,380,157 | | 4,380,157 | | 4,380,157 | | 4,380,157 | | 4,380,157 | | 4,380,157 | | 4,380,157 | | 4,380,157 | |
| Education | 2,167,925 | | 2,167,925 | | 2,167,925 | | 2,167,925 | | 2,167,925 | | 2,167,925 | | 2,167,925 | | 2,167,925 | | 2,167,925 | | 2,167,925 | |
| Other Governmental Activities | 2,736,615 | | 2,736,615 | | 2,736,615 | | 2,736,615 | | 2,736,615 | | 2,736,615 | | 2,736,615 | | 2,736,615 | | 2,736,615 | | 2,736,615 | |
| Highways | 2,808,766 | | 2,808,766 | | 2,808,766 | | 2,808,766 | | 2,808,766 | | 2,808,766 | | 2,808,766 | | 2,808,766 | | 2,808,766 | | 2,808,766 | |
| Interest on Long-term Debt | | | | | | | | | | | | | | | | | | | | |
| Other Debt Service | | | | | | | | | | | | | | | | | | | | |
| Capital Outlay | | | | | | | | | | | | | | | | | | | | |
| Governmental Unit - Bedford County School Dept | | | | | | | | | | | | | | | | | | | | |
| Total Expenditures | \$ 20,806,540 | \$ 61,467,565 | \$ 20,780,622 | \$ 61,467,565 | \$ 20,780,622 | \$ 61,467,565 | \$ 20,780,622 | \$ 61,467,565 | \$ 20,780,622 | \$ 61,467,565 | \$ 20,780,622 | \$ 61,467,565 | \$ 20,780,622 | \$ 61,467,565 | \$ 20,780,622 | \$ 61,467,565 | \$ 20,780,622 | \$ 61,467,565 | \$ 20,780,622 | \$ 61,467,565 |
| Governmental Revenues | | | | | | | | | | | | | | | | | | | | |
| Charges for Services | | | | | | | | | | | | | | | | | | | | |
| General Government | 650,364 | | 650,364 | | 650,364 | | 650,364 | | 650,364 | | 650,364 | | 650,364 | | 650,364 | | 650,364 | | 650,364 | |
| Administration of Justice | 1,400,878 | | 1,400,878 | | 1,400,878 | | 1,400,878 | | 1,400,878 | | 1,400,878 | | 1,400,878 | | 1,400,878 | | 1,400,878 | | 1,400,878 | |
| Public Safety | 1,290,113 | | 1,290,113 | | 1,290,113 | | 1,290,113 | | 1,290,113 | | 1,290,113 | | 1,290,113 | | 1,290,113 | | 1,290,113 | | 1,290,113 | |
| Public Health and Welfare | 1,377,592 | | 1,377,592 | | 1,377,592 | | 1,377,592 | | 1,377,592 | | 1,377,592 | | 1,377,592 | | 1,377,592 | | 1,377,592 | | 1,377,592 | |
| Social, Cultural and Recreational Services | 7,600 | | 7,600 | | 7,600 | | 7,600 | | 7,600 | | 7,600 | | 7,600 | | 7,600 | | 7,600 | | 7,600 | |
| Highways | 3,802,515 | | 3,802,515 | | 3,802,515 | | 3,802,515 | | 3,802,515 | | 3,802,515 | | 3,802,515 | | 3,802,515 | | 3,802,515 | | 3,802,515 | |
| Capital Outlay | 898,513 | | 898,513 | | 898,513 | | 898,513 | | 898,513 | | 898,513 | | 898,513 | | 898,513 | | 898,513 | | 898,513 | |
| Governmental Unit - Bedford County School Dept | | | | | | | | | | | | | | | | | | | | |
| Total Revenues | \$ 10,142,561 | \$ 10,308,042 | \$ 10,327,106 | \$ 10,308,042 | \$ 10,327,106 | \$ 10,308,042 | \$ 10,327,106 | \$ 10,308,042 | \$ 10,327,106 | \$ 10,308,042 | \$ 10,327,106 | \$ 10,308,042 | \$ 10,327,106 | \$ 10,308,042 | \$ 10,327,106 | \$ 10,308,042 | \$ 10,327,106 | \$ 10,308,042 | \$ 10,327,106 | \$ 10,308,042 |
| Net (Excess)/Revenue | \$ (13,632,779) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) |
| Total | \$ (13,632,779) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) | \$ (10,448,216) | \$ (51,179,522) |

(Continued)

Pinfield County, Tennessee
General Government and Districts Pinfield County School Department
Change in Net Position
Last Ten Fiscal Years
Actuals (basis of accounting) (Cont'd.)

[illegible]

Note(4) The primary government implemented Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* for the fiscal year ended June 30, 2007. The district's parent Bedford County School District implemented the standard as of June 30, 2003.

Table 3

Bedford County, Tennessee
General Government and Discretely Presented Bedford County School Department
Governmental Activities Tax Revenues by Source
Last Ten Fiscal Years
(accrual basis of accounting)

| Fiscal Year Ended | Property | | Local Option | | Litigation | | Business | | Mineral Severance | | Wholesale Beer | | Total | |
|-------------------------|----------|------------|-----------------|-----------|------------|---------|----------|---------|----------------------|---------|-------------------|---------|-------|------------|
| | Tax | | Tax | | Tax | | Tax | | Tax | | Tax | | | |
| Primary Government | | | | | | | | | | | | | | |
| 2011 | \$ | 9,731,369 | \$ | 5,142,959 | \$ | 278,579 | \$ | 317,681 | \$ | 109,964 | \$ | 197,564 | \$ | 16,146,115 |
| 2012 | | 10,155,790 | | 5,365,336 | | 458,927 | | 365,163 | | 74,220 | | 198,779 | | 16,872,634 |
| 2013 | | 10,600,355 | | 5,222,426 | | 393,011 | | 378,816 | | 60,113 | | 189,353 | | 16,965,127 |
| 2014 | | 10,385,599 | | 5,473,609 | | 370,080 | | 337,659 | | 63,473 | | 194,814 | | 17,068,536 |
| 2015 | | 10,367,833 | | 5,777,154 | | 367,760 | | 385,275 | | 85,765 | | 195,585 | | 17,415,669 |
| 2016 | | 10,531,027 | | 6,090,675 | | 379,453 | | 447,762 | | 122,277 | | 188,933 | | 18,125,292 |
| 2017 | | 13,941,673 | | 6,465,923 | | 463,462 | | 443,759 | | 125,177 | | 183,066 | | 22,032,566 |
| 2018 | | 14,552,720 | | 6,752,499 | | 496,784 | | 478,321 | | 155,971 | | 181,520 | | 23,078,759 |
| 2019 | | 14,974,347 | | 7,465,948 | | 549,910 | | 502,057 | | 147,488 | | 177,732 | | 24,342,766 |
| 2020 | | 16,233,738 | | 8,282,911 | | 387,949 | | 566,263 | | 157,941 | | 193,158 | | 26,311,837 |
| Component Unit | | | | | | | | | | | | | | |
| 2011 | \$ | 7,941,311 | \$ | 1,888,559 | \$ | 0 | \$ | 0 | \$ | 0 | \$ | 0 | \$ | 9,832,305 |
| 2012 | | 8,286,550 | | 1,976,524 | | 0 | | 0 | | 0 | | 0 | | 10,265,850 |
| 2013 | | 7,731,057 | | 1,922,541 | | 0 | | 0 | | 0 | | 0 | | 9,657,440 |
| 2014 | | 8,407,067 | | 2,026,045 | | 0 | | 0 | | 0 | | 0 | | 10,443,427 |
| 2015 | | 8,497,841 | | 2,134,397 | | 0 | | 0 | | 0 | | 0 | | 10,657,070 |
| 2016 | | 8,593,180 | | 2,240,465 | | 0 | | 0 | | 0 | | 0 | | 10,862,204 |
| 2017 | | 8,743,491 | | 2,383,873 | | 0 | | 0 | | 0 | | 0 | | 11,156,229 |
| 2018 | | 8,881,861 | | 2,477,966 | | 0 | | 0 | | 0 | | 0 | | 11,385,059 |
| 2019 | | 9,151,870 | | 2,722,361 | | 0 | | 0 | | 0 | | 0 | | 11,897,879 |
| 2020 | | 9,323,610 | | 2,985,399 | | 0 | | 0 | | 0 | | 0 | | 12,332,719 |

Note(s): The primary government implemented Governmental Accounting Standards Board Statement No. 34, *Basic Financial Management's Discussion and Analysis - for State and Local Governments* for the fiscal year ended June 30, 2007. The discretely presented Bedford County School Department implemented the standard as of June 30, 2003.

Table 4

Bedford County, Tennessee
General Government and Discretely Presented Bedford County School Department
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Primary Government: | | | | | | | | | | |
| General Fund | | | | | | | | | | |
| Reserved | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Unreserved | 638,427 | 810,591 | 1,045,339 | 1,301,479 | 1,494,868 | 1,539,398 | 1,695,643 | 1,997,291 | 1,673,630 | 1,275,503 |
| Restricted | 131,105 | 166,862 | 73,110 | 123,695 | 90,515 | 3,063,818 | 3,012,637 | 3,627,147 | 3,735,710 | 2,668,076 |
| Committed | 6,190,717 | 6,190,717 | 8,837,240 | 7,298,025 | 5,843,278 | 5,037,447 | 4,817,447 | 4,987,447 | 4,987,447 | 4,987,447 |
| Assigned | 4,678,463 | 5,359,125 | 4,362,956 | 5,135,801 | 5,086,174 | 2,235,071 | 2,816,522 | 3,094,857 | 2,430,214 | 2,526,538 |
| Unassigned | | | | | | | | | | |
| Total General Fund | \$ 11,638,712 | \$ 12,527,246 | \$ 14,318,245 | \$ 13,859,000 | \$ 12,514,835 | \$ 11,875,724 | \$ 13,242,249 | \$ 13,526,742 | \$ 12,828,001 | \$ 11,457,564 |
| All Other Governmental Funds | | | | | | | | | | |
| Reserved | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Unreserved, Reported in: | | | | | | | | | | |
| Special Revenue Funds | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Debt Service Funds | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Capital Projects Funds | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Restricted | 814,266 | 985,573 | 950,483 | 952,886 | 765,568 | 954,306 | 1,877,651 | 1,594,997 | 2,459,713 | 2,003,495 |
| Committed | 4,238,144 | 3,222,188 | 2,828,512 | 2,848,554 | 4,522,276 | 4,575,064 | 8,652,306 | 14,510,756 | 19,449,804 | 20,736,116 |
| Total All Other Governmental Funds | \$ 5,052,410 | \$ 4,207,761 | \$ 3,778,995 | \$ 3,801,440 | \$ 5,287,844 | \$ 5,529,370 | \$ 10,529,957 | \$ 15,105,753 | \$ 21,909,517 | \$ 22,739,611 |
| Component Unit: | | | | | | | | | | |
| General Fund (General Purpose School) | | | | | | | | | | |
| Reserved | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Unreserved | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Nonspendable | 0 | 0 | 0 | 0 | 132,000 | 0 | 0 | 0 | 0 | 0 |
| Restricted | 213,477 | 199,843 | 165,078 | 166,251 | 164,684 | 150,469 | 145,820 | 146,039 | 265,629 | 435,144 |
| Committed | 941,892 | 483,315 | 90,556 | 51,240 | 292,532 | 2,210,767 | 2,168,520 | 3,083,507 | 13,286,591 | 12,499,907 |
| Assigned | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 2,100,000 | 0 |
| Unassigned | 9,124,213 | 8,900,911 | 7,508,455 | 9,297,505 | 11,475,980 | 12,681,681 | 16,432,384 | 19,417,004 | 8,047,328 | 10,862,768 |
| Total General Fund | \$ 10,279,582 | \$ 9,584,069 | \$ 7,764,089 | \$ 9,514,996 | \$ 12,065,196 | \$ 15,042,917 | \$ 18,746,724 | \$ 22,646,550 | \$ 23,699,548 | \$ 23,797,819 |
| All Other School Funds | | | | | | | | | | |
| Reserved | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Unreserved, Reported in: | | | | | | | | | | |
| Special Revenue Funds | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Capital Projects Funds | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Nonspendable | 154,382 | 78,958 | 69,787 | 62,906 | 68,314 | 50,073 | 52,938 | 48,039 | 42,894 | 117,836 |
| Restricted | 1,839,985 | 1,906,571 | 1,737,936 | 1,534,133 | 1,110,859 | 1,215,388 | 1,615,799 | 2,267,031 | 2,126,871 | 2,220,230 |
| Committed | 236,096 | 204,995 | 197,821 | 205,188 | 200,776 | 255,300 | 313,508 | 374,263 | 650,362 | 663,921 |
| Total All Other Governmental Funds | \$ 2,230,463 | \$ 2,190,524 | \$ 2,005,544 | \$ 1,802,297 | \$ 1,379,419 | \$ 1,520,761 | \$ 1,982,245 | \$ 2,689,333 | \$ 2,820,127 | \$ 3,001,977 |

Note(s): Negative reserves reflect a fund deficit
Provisions of Governmental Accounting Standards Board (GASB)
Statement No. 54, *Fund Balance Reporting and Governmental Fund Type*
Definitions became effective for the year ended June 30, 2011.

Table 5

Bedford County, Tennessee
Changes in Fund Balances - Governmental Funds - Primary Government
Last Ten Fiscal Years
(modified accrual basis of accounting)

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|---|----------------|---------------|----------------|---------------|----------------|---------------|---------------|----------------|-----------------|-----------------|
| Revenues | | | | | | | | | | |
| Taxes | \$ 16,657,679 | \$ 17,653,465 | \$ 17,797,946 | \$ 17,751,437 | \$ 18,197,230 | \$ 18,820,159 | \$ 22,735,336 | \$ 24,118,651 | \$ 25,254,166 | \$ 27,037,817 |
| Licenses and Permits | 110,558 | 124,385 | 118,632 | 148,734 | 185,493 | 234,641 | 288,902 | 323,266 | 350,738 | 395,515 |
| Fines and Forfeitures | 323,633 | 503,321 | 478,464 | 477,127 | 479,011 | 467,569 | 467,671 | 512,614 | 406,650 | 375,985 |
| Charges for Service | 1,821,470 | 2,113,738 | 1,844,557 | 2,431,463 | 1,861,928 | 2,025,410 | 2,816,584 | 2,722,492 | 2,506,213 | 2,505,253 |
| Other Local Revenue | 1,253,095 | 1,018,210 | 726,632 | 952,557 | 1,016,195 | 684,191 | 783,174 | 1,297,245 | 2,007,784 | 1,628,389 |
| Fees from County Officials | 1,812,097 | 1,876,402 | 1,854,492 | 1,847,897 | 1,882,048 | 2,103,166 | 2,262,130 | 2,365,056 | 2,366,404 | 2,299,702 |
| State Revenues | 4,117,662 | 4,192,890 | 3,902,012 | 3,606,910 | 3,696,514 | 3,829,425 | 4,129,993 | 4,483,638 | 3,928,303 | 3,932,360 |
| Federal Revenues | 665,073 | 419,540 | 512,931 | 732,388 | 85,994 | 198,341 | 131,589 | 429,341 | 108,371 | 493,281 |
| Other Govt/Citizens | 1,044,387 | 1,007,321 | 1,000,376 | 2,454 | 12,870 | 80,073 | 27,502 | 173,093 | 10,332 | 290,210 |
| Total Revenues | \$ 27,805,654 | \$ 28,909,272 | \$ 28,236,042 | \$ 27,950,967 | \$ 27,417,283 | \$ 28,422,975 | \$ 33,642,881 | \$ 36,425,396 | \$ 36,938,961 | \$ 38,938,512 |
| Expenditures | | | | | | | | | | |
| General Government | \$ 1,330,518 | \$ 1,460,288 | \$ 1,361,659 | \$ 1,556,066 | \$ 1,557,454 | \$ 1,561,130 | \$ 1,597,425 | \$ 1,707,629 | \$ 2,433,317 | \$ 2,523,384 |
| Finance | 1,550,567 | 1,547,127 | 1,581,299 | 1,636,393 | 1,651,339 | 1,617,844 | 1,749,951 | 1,847,940 | 2,047,227 | 2,111,214 |
| Admin. of Justice | 1,696,031 | 1,771,828 | 1,759,688 | 1,796,881 | 1,859,036 | 1,931,689 | 1,939,392 | 2,052,233 | 2,120,382 | 2,217,004 |
| Public Safety | 7,379,267 | 7,640,525 | 7,677,972 | 7,465,438 | 7,508,106 | 7,923,637 | 7,965,481 | 8,183,987 | 9,091,193 | 10,078,564 |
| Public Health/Welfare | 3,921,733 | 3,841,254 | 4,218,825 | 4,208,827 | 4,395,761 | 4,220,633 | 4,490,206 | 4,605,430 | 4,476,641 | 5,330,494 |
| Social, Cultural/Rec. | 156,662 | 156,662 | 167,090 | 167,090 | 1,167,090 | 167,090 | 162,150 | 157,210 | 169,065 | 171,529 |
| Agriculture and | | | | | | | | | | |
| Natural Resources | 206,310 | 205,537 | 208,192 | 230,609 | 245,158 | 246,322 | 245,974 | 242,476 | 255,158 | 256,440 |
| Other Operations | 789,966 | 741,446 | 1,439,296 | 860,151 | 1,125,718 | 1,441,073 | 1,172,011 | 927,852 | 973,215 | 1,177,291 |
| Highway and Bridge | 2,986,847 | 2,753,252 | 2,674,616 | 2,622,733 | 3,963,081 | 3,805,949 | 3,215,278 | 4,127,297 | 3,344,151 | 4,063,704 |
| Debt Service: | | | | | | | | | | |
| Principal | 5,512,665 | 5,450,298 | 5,166,600 | 4,475,600 | 3,512,000 | 4,062,000 | 3,584,397 | 3,048,324 | 5,366,006 | 5,974,200 |
| Interest | 3,104,068 | 2,923,613 | 2,655,861 | 2,351,178 | 2,246,816 | 2,136,118 | 2,043,101 | 2,021,298 | 2,518,547 | 2,771,883 |
| Other Charges | 95,474 | 113,665 | 111,478 | 103,658 | 2,728,386 | 102,065 | 409,558 | 206,643 | 491,919 | 163,315 |
| Capital Projects | 821,589 | 251,469 | 851,283 | 913,143 | 22,632 | 0 | 1,567,805 | 11,897,788 | 39,785,474 | 12,947,717 |
| Total Expenditures | \$ 29,551,697 | \$ 28,856,964 | \$ 29,873,859 | \$ 28,387,767 | \$ 31,982,577 | \$ 29,205,550 | \$ 30,142,729 | \$ 41,026,107 | \$ 73,072,295 | \$ 49,786,739 |
| Excess of Revenues Over (Under) Expenditures | \$ (1,746,043) | \$ 52,308 | \$ (1,637,817) | \$ (436,800) | \$ (4,565,294) | \$ (782,575) | \$ 3,500,152 | \$ (4,600,711) | \$ (36,133,334) | \$ (10,828,227) |

(Continued)

Table 5

Bedford County, Tennessee
Changes in Fund Balances - Governmental Funds - Primary Government
Last Ten Fiscal Years (Cont.)
(modified accrual basis of accounting)

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|---|----------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|---------------|---------------|
| Other Financing Sources (Uses) | | | | | | | | | | |
| Transfers In | \$ 162,257 | \$ 327,570 | \$ 347,929 | \$ 710,734 | \$ 581,920 | \$ 205,830 | \$ 54,561 | \$ 78,116 | \$ - | \$ 3,275,000 |
| Transfers Out | 0 | (327,570) | (347,929) | (710,734) | (581,920) | (205,830) | (54,561) | (78,116) | 0 | (3,275,000) |
| Bond Proceeds | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Note Proceeds | 300,000 | 0 | 0 | 0 | 2,000,000 | 385,000 | 0 | 0 | 1,000,000 | 1,650,000 |
| Other Loans Issued | 0 | 0 | 0 | 0 | 0 | 0 | 1,966,950 | 11,371,000 | 39,840,000 | 8,347,050 |
| Insurance Recovery | 0 | 0 | 0 | 0 | 97,533 | 0 | 0 | 0 | 0 | 290,834 |
| Proceeds on Refunded Bonds | 0 | 2,700,000 | 8,405,000 | 0 | 2,610,000 | 0 | 0 | 0 | 34,735,000 | 0 |
| Payments to Refunded Bond Escrow Agent | 0 | (2,708,373) | (8,405,000) | 0 | 0 | 0 | 0 | 0 | (36,180,000) | 0 |
| Premiums on Bonds Sold | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1,833,357 | 0 |
| Sale of Nursing Home Capital Assets | 0 | 0 | 3,000,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Other Financing Sources (Uses) | \$ 462,257 | \$ (8,373) | \$ 3,000,000 | \$ 0 | \$ 4,707,533 | \$ 385,000 | \$ 1,966,950 | \$ 11,371,000 | \$ 41,228,357 | \$ 10,287,884 |
| Net Change in Fund Balances | \$ (1,283,786) | \$ 43,935 | \$ 1,362,183 | \$ (436,800) | \$ 142,239 | \$ (397,575) | \$ 5,467,102 | \$ 6,770,289 | \$ 5,095,023 | \$ (540,343) |
| Debt Service as a Percentage of Noncapital Expenditures | 30.8% | 30.1% | 27.3% | 25.8% | 19.5% | 23.3% | 20.4% | 13.4% | 17.4% | 23.9% |
| Capital Expenditures | \$ 1,602,588 | \$ 1,073,924 | \$ 1,231,563 | \$ 1,924,834 | \$ 2,443,200 | \$ 2,653,014 | \$ 2,549,192 | \$ 3,269,849 | \$ 27,871,878 | \$ 13,203,977 |

General Governmental TAX Revenues by Source

| | Last Ten Fiscal Years (Cont.) (modified accrual basis of accounting) | | | | | | | | | |
|---------------------|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
| Property Tax | \$ 9,544,367 | \$ 10,159,124 | \$ 10,541,068 | \$ 10,282,564 | \$ 10,308,173 | \$ 10,495,204 | \$ 13,764,816 | \$ 14,548,973 | \$ 14,950,166 | \$ 16,028,725 |
| Sales Tax | 5,119,682 | 5,333,207 | 5,243,541 | 5,429,374 | 5,749,141 | 6,072,700 | 6,418,775 | 6,742,521 | 7,396,124 | 8,080,502 |
| Litigation Tax | 371,284 | 458,927 | 393,011 | 370,080 | 367,760 | 379,453 | 463,462 | 496,784 | 549,910 | 387,949 |
| Business Tax | 317,681 | 365,163 | 378,816 | 337,659 | 385,275 | 447,762 | 443,759 | 478,321 | 502,057 | 566,263 |
| Mineral Severance | 109,964 | 107,079 | 60,113 | 63,473 | 85,765 | 122,277 | 125,177 | 155,971 | 147,488 | 157,941 |
| Development Tax | 342,536 | 145,352 | 133,624 | 162,826 | 293,652 | 304,257 | 411,622 | 465,261 | 530,887 | 509,697 |
| Wholesale Beer Tax | 197,564 | 198,779 | 189,353 | 194,814 | 195,585 | 188,933 | 183,066 | 181,520 | 177,732 | 193,158 |
| Bank Excise Tax | 21,032 | 157,420 | 127,964 | 201,274 | 66,319 | 61,349 | 74,749 | 130,931 | 131,290 | 237,412 |
| Other Statutory Tax | 1,507 | 1,399 | 1,998 | 2,388 | 2,323 | 1,797 | 1,951 | - | - | - |
| | \$ 16,025,617 | \$ 16,926,450 | \$ 17,069,488 | \$ 17,044,552 | \$ 17,453,993 | \$ 18,073,741 | \$ 21,887,377 | \$ 23,200,282 | \$ 24,385,654 | \$ 26,161,647 |

Table 6

Bedford County, Tennessee
Discretely Presented Bedford County School Department
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|--|---------------|---------------|----------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Revenues | | | | | | | | | | |
| Local Taxes | \$ 10,181,119 | \$ 10,842,595 | \$ 10,198,143 | \$ 10,921,251 | \$ 11,166,083 | \$ 11,432,324 | \$ 11,622,771 | \$ 11,949,432 | \$ 12,388,869 | \$ 12,653,336 |
| Licenses and Permits | 2,274 | 2,813 | 2,248 | 2,574 | 2,407 | 2,507 | 2,500 | 2,328 | 2,366 | 1,771 |
| Charges for Current Services | 1,558,792 | 1,597,663 | 1,558,003 | 1,501,265 | 709,721 | 802,783 | 817,381 | 782,726 | 788,420 | 623,946 |
| Investment Earnings | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Local Revenues | 436,815 | 316,421 | 266,941 | 121,181 | 192,693 | 102,091 | 128,045 | 141,171 | 182,032 | 171,304 |
| State of Tennessee | 36,409,178 | 37,718,020 | 37,636,177 | 42,084,781 | 41,854,959 | 44,111,599 | 47,163,713 | 49,259,218 | 52,603,326 | 53,432,679 |
| Federal Government | 10,324,685 | 9,352,411 | 9,412,841 | 9,245,991 | 9,906,228 | 9,368,511 | 9,816,652 | 9,284,746 | 9,354,568 | 9,687,296 |
| Other Governments and Citizens Groups | 0 | 0 | 68,174 | 0 | 0 | 0 | 753,950 | 8,911,000 | 13,510,000 | 600,050 |
| Total Revenues | \$ 58,912,863 | \$ 59,829,923 | \$ 59,142,527 | \$ 63,877,043 | \$ 63,832,091 | \$ 65,819,812 | \$ 70,305,012 | \$ 80,330,621 | \$ 88,829,581 | \$ 77,170,382 |
| Expenditures | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Instruction | \$ 36,400,761 | \$ 36,425,159 | \$ 36,833,683 | \$ 37,284,617 | \$ 35,395,486 | \$ 35,682,543 | \$ 37,414,953 | \$ 38,970,289 | \$ 42,268,667 | \$ 42,528,651 |
| Support Services | 17,769,273 | 19,036,517 | 18,789,889 | 19,260,911 | 20,367,461 | 20,643,963 | 21,351,551 | 21,515,150 | 23,758,920 | 24,760,949 |
| Operation of Non-instructional Services | 4,227,544 | 4,739,742 | 5,018,453 | 5,307,802 | 5,478,410 | 5,735,155 | 5,798,779 | 5,404,974 | 6,083,113 | 6,367,462 |
| Capital Outlay | 345,621 | 363,957 | 505,462 | 516,949 | 489,186 | 639,121 | 820,624 | 1,144,564 | 1,979,896 | 2,766,013 |
| Capital Projects | 0 | 0 | 0 | 0 | 0 | 0 | 753,814 | 8,828,730 | 13,555,193 | 473,680 |
| Debt Service | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Expenditures | \$ 58,743,199 | \$ 60,565,375 | \$ 61,147,487 | \$ 62,370,279 | \$ 61,730,543 | \$ 62,700,779 | \$ 66,139,721 | \$ 75,863,707 | \$ 87,645,789 | \$ 76,896,753 |
| Excess of Revenues Over (Under) Expenditures | \$ 169,664 | \$ (735,452) | \$ (2,004,960) | \$ 1,506,764 | \$ 2,101,548 | \$ 3,119,033 | \$ 4,165,291 | \$ 4,466,914 | \$ 1,183,792 | \$ 273,627 |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Transfers In | \$ 103,192 | \$ 0 | \$ 121,037 | \$ 10,521 | \$ 15,548 | \$ 15,570 | \$ 15,649 | \$ 23,281 | \$ 218,000 | \$ 18,000 |
| Transfers Out | (103,192) | 0 | (121,037) | (10,521) | (15,548) | (15,570) | (15,649) | (23,281) | (218,000) | (18,000) |
| Proceeds from Sale of Capital Assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 140,000 | 0 | 0 |
| Insurance Recovery | 0 | 0 | 0 | 40,826 | 25,874 | 0 | 0 | 0 | 0 | 6,491 |
| Total Financing Sources (Uses) | \$ 0 | \$ 0 | \$ 0 | \$ 40,826 | \$ 25,874 | \$ 0 | \$ 0 | \$ 140,000 | \$ 0 | \$ 6,491 |
| Net Change in Fund Balances | \$ 169,664 | \$ (735,452) | \$ (2,004,960) | \$ 1,547,590 | \$ 2,127,422 | \$ 3,119,033 | \$ 4,165,291 | \$ 4,606,914 | \$ 1,183,792 | \$ 280,121 |

Table 7

Bedford County, Tennessee
General Government and Discretely Presented Bedford County School Department
Governmental Tax Revenues by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)

| Fiscal Year Ended | Property | | | Local Option Sales | | | Litigation | | | Business | | | Mineral Severance | | | Wholesale Beer | | | Bank Excise | | | Interstate Telecom- munications | | | Other Statutory Local | | | |
|-------------------------|--------------|----|--|--------------------------|----|--|------------|----|--|----------|----|--|----------------------|----|--|-------------------|----|--|----------------|----|--|---------------------------------------|----|--|-----------------------------|----|--|------------|
| | Tax | | | Tax | | | Tax | | | Tax | | | Tax | | | Tax | | | Tax | | | Tax | | | Tax | | | |
| Primary Government: | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 2011 | \$ 9,544,367 | \$ | | 5,119,682 | \$ | | 371,284 | \$ | | 317,681 | \$ | | 109,964 | \$ | | 197,564 | \$ | | 21,032 | \$ | | 1,471 | \$ | | 974,634 | \$ | | 16,657,679 |
| 2012 | 10,159,124 | | | 5,333,207 | | | 458,927 | | | 365,163 | | | 74,220 | | | 198,779 | | | 157,420 | | | 1,399 | | | 905,226 | | | 17,653,465 |
| 2013 | 10,541,068 | | | 5,243,541 | | | 393,011 | | | 378,816 | | | 60,113 | | | 189,353 | | | 127,964 | | | 1,998 | | | 862,082 | | | 17,797,946 |
| 2014 | 10,282,564 | | | 5,429,374 | | | 370,080 | | | 337,659 | | | 63,473 | | | 194,814 | | | 201,274 | | | 2,388 | | | 869,811 | | | 17,751,437 |
| 2015 | 10,308,173 | | | 5,749,141 | | | 367,760 | | | 385,275 | | | 85,765 | | | 195,585 | | | 66,319 | | | 2,323 | | | 1,036,889 | | | 18,197,230 |
| 2016 | 10,495,204 | | | 6,072,709 | | | 379,453 | | | 447,762 | | | 122,277 | | | 188,933 | | | 61,349 | | | 1,797 | | | 1,050,675 | | | 18,820,159 |
| 2017 | 13,764,816 | | | 6,418,775 | | | 463,462 | | | 443,759 | | | 125,177 | | | 183,066 | | | 74,749 | | | 1,951 | | | 1,259,581 | | | 22,735,336 |
| 2018 | 14,548,973 | | | 6,742,521 | | | 496,784 | | | 478,321 | | | 155,971 | | | 181,520 | | | 130,931 | | | 0 | | | 1,383,630 | | | 24,118,651 |
| 2019 | 14,950,166 | | | 7,396,124 | | | 549,910 | | | 502,057 | | | 147,488 | | | 177,732 | | | 131,290 | | | 0 | | | 1,399,399 | | | 25,254,166 |
| 2020 | 16,028,725 | | | 8,080,502 | | | 387,949 | | | 566,263 | | | 157,941 | | | 193,158 | | | 237,412 | | | 0 | | | 1,385,867 | | | 27,037,817 |
| Component Unit: | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 2011 | \$ 7,788,150 | \$ | | 1,874,206 | \$ | | 0 | \$ | | 0 | \$ | | 0 | \$ | | 0 | \$ | | 0 | \$ | | 2,435 | \$ | | 516,328 | \$ | | 10,181,119 |
| 2012 | 8,290,385 | | | 1,956,756 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 2,776 | | | 592,678 | | | 10,842,595 |
| 2013 | 7,718,464 | | | 1,942,675 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 3,842 | | | 533,162 | | | 10,198,143 |
| 2014 | 8,330,219 | | | 2,013,271 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 4,591 | | | 573,170 | | | 10,921,251 |
| 2015 | 8,416,471 | | | 2,122,059 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 4,466 | | | 623,087 | | | 11,166,083 |
| 2016 | 8,564,019 | | | 2,234,338 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 3,782 | | | 630,185 | | | 11,432,324 |
| 2017 | 8,692,732 | | | 2,365,531 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 3,752 | | | 560,756 | | | 11,622,771 |
| 2018 | 8,885,469 | | | 2,478,316 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 585,647 | | | 11,949,432 |
| 2019 | 9,135,804 | | | 2,699,247 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 553,818 | | | 12,388,869 |
| 2020 | 9,216,768 | | | 2,909,747 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 0 | | | 526,821 | | | 12,653,336 |

Table 8

Bedford County, Tennessee
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Tax Year | Real Property Assessed | | | Tangible Personal Property Assessed | Public Utility Property | Total Taxable Assessed Value | | Assessed Value as a Percentage of Actual Value | Estimated Actual Taxable Value | Total Direct Tax Rate |
|---------------------------|----------|------------------------|----------------|---------------|-------------------------------------|-------------------------|------------------------------------|-------------------------------------|--|--------------------------------|-----------------------|
| | | Residential | Farm | Commercial | | | Value (Inside City of Shelbyville) | Value (Outside City of Shelbyville) | | | |
| 2010 | 2010 | \$ 507,751,000 | \$ 161,072,120 | \$ 64,842,431 | \$ 44,817,232 | \$ 343,269,678 | \$ 330,395,873 | \$ 778,482,783 | 28.50% | \$ 2,731,324,772 | \$ 2.27 |
| 2011 | 2011 | 518,228,375 | 170,176,360 | 60,074,596 | 46,706,116 | 346,455,651 | 402,023,680 | 795,185,447 | 28.57% | 2,783,539,733 | 2.27 |
| 2012 | 2012 | 520,099,875 | 170,523,880 | 68,010,388 | 47,632,813 | 354,545,784 | 404,088,359 | 806,286,956 | 28.59% | 2,820,036,348 | 2.27 |
| 2013 | 2013 | 522,256,850 | 173,607,320 | 69,384,428 | 49,177,015 | 358,387,190 | 406,861,408 | 814,425,613 | 28.64% | 2,843,785,871 | 2.27 |
| 2014 | 2014 | 529,856,350 | 181,448,000 | 72,341,823 | 49,777,137 | 368,185,307 | 415,460,866 | 833,423,310 | 28.66% | 2,908,079,796 | 2.27 |
| 2015 | 2015 | 575,150,640 | 191,688,895 | 75,926,958 | 53,254,109 | 385,978,487 | 456,788,006 | 896,020,602 | 28.65% | 3,127,497,836 | 2.27 |
| 2016 | 2016 | 585,989,500 | 193,178,735 | 83,596,100 | 56,538,846 | 395,859,978 | 466,904,357 | 919,303,181 | 28.67% | 3,205,995,293 | 2.52 |
| 2017 | 2017 | 599,561,815 | 204,608,775 | 74,971,669 | 55,453,591 | 401,240,863 | 477,901,396 | 934,595,850 | 28.40% | 3,290,502,947 | 2.56 |
| 2018 | 2018 | 615,703,060 | 205,611,280 | 83,668,674 | 48,573,317 | 411,269,198 | 493,713,816 | 953,556,331 | 28.19% | 3,382,417,100 | 2.56 |
| 2019 | 2019 | 628,789,170 | 209,674,260 | 71,321,153 | 53,674,465 | 408,667,782 | 501,116,801 | 963,459,048 | 27.93% | 3,449,482,879 | 2.66 |

Source(s): Assessors' summary assessments and the Tennessee Comptroller of the Treasury - Division of Property Assessments.

Note(s): Exempt properties are not included in the assessed or estimated value. Tax rates are per \$100 of assessed value. A reappraisal was performed during the 2010 and 2015 tax years. Appraised to taxable values are based on the following table.

| Assessment Ratio Table | |
|------------------------|-------------------------------|
| Category | Percentage of Appraised Value |
| Real Property: | |
| Public Utilities | 55% |
| Commercial | 40% |
| Industrial | 40% |
| Residential | 25% |
| Farm | 25% |
| Agriculture | 25% |
| Forest | 25% |
| Mineral | 40% |
| Personal Property: | |
| Public Utilities | 55% |
| Commercial | 30% |
| Industrial | 30% |

Table 9

Bedford County, Tennessee
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

| Fiscal Year Ended ¹ | Tax Year | General | | | | | Total ² Direct Rate | City of Shelbyville Tennessee ^{2,3} | | City of Bell Buckle Tennessee ^{2,3} | | City of Normandy Tennessee ^{2,3} | | City of Wartrace Tennessee ^{2,3} | | Total Direct and Overlapping |
|--------------------------------------|-------------------|-----------------|-----------------|---------------------------|-------------------------|----|--------------------------------------|--|------|--|------|---|------|---|------|------------------------------------|
| | | General Fund | Highway Fund | Purpose School Fund | Debt Service Fund | | | | | | | | | | | |
| 2011 | 2010 ⁴ | \$ 1.11 | \$ 0.04 | \$ 1.02 | \$ 0.10 | \$ | 2.27 | \$ | 1.41 | \$ | 0.16 | \$ | 0.20 | \$ | 1.00 | \$ 3.68 |
| 2012 | 2011 | 1.11 | 0.04 | 1.02 | 0.10 | | 2.27 | | 1.65 | | 0.16 | | 0.20 | | 1.15 | 3.92 |
| 2013 | 2012 | 1.11 | 0.04 | 0.96 | 0.16 | | 2.27 | | 1.65 | | 0.25 | | 0.20 | | 1.32 | 3.92 |
| 2014 | 2013 | 1.11 | 0.04 | 1.02 | 0.10 | | 2.27 | | 1.65 | | 0.25 | | 0.20 | | 1.30 | 3.92 |
| 2015 | 2014 | 1.11 | 0.04 | 1.02 | 0.10 | | 2.27 | | 1.65 | | 0.30 | | 0.20 | | 1.40 | 3.92 |
| 2016 | 2015 ⁴ | 1.11 | 0.04 | 1.02 | 0.10 | | 2.27 | | 1.81 | | 0.40 | | 0.20 | | 1.40 | 4.08 |
| 2017 | 2016 | 1.11 | 0.08 | 0.97 | 0.36 | | 2.52 | | 1.77 | | 0.36 | | 0.20 | | 1.31 | 4.29 |
| 2018 | 2017 | 1.15 | 0.08 | 0.97 | 0.36 | | 2.56 | | 1.77 | | 0.36 | | 0.50 | | 1.31 | 4.33 |
| 2019 | 2018 | 1.15 | 0.08 | 0.97 | 0.36 | | 2.56 | | 1.77 | | 0.56 | | 0.50 | | 1.31 | 4.33 |
| 2020 | 2019 | 1.30 | 0.08 | 0.97 | 0.31 | | 2.66 | | 1.77 | | 0.60 | | 0.50 | | 1.31 | 4.43 |

Source(s): Bedford County Commission's resolutions for tax levies by fiscal year and the City Recorder's Office.

Note(s):

¹ Taxes assessed in one fiscal year are for the benefit of the following fiscal year.

² Rates are applied per \$100 of assessed valuation.

³ The cities of Shelbyville, Bell Buckle, Normandy, and Wartrace are considered overlapping governments.

⁴ A reappraisal was performed during the 2010 and 2015 tax years.

Table 10

Bedford County, Tennessee
Principal Property Taxpayers
Current Year and Nine Years Ago

| | Fiscal Year Ended 2020 | | | Fiscal Year Ended 2011 | | |
|--|------------------------------|------|---|------------------------------|------|---|
| | Taxable Assessed Value | Rank | Percentage of Total Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total Taxable Assessed Value |
| Calsonic Manufacturing | \$ 33,156,672 | 1 | 3.4% | \$ 20,405,576 | 1 | 2.6% |
| Duck River Electric Membership | 22,133,640 | 2 | 2.3% | 18,921,918 | 2 | 2.4% |
| Walmart Stores East | 14,153,369 | 3 | 1.5% | 13,304,851 | 3 | 1.7% |
| Shelbyville Hospital Corporation (Tennova) | 11,093,264 | 4 | 1.2% | - | - | - |
| Tyson Foods | 8,926,776 | 5 | 0.9% | 8,155,823 | 5 | 1.0% |
| Twist Beauty Packaging | 8,724,425 | 6 | 0.9% | 6,081,371 | 7 | 0.8% |
| Sanford Corporation | 8,606,149 | 7 | 0.9% | 6,478,436 | 6 | 0.8% |
| Automotive Properties of New York (SMW) | 6,122,834 | 8 | 0.6% | - | - | - |
| CSX Transportation | 4,568,223 | 9 | 0.5% | - | - | - |
| East Tennessee Natural Gas | 4,123,946 | 10 | 0.4% | - | - | - |
| Bemis | - | - | - | 11,427,000 | 4 | 1.5% |
| Bellsouth Telecom | - | - | - | 4,915,520 | 8 | 0.6% |
| United Telephone | - | - | - | 4,039,649 | 9 | 0.5% |
| National Pen Corp | - | - | - | 3,671,068 | 10 | 0.5% |
| Totals | \$ 121,609,298 | | 12.6% | \$ 97,401,212 | | 12.0% |

Source: Trustee's Tax Rolls.

Table 11

Bedford County, Tennessee
Property Tax Levies and Collections
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Tax Year | Adjusted Total Tax Levy for Fiscal Year | Collected within the | | Collections in Subsequent Years | Total Collections to Date | |
|------------------------------------|-------------|--|-------------------------|--------------------|---------------------------------------|---------------------------|--------------------|
| | | | Fiscal Year of the Levy | Percentage of Levy | | Amount | Percentage of Levy |
| | | | | | | | |
| 2011 | 2010 | \$ 17,637,729 | \$ 16,199,443 | 91.85% | \$ 537,832 | \$ 16,737,275 | 94.89% |
| 2012 | 2011 | 18,044,364 | 16,637,710 | 92.20% | 431,626 | 17,069,336 | 94.60% |
| 2013 | 2012 | 18,237,900 | 17,040,915 | 93.44% | 476,632 | 17,517,547 | 96.05% |
| 2014 | 2013 | 18,467,741 | 17,344,682 | 93.92% | 358,666 | 17,703,348 | 95.86% |
| 2015 | 2014 | 18,604,967 | 17,603,674 | 94.62% | 288,353 | 17,892,028 | 96.17% |
| 2016 | 2015 | 19,036,967 | 18,159,672 | 95.39% | 214,251 | 18,373,923 | 96.52% |
| 2017 | 2016 | 22,699,009 | 21,657,688 | 95.41% | 208,655 | 21,866,343 | 96.33% |
| 2018 | 2017 | 23,504,698 | 22,570,828 | 96.03% | 247,347 | 22,818,175 | 97.08% |
| 2019 | 2018 | 23,863,881 | 23,015,302 | 96.44% | 254,606 | 23,269,908 | 97.51% |
| 2020 | 2019 | 25,516,792 | 24,446,363 | 95.81% | 248,646 | 24,695,008 | 96.78% |

Source(s): Trustee's tax rolls, trustee's tax collection records, and clerk and master's tax collections records.

Note(s): Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalties 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.

Table 12

Bedford County, Tennessee
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Governmental Activities | | | | | | Total Primary Government ¹ | Percentage of Personal Income ² | Per Capita ² |
|------------------------------------|--------------------------------|--------------------------|--------------|--------------|--------------|---------------|---|--|----------------------------|
| | General Obligation Bonds | Rural School Bonds | Capital | | Other | | | | |
| | | | Outlay | Notes | Loans | Payable | | | |
| | | | | | | | | | |
| 2011 | \$ 5,550,000 | \$ 60,161,767 | \$ 3,518,498 | \$ 3,301,000 | \$ 3,301,000 | \$ 72,531,265 | 8.91% | \$ 1,610 | |
| 2012 | 5,290,000 | 57,154,075 | 1,780,200 | 2,819,000 | 2,819,000 | 67,043,275 | 7.98% | 1,473 | |
| 2013 | 5,020,000 | 54,036,383 | 471,600 | 2,311,000 | 2,311,000 | 61,838,983 | 7.21% | 1,357 | |
| 2014 | 4,745,000 | 50,808,263 | 0 | 1,777,000 | 1,777,000 | 57,330,263 | 6.49% | 1,249 | |
| 2015 | 4,455,000 | 48,133,427 | 2,000,000 | 1,215,000 | 1,215,000 | 55,803,427 | 6.20% | 1,197 | |
| 2016 | 4,155,000 | 45,348,591 | 1,985,000 | 623,000 | 623,000 | 52,111,591 | 5.79% | 1,104 | |
| 2017 | 3,845,000 | 43,208,755 | 1,458,603 | 1,966,950 | 1,966,950 | 50,479,308 | 5.21% | 1,063 | |
| 2018 | 3,525,000 | 40,993,919 | 930,279 | 13,337,950 | 13,337,950 | 58,787,148 | 5.57% | 1,222 | |
| 2019 | 3,289,318 | 38,682,942 | 1,400,000 | 50,977,950 | 50,977,950 | 94,350,210 | 8.38% | 1,924 | |
| 2020 | 3,139,752 | 36,035,655 | 2,415,800 | 56,680,000 | 56,680,000 | 98,271,207 | 8.24% | 1,977 | |

Note(s):

¹ Details regarding the county's outstanding debt can be found in the notes to the financial statements.² See the Schedule of Demographic and Economic Statistics, Table 17, for personal income and population data.

Table 13

Bedford County, Tennessee
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | General Obligation Bonds | Rural School Bonds | Total Bonded Debt ¹ | Percentage of Estimated Actual Taxable Value of Property ² | Per Capita ³ |
|------------------------------------|--------------------------------|--------------------------|--------------------------------------|--|----------------------------|
| 2011 | \$ 5,550,000 | \$ 60,161,767 | \$ 65,711,767 | 2.41% | \$ 1,458 |
| 2012 | 5,290,000 | 57,154,075 | 62,444,075 | 2.24% | 1,372 |
| 2013 | 5,020,000 | 54,036,383 | 59,056,383 | 2.09% | 1,296 |
| 2014 | 4,745,000 | 50,808,263 | 55,553,263 | 1.95% | 1,210 |
| 2015 | 4,455,000 | 48,133,427 | 52,588,427 | 1.81% | 1,128 |
| 2016 | 4,155,000 | 45,348,591 | 49,503,591 | 1.58% | 1,049 |
| 2017 | 3,845,000 | 43,208,755 | 47,053,755 | 1.47% | 991 |
| 2018 | 3,525,000 | 40,993,919 | 44,518,919 | 1.35% | 925 |
| 2019 | 3,289,318 | 38,682,942 | 41,972,260 | 1.28% | 856 |
| 2020 | 3,139,752 | 36,035,655 | 39,175,407 | 1.14% | 788 |

Source(s): Debt amortization schedules.

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

¹ This is the general bonded debt of governmental activities, net of original issuance discounts and premiums.

² See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on Table 8 for property value data.

³ Population data can be found in the Schedule of Demographic and Economic Statistics on Table 17.

Table 14

Bedford County, Tennessee
Direct and Overlapping Governmental Activities Debt
General Obligation Bonds and Notes
As of June 30, 2020

| | | <u>% of Estimated Property Value</u> | <u>% of Assessed Property Value</u> |
|--|------------------------------|--|---|
| <u>Direct Debt</u> | | | |
| General Bonded Debt | \$ 39,175,407 | 1.14% | 4.07% |
| Capital Outlay Notes | 2,415,800 | | |
| Other Loans Payable | <u>56,680,000</u> | | |
| Total Direct Debt | \$ 98,271,207 | 2.85% | 10.20% |
| <u>Overlapping Debt</u> | | | |
| City of Shelbyville | \$ 2,006,000 | 0.06% | 0.21% |
| City of Bell Buckle | 1,596,539 | 0.05% | 0.17% |
| City of Wartrace | 1,486,991 | 0.04% | 0.15% |
| Total Overlapping Debt | <u>5,089,530</u> | | |
| Total Direct and Overlapping Debt | \$ <u>103,360,737</u> | 3.00% | 10.73% |

Source: City Records, Tables 8, 12.

Note(s): Overlapping governments are those that are within the geographic boundaries of the county. This schedule presents outstanding debt of those overlapping governments that are within Bedford County. When considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government. The amount of the county's debt overlapping with a city is estimated based on that city's percentage of property tax assessment.

Assessed Value \$ 963,459,048

Estimated Value 3,449,482,879

Table 15

Bedford County, Tennessee
Legal Debt Margin Information
Last Ten Fiscal Years

Not Applicable to Bedford County, Tennessee

Table 16

Bedford County, Tennessee
Pledged-Revenue Coverage
Last Ten Fiscal Years

Not Applicable to Bedford County, Tennessee

Table 17

Bedford County, Tennessee
Demographic and Economic Statistics
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Population ^{1, 5} | Personal Income (amounts expressed in thousands) ^{1, 5} | Per Capita Personal Income ^{1, 5} | Median Age ^{2, 5} | Bedford County School Enrollment ³ | Annual Unemployment Rate ^{4, 5} |
|------------------------------------|----------------------------|--|---|-------------------------------|--|--|
| 2011 | 45,058 | \$ 813,793 | \$ 18,061 | 35.0 | 7,817 | 11.9 % |
| 2012 | 45,509 | 840,597 | 18,471 | 35.1 | 7,966 | 10.4 |
| 2013 | 45,573 | 857,365 | 18,813 | 37.0 | 8,103 | 9.3 |
| 2014 | 45,901 | 883,365 | 19,245 | 37.2 | 8,212 | 7.5 |
| 2015 | 46,627 | 900,041 | 19,303 | 37.2 | 8,336 | 7.5 |
| 2016 | 47,183 | 936,818 | 19,855 | 37.2 | 8,438 | 5.5 |
| 2017 | 47,484 | 968,199 | 20,390 | 37.7 | 8,488 | 4.8 |
| 2018 | 48,117 | 1,056,120 | 21,949 | 37.5 | 8,562 | 4.6 |
| 2019 | 49,038 | 1,125,569 | 22,953 | 37.5 | 8,628 | 5.0 |
| 2020 | 49,713 | 1,192,515 | 23,988 | 37.3 | 8,704 | 9.4 |

Source(s): Bureau of Economic Analysis, Regional Economic Accounts, U.S. Bureau of the Census, Tennessee Department of Education, and Tennessee Department of Labor and Workforce Development.

¹⁾ Amounts were provided by the Bureau of Economic Analysis: Regional Economic Accounts. Per capita personal income was provided by 2010 U.S. Census data. Personal income amounts for 2011-20 were calculated by multiplying population by per capita income.

²⁾ Fiscal year 2012 was calculated by taking a three-year average change of the three previous years. Amounts for fiscal years 2011 and 2013-20 are U.S. Census Bureau estimates.

³⁾ Enrollment amounts represent the weighted full-time equivalent of average daily attendance.

⁴⁾ Unemployment data was provided by the U.S. Department of Labor, Bureau of Labor Statistics.

⁵⁾ Amounts are presented on a calendar year basis for the fiscal year in which the calendar year ended.

Table 18

Bedford County, Tennessee
Principal Employers
Current Year and Nine Years Ago

| | 2020 | | | 2011 | | |
|--|-----------|------|--|-----------|------|--|
| | Employees | Rank | Percentage of Total County Employment ¹ | Employees | Rank | Percentage of Total County Employment ² |
| <u>Employer³</u> | | | | | | |
| Tyson Foods | 1,270 | 1 | 7.85% | 1,300 | 1 | 7.63% |
| Calsonic North America | 1,190 | 2 | 7.35% | 712 | 2 | 4.18% |
| Newell Rubbermaid/Sanford Distribution | 800 | 3 | 4.94% | 220 | 8 | 1.29% |
| Wal-Mart Distribution Center | 479 | 3 | 2.96% | 400 | 5 | 2.35% |
| National Pen Co. LLC | 475 | 4 | 2.94% | 485 | 3 | 2.85% |
| Albea (Pechiney, Alcan, American Can) | 325 | 5 | 2.01% | 238 | 6 | 1.40% |
| Century Mold Co., Inc. | 185 | 6 | 1.14% | - | - | - |
| Corsicana Bedding, Inc. | 160 | 7 | 0.99% | 131 | 9 | 0.77% |
| Chassis | 120 | 8 | 0.74% | - | - | - |
| Cooper Steel Fabricators, Inc. | 110 | 9 | 0.68% | - | - | - |
| Musgrave Pencil Company | 85 | 10 | 0.53% | 87 | 10 | 0.51% |
| Abstretch LLC | 85 | 10 | 0.53% | - | - | - |
| Jostens, Inc. | - | - | - | 440 | 4 | 2.58% |
| Bemis Shelbyville | - | - | - | 230 | 7 | 1.35% |
| Total | 5,284 | | 32.65% | 4,243 | | 24.90% |

Source(s): Tennessee Department of Economic and Community Development, Middle Tennessee Industrial Development Association.

Note(s):

¹ Percentage is based on March 2020 employment data provided by the U.S. Department of Labor, Bureau of Labor Statistics.

² Percentage is based on June 2011 employment data provided by the U.S. Department of Labor, Bureau of Labor Statistics.

³ Employer information does not include local governments' employees.

Table 19

Bedford County, Tennessee
Full-time Equivalent Employees by Function
Last Ten Fiscal Years

| Function: | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> |
|------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| General Government | 76 | 72 | 75 | 76 | 77 | 79 | 76 | 81 | 80 | 91 |
| Finance | 10 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 |
| Justice | 34 | 33 | 33 | 33 | 34 | 36 | 35 | 37 | 37 | 37 |
| Public Safety | 129 | 130 | 134 | 134 | 137 | 135 | 140 | 146 | 151 | 158 |
| Health and Welfare | 15 | 14 | 13 | 13 | 26 | 26 | 26 | 30 | 30 | 30 |
| Agriculture | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Other | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 3 | 3 | 3 |
| Road and Bridge | 26 | 26 | 26 | 26 | 25 | 25 | 24 | 24 | 25 | 27 |
| Total | 292 | 286 | 292 | 293 | 310 | 312 | 312 | 330 | 335 | 354 |
| Component Unit: | | | | | | | | | | |
| Education | 1,096 | 1,199 | 1,169 | 1,134 | 1,111 | 1,031 | 1,015 | 1,034 | 1,061 | 1,094 |

Source: Bedford County Finance Department

Table 20

Bedford County, Tennessee
Operating Indicators by Function
Last Ten Fiscal Years

| Function | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|-----------------------------------|--------|--------|--------|--------|--------|---------|--------|--------|--------|--------|
| <u>General Government</u> | | | | | | | | | | |
| Registered voters | 23,461 | 24,264 | 23,704 | 24,090 | 23,223 | 20,553 | 22,470 | 23,141 | 23,125 | 25,073 |
| Building permits issued | | | | | | | | | | |
| Single family homes | 42 | 58 | 56 | 85 | 85 | 109 | 138 | 177 | 156 | 206 |
| All other permits | 343 | 383 | 68 | 68 | 112 | 139 | 156 | 477 | 506 | 473 |
| <u>Public Safety</u> | | | | | | | | | | |
| Physical arrests | 3,298 | 9,726 | 6,465 | 2,165 | 1,565 | 3,758 | 3,893 | 4,089 | 3,967 | 3,438 |
| Traffic citations | 1,016 | 2,122 | n/a | n/a | 386 | 884 | 652 | 429 | 354 | 256 |
| Warrants served | 10,542 | 11,827 | 10,879 | 9,737 | 10,343 | 10,803 | 14,475 | 14,229 | 14,220 | 9,619 |
| Summary of inmate days: | | | | | | | | | | |
| Felons-convicted | 22,898 | 45,740 | 34,931 | 13,682 | 18,832 | 24,146 | 14,439 | 13,170 | 11,556 | 12,275 |
| Misdemeanant-convicted | 9,447 | 35,834 | 32,270 | 8,316 | 26,378 | 21,059 | 30,868 | 30,843 | 32,806 | 22,269 |
| Pretrial | 23,472 | 1,315 | 5,173 | 20,432 | 24,530 | 58,507 | 35,252 | 35,196 | 35,071 | 35,325 |
| Other | 129 | 4,920 | 5,545 | 1,057 | 418 | 1,320 | 1,018 | 2,678 | 486 | 871 |
| Total inmate days | 55,946 | 87,809 | 77,919 | 43,487 | 70,158 | 105,032 | 81,577 | 81,887 | 79,919 | 70,740 |
| Other daily inmate information | | | | | | | | | | |
| Average daily population | 250 | 231 | 211 | 175 | 182 | 338 | 225 | 217 | 218 | 161 |
| Daily inmate capacity of facility | 206 | 206 | 206 | 206 | 213 | 213 | 213 | 213 | 213 | 399 |
| <u>Public Health</u> | | | | | | | | | | |
| Ambulance - call volume | 5,206 | 5,465 | 6,050 | 6,687 | 6,928 | 7,010 | 6,989 | 6,987 | 7,672 | 7,546 |
| Response time - average minutes | 11 | 11 | 11 | 11 | 7 | 8 | 7 | 7 | 9 | 8 |
| Animal control | | | | | | | | | | |
| Requests for service | 733 | 283 | 864 | 927 | 747 | 580 | 710 | 482 | 431 | 431 |
| Animals impounded | 1,192 | 929 | 1,246 | 1,250 | 1,320 | 763 | 1,024 | 1,104 | 833 | 651 |
| Animals adopted | 692 | 465 | 908 | 1,012 | 1,038 | 618 | 844 | 930 | 762 | 616 |

(Continued)

Table 20

Bedford County, Tennessee
Operating Indicators by Function (Cont.)

| Function (Cont.) | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|---------------------------------------|--------|--------|--------|--------|-------|--------|--------|--------|--------|--------|
| Road and Bridge | | | | | | | | | | |
| Street resurfaced (miles) | 12 | 10 | 13 | 15 | 28 | 32 | 26 | 42 | 25 | 15 |
| Sanitation | | | | | | | | | | |
| Solid Waste Department | | | | | | | | | | |
| Refuse collected (in tons) | 10,579 | 10,179 | 10,045 | 9,899 | 9,711 | 10,495 | 10,384 | 10,432 | 10,308 | 10,500 |
| Recyclables collected (in tons) | | | | | | | | | | |
| Paper | 235 | 249 | 302 | 280 | 249 | 279 | 331 | 314 | 314 | 106 |
| Batteries | 1 | 1 | 1 | 1 | 0 | 0 | 0 | 1 | 1 | 2 |
| Metals | 301 | 190 | 250 | 288 | 249 | 297 | 414 | 446 | 408 | 469 |
| Tires | 676 | 413 | 394 | 499 | 451 | 483 | 436 | 423 | 432 | 356 |
| Used oil (gallons) | 8,100 | 9,705 | 4,855 | 10,590 | 5,048 | 8,950 | 6,968 | 8,030 | 10,795 | 8,412 |
| Component Unit: | | | | | | | | | | |
| Bedford County School Department | | | | | | | | | | |
| Weighted Full-time Equivalent Average | | | | | | | | | | |
| Daily Attendance | 7,400 | 7,599 | 7,730 | 7,837 | 7,956 | 8,021 | 8,033 | 8,094 | 8,185 | 8,342 |
| Number Graduated | 455 | 522 | 505 | 500 | 491 | 526 | 519 | 527 | 575 | 552 |

n/a = Information is not available for this time period.

Sources: Election Commission, Building Codes, Sheriff's Department, Ambulance Department, County Animal Control, Highway Department, and Solid Waste Department.

Table 21

Bedford County, Tennessee
Capital Assets Statistics by Function
Last Ten Fiscal Years

| Function | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> |
|-----------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Highways and Streets | | | | | | | | | | |
| Number of Miles | 683 | 683 | 683 | 683 | 683 | 685 | 685 | 685 | 685.21 | 685.71 |
| Number of Bridges | 188 | 188 | 188 | 188 | 188 | 188 | 188 | 188 | 188 | 188 |
| Public Safety | | | | | | | | | | |
| Number of Correctional Facilities | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 1 |
| Health and Welfare | | | | | | | | | | |
| Nursing Home | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Number of Beds | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Dispatch Station | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Ambulance Stations | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Number of Ambulance Units | 6 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 9 |
| Sanitation/Solid Waste Department | | | | | | | | | | |
| Number of Trucks | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 5 |
| Health Department Facilities | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |

Facilities and Services Not Included in the Primary Government

Education:

Form of Administration

| | | | | | | | | | | |
|--------------------|---|---|---|---|---|---|---|---|---|---|
| Number of Schools | | | | | | | | | | |
| Elementary Schools | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 |
| Middle Schools | 2 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| High Schools | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Alternative School | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |

Sources: Bedford County Highway Department, Sheriff's Department, Ambulance Department, Solid Waste Department, Board of Education.

SINGLE AUDIT SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy 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

Bedford County Mayor and
Board of County Commissioners
Bedford, Tennessee

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bedford County, Tennessee as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Bedford County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated November 6, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Bedford 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 Bedford County's internal control. Accordingly, we do not express an opinion on the effectiveness of Bedford 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

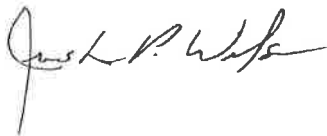
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Bedford 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*.

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 Bedford County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

November 6, 2020

JPW/yu



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy 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

Bedford County Mayor and
Board of County Commissioners
Bedford, Tennessee

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Bedford County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Bedford County's major federal programs for the year ended June 30, 2020. Bedford County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Bedford County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Bedford County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Bedford County's compliance.

Opinion on Each Major Federal Program

In our opinion, Bedford County complied, in all material respects, with the types of 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, 2020.

Report on Internal Control Over Compliance

Management of Bedford County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Bedford County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Bedford County's 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.

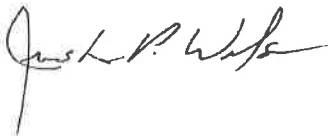
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bedford County, Tennessee, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Bedford County's basic financial statements. We issued our report thereon dated November 6, 2020, 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,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

November 6, 2020

JPW/yu

Bedford County, Tennessee, and the Bedford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3)
For the Year-Ended June 30, 2020

| Federal/Pass-through Agency/State Grantor Program Title | Federal CFDA Number | Pass-through Entity Identifying Number | Expenditures |
|--|---------------------------|--|----------------------|
| U.S. Department of Agriculture: | | | |
| Passed-through State Department of Education: | | | |
| Child Nutrition Cluster: (5) | | | |
| School Breakfast Program | 10.553 | (4) | \$ 1,547,909 (7) |
| COVID 19 - School Breakfast Program | 10.553 | (4) | 420,253 (7) |
| National School Lunch Program | 10.555 | (4) | 3,123,484 (6) |
| COVID 19 - National School Lunch Program | 10.555 | (4) | 673,862 (6) |
| Passed-through State Department of Agriculture: | | | |
| Child Nutrition Cluster: (5) | | | |
| National School Lunch Program (Commodities - Noncash Assistance) | 10.555 | (4) | 369,482 (6) |
| Total U.S. Department of Agriculture | | | <u>\$ 6,134,990</u> |
| U.S. Department of Housing and Urban Development: | | | |
| Passed-through Tennessee Housing Development Agency: | | | |
| Home Investment Partnerships Program | 14.239 | (4) | \$ 363,692 |
| Total U.S. Department of Housing and Urban Development | | | <u>\$ 363,692</u> |
| U.S. Department of Transportation: | | | |
| Passed-through State Department of Transportation: | | | |
| Alcohol Open Container Requirements | 20.607 | (4) | \$ 6,412 |
| Highway Safety Cluster: (5) | | | |
| National Priority Safety Programs | 20.616 | (4) | 3,560 |
| Total U.S. Department of Transportation | | | <u>\$ 9,972</u> |
| U.S. Department of Education: | | | |
| Passed-through State Department of Education: | | | |
| Title I Grants to Local Educational Agencies | 84.010 | N/A | \$ 1,995,932 |
| Special Education Cluster: (5) | | | |
| Special Education - Grants to States | 84.027 | N/A | 1,824,102 |
| Special Education - Preschool Grants | 84.173 | N/A | 24,681 |
| Career and Technical Education - Basic Grants to States | 84.048 | N/A | 135,130 |
| Education for Homeless Children and Youth | 84.196 | N/A | 14,032 |
| Special Education - State Personnel Development | 84.323 | N/A | 5,390 |
| Rural Education | 84.358 | N/A | 286,531 |
| English Language Acquisition State Grants | 84.365 | N/A | 119,958 |
| Supporting Effective Instruction State Grants | 84.367 | N/A | 215,718 |
| Total U.S. Department of Education | | | <u>\$ 4,621,474</u> |
| U.S. Election Assistance Commission: | | | |
| Passed-through Tennessee Secretary of State: | | | |
| 2018 HAVA Election Security Grants | 90.404 | (4) | \$ 1,812 (8) |
| COVID 19 - 2020 Supplemental Election Security Grants | 90.404 | (4) | 2,852 (8) |
| Total U.S. Election Assistance Commission | | | <u>\$ 4,664</u> |
| U.S. Department of Health and Human Services: | | | |
| Direct: | | | |
| COVID-19 - Provider Relief Fund | 93.498 | N/A | \$ 48,038 |
| Passed-through State Department of Human Services: | | | |
| CCDF Cluster: (5) | | | |
| Child Care and Development Block Grant | 93.575 | (4) | 19,579 |
| Total U.S. Department of Health and Human Services | | | <u>\$ 67,617</u> |
| U.S. Department of Homeland Security: | | | |
| Passed-through State Department of Military: | | | |
| COVID 19 - Disaster Relief Fund - PPE | 97.036 | (4) | \$ 16,179 |
| Emergency Management Performance Grants | 97.042 | 55722-25538 | 45,850 |
| Homeland Security Grant Program | 97.067 | 34101-22816 | 21,065 |
| Total U.S. Department of Homeland Security | | | <u>\$ 83,094</u> |
| Total Expenditures of Federal Awards | | | <u>\$ 11,285,503</u> |

(Continued)

Bedford County, Tennessee, and the Bedford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (Cont.)

| Federal/Pass-through Agency/State Grantor Program Title | Federal CFDA Number | Contract Number | Expenditures |
|--|---------------------------|-----------------|---------------------|
| <u>State Grants</u> | | | |
| Litter Program - State Department of Transportation | N/A | (4) | \$ 71,232 |
| Juvenile Justice - State Commission on Children and Youth | N/A | (4) | 9,000 |
| Archive Grant - Tennessee Secretary of State | N/A | (4) | 4,000 |
| COVID 19 - PPE - State Department of Military | N/A | (4) | 5,393 |
| Lottery for Education - After-school Programs - State Department of Education | N/A | (4) | 126,077 |
| Rural Local Health Services - State Department of Health | N/A | (4) | 430,025 |
| Family Academic Support Teams - State Department of Education | N/A | (4) | 10,000 |
| Safe Schools Act 2003 - State Department of Education | N/A | (4) | 88,761 |
| Student Ticket Subsidy Grant - State Arts Commission | N/A | (4) | 4,039 |
| Early Childhood Education - Department of Education | N/A | (4) | 721,505 |
| Coordinated School Health Initiative - State Department of Education | N/A | (4) | 76,401 |
| Total State Grants | | | <u>\$ 1,546,433</u> |

CFDA = Catalog of Federal Domestic Assistance

N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Bedford County elected not to use the 10% de minimus cost rate permitted in the Uniform Guidance.
- (3) No amounts (\$0) were passed-through to subrecipients.
- (4) Information not available.
- (5) Child Nutrition Cluster total \$6,134,990; Highway Safety Cluster total \$3,560; Special Education Cluster total \$1,848,783; CCDF Cluster total \$19,579.
- (6) Total for CFDA 10.555 is \$4,166,828.
- (7) Total for CFDA 10.553 is \$1,968,162.
- (8) Total for CFDA 90.404 is \$4,664.

Bedford County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2020

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 Bedford County, Tennessee, for the year ended June 30, 2020.

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.

BEDFORD COUNTY, TENNESSEE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2020

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Bedford County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? NO
 - * Significant deficiency identified? NONE REPORTED
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:
 - * CFDA Numbers: 10.553 and 10.555 Nutrition Cluster: School Breakfast Program and National School Lunch Program
8. Dollar threshold used to distinguish between type A and Type B Programs. \$750,000
9. Auditee qualified as low-risk auditee? NO

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

There were no findings relating to the financial statement of Bedford County, Tennessee, as a result of our examination for the year ended June 30, 2020.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned cost related to federal awards for the year ended June 30, 2020.

Bedford County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2020

The audit of Bedford County did not report any findings and recommendations. Therefore, no management responses are 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).