

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT
BEDFORD COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2021**



ANNUAL COMPREHENSIVE FINANCIAL REPORT
BEDFORD COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2021

ROBERT DANIEL, CPA
Finance Director
Bedford County, Tennessee

Independent Audit Performed by:

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

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

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

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

BEDFORD COUNTY, TENNESSEE

TABLE OF CONTENTS

	Exhibit	Page(s)
Summary of Audit Findings		7
<u>INTRODUCTORY SECTION</u>		8
Letter of Transmittal		9-13
GFOA Certificate of Achievement for FY20 Report		14
Organization Chart		15
Bedford County Officials		16-17
<u>FINANCIAL SECTION</u>		18
Independent Auditor's Report		19-22
Management's Discussion and Analysis		23-34
BASIC FINANCIAL STATEMENTS:		35
Government-wide Financial Statements:		
Statement of Net Position	A	36-37
Statement of Activities	B	38-39
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C-1	40-41
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	C-2	42
Statement of Revenues, Expenditures, and Changes in Fund Balances	C-3	43-44
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	C-4	45
Statements of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Fund	C-5	46-49
Other Special Revenue Fund	C-6	50
Highway/Public Works Fund	C-7	51
Fiduciary Funds:		
Statement of Net Position	D-1	52
Statement of Changes in Net Position	D-2	53
Index and Notes to the Financial Statements		54-125
REQUIRED SUPPLEMENTARY INFORMATION:		126
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	E-1	127
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	E-2	128
Schedule of Contributions Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	E-3	129
Schedule of Contributions Based on Participation in the Public Employee Pension Plan of TCRS – Discretely Presented Bedford County School Department	E-4	130
Schedule of Contributions Based on Participation in the Teacher Retirement Plan of TCRS – Discretely Presented Bedford County School Department	E-5	131
Schedule of Contributions Based on Participation in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Bedford County School Department	E-6	132
Schedule of Proportionate Share of the Net Pension Asset in the Teacher Retirement Plan of TCRS - Discretely Presented Bedford County School Department	E-7	133

	Exhibit	Page(s)
Schedule of Proportionate Share of the Net Pension Asset in the Teacher Legacy Pension Plan of TCRS - Discretely Presented Bedford County School Department	E-8	134
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plan - Primary Government	E-9	135
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan - Discretely Presented Bedford County School Department	E-10	136
Notes to the Required Supplemental Information		137
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:		138
Nonmajor Governmental Funds:		139
Combining Balance Sheet	F-1	140
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	F-2	141-142
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Actual (Budgetary Basis) and Budget:		
Drug Control Fund	F-3	143
General Capital Projects Fund	F-4	144
Other Capital Projects Fund	F-5	145
Major Governmental Funds:		146
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Actual and Budget:		
General Debt Service Fund	G	147
Fiduciary Funds:		148
Combining Statement of Net Position - Custodial Funds	H-1	149
Combining Statement of Changes in Net Position – Custodial Funds	H-2	150
Component Unit:		
Discretely Presented Bedford County School Department:		151
Statement of Activities	I-1	152
Balance Sheet – Governmental Funds	I-2	153-154
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	I-3	155
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	I-4	156-157
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	I-5	158
Combining Balance Sheet – Nonmajor Governmental Funds	I-6	159
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	I-7	160
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Purpose School Fund	I-8	161-162
School Federal Projects Fund	I-9	163-164
Central Cafeteria Fund	I-10	165
Extended School Program Fund	I-11	166
Education Capital Projects Fund	I-12	167
Miscellaneous Schedules:		168
Schedule of Changes in Long-term Notes, Other Loans, and Bonds	J-1	169
Schedule of Long-term Debt Requirements by Year	J-2	170-171
Schedule of Transfers – Primary Government	J-3	172
Schedule of Salaries and Official Bonds of Principal Officials – Primary Government and Discretely Presented Bedford County School Department	J-4	173

	Exhibit	Page(s)
Schedule of Detailed Revenues – All Governmental Fund Types	J-5	174-187
Schedule of Detailed Revenues – All Governmental Fund Types – Discretely Presented Bedford County School Department	J-6	188-190
Schedule of Detailed Expenditures – All Governmental Fund Types	J-7	191-215
Schedule of Detailed Expenditures - All Governmental Fund Types – Discretely Presented Bedford County School Department	J-8	216-228
Schedule of Detailed Additions, Deductions, and Changes in Net Position – City Custodial Fund	J-9	229
<u>STATISTICAL SECTION</u>	Table	230
Financial Trends:		
Net Position by Component	1	231
Changes in Net Position	2	232-233
Governmental Activities Tax Revenues by Source	3	234
Fund Balances of Governmental Funds	4	235
Changes in Fund Balances of Governmental Funds - Primary Government	5	236-237
Changes in Fund Balances of Governmental Funds - School Department	6	238
Revenue Capacity:		
Governmental Tax Revenues by Source	7	239
Assessed Value and Estimated Value of Taxable Property	8	240
Property Tax Rates – Direct and Overlapping Governments	9	241
Principal Property Taxpayers	10	242
Property Tax Levies and Collections	11	243
Debt Capacity:		
Ratios of Outstanding Debt by Type	12	244
Ratios of General Bonded Debt Outstanding	13	245
Direct and Overlapping Governmental Activities Debt	14	246
Legal Debt Margin Information	15	247
Pledged-Revenue Coverage	16	248
Demographic and Economic Information:		
Demographic and Economic Statistics	17	249
Principal Employers	18	250
Operating Information:		
Full-time Equivalent Employees by Function	19	251
Operating Indicators by Function	20	252-253
Capital Assets Statistics by Function	21	254
<u>SINGLE AUDIT SECTION</u>		255
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		256-258
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 Uniform Guidance		259-261
Schedule of Expenditures of Federal Awards and State Grants		262-263
Summary Schedule of Prior-year Findings		264
Schedule of Findings and Questioned Costs		265-267
Management's Corrective Action Plan		268-269

Summary of Audit Findings

Annual Comprehensive Financial Report

Bedford County, Tennessee

For the Year Ended June 30, 2021

Scope

We have audited the basic financial statements of Bedford County as of and for the year ended June 30, 2021.

Results

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

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

Finding

The following is a summary of the audit finding:

OFFICE OF DIRECTOR OF FINANCE

- ◆ The office had deficiencies in the maintenance of capital assets records.

INTRODUCTORY SECTION



BEDFORD COUNTY, TENNESSEE

Letter of Transmittal October 20, 2021

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

The Annual Comprehensive Financial Report of Bedford County, Tennessee, for the year ended June 30, 2021, 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 annual comprehensive 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, 2021. 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 50,237.

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 1,414 teachers, professionals, and support staff.

As of July 2021, Bedford County had an estimated labor force of 21,223 with 20,437 employed. Bedford County's unemployment rate of 4.8 percent is slightly above the state average of 3.7 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 \$53,972 and the county's was \$50,415 in 2020. Bedford County had a population of 50,237. This is an increase of 11.5 percent since the 2010 census. The median price of a single home in Bedford County was \$151,100.

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 period of significant economic growth and investment. Bedford County and the City of Shelbyville funded a position for a joint economic development director. The director is focusing on recruiting prospective businesses and industries to locate or expand to the area. Vanderbilt Medical Center acquired the local hospital from Tennova Healthcare Center in December 2020 for \$4,800,000. Uncle Nearest Distillery, a whiskey production facility, tasting room, retail store and bottling house on Highway 231 North of Shelbyville opened in June 2021. The county and city purchased approximately 33 acres for \$2,100,000, on US 231 North adjacent to the new 231 North Business Park for a new campus for the Tennessee College of Applied Technology (TCAT). The TCAT campus is the first of three proposed for Tennessee. TCAT will use the new site

for expansion and eventually as the main campus. The 2021-22 state budget included \$42,400,000 to fund the project. This project will bring an innovative approach to workforce development while also increasing the number of programs offered. DHRK Enterprises plans to use 195 acres on US 231 for a concrete plant as well as a portion of the land for several automotive related businesses. Their proposal involves several different businesses such as engine manufacturers, upholstery shops, and restoration-type businesses for expensive collector vehicles, not just typical mechanic shops for mainstream vehicles. A project for a \$20,000,000 solar farm was approved in June 2020 to be funded by multiple companies. The Bedford County Board of Education purchased land for a new elementary school to be constructed in the northern part of Shelbyville.

Long-term Financial Planning and Major Initiatives

Unassigned fund balance in the General Fund at year end was 9.9 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 renovation of the historic courthouse, construction of a new elementary school northern side 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 (\$22,883,998 v. \$25,506,437). 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 \$2,622,439, which decreased to \$2,653,752 in the final amended budget. However, thanks to increases in revenues and measures taken during the year to control expenditures, Bedford County ultimately had \$1,338,079 excess of actual revenues over expenses 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 annual comprehensive financial report (ACFR) for the fiscal year ended June 30, 2020. This was the twelfth 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 ACFR 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 ACFR 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 that reads "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

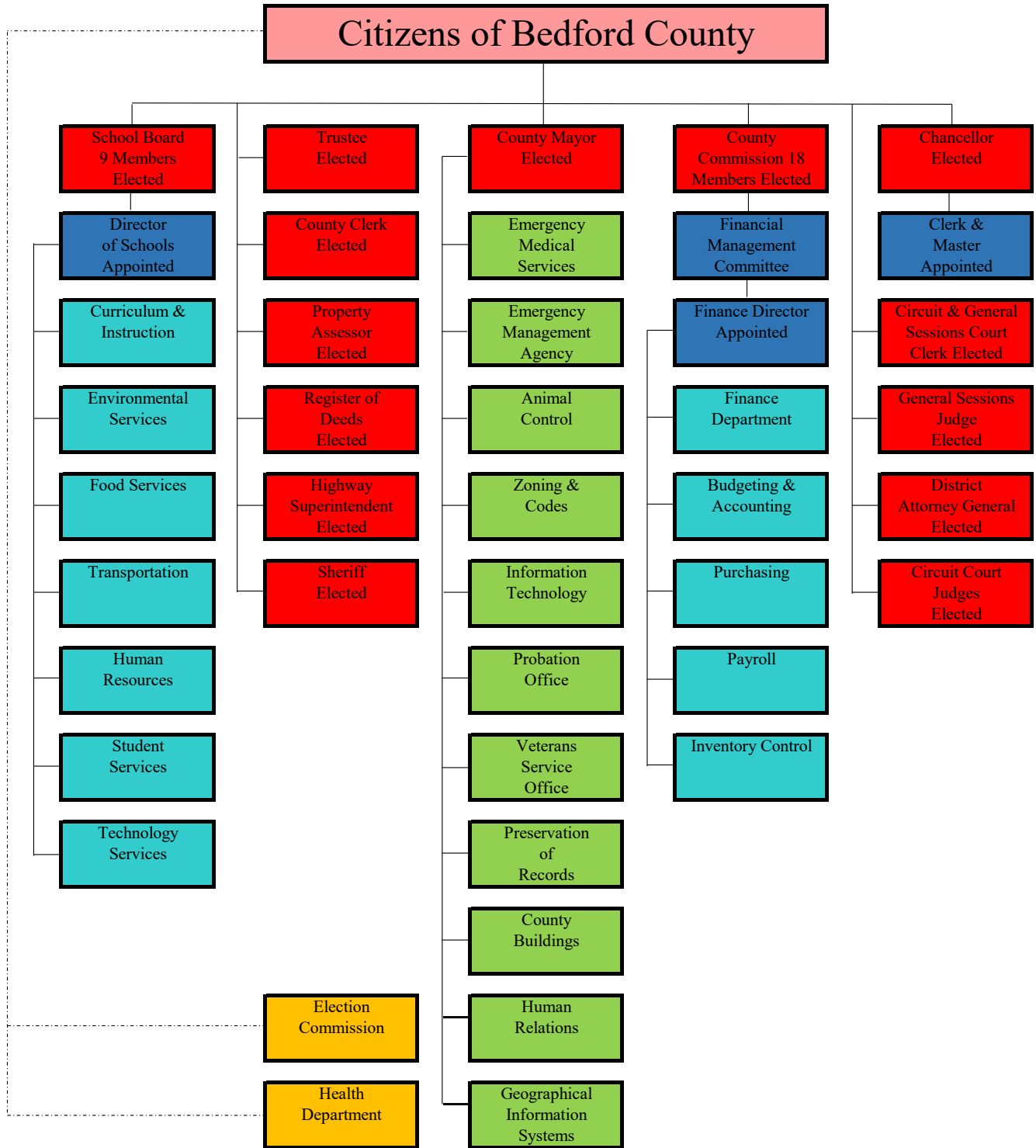
**Bedford County
Tennessee**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO



Note(s):

: Denotes state appointment

Bedford County Officials

June 30, 2021

Officials

Chad Graham, County Mayor
Mark Clanton, Highway Superintendent
Dr. Tammy Garrett, 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
Janice Brothers	John Brown
Anita Epperson	Ed Castleman
Brian Farris	Mark Thomas
Jeff Sweeney	P.T. Biff Farrar
Jason Sanders	

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
Dr. Tammy Garrett, Superintendent of Schools
Janice Brothers
Linda Yockey
Don Gallagher
Tony Smith

Audit Committee

Bailey Little, Chairman
Virgil Johnson
Sheila Rourke

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Bedford County Mayor and
Board of County Commissioners
Bedford County, 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, 2021, 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. We did not audit the financial statements of the Internal School Fund of the Bedford County School Department (a discretely presented component unit), which represent one percent, one percent, and three percent, respectively, of the assets, net position, and revenues of the discretely presented school department component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented Bedford County Emergency Communications District and the Internal School Fund of the Bedford County School Department is based solely on the report 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 the 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, 2021, and the respective changes in financial position, and the respective budgetary comparison for the General, Other Special Revenue, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Changes in Accounting Principle

As described in Note V. B., Bedford County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. GASB 84 defines what is meant by fiduciary activities. It establishes the four types of fiduciary funds for reporting purposes. In addition, GASB 84 changes the title of "Agency" Funds to "Custodial" Funds and requires that Custodial Funds, unlike Agency Funds, should present fund net position. Our opinion is not modified with respect to this matter.

Emphasis of Matter

We draw attention to Note I.D.11. to the financial statements, which describes a restatement to the beginning Custodial Funds net position totaling \$1,463,459 on the Statement of Changes in Net Position – Fiduciary Funds and a restatement to the discretely presented Bedford County School Department's net position totaling \$1,172,846 on the Government-wide Statement of Activities. These restatements were necessary because of the transitional requirements of GASB Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

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 department's net pension liability(asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in the total OPEB liability and related ratios as listed 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 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 Fund, 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 and statistical sections 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 Fund, combining and individual fund financial statements of the Bedford County School Department (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 by us and by other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Bedford County School Department (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 October 20, 2021, 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,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 20, 2021

JEM/sl

Bedford County, Tennessee
Management's Discussion and Analysis
For the Year Ended June 30, 2021

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, 2021. 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 resources of Bedford County exceeded liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$25,010,770 (net position). Of this amount, a negative \$16,447,791 represents unrestricted net position.
- Bedford County's total net position increased by \$9,426,472.
- At the close of the current fiscal year, Bedford County's governmental funds reported combined fund balances of \$39,840,103, an increase of \$5,642,928 in comparison with the prior year. Approximately 6.3 percent of this amount or \$2,491,440 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 \$11,623,626, or approximately 46.1 percent of total General Fund expenditures.
- Bedford County's total outstanding long-term debt decreased by \$5,888,253 or approximately 6.0 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 eight 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 Other Special Revenue funds, which are considered to be major funds. Data from the other four 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-7 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 fiduciary fund financial statements can be found in Exhibits D-1 through D-2 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 non-major 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 of resources exceeded liabilities and deferred inflows of resources by \$25,010,770 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.

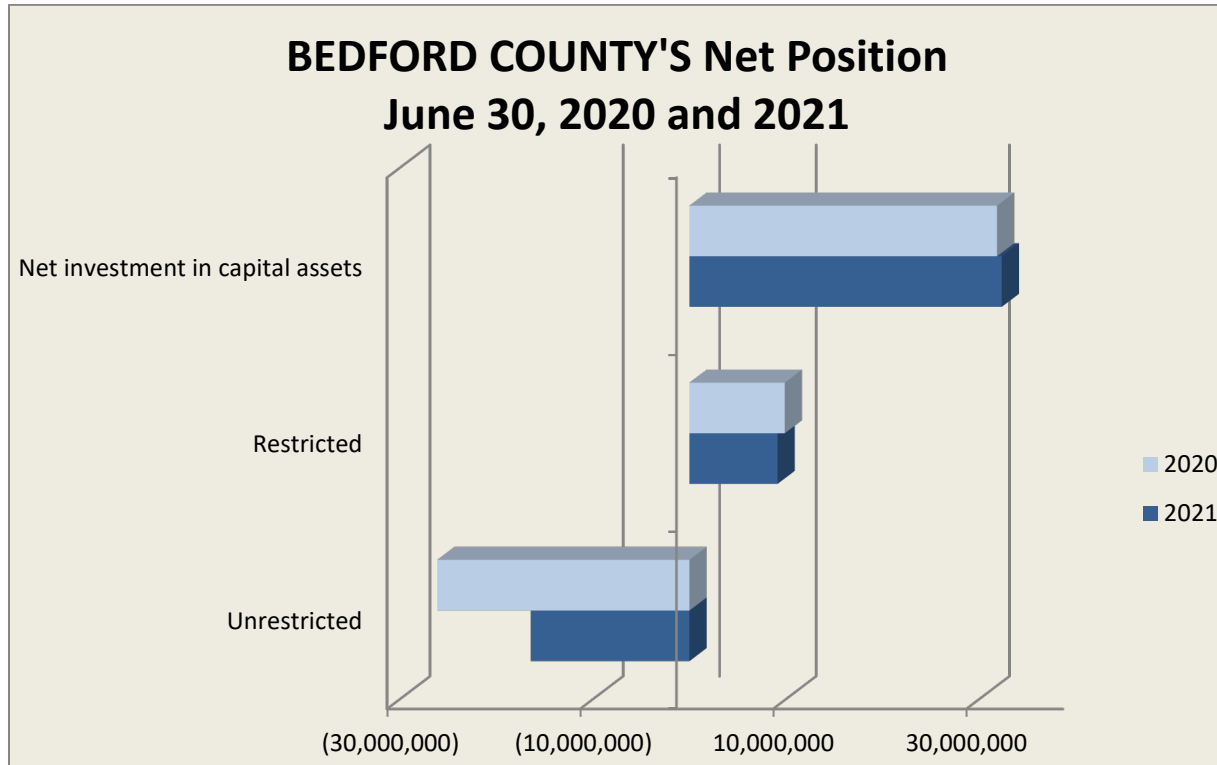
As of June 30, 2021, Bedford County had outstanding debt totaling \$54,208,419 (including unamortized premiums on debt) for capital purposes of the Bedford County Board of Education, but the capital assets are reported in the financial statements of the Bedford County Board of Education. Bedford County has incurred the related liability decreasing its unrestricted net position without a corresponding increase in the county's capital assets.

BEDFORD COUNTY'S Net Position

	Governmental Activities	
	2020-21	2019-20
Current and Other Assets	\$ 68,484,326	\$ 59,008,287
Capital Assets	70,504,676	72,128,100
Total Assets	<u>\$ 138,989,002</u>	<u>\$ 131,136,387</u>
 Total Deferred Outflows of Resources	 \$ 1,227,731	 \$ 873,810
 Long-term Liabilities	 \$ 93,471,660	 \$ 99,233,135
Other Liabilities	5,825,472	1,116,772
Total Liabilities	<u>\$ 99,297,132</u>	<u>\$ 100,349,907</u>
 Total Deferred Inflows of Resources	 \$ 15,908,831	 \$ 16,075,992
 Net Position:		
Net Investment in Capital Assets	\$ 32,330,141	\$ 31,840,548
Restricted	9,128,420	9,879,534
Unrestricted	<u>(16,447,791)</u>	<u>(26,135,784)</u>
 Total Net Position	 <u><u>\$ 25,010,770</u></u>	 <u><u>\$ 15,584,298</u></u>

By far, the largest portion of Bedford County's net position totaling \$32,330,141 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 \$9,128,420 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.



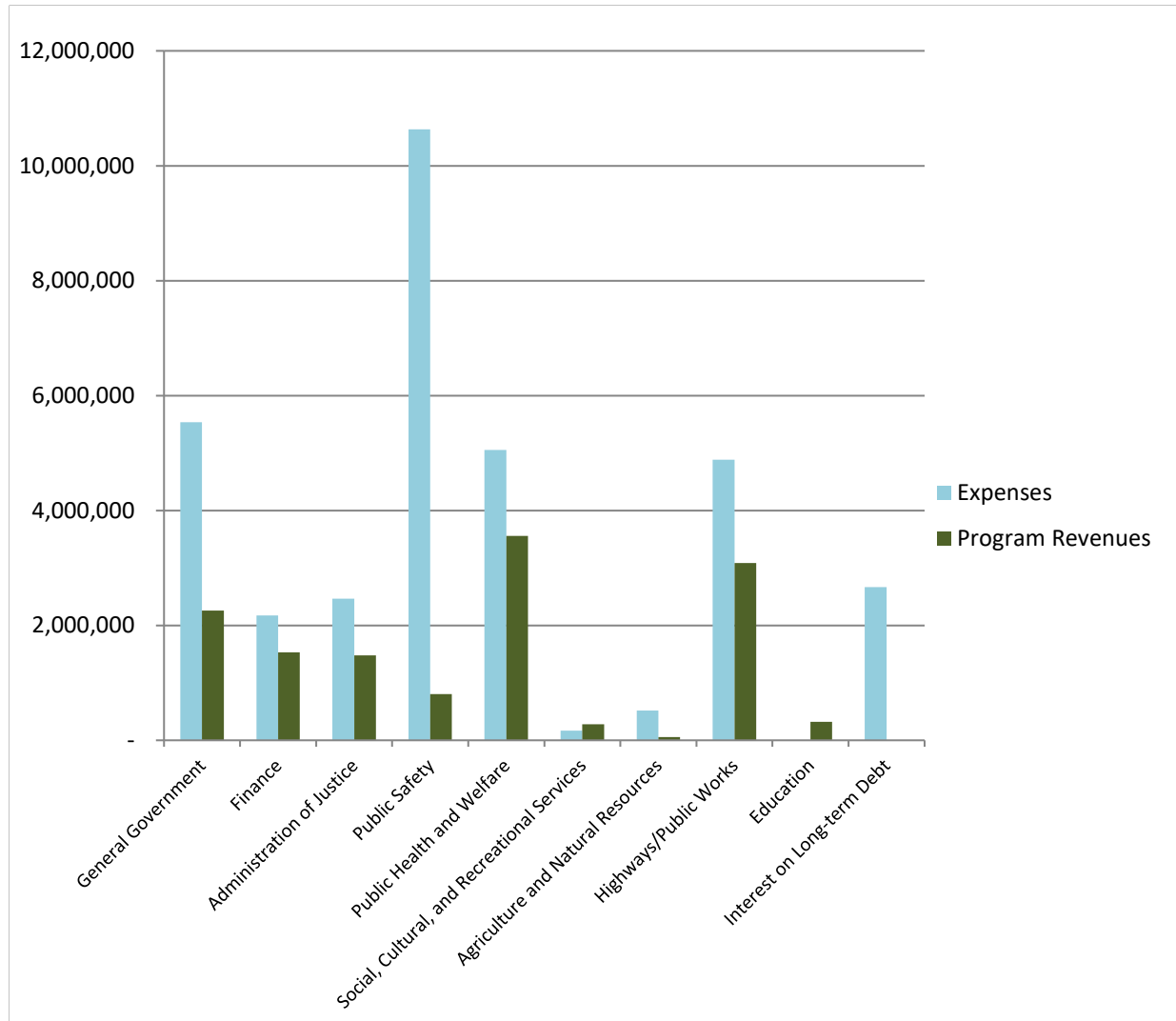
Bedford County's overall net position increased \$9,426,472 from the prior fiscal year. The reason for this overall increase is discussed in the following section for governmental activities.

Governmental activities. During the current fiscal year, net position for governmental activities increased \$9,426,472 from the prior fiscal year for an ending balance of \$25,010,770. The primary reason for the increase in net position is a reduction in outstanding debt in the amount of \$3,775,236 related to Board of Education capital assets. Other reasons for the increase in the overall net position of governmental activities include an increase in Local Option Sales Tax of \$1,301,095 which was an increase of 15.7% from the previous year, a Cares Act Grant for \$735,570 and a Governor's Grant for \$1,103,883, which were all driven by the COVID-19 pandemic. In addition, Other Taxes increased \$445,736, or 24.8%, over the prior year, with the largest increase, or \$278,394, being in Adequate Facilities/Development Tax, related to the significant growth in new housing.

Bedford County's Changes in Net Position

	Governmental Activities	
	2020-21	2019-20
Revenues:		
Program Revenues:		
Charges for Services	\$ 7,139,246	\$ 6,664,334
Operating Grants and Contributions	4,016,002	3,406,463
Capital Grants and Contributions	2,217,047	674,967
General Revenues:		
Property Taxes	16,369,685	16,233,738
Local Option Sales Taxes	9,584,006	8,282,911
Other Taxes	2,240,924	1,795,188
Grants and Contributions Not		
Restricted to Specific Programs	1,314,533	1,311,658
Unrestricted Investment Earnings	156,566	1,033,846
Miscellaneous	455,545	618,142
Pension Income	0	6,830
Gain on Sale of Capital Assets	24,298	0
Total Revenues	\$ 43,517,852	\$ 40,028,077
Expenses:		
General Government	\$ 5,534,886	\$ 3,683,740
Finance	2,170,550	2,114,918
Administration of Justice	2,464,208	2,241,827
Public Safety	10,632,529	10,250,264
Public Health and Welfare	5,051,621	5,608,185
Social, Cultural, and Recreational Services	167,489	171,529
Agriculture and Natural Resources	517,957	330,999
Highway/Public Works	4,885,205	4,287,929
Education (Payment to CU)	0	1,073,730
Interest on Long-term Debt	2,666,935	2,793,883
Total Expenses	\$ 34,091,380	\$ 32,557,004
Increase (Decrease) in Net Position	\$ 9,426,472	\$ 7,471,073
Net position, July 1	15,584,298	8,113,225
Net position, June 30	\$ 25,010,770	\$ 15,584,298

Expenses and Program Revenues – Governmental Activities



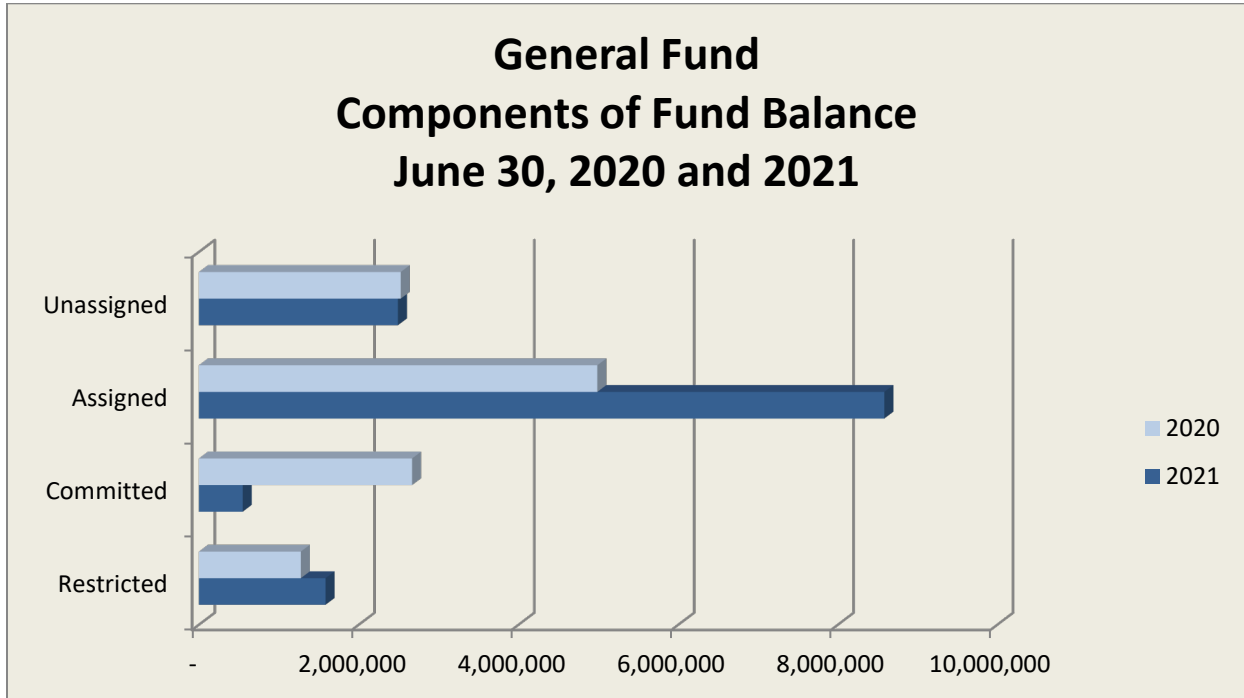
Financial Analysis of the Government's Funds

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, 2021, Bedford County's governmental funds reported combined ending fund balances of \$39,840,103, an increase of \$5,642,928, in comparison with the prior year. Approximately 6.3 percent of this amount or \$ 2,491,440 *constitutes unassigned fund balance*,

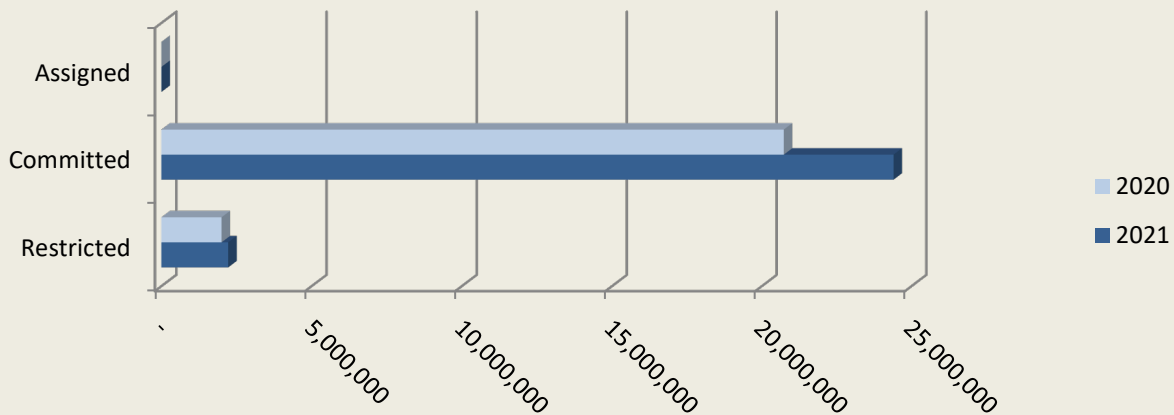
which is available for spending at the government's discretion. The remainder of fund balance is either restricted, committed, or assigned to indicate that it is 1) restricted for particular purposes \$3,811,086); 2) committed for particular purposes \$24,951,685); or 3) assigned for particular purposes \$8,585,892).



Analysis of Individual Funds

The General Fund is the chief operating fund of Bedford County. At the end of the current fiscal year, unassigned fund balance was \$2,491,440, while total fund balance increased to \$13,208,756. 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 9.9 percent of total General Fund expenditures, while total fund balance represents approximately 52.4 percent of that same amount.

Other Governmental Funds Components of Fund Balance June 30, 2020 and 2021



The fund balance of Bedford County's General Fund increased by \$1,751,192 during the current fiscal year. The increase in the fund balance was primarily due to an increase of \$1,222,482 in Property Tax Revenues as a result of increases in local real estate market values, as well as a conservative estimate combined with fewer delinquencies than experienced in previous years. The Ambulance/Emergency Medical Services experienced a 25.7% increase in Patient Charges of \$455,640 as a result of a 13.2% increase in call volume, or 1,000 calls more than the prior year.

The Highway/Public Works Fund had an increase in fund balance during the current year of \$677,988, resulting in a year-end fund balance of \$1,973,004. This is primarily due to receiving \$747,794 in Bridge and State Aid reimbursements from the State of Tennessee for road and bridge projects in the county.

The General Debt Service Fund had an increase in fund balance during the current year of \$3,307,664 to bring the year-end fund balance to \$22,765,434. This increase was primarily due to an increase in local taxes and 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 increases in estimated revenues were not significant except for an increase in State of Tennessee and Federal Government Revenues, which were increased by \$955,720 and \$1,713,122, respectively. State of Tennessee revenues included a one-time Direct Appropriation Governor's Grant in the amount of \$1,103,883. Federal Government revenues included a Cares Act COVID Grant of \$735,570, a Homeland Security AFG Grant of \$155,945 and THDA Home grant pass-through revenues of \$142,145. Generally, the movement of the appropriations between the departments was not significant. The exceptions were the

appropriation for COVID-19 Grant No. 2 expenditures in the Other Operations function, which was increased by \$735,570, and Other General Government Projects expenditures in the Capital Projects function, which was increased by \$1,495,901.

The increase in COVID-19 Grant No. 2 expenditures of \$735,570 was due to a COVID grant reimbursing public safety related payroll costs incurred in response to the pandemic. The increase of \$1,495,901 in Capital Projects was related to the purchase of Solid Waste garbage trucks totaling \$242,146, home repairs assistance through a THDA pass-through grant totaling \$142,145 road repairs totaling \$172,698, departmental software totaling \$42,590, and miscellaneous county building repairs totaling \$549,048.

Final budget compared to actual results. The most significant differences between estimated revenues and actual revenues in the final budget resulted in more than anticipated in Local Taxes and Charges for Current Services with \$861,282 and \$676,651, respectively.

At the close of the fiscal year, General Fund revenues were \$1,074,588 more than budgetary estimates. This favorable variance was due primarily to conservative budget estimates for local taxes in anticipation of the current appeals, as well as increased collection of sales tax due to an increase in internet sales.

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 \$2,917,243 less than budgetary estimates. Most of the unspent appropriation is in the County Buildings, Sheriff's Department, and Ambulance/Emergency Medical Services 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, 2021, totals \$70,504,676 (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 decrease in capital assets for the current fiscal year was approximately 2.3 percent.

Bedford County's Capital Assets
(net of depreciation)

	Governmental Activities	
	2021	2020
Land	\$ 1,231,127	\$ 1,231,127
Construction in Progress	7,290	1,514,208
Buildings and Improvements	45,314,216	45,027,751
Other Capital Assets	4,220,738	3,812,777
Infrastructure	19,731,305	20,542,237
Total	<u>\$ 70,504,676</u>	<u>\$ 72,128,100</u>

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

- A major county building renovation program with costs of \$1,824,923 was completed and placed in service during the current year.
- Solid Waste garbage trucks and trash compactors at a total cost of \$416,028.
- A Sutphen heavy-duty firetruck at a cost of \$465,442.
- Chest compression systems at a total cost of \$160,270.

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 \$92,382,954. All debt is backed by the full faith and credit of the government.

Bedford County's Outstanding Debt

	Governmental Activities	
	2021	2020
General Obligation Bonds	\$ 36,288,554	\$ 39,175,407
Notes Payable	2,122,400	2,415,800
Other Debt Payable	53,972,000	56,680,000
Total	<u>\$ 92,382,954</u>	<u>\$ 98,271,207</u>

Bedford County's total debt decreased by \$5,888,253 (6.0 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 4.8 percent, which is 4.6 percent less 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 2021-22.

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, 2021

	Primary	Component Units	
	Government	Bedford	
	Governmental	County	Emergency
	Activities	School	Communications
		Department	District
<u>ASSETS</u>			
Cash	\$ 375	\$ 1,357,417	\$ 2,944,534
Equity in Pooled Cash and Investments	42,804,744	29,504,908	0
Inventories	0	103,479	0
Accounts Receivable	5,580,862	65,116	117
Allowance for Uncollectible	(3,609,541)	(32,207)	0
Due from Other Governments	2,576,961	2,445,805	0
Due from Primary Government	0	0	37,330
Property Taxes Receivable	16,244,236	8,620,173	0
Allowance for Uncollectible Property Taxes	(231,238)	(127,629)	0
Prepaid Items	0	0	42,149
Net Pension Asset - Agent Plan	5,117,927	3,209,322	0
Net Pension Asset - Teacher Retirement Plan	0	376,761	0
Net Pension Asset - Teacher Legacy Pension Plan	0	5,963,144	0
Restricted Assets:			
Security Deposits	0	0	100
Amounts Accumulated for Pension Benefits	0	637,835	0
Capital Assets:			
Assets Not Depreciated:			
Land	1,231,127	2,775,891	0
Construction in Progress	7,290	0	0
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	45,314,216	94,095,052	170,251
Other Capital Assets	4,220,738	4,534,168	86,637
Infrastructure	19,731,305	0	0
Total Assets	\$ 138,989,002	\$ 153,529,235	\$ 3,281,118
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Pension Changes in Experience	\$ 248,623	\$ 396,594	\$ 0
Pension Changes in Investment Earnings	302,285	1,552,054	1,746
Pension Changes in Proportion	0	43,707	0
Pension Changes in Assumptions	0	553,538	0
Pension Contributions After Measurement Date	582,571	3,235,309	50,958
OPEB Changes in Experience	0	865,916	0
OPEB Changes in Assumptions	86,400	751,156	0
OPEB Changes in Proportion	0	160,517	0
OPEB Contributions After Measurement Date	7,852	173,705	0
Total Deferred Outflows of Resources	\$ 1,227,731	\$ 7,732,496	\$ 52,704

(Continued)

Exhibit A

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

	Primary	Component Units	
	Government	Bedford	Emergency
	Governmental	School	Communications
	Activities	Department	District
<u>LIABILITIES</u>			
Accounts Payable	\$ 130,778	\$ 364,846	\$ 365
Accrued Payroll	0	7,638	18,820
Accrued Interest Payable	825,078	0	0
Compensated Absences Payable	0	0	36,284
Payroll Deductions Payable	0	1,477,118	5,651
Due to Component Units	37,330	0	0
Due to State of Tennessee	4,202	0	0
Due to Other Governments	4,828,084	0	0
Noncurrent Liabilities:			
Due Within One Year - Debt	5,995,600	0	0
Due Within One Year - Other	24,685	0	0
Due in More Than One Year - Debt	86,387,354	0	0
Due in More Than One Year - Other	1,064,021	6,323,431	3,337
Total Liabilities	<u>\$ 99,297,132</u>	<u>\$ 8,173,033</u>	<u>\$ 64,457</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 15,565,882	\$ 8,235,916	\$ 0
Pension Changes in Experience	206,070	3,090,611	7,321
Pension Changes in Proportion	0	73,821	0
OPEB Changes in Experience	121,267	933,221	0
OPEB Changes in Assumptions	15,612	504,480	0
OPEB Changes in Proportion	0	57,958	0
Total Deferred Inflows of Resources	<u>\$ 15,908,831</u>	<u>\$ 12,896,007</u>	<u>\$ 7,321</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	\$ 32,330,141	\$ 101,405,111	\$ 256,888
Restricted for:			
General Government	206,078	0	0
Finance	103,961	0	0
Administration of Justice	909,987	0	0
Public Safety	100,323	0	0
Public Health and Welfare	273,267	0	0
Highway/Public Works	2,172,411	0	0
Capital Projects	244,466	159,052	0
Education	0	4,655,029	0
Pensions	5,117,927	10,187,062	0
Unrestricted	<u>(16,447,791)</u>	<u>23,786,437</u>	<u>3,005,156</u>
Total Net Position	<u>\$ 25,010,770</u>	<u>\$ 140,192,691</u>	<u>\$ 3,262,044</u>

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, 2021

Functions/Programs	Expenses	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Component Units		
						Bedford County School Department	Emergency Communica- tions District	
Primary Government:								
Governmental Activities:								
General Government	\$ 5,534,886	\$ 1,047,671	\$ 1,166,350	\$ 44,576	\$ (3,276,289)	\$ 0	\$ 0	
Finance	2,170,550	1,529,831	0	0	(640,719)	0	0	
Administration of Justice	2,464,208	1,465,094	13,725	0	(985,389)	0	0	
Public Safety	10,632,529	534,840	99,235	170,478	(9,827,976)	0	0	
Public Health and Welfare	5,051,621	2,391,747	405,549	759,762	(1,494,563)	0	0	
Social, Cultural, and Recreational Services	167,489	150,511	0	129,903	112,925	0	0	
Agriculture and Natural Resources	517,957	11,925	0	45,000	(461,032)	0	0	
Highways	4,885,205	7,627	2,331,143	747,794	(1,798,641)	0	0	
Education	0	0	0	319,534	319,534	0	0	
Interest on Long-term Debt	2,666,935	0	0	0	(2,666,935)	0	0	
Total Primary Government	\$ 34,091,380	\$ 7,139,246	\$ 4,016,002	\$ 2,217,047	\$ (20,719,085)	\$ 0	\$ 0	
Component Units:								
Bedford County School Department	\$ 80,893,738	\$ 2,764,484	\$ 14,097,564	\$ 0	\$ 0	\$ (64,031,690)	\$ 0	
Emergency Communications District	1,061,633	934,801	0	0	0	0	(126,832)	
Total Component Units	\$ 81,955,371	\$ 3,699,285	\$ 14,097,564	\$ 0	\$ 0	\$ (64,031,690)	\$ (126,832)	

(Continued)

Exhibit B

Bedford County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Net (Expense) Revenue and Changes in Net Position					
		Program Revenues			Primary Governmental Activities	Component Units	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Bedford County School Department	Emergency Communica- tions District
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes					\$ 14,327,716	\$ 9,415,563	\$ 0
Property Taxes Levied for Debt Service					2,041,969	0	0
Local Option Sales Tax					9,584,006	3,377,909	0
Business Tax					597,814	0	0
Litigation Tax - General					246,333	0	0
Wholesale Beer Tax					211,184	0	0
Adequate Facilities/Development Tax					766,899	0	0
Litigation Tax - Courtroom Security					98,986	0	0
Litigation Tax - Jail, Workhouse, or Courthouse					135,744	0	0
Mineral Severance Tax					168,677	0	0
Other Local Taxes					15,287	33,527	0
Grants and Contributions Not Restricted to Specific Programs					1,314,533	55,611,458	540,670
Unrestricted Investment Income					156,566	104,411	6,712
Miscellaneous					455,545	298,138	0
Insurance Recovery					0	113,770	0
Gain on Sale of Capital Assets					24,298	25,700	0
Total General Revenues					<u>\$ 30,145,557</u>	<u>\$ 68,980,476</u>	<u>\$ 547,382</u>
Change in Net Position					\$ 9,426,472	\$ 4,948,786	\$ 420,550
Net Position, July 1, 2020					15,584,298	134,071,059	2,841,494
Restatement - See Note I.D.11					<u>0</u>	<u>1,172,846</u>	<u>0</u>
Net Position, June 30, 2021					<u><u>\$ 25,010,770</u></u>	<u><u>\$ 140,192,691</u></u>	<u><u>\$ 3,262,044</u></u>

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, 2021

	Major Funds				Nonmajor Funds	
	General	Other Special Revenue	Highway / Public Works	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>						
Cash	\$ 375	\$ 0	\$ 0	\$ 0	\$ 0	\$ 375
Equity in Pooled Cash and Investments	12,462,201	4,830,028	1,696,611	21,936,307	1,879,597	42,804,744
Accounts Receivable	5,460,778	0	1,547	118,501	36	5,580,862
Allowance for Uncollectibles	(3,609,015)	0	0	(526)	0	(3,609,541)
Due from Other Governments	422,359	0	558,010	1,585,261	11,331	2,576,961
Property Taxes Receivable	13,155,878	0	758,736	1,900,182	429,440	16,244,236
Allowance for Uncollectible Property Taxes	(189,380)	0	(10,872)	(27,877)	(3,109)	(231,238)
Total Assets	<u>\$ 27,703,196</u>	<u>\$ 4,830,028</u>	<u>\$ 3,004,032</u>	<u>\$ 25,511,848</u>	<u>\$ 2,317,295</u>	<u>\$ 63,366,399</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 89,930	\$ 0	\$ 40,848	\$ 0	\$ 0	\$ 130,778
Due to Component Units	37,330	0	0	0	0	37,330
Due to State of Tennessee	4,202	0	0	0	0	4,202
Due to Other Governments	0	4,828,084	0	0	0	4,828,084
Total Liabilities	<u>\$ 131,462</u>	<u>\$ 4,828,084</u>	<u>\$ 40,848</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,000,394</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 12,596,107	\$ 0	\$ 726,699	\$ 1,816,746	\$ 426,330	\$ 15,565,882
Deferred Delinquent Property Taxes	362,337	0	20,705	54,351	0	437,393
Other Deferred/Unavailable Revenue	1,404,534	0	242,776	875,317	0	2,522,627
Total Deferred Inflows of Resources	<u>\$ 14,362,978</u>	<u>\$ 0</u>	<u>\$ 990,180</u>	<u>\$ 2,746,414</u>	<u>\$ 426,330</u>	<u>\$ 18,525,902</u>

(Continued)

Exhibit C-1

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

	Major Funds				Nonmajor Funds	
	General	Other Special Revenue	Highway / Public Works	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
<u>FUND BALANCES</u>						
Restricted:						
Restricted for General Government	\$ 206,078	\$ 0	\$ 0	\$ 0	\$ 0	\$ 206,078
Restricted for Finance	103,961	0	0	0	0	103,961
Restricted for Administration of Justice	909,987	0	0	0	0	909,987
Restricted for Public Safety	83,179	0	0	0	17,144	100,323
Restricted for Public Health and Welfare	273,267	0	0	0	0	273,267
Restricted for Highways/Public Works	0	0	1,973,004	0	0	1,973,004
Restricted for Capital Projects	8,658	0	0	0	235,808	244,466
Committed:						
Committed for General Government	1,380	0	0	0	0	1,380
Committed for Public Safety	10,632	0	0	0	0	10,632
Committed for Public Health and Welfare	197,500	0	0	0	0	197,500
Committed for Agriculture and Natural Resources	61,128	0	0	0	0	61,128
Committed for Debt Service	0	0	0	22,765,434	0	22,765,434
Committed for Capital Projects	277,598	0	0	0	1,638,013	1,915,611
Assigned:						
Assigned for General Government	3,014,952	1,944	0	0	0	3,016,896
Assigned for Capital Projects	4,987,447	0	0	0	0	4,987,447
Assigned for Other Purposes	581,549	0	0	0	0	581,549
Unassigned	2,491,440	0	0	0	0	2,491,440
Total Fund Balances	\$ 13,208,756	\$ 1,944	\$ 1,973,004	\$ 22,765,434	\$ 1,890,965	\$ 39,840,103
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 27,703,196	\$ 4,830,028	\$ 3,004,032	\$ 25,511,848	\$ 2,317,295	\$ 63,366,399

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, 2021

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)		\$	39,840,103
(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		7,290	
Add: buildings and improvements net of accumulated depreciation		45,314,216	
Add: other capital assets net of accumulated depreciation		4,220,738	
Add: infrastructure net of accumulated depreciation		<u>19,731,305</u>	70,504,676
(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	\$	(2,122,400)	
Less: other loans payable		(53,972,000)	
Less: bonds payable		(34,679,273)	
Less: unamortized premium on debt		(1,609,281)	
Less: accrued interest on notes, other loans, and bonds		(825,078)	
Less: compensated absences payable		(493,709)	
Less: net OPEB liability		<u>(594,997)</u>	(94,296,738)
(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	\$	1,133,479	
Less: deferred inflows of resources related to pensions		(206,070)	
Add: deferred outflows of resources related to OPEB		94,252	
Less: deferred inflows of resources related to OPEB		<u>(136,879)</u>	884,782
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.			5,117,927
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>2,960,020</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>25,010,770</u></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, 2021

	Major Funds				Nonmajor Funds	
	General	Other Special Revenue	Highway / Public Works	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
Revenues						
Local Taxes	\$ 16,270,878	\$ 0	\$ 981,220	\$ 11,966,570	\$ 0	\$ 29,218,668
Licenses and Permits	445,512	0	0	0	0	445,512
Fines, Forfeitures, and Penalties	446,665	0	0	0	2,575	449,240
Charges for Current Services	2,986,111	0	0	0	2,457	2,988,568
Other Local Revenues	599,091	1,944	101,218	154,622	43,179	900,054
Fees Received From County Officials	2,624,604	0	0	0	0	2,624,604
State of Tennessee	2,165,559	0	3,472,759	0	0	5,638,318
Federal Government	1,365,632	0	89,267	0	0	1,454,899
Other Governments and Citizens Groups	36,000	0	0	299,534	20,000	355,534
Total Revenues	\$ 26,940,052	\$ 1,944	\$ 4,644,464	\$ 12,420,726	\$ 68,211	\$ 44,075,397
Expenditures						
Current:						
General Government	\$ 2,411,269	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,411,269
Finance	2,185,950	0	0	0	0	2,185,950
Administration of Justice	2,204,583	0	0	0	2,457	2,207,040
Public Safety	10,137,073	0	0	0	0	10,137,073
Public Health and Welfare	4,741,941	0	0	0	0	4,741,941
Social, Cultural, and Recreational Services	171,529	0	0	0	0	171,529
Agriculture and Natural Resources	322,852	0	0	0	0	322,852
Other Operations	2,059,902	0	7,000	0	25	2,066,927
Highways	0	0	3,959,476	0	0	3,959,476
Debt Service:						
Principal on Debt	0	0	0	5,786,400	0	5,786,400
Interest on Debt	0	0	0	2,719,439	0	2,719,439
Other Debt Service	0	0	0	157,223	0	157,223

(Continued)

Exhibit C-3

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

	Major Funds				Nonmajor Funds		
	General	Other Special Revenue	Highway / Public Works	General Debt Service	Other Govern- mental Funds	Total Governmental Funds	
<u>Expenditures (Cont.)</u>							
Capital Projects	\$ 953,761	\$ 0	\$ 0	\$ 0	\$ 611,589	\$ 1,565,350	
Total Expenditures	\$ 25,188,860	\$ 0	\$ 3,966,476	\$ 8,663,062	\$ 614,071	\$ 38,432,469	
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,751,192	\$ 1,944	\$ 677,988	\$ 3,757,664	\$ (545,860)	\$ 5,642,928	
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,565,413	\$ 1,565,413	
Transfers Out	0	0	0	(450,000)	(1,115,413)	(1,565,413)	
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ (450,000)	\$ 450,000	\$ 0	
Net Change in Fund Balances	\$ 1,751,192	\$ 1,944	\$ 677,988	\$ 3,307,664	\$ (95,860)	\$ 5,642,928	
Fund Balance, July 1, 2020	11,457,564	0	1,295,016	19,457,770	1,986,825	34,197,175	
Fund Balance, June 30, 2021	\$ 13,208,756	\$ 1,944	\$ 1,973,004	\$ 22,765,434	\$ 1,890,965	\$ 39,840,103	

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

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, 2021

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)		\$	5,642,928
(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	\$	1,433,012	
Less: current-year depreciation expense		(3,038,257)	(1,605,245)
(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			(18,179)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
Less: deferred delinquent property taxes and other deferred June 30, 2020	\$	(3,601,239)	
Add: deferred delinquent property taxes and other deferred June 30, 2021		2,960,020	(641,219)
(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 notes	\$	293,400	
Add: principal payments on other loans		2,708,000	
Add: principal payments on bonds		2,785,000	
Add: change in premium on debt issuances		101,853	5,888,253
(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	\$	52,504	
Change in net OPEB liability		(124,036)	
Change in net pension asset		(801,235)	
Change in deferred outflows of resources related to pensions		303,519	
Change in deferred inflows of resources related to pensions		661,649	
Change in deferred outflows of resources related to OPEB		50,402	
Change in deferred inflows of resources related to OPEB		19,873	
Change in compensated absences payable		(2,742)	159,934
Change in net position of governmental activities (Exhibit B)		\$	<u>9,426,472</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, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 16,270,878	\$ 0	\$ 0	\$ 16,270,878	\$ 15,407,663	\$ 15,409,596	\$ 861,282
Licenses and Permits	445,512	0	0	445,512	374,645	379,229	66,283
Fines, Forfeitures, and Penalties	446,665	0	0	446,665	433,115	433,115	13,550
Charges for Current Services	2,986,111	0	0	2,986,111	2,251,679	2,309,460	676,651
Other Local Revenues	599,091	0	0	599,091	493,253	651,132	(52,041)
Fees Received From County Officials	2,624,604	0	0	2,624,604	2,374,036	2,392,483	232,121
State of Tennessee	2,165,559	0	0	2,165,559	1,503,757	2,459,477	(293,918)
Federal Government	1,365,632	0	0	1,365,632	45,850	1,758,972	(393,340)
Other Governments and Citizens Groups	36,000	0	0	36,000	0	72,000	(36,000)
Total Revenues	\$ 26,940,052	\$ 0	\$ 0	\$ 26,940,052	\$ 22,883,998	\$ 25,865,464	\$ 1,074,588
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 133,609	\$ 0	\$ 0	\$ 133,609	\$ 141,624	\$ 141,780	\$ 8,171
Board of Equalization	2,320	0	0	2,320	8,000	8,000	5,680
Beer Board	138	0	0	138	1,000	1,000	862
Budget and Finance Committee	2,908	0	0	2,908	3,018	3,087	179
County Mayor/Executive	235,636	0	0	235,636	276,119	276,571	40,935
Personnel Office	69,583	0	0	69,583	80,981	84,023	14,440
County Attorney	97,481	0	0	97,481	65,000	112,200	14,719
Election Commission	202,938	0	0	202,938	248,451	248,772	45,834
Register of Deeds	328,332	0	0	328,332	333,281	334,305	5,973
Planning	167,928	0	0	167,928	185,332	186,984	19,056
Codes Compliance	74,239	0	0	74,239	111,231	109,891	35,652
Geographical Information Systems	51,973	0	0	51,973	53,333	53,489	1,516
County Buildings	986,468	(19,357)	1,380	968,491	892,234	1,199,213	230,722
Preservation of Records	57,716	0	0	57,716	52,480	69,480	11,764
<u>Finance</u>							
Accounting and Budgeting	534,448	0	0	534,448	658,278	576,281	41,833
Property Assessor's Office	373,349	0	0	373,349	399,634	405,423	32,074

(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 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Reappraisal Program	\$ 124,834	\$ 0	\$ 0	\$ 124,834	\$ 135,995	\$ 131,307	\$ 6,473
County Trustee's Office	342,009	0	0	342,009	369,282	371,306	29,297
County Clerk's Office	555,839	0	0	555,839	536,222	569,288	13,449
Data Processing	255,471	(6,325)	0	249,146	273,025	276,379	27,233
<u>Administration of Justice</u>							
Circuit Court	706,981	(1,921)	0	705,060	756,756	761,360	56,300
General Sessions Court	230,611	0	0	230,611	235,748	236,060	5,449
Chancery Court	348,695	(9,805)	0	338,890	357,515	358,139	19,249
Juvenile Court	203,433	(5,603)	0	197,830	220,939	221,095	23,265
Judicial Commissioners	202,142	0	0	202,142	200,373	202,166	24
Other Administration of Justice	122,797	0	0	122,797	132,254	132,566	9,769
Probation Services	389,924	0	0	389,924	421,284	422,688	32,764
<u>Public Safety</u>							
Sheriff's Department	3,713,374	0	0	3,713,374	4,059,365	3,870,352	156,978
Traffic Control	35,320	0	0	35,320	43,590	43,590	8,270
Jail	3,507,016	0	6,500	3,513,516	3,934,115	3,945,381	431,865
Juvenile Services	537,728	0	0	537,728	552,647	554,051	16,323
Other Emergency Management	1,745,065	(30,986)	4,132	1,718,211	1,780,244	1,816,474	98,263
County Coroner/Medical Examiner	57,900	0	0	57,900	55,000	58,000	100
Other Public Safety	540,670	0	0	540,670	668,471	669,719	129,049
<u>Public Health and Welfare</u>							
Local Health Center	449,023	0	0	449,023	642,741	645,723	196,700
Rabies and Animal Control	266,876	0	0	266,876	285,108	292,243	25,367
Ambulance/Emergency Medical Services	2,679,940	0	197,500	2,877,440	3,264,149	3,112,406	234,966
Other Local Health Services	67,924	0	0	67,924	66,731	67,924	0
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	75,270	0	0	75,270	75,070	75,270	0
Convenience Centers	1,137,486	0	0	1,137,486	1,185,442	1,237,161	99,675

(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 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Social, Cultural, and Recreational Services</u>							
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
Libraries	149,829	0	0	149,829	149,829	149,829	0
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	123,510	0	0	123,510	142,415	142,415	18,905
Soil Conservation	64,000	0	0	64,000	64,000	64,000	0
Other Agriculture and Natural Resources	135,342	0	0	135,342	94,649	159,805	24,463
<u>Other Operations</u>							
Tourism	2,369	0	0	2,369	2,369	2,369	0
Other Economic and Community Development	183,406	0	0	183,406	125,000	197,000	13,594
Veterans' Services	66,066	0	0	66,066	82,197	84,863	18,797
Other Charges	376,573	0	0	376,573	372,784	376,574	1
Contributions to Other Agencies	148,449	0	0	148,449	150,000	150,000	1,551
COVID-19 Grant #1	43,520	0	0	43,520	0	55,622	12,102
COVID-19 Grant #2	735,570	0	0	735,570	0	735,570	0
COVID-19 Grant #3	5,175	0	0	5,175	0	5,175	0
Miscellaneous	498,774	0	0	498,774	472,532	533,424	34,650
<u>Capital Projects</u>							
Public Health and Welfare Projects	8,217	0	0	8,217	0	398,400	390,183
Other General Government Projects	945,544	0	277,598	1,223,142	0	1,495,901	272,759
Total Expenditures	\$ 25,188,860	\$ (73,997)	\$ 487,110	\$ 25,601,973	\$ 25,506,437	\$ 28,519,216	\$ 2,917,243
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 1,751,192	\$ 73,997	\$ (487,110)	\$ 1,338,079	\$ (2,622,439)	\$ (2,653,752)	\$ 3,991,831
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 0	\$ 0	\$ 0	\$ 0	\$ 15,507	\$ 220,823	\$ (220,823)
Transfers In	0	0	0	0	83,901	0	0
Total Other Financing Sources	\$ 0	\$ 0	\$ 0	\$ 0	\$ 99,408	\$ 220,823	\$ (220,823)

(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 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Net Change in Fund Balance	\$ 1,751,192	\$ 73,997	\$ (487,110)	\$ 1,338,079	\$ (2,523,031)	\$ (2,432,929)	\$ 3,771,008
Fund Balance, July 1, 2020	11,457,564	(73,997)	0	11,383,567	9,947,039	11,457,564	(73,997)
Fund Balance, June 30, 2021	\$ 13,208,756	\$ 0	\$ (487,110)	\$ 12,721,646	\$ 7,424,008	\$ 9,024,635	\$ 3,697,011

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
Other Special Revenue Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Other Local Revenues	\$ 1,944	\$ 0	\$ 556	\$ 1,388
Federal Government	0	0	4,828,084	(4,828,084)
Total Revenues	<u>\$ 1,944</u>	<u>\$ 0</u>	<u>\$ 4,828,640</u>	<u>\$ (4,826,696)</u>
Total Expenditures	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,944</u>	<u>\$ 0</u>	<u>\$ 4,828,640</u>	<u>\$ (4,826,696)</u>
Net Change in Fund Balance	\$ 1,944	\$ 0	\$ 4,828,640	\$ (4,826,696)
Fund Balance, July 1, 2020	<u>0</u>	<u>0</u>	<u>4,828,639</u>	<u>(4,828,639)</u>
Fund Balance, June 30, 2021	<u><u>\$ 1,944</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 9,657,279</u></u>	<u><u>\$ (9,655,335)</u></u>

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

Exhibit C-7

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, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 981,220	\$ 919,700	\$ 919,700	\$ 61,520
Other Local Revenues	101,218	20,000	35,000	66,218
State of Tennessee	3,472,759	2,238,320	2,814,279	658,480
Federal Government	89,267	300,000	388,468	(299,201)
Other Governments and Citizens Groups	0	35,000	35,000	(35,000)
Total Revenues	\$ 4,644,464	\$ 3,513,020	\$ 4,192,447	\$ 452,017
<u>Expenditures</u>				
<u>Other Operations</u>				
Contributions to Other Agencies	\$ 7,000	\$ 7,000	\$ 7,000	\$ 0
<u>Highways</u>				
Administration	295,427	291,421	307,596	12,169
Highway and Bridge Maintenance	1,384,292	1,597,388	1,517,388	133,096
Operation and Maintenance of Equipment	506,687	580,879	607,058	100,371
Litter and Trash Collection	85,986	97,401	97,401	11,415
Other Charges	177,305	176,630	188,660	11,355
Employee Benefits	51,335	61,430	51,430	95
Capital Outlay	1,458,444	780,000	1,539,427	80,983
Total Expenditures	\$ 3,966,476	\$ 3,592,149	\$ 4,315,960	\$ 349,484
Excess (Deficiency) of Revenues Over Expenditures	\$ 677,988	\$ (79,129)	\$ (123,513)	\$ 801,501
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 0	\$ 20,000	\$ 45,000	\$ (45,000)
Transfers Out	0	(19,384)	0	0
Total Other Financing Sources	\$ 0	\$ 616	\$ 45,000	\$ (45,000)
Net Change in Fund Balance	\$ 677,988	\$ (78,513)	\$ (78,513)	\$ 756,501
Fund Balance, July 1, 2020	1,295,016	1,044,985	1,295,016	0
Fund Balance, June 30, 2021	\$ 1,973,004	\$ 966,472	\$ 1,216,503	\$ 756,501

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

Exhibit D-1

Bedford County, Tennessee
Statement of Net Position
Fiduciary Funds
June 30, 2021

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash	\$ 1,831,316
Accounts Receivable	3,585
Due from Other Governments	<u>986,376</u>
Total Assets	<u>\$ 2,821,277</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	<u>\$ 986,376</u>
Total Liabilities	<u>\$ 986,376</u>
<u>NET POSITION</u>	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 1,834,901</u>
Total Net Position	<u><u>\$ 1,834,901</u></u>

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

Exhibit D-2

Bedford County, Tennessee
Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended June 30, 2021

	<u>Custodial Funds</u>
<u>ADDITIONS</u>	
Sales Tax Collections for Other Governments	\$ 6,688,245
Fines/Fees and Other Collections	11,165,988
Total Additions	<u>\$ 17,854,233</u>
<u>DEDUCTIONS</u>	
Payment of Sales Tax Collections to Other Governments	\$ 6,688,245
Payments to State	7,691,964
Payments to County/City	1,075,485
Payments to Individuals and Others	2,027,097
Total Deductions	<u>\$ 17,482,791</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 371,442
Net Position, July 1, 2020	0
Restatement - See Note I.D.11	<u>1,463,459</u>
Net Position, June 30, 2021	<u><u>\$ 1,834,901</u></u>

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

BEDFORD COUNTY, TENNESSEE
Index of Notes to the Financial Statements

Note	Page(s)
I. Summary of Significant Accounting Policies	
A. Reporting Entity	55
B. Government-wide and Fund Financial Statements	56
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	57
D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance	
1. Deposits and Investments	59
2. Receivables and Payables	61
3. Inventories	61
4. Restricted Assets	62
5. Capital Assets	62
6. Deferred Outflows/Inflows of Resources	63
7. Compensated Absences	63
8. Long-term Debt and Long-term Obligations	64
9. Net Position and Fund Balance	65
10. Minimum Fund Balance Policy	66
11. Restatements	67
E. Pension Plans	67
F. Other Postemployment Benefits (OPEB) Plans	67
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	68
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	68
III. Stewardship, Compliance, and Accountability	
Budgetary Information	69
IV. Detailed Notes on All Funds	
A. Deposits and Investments	70
B. Capital Assets	74
C. Interfund Receivables, Payables, and Transfers	76
D. Long-term Debt	77
E. Long-term Obligations	80
F. On-Behalf Payments	81
V. Other Information	
A. Risk Management	81
B. Accounting Changes	82
C. Contingent Liabilities	83
D. Changes in Administration	83
E. Joint Ventures	83
F. Jointly Governed Organization	86
G. Retirement Commitments	
1. Tennessee Consolidated Retirement System (TCRS)	86
2. Deferred Compensation	105
H. Other Postemployment Benefits (OPEB)	105
I. Office of Central Accounting, Budgeting, and Purchasing	114
J. Purchasing Laws	114
K. Subsequent Event	114
VI. Other Notes – Discretely Presented Emergency Communications District of Bedford County	114

BEDFORD COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2021

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. There were no debt issues contributed by the county to the school department during the year ended June 30, 2021.

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

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

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

Fund financial statements of 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 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. Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category includes custodial funds.

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.

Other Special Revenue Fund – This fund accounts for funding related to the Coronavirus State and Local Fiscal Recovery Funds, established by the American Rescue Plan Act of 2021, received by the county to be used to respond to acute pandemic response needs, fill revenue shortfalls, and support communities and populations hit by the COVID-19 crisis.

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.

Additionally, Bedford County reports the following fund types:

Capital Projects Funds – These funds account for financial resources to be used for the acquisition or construction of major capital facilities and debt issued by Bedford County that is subsequently contributed to the discretely presented Bedford County School Department for construction and renovation projects.

Custodial Funds – These funds account for amounts collected in a custodial capacity by the constitutional officers and local sales taxes received by the state to be forwarded to the various cities in Bedford County.

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.

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

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

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.

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY21) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY20) are presented in this report. We do not believe using the prior year balances will affect the independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

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

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 and General Purpose School funds. 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

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

All ambulance, 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, investment earnings, 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 and proportion; OPEB changes in experience, assumptions, and proportion; and various receivables for revenues, which do not meet the availability criteria in governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

7. Compensated Absences

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 \$909,987 of restricted net position for Administration of Justice, of which \$738,354 is restricted by enabling legislation for courthouse security.

As of June 30, 2021, Bedford County had \$54,208,419 (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.

11. Restatements

Due to the implementation of GASB Statement 84, a special revenue fund (Internal School Fund) is reflected in the financial statements of the discretely presented Bedford County School Department. A restatement of \$1,172,846 has been presented to reflect the beginning balance of this fund.

In prior years, the custodial funds had no measurement focus. However, due to the implementation of GASB Statement 84, the beginning balance of this fund has been restated by \$1,463,459 using the economic measurement focus and the accrual basis of accounting.

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 Pension 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 Pension Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Pension Plan of TCRS. Investments are reported at fair value.

Discretely Presented 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 primary government's Constitutional Officers – Fees Fund and the school department's Internal School Fund (special revenue funds), which are 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, 2021, Bedford County and the Bedford County School Department reported the following significant encumbrances:

<u>Fund</u>	<u>Amount</u>
Primary Government:	
Major Fund:	
General	\$ 487,110
Nonmajor Fund:	
Other Capital Projects	29,148
School Department:	
Major Fund:	
General Purpose School	1,098,128

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 three methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 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.

In addition, counties may invest in FDIC insured certificates of deposit. The deposit is first made in a bank or savings and loan association, selected by the government entity, with a branch in the state of Tennessee that is authorized to accept county deposits (the depository bank). The depository bank then arranges for the transfer of the moneys into one or more federally insured banks or savings and loan associations, wherever located (secondary depositories), for the account of the county. In turn, the depository bank receives funds from customers of the secondary depositories equal to or greater than the amount initially invested by the county. The balance of county funds with each secondary depository must not exceed FDIC insurance limits so that all funds are fully insured. Under this program, the trustee must provide the depository bank with a listing of all banks and

savings and loan associations holding county funds under the same federal employer identification number (FEIN). To prevent deposits from exceeding FDIC coverage, the depository bank is prohibited from using any of those listed banks or savings and loan associations as secondary depositories. The use of this program must be approved by the county investment committee or finance committee as appropriate for the specific county. Further, the investment committee or finance committee must establish policies and procedures for the investments, including the establishment of controls to ensure that full FDIC insurance coverage is obtained. Service providers used by depositories must be approved by the state treasurer upon concurrence by the commissioner of financial institutions and finance and administration. There are currently only two eligible programs that have been approved by the state treasurer: the Certificate of Deposit Account Registry Service (CDARS) and the Insured Cash Sweep (ICS), which operate through IntraFi Network, LLC.

Investments

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

the securities on the day of purchase.

Investment Balances. As of June 30, 2021, 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 68	N/A	\$ 45,200,372

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

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Bedford County has no investment policy that would further limit its investment choices. As of June 30, 2021, Bedford County's investment in the State Treasurer's Investment Pool was unrated.

Further information concerning the legal provisions, investment policies, investment types, and credit risks for the State Treasurer's Investment Pool can be obtained by reviewing the State of Tennessee Consolidated Annual Financial Report at <https://www.tn.gov/finance/rd-doa/fa-accfin-ar.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. It is the intent of the plan trustees to allocate these funds in the future to offset pension costs.

On June 30, 2021, the Bedford County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose School Fund of the school department.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 197,729
Developed Market International Equity	N/A	N/A	89,297
Emerging Market International Equity	N/A	N/A	25,513
U.S. Fixed Income	N/A	N/A	127,567
Real Estate	N/A	N/A	63,784
Short-term Securities	N/A	N/A	6,378
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>127,567</u>
Total			<u><u>\$ 637,835</u></u>

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2020/ag20045.pdf>.

B. Capital Assets

Capital assets activity for the year ended June 30, 2021, was as follows:

Primary Government – Governmental Activities:

	Balance 7-1-20	Increases	Decreases	Balance 6-30-21
Capital Assets Not Depreciated:				
Land	\$ 1,231,127	\$ 0	\$ 0	\$ 1,231,127
Construction in Progress	1,514,208	7,290	(1,514,208)	7,290
Total Capital Assets Not Depreciated	<u>\$ 2,745,335</u>	<u>\$ 7,290</u>	<u>\$ (1,514,208)</u>	<u>\$ 1,238,417</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 53,219,192	\$ 1,671,965	\$ 0	\$ 54,891,157
Other Capital Assets	11,891,441	1,267,965	(281,467)	12,877,939
Infrastructure	32,484,914	0	0	32,484,914
Total Capital Assets Depreciated	<u>\$ 97,595,547</u>	<u>\$ 2,939,930</u>	<u>\$ (281,467)</u>	<u>\$ 100,254,010</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 8,191,441	\$ 1,385,500	\$ 0	\$ 9,576,941
Other Capital Assets	8,078,664	841,825	(263,288)	8,657,201
Infrastructure	11,942,677	810,932	0	12,753,609
Total Accumulated Depreciation	<u>\$ 28,212,782</u>	<u>\$ 3,038,257</u>	<u>\$ (263,288)</u>	<u>\$ 30,987,751</u>
Total Capital Assets Depreciated, Net	<u>\$ 69,382,765</u>	<u>\$ (98,327)</u>	<u>\$ (18,179)</u>	<u>\$ 69,266,259</u>
Governmental Activities Capital Assets, Net	<u>\$ 72,128,100</u>	<u>\$ (91,037)</u>	<u>\$ (1,532,387)</u>	<u>\$ 70,504,676</u>

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

Governmental Activities:

General Government	\$ 163,125
Administration of Justice	276,030
Public Safety	1,168,588
Public Health and Welfare	447,888
Agriculture and Natural Resources	8,264
Highway/Public Works	<u>974,362</u>

Total Depreciation Expense - Governmental Activities	<u><u>\$ 3,038,257</u></u>
--	----------------------------

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

	Balance 7-1-20	Increases	Decreases	Balance 6-30-21
Capital Assets Not Depreciated:				
Land	\$ 2,775,891	\$ 0	\$ 0	\$ 2,775,891
Total Capital Assets Not Depreciated	<u>\$ 2,775,891</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,775,891</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 147,696,768	\$ 1,032,326	\$ (20,600)	\$ 148,708,494
Other Capital Assets	<u>12,685,477</u>	<u>1,714,593</u>	<u>(172,484)</u>	<u>14,227,586</u>
Total Capital Assets Depreciated	<u>\$ 160,382,245</u>	<u>\$ 2,746,919</u>	<u>\$ (193,084)</u>	<u>\$ 162,936,080</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 51,109,207	\$ 3,524,335	\$ (20,100)	\$ 54,613,442
Other Capital Assets	<u>9,124,665</u>	<u>714,287</u>	<u>(145,534)</u>	<u>9,693,418</u>
Total Accumulated Depreciation	<u>\$ 60,233,872</u>	<u>\$ 4,238,622</u>	<u>\$ (165,634)</u>	<u>\$ 64,306,860</u>
Total Capital Assets Depreciated, Net	<u>\$ 100,148,373</u>	<u>\$ (1,491,703)</u>	<u>\$ (27,450)</u>	<u>\$ 98,629,220</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 102,924,264</u></u>	<u><u>\$ (1,491,703)</u></u>	<u><u>\$ (27,450)</u></u>	<u><u>\$ 101,405,111</u></u>

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

Governmental Activities:

Instruction	\$ 3,448,570
Support Services	761,609
Operation of Non-instructional Services	<u>28,443</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 4,238,622</u></u>

C. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2021, was as follows:

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Discretely Presented School Department:		
General Purpose School	School Federal Projects	\$ 390,351

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

Due to/from Primary Government and Component Unit:

Receivable Fund	Payable Fund	Amount
Component Unit:	Primary Government:	
Emergency Communications District	General	\$ 37,330

Interfund Transfers:

Interfund transfers for the year ended June 30, 2021, consisted of the following amount:

Primary Government

Transfers Out	<u>Transfers In</u>	
	Nonmajor Governmental Funds	Purpose
General Debt Service Fund	\$ 450,000	Capital Projects
Nonmajor Governmental Funds	<u>1,115,413</u>	Capital Projects
Total	<u>\$ 1,565,413</u>	

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, 2021, the General Debt Service Fund transferred \$450,000 and the General Capital Projects Fund transferred \$1,115,413 to the Other Capital Projects Fund for capital projects.

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, 2021, 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 10 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, 2021, will be retired from the General Debt Service Fund.

General obligation bonds, capital outlay notes, and other loans outstanding as of June 30, 2021, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-21
General Obligation				
Bonds - Refunding	2.09 to 5 %	4-1-37	\$ 45,750,000	\$ 34,679,273
Direct Borrowing and				
Direct Placement:				
Capital Outlay Notes	2.02 to 2.98	6-1-29	2,650,000	2,122,400
Other Loans	2.33 to 2.65	12-1-37	61,525,000	53,972,000

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 has 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, 2021, including interest payments, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
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
2027-2031	9,510,000	2,780,950	12,290,950
2032-2036	10,480,000	1,303,500	11,783,500
2037	2,280,000	68,400	2,348,400
Total	\$ 34,679,273	\$ 9,178,381	\$ 43,857,654

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2022	\$ 301,600	\$ 49,928	\$ 351,528
2023	309,800	42,493	352,293
2024	313,100	34,842	347,942
2025	321,500	27,126	348,626
2026	330,000	19,191	349,191
2027-2029	546,400	22,222	568,622
Total	\$ 2,122,400	\$ 195,802	\$ 2,318,202

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
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
2027-2031	16,384,000	3,777,010	20,161,010
2032-2036	18,452,000	1,686,784	20,138,784
2037-2038	4,584,000	71,954	4,655,954
Total	\$ 53,972,000	\$ 11,168,698	\$ 65,140,698

There is \$22,765,434 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita including unamortized debt premiums totaled \$722, based on the 2020 federal census. Total debt per capita, including bonds, notes, other loans, and unamortized debt premiums totaled \$1,839 based on the 2020 federal census.

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2021, was as follows:

Governmental Activities:

	Bonds	Notes - Direct Placement	Other Loans - Direct Placement
Balance, July 1, 2020	\$ 37,464,273	\$ 2,415,800	\$ 56,680,000
Reductions	(2,785,000)	(293,400)	(2,708,000)
Balance, June 30, 2021	\$ 34,679,273	\$ 2,122,400	\$ 53,972,000
Balance Due Within One Year	\$ 2,920,000	\$ 301,600	\$ 2,774,000

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2021	\$ 90,773,673
Less: Balance Due Within One Year - Debt	(5,995,600)
Add: Unamortized Premium on Debt	<u>1,609,281</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u><u>\$ 86,387,354</u></u>

E. Long-term Obligations

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2021, was as follows:

	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2020	\$ 490,967	\$ 470,961
Additions	817,228	129,069
Reductions	<u>(814,486)</u>	<u>(5,033)</u>
Balance, June 30, 2021	<u><u>\$ 493,709</u></u>	<u><u>\$ 594,997</u></u>
Balance Due Within One Year	<u><u>\$ 24,685</u></u>	<u><u>\$ 0</u></u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2021	\$ 1,088,706
Less: Balance Due Within One Year - Other	<u>(24,685)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u><u>\$ 1,064,021</u></u>

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, 2021, was as follows:

Governmental Activities:

	Other Postemployment Benefits
Balance, July 1, 2020	\$ 5,084,073
Additions	1,690,636
Reductions	<u>(451,278)</u>
Balance, June 30, 2021	<u>\$ 6,323,431</u>
Balance Due Within One Year	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2021	\$ 6,323,431
Less: Balance Due Within One Year - Other	<u>0</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 6,323,431</u>

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

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 Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2021, were \$110,852. 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 2021, 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 pay 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 Annual Comprehensive Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. The state statute provides for the LGGIF to be self-sustaining through member premiums.

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

B. Accounting Changes

GASB Statement No. 84, *Fiduciary Activities* establishes additional guidance for the identification, accounting, and reporting of fiduciary activities. The statement clarifies the four types of fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. Custodial funds generally should report fiduciary activities that are not held in a trust or equivalent arrangement that meets specific criteria.

GASB Statement No. 90, *Majority Equity Interest* modifies previous guidance and provides guidance for the measurement and reporting of majority equity interest in a legally separate organization. This statement also provides guidance for reporting a component unit if a government acquires a 100 percent equity interest in that component unit.

Paragraphs 4 and 5 of GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans* became effective during the year. Paragraph 4 establishes certain component unit criteria for a legally separate entity by the primary government in the absence of a governing board. Paragraph 5 clarifies that the financial benefit burden in paragraph 7 of GASB Statement 84 is applicable to only defined benefit pension plans and defined benefit OPEB plans that are administered through certain trusts.

Bedford County has early implemented GASB Statement No. 98 *The Annual Comprehensive Financial Report*. This statement changes the name of the report from the Comprehensive Annual Financial Report to the Annual Comprehensive Financial Report.

C. Contingent Liabilities

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

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

D. Changes in Administration

On December 31, 2020, Don Embry left the Office of Superintendent of Schools and was succeeded by Interim Superintendent, Karen Scoggins. On March 8, 2021, Dr. Tammy Garrett was appointed Superintendent of Schools.

E. 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, 2021.

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, 2021.

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, 2021.

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, 2021.

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

F. 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.

G. 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 Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 61.46 percent and the non-certified employees of the discretely presented school department comprise 38.54 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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

related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to 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, 2020, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	363
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	1,044
Active Employees	778
Total Employees	<u><u>2,185</u></u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. 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, 2021, the employer contribution for Bedford County was \$582,571 and the school department was \$372,420 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, 2020, 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, 2020, 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, 2020, 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		<u>100 %</u>

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
	Pension Liability (a)	Fiduciary Net Position (b)	Liability (Asset) (a)-(b)
Primary Government			
Balance, July 1, 2019	\$ 36,157,995	\$ 42,077,157	\$ (5,919,162)
Changes for the Year:			
Service Cost	\$ 1,166,387	\$ 0	\$ 1,166,387
Interest	2,610,937	0	2,610,937
Differences Between Expected and Actual Experience	331,497	0	331,497
Contributions-Employer	0	557,103	(557,103)
Contributions-Employees	0	673,241	(673,241)
Net Investment Income	0	2,054,634	(2,054,634)
Benefit Payments, Including Refunds of Employee Contributions	(1,903,344)	(1,903,344)	0
Administrative Expense	0	(39,677)	39,677
Other Changes	0	62,285	(62,285)
Net Changes	\$ 2,205,477	\$ 1,404,242	\$ 801,235
Balance, June 30, 2020	\$ 38,363,472	\$ 43,481,399	\$ (5,117,927)

School Department	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension Liability (a)	Fiduciary Net Position (b)	Liability (Asset) (a)-(b)
Balance, July 1, 2019	\$ 22,088,356	\$ 25,901,457	\$ (3,813,101)
Changes for the Year:			
Service Cost	\$ 731,412	\$ 0	\$ 731,412
Interest	1,637,252	0	1,637,252
Differences Between Expected and Actual Experience	207,874	0	207,874
Contributions-Employer	0	349,345	(349,345)
Contributions-Employees	0	422,172	(422,172)
Net Investment Income	0	1,288,408	(1,288,408)
Benefit Payments, Including Refunds of Employee Contributions	(1,193,538)	(1,193,538)	0
Administrative Expense	0	(24,881)	24,881
Other Changes	0	(62,285)	62,285
Net Changes	\$ 1,383,000	\$ 779,221	\$ 603,779
Balance, June 30, 2020	\$ 23,471,356	\$ 26,680,678	\$ (3,209,322)

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% Decrease	Current Discount Rate	1% Increase
	6.25%	7.25%	8.25%
Net Pension Liability (Asset)	\$ (288,962)	\$ (5,117,927)	\$ (9,092,113)
School Department	1% Decrease	Current Discount Rate	1% Increase
	6.25%	7.25%	8.25%
Net Pension Liability (Asset)	\$ (181,201)	\$ (3,209,322)	\$ (5,701,432)

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

Pension Expense. For the year ended June 30, 2021, Bedford County recognized total pension expense of \$772,267. Bedford County recognized pension expense \$418,572 for the primary government and \$353,695 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, 2021, 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	\$ 248,623	\$ 206,070
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	302,285	0
Changes in Assumptions	0	0
Contributions Subsequent to the Measurement Date of June 30, 2020 (1)	582,571	N/A
Total	<u>\$ 1,133,479</u>	<u>\$ 206,070</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2020,” 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	\$ 155,905	\$ 129,222
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	189,555	0
Changes in Assumptions	0	0
Contributions Subsequent to the Measurement Date of June 30, 2020 (1)	<u>372,420</u>	<u>N/A</u>
Total	<u>\$ 717,880</u>	<u>\$ 129,222</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2020,” 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
2022	\$ (260,392)
2023	158,287
2024	257,231
2025	189,712
2026	0
Thereafter	0

School Department

Year Ending June 30	Amount
2022	\$ (163,285)
2023	99,258
2024	161,303
2025	118,962
2026	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 Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 61.46 percent and the non-certified employees of the discretely presented school department comprise 38.54 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 <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to 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, 2021, to the Teacher Retirement Plan were \$206,193, which is 2.02 percent of covered payroll. In addition, employer contributions of \$202,110, which is 1.98 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, 2021, the school department reported a liability (asset) of (\$376,761) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2020, 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, 2020, the school department's proportion was .662563 percent. The proportion as of June 30, 2019, was .699666 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2021, the school department recognized pension expense (negative pension expense) of \$153,950.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, 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	\$ 13,997	\$ 94,415
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	30,692	0
Changes in Assumptions	11,814	0
Changes in Proportion of Net Pension Liability (Asset)	21,688	3,857
LEA's Contributions Subsequent to the Measurement Date of June 30, 2020	206,193	N/A
Total	<u>\$ 284,384</u>	<u>\$ 98,272</u>

The school department's employer contributions of \$206,193, 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, 2022. 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
2022	\$ (1,478)
2023	2,957
2024	5,219
2025	5,863
2026	(4,533)
Thereafter	(28,109)

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, 2020, 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, 2020, 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 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) \$ 293,058 \$ (376,761) \$ (870,501)

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 <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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

credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to 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.

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, 2021, to the Teacher Legacy Pension Plan were \$2,656,696, which is 10.27 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, 2021, the school department reported a liability (asset) of (\$5,963,144) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2020, 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, 2020, the school department's proportion was .781976 percent. The proportion measured at June 30, 2019, was .755720 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2021, the school department recognized pension expense (negative

pension expense) of (\$131,502).

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, 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	\$ 226,692	\$ 2,866,974
Changes in Assumptions	541,724	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,331,807	0
Changes in Proportion of Net Pension Liability (Asset)	22,019	69,964
LEA's Contributions Subsequent to the Measurement Date of June 30, 2020	2,656,696	N/A
Total	<u>\$ 4,778,938</u>	<u>\$ 2,936,938</u>

The school department's employer contributions of \$2,656,696 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, 2022. 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
2022	\$ (1,494,624)
2023	(226,276)
2024	23,977
2025	882,227
2026	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, 2020, 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, 2020, 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 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)	\$ 18,545,246	\$ (5,963,144)	\$ (26,286,356)
-------------------	---------------	----------------	-----------------

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

2. **Deferred Compensation**

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

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

H. **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

Retirees of Bedford County are provided healthcare under a Local Government Plan (LGP) until they reach Medicare eligibility. 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 county's and school department's total OPEB liability was measured as of June 30, 2020, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and other inputs. The total OPEB liability in the June 30, 2020, 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	2.1%
Salary Increases	Salary increases used in the July 1, 2020 TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	2.21%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 9.02% for pre-65 retirees in the 2021 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 2.21%, based on Bond Buyer's GO 20-Bond Municipal Bond Index as of 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, 2018, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2020, 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 3.51 percent as of the beginning of the measurement period to 2.21 percent as of the measurement date of June 30, 2020. 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 2021 plan year was revised from 6.03 percent to 9.02 percent. The assumed long term inflation rate was changed from 2.2 percent to 2.1 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, 2020, the following employees were covered by the benefit terms:

	<u>Total</u>
Inactive Employees Currently Receiving Benefit Payments	1
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees Eligible for Benefits	<u>307</u>
Total	<u><u>308</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, 2021, the county paid \$7,852 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, 2019	<u>\$ 470,961</u>
Changes for the Year:	
Service Cost	\$ 53,038
Interest	18,355
Difference between Expected and Actuarial Experience	(2,711)
Changes in Assumption and Other Inputs	57,488
Benefit Payments	<u>(2,134)</u>
Net Changes	<u>\$ 124,036</u>
Balance June 30, 2020	<u><u>\$ 594,997</u></u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, the county recognized OPEB expense of \$53,761. At June 30, 2021, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 121,267
Changes of Assumptions and Other Inputs	86,400	15,612
Net Difference Between Projected and Benefits paid after the measurement date	<u>7,852</u>	<u>0</u>
Total	<u>\$ 94,252</u>	<u>\$ 136,879</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:97

Year Ending June 30	Bedford County
2022	\$ (9,328)
2023	(9,328)
2024	(9,328)
2025	(9,328)
2026	(9,328)
Thereafter	(3,836)

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	<u>1.21%</u>	<u>2.21%</u>	<u>2.21%</u>
Total OPEB Liability	\$ 650,883	\$ 594,997	\$ 543,100

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
<u>Bedford County</u>	<u>8.02 to 3.5%</u>	<u>9.02 to 4.5%</u>	<u>10.02 to 5.5%</u>

Total OPEB Liability	\$ 514,562	\$ 594,997	\$ 692,569
----------------------	------------	------------	------------

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, 2020, the following employees were covered by the benefit terms:

	<u>Total</u>
Inactive Employees Currently Receiving Benefit Payments	28
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	2
Active Employees Eligible for Benefits	<u>713</u>
Total	<u><u>743</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 \$173,705 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 66.0002%	State of TN 33.9998%	Total OPEB Liability
Balance July 1, 2019	\$ 5,084,073	\$ 2,835,880	\$ 7,919,953
Changes for the Year:			
Service Cost	\$ 282,381	\$ 145,468	\$ 427,849
Interest	190,016	97,886	287,902
Difference between Expected and Actuarial Experience	86,798	44,714	131,512
Changes in Assumption and Other Inputs	858,708	248,465	1,107,173
Benefit Payments	(178,545)	(114,920)	(293,465)
Net Changes	<u>\$ 1,239,358</u>	<u>\$ 421,613</u>	<u>\$ 1,660,971</u>
Balance June 30, 2020	<u><u>\$ 6,323,431</u></u>	<u><u>\$ 3,257,493</u></u>	<u><u>\$ 9,580,924</u></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 \$241,389 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 66.0002 percent and the State of Tennessee's share was 33.9998 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, the school department recognized OPEB expense of \$745,130, including the state's share of the expense. At June 30, 2021, 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	\$ 865,916	\$ 933,221
Changes of Assumptions and Other Inputs	751,156	504,480
Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employer and Nonemployer Contributors As Benefits Came Due	160,517	57,958
Benefits Paid After the Measurement Date of June 30, 2020	173,705	0
Total	<u>\$ 1,951,294</u>	<u>\$ 1,495,659</u>

The amount shown above for "Contributions Subsequent to the Measurement Date" of June 30, 2021, 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
2022	\$ 31,344
2023	31,344
2024	31,344
2025	31,344
2026	31,344
Thereafter	125,210

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 1.21%	Current Discount Rate 2.21%	1% Increase 3.21%
----------------------	-------------------------	--------------------------------------	-------------------------

Proportionate Share of the Collective Total OPEB Liability	\$ 6,811,301	\$ 6,323,431	\$ 5,853,781
--	--------------	--------------	--------------

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

<u>Healthcare Cost Trend Rate</u>	1% Decrease 8.02 to 3.5%	Current Rate 9.02 to 4.5%	1% Increase 10.02 to 5.5%
-----------------------------------	--------------------------------	---------------------------------	---------------------------------

Proportionate Share of the Collective Total OPEB Liability	\$ 5,556,453	\$ 6,323,431	\$ 7,233,913
--	--------------	--------------	--------------

I. Office of Central Accounting, Budgeting, and Purchasing

Bedford County operates under provisions of the County Financial Management System of 1981. This act provides for a central system of accounting, budgeting, and purchasing for all county departments. The act also provides for the creation of a finance department operated under the direction of the finance director.

J. Purchasing Laws

Office of Director of Finance

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.

K. Subsequent Event

On September 20, 2021, Bedford County issued \$49,310,000 in general obligation refunding bonds.

VI. OTHER NOTES – DISCRETELY PRESENTED EMERGENCY COMMUNICATIONS DISTRICT OF BEDFORD COUNTY

A. Summary of Significant Accounting Policies

General Information – On May 15, 1984, the Tennessee state legislature approved the “Tennessee Emergency Communications District Law” (Acts 1984, ch. 867), which enables a county, upon approval by voters, to create a district to provide local emergency telephone service. Subsequently, in July 1987, the county legislative body of Bedford County, Tennessee, approved the establishment of a district for their county, the Emergency Communications District of Bedford County. As provided by the act, the district operates as a governmental organization through the directives of a nine-member board of directors and provides enhanced 9-1-1 emergency 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.

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, 2021, 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

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, 2021, the carrying amount of cash deposits was \$1,884,380, and the bank balance was \$1,894,910. At June 30, 2021, 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, 2021, the district had \$1,060,154 held in the State Treasurer’s Investment Pool. As of June 30, 2021, 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.

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 \$540,670 for the year ended June 30, 2021.

E. Capital Assets

Capital assets are summarized as follows:

	Balance 7-1-20	Increases	Decreases	Balance 6-30-21
Capital Assets				
Depreciated:				
Building and				
Improvements	\$ 253,799	\$ 0	\$ 0	\$ 253,799
Furniture and Fixtures	64,753	0	(6,453)	58,300
Office Equipment	10,430	0	(7,249)	3,181
Communications Equipment	259,553	26,574	(110,632)	175,495
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	\$ 26,574	\$ (124,334)	\$ 565,077
Less Accumulated				
Depreciation For:				
Building and				
Improvements	\$ 76,007	\$ 7,541	\$ 0	\$ 83,548
Furniture and Fixtures	64,753	0	(6,453)	58,300
Office Equipment	10,430	0	(7,249)	3,181
Communications Equipment	183,348	20,029	(110,632)	92,745
Vehicle	45,150	0	0	45,150
Intangibles	22,351	2,914	0	25,265
Other Capital Assets	0	0	0	0
Total Accumulated				
Depreciation	\$ 402,039	\$ 30,484	\$ (124,334)	\$ 308,189
Total Capital Assets				
Depreciated, Net	\$ 260,798	\$ (3,910)	\$ 0	\$ 256,888

F. General Information About the Pension Plan

Plan Description. Employees of Bedford County Emergency 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 nonservice-related disability eligibility. The service related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to 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, 2020, 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	0
Active Employees	13
Total Employees	<u>13</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, 2021, employer contributions for the district were \$50,958 based on a rate of 8.56 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, 2020, 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, 2020, 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, 2020, 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, 2019	\$ 97,725	\$ 70,521	\$ 27,204
Changes for the Year:			
Service Cost	\$ 49,657	\$ 0	\$ 49,657
Interest	10,337	0	10,337
Differences Between Expected and Actual Experience	(7,283)	0	(7,283)
Contributions-Employer	0	46,688	(46,688)
Contributions-Employees	0	25,880	(25,880)
Net Investment Income	0	5,033	(5,033)
Benefit Payments, Including Refunds of Employee Contributions	(9,612)	(9,612)	0
Administrative Expense	0	(1,023)	1,023
Net Changes	\$ 43,099	\$ 66,966	\$ (23,867)
Balance, June 30, 2020	\$ 140,824	\$ 137,487	\$ 3,337

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% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Emergency 911 Communications District of Bedford County			

Net Pension Liability (Asset) \$ 33,450 \$ 3,337 \$ (20,334)

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

Pension Expense. For the year ended June 30, 2021, the district recognized pension expense of \$27,447.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, 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	\$ 7,321
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,746	0
Contributions Subsequent to the Measurement Date of June 30, 2020	50,958	N/A
Total	<u>\$ 52,704</u>	<u>\$ 7,321</u>

The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2020,” 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
2022	\$ (332)
2023	(332)
2024	(303)
2025	(284)
2026	(749)
Thereafter	(3,575)

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 continues to address the operational and economic impact of the COVID-19 pandemic. While the district has incurred additional operating costs resulting from the ongoing pandemic, the full impact cannot yet be determined at this time. Management continues to take steps to mitigate any negative effects.

REQUIRED SUPPLEMENTARY INFORMATION

Exhibit E-1

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	2020
Total Pension Liability							
Service Cost	\$ 1,162,247	\$ 1,414,370	\$ 1,450,381	\$ 1,470,531	\$ 1,084,317	\$ 1,188,733	\$ 1,166,387
Interest	3,246,232	3,321,126	3,483,276	3,669,452	2,413,278	2,456,509	2,610,937
Differences Between Actual and Expected Experience	(1,525,931)	(425,077)	(232,790)	499,758	(655,519)	(86,119)	331,497
Changes in Assumptions	0	0	0	1,294,582	0	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)	(1,903,344)
Net Change in Total Pension Liability	\$ 786,924	\$ 2,133,899	\$ 2,508,512	\$ 4,649,346	\$ 1,262,517	\$ 1,903,432	\$ 2,205,477
Total Pension Liability, Beginning	43,168,649	43,955,573	46,089,472	48,597,984	32,992,046	34,254,563	36,157,995
Total Pension Liability, Ending (a)	\$ 43,955,573	\$ 46,089,472	\$ 48,597,984	\$ 53,247,330	\$ 34,254,563	\$ 36,157,995	\$ 38,363,472
Plan Fiduciary Net Position							
Contributions - Employer	\$ 976,847	\$ 855,335	\$ 868,096	\$ 903,034	\$ 485,387	\$ 496,820	\$ 557,103
Contributions - Employee	820,131	814,438	826,764	861,679	545,382	567,795	673,241
Net Investment Income	7,503,925	1,612,760	1,417,431	6,161,321	3,074,052	2,886,827	2,054,634
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)	(1,903,344)
Administrative Expense	(25,646)	(30,951)	(46,819)	(53,669)	(36,554)	(34,108)	(39,677)
Other	0	0	70,557	0	0	0	62,285
Net Change in Plan Fiduciary Net Position	\$ 7,179,633	\$ 1,075,062	\$ 943,674	\$ 5,587,388	\$ 2,488,708	\$ 2,261,643	\$ 1,404,242
Plan Fiduciary Net Position, Beginning	45,457,635	52,637,268	53,712,330	54,656,004	37,326,806	39,815,514	42,077,157
Plan Fiduciary Net Position, Ending (b)	\$ 52,637,268	\$ 53,712,330	\$ 54,656,004	\$ 60,243,392	\$ 39,815,514	\$ 42,077,157	\$ 43,481,399
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)	\$ (5,117,927)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	119.75%	116.54%	112.47%	113.14%	116.23%	116.71%	113.47%
Covered Payroll	\$ 16,389,781	\$ 16,292,092	\$ 16,558,426	\$ 17,233,469	\$ 10,907,565	\$ 11,166,875	\$ 13,456,015
Net Pension Liability (Asset) as a Percentage of Covered Payroll	52.97%	46.79%	36.59%	(40.6)%	(50.98)%	(53.01)%	(38.03)%

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	2020
Total Pension Liability			
Service Cost	\$ 665,711	\$ 597,550	\$ 731,412
Interest	1,481,618	1,582,474	1,637,252
Differences Between Actual and Expected Experience	(402,453)	(55,478)	207,874
Benefit Payments, Including Refunds of Employee Contributions	(969,761)	(1,066,589)	(1,193,538)
Net Change in Total Pension Liability	\$ 775,115	\$ 1,057,957	\$ 1,383,000
Total Pension Liability, Beginning	20,255,284	21,030,399	22,088,356
Total Pension Liability, Ending (a)	\$ 21,030,399	\$ 22,088,356	\$ 23,471,356
Plan Fiduciary Net Position			
Contributions - Employer	\$ 298,000	\$ 320,050	\$ 349,345
Contributions - Employee	334,834	365,771	422,172
Net Investment Income	1,887,297	1,859,683	1,288,408
Benefit Payments, Including Refunds of Employee Contributions	(969,761)	(1,066,589)	(1,193,538)
Administrative Expense	(22,442)	(21,972)	(24,881)
Other	0	0	(62,285)
Net Change in Plan Fiduciary Net Position	\$ 1,527,928	\$ 1,456,943	\$ 779,221
Plan Fiduciary Net Position, Beginning	22,916,586	24,444,514	25,901,457
Plan Fiduciary Net Position, Ending (b)	\$ 24,444,514	\$ 25,901,457	\$ 26,680,678
Net Pension Liability (Asset), Ending (a - b)	\$ (3,414,115)	\$ (3,813,101)	\$ (3,209,322)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	116.23%	116.71%	113.47%
Covered Payroll	\$ 6,696,639	\$ 7,193,656	\$ 8,437,924
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(50.98)%	(53.01)%	(38.03)%

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.

Exhibit E-3

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	2021
Actuarially Determined Contribution	\$ 976,847	\$ 850,688	\$ 868,096	\$ 903,034	\$ 485,387	\$ 496,820	\$ 557,103	\$ 582,571
Less Contributions in Relation to the								
Actuarially Determined Contribution	(976,847)	(850,688)	(868,096)	(903,034)	(485,387)	(496,820)	(557,103)	(582,571)
Contribution Deficiency (Excess)	\$ 0	\$ 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	\$ 13,456,015	\$ 14,071,763
Contributions as a Percentage of								
Covered Payroll	5.96%	5.25%	5.25%	5.24%	4.45%	4.45%	4.14%	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	2021
Actuarially Determined Contribution	\$ 298,000	\$ 320,050	\$ 349,345	\$ 372,420
Less Contributions in Relation to the				
Actuarially Determined Contribution	(298,000)	(320,050)	(349,345)	(372,420)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 6,696,639	\$ 7,193,656	\$ 8,437,924	\$ 8,995,652
Contributions as a Percentage of				
Covered Payroll	4.45%	4.45%	4.14%	4.14%

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.

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	2021
Contractually Required Contribution	\$ 63,047	\$ 118,384	\$ 188,479	\$ 244,934	\$ 143,635	\$ 169,729	\$ 206,193
Less Contributions in Relation to the							
Actuarially Required Contribution	(63,047)	(118,384)	(188,479)	(244,934)	(143,635)	(169,729)	(206,193)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 1,576,186	\$ 2,959,624	\$ 4,710,400	\$ 6,114,083	\$ 7,394,873	\$ 8,427,602	\$ 10,207,576
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.01%	2.02%

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

2019: Pension - 1.94%, SRT - 2.02%

2020: Pension - 2.01%, SRT - 1.99%

2021: Pension - 2.02%, SRT - 1.98%

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 Pension Plan of TCRS
Discretely Presented Bedford County School Department
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021
Contractually Required Contribution	\$ 2,545,755	\$ 2,436,317	\$ 2,374,480	\$ 2,322,788	\$ 2,330,442	\$ 2,650,604	\$ 2,766,583	\$ 2,656,696
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)	(2,766,583)	(2,656,696)
Contribution Deficiency (Excess)	\$ 0	\$ 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	\$ 25,963,819	\$ 25,868,510
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.44%	10.66%	10.27%

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

Exhibit E-7

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	2020
School Department's Proportion of the Net Pension Liability (Asset)	0.758599%	0.672630%	0.717920%	0.700707%	0.699666%	0.662563%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (30,518)	\$ (70,023)	\$ (189,412)	\$ (317,790)	\$ (394,952)	\$ (376,761)
Covered Payroll	\$ 1,576,186	\$ 2,959,624	\$ 4,710,400	\$ 6,114,083	\$ 7,394,873	\$ 8,427,602
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)%	(4.47)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%

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

Exhibit E-8

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

	2014	2015	2016	2017	2018	2019	2020
School Department's Proportion of the Net Pension Liability (Asset)	0.730407%	0.718594%	0.727641%	0.726872%	0.732954%	0.755720%	0.781976%
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)	\$ (5,963,144)
Covered Payroll	\$ 26,668,412	\$ 26,777,158	\$ 26,266,356	\$ 25,696,405	\$ 25,674,782	\$ 25,390,059	\$ 25,963,819
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)%	(22.97)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%

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
Primary Government
For the Fiscal Year Ended June 30

	2017	2018	2019	2020
Total OPEB Liability				
Service Cost	\$ 47,367	\$ 25,518	\$ 53,119	\$ 53,038
Interest	14,401	17,827	20,195	18,355
Differences Between Actual and Expected Experience	0	(34,227)	(126,959)	(2,711)
Changes in Assumptions or Other Inputs	(26,731)	27,026	23,016	57,488
Benefit Payments	(4,238)	(7,007)	(6,300)	(2,134)
Net Change in Total OPEB Liability	\$ 30,799	\$ 29,137	\$ (36,929)	\$ 124,036
Total OPEB Liability, Beginning	447,954	478,753	507,890	470,961
Total OPEB Liability, Ending	<u>\$ 478,753</u>	<u>\$ 507,890</u>	<u>\$ 470,961</u>	<u>\$ 594,997</u>
Covered Employee Payroll	\$ 11,103,805	\$ 11,572,056	\$ 12,216,529	\$ 13,910,963
Net OPEB Liability as a Percentage of Covered Employee Payroll	4.31%	4.39%	3.86%	4.28%

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

Note 2: Changes in assumptions.

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

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%
2020	2.21%

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

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

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

Exhibit E-10

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	2020
Total OPEB Liability				
Service Cost	\$ 513,228	\$ 474,479	\$ 409,978	\$ 427,849
Interest	242,043	296,161	252,685	287,902
Differences Between Actual and Expected Experience	0	(1,931,272)	1,500,931	131,512
Changes in Assumptions or Other Inputs	(406,789)	204,864	(638,554)	1,107,173
Benefit Payments	(266,838)	(292,668)	(347,623)	(293,465)
Net Change in Total OPEB Liability	\$ 81,644	\$ (1,248,436)	\$ 1,177,417	\$ 1,660,971
Total OPEB Liability, Beginning	7,909,328	7,990,972	6,742,536	7,919,953
Total OPEB Liability, Ending	<u>\$ 7,990,972</u>	<u>\$ 6,742,536</u>	<u>\$ 7,919,953</u>	<u>\$ 9,580,924</u>
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 2,838,657	\$ 2,357,089	\$ 2,835,880	\$ 3,257,493
Employer Proportionate Share of the Total OPEB Liability	5,152,315	4,385,447	5,084,073	6,323,431
Covered Employee Payroll	\$ 38,005,340	\$ 39,609,896	\$ 41,516,384	\$ 43,900,332
Net OPEB Liability as a Percentage of Covered Employee Payroll	13.56%	11.07%	12.25%	14.40%

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%
2020	2.21%

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

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

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, 2021

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2021 were calculated based on the June 30, 2019, 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: decreased inflation rate from 3 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4 percent; and modified mortality assumptions.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

Nonmajor Governmental Funds

Special Revenue Funds

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

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 Funds

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

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

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, 2021

	Special Revenue Fund	Capital Projects Funds			Total Nonmajor Governmental Funds
	Drug Control	General Capital Projects	Other Capital Projects	Total	
<u>ASSETS</u>					
Equity in Pooled Cash and Investments	\$ 17,108	\$ 150,600	\$ 1,711,889	\$ 1,862,489	\$ 1,879,597
Accounts Receivable	36	0	0	0	36
Due from Other Governments	0	0	11,331	11,331	11,331
Property Taxes Receivable	0	0	429,440	429,440	429,440
Allowance for Uncollectible Property Taxes	0	0	(3,109)	(3,109)	(3,109)
Total Assets	<u>\$ 17,144</u>	<u>\$ 150,600</u>	<u>\$ 2,149,551</u>	<u>\$ 2,300,151</u>	<u>\$ 2,317,295</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 426,330	\$ 426,330	\$ 426,330
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 426,330</u>	<u>\$ 426,330</u>	<u>\$ 426,330</u>
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 17,144	\$ 0	\$ 0	\$ 0	\$ 17,144
Restricted for Capital Projects	0	0	235,808	235,808	235,808
Committed:					
Committed for Capital Projects	0	150,600	1,487,413	1,638,013	1,638,013
Total Fund Balances	<u>\$ 17,144</u>	<u>\$ 150,600</u>	<u>\$ 1,723,221</u>	<u>\$ 1,873,821</u>	<u>\$ 1,890,965</u>
Total Deferred Inflows of Resources and Fund Balances	<u>\$ 17,144</u>	<u>\$ 150,600</u>	<u>\$ 2,149,551</u>	<u>\$ 2,300,151</u>	<u>\$ 2,317,295</u>

Exhibit F-2

Bedford County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2021

	Special Revenue Funds			Capital Projects Funds
	Drug Control	Constitu - tional Officers - Fees	Total	General Capital Projects
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 2,575	\$ 0	\$ 2,575	\$ 0
Charges for Current Services	0	2,457	2,457	0
Other Local Revenues	0	0	0	21,849
Other Governments and Citizens Groups	0	0	0	0
Total Revenues	\$ 2,575	\$ 2,457	\$ 5,032	\$ 21,849
<u>Expenditures</u>				
Current:				
Administration of Justice	\$ 0	\$ 2,457	\$ 2,457	\$ 0
Other Operations	25	0	25	0
Capital Projects	0	0	0	34,182
Total Expenditures	\$ 25	\$ 2,457	\$ 2,482	\$ 34,182
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,550	\$ 0	\$ 2,550	\$ (12,333)
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 0	\$ 0	\$ 0	\$ 0
Transfers Out	0	0	0	(1,115,413)
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ (1,115,413)
Net Change in Fund Balances	\$ 2,550	\$ 0	\$ 2,550	\$ (1,127,746)
Fund Balance, July 1, 2020	14,594	0	14,594	1,278,346
Fund Balance, June 30, 2021	\$ 17,144	\$ 0	\$ 17,144	\$ 150,600

(Continued)

Exhibit F-2

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

	Capital Projects Funds (Cont.)		Total Nonmajor Governmental Funds
	Other Capital Projects	Total	
<u>Revenues</u>			
Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 2,575
Charges for Current Services	0	0	2,457
Other Local Revenues	21,330	43,179	43,179
Other Governments and Citizens Groups	20,000	20,000	20,000
Total Revenues	<u>\$ 41,330</u>	<u>\$ 63,179</u>	<u>\$ 68,211</u>
<u>Expenditures</u>			
Current:			
Administration of Justice	\$ 0	\$ 0	\$ 2,457
Other Operations	0	0	25
Capital Projects	577,407	611,589	611,589
Total Expenditures	<u>\$ 577,407</u>	<u>\$ 611,589</u>	<u>\$ 614,071</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (536,077)</u>	<u>\$ (548,410)</u>	<u>\$ (545,860)</u>
<u>Other Financing Sources (Uses)</u>			
Transfers In	\$ 1,565,413	\$ 1,565,413	\$ 1,565,413
Transfers Out	0	(1,115,413)	(1,115,413)
Total Other Financing Sources (Uses)	<u>\$ 1,565,413</u>	<u>\$ 450,000</u>	<u>\$ 450,000</u>
Net Change in Fund Balances	\$ 1,029,336	\$ (98,410)	\$ (95,860)
Fund Balance, July 1, 2020	<u>693,885</u>	<u>1,972,231</u>	<u>1,986,825</u>
Fund Balance, June 30, 2021	<u>\$ 1,723,221</u>	<u>\$ 1,873,821</u>	<u>\$ 1,890,965</u>

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, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 2,575	\$ 6,700	\$ 6,700	\$ (4,125)
Total Revenues	\$ 2,575	\$ 6,700	\$ 6,700	\$ (4,125)
<u>Expenditures</u>				
<u>Other Operations</u>				
Miscellaneous	\$ 25	\$ 100	\$ 100	\$ 75
Total Expenditures	\$ 25	\$ 100	\$ 100	\$ 75
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,550	\$ 6,600	\$ 6,600	\$ (4,050)
Net Change in Fund Balance	\$ 2,550	\$ 6,600	\$ 6,600	\$ (4,050)
Fund Balance, July 1, 2020	14,594	20,024	14,594	0
Fund Balance, June 30, 2021	\$ 17,144	\$ 26,624	\$ 21,194	\$ (4,050)

Exhibit F-4

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, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Other Local Revenues	\$ 21,849	\$ 0	\$ 21,849	\$ 0
Total Revenues	\$ 21,849	\$ 0	\$ 21,849	\$ 0
<u>Expenditures</u>				
<u>Capital Projects</u>				
Administration of Justice Projects	\$ 0	\$ 400,000	\$ 0	\$ 0
Public Safety Projects	34,182	459,394	184,782	150,600
Total Expenditures	\$ 34,182	\$ 859,394	\$ 184,782	\$ 150,600
Excess (Deficiency) of Revenues Over Expenditures	\$ (12,333)	\$ (859,394)	\$ (162,933)	\$ 150,600
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (1,115,413)	\$ 0	\$ (1,115,413)	\$ 0
Total Other Financing Sources	\$ (1,115,413)	\$ 0	\$ (1,115,413)	\$ 0
Net Change in Fund Balance	\$ (1,127,746)	\$ (859,394)	\$ (1,278,346)	\$ 150,600
Fund Balance, July 1, 2020	1,278,346	859,394	1,278,346	0
Fund Balance, June 30, 2021	\$ 150,600	\$ 0	\$ 0	\$ 150,600

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, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Other Local Revenues	\$ 21,330	\$ 0	\$ 0	\$ 21,330	\$ 0	\$ 8,133	\$ 13,197
Other Governments and Citizens Groups	20,000	0	0	20,000	0	20,000	0
Total Revenues	\$ 41,330	\$ 0	\$ 0	\$ 41,330	\$ 0	\$ 28,133	\$ 13,197
<u>Expenditures</u>							
<u>Capital Projects</u>							
General Administration Projects	\$ 159,969	\$ (128,492)	\$ 0	\$ 31,477	\$ 265,392	\$ 880,289	\$ 848,812
Public Safety Projects	16,581	0	29,148	45,729	100,000	636,517	590,788
Public Health and Welfare Projects	400,857	0	0	400,857	650,000	650,000	249,143
Total Expenditures	\$ 577,407	\$ (128,492)	\$ 29,148	\$ 478,063	\$ 1,015,392	\$ 2,166,806	\$ 1,688,743
Excess (Deficiency) of Revenues Over Expenditures	\$ (536,077)	\$ 128,492	\$ (29,148)	\$ (436,733)	\$ (1,015,392)	\$ (2,138,673)	\$ 1,701,940
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 1,565,413	\$ 0	\$ 0	\$ 1,565,413	\$ 450,000	\$ 1,545,413	\$ 20,000
Total Other Financing Sources	\$ 1,565,413	\$ 0	\$ 0	\$ 1,565,413	\$ 450,000	\$ 1,545,413	\$ 20,000
Net Change in Fund Balance	\$ 1,029,336	\$ 128,492	\$ (29,148)	\$ 1,128,680	\$ (565,392)	\$ (593,260)	\$ 1,721,940
Fund Balance, July 1, 2020	693,885	(128,492)	0	565,393	565,392	593,260	(27,867)
Fund Balance, June 30, 2021	\$ 1,723,221	\$ 0	\$ (29,148)	\$ 1,694,073	\$ 0	\$ 0	\$ 1,694,073

Major Governmental Fund

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.

Exhibit G

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, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 11,966,570	\$ 8,456,200	\$ 8,459,599	\$ 3,506,971
Other Local Revenues	154,622	380,000	380,000	(225,378)
Other Governments and Citizens Groups	299,534	299,534	299,534	0
Total Revenues	<u>\$ 12,420,726</u>	<u>\$ 9,135,734</u>	<u>\$ 9,139,133</u>	<u>\$ 3,281,593</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 2,103,850	\$ 2,103,850	\$ 2,103,850	0
Education	3,682,550	3,682,550	3,682,550	0
<u>Interest on Debt</u>				
General Government	973,140	973,129	973,140	0
Education	1,746,299	1,746,298	1,746,299	0
<u>Other Debt Service</u>				
General Government	156,723	165,750	169,138	12,415
Education	500	8,700	8,700	8,200
Total Expenditures	<u>\$ 8,663,062</u>	<u>\$ 8,680,277</u>	<u>\$ 8,683,677</u>	<u>\$ 20,615</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 3,757,664</u>	<u>\$ 455,457</u>	<u>\$ 455,456</u>	<u>\$ 3,302,208</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (450,000)	\$ (450,000)	\$ (450,000)	0
Total Other Financing Sources	<u>\$ (450,000)</u>	<u>\$ (450,000)</u>	<u>\$ (450,000)</u>	<u>0</u>
Net Change in Fund Balance	\$ 3,307,664	\$ 5,457	\$ 5,456	\$ 3,302,208
Fund Balance, July 1, 2020	<u>19,457,770</u>	<u>16,735,098</u>	<u>19,457,770</u>	<u>0</u>
Fund Balance, June 30, 2021	<u>\$ 22,765,434</u>	<u>\$ 16,740,555</u>	<u>\$ 19,463,226</u>	<u>\$ 3,302,208</u>

Custodial Funds

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

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

Constitutional Officers - Custodial Fund – The Constitutional Officers - Custodial Fund is used to account for amounts collected in a custodial capacity by the county clerk, circuit 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 Net Position
Custodial Funds
June 30, 2021

	Custodial Funds		
	Cities - Sales Tax	Constitu- tional Officers - Custodial	Total
<u>ASSETS</u>			
Cash	\$ 0	\$ 1,831,316	\$ 1,831,316
Accounts Receivable	0	3,585	3,585
Due from Other Governments	986,376	0	986,376
Total Assets	<u>\$ 986,376</u>	<u>\$ 1,834,901</u>	<u>\$ 2,821,277</u>
<u>LIABILITIES</u>			
Due to Other Taxing Units	\$ 986,376	\$ 0	\$ 986,376
Total Liabilities	<u>\$ 986,376</u>	<u>\$ 0</u>	<u>\$ 986,376</u>
<u>NET POSITION</u>			
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 0</u>	<u>\$ 1,834,901</u>	<u>\$ 1,834,901</u>
Total Net Position	<u>\$ 0</u>	<u>\$ 1,834,901</u>	<u>\$ 1,834,901</u>

Exhibit H-2

Bedford County, Tennessee
Combining Statement of Changes in Net Position
Custodial Funds
For the Year Ended June 30, 2021

	Custodial Funds		
	Cities -	Constitu -	
	Sales	tional	
	Tax	Officers -	
		Custodial	Total
<u>Additions</u>			
Sales Tax Collections for Other Governments	\$ 6,688,245	\$ 0	\$ 6,688,245
Fines/Fees and Other Collections	0	11,165,988	11,165,988
Total Additions	\$ 6,688,245	\$ 11,165,988	\$ 17,854,233
<u>Deductions</u>			
Payment of Sales Tax Collections to Other Governments	\$ 6,688,245	\$ 0	\$ 6,688,245
Payments to State	0	7,691,964	7,691,964
Payments to County/City	0	1,075,485	1,075,485
Payments to Individuals and Others	0	2,027,097	2,027,097
Total Deductions	\$ 6,688,245	\$ 10,794,546	\$ 17,482,791
Change in Net Position	\$ 0	\$ 371,442	\$ 371,442
Net Position July 1, 2020	\$ 0	\$ 0	\$ 0
Restatement - See Note I.D.11	0	1,463,459	1,463,459
Net Position June 30, 2021	\$ 0	\$ 1,834,901	\$ 1,834,901

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, four 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.

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

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

Exhibit I-1

Bedford County, Tennessee
Statement of Activities
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental Activities:				
Instruction	\$ 47,664,487	\$ 357,657	\$ 8,603,940	\$ (38,702,890)
Support Services	25,536,243	41,539	0	(25,494,704)
Operation of Non-instructional Services	7,693,008	2,365,288	5,493,624	165,904
Total Governmental Activities	<u>\$ 80,893,738</u>	<u>\$ 2,764,484</u>	<u>\$ 14,097,564</u>	<u>\$ (64,031,690)</u>
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 9,415,563
Local Option Sales Taxes				3,377,909
Other Local Taxes				33,527
Grants and Contributions Not Restricted to Specific Programs				55,611,458
Unrestricted Investment Income				104,411
Miscellaneous				298,138
Insurance Recovery				113,770
Gain on Sale of Capital Assets				25,700
Total General Revenues				<u>\$ 68,980,476</u>
Change in Net Position				\$ 4,948,786
Net Position, July 1, 2020				134,071,059
Restatement - See Note I.D.11				<u>1,172,846</u>
Net Position, June 30, 2021				<u>\$ 140,192,691</u>

Exhibit I-2

Bedford County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Bedford County School Department
June 30, 2021

	Major Funds		Nonmajor Funds	
	General Purpose School	School Federal Projects	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>				
Cash	\$ 300	\$ 0	\$ 1,357,117	\$ 1,357,417
Equity in Pooled Cash and Investments	25,808,951	337,576	3,358,381	29,504,908
Inventories	0	0	103,479	103,479
Accounts Receivable	16,116	13,477	35,523	65,116
Allowance for Uncollectibles	0	0	(32,207)	(32,207)
Due from Other Governments	1,610,156	454,742	380,907	2,445,805
Due from Other Funds	390,351	0	0	390,351
Property Taxes Receivable	8,620,173	0	0	8,620,173
Allowance for Uncollectible Property Taxes	(127,629)	0	0	(127,629)
Restricted Assets	637,835	0	0	637,835
Total Assets	<u>\$ 36,956,253</u>	<u>\$ 805,795</u>	<u>\$ 5,203,200</u>	<u>\$ 42,965,248</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 305,730	\$ 13,693	\$ 45,423	\$ 364,846
Accrued Payroll	7,638	0	0	7,638
Payroll Deductions Payable	1,317,760	101,751	57,607	1,477,118
Due to Other Funds	0	390,351	0	390,351
Total Liabilities	<u>\$ 1,631,128</u>	<u>\$ 505,795</u>	<u>\$ 103,030</u>	<u>\$ 2,239,953</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 8,235,916	\$ 0	\$ 0	\$ 8,235,916
Deferred Delinquent Property Taxes	251,048	0	0	251,048
Other Deferred/Unavailable Revenue	296,921	0	0	296,921
Total Deferred Inflows of Resources	<u>\$ 8,783,885</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 8,783,885</u>

(Continued)

Exhibit I-2

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

	Major Funds		Nonmajor Funds	
	General Purpose School	School Federal Projects	Other Govern- mental Funds	Total Governmental Funds
<u>FUND BALANCES</u>				
Nonspendable:				
Inventory	\$ 0	\$ 0	\$ 103,479	\$ 103,479
Restricted:				
Restricted for Education	83,050	0	4,468,500	4,551,550
Restricted for Capital Projects	0	0	159,052	159,052
Restricted for Hybrid Retirement Stabilization Funds	637,835	0	0	637,835
Committed:				
Committed for Education	6,175,544	300,000	369,139	6,844,683
Assigned:				
Assigned for Education	5,975,311	0	0	5,975,311
Unassigned	13,669,500	0	0	13,669,500
Total Fund Balances	<u>\$ 26,541,240</u>	<u>\$ 300,000</u>	<u>\$ 5,100,170</u>	<u>\$ 31,941,410</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 36,956,253</u>	<u>\$ 805,795</u>	<u>\$ 5,203,200</u>	<u>\$ 42,965,248</u>

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, 2021

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)		\$	31,941,410
(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		94,095,052	
Add: other capital assets net of accumulated depreciation		<u>4,534,168</u>	101,405,111
(2) Long-term liabilities are not due and payable in the current and therefore are not reported in the governmental funds.			
Less: other post employment benefits liability			(6,323,431)
(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	\$	5,781,202	
Less: deferred inflows of resources related to pensions		(3,164,432)	
Add: deferred outflows of resources related to OPEB		1,951,294	
Less: deferred inflows of resources related to OPEB		<u>(1,495,659)</u>	3,072,405
(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	\$	3,209,322	
Add: net pension asset - teacher retirement plan		376,761	
Add: net pension asset - teacher legacy pension plan		<u>5,963,144</u>	9,549,227
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>547,969</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>140,192,691</u></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, 2021

	Major Funds		Nonmajor Funds Other	Total Governmental Funds
	General Purpose School	School Federal Projects	Govern- mental Funds	
<u>Revenues</u>				
Local Taxes	\$ 13,298,697	\$ 0	\$ 0	\$ 13,298,697
Licenses and Permits	2,044	0	0	2,044
Charges for Current Services	42,609	0	431,258	473,867
Other Local Revenues	265,062	0	2,277,717	2,542,779
State of Tennessee	55,087,428	0	0	55,087,428
Federal Government	321,024	8,384,679	5,438,527	14,144,230
Total Revenues	\$ 69,016,864	\$ 8,384,679	\$ 8,147,502	\$ 85,549,045
<u>Expenditures</u>				
Current:				
Instruction	\$ 41,558,779	\$ 5,353,895	\$ 0	\$ 46,912,674
Support Services	22,940,163	2,966,651	55,800	25,962,614
Operation of Non-Instructional Services	807,431	69,501	6,860,987	7,737,919
Capital Outlay	1,080,840	0	0	1,080,840
Total Expenditures	\$ 66,387,213	\$ 8,390,047	\$ 6,916,787	\$ 81,694,047
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,629,651	\$ (5,368)	\$ 1,230,715	\$ 3,854,998
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 113,770	\$ 0	\$ 0	\$ 113,770
Total Other Financing Sources (Uses)	\$ 113,770	\$ 0	\$ 0	\$ 113,770

(Continued)

Exhibit I-4

Bedford County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds

Discretely Presented Bedford County School Department (Cont.)

	Major Funds		Nonmajor Funds	
	General Purpose School	School Federal Projects	Other Govern- mental Funds	Total Governmental Funds
Net Change in Fund Balances	\$ 2,743,421	\$ (5,368)	\$ 1,230,715	\$ 3,968,768
Restatement	0	0	1,172,846	1,172,846
Fund Balance, July 1, 2020	23,797,819	305,368	2,696,609	26,799,796
Fund Balance, June 30, 2021	<u>\$ 26,541,240</u>	<u>\$ 300,000</u>	<u>\$ 5,100,170</u>	<u>\$ 31,941,410</u>

Exhibit I-5

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, 2021

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)		\$ 3,968,768
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 2,746,919	
Less: current-year depreciation expense	<u>(4,238,622)</u>	(1,491,703)
(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		(27,450)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2020	\$ (582,199)	
Add: deferred delinquent property taxes and other deferred June 30, 2021	<u>547,969</u>	(34,230)
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in other postemployment benefits liability	\$ (1,239,358)	
Change in deferred outflows of resources related to pensions	799,961	
Change in deferred inflows of resources related to pensions	4,492,466	
Change in deferred outflows of resources related to OPEB	764,556	
Change in deferred inflows of resources related to OPEB	144,766	
Change in net pension asset - agent pension plan	(603,779)	
Change in net pension asset - teacher retirement plan	(18,191)	
Change in net pension asset - teacher legacy pension plan	<u>(1,807,020)</u>	<u>2,533,401</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 4,948,786</u>

Exhibit I-6

Bedford County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Bedford County School Department
June 30, 2021

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	Central Cafeteria	Extended School Program	Internal School	Total	Education Capital Projects	
<u>ASSETS</u>						
Cash	\$ 32,508	\$ 600	\$ 1,324,009	\$ 1,357,117	\$ 0	\$ 1,357,117
Equity in Pooled Cash and Investments	2,833,410	365,919	0	3,199,329	159,052	3,358,381
Inventories	103,479	0	0	103,479	0	103,479
Accounts Receivable	1	35,522	0	35,523	0	35,523
Allowance for Uncollectibles	0	(32,207)	0	(32,207)	0	(32,207)
Due from Other Governments	370,520	10,387	0	380,907	0	380,907
Total Assets	<u>\$ 3,339,918</u>	<u>\$ 380,221</u>	<u>\$ 1,324,009</u>	<u>\$ 5,044,148</u>	<u>\$ 159,052</u>	<u>\$ 5,203,200</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 36,860	\$ 8,563	\$ 0	\$ 45,423	\$ 0	\$ 45,423
Payroll Deductions Payable	55,088	2,519	0	57,607	0	57,607
Total Liabilities	<u>\$ 91,948</u>	<u>\$ 11,082</u>	<u>\$ 0</u>	<u>\$ 103,030</u>	<u>\$ 0</u>	<u>\$ 103,030</u>
<u>FUND BALANCES</u>						
Nonspendable:						
Inventory	\$ 103,479	\$ 0	\$ 0	\$ 103,479	\$ 0	\$ 103,479
Restricted:						
Restricted for Education	3,144,491	0	1,324,009	4,468,500	0	4,468,500
Restricted for Capital Projects	0	0	0	0	159,052	159,052
Committed:						
Committed for Education	0	369,139	0	369,139	0	369,139
Total Fund Balances	<u>\$ 3,247,970</u>	<u>\$ 369,139</u>	<u>\$ 1,324,009</u>	<u>\$ 4,941,118</u>	<u>\$ 159,052</u>	<u>\$ 5,100,170</u>
Total Liabilities and Fund Balances	<u>\$ 3,339,918</u>	<u>\$ 380,221</u>	<u>\$ 1,324,009</u>	<u>\$ 5,044,148</u>	<u>\$ 159,052</u>	<u>\$ 5,203,200</u>

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, 2021

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	Central Cafeteria	Extended School Program	Internal School	Total	Education Capital Projects	
<u>Revenues</u>						
Charges for Current Services	\$ 74,671	\$ 356,587	\$ 0	\$ 431,258	\$ 0	\$ 431,258
Other Local Revenues	1,366	31	2,276,320	2,277,717	0	2,277,717
Federal Government	5,438,527	0	0	5,438,527	0	5,438,527
Total Revenues	<u>\$ 5,514,564</u>	<u>\$ 356,618</u>	<u>\$ 2,276,320</u>	<u>\$ 8,147,502</u>	<u>\$ 0</u>	<u>\$ 8,147,502</u>
<u>Expenditures</u>						
Current:						
Support Services	\$ 54,000	\$ 1,800	\$ 0	\$ 55,800	\$ 0	\$ 55,800
Operation of Non-Instructional Services	4,386,230	349,600	2,125,157	6,860,987	0	6,860,987
Total Expenditures	<u>\$ 4,440,230</u>	<u>\$ 351,400</u>	<u>\$ 2,125,157</u>	<u>\$ 6,916,787</u>	<u>\$ 0</u>	<u>\$ 6,916,787</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,074,334</u>	<u>\$ 5,218</u>	<u>\$ 151,163</u>	<u>\$ 1,230,715</u>	<u>\$ 0</u>	<u>\$ 1,230,715</u>
Net Change in Fund Balances	\$ 1,074,334	\$ 5,218	\$ 151,163	\$ 1,230,715	\$ 0	\$ 1,230,715
Restatement	0	0	1,172,846	1,172,846	0	1,172,846
Fund Balance, July 1, 2020	<u>2,173,636</u>	<u>363,921</u>	<u>0</u>	<u>2,537,557</u>	<u>159,052</u>	<u>2,696,609</u>
Fund Balance, June 30, 2021	<u>\$ 3,247,970</u>	<u>\$ 369,139</u>	<u>\$ 1,324,009</u>	<u>\$ 4,941,118</u>	<u>\$ 159,052</u>	<u>\$ 5,100,170</u>

Exhibit I-8

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, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 13,298,697	\$ 0	\$ 0	\$ 13,298,697	\$ 12,576,970	\$ 12,576,970	\$ 721,727
Licenses and Permits	2,044	0	0	2,044	3,000	3,000	(956)
Charges for Current Services	42,609	0	0	42,609	123,000	141,848	(99,239)
Other Local Revenues	265,062	0	0	265,062	139,000	215,483	49,579
State of Tennessee	55,087,428	0	0	55,087,428	53,560,917	54,875,317	212,111
Federal Government	321,024	0	0	321,024	0	412,554	(91,530)
Total Revenues	\$ 69,016,864	\$ 0	\$ 0	\$ 69,016,864	\$ 66,402,887	\$ 68,225,172	\$ 791,692
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 36,148,354	\$ 0	\$ 0	\$ 36,148,354	\$ 37,970,085	\$ 39,051,167	\$ 2,902,813
Alternative Instruction Program	574,071	0	0	574,071	701,847	702,447	128,376
Special Education Program	3,318,500	0	0	3,318,500	3,775,435	3,639,302	320,802
Career and Technical Education Program	1,517,854	0	0	1,517,854	1,551,620	1,568,620	50,766
<u>Support Services</u>							
Attendance	114,679	0	0	114,679	117,415	134,181	19,502
Health Services	633,947	0	0	633,947	618,999	647,560	13,613
Other Student Support	1,996,310	0	0	1,996,310	1,812,977	2,179,318	183,008
Regular Instruction Program	1,550,419	0	0	1,550,419	1,744,205	1,787,636	237,217
Special Education Program	470,564	0	0	470,564	451,209	483,309	12,745
Career and Technical Education Program	23,740	0	0	23,740	30,200	28,200	4,460
Technology	1,243,875	0	0	1,243,875	1,250,013	1,285,352	41,477
Other Programs	110,852	0	0	110,852	0	110,852	0
Board of Education	1,209,834	0	0	1,209,834	946,885	1,287,186	77,352
Director of Schools	459,633	0	0	459,633	757,943	485,444	25,811
Office of the Principal	4,112,585	0	0	4,112,585	4,091,729	4,145,246	32,661
Human Services/Personnel	213,475	0	0	213,475	275,934	318,438	104,963
Operation of Plant	5,288,774	0	0	5,288,774	6,540,003	6,619,616	1,330,842
Maintenance of Plant	2,046,227	(2,386)	17,652	2,061,493	2,529,912	2,593,059	531,566

(Continued)

Exhibit I-8

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 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Transportation	\$ 3,465,249	\$ (17,000)	\$ 33,000	\$ 3,481,249	\$ 3,962,026	\$ 4,419,914	\$ 938,665
<u>Operation of Non-Instructional Services</u>							
Food Service	47,176	0	0	47,176	54,022	54,022	6,846
Community Services	83,848	0	0	83,848	226,750	147,388	63,540
Early Childhood Education	676,407	0	0	676,407	702,356	706,386	29,979
<u>Capital Outlay</u>							
Regular Capital Outlay	1,080,840	(651,474)	1,047,476	1,476,842	2,708,915	2,709,915	1,233,073
Total Expenditures	<u>\$ 66,387,213</u>	<u>\$ (670,860)</u>	<u>\$ 1,098,128</u>	<u>\$ 66,814,481</u>	<u>\$ 72,820,480</u>	<u>\$ 75,104,558</u>	<u>\$ 8,290,077</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,629,651	\$ 670,860	\$ (1,098,128)	\$ 2,202,383	\$ (6,417,593)	\$ (6,879,386)	\$ 9,081,769
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 113,770	\$ 0	\$ 0	\$ 113,770	\$ 0	\$ 113,771	\$ (1)
Transfers In	0	0	0	0	8,000	8,000	(8,000)
Transfers Out	0	0	0	0	(42,505)	0	0
Total Other Financing Sources	<u>\$ 113,770</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 113,770</u>	<u>\$ (34,505)</u>	<u>\$ 121,771</u>	<u>\$ (8,001)</u>
Net Change in Fund Balance	\$ 2,743,421	\$ 670,860	\$ (1,098,128)	\$ 2,316,153	\$ (6,452,098)	\$ (6,757,615)	\$ 9,073,768
Fund Balance, July 1, 2020	<u>23,797,819</u>	<u>(670,860)</u>	<u>0</u>	<u>23,126,959</u>	<u>17,618,074</u>	<u>23,530,400</u>	<u>(403,441)</u>
Fund Balance, June 30, 2021	<u><u>\$ 26,541,240</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (1,098,128)</u></u>	<u><u>\$ 25,443,112</u></u>	<u><u>\$ 11,165,976</u></u>	<u><u>\$ 16,772,785</u></u>	<u><u>\$ 8,670,327</u></u>

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
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Federal Government	\$ 8,384,679	\$ 0	\$ 8,384,679	\$ 14,038,517	\$ 15,641,798	\$ (7,257,119)
Total Revenues	\$ 8,384,679	\$ 0	\$ 8,384,679	\$ 14,038,517	\$ 15,641,798	\$ (7,257,119)
<u>Expenditures</u>						
<u>Instruction</u>						
Regular Instruction Program	\$ 4,059,947	\$ 0	\$ 4,059,947	\$ 5,509,467	\$ 6,230,400	\$ 2,170,453
Special Education Program	1,183,268	(119)	1,183,149	1,294,282	1,608,940	425,791
Career and Technical Education Program	110,680	0	110,680	74,581	112,256	1,576
<u>Support Services</u>						
Health Services	11,294	0	11,294	14,328	14,328	3,034
Other Student Support	69,310	0	69,310	146,594	159,931	90,621
Regular Instruction Program	1,950,011	0	1,950,011	4,538,583	4,956,492	3,006,481
Special Education Program	385,573	0	385,573	395,653	575,493	189,920
Career and Technical Education Program	7,707	0	7,707	15,707	8,707	1,000
Technology	49,116	0	49,116	59,244	59,244	10,128
Maintenance of Plant	80,282	0	80,282	92,259	92,259	11,977
Transportation	413,358	0	413,358	1,511,713	1,437,642	1,024,284
<u>Operation of Non-Instructional Services</u>						
Food Service	69,501	0	69,501	386,106	386,106	316,605
Total Expenditures	\$ 8,390,047	\$ (119)	\$ 8,389,928	\$ 14,038,517	\$ 15,641,798	\$ 7,251,870
Excess (Deficiency) of Revenues						
Over Expenditures	\$ (5,368)	\$ 119	\$ (5,249)	\$ 0	\$ 0	\$ (5,249)

(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)	Less: Encumbrances 7/1/2020	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)	\$ 0	\$ 0	\$ (5,249)
Fund Balance, July 1, 2020	305,368	(119)	305,249	0	0	305,249
Fund Balance, June 30, 2021	\$ 300,000	\$ 0	\$ 300,000	\$ 0	\$ 0	\$ 300,000

Exhibit I-10

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Bedford County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 74,671	\$ 300,000	\$ 300,000	\$ (225,329)
Other Local Revenues	1,366	3,000	3,000	(1,634)
Federal Government	5,438,527	4,900,000	5,288,725	149,802
Total Revenues	<u>\$ 5,514,564</u>	<u>\$ 5,203,000</u>	<u>\$ 5,591,725</u>	<u>\$ (77,161)</u>
<u>Expenditures</u>				
<u>Support Services</u>				
Board of Education	\$ 54,000	\$ 54,000	\$ 54,000	\$ 0
<u>Operation of Non-Instructional Services</u>				
Food Service	4,386,230	5,650,424	6,073,865	1,687,635
Total Expenditures	<u>\$ 4,440,230</u>	<u>\$ 5,704,424</u>	<u>\$ 6,127,865</u>	<u>\$ 1,687,635</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,074,334</u>	<u>\$ (501,424)</u>	<u>\$ (536,140)</u>	<u>\$ 1,610,474</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 0	\$ 0	\$ 12,704	\$ (12,704)
Transfers Out	0	(22,012)	0	0
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ (22,012)</u>	<u>\$ 12,704</u>	<u>\$ (12,704)</u>
Net Change in Fund Balance	\$ 1,074,334	\$ (523,436)	\$ (523,436)	\$ 1,597,770
Fund Balance, July 1, 2020	<u>2,173,636</u>	<u>1,641,091</u>	<u>2,173,636</u>	<u>0</u>
Fund Balance, June 30, 2021	<u>\$ 3,247,970</u>	<u>\$ 1,117,655</u>	<u>\$ 1,650,200</u>	<u>\$ 1,597,770</u>

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, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 356,587	\$ 559,578	\$ 559,578	\$ (202,991)
Other Local Revenues	31	0	0	31
Total Revenues	<u>\$ 356,618</u>	<u>\$ 559,578</u>	<u>\$ 559,578</u>	<u>\$ (202,960)</u>
<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	349,600	567,059	567,059	217,459
Total Expenditures	<u>\$ 351,400</u>	<u>\$ 568,859</u>	<u>\$ 568,859</u>	<u>\$ 217,459</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 5,218</u>	<u>\$ (9,281)</u>	<u>\$ (9,281)</u>	<u>\$ 14,499</u>
Net Change in Fund Balance	\$ 5,218	\$ (9,281)	\$ (9,281)	\$ 14,499
Fund Balance, July 1, 2020	<u>363,921</u>	<u>281,373</u>	<u>363,921</u>	<u>0</u>
Fund Balance, June 30, 2021	<u><u>\$ 369,139</u></u>	<u><u>\$ 272,092</u></u>	<u><u>\$ 354,640</u></u>	<u><u>\$ 14,499</u></u>

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, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
<u>Expenditures</u>				
<u>Capital Projects</u>				
Education Capital Projects	\$ 0	\$ 159,052	\$ 159,052	\$ 159,052
Total Expenditures	\$ 0	\$ 159,052	\$ 159,052	\$ 159,052
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ (159,052)	\$ (159,052)	\$ 159,052
Net Change in Fund Balance	\$ 0	\$ (159,052)	\$ (159,052)	\$ 159,052
Fund Balance, July 1, 2020	159,052	159,052	159,052	0
Fund Balance, June 30, 2021	\$ 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, 2021

Description of Indebtedness	Original Amount of Issue	Interest Rate		Date of Issue	Last Maturity Date	Outstanding 7-1-20	Paid and/or Matured During Period	Outstanding 6-30-21
<u>NOTES PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
Renovation of Courthouse Annex	\$ 1,000,000	2.98	%	2-26-19	3-1-26	\$ 870,000	\$ 135,000	\$ 735,000
Public Improvements; Safety Equipment	1,650,000	2.02		10-1-19	6-1-29	1,545,800	158,400	1,387,400
Total Notes Payable						<u>\$ 2,415,800</u>	<u>\$ 293,400</u>	<u>\$ 2,122,400</u>
<u>OTHER LOANS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
Jail/Justice Center	32,750,000	2.33		12-15-16	12-1-36	\$ 29,938,000	\$ 1,455,000	\$ 28,483,000
School	19,275,000	2.43		11-2-16	11-1-36	17,635,000	850,000	16,785,000
Jail/Justice Center	5,000,000	2.65		10-10-17	12-1-37	4,794,000	192,000	4,602,000
School	4,500,000	2.55		12-28-17	11-1-37	4,313,000	211,000	4,102,000
Total Other Loans Payable						<u>\$ 56,680,000</u>	<u>\$ 2,708,000</u>	<u>\$ 53,972,000</u>
<u>BONDS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
General Obligation School Refunding	8,405,000	2.09		3-25-13	4-1-23	\$ 2,859,273	\$ 915,000	\$ 1,944,273
General Obligation School Refunding	2,610,000	2.6		4-15-15	4-1-25	1,430,000	265,000	1,165,000
General Obligation Refunding	34,735,000	3 to 5		4-12-19	4-1-37	33,175,000	1,605,000	31,570,000
Total Bonds Payable						<u>\$ 37,464,273</u>	<u>\$ 2,785,000</u>	<u>\$ 34,679,273</u>

Exhibit J-2

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

Year Ending June 30	Notes		
	Principal	Interest	Total
2022	\$ 301,600	\$ 49,928	\$ 351,528
2023	309,800	42,493	352,293
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	3,753	189,553
Total	<u>\$ 2,122,400</u>	<u>\$ 195,802</u>	<u>\$ 2,318,202</u>

Year Ending June 30	Other Loans		
	Principal	Interest	Total
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>\$ 53,972,000</u>	<u>\$ 11,168,698</u>	<u>\$ 65,140,698</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
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	\$ 34,679,273	\$ 9,178,381	\$ 43,857,654

Exhibit J-3

Bedford County, Tennessee
Schedule of Transfers
Primary Government
For the Year Ended June 30, 2021

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General Debt Service	Other Capital Projects	Capital Project	\$ 450,000
General Capital Projects	Other Capital Projects	Capital Project	<u>1,115,413</u>
Total Transfers Primary Government			<u><u>\$ 1,565,413</u></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, 2021

Exhibit J-4

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	\$ 106,145 (3)(8)	\$ 400,000	Tennessee Risk Management Trust
Highway Superintendent	Section 8-24-102, <i>TCA</i>	101,090 (1)(8)(13)	400,000	"
Superintendent of Schools:				
Don Embry (07-01-20 through 12-31-20)	State Board of Education and County Commission	58,180 (2)(11)(14)	400,000	"
Karen Scoggins (01-01-21 through 03-07-21)	State Board of Education and County Commission	20,797 (11)(15)(17)	400,000	"
Tammy Garrett (03-08-21 through 06-30-21)	State Board of Education and County Commission	39,111 (11)(16)	400,000	"
Trustee	Section 8-24-102, <i>TCA</i>	83,545 (3)	2,262,111 (9)	Auto-Owners (Mutual) Insurance Company
Assessor of Property	Section 8-24-102, <i>TCA</i>	83,545 (3)(4)	400,000	Tennessee Risk Management Trust
County Clerk	Section 8-24-102, <i>TCA</i>	83,545 (3)	400,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, <i>TCA</i>	91,900 (3)(5)(6)	400,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i> , and Chancery Court Judge	91,900 (3)(5)(12)	100,000 (9)	RLI Insurance Company
Register of Deeds	Section 8-24-102, <i>TCA</i>	83,545 (3)	400,000	Tennessee Risk Management Trust
Sheriff	Section 8-24-102, <i>TCA</i>	101,090 (7)(13)	400,000	"
Finance Director	County Commission	118,183 (10)	400,000	"
<u>Other Bonds</u>				
Employee Fidelity - County Departments			400,000	Tennessee Risk Management Trust
Employee Blanket Bond - School Department			400,000	"

- (1) Does not include \$16,982 for serving as the solid waste administrative officer.
- (2) Does not includes a career ladder supplement of \$1,700, a performance bonus of \$8,584, and retiree longevity bonus of \$2,000.
- (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 \$10,000 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 \$200/month for travel per contract.
- (12) Does not include special commissioner fees of \$2,400.
- (13) Due to the increases for the court clerks, sheriff and highway superintendent had to increase 10% per TCA 8-24-102(g).
- (14) Does not include \$450 for serving on the Budget and Finance Committee.
- (15) Does not include \$150 for serving on the Budget and Finance Committee.
- (16) Does not include \$300 for serving on the Budget and Finance Committee.
- (17) Includes \$16,564 paid from the Assistant(s) line item.

Exhibit J-5

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2021

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	Other Special Revenue	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 13,000,729	\$ 0	\$ 0	\$ 0	\$ 742,898	\$ 1,950,111
Trustee's Collections - Prior Year	385,018	0	0	0	22,782	88,504
Trustee's Collections - Bankruptcy	2,443	0	0	0	140	376
Circuit Clerk/Clerk and Master Collections - Prior Years	101,859	0	0	0	6,504	24,290
Interest and Penalty	69,170	0	0	0	3,824	14,206
Payments in-Lieu-of Taxes - T.V.A.	429,273	0	0	0	24,530	64,391
Payments in-Lieu-of Taxes - Local Utilities	72,428	0	0	0	4,139	10,864
Payments in-Lieu-of Taxes - Other	135,209	0	0	0	7,726	20,281
<u>County Local Option Taxes</u>						
Local Option Sales Tax	557,749	0	0	0	0	9,026,154
Hotel/Motel Tax	13,333	0	0	0	0	0
Litigation Tax - General	246,333	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	135,744	0	0	0	0	0
Litigation Tax - Courthouse Security	98,986	0	0	0	0	0
Business Tax	597,814	0	0	0	0	0
Mixed Drink Tax	1,954	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	168,677	0
Adequate Facilities/Development Tax	0	0	0	0	0	767,393
<u>Statutory Local Taxes</u>						
Bank Excise Tax	211,652	0	0	0	0	0
Wholesale Beer Tax	211,184	0	0	0	0	0
Total Local Taxes	\$ 16,270,878	\$ 0	\$ 0	\$ 0	\$ 981,220	\$ 11,966,570

(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	Other Special Revenue	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 696	\$ 0	\$ 0	\$ 0	\$ 0	0
Cable TV Franchise	52,849	0	0	0	0	0
<u>Permits</u>						
Beer Permits	1,948	0	0	0	0	0
Building Permits	322,814	0	0	0	0	0
Other Permits	67,205	0	0	0	0	0
Total Licenses and Permits	\$ 445,512	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 712	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	4,571	0	0	0	0	0
DUI Treatment Fines	238	0	0	0	0	0
Data Entry Fee - Circuit Court	1,198	0	0	0	0	0
<u>Criminal Court</u>						
Interpreter Fee	104	0	0	0	0	0
<u>General Sessions Court</u>						
Officers Costs	45,783	0	0	0	0	0
Game and Fish Fines	488	0	0	0	0	0
Drug Control Fines	486	2,575	0	0	0	0
Jail Fees	32,587	0	0	0	0	0
DUI Treatment Fines	13,966	0	0	0	0	0
Data Entry Fee - General Sessions Court	15,296	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	34,191	0	0	0	0	0
Jail Fees	276,549	0	0	0	0	0

(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	Other Special Revenue	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Chancery Court</u>						
Officers Costs	\$ 1,610	\$ 0	\$ 0	\$ 0	\$ 0	0
Data Entry Fee - Chancery Court	9,595	0	0	0	0	0
<u>Other Courts - In-county</u>						
Fines	4,883	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	4,408	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 446,665	\$ 2,575	\$ 0	\$ 0	\$ 0	0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Patient Charges	\$ 2,228,211	\$ 0	\$ 0	\$ 0	\$ 0	0
Other General Service Charges	5,624	0	0	0	0	0
Service Charges	77,978	0	0	0	0	0
<u>Fees</u>						
Copy Fees	8	0	0	0	0	0
Archives and Records Management Fee	150,511	0	0	0	0	0
Telephone Commissions	98,157	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	57	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	2,400	0	0
Data Processing Fee - Register	22,759	0	0	0	0	0
Probation Fees	332,188	0	0	0	0	0
Data Processing Fee - Sheriff	4,089	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	6,000	0	0	0	0	0
Data Processing Fee - County Clerk	8,230	0	0	0	0	0
Vehicle Registration Reinstatement Fees	4,925	0	0	0	0	0

(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	Other Special Revenue	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges</u>						
Other Charges for Services	\$ 47,431	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Charges for Current Services	\$ 2,986,111	\$ 0	\$ 0	\$ 2,457	\$ 0	\$ 0
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 1,944	\$ 0	\$ 0	\$ 154,622
Lease/Rentals	231,206	0	0	0	0	0
Sale of Materials and Supplies	0	0	0	0	837	0
Commissary Sales	13,938	0	0	0	0	0
Sale of Gasoline	0	0	0	0	6,790	0
Sale of Recycled Materials	127,986	0	0	0	366	0
Sale of Animals/Livestock	1,015	0	0	0	0	0
Miscellaneous Refunds	168,509	0	0	0	45,793	0
<u>Nonrecurring Items</u>						
Sale of Equipment	23,768	0	0	0	47,432	0
Contributions and Gifts	11,394	0	0	0	0	0
<u>Other Local Revenues</u>						
Other Local Revenues	21,275	0	0	0	0	0
Total Other Local Revenues	\$ 599,091	\$ 0	\$ 1,944	\$ 0	\$ 101,218	\$ 154,622
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 641,128	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	93,843	0	0	0	0	0
General Sessions Court Clerk	461,706	0	0	0	0	0

(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	Other Special Revenue	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Fees Received From County Officials (Cont.)</u>						
<u>Fees In-Lieu-of Salary (Cont.)</u>						
Clerk and Master	\$ 175,943	\$ 0	\$ 0	\$ 0	\$ 0	0
Register	355,191	0	0	0	0	0
Sheriff	21,253	0	0	0	0	0
Trustee	875,540	0	0	0	0	0
Total Fees Received From County Officials	\$ 2,624,604	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Health and Welfare Grants</u>						
Health Department Programs	244,519	0	0	0	0	0
<u>Public Works Grants</u>						
Bridge Program	0	0	0	0	238,038	0
State Aid Program	0	0	0	0	509,756	0
Litter Program	0	0	0	0	51,657	0
<u>Other State Revenues</u>						
Income Tax	80,145	0	0	0	0	0
Beer Tax	18,369	0	0	0	0	0
Vehicle Certificate of Title Fees	12,189	0	0	0	0	0
Alcoholic Beverage Tax	115,220	0	0	0	0	0
State Revenue Sharing - Telecommunications	108,266	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	8,658	0	0	0	0	0
Emergency Hospital - Prisoners	81	0	0	0	0	0
Contracted Prisoner Boarding	348,543	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	2,625,919	0

(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	Other Special Revenue	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Petroleum Special Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 32,511	\$ 0
Registrar's Salary Supplement	15,164	0	0	0	0	0
State Shared Sales Tax - Cities	7,100	0	0	0	0	0
Other State Grants	1,111,458	0	0	0	14,878	0
Other State Revenues	86,847	0	0	0	0	0
Total State of Tennessee	\$ 2,165,559	\$ 0	\$ 0	\$ 0	\$ 3,472,759	\$ 0
<u>Federal Government</u>						
<u>Federal Through State</u>						
Community Development	\$ 19,017	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Civil Defense Reimbursement	45,850	0	0	0	0	0
Disaster Relief	1,106	0	0	0	89,267	0
Homeland Security Grants	170,478	0	0	0	0	0
COVID-19 Grant #1	44,576	0	0	0	0	0
COVID-19 Grant #2	735,570	0	0	0	0	0
COVID-19 Grant #3	5,175	0	0	0	0	0
Other Federal through State	298,860	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Other Direct Federal Revenue	45,000	0	0	0	0	0
Total Federal Government	\$ 1,365,632	\$ 0	\$ 0	\$ 0	\$ 89,267	\$ 0
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 299,534

(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	Other Special Revenue	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Other Governments and Citizens Groups (Cont.)</u>						
<u>Citizens Groups</u>						
Donations	\$ 36,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	<u>\$ 36,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 299,534</u>
 Total	 <u>\$ 26,940,052</u>	 <u>\$ 2,575</u>	 <u>\$ 1,944</u>	 <u>\$ 2,457</u>	 <u>\$ 4,644,464</u>	 <u>\$ 12,420,726</u>

(Continued)

Exhibit J-5

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

	Capital Projects Funds		
	General Capital Projects	Other Capital Projects	Total
<u>Local Taxes</u>			
<u>County Property Taxes</u>			
Current Property Tax	\$ 0	\$ 0	\$ 15,693,738
Trustee's Collections - Prior Year	0	0	496,304
Trustee's Collections - Bankruptcy	0	0	2,959
Circuit Clerk/Clerk and Master Collections - Prior Years	0	0	132,653
Interest and Penalty	0	0	87,200
Payments in-Lieu-of Taxes - T.V.A.	0	0	518,194
Payments in-Lieu-of Taxes - Local Utilities	0	0	87,431
Payments in-Lieu-of Taxes - Other	0	0	163,216
<u>County Local Option Taxes</u>			
Local Option Sales Tax	0	0	9,583,903
Hotel/Motel Tax	0	0	13,333
Litigation Tax - General	0	0	246,333
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	135,744
Litigation Tax - Courthouse Security	0	0	98,986
Business Tax	0	0	597,814
Mixed Drink Tax	0	0	1,954
Mineral Severance Tax	0	0	168,677
Adequate Facilities/Development Tax	0	0	767,393
<u>Statutory Local Taxes</u>			
Bank Excise Tax	0	0	211,652
Wholesale Beer Tax	0	0	211,184
Total Local Taxes	\$ 0	\$ 0	\$ 29,218,668

(Continued)

Exhibit J-5

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

	Capital Projects Funds		
	General Capital Projects	Other Capital Projects	Total
<u>Licenses and Permits</u>			
<u>Licenses</u>			
Marriage Licenses	\$ 0	\$ 0	\$ 696
Cable TV Franchise	0	0	52,849
<u>Permits</u>			
Beer Permits	0	0	1,948
Building Permits	0	0	322,814
Other Permits	0	0	67,205
Total Licenses and Permits	\$ 0	\$ 0	\$ 445,512
<u>Fines, Forfeitures, and Penalties</u>			
<u>Circuit Court</u>			
Fines	\$ 0	\$ 0	\$ 712
Officers Costs	0	0	4,571
DUI Treatment Fines	0	0	238
Data Entry Fee - Circuit Court	0	0	1,198
<u>Criminal Court</u>			
Interpreter Fee	0	0	104
<u>General Sessions Court</u>			
Officers Costs	0	0	45,783
Game and Fish Fines	0	0	488
Drug Control Fines	0	0	3,061
Jail Fees	0	0	32,587
DUI Treatment Fines	0	0	13,966
Data Entry Fee - General Sessions Court	0	0	15,296
<u>Juvenile Court</u>			
Fines	0	0	34,191
Jail Fees	0	0	276,549

(Continued)

Exhibit J-5

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

	Capital Projects Funds		
	General Capital Projects	Other Capital Projects	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>			
<u>Chancery Court</u>			
Officers Costs	\$ 0	\$ 0	\$ 1,610
Data Entry Fee - Chancery Court	0	0	9,595
<u>Other Courts - In-county</u>			
Fines	0	0	4,883
<u>Other Fines, Forfeitures, and Penalties</u>			
Other Fines, Forfeitures, and Penalties	0	0	4,408
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 449,240
<u>Charges for Current Services</u>			
<u>General Service Charges</u>			
Patient Charges	\$ 0	\$ 0	\$ 2,228,211
Other General Service Charges	0	0	5,624
Service Charges	0	0	77,978
<u>Fees</u>			
Copy Fees	0	0	8
Archives and Records Management Fee	0	0	150,511
Telephone Commissions	0	0	98,157
Constitutional Officers' Fees and Commissions	0	0	57
Special Commissioner Fees/Special Master Fees	0	0	2,400
Data Processing Fee - Register	0	0	22,759
Probation Fees	0	0	332,188
Data Processing Fee - Sheriff	0	0	4,089
Sexual Offender Registration Fee - Sheriff	0	0	6,000
Data Processing Fee - County Clerk	0	0	8,230
Vehicle Registration Reinstatement Fees	0	0	4,925

(Continued)

Exhibit J-5

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

	Capital Projects Funds		
	General Capital Projects	Other Capital Projects	Total
<u>Charges for Current Services (Cont.)</u>			
<u>Education Charges</u>			
Other Charges for Services	\$ 0	\$ 0	\$ 47,431
Total Charges for Current Services	\$ 0	\$ 0	\$ 2,988,568
<u>Other Local Revenues</u>			
<u>Recurring Items</u>			
Investment Income	\$ 0	\$ 0	\$ 156,566
Lease/Rentals	0	0	231,206
Sale of Materials and Supplies	0	0	837
Commissary Sales	0	0	13,938
Sale of Gasoline	0	0	6,790
Sale of Recycled Materials	0	0	128,352
Sale of Animals/Livestock	0	0	1,015
Miscellaneous Refunds	21,849	21,330	257,481
<u>Nonrecurring Items</u>			
Sale of Equipment	0	0	71,200
Contributions and Gifts	0	0	11,394
<u>Other Local Revenues</u>			
Other Local Revenues	0	0	21,275
Total Other Local Revenues	\$ 21,849	\$ 21,330	\$ 900,054
<u>Fees Received From County Officials</u>			
<u>Fees In-Lieu-of Salary</u>			
County Clerk	\$ 0	\$ 0	\$ 641,128
Circuit Court Clerk	0	0	93,843
General Sessions Court Clerk	0	0	461,706

(Continued)

Exhibit J-5

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

	Capital Projects Funds		
	General Capital Projects	Other Capital Projects	Total
<u>Fees Received From County Officials (Cont.)</u>			
<u>Fees In-Lieu-of Salary (Cont.)</u>			
Clerk and Master	\$ 0	\$ 0	\$ 175,943
Register	0	0	355,191
Sheriff	0	0	21,253
Trustee	0	0	875,540
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,624,604</u>
<u>State of Tennessee</u>			
<u>General Government Grants</u>			
Juvenile Services Program	\$ 0	\$ 0	\$ 9,000
<u>Health and Welfare Grants</u>			
Health Department Programs	0	0	244,519
<u>Public Works Grants</u>			
Bridge Program	0	0	238,038
State Aid Program	0	0	509,756
Litter Program	0	0	51,657
<u>Other State Revenues</u>			
Income Tax	0	0	80,145
Beer Tax	0	0	18,369
Vehicle Certificate of Title Fees	0	0	12,189
Alcoholic Beverage Tax	0	0	115,220
State Revenue Sharing - Telecommunications	0	0	108,266
State Shared Sports Gaming Privilege Tax	0	0	8,658
Emergency Hospital - Prisoners	0	0	81
Contracted Prisoner Boarding	0	0	348,543
Gasoline and Motor Fuel Tax	0	0	2,625,919

(Continued)

Exhibit J-5

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

	Capital Projects Funds		
	General Capital Projects	Other Capital Projects	Total
<u>State of Tennessee (Cont.)</u>			
<u>Other State Revenues (Cont.)</u>			
Petroleum Special Tax	\$ 0	\$ 0	\$ 32,511
Registrar's Salary Supplement	0	0	15,164
State Shared Sales Tax - Cities	0	0	7,100
Other State Grants	0	0	1,126,336
Other State Revenues	0	0	86,847
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,638,318</u>
<u>Federal Government</u>			
<u>Federal Through State</u>			
Community Development	\$ 0	\$ 0	\$ 19,017
Civil Defense Reimbursement	0	0	45,850
Disaster Relief	0	0	90,373
Homeland Security Grants	0	0	170,478
COVID-19 Grant #1	0	0	44,576
COVID-19 Grant #2	0	0	735,570
COVID-19 Grant #3	0	0	5,175
Other Federal through State	0	0	298,860
<u>Direct Federal Revenue</u>			
Other Direct Federal Revenue	0	0	45,000
Total Federal Government	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,454,899</u>
<u>Other Governments and Citizens Groups</u>			
<u>Other Governments</u>			
Contributions	\$ 0	\$ 20,000	\$ 319,534

(Continued)

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

	Capital Projects Funds		
	General Capital Projects	Other Capital Projects	Total
Other Governments and Citizens Groups (Cont.)			
Citizens Groups			
Donations	\$ 0	\$ 0	\$ 36,000
Total Other Governments and Citizens Groups	\$ 0	\$ 20,000	\$ 355,534
Total	\$ 21,849	\$ 41,330	\$ 44,075,397

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, 2021

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School	Total
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 9,007,648	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,007,648
Trustee's Collections - Prior Year	299,484	0	0	0	0	299,484
Trustee's Collections - Bankruptcy	1,701	0	0	0	0	1,701
Circuit Clerk/Clerk and Master Collections - Prior Years	79,822	0	0	0	0	79,822
Interest and Penalty	51,685	0	0	0	0	51,685
Payments in-Lieu-of Taxes - T.V.A.	297,425	0	0	0	0	297,425
Payments in-Lieu-of Taxes - Local Utilities	50,182	0	0	0	0	50,182
Payments in-Lieu-of Taxes - Other	89,861	0	0	0	0	89,861
<u>County Local Option Taxes</u>						
Local Option Sales Tax	3,387,362	0	0	0	0	3,387,362
Mixed Drink Tax	33,527	0	0	0	0	33,527
Total Local Taxes	\$ 13,298,697	\$ 0	\$ 0	\$ 0	\$ 0	\$ 13,298,697
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 2,044	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,044
Total Licenses and Permits	\$ 2,044	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,044
<u>Charges for Current Services</u>						
<u>Education Charges</u>						
Tuition - Other	\$ 0	\$ 0	\$ 0	\$ 356,587	\$ 0	\$ 356,587
Lunch Payments - Adults	0	0	37,164	0	0	37,164
A la Carte Sales	0	0	37,507	0	0	37,507
Receipts from Individual Schools	41,539	0	0	0	0	41,539

(Continued)

Exhibit J-6

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

	Special Revenue Funds						Total
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School		
<u>Charges for Current Services (Cont.)</u>							
<u>Education Charges (Cont.)</u>							
Other Charges for Services	\$ 1,070	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,070
Total Charges for Current Services	\$ 42,609	\$ 0	\$ 74,671	\$ 356,587	\$ 0	\$ 0	\$ 473,867
<u>Other Local Revenues</u>							
<u>Recurring Items</u>							
Investment Income	\$ 103,045	\$ 0	\$ 1,366	\$ 0	\$ 0	\$ 0	\$ 104,411
Lease/Rentals	13,300	0	0	0	0	0	13,300
Sale of Recycled Materials	997	0	0	0	0	0	997
Miscellaneous Refunds	95,149	0	0	31	0	0	95,180
<u>Nonrecurring Items</u>							
Sale of Equipment	14,719	0	0	0	0	0	14,719
Contributions and Gifts	37,852	0	0	0	0	0	37,852
<u>Other Local Revenues</u>							
Other Local Revenues	0	0	0	0	2,276,320		2,276,320
Total Other Local Revenues	\$ 265,062	\$ 0	\$ 1,366	\$ 31	\$ 2,276,320	\$ 0	\$ 2,542,779
<u>State of Tennessee</u>							
<u>General Government Grants</u>							
On-behalf Contributions for OPEB	\$ 110,852	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 110,852
<u>State Education Funds</u>							
Basic Education Program	52,898,535	0	0	0	0	0	52,898,535
Early Childhood Education	678,087	0	0	0	0	0	678,087
School Food Service	55,097	0	0	0	0	0	55,097
Driver Education	22,187	0	0	0	0	0	22,187

(Continued)

Exhibit J-6

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

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School	Total
<u>State of Tennessee (Cont.)</u>						
<u>State Education Funds (Cont.)</u>						
Other State Education Funds	\$ 1,190,756	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,190,756
Career Ladder Program	115,374	0	0	0	0	115,374
<u>Other State Revenues</u>						
Other State Grants	16,540	0	0	0	0	16,540
Total State of Tennessee	\$ 55,087,428	\$ 0	\$ 0	\$ 0	\$ 0	\$ 55,087,428
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 3,325,266	\$ 0	\$ 0	\$ 3,325,266
USDA - Commodities	0	0	388,725	0	0	388,725
Breakfast	0	0	1,724,536	0	0	1,724,536
Vocational Education - Basic Grants to States	0	148,640	0	0	0	148,640
Title I Grants to Local Education Agencies	0	2,124,707	0	0	0	2,124,707
Special Education - Grants to States	0	1,833,587	0	0	0	1,833,587
Special Education Preschool Grants	0	46,111	0	0	0	46,111
English Language Acquisition Grants	0	110,334	0	0	0	110,334
Rural Education	0	110,884	0	0	0	110,884
Education for Homeless Children and Youth	0	15,912	0	0	0	15,912
Eisenhower Professional Development State Grants	0	269,921	0	0	0	269,921
COVID-19 Grant #1	0	1,664,814	0	0	0	1,664,814
COVID-19 Grant #3	0	125,000	0	0	0	125,000
COVID-19 Grant #4	80,015	0	0	0	0	80,015
COVID-19 Grant B	0	1,934,769	0	0	0	1,934,769
Other Federal through State	241,009	0	0	0	0	241,009
Total Federal Government	\$ 321,024	\$ 8,384,679	\$ 5,438,527	\$ 0	\$ 0	\$ 14,144,230
Total	\$ 69,016,864	\$ 8,384,679	\$ 5,514,564	\$ 356,618	\$ 2,276,320	\$ 85,549,045

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2021

General FundGeneral GovernmentCounty Commission

Board and Committee Members Fees	\$	113,576	
Social Security		6,500	
Pensions		3,054	
Medical Insurance		5,928	
Employer Medicare		1,612	
Advertising		1,863	
In Service/Staff Development		1,076	
Total County Commission			\$ 133,609

Board of Equalization

Board and Committee Members Fees	\$	2,320	
Total Board of Equalization			2,320

Beer Board

Board and Committee Members Fees	\$	138	
Total Beer Board			138

Budget and Finance Committee

Board and Committee Members Fees	\$	2,700	
Social Security		167	
Unemployment Compensation		2	
Employer Medicare		39	
Total Budget and Finance Committee			2,908

County Mayor/Executive

County Official/Administrative Officer	\$	106,145	
Secretary(ies)		43,690	
Part-time Personnel		18,402	
Educational Incentive - Official/Admin Officer		1,000	
Social Security		10,392	
Pensions		6,245	
Life Insurance		130	
Medical Insurance		11,856	
Unemployment Compensation		82	
Employer Medicare		2,430	
Communication		1,317	
Data Processing Services		535	
Dues and Memberships		1,799	
Pest Control		90	
Postal Charges		940	
Travel		32	
Other Contracted Services		22,359	
Office Supplies		2,541	
In Service/Staff Development		1,450	
Other Charges		1,684	
Furniture and Fixtures		322	
Office Equipment		2,195	
Total County Mayor/Executive			235,636

(Continued)

Exhibit J-7

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

General Fund (Cont.)General Government (Cont.)Personnel Office

Supervisor/Director	\$	55,458	
Social Security		3,438	
Pensions		2,296	
Life Insurance		49	
Medical Insurance		3,042	
Unemployment Compensation		84	
Employer Medicare		804	
Communication		289	
Data Processing Services		3,399	
Office Supplies		415	
Other Supplies and Materials		144	
In Service/Staff Development		165	
Total Personnel Office			\$ 69,583

County Attorney

County Official/Administrative Officer	\$	97,481	
Total County Attorney			97,481

Election Commission

County Official/Administrative Officer	\$	75,191	
Assistant(s)		32,853	
Custodial Personnel		9,600	
Part-time Personnel		6,020	
Overtime Pay		2,416	
Election Commission		3,450	
Election Workers		17,400	
Social Security		7,959	
Pensions		4,653	
Life Insurance		130	
Medical Insurance		11,856	
Unemployment Compensation		176	
Employer Medicare		1,835	
Communication		1,355	
Data Processing Services		3,502	
Maintenance Agreements		11,924	
Pest Control		117	
Postal Charges		2,604	
Printing, Stationery, and Forms		7,194	
Office Supplies		2,532	
Other Supplies and Materials		171	
Total Election Commission			202,938

Register of Deeds

County Official/Administrative Officer	\$	83,545	
Assistant(s)		135,903	
Educational Incentive - Official/Admin Officer		1,000	
Longevity Pay		7,650	

(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.)

Social Security	\$	13,190	
Pensions		9,443	
Life Insurance		280	
Medical Insurance		29,640	
Unemployment Compensation		168	
Employer Medicare		3,085	
Communication		1,365	
Data Processing Services		20,000	
Dues and Memberships		933	
Pest Control		117	
Postal Charges		990	
Travel		1,075	
Other Contracted Services		4,298	
Office Supplies		5,027	
Other Charges		63	
Office Equipment		10,560	
Total Register of Deeds			\$ 328,332

Planning

Clerical Personnel	\$	27,424	
Longevity Pay		1,800	
Other Salaries and Wages		92,946	
Board and Committee Members Fees		4,900	
Social Security		7,435	
Pensions		5,058	
Life Insurance		195	
Medical Insurance		11,856	
Unemployment Compensation		149	
Employer Medicare		1,739	
Communication		2,793	
Contracts with Government Agencies		3,330	
Legal Notices, Recording, and Court Costs		893	
Maintenance and Repair Services - Vehicles		438	
Postal Charges		685	
Other Contracted Services		675	
Gasoline		2,114	
Office Supplies		1,986	
In Service/Staff Development		596	
Other Charges		230	
Data Processing Equipment		541	
Office Equipment		145	
Total Planning			167,928

Codes Compliance

Longevity Pay	\$	150	
Other Salaries and Wages		55,299	
Social Security		3,082	

(Continued)

Exhibit J-7

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

General Fund (Cont.)General Government (Cont.)Codes Compliance (Cont.)

Pensions	\$	2,296	
Life Insurance		103	
Medical Insurance		5,577	
Unemployment Compensation		69	
Employer Medicare		721	
Communication		1,134	
Dues and Memberships		311	
Legal Notices, Recording, and Court Costs		219	
Maintenance and Repair Services - Vehicles		1,382	
Postal Charges		168	
Other Contracted Services		262	
Gasoline		1,580	
Office Supplies		461	
In Service/Staff Development		219	
Other Charges		498	
Office Equipment		708	
Total Codes Compliance			\$ 74,239

Geographical Information Systems

Other Salaries and Wages	\$	34,937	
Social Security		2,144	
Pensions		1,446	
Life Insurance		65	
Medical Insurance		5,928	
Unemployment Compensation		42	
Employer Medicare		501	
Communication		289	
Dues and Memberships		40	
Other Contracted Services		4,100	
Office Supplies		356	
In Service/Staff Development		1,400	
Other Equipment		725	
Total Geographical Information Systems			51,973

County Buildings

Custodial Personnel	\$	79,508	
Maintenance Personnel		62,032	
Longevity Pay		3,600	
Overtime Pay		655	
Other Salaries and Wages		1,384	
Social Security		8,817	
Pensions		6,094	
Life Insurance		302	
Medical Insurance		22,269	
Unemployment Compensation		260	
Employer Medicare		2,062	
Communication		26,908	

(Continued)

Exhibit J-7

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

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

Maintenance Agreements	\$	25,943	
Maintenance and Repair Services - Buildings		326,347	
Maintenance and Repair Services - Vehicles		350	
Pest Control		3,142	
Other Contracted Services		69,190	
Custodial Supplies		4,430	
Utilities		222,632	
Other Supplies and Materials		8,771	
Other Charges		10,283	
Building Improvements		1,451	
Data Processing Equipment		46,446	
Office Equipment		4,307	
Other Equipment		49,285	
Total County Buildings			\$ 986,468

Preservation of Records

Part-time Personnel	\$	35,530	
Social Security		2,203	
Unemployment Compensation		74	
Employer Medicare		515	
Communication		289	
Dues and Memberships		98	
Other Contracted Services		5,135	
Office Supplies		845	
Utilities		1,730	
Other Supplies and Materials		54	
In Service/Staff Development		85	
Other Charges		1,256	
Building Improvements		2,528	
Other Equipment		4,974	
Other Capital Outlay		2,400	
Total Preservation of Records			57,716

FinanceAccounting and Budgeting

County Official/Administrative Officer	\$	118,183	
Accountants/Bookkeepers		251,371	
Clerical Personnel		18,597	
Longevity Pay		7,750	
Social Security		21,248	
Pensions		15,611	
Life Insurance		535	
Medical Insurance		26,117	
Unemployment Compensation		411	
Employer Medicare		5,198	
Communication		2,044	
Data Processing Services		23,183	

(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.)

Dues and Memberships	\$	1,935	
Maintenance Agreements		951	
Maintenance and Repair Services - Equipment		127	
Postal Charges		4,647	
Travel		347	
Other Contracted Services		2,473	
Data Processing Supplies		4,768	
Office Supplies		9,881	
In Service/Staff Development		2,025	
Other Charges		3,753	
Data Processing Equipment		11,388	
Office Equipment		1,905	
Total Accounting and Budgeting			\$ 534,448

Property Assessor's Office

County Official/Administrative Officer	\$	83,545	
Deputy(ies)		160,505	
Part-time Personnel		12,308	
Educational Incentive - Official/Admin Officer		1,000	
Longevity Pay		4,400	
Overtime Pay		1,373	
Other Salaries and Wages		1,000	
Social Security		14,317	
Pensions		9,301	
Life Insurance		363	
Medical Insurance		29,640	
Unemployment Compensation		279	
Employer Medicare		3,393	
Communication		888	
Data Processing Services		12,464	
Dues and Memberships		2,215	
Maintenance Agreements		1,548	
Maintenance and Repair Services - Equipment		5,325	
Pest Control		117	
Postal Charges		4,249	
Travel		2,408	
Other Contracted Services		17,816	
Gasoline		2,308	
Office Supplies		1,797	
In Service/Staff Development		100	
Other Charges		690	
Total Property Assessor's Office			373,349

Reappraisal Program

Clerical Personnel	\$	40,439
Longevity Pay		750
Other Salaries and Wages		42,502

(Continued)

Exhibit J-7

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

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

Social Security	\$	4,950	
Pensions		3,465	
Life Insurance		130	
Medical Insurance		11,856	
Unemployment Compensation		84	
Employer Medicare		1,158	
Data Processing Services		4,272	
Maintenance and Repair Services - Vehicles		838	
Postal Charges		9,528	
Printing, Stationery, and Forms		1,570	
Office Supplies		2,303	
In Service/Staff Development		200	
Other Charges		789	
Total Reappraisal Program			\$ 124,834

County Trustee's Office

County Official/Administrative Officer	\$	83,545	
Deputy(ies)		152,701	
Educational Incentive - Official/Admin Officer		1,000	
Longevity Pay		6,050	
Overtime Pay		771	
Social Security		14,724	
Pensions		10,104	
Life Insurance		325	
Medical Insurance		29,640	
Unemployment Compensation		168	
Employer Medicare		3,444	
Communication		1,365	
Data Processing Services		4,714	
Dues and Memberships		1,253	
Legal Notices, Recording, and Court Costs		143	
Maintenance Agreements		14,392	
Pest Control		117	
Postal Charges		9,769	
Travel		1,604	
Office Supplies		3,258	
In Service/Staff Development		1,014	
Other Charges		266	
Office Equipment		1,642	
Total County Trustee's Office			342,009

County Clerk's Office

County Official/Administrative Officer	\$	83,545
Deputy(ies)		295,405
Part-time Personnel		6,193
Educational Incentive - Official/Admin Officer		1,000
Longevity Pay		10,400

(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 (Cont.)

Social Security	\$	23,820	
Pensions		16,161	
Life Insurance		618	
Medical Insurance		54,873	
Unemployment Compensation		394	
Employer Medicare		5,571	
Communication		1,365	
Dues and Memberships		958	
Maintenance Agreements		13,815	
Pest Control		117	
Postal Charges		12,997	
Travel		1,072	
Office Supplies		13,777	
Other Charges		237	
Data Processing Equipment		11,128	
Furniture and Fixtures		939	
Office Equipment		1,454	
Total County Clerk's Office			\$ 555,839

Data Processing

Supervisor/Director	\$	54,803	
Data Processing Personnel		95,399	
Longevity Pay		1,350	
Other Salaries and Wages		7,500	
Social Security		9,334	
Pensions		6,585	
Life Insurance		255	
Medical Insurance		14,391	
Unemployment Compensation		168	
Employer Medicare		2,183	
Communication		23,770	
Other Contracted Services		28,999	
Office Supplies		50	
Other Supplies and Materials		1,465	
In Service/Staff Development		4,900	
Other Charges		32	
Other Equipment		4,287	
Total Data Processing			255,471

Administration of JusticeCircuit Court

County Official/Administrative Officer	\$	91,900	
Deputy(ies)		385,865	
Part-time Personnel		8,028	
Educational Incentive - Official/Admin Officer		1,000	
Longevity Pay		6,500	
Jury and Witness Expense		9,433	

(Continued)

Exhibit J-7

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

General Fund (Cont.)Administration of Justice (Cont.)Circuit Court (Cont.)

Social Security	\$	29,868	
Pensions		20,080	
Life Insurance		775	
Medical Insurance		50,440	
Unemployment Compensation		484	
Employer Medicare		6,985	
Communication		1,317	
Data Processing Services		33,142	
Dues and Memberships		1,339	
Maintenance Agreements		15,276	
Postal Charges		7,926	
Travel		519	
Office Supplies		14,033	
In Service/Staff Development		972	
Other Charges		13,285	
Office Equipment		7,814	
Total Circuit Court			\$ 706,981

General Sessions Court

Judge(s)	\$	165,385	
Secretary(ies)		30,779	
Longevity Pay		600	
Social Security		9,714	
Pensions		8,146	
Life Insurance		130	
Medical Insurance		11,856	
Unemployment Compensation		42	
Employer Medicare		2,719	
Communication		782	
Office Supplies		208	
In Service/Staff Development		250	
Total General Sessions Court			230,611

Chancery Court

County Official/Administrative Officer	\$	91,900	
Assistant(s)		149,268	
Educational Incentive - Official/Admin Officer		1,000	
Longevity Pay		4,700	
Social Security		15,116	
Pensions		10,220	
Life Insurance		325	
Medical Insurance		23,712	
Unemployment Compensation		210	
Employer Medicare		3,535	
Communication		903	
Data Processing Services		17,654	
Dues and Memberships		1,412	

(Continued)

Exhibit J-7

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

General Fund (Cont.)Administration of Justice (Cont.)Chancery Court (Cont.)

Maintenance Agreements	\$	8,530	
Postal Charges		1,605	
Office Supplies		6,234	
In Service/Staff Development		689	
Data Processing Equipment		9,805	
Office Equipment		1,877	
Total Chancery Court			\$ 348,695

Juvenile Court

Youth Service Officer(s)	\$	60,848	
Social Workers		88,421	
Longevity Pay		4,550	
Social Security		9,199	
Pensions		6,368	
Life Insurance		195	
Medical Insurance		5,928	
Unemployment Compensation		126	
Employer Medicare		2,151	
Communication		1,434	
Contracts with Government Agencies		4,600	
Office Supplies		223	
Other Charges		19,390	
Total Juvenile Court			203,433

Judicial Commissioners

Deputy(ies)	\$	147,632	
Part-time Personnel		14,237	
Longevity Pay		5,900	
Social Security		10,187	
Pensions		6,397	
Life Insurance		179	
Medical Insurance		11,375	
Unemployment Compensation		192	
Employer Medicare		2,382	
Communication		2,369	
Maintenance Agreements		449	
Office Supplies		843	
Total Judicial Commissioners			202,142

Other Administration of Justice

Probation Officer(s)	\$	41,665	
Guidance Personnel		50,108	
Longevity Pay		2,750	
Social Security		5,621	
Pensions		3,913	
Life Insurance		130	
Medical Insurance		11,856	

(Continued)

Exhibit J-7

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

General Fund (Cont.)Administration of Justice (Cont.)Other Administration of Justice (Cont.)

Unemployment Compensation	\$	84	
Employer Medicare		1,315	
Communication		954	
Contracts with Government Agencies		4,000	
Office Supplies		401	
Total Other Administration of Justice			\$ 122,797

Probation Services

County Official/Administrative Officer	\$	50,138	
Clerical Personnel		225,933	
Longevity Pay		8,850	
Social Security		17,232	
Pensions		11,796	
Life Insurance		484	
Medical Insurance		42,536	
Unemployment Compensation		407	
Employer Medicare		4,030	
Communication		4,035	
Data Processing Services		2,292	
Maintenance Agreements		2,083	
Postal Charges		330	
Printing, Stationery, and Forms		813	
Travel		792	
Drugs and Medical Supplies		6,137	
Office Supplies		4,275	
Other Charges		1,404	
Data Processing Equipment		2,599	
Furniture and Fixtures		917	
Office Equipment		2,841	
Total Probation Services			389,924

Public SafetySheriff's Department

County Official/Administrative Officer	\$	101,090	
Assistant(s)		134,200	
Deputy(ies)		901,515	
Detective(s)		183,147	
Lieutenant(s)		273,139	
Sergeant(s)		218,280	
Salary Supplements		40,000	
Dispatchers/Radio Operators		132,984	
Secretary(ies)		76,117	
School Resource Officer		420,028	
Longevity Pay		31,650	
Overtime Pay		81,273	
Other Salaries and Wages		47,466	
Social Security		171,681	

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Safety (Cont.)Sheriff's Department (Cont.)

Pensions	\$	117,573	
Life Insurance		3,736	
Medical Insurance		325,962	
Unemployment Compensation		2,973	
Employer Medicare		40,151	
Communication		63,810	
Dues and Memberships		2,000	
Maintenance Agreements		9,788	
Maintenance and Repair Services - Buildings		1,823	
Maintenance and Repair Services - Equipment		365	
Maintenance and Repair Services - Office Equipment		279	
Maintenance and Repair Services - Vehicles		72,174	
Medical and Dental Services		800	
Postal Charges		1,609	
Towing Services		1,060	
Travel		3,326	
Other Contracted Services		5,329	
Custodial Supplies		142	
Gasoline		86,786	
Office Supplies		7,903	
Tires and Tubes		4,964	
Uniforms		20,640	
Utilities		24,780	
Other Supplies and Materials		5,074	
In Service/Staff Development		15,460	
Other Charges		8,944	
Law Enforcement Equipment		68,479	
Office Equipment		4,874	
Total Sheriff's Department			\$ 3,713,374

Traffic Control

Other Salaries and Wages	\$	25,400	
Social Security		1,575	
Pensions		1,052	
Unemployment Compensation		10	
Employer Medicare		368	
Dues and Memberships		195	
Other Charges		6,720	
Total Traffic Control			35,320

Jail

Supervisor/Director	\$	96,841	
Sergeant(s)		294,996	
Data Processing Personnel		130,062	
Guards		1,131,640	
Maintenance Personnel		78,666	
Longevity Pay		11,750	

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Safety (Cont.)Jail (Cont.)

Overtime Pay	\$	254,601	
Social Security		120,436	
Pensions		80,407	
Life Insurance		3,268	
Medical Insurance		206,957	
Unemployment Compensation		3,230	
Employer Medicare		28,167	
Communication		14,916	
Evaluation and Testing		1,500	
Maintenance Agreements		10,095	
Maintenance and Repair Services - Buildings		20,348	
Maintenance and Repair Services - Equipment		4,139	
Medical and Dental Services		511,913	
Postal Charges		2,450	
Other Contracted Services		1,722	
Custodial Supplies		42,034	
Food Supplies		211,218	
Office Supplies		11,293	
Prisoners Clothing		10,702	
Uniforms		12,814	
Utilities		177,922	
Other Supplies and Materials		11,017	
In Service/Staff Development		2,384	
Office Equipment		6,332	
Other Equipment		13,196	
Total Jail			\$ 3,507,016

Juvenile Services

County Official/Administrative Officer	\$	53,726
Sergeant(s)		136,861
Guards		186,407
Longevity Pay		3,200
Overtime Pay		25,084
Other Salaries and Wages		1,291
Social Security		24,786
Pensions		16,832
Life Insurance		710
Medical Insurance		50,196
Unemployment Compensation		517
Employer Medicare		5,797
Communication		1,252
Maintenance Agreements		240
Maintenance and Repair Services - Buildings		926
Maintenance and Repair Services - Equipment		21
Medical and Dental Services		124
Custodial Supplies		2,462
Food Supplies		11,287

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Safety (Cont.)

Juvenile Services (Cont.)

Gasoline	\$	275	
Office Supplies		1,731	
Prisoners Clothing		718	
Uniforms		911	
Utilities		8,230	
Other Supplies and Materials		1,109	
In Service/Staff Development		1,505	
Other Charges		1,118	
Office Equipment		412	
Total Juvenile Services			\$ 537,728

Other Emergency Management

Assistant(s)	\$	143,603
Supervisor/Director		126,942
Captain(s)		152,634
Lieutenant(s)		138,592
Secretary(ies)		6,839
Longevity Pay		23,750
Overtime Pay		1,423
Bonus Payments		19,200
Other Salaries and Wages		499,148
Social Security		65,697
Pensions		45,266
Life Insurance		1,469
Medical Insurance		126,655
Unemployment Compensation		1,082
Employer Medicare		15,464
Communication		34,805
Dues and Memberships		110
Maintenance and Repair Services - Buildings		8,182
Maintenance and Repair Services - Equipment		26,665
Maintenance and Repair Services - Vehicles		3,045
Medical and Dental Services		8,000
Travel		39
Other Contracted Services		4,605
Custodial Supplies		3,169
Diesel Fuel		11,314
Gasoline		9,717
Office Supplies		2,914
Uniforms		8,342
Utilities		29,963
Other Supplies and Materials		2,753
Liability Insurance		8,288
Vehicle and Equipment Insurance		28,815
Workers' Compensation Insurance		46,332
In Service/Staff Development		15,514
Criminal Investigation of Applicants - TBI		58

(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.)

Other Charges	\$ 3,273	
Motor Vehicles	30,986	
Other Equipment	90,412	
Total Other Emergency Management		\$ 1,745,065

County Coroner/Medical Examiner

Medical Personnel	\$ 57,900	
Total County Coroner/Medical Examiner		57,900

Other Public Safety

Contributions	\$ 540,670	
Total Other Public Safety		540,670

Public Health and WelfareLocal Health Center

Other Salaries and Wages	\$ 323,625	
Social Security	19,744	
Pensions	13,398	
Life Insurance	686	
Medical Insurance	38,025	
Unemployment Compensation	507	
Employer Medicare	4,618	
Advertising	60	
Communication	7,376	
Dues and Memberships	200	
Janitorial Services	14,400	
Maintenance Agreements	1,435	
Maintenance and Repair Services - Buildings	6,218	
Travel	563	
Other Contracted Services	164	
Utilities	16,537	
Other Charges	1,467	
Total Local Health Center		449,023

Rabies and Animal Control

Assistant(s)	\$ 59,356	
Supervisor/Director	50,108	
Part-time Personnel	48,610	
Longevity Pay	900	
Overtime Pay	411	
Social Security	9,717	
Pensions	4,586	
Life Insurance	192	
Medical Insurance	14,898	
Unemployment Compensation	261	
Employer Medicare	2,273	
Communication	3,351	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Maintenance and Repair Services - Buildings	\$	3,386	
Maintenance and Repair Services - Office Equipment		189	
Maintenance and Repair Services - Vehicles		2,087	
Other Contracted Services		2,333	
Animal Food and Supplies		5,342	
Custodial Supplies		7,762	
Drugs and Medical Supplies		8,993	
Gasoline		1,812	
Office Supplies		982	
Tires and Tubes		339	
Uniforms		1,752	
Utilities		9,962	
In Service/Staff Development		2,875	
Other Charges		14,429	
Building Improvements		3,517	
Office Equipment		1,483	
Other Equipment		4,970	
Total Rabies and Animal Control			\$ 266,876

Ambulance/Emergency Medical Services

Supervisor/Director	\$	52,316
Captain(s)		145,005
Medical Personnel		582,275
Salary Supplements		11,756
Mechanic(s)		21,820
Clerical Personnel		106,601
Part-time Personnel		111,447
Longevity Pay		26,600
Overtime Pay		516,178
Social Security		123,327
Pensions		75,681
Life Insurance		2,287
Medical Insurance		191,909
Unemployment Compensation		2,111
Employer Medicare		28,843
Advertising		100
Communication		32,132
Dues and Memberships		1,169
Evaluation and Testing		1,122
Licenses		3,095
Maintenance Agreements		26,272
Maintenance and Repair Services - Buildings		9,561
Maintenance and Repair Services - Equipment		8,270
Maintenance and Repair Services - Office Equipment		929
Maintenance and Repair Services - Vehicles		61,876
Postal Charges		3,721
Printing, Stationery, and Forms		1,130

(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.)

Travel	\$	628	
Tuition		15,926	
Disposal Fees		2,344	
Custodial Supplies		3,451	
Data Processing Supplies		1,285	
Diesel Fuel		13,650	
Drugs and Medical Supplies		85,991	
Gasoline		49,790	
Natural Gas		4,545	
Office Supplies		3,280	
Uniforms		15,256	
Utilities		25,000	
Refunds		3,003	
In Service/Staff Development		13,659	
Other Charges		111,421	
Building Improvements		755	
Communication Equipment		1,661	
Data Processing Equipment		6,110	
Furniture and Fixtures		2,671	
Other Equipment		171,981	
Total Ambulance/Emergency Medical Services			\$ 2,679,940

Other Local Health Services

Contracts with Private Agencies	\$	60,924	
Contributions		7,000	
Total Other Local Health Services			67,924

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		800	
Total General Welfare Assistance			75,270

Convenience Centers

County Official/Administrative Officer	\$	16,982	
Assistant(s)		8,151	
Foremen		52,258	
Truck Drivers		106,309	
Laborers		4,677	
Attendants		190,140	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Convenience Centers (Cont.)

Longevity Pay	\$	4,450	
Overtime Pay		4,701	
Social Security		22,799	
Pensions		8,532	
Life Insurance		355	
Medical Insurance		30,524	
Unemployment Compensation		865	
Employer Medicare		5,544	
Communication		5,281	
Contracts with Private Agencies		475,909	
Legal Services		164	
Postal Charges		194	
Travel		328	
Diesel Fuel		49,900	
Equipment and Machinery Parts		17,386	
Gasoline		2,711	
Lubricants		3,912	
Office Supplies		950	
Utilities		12,156	
Other Supplies and Materials		6,650	
Vehicle and Equipment Insurance		61,015	
Workers' Compensation Insurance		10,800	
Other Charges		20,043	
Other Capital Outlay		13,800	
Total Convenience Centers			\$ 1,137,486

Social, Cultural, and Recreational Services

Adult 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 Resources

Agricultural Extension Service

Salary Supplements	\$	91,108	
Social Security		6,078	
Pensions		12,349	
Employer Medicare		1,264	
Communication		3,928	
Maintenance Agreements		1,001	

(Continued)

Exhibit J-7

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

General Fund (Cont.)Agriculture and Natural Resources (Cont.)Agricultural Extension Service (Cont.)

Maintenance and Repair Services - Buildings	\$	2,145	
Utilities		5,637	
Total Agricultural Extension Service			\$ 123,510

Soil Conservation

Contributions	\$	64,000	
Total Soil Conservation			64,000

Other Agriculture and Natural Resources

Maintenance Personnel	\$	28,704	
Longevity Pay		2,000	
Social Security		1,882	
Pensions		1,271	
Life Insurance		65	
Medical Insurance		5,928	
Unemployment Compensation		42	
Employer Medicare		440	
Communication		1,959	
Maintenance and Repair Services - Equipment		800	
Diesel Fuel		396	
Gasoline		541	
Utilities		19,740	
Other Supplies and Materials		4,729	
Building Improvements		66,845	
Total Other Agriculture and Natural Resources			135,342

Other OperationsTourism

Contributions	\$	2,369	
Total Tourism			2,369

Other Economic and Community Development

Consultants	\$	83,406	
Contributions		100,000	
Total Other Economic and Community Development			183,406

Veterans' Services

Supervisor/Director	\$	25,215	
Truck Drivers		26,362	
Longevity Pay		300	
Social Security		3,216	
Pensions		982	
Life Insurance		33	
Unemployment Compensation		120	
Employer Medicare		752	
Communication		683	
Maintenance and Repair Services - Vehicles		1,797	

(Continued)

Exhibit J-7

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

General Fund (Cont.)Other Operations (Cont.)Veterans' Services (Cont.)

Pest Control	\$	180	
Postal Charges		198	
Other Contracted Services		696	
Gasoline		2,038	
Office Supplies		1,880	
Other Charges		1,000	
Office Equipment		614	
Total Veterans' Services			\$ 66,066

Other Charges

Building and Contents Insurance	\$	262,580	
Workers' Compensation Insurance		113,993	
Total Other Charges			376,573

Contributions to Other Agencies

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

COVID-19 Grant #1

Part-time Personnel	\$	17,276	
Overtime Pay		1,925	
Election Workers		7,510	
Social Security		343	
Employer Medicare		107	
Maintenance and Repair Services - Buildings		236	
Postal Charges		3,932	
Printing, Stationery, and Forms		2,131	
Other Supplies and Materials		2,282	
Other Charges		7,778	
Total COVID-19 Grant #1			43,520

COVID-19 Grant #2

Supervisor/Director	\$	19,274	
Deputy(ies)		239,010	
Captain(s)		53,542	
Medical Personnel		213,979	
Part-time Personnel		41,403	
Overtime Pay		168,362	
Total COVID-19 Grant #2			735,570

COVID-19 Grant #3

Other Charges	\$	5,175	
Total COVID-19 Grant #3			5,175

Miscellaneous

Audit Services	\$	18,023	
----------------	----	--------	--

(Continued)

Exhibit J-7

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

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

Contributions	\$	28,884	
Other Contracted Services		107,450	
Refunds		4,592	
Trustee's Commission		338,809	
Other Charges		1,016	
Total Miscellaneous			\$ 498,774

Capital ProjectsPublic Health and Welfare Projects

Other Contracted Services	\$	8,217	
Total Public Health and Welfare Projects			8,217

Other General Government Projects

Building Improvements	\$	296,139	
Highway Construction		172,698	
Law Enforcement Equipment		40,012	
Other Construction		130,018	
Other Capital Outlay		306,677	
Total Other General Government Projects			945,544

Total General Fund \$ 25,188,860

Drug Control FundOther OperationsMiscellaneous

Trustee's Commission	\$	25	
Total Miscellaneous			\$ 25

Total Drug Control Fund 25

Constitutional Officers - Fees FundAdministration of JusticeChancery Court

Special Commissioner Fees/Special Master Fees	\$	2,400	
Constitutional Officers' Operating Expenses		57	
Total Chancery Court			\$ 2,457

Total Constitutional Officers - Fees Fund 2,457

Highway/Public Works FundOther OperationsContributions to Other Agencies

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

(Continued)

Exhibit J-7

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

Highway/Public Works Fund (Cont.)

Highways

Administration

County Official/Administrative Officer	\$	101,090	
Assistant(s)		51,609	
Accountants/Bookkeepers		51,826	
Secretary(ies)		27,546	
Overtime Pay		252	
Other Salaries and Wages		5,219	
Board and Committee Members Fees		3,450	
Social Security		14,269	
Pensions		9,834	
Life Insurance		221	
Medical Insurance		17,237	
Unemployment Compensation		855	
Employer Medicare		3,337	
Data Processing Services		38	
Dues and Memberships		3,932	
Legal Services		1,046	
Legal Notices, Recording, and Court Costs		382	
Postal Charges		406	
Printing, Stationery, and Forms		118	
Travel		632	
Office Supplies		1,195	
Office Equipment		933	
Total Administration			\$ 295,427

Highway and Bridge Maintenance

Foremen	\$	49,189	
Equipment Operators		249,776	
Truck Drivers		271,761	
Laborers		26,032	
Overtime Pay		6,620	
Other Salaries and Wages		21,001	
Social Security		37,283	
Pensions		25,850	
Life Insurance		1,061	
Medical Insurance		80,046	
Dental Insurance		1,430	
Unemployment Compensation		3,979	
Employer Medicare		8,719	
Rentals		2,962	
Asphalt - Cold Mix		30,967	
Asphalt - Liquid		220,224	
Crushed Stone		311,622	
Other Road Materials		2,182	
Pipe		23,849	
Road Signs		9,111	
Small Tools		628	
Total Highway and Bridge Maintenance			1,384,292

(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

Mechanic(s)	\$	75,608	
Laborers		78,825	
Maintenance Personnel		36,731	
Overtime Pay		3,981	
Other Salaries and Wages		8,302	
Social Security		12,588	
Pensions		8,423	
Life Insurance		326	
Medical Insurance		29,687	
Unemployment Compensation		1,061	
Employer Medicare		2,944	
Diesel Fuel		74,026	
Equipment and Machinery Parts		93,800	
Garage Supplies		3,883	
Gasoline		15,561	
Lubricants		9,402	
Tires and Tubes		13,858	
Other Supplies and Materials		37,681	
Total Operation and Maintenance of Equipment	\$		506,687

Litter and Trash Collection

Other Salaries and Wages	\$	43,556	
Social Security		2,698	
Pensions		1,740	
Life Insurance		36	
Medical Insurance		6,475	
Unemployment Compensation		490	
Employer Medicare		631	
Other Charges		30,360	
Total Litter and Trash Collection			85,986

Other Charges

Communication	\$	7,277	
Electricity		7,442	
Natural Gas		2,854	
Trustee's Commission		43,631	
Vehicle and Equipment Insurance		110,410	
Other Charges		5,691	
Total Other Charges			177,305

Employee Benefits

Uniforms	\$	2,441	
Workers' Compensation Insurance		48,894	
Total Employee Benefits			51,335

Capital Outlay

Engineering Services	\$	51,523	
----------------------	----	--------	--

(Continued)

Exhibit J-7

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Capital Outlay (Cont.)

Bridge Construction	\$	254,450	
Highway Construction		1,080,712	
Other Capital Outlay		71,759	
Total Capital Outlay			\$ 1,458,444

Total Highway/Public Works Fund

\$ 3,966,476

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	144,450	
Principal on Notes		293,400	
Principal on Other Loans		1,666,000	
Total General Government			\$ 2,103,850

Education

Principal on Bonds	\$	2,640,550	
Principal on Other Loans		1,042,000	
Total Education			3,682,550

Interest on Debt

General Government

Interest on Bonds	\$	111,128	
Interest on Notes		57,162	
Interest on Other Loans		804,850	
Total General Government			973,140

Education

Interest on Bonds	\$	1,220,562	
Interest on Other Loans		525,737	
Total Education			1,746,299

Other Debt Service

General Government

Refunds	\$	3,399	
Trustee's Commission		140,260	
Other Debt Service		13,064	
Total General Government			156,723

Education

Other Debt Service	\$	500	
Total Education			500

Total General Debt Service Fund

8,663,062

(Continued)

Exhibit J-7

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

<u>General Capital Projects Fund</u>			
<u>Capital Projects</u>			
<u>Public Safety Projects</u>			
Building Construction	\$	31,782	
Site Development		2,400	
Total Public Safety Projects			\$ 34,182
Total General Capital Projects Fund			\$ 34,182
<u>Other Capital Projects #1 Fund</u>			
<u>Capital Projects</u>			
<u>General Administration Projects</u>			
Architects	\$	1,092	
Building Improvements		137,546	
Other Capital Outlay		21,331	
Total General Administration Projects			\$ 159,969
<u>Public Safety Projects</u>			
Building Construction	\$	7,290	
Communication Equipment		7,277	
Motor Vehicles		2,014	
Total Public Safety Projects			16,581
<u>Public Health and Welfare Projects</u>			
Solid Waste Equipment	\$	101,899	
Health Equipment		298,958	
Total Public Health and Welfare Projects			400,857
Total Other Capital Projects #1 Fund			577,407
Total Governmental Funds - Primary Government			\$ 38,432,469

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, 2021

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 23,983,053	
Career Ladder Program	66,812	
Homebound Teachers	34,114	
Salary Supplements	8,633	
Clerical Personnel	88,623	
Educational Assistants	1,090,246	
Other Salaries and Wages	152,142	
Certified Substitute Teachers	4,793	
Social Security	1,483,391	
Pensions	2,204,502	
Life Insurance	14,658	
Medical Insurance	4,159,536	
Unemployment Compensation	17,356	
Employer Medicare	348,962	
Maintenance and Repair Services - Equipment	23,323	
Travel	256	
Other Contracted Services	355,284	
Instructional Supplies and Materials	275,552	
Textbooks - Bound	1,482,107	
Software	79,439	
Other Supplies and Materials	3,742	
Other Charges	24,579	
Data Processing Equipment	94,600	
Regular Instruction Equipment	152,651	
Total Regular Instruction Program		\$ 36,148,354

Alternative Instruction Program

Teachers	\$ 382,590	
Educational Assistants	47,716	
Other Salaries and Wages	2,000	
Social Security	25,315	
Pensions	34,778	
Medical Insurance	63,677	
Unemployment Compensation	1,182	
Employer Medicare	5,920	
Maintenance and Repair Services - Equipment	1,119	
Other Contracted Services	1,745	
Instructional Supplies and Materials	7,058	
Other Supplies and Materials	501	
Other Charges	470	
Total Alternative Instruction Program		574,071

Special Education Program

Teachers	\$ 2,176,914	
Career Ladder Program	5,958	
Educational Assistants	166,223	

(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.)

Other Salaries and Wages	\$	6,435	
Social Security		137,987	
Pensions		208,900	
Medical Insurance		406,724	
Unemployment Compensation		10	
Employer Medicare		32,069	
Contracts with Other School Systems		21,600	
Contracts with Private Agencies		16,640	
Contracts for Substitute Teachers - Certified		30,497	
Other Contracted Services		201	
Instructional Supplies and Materials		7,113	
Textbooks - Bound		60,588	
Special Education Equipment		40,641	
Total Special Education Program			\$ 3,318,500

Career and Technical Education Program

Teachers	\$	1,114,272	
Career Ladder Program		3,000	
Social Security		66,063	
Pensions		104,427	
Medical Insurance		174,810	
Employer Medicare		15,450	
Other Contracted Services		14,261	
Instructional Supplies and Materials		8,205	
Vocational Instruction Equipment		17,366	
Total Career and Technical Education Program			1,517,854

Support ServicesAttendance

Supervisor/Director	\$	83,776	
Career Ladder Program		1,000	
Social Security		5,090	
Pensions		8,706	
Medical Insurance		11,112	
Employer Medicare		1,190	
Other Supplies and Materials		3,717	
In Service/Staff Development		30	
Other Charges		58	
Total Attendance			114,679

Health Services

Medical Personnel	\$	360,666	
Other Salaries and Wages		42,923	
Social Security		23,010	
Pensions		15,935	
Medical Insurance		114,002	

(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.)

Employer Medicare	\$	5,381	
Travel		4,443	
Drugs and Medical Supplies		7,414	
Other Supplies and Materials		58,521	
In Service/Staff Development		230	
Health Equipment		1,422	
Total Health Services			\$ 633,947

Other Student Support

Career Ladder Program	\$	2,000	
Guidance Personnel		980,347	
Social Workers		106,016	
Other Salaries and Wages		82,432	
Social Security		68,959	
Pensions		112,792	
Medical Insurance		170,631	
Unemployment Compensation		1,952	
Employer Medicare		16,128	
Evaluation and Testing		87,122	
Other Contracted Services		2,718	
In Service/Staff Development		17,425	
Other Equipment		347,788	
Total Other Student Support			1,996,310

Regular Instruction Program

Supervisor/Director	\$	253,105	
Career Ladder Program		4,000	
Librarians		760,006	
Secretary(ies)		62,946	
Other Salaries and Wages		6,666	
Social Security		63,961	
Pensions		104,746	
Medical Insurance		160,014	
Unemployment Compensation		846	
Employer Medicare		14,958	
Maintenance and Repair Services - Equipment		7,251	
Travel		2,123	
Other Contracted Services		19,472	
Instructional Supplies and Materials		938	
Library Books/Media		31,309	
Other Supplies and Materials		8,613	
In Service/Staff Development		13,212	
Other Charges		21,489	
Other Equipment		14,764	
Total Regular Instruction Program			1,550,419

(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.)

Special Education Program

Supervisor/Director	\$	81,049	
Career Ladder Program		1,000	
Psychological Personnel		189,131	
Secretary(ies)		26,857	
Other Salaries and Wages		1,704	
Social Security		17,106	
Pensions		29,012	
Medical Insurance		55,537	
Employer Medicare		4,001	
Contracts with Other Public Agencies		1,421	
Maintenance and Repair Services - Equipment		1,370	
Travel		7,877	
Other Contracted Services		36,433	
Other Supplies and Materials		9,938	
In Service/Staff Development		4,243	
Other Equipment		3,885	
Total Special Education Program			\$ 470,564

Career and Technical Education Program

Secretary(ies)	\$	17,551	
Other Salaries and Wages		820	
Social Security		1,133	
Pensions		727	
Medical Insurance		3,244	
Employer Medicare		265	
Total Career and Technical Education Program			23,740

Technology

Supervisor/Director	\$	41,457	
Data Processing Personnel		337,825	
Other Salaries and Wages		10,448	
Social Security		23,567	
Pensions		18,827	
Medical Insurance		49,683	
Employer Medicare		5,512	
Maintenance and Repair Services - Equipment		55,010	
Internet Connectivity		316,000	
Travel		5,996	
Cabling		29,985	
Software		262,498	
Other Supplies and Materials		3,942	
In Service/Staff Development		190	
Other Charges		10,431	
Data Processing Equipment		72,504	
Total Technology			1,243,875

(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	\$	110,852	
Total Other Programs			\$ 110,852

Board of Education

Secretary to Board	\$	48,099	
Other Salaries and Wages		1,946	
Board and Committee Members Fees		26,326	
Social Security		4,536	
Pensions		1,991	
Medical Insurance		11,634	
Employer Medicare		1,061	
Audit Services		11,750	
Contributions		299,534	
Dues and Memberships		18,635	
Legal Services		36,584	
Travel		6,320	
Boiler Insurance		8,324	
Excess Risk Insurance		84,717	
Judgments		2,500	
Liability Insurance		38,443	
Trustee's Commission		295,796	
Workers' Compensation Insurance		267,257	
In Service/Staff Development		1,250	
Criminal Investigation of Applicants - TBI		1,514	
Other Charges		41,617	
Total Board of Education			1,209,834

Director of Schools

County Official/Administrative Officer	\$	101,524	
Assistant(s)		99,866	
Career Ladder Program		1,700	
Secretary(ies)		18,512	
Clerical Personnel		33,855	
Other Salaries and Wages		10,449	
Social Security		16,226	
Pensions		23,907	
Medical Insurance		18,867	
Employer Medicare		3,795	
Communication		86,439	
Dues and Memberships		3,647	
Postal Charges		2,840	
Travel		301	
Other Contracted Services		20,915	
Office Supplies		1,009	
Other Charges		15,781	
Total Director of Schools			459,633

(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.)

Office of the Principal

Principals	\$	1,280,643	
Career Ladder Program		11,582	
Accountants/Bookkeepers		149,320	
Assistant Principals		1,376,097	
Secretary(ies)		149,803	
Clerical Personnel		81,991	
Other Salaries and Wages		16,947	
Social Security		180,907	
Pensions		282,814	
Medical Insurance		455,080	
Unemployment Compensation		375	
Employer Medicare		42,309	
Communication		40,156	
Maintenance and Repair Services - Equipment		2,721	
Other Contracted Services		6,000	
Other Supplies and Materials		16,817	
Administration Equipment		19,023	
Total Office of the Principal			\$ 4,112,585

Human Services/Personnel

Supervisor/Director	\$	42,193	
Clerical Personnel		103,820	
Other Salaries and Wages		3,603	
Social Security		8,931	
Pensions		6,045	
Medical Insurance		15,045	
Employer Medicare		2,089	
Data Processing Services		26,362	
Maintenance and Repair Services - Equipment		3,025	
Office Supplies		2,162	
Other Charges		200	
Total Human Services/Personnel			213,475

Operation of Plant

Supervisor/Director	\$	63,058	
Salary Supplements		4,969	
Secretary(ies)		24,299	
Custodial Personnel		1,230,900	
Other Salaries and Wages		27,895	
Social Security		81,621	
Pensions		51,520	
Medical Insurance		299,330	
Unemployment Compensation		2,658	
Employer Medicare		19,089	
Maintenance and Repair Services - Equipment		294	
Other Contracted Services		331,376	

(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.)

Custodial Supplies	\$	248,542	
Electricity		1,926,916	
Natural Gas		313,752	
Water and Sewer		301,365	
Building and Contents Insurance		332,186	
Other Charges		14,083	
Plant Operation Equipment		14,921	
Total Operation of Plant			\$ 5,288,774

Maintenance of Plant

Secretary(ies)	\$	33,068	
Maintenance Personnel		851,425	
Other Salaries and Wages		16,506	
Social Security		54,326	
Pensions		36,424	
Medical Insurance		154,075	
Unemployment Compensation		995	
Employer Medicare		12,705	
Laundry Service		13,180	
Maintenance and Repair Services - Buildings		145,999	
Maintenance and Repair Services - Equipment		241,176	
Maintenance and Repair Services - Vehicles		28,207	
Other Contracted Services		87,426	
Diesel Fuel		6,870	
Gasoline		25,670	
Other Supplies and Materials		220,618	
Other Charges		29,485	
Maintenance Equipment		88,072	
Total Maintenance of Plant			2,046,227

Transportation

Supervisor/Director	\$	67,678	
Salary Supplements		1,016	
Mechanic(s)		103,362	
Bus Drivers		1,114,198	
Clerical Personnel		46,627	
Other Salaries and Wages		120,372	
Social Security		82,422	
Pensions		59,373	
Medical Insurance		478,441	
Unemployment Compensation		5,805	
Employer Medicare		19,666	
Contracts with Parents		2,193	
Laundry Service		2,720	
Maintenance and Repair Services - Vehicles		4,370	
Medical and Dental Services		8,307	

(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.)

Travel	\$	743	
Other Contracted Services		3,310	
Diesel Fuel		199,879	
Garage Supplies		3,823	
Gasoline		9,050	
Lubricants		22,373	
Tires and Tubes		34,216	
Vehicle Parts		93,128	
Other Supplies and Materials		2,433	
Vehicle and Equipment Insurance		72,082	
In Service/Staff Development		5,864	
Other Charges		78,222	
Transportation Equipment		823,576	
Total Transportation			\$ 3,465,249

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	34,245	
Social Security		1,680	
Pensions		4,114	
Medical Insurance		6,744	
Employer Medicare		393	
Total Food Service			47,176

Community Services

Teachers	\$	53,413	
Other Salaries and Wages		16,716	
Social Security		3,953	
Pensions		4,348	
Employer Medicare		974	
Travel		52	
Food Supplies		1,973	
Instructional Supplies and Materials		459	
Other Supplies and Materials		1,188	
Other Charges		772	
Total Community Services			83,848

Early Childhood Education

Teachers	\$	338,151	
Educational Assistants		97,832	
Other Salaries and Wages		25,075	
Social Security		26,848	
Pensions		36,879	
Life Insurance		250	
Medical Insurance		97,667	
Employer Medicare		6,279	

(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.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education (Cont.)

Other Contracted Services	\$	2,416	
Instructional Supplies and Materials		7,542	
Other Supplies and Materials		3,412	
In Service/Staff Development		1,270	
Other Charges		7,328	
Regular Instruction Equipment		25,458	
Total Early Childhood Education			\$ 676,407

Capital Outlay

Regular Capital Outlay

Building Construction	\$	954	
Building Improvements		1,079,886	
Total Regular Capital Outlay			1,080,840

Total General Purpose School Fund \$ 66,387,213

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	879,454	
Educational Assistants		115,725	
Other Salaries and Wages		886,339	
Social Security		113,189	
Pensions		152,067	
Medical Insurance		157,948	
Employer Medicare		26,530	
Other Contracted Services		85,444	
Instructional Supplies and Materials		142,656	
Textbooks - Electronic		4,606	
Textbooks - Bound		3,119	
Other Supplies and Materials		137,615	
Other Charges		64	
Regular Instruction Equipment		1,355,191	
Total Regular Instruction Program			\$ 4,059,947

Special Education Program

Educational Assistants	\$	500,442	
Speech Pathologist		259,636	
Other Salaries and Wages		19,948	
Social Security		46,213	
Pensions		44,907	
Life Insurance		1,081	
Medical Insurance		160,537	
Unemployment Compensation		4,256	
Employer Medicare		10,808	
Contracts with Private Agencies		4,800	

(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	\$	62,666	
Other Supplies and Materials		2,250	
Special Education Equipment		65,724	
Total Special Education Program			\$ 1,183,268

Career and Technical Education Program

Instructional Supplies and Materials	\$	34,141	
Other Supplies and Materials		11,511	
Vocational Instruction Equipment		65,028	
Total Career and Technical Education Program			110,680

Support ServicesHealth Services

Other Salaries and Wages	\$	10,000	
Social Security		620	
Pensions		414	
Employer Medicare		145	
Other Charges		115	
Total Health Services			11,294

Other Student Support

Other Salaries and Wages	\$	12,482	
Social Security		774	
Pensions		924	
Employer Medicare		181	
Travel		8,086	
Other Contracted Services		2,900	
Other Supplies and Materials		16,490	
In Service/Staff Development		8,812	
Other Charges		18,357	
Other Equipment		304	
Total Other Student Support			69,310

Regular Instruction Program

Supervisor/Director	\$	87,598	
Secretary(ies)		28,128	
Other Salaries and Wages		921,459	
Social Security		62,182	
Pensions		90,210	
Medical Insurance		110,423	
Employer Medicare		14,557	
Maintenance and Repair Services - Equipment		1,475	
Other Contracted Services		230,104	
Other Supplies and Materials		226,208	
In Service/Staff Development		67,304	
Other Charges		86,678	
Other Equipment		23,685	
Total Regular Instruction Program			1,950,011

(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	\$	167,492	
Assessment Personnel		99,482	
Other Salaries and Wages		4,072	
Social Security		16,179	
Pensions		18,211	
Life Insurance		102	
Medical Insurance		31,026	
Employer Medicare		3,784	
Contracts with Other Public Agencies		7,736	
Operating Lease Payments		2,816	
Maintenance and Repair Services - Equipment		120	
Travel		1,421	
Other Supplies and Materials		19,351	
In Service/Staff Development		10,626	
Other Charges		1,663	
Other Equipment		1,492	
Total Special Education Program			\$ 385,573

Career and Technical Education Program

Clerical Personnel	\$	6,000	
Social Security		372	
Pensions		248	
Employer Medicare		87	
In Service/Staff Development		1,000	
Total Career and Technical Education Program			7,707

Technology

Internet Connectivity	\$	49,116	
Total Technology			49,116

Maintenance of Plant

Other Salaries and Wages	\$	72,000	
Social Security		4,464	
Pensions		2,774	
Employer Medicare		1,044	
Total Maintenance of Plant			80,282

Transportation

Bus Drivers	\$	223,302	
Other Salaries and Wages		84,208	
Social Security		18,333	
Pensions		12,392	
Life Insurance		204	
Medical Insurance		68,913	
Employer Medicare		4,302	
Contracts with Parents		1,654	
Contracts with Public Carriers		50	
Total Transportation			413,358

(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.)

Operation of Non-Instructional Services

Food Service

Other Salaries and Wages	\$	62,000	
Social Security		3,844	
Pensions		2,318	
Employer Medicare		899	
Food Supplies		440	
Total Food Service			\$ 69,501

Total School Federal Projects Fund \$ 8,390,047

Central Cafeteria Fund

Support Services

Board of Education

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

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	41,148	
Clerical Personnel		56,353	
Cafeteria Personnel		1,027,246	
Maintenance Personnel		30,274	
Other Salaries and Wages		27,072	
Social Security		69,238	
Pensions		43,506	
Life Insurance		1,224	
Medical Insurance		316,150	
Unemployment Compensation		3,729	
Employer Medicare		16,193	
Maintenance and Repair Services - Equipment		19,222	
Travel		5,518	
Other Contracted Services		15,493	
Food Preparation Supplies		234,012	
Food Supplies		2,021,694	
Office Supplies		4,123	
Uniforms		9,560	
USDA - Commodities		388,725	
Refunds		71	
In Service/Staff Development		940	
Food Service Equipment		54,739	
Total Food Service			4,386,230

Total Central Cafeteria Fund 4,440,230

(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 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		32,131	
Part-time Personnel		165,157	
Other Salaries and Wages		3,328	
Social Security		15,386	
Pensions		4,214	
Medical Insurance		20,799	
Unemployment Compensation		4,665	
Employer Medicare		3,598	
Retirement - Hybrid Stabilization		155	
Communication		962	
Maintenance and Repair Services - Equipment		1,064	
Travel		1,042	
Food Supplies		14,243	
Instructional Supplies and Materials		12,144	
Other Supplies and Materials		6,378	
In Service/Staff Development		1,967	
Other Charges		118	
Other Equipment		9,006	
Total Community Services			349,600

Total Extended School Program Fund			\$ 351,400
------------------------------------	--	--	------------

Internal School FundOperation of Non-Instructional ServicesCommunity Services

Other Charges	\$	2,125,157	
Total Community Services			\$ 2,125,157

Total Internal School Fund			2,125,157
----------------------------	--	--	-----------

Total Governmental Funds - Bedford County School Department			\$ 81,694,047
---	--	--	---------------

Exhibit J-9

Bedford County, Tennessee
Schedule of Detailed Additions, Deductions,
and Changes in Net Position - City Custodial Fund
For the Year Ended June 30, 2021

	Cities - Sales Tax Fund
<hr/>	
<u>Additions</u>	
Local Option Sales Tax	\$ 6,688,245
Total Additions	<u>\$ 6,688,245</u>
<u>Deductions</u>	
Remittance of Revenues Collected	\$ 6,631,226
Trustee's Commission	<u>57,019</u>
Total Deductions	<u>\$ 6,688,245</u>
Excess of Additions Over (Under) Deductions	\$ 0
Net Position, July 1, 2020	<u>0</u>
Net Position, June 30, 2021	<u><u>\$ 0</u></u>

STATISTICAL SECTION

This part of Bedford County's comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

	Table(s)	Page(s)
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	231-238
Revenue Capacity:		
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	7-11	239-243
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	244-248
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	249-250
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	251-254

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports 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)										
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Primary Government										
Governmental Activities										
Net Investment in Capital Assets	\$ 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	\$ 32,330,141
Restricted	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	9,128,420
Unrestricted	(41,803,175)	(39,833,406)	(36,661,844)	(33,328,675)	(31,433,720)	(22,726,510)	(23,446,283)	(29,596,448)	(26,135,784)	(16,447,791)
Total Primary Government's Governmental Activities Net Position	<u>\$ (16,441,221)</u>	<u>\$ (13,650,799)</u>	<u>\$ (9,027,258)</u>	<u>\$ (4,351,772)</u>	<u>\$ 1,371,918</u>	<u>\$ 10,709,678</u>	<u>\$ 10,726,418</u>	<u>\$ 8,113,225</u>	<u>\$ 15,584,298</u>	<u>\$ 25,010,770</u>
Discretely Presented Bedford County School Department										
Governmental Activities										
Net Investment in Capital Assets	\$ 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	\$ 101,405,111
Restricted	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	15,001,143
Unrestricted	<u>9,469,221</u>	<u>7,380,379</u>	<u>9,241,930</u>	<u>7,791,446</u>	<u>10,346,078</u>	<u>17,167,463</u>	<u>18,126,248</u>	<u>19,164,296</u>	<u>16,031,457</u>	<u>23,786,437</u>
Total Discretely Presented Bedford County School Department's Governmental Activities Net Position	<u>\$ 107,855,925</u>	<u>\$ 102,330,135</u>	<u>\$ 102,241,557</u>	<u>\$ 97,652,743</u>	<u>\$ 100,746,520</u>	<u>\$ 105,945,027</u>	<u>\$ 115,473,246</u>	<u>\$ 132,113,663</u>	<u>\$ 134,071,059</u>	<u>\$ 140,192,691</u>

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.

Table 2

Bedford County, Tennessee
General Government and Discretely Presented Bedford County School Department
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2012		2013		2014		2015		2016		2017		2018		2019		2020		2021		
	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	
Expenses																					
Governmental Activities:																					
General Government	\$ 2,622,551	\$ 0	\$ 2,679,511	\$ 0	\$ 2,698,463	\$ 0	\$ 2,805,033	\$ 0	\$ 2,942,928	\$ 0	\$ 2,813,366	\$ 0	\$ 2,546,090	\$ 0	\$ 3,163,715	\$ 0	\$ 3,683,740	\$ 0	\$ 5,534,886	\$ 0	
Finance	1,551,852	0	1,586,677	0	1,639,345	0	1,599,186	0	1,460,777	0	1,689,421	0	1,787,627	0	1,997,461	0	2,114,918	0	2,170,550	0	
Administration of Justice	1,774,488	0	1,749,801	0	1,796,717	0	1,795,328	0	1,722,830	0	1,857,695	0	1,832,216	0	2,054,551	0	2,241,827	0	2,464,208	0	
Public Safety	8,011,004	0	7,788,326	0	7,916,501	0	7,786,605	0	7,366,168	0	7,458,376	0	6,383,430	0	8,845,070	0	10,250,264	0	10,632,529	0	
Public Health and Welfare	4,126,630	0	5,356,033	0	4,486,032	0	4,472,045	0	4,159,809	0	4,536,744	0	4,582,425	0	4,599,922	0	5,608,185	0	5,051,621	0	
Social, Cultural, and Recreational Services	156,662	0	514,850	0	598,490	0	1,189,722	0	167,090	0	1,729,955	0	2,451,654	0	169,065	0	171,529	0	167,489	0	
Agriculture and Natural Resources	260,546	0	294,011	0	266,214	0	297,833	0	223,972	0	326,537	0	420,259	0	320,662	0	330,999	0	517,957	0	
Other Operations	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Highways	2,583,006	0	2,933,127	0	1,751,616	0	2,481,031	0	2,352,222	0	2,468,027	0	4,875,194	0	3,780,207	0	4,287,929	0	4,885,205	0	
Education	2,693,913	0	2,495,792	0	2,318,241	0	2,353,808	0	10,503	0	0	0	8,911,000	0	13,510,000	0	1,073,730	0	0	0	
Interest on Long-term Debt	0	0	0	0	0	0	0	0	2,106,399	0	2,042,864	0	2,537,110	0	2,456,951	0	2,793,883	0	2,666,935	0	
Other Debt Service	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Component Unit - Bedford County School Dept	0	63,705,713	0	64,609,492	0	64,154,978	0	61,607,980	0	62,713,933	0	65,130,978	0	66,691,006	0	72,141,967	0	75,353,474	0	80,893,738	0
Total Expenses	\$ 23,780,652	\$ 63,705,713	\$ 25,398,128	\$ 64,609,492	\$ 23,471,619	\$ 64,154,978	\$ 24,780,591	\$ 61,607,980	\$ 22,512,698	\$ 62,713,933	\$ 24,922,985	\$ 65,130,978	\$ 36,327,005	\$ 66,691,006	\$ 40,897,604	\$ 72,141,967	\$ 32,557,004	\$ 75,353,474	\$ 34,091,380	\$ 80,893,738	
Program Revenues																					
Governmental Activities:																					
Charges for Services:																					
General Government	\$ 481,210	\$ 0	\$ 539,912	\$ 0	\$ 729,370	\$ 0	\$ 996,046	\$ 0	\$ 663,218	\$ 0	\$ 762,212	\$ 0	\$ 805,318	\$ 0	\$ 828,150	\$ 0	\$ 905,567	\$ 0	\$ 1,047,671	\$ 0	
Finance	1,006,052	0	997,037	0	1,060,922	0	1,061,823	0	1,113,803	0	1,227,416	0	1,286,981	0	1,345,888	0	1,362,056	0	1,529,831	0	
Administration of Justice	1,683,922	0	1,619,539	0	1,495,030	0	1,455,787	0	1,634,501	0	1,649,356	0	1,746,340	0	1,576,541	0	1,548,378	0	1,465,094	0	
Public Safety	1,326,428	0	939,714	0	849,422	0	912,066	0	774,181	0	806,956	0	723,132	0	708,814	0	640,737	0	534,840	0	
Public Health and Welfare	1,608,862	0	1,523,074	0	1,964,227	0	1,757,596	0	1,175,838	0	2,729,882	0	2,044,408	0	2,231,341	0	2,053,597	0	2,391,747	0	
Social, Cultural, and Recreational Services	0	0	0	0	0	0	0	0	20,468	0	26,780	0	28,038	0	28,507	0	130,728	0	150,511	0	
Agriculture and Natural Resources	5,550	0	8,310	0	6,450	0	9,300	0	7,400	0	10,450	0	9,850	0	13,750	0	9,300	0	11,925	0	
Highways	22,263	0	19,391	0	19,839	0	29,559	0	88,880	0	42,725	0	17,087	0	15,803	0	13,971	0	7,627	0	
Operating Grants and Contributions	3,365,287	0	3,439,576	0	2,559,500	0	2,515,105	0	2,749,921	0	2,577,316	0	3,090,324	0	3,482,421	0	3,406,463	0	4,016,002	0	
Capital Grants and Contributions	837,862	0	749,197	0	833,698	0	355,635	0	270,665	0	827,876	0	1,062,913	0	95,375	0	674,967	0	2,217,047	0	
Component Unit - Bedford County School Dept:																					
Charges for Services	0	1,630,033	0	1,607,907	0	1,512,140	0	717,591	0	818,230	0	827,181	0	796,110	0	802,910	0	639,794	0	2,764,484	0
Operating Grants and Contributions	0	8,864,455	0	8,240,600	0	8,904,944	0	9,084,465	0	8,636,594	0	8,751,916	0	8,380,374	0	8,745,584	0	8,935,874	0	14,097,564	0
Capital Grants and Contributions	0	0	0	0	0	136,646	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Revenues	\$ 10,337,436	\$ 10,494,488	\$ 9,835,750	\$ 9,848,507	\$ 9,518,358	\$ 10,553,730	\$ 9,092,917	\$ 9,802,056	\$ 8,498,875	\$ 9,454,824	\$ 10,660,969	\$ 9,579,097	\$ 10,814,391	\$ 9,176,484	\$ 10,326,590	\$ 9,548,494	\$ 10,745,764	\$ 9,575,668	\$ 13,372,295	\$ 16,862,048	
Net (Expense)/Revenue																					
Total	\$ (13,443,216)	\$ (53,211,225)	\$ (15,562,378)	\$ (54,760,985)	\$ (13,953,261)	\$ (53,601,248)	\$ (15,687,674)	\$ (51,805,924)	\$ (14,013,823)	\$ (53,259,109)	\$ (14,262,016)	\$ (55,551,881)	\$ (25,512,614)	\$ (57,514,522)	\$ (30,571,014)	\$ (62,593,473)	\$ (21,811,240)	\$ (65,777,806)	\$ (20,719,085)	\$ (64,031,690)	

(Continued)

Table 2

Bedford County, Tennessee
General Government and Discretely Presented Bedford County School Department
Change in Net Position
Last Ten Fiscal Years
(accrual basis of accounting) (Cont.)

	2012		2013		2014		2015		2016		2017		2018		2019		2020		2021	
	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit
General Revenues and Other Changes in Net Position																				
Governmental Activities:																				
Taxes																				
Property Taxes	\$ 10,155,790	\$ 8,286,550	\$ 10,600,355	\$ 7,731,057	\$ 10,385,599	\$ 8,407,067	\$ 10,367,833	\$ 8,497,841	\$ 10,531,027	\$ 8,593,180	\$ 13,941,673	\$ 8,743,491	\$ 14,552,720	\$ 8,881,861	\$ 14,974,347	\$ 9,151,870	\$ 16,233,738	\$ 9,323,610	\$ 16,369,685	\$ 9,415,563
Sales Taxes	5,365,336	1,976,524	5,222,426	1,922,541	5,473,609	2,026,045	5,777,154	2,134,397	6,090,675	2,240,465	6,465,923	2,383,873	6,752,499	2,477,966	7,465,948	2,722,361	8,282,911	2,985,399	9,584,006	3,377,909
Other Taxes	1,244,429	2,776	1,142,346	3,842	1,209,328	10,315	1,270,682	24,832	1,503,590	28,559	1,624,970	28,865	1,773,540	25,232	1,902,471	23,648	1,795,188	23,710	2,240,924	33,527
Unrestricted Grants and Contributions	909,020	38,709,171	1,078,237	39,375,514	1,091,349	42,946,669	921,801	43,223,113	1,251,690	45,407,991	1,083,772	49,483,660	1,469,832	59,602,065	1,514,623	67,204,783	1,311,658	55,251,610	1,314,533	55,611,458
Investment Earnings	223,752	88,905	40,277	43,626	36,627	1,124	39,737	948	91,060	902	212,390	1,131	669,988	2,803	1,306,193	13,749	1,033,846	13,798	156,566	104,411
Special Item	1,821,783	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Insurance Recovery	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	113,770
Gain on Sale of Capital Assets	0	0	0	0	0	20,109	0	28,182	0	0	1,698	8,714	48,422	139,000	0	58,894	6,830	21,800	24,298	25,700
Pension Income	0	0	0	0	0	0	378,711	597,366	0	0	0	0	0	0	109,861	0	0	0	0	0
Transfers in/out	0	0	731,675	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Miscellaneous	267,764	171,076	272,656	158,615	380,290	101,341	247,676	162,279	269,471	81,789	269,350	100,654	277,069	115,771	684,378	58,585	618,142	115,275	455,545	298,138
Total	\$ 19,987,874	\$ 49,235,002	\$ 19,087,972	\$ 49,235,195	\$ 18,576,802	\$ 53,512,670	\$ 19,003,594	\$ 54,698,958	\$ 19,737,513	\$ 56,352,886	\$ 23,599,776	\$ 60,750,388	\$ 25,544,070	\$ 71,244,698	\$ 27,957,821	\$ 79,233,890	\$ 29,282,313	\$ 67,735,202	\$ 30,145,557	\$ 68,980,476
Prior-period Adjustment/Restatement	\$ 0	\$ 0	\$ (735,172)	\$ 0	\$ 0	\$ 0	\$ 1,359,566	\$ (7,451,846)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Change in Net Position	\$ 6,544,658	\$ (3,976,223)	\$ 2,790,422	\$ (5,525,790)	\$ 4,623,541	\$ (88,578)	\$ 4,675,486	\$ (4,588,812)	\$ 5,723,690	\$ 3,093,777	\$ 9,337,760	\$ 5,198,907	\$ 31,456	\$ 13,730,176	\$ (2,613,193)	\$ 16,640,417	\$ 7,471,073	\$ 1,957,396	\$ 9,426,472	\$ 4,948,786

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.

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 Tax	Local Option Sales Tax	Litigation Tax	Business Tax	Mineral Severance Tax	Wholesale Beer Tax	Other	Total
Primary Government								
2012	\$ 10,155,790	\$ 5,365,336	\$ 458,927	\$ 365,163	\$ 74,220	\$ 198,779	\$ 254,419	\$ 16,872,634
2013	10,600,355	5,222,426	393,011	378,816	60,113	189,353	121,053	16,965,127
2014	10,385,599	5,473,609	370,080	337,659	63,473	194,814	243,302	17,068,536
2015	10,367,833	5,777,154	367,760	385,275	85,765	195,585	236,297	17,415,669
2016	10,531,027	6,090,675	379,453	447,762	122,277	188,933	365,165	18,125,292
2017	13,941,673	6,465,923	463,462	443,759	125,177	183,066	409,506	22,032,566
2018	14,552,720	6,752,499	496,784	478,321	155,971	181,520	460,944	23,078,759
2019	14,974,347	7,465,948	549,910	502,057	147,488	177,732	525,284	24,342,766
2020	16,233,738	8,282,911	387,949	566,263	157,941	193,158	489,877	26,311,837
2021	16,369,685	9,584,006	481,063	597,814	168,677	211,184	782,186	28,194,615
Component Unit								
2012	\$ 8,286,550	\$ 1,976,524	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,776	\$ 10,265,850
2013	7,731,057	1,922,541	0	0	0	0	3,842	9,657,440
2014	8,407,067	2,026,045	0	0	0	0	10,315	10,443,427
2015	8,497,841	2,134,397	0	0	0	0	24,832	10,657,070
2016	8,593,180	2,240,465	0	0	0	0	28,559	10,862,204
2017	8,743,491	2,383,873	0	0	0	0	28,865	11,156,229
2018	8,881,861	2,477,966	0	0	0	0	25,232	11,385,059
2019	9,151,870	2,722,361	0	0	0	0	23,648	11,897,879
2020	9,323,610	2,985,399	0	0	0	0	23,710	12,332,719
2021	9,415,563	3,377,909	0	0	0	0	33,527	12,826,999

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.

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)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Primary Government:										
General Fund										
Restricted	\$ 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	\$ 1,585,130
Committed	166,862	73,110	123,695	90,515	3,063,818	3,012,637	3,627,147	3,736,710	2,668,076	548,238
Assigned	6,190,717	8,837,240	7,298,025	5,843,278	5,037,447	4,817,447	4,817,447	4,987,447	4,987,447	8,583,948
Unassigned	5,359,126	4,362,556	5,135,801	5,086,174	2,235,071	2,816,522	3,094,857	2,430,214	2,526,538	2,491,440
Total General Fund	<u>\$ 12,527,296</u>	<u>\$ 14,318,245</u>	<u>\$ 13,859,000</u>	<u>\$ 12,514,835</u>	<u>\$ 11,875,734</u>	<u>\$ 12,342,249</u>	<u>\$ 13,536,742</u>	<u>\$ 12,828,001</u>	<u>\$ 11,457,564</u>	<u>\$ 13,208,756</u>
All Other Governmental Funds										
Restricted	\$ 985,573	\$ 950,483	\$ 952,886	\$ 765,568	\$ 954,306	\$ 1,877,651	\$ 1,594,997	\$ 2,459,713	\$ 2,003,495	\$ 2,225,956
Committed	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	24,403,447
Assigned	0	0	0	0	0	0	0	0	0	1,944
Total All Other Governmental Funds	<u>\$ 4,207,761</u>	<u>\$ 3,778,995</u>	<u>\$ 3,801,440</u>	<u>\$ 5,287,844</u>	<u>\$ 5,529,370</u>	<u>\$ 10,529,957</u>	<u>\$ 16,105,753</u>	<u>\$ 21,909,517</u>	<u>\$ 22,739,611</u>	<u>\$ 26,631,347</u>
Component Unit:										
General Fund (General Purpose School)										
Nonspendable	\$ 0	\$ 0	\$ 0	\$ 132,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Restricted	199,843	165,078	166,251	164,684	150,469	145,820	146,039	265,629	435,144	720,885
Committed	483,315	90,556	51,240	292,532	2,210,767	2,168,520	3,083,507	13,286,591	12,499,907	6,175,544
Assigned	0	0	0	0	0	0	0	2,100,000	0	5,975,311
Unassigned	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	13,669,500
Total General Fund	<u>\$ 9,584,069</u>	<u>\$ 7,764,089</u>	<u>\$ 9,514,996</u>	<u>\$ 12,065,196</u>	<u>\$ 15,042,917</u>	<u>\$ 18,746,724</u>	<u>\$ 22,646,550</u>	<u>\$ 23,699,548</u>	<u>\$ 23,797,819</u>	<u>\$ 26,541,240</u>
All Other School Funds										
Nonspendable	\$ 78,958	\$ 69,787	\$ 62,906	\$ 68,314	\$ 50,073	\$ 52,938	\$ 48,039	\$ 42,894	\$ 117,826	\$ 103,479
Restricted	1,906,571	1,737,936	1,534,133	1,110,359	1,215,388	1,615,799	2,267,031	2,126,871	2,220,230	4,627,552
Committed	204,995	197,821	205,188	200,776	255,300	313,508	374,263	650,362	663,921	669,139
Total All Other Governmental Funds	<u>\$ 2,190,524</u>	<u>\$ 2,005,544</u>	<u>\$ 1,802,227</u>	<u>\$ 1,379,449</u>	<u>\$ 1,520,761</u>	<u>\$ 1,982,245</u>	<u>\$ 2,689,333</u>	<u>\$ 2,820,127</u>	<u>\$ 3,001,977</u>	<u>\$ 5,400,170</u>

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)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Taxes	\$ 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	\$ 29,218,668
Licenses and Permits	124,385	118,632	148,734	185,493	234,641	288,902	323,266	350,738	395,515	445,512
Fines and Forfeitures	503,321	478,464	477,127	479,011	467,569	467,671	512,614	406,650	375,985	449,240
Charges for Service	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	2,988,568
Other Local Revenue	1,018,210	726,632	952,557	1,016,195	664,191	783,174	1,297,245	2,007,784	1,628,389	900,054
Fees from County Officials	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	2,624,604
State Revenues	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	5,638,318
Federal Revenues	419,540	512,931	732,388	85,994	198,341	131,589	429,341	108,371	493,281	1,454,899
Other Govt/Citizens	1,007,321	1,000,376	2,454	12,870	80,073	27,502	173,093	10,332	290,210	355,534
Total Revenues	\$ 28,909,272	\$ 28,236,042	\$ 27,950,967	\$ 27,417,283	\$ 28,422,975	\$ 33,642,881	\$ 36,425,396	\$ 36,938,961	\$ 38,958,512	\$ 44,075,397
Expenditures										
General Government	\$ 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	\$ 2,411,269
Finance	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	2,185,950
Admin. of Justice	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	2,207,040
Public Safety	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	10,137,073
Public Health/Welfare	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	4,741,941
Social, Cultural/Rec.	156,662	167,090	167,090	1,167,090	167,090	162,150	157,210	169,065	171,529	171,529
Agriculture and										
Natural Resources	205,537	208,192	230,609	245,158	246,322	245,974	242,476	255,158	256,440	322,852
Other Operations	741,446	1,439,296	860,151	1,125,718	1,441,073	1,172,011	927,852	973,215	1,177,291	2,066,927
Highway and Bridge	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	3,959,476
Debt Service:										
Principal	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	5,786,400
Interest	2,923,613	2,655,861	2,351,178	2,246,816	2,126,118	2,043,101	2,021,298	2,518,547	2,771,883	2,719,439
Other Charges	113,665	111,478	103,658	2,728,386	102,065	409,558	206,643	491,919	163,315	157,223
Capital Projects	251,469	851,283	913,143	22,632	0	1,567,805	11,897,788	39,785,474	12,947,717	1,565,350
Total Expenditures	\$ 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	\$ 38,432,469
Excess of Revenues Over (Under) Expenditures	\$ 52,308	\$ (1,637,817)	\$ (436,800)	\$ (4,565,294)	\$ (782,575)	\$ 3,500,152	\$ (4,600,711)	\$ (36,133,334)	\$ (10,828,227)	\$ 5,642,928

(Continued)

Table 5

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Other Financing Sources (Uses)										
Transfers In	\$ 327,570	\$ 347,929	\$ 710,734	\$ 581,920	\$ 205,830	\$ 54,561	\$ 78,116	\$ -	\$ 3,275,000	\$ 1,565,413
Transfers Out	(327,570)	(347,929)	(710,734)	(581,920)	(205,830)	(54,561)	(78,116)	0	(3,275,000)	(1,565,413)
Bond Proceeds	0	0	0	0	0	0	0	0	0	0
Note Proceeds	0	0	0	2,000,000	385,000	0	0	1,000,000	1,650,000	0
Other Loans Issued	0	0	0	0	0	1,966,950	11,371,000	39,840,000	8,347,050	0
Insurance Recovery	0	0	0	97,533	0	0	0	0	290,834	0
Proceeds on Refunded Bonds	2,700,000	8,405,000	0	2,610,000	0	0	0	34,735,000	0	0
Payments to Refunded Bond Escrow Agent	(2,708,373)	(8,405,000)	0	0	0	0	0	(36,180,000)	0	0
Premiums on Bonds Sold	0	0	0	0	0	0	0	1,833,357	0	0
Sale of Nursing Home Capital Assets	0	3,000,000	0	0	0	0	0	0	0	0
Total Other Financing Sources (Uses)	\$ (8,373)	\$ 3,000,000	\$ 0	\$ 4,707,533	\$ 385,000	\$ 1,966,950	\$ 11,371,000	\$ 41,228,357	\$ 10,287,884	\$ 0
Net Change in Fund Balances	\$ 43,935	\$ 1,362,183	\$ (436,800)	\$ 142,239	\$ (397,575)	\$ 5,467,102	\$ 6,770,289	\$ 5,095,023	\$ (540,343)	\$ 5,642,928
Debt Service as a Percentage of Noncapital Expenditures	30.1%	27.3%	25.8%	19.5%	23.3%	20.4%	13.4%	17.4%	23.9%	23.0%
Capital Expenditures	\$ 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	\$ 1,433,012

General Governmental TAX Revenues by Source
Last Ten Fiscal Years (Cont.)
(modified accrual basis of accounting)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Property Tax	\$ 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	\$ 16,325,654
Sales Tax	5,333,207	5,243,541	5,429,374	5,749,141	6,072,709	6,418,775	6,742,521	7,396,124	8,080,502	9,583,903
Hotel/Motel Tax	0	0	0	0	0	0	0	0	0	13,333
Litigation Tax	458,927	393,011	370,080	367,760	379,453	463,462	496,784	549,910	387,949	481,063
Business Tax	365,163	378,816	337,659	385,275	447,762	443,759	478,321	502,057	566,263	597,814
Mineral Severance	107,079	60,113	63,473	85,765	122,277	125,177	155,971	147,488	157,941	168,677
Development Tax	145,352	133,624	162,926	293,652	304,257	411,622	465,261	530,887	509,697	767,393
Wholesale Beer Tax	198,779	189,353	194,814	195,585	188,933	183,066	181,520	177,732	193,158	211,184
Bank Excise Tax	157,420	127,964	201,274	66,319	61,349	74,749	130,931	131,290	237,412	211,652
Other Statutory Tax	1,399	1,998	2,388	2,323	1,797	1,951	0	0	0	0
	\$ 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	\$ 28,360,673

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)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<u>Revenues</u>										
Local Taxes	\$ 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	\$ 13,298,697
Licenses and Permits	2,813	2,248	2,574	2,407	2,507	2,500	2,328	2,366	1,771	2,044
Charges for Current Services	1,597,663	1,558,003	1,501,265	709,721	802,780	817,381	782,726	788,420	623,946	473,867
Investment Earnings	0	0	0	0	0	0	0	0	0	0
Other Local Revenues	316,421	266,941	121,181	192,693	102,091	128,045	141,171	182,032	171,304	2,542,779
State of Tennessee	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	55,087,428
Federal Government	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	14,144,230
Other Governments and Citizens Groups	0	68,174	0	0	0	753,950	8,911,000	13,510,000	600,050	0
Total Revenues	\$ 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	\$ 85,549,045
<u>Expenditures</u>										
Current:										
Instruction	\$ 36,425,159	\$ 36,833,683	\$ 37,284,617	\$ 35,395,486	\$ 35,682,540	\$ 37,414,953	\$ 38,970,289	\$ 42,268,667	\$ 42,528,651	\$ 46,912,674
Support Services	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	25,962,614
Operation of Non- instructional Services	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	7,737,919
Capital Outlay	363,957	505,462	516,949	489,186	639,121	820,624	1,144,564	1,979,896	2,766,013	1,080,840
Capital Projects	0	0	0	0	0	753,814	8,828,730	13,555,193	473,680	0
Debt Service	0	0	0	0	0	0	0	0	0	0
Total Expenditures	\$ 60,565,375	\$ 61,147,487	\$ 62,370,279	\$ 61,730,543	\$ 62,700,779	\$ 66,139,721	\$ 75,863,707	\$ 87,645,789	\$ 76,896,755	\$ 81,694,047
Excess of Revenues Over (Under) Expenditures	\$ (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	\$ 3,854,998
<u>Other Financing Sources (Uses)</u>										
Transfers In	\$ 0	\$ 121,037	\$ 10,521	\$ 15,548	\$ 15,570	\$ 15,649	\$ 23,281	\$ 218,000	\$ 18,000	\$ 0
Transfers Out	0	(121,037)	(10,521)	(15,548)	(15,570)	(15,649)	(23,281)	(218,000)	(18,000)	0
Proceeds from Sale of Capital Assets	0	0	0	0	0	0	140,000	0	0	0
Insurance Recovery	0	0	40,826	25,874	0	0	0	0	6,494	113,770
Total Financing Sources (Uses)	\$ 0	\$ 0	\$ 40,826	\$ 25,874	\$ 0	\$ 0	\$ 140,000	\$ 0	\$ 6,494	\$ 113,770
Net Change in Fund Balances	\$ (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	\$ 3,968,768

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 Tax	Local Option Sales Tax	Litigation Tax	Business Tax	Mineral Severance Tax	Wholesale Beer Tax	Bank Excise Tax	Interstate Telecom- munications Tax	Other Statutory Local Taxes	Total
Primary Government:										
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
2021	16,325,654	9,583,903	481,063	597,814	168,677	211,184	211,652	0	1,638,721	29,218,668
Component Unit:										
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
2021	9,388,655	3,387,362	0	0	0	0	0	0	522,680	13,298,697

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 Commercial and Industrial Property	Public Utility Property	Total Taxable Assessed Value (Inside City of Shelbyville)	Total Taxable Assessed Value (Outside City of Shelbyville)	Total Taxable Assessed Value	Assessed Value as a Percentage of Actual Value	Estimated Actual Taxable Value	Total Direct Tax Rate
		Residential Farm Agricultural and Forest Property	Commercial Industrial and Mineral Property								
2012	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
2013	2012	520,099,875	170,523,880	68,010,388	47,632,813	354,545,784	404,088,359	806,266,956	28.59%	2,820,036,348	2.27
2014	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
2015	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
2016	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
2017	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
2018	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
2019	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
2020	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
2021	2020	921,239,580	240,917,005	101,427,500	48,970,267	555,371,609	708,212,476	1,312,554,352	27.85%	4,712,909,799	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 2015 and 2020 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 Ended¹	Tax Year	General Fund	Highway Fund	General Purpose School Fund	General Debt Service Fund	Total² 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
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
2021	2020 ⁴	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 2015 and 2020 tax years.

Table 10

Bedford County, Tennessee
Principal Property Taxpayers
Current Year and Nine Years Ago

<u>Taxpayer</u>	Fiscal Year Ended 2021			Fiscal Year Ended 2012		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Calsonic Manufacturing	\$ 34,507,579	1	2.6%	\$ 19,279,573	2	2.4%
Duck River Electric Membership	19,364,099	2	1.5%	19,395,769	1	2.4%
Walmart Stores East	15,286,645	3	1.2%	13,250,762	3	1.7%
Shelbyville Hospital Corporation (Tennova)	9,702,269	4	0.7%	-	-	-
Tyson Foods	8,133,891	5	0.6%	8,276,094	6	1.0%
Sanford Corporation	6,536,760	6	0.5%	11,867,797	4	1.5%
Twist Beauty Packaging/Albeas	6,457,278	7	0.5%	7,280,395	7	0.9%
Automotive Properties of New York (SMW)	4,903,772	8	0.4%	-	-	-
CSX Transportation	4,325,299	9	0.3%	4,342,197	9	0.5%
Atmos Energy	3,451,119	10	0.3%	-	-	-
Bemis	-	-	-	9,968,512	5	1.3%
Bellsouth Telecom	-	-	-	4,650,472	8	0.6%
United Telephone	-	-	-	3,616,619	10	0.5%
Totals	<u>\$ 112,668,711</u>		<u>8.6%</u>	<u>\$ 101,928,190</u>		<u>12.8%</u>

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 Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
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%
2021	2020	25,575,054	24,686,085	96.52%	184,805	24,870,890	97.25%

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 Outlay Notes	Other Loans Payable			
2012	\$ 5,290,000	\$ 57,154,075	\$ 1,780,200	\$ 2,819,000	\$ 67,043,275	7.98%	\$ 1,473
2013	5,020,000	54,036,383	471,600	2,311,000	61,838,983	7.21%	1,357
2014	4,745,000	50,808,263	0	1,777,000	57,330,263	6.49%	1,249
2015	4,455,000	48,133,427	2,000,000	1,215,000	55,803,427	6.20%	1,197
2016	4,155,000	45,348,591	1,985,000	623,000	52,111,591	5.79%	1,104
2017	3,845,000	43,208,755	1,458,603	1,966,950	50,479,308	5.21%	1,063
2018	3,525,000	40,993,919	930,279	13,337,950	58,787,148	5.57%	1,222
2019	3,289,318	38,682,942	1,400,000	50,977,950	94,350,210	8.38%	1,924
2020	3,139,752	36,035,655	2,415,800	56,680,000	98,271,207	8.24%	1,977
2021	2,986,135	33,302,419	2,122,400	53,972,000	92,382,954	7.75%	1,839

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 Debt¹	Percentage of Estimated Actual Taxable Value of Property²	Per Capita³
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	1.16%	788
2021	2,986,135	33,302,419	36,288,554	0.77%	722

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, 2021

		% of Estimated Property Value	% of Assessed Property Value
<u>Direct Debt</u>			
General Bonded Debt	\$ 36,288,554	0.77%	2.76%
Capital Outlay Notes	2,122,400		
Other Loans Payable	<u>53,972,000</u>		
Total Direct Debt	\$ 92,382,954	1.96%	7.04%
<u>Overlapping Debt</u>			
City of Shelbyville	\$ 1,709,000	0.04%	0.13%
City of Bell Buckle	1,501,093	0.03%	0.11%
City of Wartrace	1,392,359	0.03%	0.11%
Total Overlapping Debt	<u>4,602,452</u>		
Total Direct and Overlapping Debt	<u>\$ 96,985,406</u>	2.06%	7.39%

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 \$ 1,312,554,352

Estimated Value 4,712,909,799

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 Enrollment³	Annual Unemployment Rate^{4, 5}
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
2021	50,237	1,249,093	24,864	38.0	8,457	4.8

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 and 2020 U.S. Census data. Personal income amounts for 2011-21 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 2013-21 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

<u>Employer</u> ³	2021			2012		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u> ¹	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u> ²
Tyson Foods, Inc.	1,270	1	7.89%	1,300	1	7.56%
Marelli Holdings, Co. Ltd. (formerly Calsonic)	1,190	2	7.39%	712	2	4.14%
Newell Rubbermaid/Sanford Distribution	800	3	4.97%	220	7	1.28%
Wal-Mart Distribution Center	479	4	2.98%	436	4	2.54%
National Pen Co. LLC	475	5	2.95%	485	3	2.82%
Albea Americas, Inc.	325	6	2.02%	194	8	1.13%
Century Mold Company, Inc.	185	7	1.15%	100	10	0.58%
Corsicana Bedding, LLC	160	8	0.99%	131	9	0.76%
Aludyne US, LLC (formerly Chassix)	120	9	0.75%	-	-	-
Cooper Steel Fabricators, Inc.	110	10	0.68%	-	-	-
Jostens, Inc.	-	-	-	375	5	2.18%
Bemis Shelbyville	-	-	-	240	6	1.40%
Total	<u>5,114</u>		<u>31.77%</u>	<u>4,193</u>		<u>24.39%</u>

Source(s): Tennessee Department of Economic and Community Development, Middle Tennessee Industrial Development Association.

Note(s):

¹ Percentage is based on March 2021 employment data provided by the U.S. Department of Labor, Bureau of Labor Statistics.

² Percentage is based on June 2012 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

	<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>	<u>2021</u>
Function:										
General Government	72	75	76	77	79	76	81	80	91	94
Finance	9	9	9	9	9	9	9	9	9	10
Justice	33	33	33	34	36	35	37	37	37	37
Public Safety	130	134	134	137	135	140	146	151	158	160
Health and Welfare	14	13	13	26	26	26	30	30	30	30
Agriculture	1	1	1	1	1	1	1	1	1	1
Other	1	1	1	1	1	1	3	3	3	3
Road and Bridge	26	26	26	25	25	24	24	25	27	28
Total	286	292	293	310	312	312	330	335	354	361
Component Unit:										
Education	1,199	1,169	1,134	1,111	1,031	1,015	1,034	1,061	1,094	1,053

Source: Bedford County Finance Department

Table 20

Bedford County, Tennessee
Operating Indicators by Function
Last Ten Fiscal Years

Function	<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>	<u>2021</u>
<u>General Government</u>										
Registered voters	24,264	23,704	24,090	23,223	20,553	22,470	23,141	23,125	25,073	27,042
Building permits issued										
Single family homes	58	56	85	85	109	138	177	156	206	160
All other permits	383	68	68	112	139	156	477	506	473	653
<u>Public Safety</u>										
Physical arrests	9,726	6,465	2,165	1,565	3,758	3,893	4,089	3,967	3,438	3,271
Traffic citations	2,122	n/a	n/a	386	884	652	429	354	256	232
Warrants served	11,827	10,879	9,737	10,343	10,803	14,475	14,229	14,220	9,619	9,025
Summary of inmate days:										
Felons-convicted	45,740	34,931	13,682	18,832	24,146	14,439	13,170	11,556	12,275	9,046
Misdemeanant-convicted	35,834	32,270	8,316	26,378	21,059	30,868	30,843	32,806	22,269	17,805
Pretrial	1,315	5,173	20,432	24,530	58,507	35,252	35,196	35,071	35,325	35,996
Other	4,920	5,545	1,057	418	1,320	1,018	2,678	486	871	1,036
Total inmate days	87,809	77,919	43,487	70,158	105,032	81,577	81,887	79,919	70,740	63,883
Other daily inmate information										
Average daily population	231	211	175	182	338	225	217	218	161	172
Daily inmate capacity of facility	206	206	206	213	213	213	213	213	399	399
<u>Public Health</u>										
Ambulance - call volume	5,465	6,050	6,687	6,928	7,010	6,989	6,987	7,672	7,546	8,546
Response time - average minutes	11	11	11	7	8	7	7	9	8	8
Animal control										
Requests for service	283	864	927	747	580	710	482	431	431	407
Animals impounded	929	1,246	1,250	1,320	763	1,024	1,104	833	651	716
Animals adopted	465	908	1,012	1,038	618	844	930	762	616	607

(Continued)

Table 20

Bedford County, Tennessee
Operating Indicators by Function (Cont.)

Function (Cont.)	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<u>Road and Bridge</u>										
Street resurfaced (miles)	10	13	15	28	32	26	42	25	15	34
<u>Sanitation</u>										
Solid Waste Department										
Refuse collected (in tons)	10,179	10,045	9,899	9,711	10,495	10,384	10,432	10,308	10,500	10,964
Recyclables collected (in tons)										
Paper	249	302	280	249	279	331	314	314	106	268
Batteries	1	1	1	0	0	0	1	1	2	0
Metals	190	250	288	249	297	414	446	408	469	548
Tires	413	394	499	451	483	436	423	432	356	562
Used oil (gallons)	9,705	4,855	10,590	5,048	8,950	6,968	8,030	10,795	8,412	10,310
<u>Component Unit:</u>										
Bedford County School Department										
Weighted Full-time Equivalent Average										
Daily Attendance	7,599	7,730	7,837	7,956	8,021	8,033	8,094	8,185	8,342	7,914
Number Graduated	522	505	500	491	526	519	527	575	552	575

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>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>	<u>2021</u>
Highways and Streets										
Number of Miles	683	683	683	683	685	685	685	685.21	685.71	685.32
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	1	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	8	8	8	8	8	8	8	8	9	9
Sanitation/Solid Waste Department										
Number of Trucks	4	4	4	4	4	4	4	4	5	5
Health Department Facilities	1	1	1	1	1	1	1	1	1	1
<u>Facilities and Services Not Included in the Primary Government</u>										
Education:										
Form of Administration										
Number of Schools										
Elementary Schools	8	8	8	8	8	8	8	8	8	8
Middle Schools	3	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



JASON E. MUMPOWER
Comptroller

**Report on Internal Control Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of Financial Statements Performed in
Accordance with *Government Auditing Standards***

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bedford County, Tennessee as of and for the year ended June 30, 2021, 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 October 20, 2021. Our report includes a reference to other auditors who audited the financial statements of the discretely presented Bedford County Emergency Communications District and the Internal School Fund of the Bedford County School Department (a discretely presented component unit) as described in our report on Bedford County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

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) to determine the 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 the attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs, that we consider to be a material weakness: 2021-001.

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 determination of financial statement amounts. 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*.

Bedford County's Response to the Finding

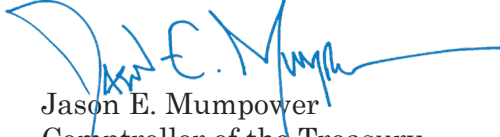
Bedford County's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Bedford County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 result 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,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 20, 2021

JEM/sl



JASON E. MUMPOWER
Comptroller

Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

Bedford County Mayor and
Board of County Commissioners
Bedford County, 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, 2021. 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, 2021.

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, 2021, and the related notes to the financial statements, which collectively comprise Bedford County's basic financial statements. We issued our report thereon dated October 20, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 20, 2021

JEM/sl

Bedford County, Tennessee, and the Bedford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (9)
For the Year-Ended June 30, 2021

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listings Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Direct Program:			
Rural Business Development Grant	10.351	N/A	\$ 45,000
Passed-through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	(4)	3,325,266
National School Lunch Program	10.555	(4)	1,724,536 (6)
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(4)	388,725 (6)
Passed through State Department of Health:			
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	34360-18721	61,478
Total U.S. Department of Agriculture			<u>\$ 5,545,005</u>
U.S. Department of Housing and Urban Development:			
Passed-through Tennessee Housing Development Agency:			
Entitlement			
Grants in Hawaii	14.228	(4)	\$ 19,017
Home Investment Partnerships Program	14.239	(4)	129,903
Total U.S. Department of Housing and Urban Development			<u>\$ 148,920</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Alcohol Open Container Requirements	20.607	Z21THS015	\$ 11,790
Total U.S. Department of Transportation			<u>\$ 11,790</u>
U.S. Department of Treasury:			
Passed through State Department of Education:			
COVID 19 - Coronavirus Relief Fund	21.019	(4)	\$ 205,015 (7)
Passed-through State Department of Finance and Administration:			
COVID 19 - Coronavirus Relief Fund	21.019	(4)	735,570 (7)
Passed-through State Department of Health:			
COVID 19 - Coronavirus Relief Fund	21.019	(4)	5,175 (7)
Total U.S. Department of Treasury			<u>\$ 945,760</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	(4)	\$ 2,124,707
Special Education Cluster: (5)			
Special Education - Grants to States	84.027	(4)	1,801,638
Special Education - Preschool Grants	84.173	(4)	46,112
Career and Technical Education - Basic Grants to States	84.048	(4)	148,640
Education for Homeless Children and Youth	84.196	(4)	15,912
Special Education - State Personnel Development	84.323	(4)	35,762
Rural Education	84.358	(4)	111,224
English Language Acquisition State Grants	84.365	(4)	110,338
Supporting Effective Instruction State Grants	84.367	(4)	271,132
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER 1.0)	84.425D	(4)	1,664,814 (8)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER 2.0)	84.425D	(4)	1,934,769 (8)
Total U.S. Department of Education			<u>\$ 8,265,048</u>
U.S. Election Assistance Commission:			
Passed-through Tennessee Secretary of State:			
COVID 19 - 2020 Supplemental Election Security Grants	90.404	(4)	\$ 45,632
Total U.S. Election Assistance Commission			<u>\$ 45,632</u>

Bedford County, Tennessee, and the Bedford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (9) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listings Number	Contract Number	Expenditures
U.S. Department of Health and Human Services:			
Passed through State Department of Education:			
TANF Cluster: (5)			
Temporary Assistance for Needy Families	93.558	(4)	\$ 241,009
Passed through State Department of Health:			
Preventive Health and Health Services Block Grant	93.991	34360-18721	36,432
Maternal and Child Health Services Block Grant to the States	93.994	34360-18721	59,257
Total U.S. Department of Health and Human Services			<u>\$ 336,698</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA 4427-DR-TN	\$ 90,373
Emergency Management Performance Grants	97.042	(4)	45,850
Assistance to Firefighters Grant	97.044	(4)	155,946
Homeland Security Grant Program	97.067	(4)	14,532
Total U.S. Department of Homeland Security			<u>\$ 306,701</u>
Total Expenditures of Federal Awards			<u>\$ 15,605,554</u>

State Grants		Contract Number	
Litter Program - State Department of Transportation	N/A	Z21LIT002	\$ 51,657
Juvenile Justice - State Commission on Children and Youth	N/A	(4)	9,000
Archive Grant - Tennessee Secretary of State	N/A	(4)	7,391
Disaster Grants - Public Assistance - State Department of Military	N/A	FEMA 4427-DR-TN	15,062
State Direct Appropriations Grant FY 2020 - State Department of Finance and Administration	N/A	(4)	1,103,883
Lottery for Education - After-school Programs - State Department of Education	N/A	(4)	83,972
Rural Local Health Services - State Department of Health	N/A	34360-18721	244,519
Family Academic Support Teams - State Department of Education	N/A	(4)	10,000
Learning Camps Transportation - State Department of Education	N/A	(4)	107,291
Learning Camps - STREAM Mini Camps - State Department of Education	N/A	(4)	91,587
Learning Camps - Summer Learning Camps - State Department of Education	N/A	(4)	324,993
Learning Camps - Bridge Camp - State Department of Education	N/A	(4)	114,433
Safe Schools Act 2003 - State Department of Education	N/A	(4)	365,342
STEM Start up Grant - State Department of Education	N/A	(4)	15,500
Student Ticket Subsidy Grant - State Arts Commission	N/A	(4)	1,040
Early Childhood Education - Department of Education	N/A	(4)	678,087
Coordinated School Health Initiative - State Department of Education	N/A	(4)	79,639
PPE (Noncash assistance) - State Department of Military	N/A	(4)	111,254
Total State Grants			<u>\$ 3,414,650</u>

FAL = Federal Assistance Listings
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 \$5,438,527; Special Education Cluster total \$1,847,750; TANF Cluster total \$241,009.
- (6) Total for FAL No. 10.555 is \$2,113,261.
- (7) Total for FAL No. 20.019 is \$945,760.
- (8) Total for FAL No. 84.425D is \$3,599,583.
- (9) For the year ended June 30, 2021, Bedford County received donated PPE valued at \$445,017 (\$333,763 federal and \$111,254 state) from the Tennessee Department of Military. These donations were unaudited.

Bedford County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2021

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 Comprehensive Financial Report for Bedford County, Tennessee, for the year ended June 30, 2021.

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, 2021

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? **YES**
 - * 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:

* Assistance Listings Number: 21.019	COVID 19 - Coronavirus Relief Fund
* Assistance Listings Number: 84.010	Title I Grants to Local Educational Agencies
* Assistance Listings Numbers: 84.027, 84.173	Special Education Cluster: Special Education - Grants to States and Special Education - Preschool Grants
* Assistance Listings Number: 84.425D	COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER 1.0) and COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER 2.0)
8. Dollar threshold used to distinguish between type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

A finding and recommendation, as a result of our audit, is presented below. We reviewed this finding and recommendation with management to provide an opportunity for their response. A written response for the finding is paraphrased and presented following the finding and recommendation. Management's corrective action plan, whether related to the financial statements or federal awards, is presented separately in the Management's Corrective Action Plan in the Single Audit Section of this report. Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICE OF DIRECTOR OF FINANCE

FINDING 2021-001

THE OFFICE HAD DEFICIENCIES IN THE MAINTENANCE OF CAPITAL ASSETS RECORDS

(Internal Control – Material Weakness Under *Government Auditing Standards*)

Our examination of the capital assets records revealed the following deficiencies. These deficiencies resulted from a lack of management oversight.

- A. Capital assets records provided to auditors erroneously contained two completed construction projects totaling \$1,552,454 as Construction in Progress. Auditors proposed an adjustment reclassifying these assets from Construction in Progress to Buildings and Improvements.
- B. When adding a new jail complex asset to the capital assets records, the year of acquisition was entered as 2000 instead of 2020. This keystroke error resulted in an overstatement of accumulated depreciation totaling \$14,170,812. After auditors brought this issue to the client's attention, they contacted their software vendor and made the needed corrections.

We presented audit adjustments to management for their approval and posting to the capital assets records for proper presentation in the financial statements of this report. Generally accepted accounting principles require accountability for all county assets, such as building improvements, furniture and equipment, and vehicles. Without accurate inventory records, the county cannot adequately control its assets.

RECOMMENDATION

Management should provide the necessary oversight to ensure capital assets records are accurately maintained in compliance with generally accepted accounting principles.

MANAGEMENT'S RESPONSE – DIRECTOR OF FINANCE

We concur with the finding. Steps are being taken to correct the finding.

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, 2021.

Bedford County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2021

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Management's corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding Number	Title of Finding	Corrective Action Plan Page Number
-------------------	------------------	---------------------------------------

OFFICE OF DIRECTOR OF FINANCE

2021-001	The office had deficiencies in the maintenance of capital assets records.	269
----------	---	-----

Bedford County Department of Finance

200 Dover Street, Suite 102
Shelbyville, TN 37160
(931) 685-2024 FAX (931) 680-1029

October 28, 2021

Corrective Action Plan

FINDING 2021-001

**THE OFFICE HAD DEFICIENCIES IN THE
MAINTENANCE OF CAPITAL ASSETS RECORDS**

Response and Corrective Action Plan Prepared by:

Robert Daniel, Director of Finance

Person Responsible for Implementing the Corrective Action:

Robert Daniel, Director of Finance

Lori Schuler, Deputy Director of Finance

Anticipated Completion Date of Corrective Action:

November 15, 2021

Repeat Finding:

No

Planned Corrective Action:

We have put controls in place to insure this finding does not reoccur. We developed a process of capturing, recording and reviewing capital assets.



Robert Daniel, Director of Finance