



ANNUAL FINANCIAL REPORT

Lawrence County, Tennessee

For the Year Ended June 30, 2021

Jason E. Mumpower
Comptroller of the Treasury



DIVISION OF
LOCAL GOVERNMENT AUDIT

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

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

LAWRENCE COUNTY, TENNESSEE

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Summary of Audit Findings

Annual Financial Report
Lawrence County, Tennessee
For the Year Ended June 30, 2021

Scope

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

Results

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

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

Findings

The following are summaries of the audit findings:

OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

- ◆ The office did not review its report of voided transactions.

OFFICE OF CLERK AND MASTER

- ◆ Invested court funds were paid out by a depository without the clerk's knowledge.



INTRODUCTORY SECTION

Lawrence County Officials

June 30, 2021

Officials

T.R. Williams, County Executive
Donnie Joe Brown, Road Superintendent
Michael Adkins, Director of Schools
Kiley Weathers, Trustee
Brady Hutton, Assessor of Property
Chuck Kizer, County Clerk
Debbie Riddle, Circuit, General Sessions, and Juvenile Courts Clerk
Kristy Gang, Clerk and Master
Terra Dickey, Register of Deeds
John Myers, Sheriff
Teresa Purcell, Director of Accounts and Budgets

Board of County Commissioners

T.R. Williams, County Executive, Chairman	Delano Benefield
Chris Jackson	Scott Franks
Wayne Yocum	Phillip Heatherly
Dennis Gillespie	Alanna Harris
Ricky Skillington	Nathan Keeton
Russ Brewer	Tammy Wisdom
John Bradley	Shane Eaton
Aaron Storey	Bert Spearman
Shane Littrell	Randy Brewer
Larry Glass	

Board of Education

Kevin Caruso, Chairman	Jerry Dryden
Larry Davis	Corey Rochelle
Brenda Jacobs	Nicky Hartsfield
Ricky Mabry	John Daniel
Royce Neidert	

Audit Committee

Karen Woodall, Chairman	Shane Eaton
Scott Franks	Polly Marsh
Jerry Putman	

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Executive 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 Lawrence 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 Internal School Fund of the Lawrence County School Department (a discretely presented component unit), which represent 1.86 percent, 2.45 percent, and 3.22 percent, respectively, of the assets, net position, and revenues of the discretely presented school department. 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 Internal School Fund of the Lawrence 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 Lawrence County, Tennessee, as of June 30, 2021, and the respective changes in financial position, and the respective budgetary comparison for the General, Solid Waste/Sanitation, 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., Lawrence 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.10 to the financial statements, which describes a restatement to the beginning Custodial Funds net position totaling \$1,870,229 on the Statement of Changes in Net Position – Fiduciary Funds and a restatement to the discretely presented Lawrence County School Department’s net position totaling \$1,591,851 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

Management has omitted the management’s discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial

statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the schedule of changes in the county's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in the total OPEB liability as listed 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 Lawrence 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, General Capital Projects, and Higher Education funds, combining and individual fund financial statements of the Lawrence County School Department (a discretely presented component unit), miscellaneous schedules and other information such as the introductory section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is also presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service, General Capital Projects, and Higher Education funds, combining and individual fund financial statements of the Lawrence 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, General Capital Projects, and Higher Education funds, combining and individual fund financial statements of the Lawrence 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 section has 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 it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2021, on our consideration of Lawrence 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 Lawrence 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 Lawrence County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 9, 2021

JEM/tg

BASIC FINANCIAL STATEMENTS

Exhibit A

Lawrence County, Tennessee
Statement of Net Position
June 30, 2021

	Primary Government Governmental Activities	Component Unit Lawrence County School Department
<u>ASSETS</u>		
Cash	\$ 116,406	\$ 1,697,629
Equity in Pooled Cash and Investments	23,177,968	30,882,447
Inventories	0	113,380
Accounts Receivable	8,157,930	10,105
Allowance for Uncollectible	(1,500,796)	0
Due from Other Governments	1,057,178	3,232,903
Property Taxes Receivable	14,345,300	6,437,936
Allowance for Uncollectible Property Taxes	(239,049)	(96,525)
Notes Receivable - Long-term	10,613	0
Net Pension Asset - Agent Plan	2,737,056	1,788,499
Net Pension Asset - Teacher Retirement Plan	0	173,157
Net Pension Asset - Teacher Legacy Pension Plan	0	5,688,707
Restricted Assets:		
Amounts Accumulated for Pension Benefits	0	276,537
Capital Assets:		
Assets Not Depreciated:		
Land	1,315,719	1,443,954
Construction in Progress	14,219,895	4,982,996
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	17,581,247	28,072,811
Infrastructure	13,149,556	0
Other Capital Assets	3,762,963	6,528,238
Total Assets	<u>\$ 97,891,986</u>	<u>\$ 91,232,774</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Charge on Refunding	\$ 190,950	\$ 0
Pension Changes in Experience	16,045	233,177
Pension Changes in Investment Earnings	255,277	1,451,429
Pension Changes in Assumptions	247,234	683,775
Pension Changes in Proportion	0	72,203
Pension Contributions After Measurement Date	673,379	3,214,690
OPEB Changes in Experience	0	169,202
OPEB Changes in Assumptions	81,312	1,522,853
OPEB Changes in Proportion	0	59,799
OPEB Contributions After Measurement Date	18,093	518,237
Total Deferred Outflows of Resources	<u>\$ 1,482,290</u>	<u>\$ 7,925,365</u>

(Continued)

Exhibit A

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

	Primary Government Governmental Activities	Component Unit Lawrence County School Department
<u>LIABILITIES</u>		
Accounts Payable	\$ 717,660	\$ 40,328
Payroll Deductions Payable	740	2,185,977
Contracts Payable	0	100,048
Accrued Interest Payable	274,944	0
Due to Other Governments	4,428,252	0
Due to Litigants, Heirs, and Others	152	0
Noncurrent Liabilities:		
Due Within One Year - Debt	4,260,688	0
Due Within One Year - Other	669,691	75,909
Due in More Than One Year - Debt	56,835,491	0
Due in More Than One Year - Other	1,134,042	13,694,925
Total Liabilities	<u>\$ 68,321,660</u>	<u>\$ 16,097,187</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Current Property Taxes	\$ 13,839,108	\$ 6,216,515
Pension Changes in Experience	796,777	3,299,068
Pension Changes in Proportion	0	57,587
OPEB Changes in Experience	152,082	2,274,107
OPEB Changes in Assumptions	16,620	1,148,925
OPEB Changes in Proportion	0	868,622
Total Deferred Inflows of Resources	<u>\$ 14,804,587</u>	<u>\$ 13,864,824</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	\$ 22,842,788	\$ 41,027,999
Restricted for:		
General Government	40,735	0
Administration of Justice	65,657	0
Public Safety	149,433	0
Public Health and Welfare	80	0
Social, Cultural, and Recreational Services	84,792	0
Highway/Public Works	1,918,711	0
Debt Service	119,368	0
Education	0	19,181,301
Capital Projects	1,511,458	0
Pensions	2,737,056	7,926,900
Unrestricted	<u>(13,222,049)</u>	<u>1,059,928</u>
Total Net Position	<u>\$ 16,248,029</u>	<u>\$ 69,196,128</u>

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

Exhibit B

Lawrence 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 Government	Component Unit
					Total Governmental Activities	Lawrence County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 2,301,574	\$ 370,098	\$ 5,510,766	\$ 0	\$ 3,579,290	\$ 0
Finance	1,582,661	1,266,430	0	0	(316,231)	0
Administration of Justice	1,628,861	605,746	101,313	0	(921,802)	0
Public Safety	7,277,993	537,683	195,975	0	(6,544,335)	0
Public Health and Welfare	5,670,426	3,706,516	1,315,104	0	(648,806)	0
Social, Cultural, and Recreational Services	777,633	820	15,477	0	(761,336)	0
Agriculture and Natural Resources	159,469	0	0	0	(159,469)	0
Highways	7,105,173	7,458	3,137,339	236,548	(3,723,828)	0
Education	6,731,874	1,011,559	0	0	(5,720,315)	0
Interest on Long-term Debt	1,651,392	0	0	0	(1,651,392)	0
Total Primary Government	\$ 34,887,056	\$ 7,506,310	\$ 10,275,974	\$ 236,548	\$ (16,868,224)	\$ 0
Component Unit:						
Lawrence County School Department	\$ 65,744,032	\$ 2,933,638	\$ 22,391,826	\$ 0	\$ 0	\$ (40,418,568)

(Continued)

Exhibit B

Lawrence County, Tennessee
Statement of Activities (Cont.)

					Net (Expense) Revenue and Changes in Net Position	
					Primary	Component
					Government	Unit
					Total	Lawrence
					Governmental	County
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Activities	School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 11,184,513	\$ 6,230,282
Property Taxes Levied for Debt Service					2,707,843	0
Local Option Sales Tax					1,712,060	7,750,238
Hotel/Motel Tax					150,063	0
Wheel Tax					1,022,257	0
Litigation Tax - General					76,924	0
Litigation Tax - Jail, Workhouse, or Courthouse					72,725	0
Business Tax					478,996	0
Mixed Drink Tax					226	0
Mineral Severance Tax					48,307	0
Wholesale Beer Tax					205,604	0
Other Local Taxes					56,742	22,094
Grants and Contributions Not Restricted to Specific Programs					1,677,644	41,633,455
Unrestricted Investment Income					171,705	49,898
Miscellaneous					98,304	483,468
Total General Revenues					\$ 19,663,913	\$ 56,169,435
Change in Net Position					\$ 2,795,689	\$ 15,750,867
Net Position, July 1, 2020					13,452,340	51,853,410
Restatement - See Note I.D.10					0	1,591,851
Net Position, June 30, 2021					\$ 16,248,029	\$ 69,196,128

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

Exhibit C-1

Lawrence County, Tennessee
 Balance Sheet
 Governmental Funds
 June 30, 2021

	Major Funds				
	General	Solid Waste / Sanitation	American Rescue Plan Act Grant Funds	Highway / Public Works	General Debt Service
<u>ASSETS</u>					
Cash	\$ 29,742	\$ 1,225	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	8,594,889	717,360	4,287,033	2,026,811	5,546,311
Accounts Receivable	5,230,645	2,778,919	0	381	106,736
Allowance for Uncollectibles	(1,051,913)	(448,883)	0	0	0
Due from Other Governments	210,260	0	0	546,603	300,315
Property Taxes Receivable	9,995,983	405,290	0	1,836,800	2,107,227
Allowance for Uncollectible Property Taxes	(166,572)	(6,754)	0	(30,608)	(35,115)
Advances to Other Funds	0	0	0	0	340,000
Notes Receivable - Long-term	0	0	0	0	0
Total Assets	<u>\$ 22,843,034</u>	<u>\$ 3,447,157</u>	<u>\$ 4,287,033</u>	<u>\$ 4,379,987</u>	<u>\$ 8,365,474</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 239,727	\$ 176,788	\$ 0	\$ 294,914	\$ 0
Payroll Deductions Payable	462	0	0	278	0
Due to Other Governments	141,219	0	4,287,033	0	0
Due to Litigants, Heirs, and Others	0	0	0	0	0
Advances Payable to Other Funds	0	0	0	340,000	0
Total Liabilities	<u>\$ 381,408</u>	<u>\$ 176,788</u>	<u>\$ 4,287,033</u>	<u>\$ 635,192</u>	<u>\$ 0</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 9,643,262	\$ 390,989	\$ 0	\$ 1,771,986	\$ 2,032,871
Deferred Delinquent Property Taxes	186,149	7,547	0	34,206	39,241
Other Deferred/Unavailable Revenue	3,721,332	2,279,680	0	272,426	149,106
Total Deferred Inflows of Resources	<u>\$ 13,550,743</u>	<u>\$ 2,678,216</u>	<u>\$ 0</u>	<u>\$ 2,078,618</u>	<u>\$ 2,221,218</u>

(Continued)

Exhibit C-1

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

	Major Funds				
	General	Solid Waste / Sanitation	American Rescue Plan Act Grant Funds	Highway / Public Works	General Debt Service
<u>FUND BALANCES</u>					
Nonspendable:					
Endowments	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Restricted:					
Restricted for General Government	40,735	0	0	0	0
Restricted for Administration of Justice	65,657	0	0	0	0
Restricted for Public Safety	20,561	0	0	0	0
Restricted for Public Health and Welfare	80	0	0	0	0
Restricted for Social, Cultural, and Recreational Services	8,993	0	0	0	0
Restricted for Highways/Public Works	0	0	0	1,666,177	0
Restricted for Debt Service	0	0	0	0	119,368
Restricted for Capital Projects	0	0	0	0	0
Committed:					
Committed for General Government	17,781	0	0	0	0
Committed for Finance	0	0	0	0	0
Committed for Public Safety	124,956	0	0	0	0
Committed for Public Health and Welfare	0	592,153	0	0	0
Committed for Debt Service	0	0	0	0	6,024,888
Assigned:					
Assigned for General Government	772,603	0	0	0	0
Unassigned	7,859,517	0	0	0	0
Total Fund Balances	\$ 8,910,883	\$ 592,153	\$ 0	\$ 1,666,177	\$ 6,144,256
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 22,843,034	\$ 3,447,157	\$ 4,287,033	\$ 4,379,987	\$ 8,365,474

(Continued)

Exhibit C-1

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

	Major Funds (Cont.)		Nonmajor Funds	
	General Capital Projects	Higher Education Fund	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>				
Cash	\$ 0	\$ 0	\$ 85,439	\$ 116,406
Equity in Pooled Cash and Investments	857,900	178,808	968,856	23,177,968
Accounts Receivable	0	0	41,249	8,157,930
Allowance for Uncollectibles	0	0	0	(1,500,796)
Due from Other Governments	0	0	0	1,057,178
Property Taxes Receivable	0	0	0	14,345,300
Allowance for Uncollectible Property Taxes	0	0	0	(239,049)
Advances to Other Funds	0	0	0	340,000
Notes Receivable - Long-term	0	0	10,613	10,613
Total Assets	<u>\$ 857,900</u>	<u>\$ 178,808</u>	<u>\$ 1,106,157</u>	<u>\$ 45,465,550</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 0	\$ 0	\$ 6,231	\$ 717,660
Payroll Deductions Payable	0	0	0	740
Due to Other Governments	0	0	0	4,428,252
Due to Litigants, Heirs, and Others	0	0	152	152
Advances Payable to Other Funds	0	0	0	340,000
Total Liabilities	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,383</u>	<u>\$ 5,486,804</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 13,839,108
Deferred Delinquent Property Taxes	0	0	0	267,143
Other Deferred/Unavailable Revenue	0	0	0	6,422,544
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 20,528,795</u>

(Continued)

Exhibit C-1

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

	<u>Major Funds (Cont.)</u>		<u>Nonmajor Funds</u>	
	<u>General Capital Projects</u>	<u>Higher Education Fund</u>	<u>Other Govern- mental Funds</u>	<u>Total Governmental Funds</u>
<u>FUND BALANCES</u>				
Nonspendable:				
Endowments	\$ 0	\$ 0	\$ 75,799	\$ 75,799
Restricted:				
Restricted for General Government	0	0	0	40,735
Restricted for Administration of Justice	0	0	0	65,657
Restricted for Public Safety	0	0	128,872	149,433
Restricted for Public Health and Welfare	0	0	0	80
Restricted for Social, Cultural, and Recreational Services	0	0	0	8,993
Restricted for Highways/Public Works	0	0	0	1,666,177
Restricted for Debt Service	0	0	0	119,368
Restricted for Capital Projects	857,900	178,808	474,750	1,511,458
Committed:				
Committed for General Government	0	0	94,916	112,697
Committed for Finance	0	0	27,500	27,500
Committed for Public Safety	0	0	0	124,956
Committed for Public Health and Welfare	0	0	297,937	890,090
Committed for Debt Service	0	0	0	6,024,888
Assigned:				
Assigned for General Government	0	0	0	772,603
Unassigned	0	0	0	7,859,517
Total Fund Balances	<u>\$ 857,900</u>	<u>\$ 178,808</u>	<u>\$ 1,099,774</u>	<u>\$ 19,449,951</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 857,900</u>	<u>\$ 178,808</u>	<u>\$ 1,106,157</u>	<u>\$ 45,465,550</u>

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

Exhibit C-2

Lawrence 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)		\$	19,449,951
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.			
Add: land	\$	1,315,719	
Add: construction in progress		14,219,895	
Add: buildings and improvements net of accumulated depreciation		17,581,247	
Add: infrastructure net of accumulated depreciation		13,149,556	
Add: other capital assets net of accumulated depreciation		<u>3,762,963</u>	50,029,380
(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	\$	(3,363,833)	
Less: other loans payable		(2,908,848)	
Less: bonds payable		(52,486,126)	
Less: unamortized premium on debt		(2,337,372)	
Add: deferred amount on refunding		190,950	
Less: compensated absences payable		(664,691)	
Less: landfill postclosure care costs		(565,603)	
Less: net OPEB liability		(573,439)	
Less: accrued interest on bonds and notes		<u>(274,944)</u>	(62,983,906)
(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 and OPEB expenses in future years.			
Add: deferred outflows of resources related to pensions	\$	1,191,935	
Add: deferred outflows of resources related to OPEB		99,405	
Less: deferred inflows of resources related to pensions		(796,777)	
Less: deferred inflows of resources related to OPEB		<u>(168,702)</u>	325,861
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.			2,737,056
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.			<u>6,689,687</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>16,248,029</u></u>

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

Exhibit C-3

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

	Major Funds					
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	General Capital Projects	Higher Education Fund
<u>Revenues</u>						
Local Taxes	\$ 10,213,712	\$ 395,127	\$ 1,837,690	\$ 5,622,806	\$ 0	\$ 0
Licenses and Permits	58,658	0	0	0	0	0
Fines, Forfeitures, and Penalties	132,564	0	0	0	0	0
Charges for Current Services	2,164,613	1,211,915	0	0	0	0
Other Local Revenues	379,385	160,512	7,458	35,004	0	0
Fees Received From County Officials	1,404,312	0	0	0	0	0
State of Tennessee	3,244,336	0	3,143,223	0	0	1,355,911
Federal Government	1,081,630	0	224,882	0	0	0
Other Governments and Citizens Groups	121,336	19,227	40,276	1,011,559	0	2,836,931
Total Revenues	\$ 18,800,546	\$ 1,786,781	\$ 5,253,529	\$ 6,669,369	\$ 0	\$ 4,192,842
<u>Expenditures</u>						
Current:						
General Government	\$ 1,578,231	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Finance	1,026,260	0	0	0	0	0
Administration of Justice	1,648,551	0	0	0	0	0
Public Safety	7,039,404	0	0	0	0	0
Public Health and Welfare	3,544,028	1,642,747	0	0	0	0
Social, Cultural, and Recreational Services	407,261	0	0	0	0	0
Agriculture and Natural Resources	150,955	0	0	0	0	0
Other Operations	1,447,035	0	0	0	0	0
Highways	0	0	4,474,615	0	0	0
Debt Service:						
Principal on Debt	0	0	0	4,457,016	0	0
Interest on Debt	0	0	0	1,652,749	0	0
Other Debt Service	0	0	0	200,287	119,523	0

(Continued)

Exhibit C-3

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

	Major Funds					
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	General Capital Projects	Higher Education Fund
<u>Expenditures (Cont.)</u>						
Capital Projects	\$ 18,541	\$ 0	\$ 0	\$ 0	\$ 32,066	\$ 4,057,895
Capital Projects - Donated	0	0	0	0	6,606,336	0
Total Expenditures	\$ 16,860,266	\$ 1,642,747	\$ 4,474,615	\$ 6,310,052	\$ 6,757,925	\$ 4,057,895
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,940,280	\$ 144,034	\$ 778,914	\$ 359,317	\$ (6,757,925)	\$ 134,947
<u>Other Financing Sources (Uses)</u>						
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,000,000	\$ 0
Refunding Debt Issued	0	0	0	1,375,000	0	0
Premiums on Debt Sold	0	0	0	99,298	266,250	0
Other Loans Issued	0	0	0	44,529	459,609	0
Insurance Recovery	88,491	0	22,693	0	0	0
Transfers In	0	0	0	0	0	0
Transfers Out	0	0	(450,000)	0	0	0
Payments to Refunded Debt Escrow Agent	0	0	0	(1,413,607)	0	0
Total Other Financing Sources (Uses)	\$ 88,491	\$ 0	\$ (427,307)	\$ 105,220	\$ 6,725,859	\$ 0
Net Change in Fund Balances	\$ 2,028,771	\$ 144,034	\$ 351,607	\$ 464,537	\$ (32,066)	\$ 134,947
Fund Balance, July 1, 2020	6,882,112	448,119	1,314,570	5,679,719	889,966	43,861
Fund Balance, June 30, 2021	\$ 8,910,883	\$ 592,153	\$ 1,666,177	\$ 6,144,256	\$ 857,900	\$ 178,808

(Continued)

Exhibit C-3

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

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		
<u>Revenues</u>			
Local Taxes	\$ 198,765	\$	18,268,100
Licenses and Permits	0		58,658
Fines, Forfeitures, and Penalties	38,294		170,858
Charges for Current Services	557,701		3,934,229
Other Local Revenues	0		582,359
Fees Received From County Officials	0		1,404,312
State of Tennessee	0		7,743,470
Federal Government	0		1,306,512
Other Governments and Citizens Groups	0		4,029,329
Total Revenues	\$ 794,760	\$	37,497,827
<u>Expenditures</u>			
Current:			
General Government	\$ 0	\$	1,578,231
Finance	535,624		1,561,884
Administration of Justice	5,241		1,653,792
Public Safety	30,262		7,069,666
Public Health and Welfare	0		5,186,775
Social, Cultural, and Recreational Services	0		407,261
Agriculture and Natural Resources	0		150,955
Other Operations	20,194		1,467,229
Highways	0		4,474,615
Debt Service:			
Principal on Debt	0		4,457,016
Interest on Debt	0		1,652,749
Other Debt Service	0		319,810

(Continued)

Exhibit C-3

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

	Nonmajor Funds	Other Govern- mental Funds	Total Governmental Funds
<u>Expenditures (Cont.)</u>			
Capital Projects	\$ 37,512	\$	4,146,014
Capital Projects - Donated	0		6,606,336
Total Expenditures	<u>\$ 628,833</u>	<u>\$</u>	<u>40,732,333</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 165,927</u>	<u>\$</u>	<u>(3,234,506)</u>
<u>Other Financing Sources (Uses)</u>			
Bonds Issued	\$ 0	\$	6,000,000
Refunding Debt Issued	0		1,375,000
Premiums on Debt Sold	0		365,548
Other Loans Issued	0		504,138
Insurance Recovery	0		111,184
Transfers In	450,000		450,000
Transfers Out	0		(450,000)
Payments to Refunded Debt Escrow Agent	0		(1,413,607)
Total Other Financing Sources (Uses)	<u>\$ 450,000</u>	<u>\$</u>	<u>6,942,263</u>
Net Change in Fund Balances	\$ 615,927	\$	3,707,757
Fund Balance, July 1, 2020	<u>483,847</u>		<u>15,742,194</u>
Fund Balance, June 30, 2021	<u>\$ 1,099,774</u>	<u>\$</u>	<u>19,449,951</u>

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

Exhibit C-4

Lawrence 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)		\$ 3,707,757
(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	\$ 4,827,678	
Less: current-year depreciation expense	<u>(4,252,216)</u>	575,462
(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		(47,343)
(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	\$ (6,441,748)	
Add: deferred delinquent property taxes and other deferred June 30, 2021	<u>6,689,687</u>	247,939
(4) The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of those differences in the treatment of long-term debt and related items.		
Less: change in premium on debt issuances	\$ (212,520)	
Less: change in deferred amount on refunding debt	(18,404)	
Add: principal payments on notes	1,616,167	
Add: principal payments on bonds	2,705,168	
Add: principal payments on other loans	135,681	
Add: payment to refunding agent	1,405,000	
Less: bond proceeds	(6,000,000)	
Less: refunding bond proceeds	(1,375,000)	
Less: other loan proceeds	<u>(504,138)</u>	(2,248,046)
(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 compensated absences payable	\$ 70,180	
Change in landfill postclosure care costs	48,879	
Change in net OPEB liability	(67,397)	
Change in accrued interest payable	1,357	
Change in deferred outflows of resources related to pensions	115,465	
Change in deferred outflows of resources related to OPEB	37,309	
Change in deferred inflows of resources related to pensions	183,633	
Change in deferred inflows of resources related to OPEB	(7,241)	
Change in net pension asset	<u>177,735</u>	<u>559,920</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 2,795,689</u>

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

Exhibit C-5

Lawrence County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 10,213,712	\$ 9,599,328	\$ 9,599,328	\$ 614,384
Licenses and Permits	58,658	53,092	53,092	5,566
Fines, Forfeitures, and Penalties	132,564	135,584	135,584	(3,020)
Charges for Current Services	2,164,613	2,027,564	2,027,814	136,799
Other Local Revenues	379,385	243,679	493,305	(113,920)
Fees Received From County Officials	1,404,312	1,245,030	1,245,030	159,282
State of Tennessee	3,244,336	2,924,975	2,847,848	396,488
Federal Government	1,081,630	421,869	2,700,833	(1,619,203)
Other Governments and Citizens Groups	121,336	92,027	111,043	10,293
Total Revenues	\$ 18,800,546	\$ 16,743,148	\$ 19,213,877	\$ (413,331)
<u>Expenditures</u>				
<u>General Government</u>				
County Commission	\$ 147,820	\$ 158,666	\$ 158,666	\$ 10,846
Beer Board	180	2,083	2,083	1,903
County Mayor/Executive	219,194	205,238	227,633	8,439
County Attorney	51,577	52,626	52,626	1,049
Election Commission	277,817	297,086	297,436	19,619
Register of Deeds	225,437	248,925	248,925	23,488
County Buildings	599,896	506,938	633,386	33,490
Preservation of Records	56,310	60,021	62,242	5,932
<u>Finance</u>				
Accounting and Budgeting	366,348	364,561	378,481	12,133
Property Assessor's Office	321,720	353,230	357,880	36,160
County Trustee's Office	62,768	80,132	80,132	17,364
County Clerk's Office	113,745	156,006	156,006	42,261
Data Processing	161,679	154,472	177,566	15,887
<u>Administration of Justice</u>				
Circuit Court	537,959	611,455	623,214	85,255
General Sessions Court	332,474	347,808	348,558	16,084
Chancery Court	320,008	333,849	338,064	18,056
Juvenile Court	187,595	207,229	207,979	20,384
Other Administration of Justice	35,525	10,000	52,798	17,273
Courtroom Security	134,634	143,493	149,158	14,524
Victim Assistance Programs	100,356	160,500	160,500	60,144
<u>Public Safety</u>				
Sheriff's Department	3,609,461	3,691,143	4,029,383	419,922
Jail	2,497,987	2,975,287	2,976,290	478,303
Workhouse	58,385	58,500	58,500	115
Work Release Program	48,559	54,230	54,230	5,671
Fire Prevention and Control	2,000	2,000	2,000	0
Civil Defense	31,158	84,169	84,169	53,011
Rescue Squad	352,500	352,500	352,500	0
Other Emergency Management	339,245	339,245	339,245	0
County Coroner/Medical Examiner	80,374	94,392	94,865	14,491
Public Safety Grants Program	19,735	49,203	47,451	27,716
<u>Public Health and Welfare</u>				
Local Health Center	142,576	156,113	156,113	13,537

(Continued)

Exhibit C-5

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Expenditures (Cont.)</u>				
<u>Public Health and Welfare (Cont.)</u>				
Ambulance/Emergency Medical Services	\$ 2,616,939	\$ 2,591,680	\$ 2,674,997	\$ 58,058
Alcohol and Drug Programs	119,169	67,142	132,226	13,057
Other Local Health Services	118,677	125,000	184,353	65,676
Appropriation to State	464,992	526,521	526,521	61,529
Other Public Health and Welfare	81,675	80,260	81,675	0
<u>Social, Cultural, and Recreational Services</u>				
Senior Citizens Assistance	20,000	20,000	20,000	0
Libraries	337,261	379,964	424,470	87,209
Other Social, Cultural, and Recreational	50,000	50,000	50,000	0
<u>Agriculture and Natural Resources</u>				
Agricultural Extension Service	118,844	148,979	148,979	30,135
Soil Conservation	32,111	47,293	52,833	20,722
<u>Other Operations</u>				
Tourism	59,876	64,500	64,500	4,624
Industrial Development	176,617	176,617	176,617	0
Airport	69,000	69,000	69,000	0
Veterans' Services	99,780	108,189	109,339	9,559
Other Charges	597,809	572,166	618,876	21,067
COVID-19 Grant #1	316,176	0	316,176	0
COVID-19 Grant #2	17,400	0	18,821	1,421
COVID-19 Grant #4	1,078	0	1,085	7
COVID-19 Grant #5	0	0	35,477	35,477
COVID-19 Grant #6	54,398	0	54,482	84
COVID-19 Grant B	1,625	0	2,908	1,283
COVID-19 Grant C	3,563	0	4,227	664
COVID-19 Grant D	0	0	25,000	25,000
Miscellaneous	49,713	60,000	60,000	10,287
<u>Capital Projects</u>				
General Administration Projects	18,541	0	18,541	0
Total Expenditures	\$ 16,860,266	\$ 17,398,411	\$ 18,779,182	\$ 1,918,916
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 1,940,280	\$ (655,263)	\$ 434,695	\$ 1,505,585
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 88,491	\$ 0	\$ 0	\$ 88,491
Total Other Financing Sources	\$ 88,491	\$ 0	\$ 0	\$ 88,491
Net Change in Fund Balance				
Fund Balance, July 1, 2020	\$ 2,028,771	\$ (655,263)	\$ 434,695	\$ 1,594,076
	6,882,112	5,219,175	5,219,175	1,662,937
Fund Balance, June 30, 2021				
	\$ 8,910,883	\$ 4,563,912	\$ 5,653,870	\$ 3,257,013

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

Exhibit C-6

Lawrence County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 395,127	\$ 369,041	\$ 369,041	\$ 26,086
Charges for Current Services	1,211,915	1,142,890	1,142,890	69,025
Other Local Revenues	160,512	102,200	127,200	33,312
Other Governments and Citizens Groups	19,227	21,200	21,200	(1,973)
Total Revenues	<u>\$ 1,786,781</u>	<u>\$ 1,635,331</u>	<u>\$ 1,660,331</u>	<u>\$ 126,450</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Landfill Operation and Maintenance	\$ 1,642,747	\$ 1,685,216	\$ 1,706,740	\$ 63,993
Total Expenditures	<u>\$ 1,642,747</u>	<u>\$ 1,685,216</u>	<u>\$ 1,706,740</u>	<u>\$ 63,993</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 144,034</u>	<u>\$ (49,885)</u>	<u>\$ (46,409)</u>	<u>\$ 190,443</u>
Net Change in Fund Balance	\$ 144,034	\$ (49,885)	\$ (46,409)	\$ 190,443
Fund Balance, July 1, 2020	<u>448,119</u>	<u>271,722</u>	<u>271,722</u>	<u>176,397</u>
Fund Balance, June 30, 2021	<u><u>\$ 592,153</u></u>	<u><u>\$ 221,837</u></u>	<u><u>\$ 225,313</u></u>	<u><u>\$ 366,840</u></u>

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

Exhibit C-7

Lawrence 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	\$ 1,837,690	\$ 1,751,016	\$ 1,751,016	\$ 86,674
Other Local Revenues	7,458	0	4,878	2,580
State of Tennessee	3,143,223	2,374,198	2,419,822	723,401
Federal Government	224,882	0	224,882	0
Other Governments and Citizens Groups	40,276	0	35,996	4,280
Total Revenues	<u>\$ 5,253,529</u>	<u>\$ 4,125,214</u>	<u>\$ 4,436,594</u>	<u>\$ 816,935</u>
<u>Expenditures</u>				
<u>Highways</u>				
Administration	\$ 264,725	\$ 290,735	\$ 295,364	\$ 30,639
Highway and Bridge Maintenance	3,153,086	2,925,940	3,549,643	396,557
Operation and Maintenance of Equipment	573,279	639,234	595,227	21,948
Other Charges	129,026	126,478	131,751	2,725
Capital Outlay	354,499	532,000	359,692	5,193
<u>Principal on Debt</u>				
Highways and Streets	0	100,000	0	0
<u>Interest on Debt</u>				
Highways and Streets	0	10,000	0	0
Total Expenditures	<u>\$ 4,474,615</u>	<u>\$ 4,624,387</u>	<u>\$ 4,931,677</u>	<u>\$ 457,062</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 778,914</u>	<u>\$ (499,173)</u>	<u>\$ (495,083)</u>	<u>\$ 1,273,997</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 22,693	\$ 0	\$ 22,693	\$ 0
Transfers Out	(450,000)	0	(450,000)	0
Total Other Financing Sources	<u>\$ (427,307)</u>	<u>\$ 0</u>	<u>\$ (427,307)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 351,607	\$ (499,173)	\$ (922,390)	\$ 1,273,997
Fund Balance, July 1, 2020	<u>1,314,570</u>	<u>1,123,705</u>	<u>1,123,705</u>	<u>190,865</u>
Fund Balance, June 30, 2021	<u><u>\$ 1,666,177</u></u>	<u><u>\$ 624,532</u></u>	<u><u>\$ 201,315</u></u>	<u><u>\$ 1,464,862</u></u>

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

Exhibit D-1

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

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash	\$ 1,097,665
Equity in Pooled Cash and Investments	128,848
Accounts Receivable	25,320
Due from Other Governments	<u>1,053,748</u>
Total Assets	<u>\$ 2,305,581</u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 16,612
Due to Other Taxing Units	<u>1,040,474</u>
Total Liabilities	<u>\$ 1,057,086</u>
<u>NET POSITION</u>	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 1,248,495</u>
Total Net Position	<u><u>\$ 1,248,495</u></u>

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

Exhibit D-2

Lawrence 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	\$ 5,922,956
Fines/Fees and Other Collections	9,481,933
Drug Task Force Collections	141,017
District Attorney General Collections	22,508
Total Additions	<u>\$ 15,568,414</u>
<u>DEDUCTIONS</u>	
Payment of Sales Tax Collections to Other Governments	\$ 5,922,956
Payments to State	6,022,522
Payments to County/City	2,148,827
Payments to Individuals and Others	1,945,980
Payment of Drug Task Force Expenses	129,677
Payment of District Attorney General Expenses	20,186
Total Deductions	<u>\$ 16,190,148</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ (621,734)
Net Position, July 1, 2020	0
Restatement - See Note I.D.10	<u>1,870,229</u>
Net Position, June 30, 2021	<u><u>\$ 1,248,495</u></u>

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

LAWRENCE COUNTY, TENNESSEE

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Lawrence 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 Lawrence County:

A. Reporting Entity

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

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

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

The Lawrence 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 Lawrence County Emergency Communications District can be obtained from its administrative office at the following address:

Administrative Office:

Lawrence County Emergency
Communications District
PO Box 691
Lawrenceburg, TN 38464-0691

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 Lawrence 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 Lawrence 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.

Lawrence County issues all debt for the discretely presented Lawrence County School Department. Net debt issues totaling \$6,606,336 were 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 Lawrence 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. Lawrence County has no proprietary funds to report.

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

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

Lawrence 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.

Solid Waste/Sanitation Fund – This special revenue fund accounts for transactions related to the disposal of Lawrence County’s solid waste. Local taxes and general service charges are the foundational revenues of this fund.

American Rescue Plan Act Grant 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.

General Capital Projects Fund – This fund is used to account for the financial resources to be used for the acquisition or construction of major capital facilities and other capital assets.

Higher Education Fund – This fund is used to account for the financial resources to be used for the construction of a county building to offer college classes.

Additionally, Lawrence County reports the following fund types:

Permanent Fund – The Permanent Fund accounts for two private gifts received by the county for which the principal amount must remain intact while interest earned on the principal is to be expended to benefit Lawrence County’s public library. The interest earned on the fund’s investments is posted directly to the General Fund.

Custodial Funds – These funds account for amounts collected in a custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Lawrence County, funds held for the benefit of the Judicial District Drug Task Force, and restricted revenues held for the benefit of the Office of District Attorney General.

The discretely presented Lawrence 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.

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

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 21) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 20) 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 Lawrence County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General and General Purpose School funds. Lawrence 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. Lawrence County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value. No investments required to be reported at fair value were held at the balance sheet date.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either due to/from other funds (i.e., the current portion of interfund loans) or advances to/from other funds (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as due to/from other funds.

Advances/long-term loans/notes receivable between funds, as reported in the General Debt Service Fund financial statements are included in committed fund balance.

All ambulance, property taxes, and solid waste receivables are shown with an allowance for uncollectible. Ambulance and solid waste receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is less than 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 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 Lawrence County 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 Lawrence 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 Lawrence County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Lawrence 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 \$10,000 (bridge infrastructure \$50,000) or more and an estimated useful life of more than two 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	25 - 40
Other Capital Assets	5 - 10
Infrastructure:	
Roads	10 - 25
Bridges	25

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. One such item is a deferred charge on refunding that results from the differences in the carrying values of refunded debts and their reacquisition prices. These amounts are deferred and amortized over the shorter of the refunded or refunding debts. Other items of deferred outflows include pension changes in experience, investment earnings, assumptions, and proportion; pension contributions after the measurement date; OPEB changes in experience, assumptions, and proportion; and OPEB contributions after the measurement date.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this

category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These items are from the following sources: current and delinquent property taxes; pension changes in experience and proportion; OPEB changes in experience, assumptions, and proportion; and various receivables for revenues, which do not meet the availability criteria for governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

7. Compensated Absences

It is the primary government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Lawrence County does not have a policy to pay amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide financial statements for the county. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

It is the policy of the discretely presented Lawrence County School Department to permit central office and bus/building maintenance employees to earn vacation at the rate of 12 to 18 days per year, depending upon length of service and length of contract. The policy provides for employees to carry forward to the next year any unused annual days not to exceed 20 days. All vacation pay is accrued when incurred in the government-wide financial statements for the school department. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

General policy of the school department for all professional personnel (teachers) permits the unlimited accumulation of unused sick leave days. Noncertified personnel earn one day of sick leave per month with unlimited accumulation. The granting of sick leave has no guaranteed payment attached and, therefore, is not required to be accrued or recorded.

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 are amortized over the life of the new debt using the straight-line method. Debt issuance costs are expensed in the period incurred. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is reported as a deferred outflow of resources or a deferred inflow of

resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

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

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

9. Net Position and Fund Balance

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

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

As of June 30, 2021, Lawrence County had \$32,266,232 in outstanding debt for capital purposes for the discretely presented Lawrence County School Department. This debt is a liability of Lawrence County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Lawrence 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.

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

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

10. 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 Lawrence County School Department. A restatement of \$1,591,851 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 these funds has been restated by \$1,870,229 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 Lawrence County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Lawrence 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 Lawrence County School Department

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

F. Other Postemployment Benefit (OPEB) Plans

Primary Government

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by

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

Discretely Presented Lawrence County School Department

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

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

Primary Government

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

Discretely Presented Lawrence 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 Lawrence County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund and the school department's Internal School Fund (special revenue funds), which are not budgeted and the American Rescue Plan Act Grant Fund (special revenue fund) which had no expenditures during the year. 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, Beer Board, County Mayor/Executive, County Attorney, etc.). Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

At June 30, 2021, the discretely presented Lawrence County School Department had outstanding encumbrances in the General Purpose School Fund totaling \$23,506.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Lawrence County and the Lawrence 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 and investments reflected on the balance sheets or statements of net position represent nonpooled amounts held separately by individual funds.

Deposits

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

The county had no pooled or nonpooled investments as of June 30, 2021.

TCRS Stabilization Trust

Legal Provisions. The Lawrence 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 Lawrence 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 Lawrence 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	\$ 85,727
Developed Market International Equity	N/A	N/A	38,715
Emerging Market International Equity	N/A	N/A	11,061
U.S. Fixed Income	N/A	N/A	55,308
Real Estate	N/A	N/A	27,654
Short-term Securities	N/A	N/A	2,765
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>55,307</u>
Total			<u>\$ 276,537</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. Notes Receivable

The Industrial/Economic Development Fund had a long-term note receivable of \$10,613 on June 30, 2021, from financing projects for the Lawrenceburg-Lawrence County Airport (Joint Venture) and is included in the committed fund balance account.

C. 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	\$ 1,309,719	\$ 6,000	\$ 0	\$ 1,315,719
Construction in Progress	10,258,237	4,061,351	(99,693)	14,219,895
Total Capital Assets Not Depreciated	<u>\$ 11,567,956</u>	<u>\$ 4,067,351</u>	<u>\$ (99,693)</u>	<u>\$ 15,535,614</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 27,222,004	\$ 0	\$ 0	\$ 27,222,004
Infrastructure	83,347,634	121,399	(29,640)	83,439,393
Other Capital Assets	15,043,136	738,621	(559,282)	15,222,475
Total Capital Assets Depreciated	<u>\$ 125,612,774</u>	<u>\$ 860,020</u>	<u>\$ (588,922)</u>	<u>\$ 125,883,872</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 8,975,727	\$ 665,030	\$ 0	\$ 9,640,757
Infrastructure	67,647,098	2,668,093	(25,354)	70,289,837
Other Capital Assets	11,056,644	919,093	(516,225)	11,459,512
Total Accumulated Depreciation	<u>\$ 87,679,469</u>	<u>\$ 4,252,216</u>	<u>\$ (541,579)</u>	<u>\$ 91,390,106</u>
Total Capital Assets Depreciated, Net	<u>\$ 37,933,305</u>	<u>\$ (3,392,196)</u>	<u>\$ (47,343)</u>	<u>\$ 34,493,766</u>
Governmental Activities Capital Assets, Net	<u>\$ 49,501,261</u>	<u>\$ 675,155</u>	<u>\$ (147,036)</u>	<u>\$ 50,029,380</u>

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

Governmental Activities:

General Government	\$ 576,610
Finance	2,992
Public Safety	317,377
Public Health and Welfare	379,240
Social, Cultural, and Recreational Services	78,381
Agriculture and Natural Resources	5,472
Other Operations	3,026
Highways	<u>2,889,118</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 4,252,216</u></u>

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

	Balance 7-1-20	Increases	Decreases	Balance 6-30-21
Capital Assets Not Depreciated:				
Land	\$ 1,426,454	\$ 17,500	\$ 0	\$ 1,443,954
Construction in Progress	<u>3,688,916</u>	<u>1,853,223</u>	<u>(559,143)</u>	<u>4,982,996</u>
Total Capital Assets Not Depreciated	<u>\$ 5,115,370</u>	<u>\$ 1,870,723</u>	<u>\$ (559,143)</u>	<u>\$ 6,426,950</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 65,036,833	\$ 608,688	\$ 0	\$ 65,645,521
Other Capital Assets	<u>13,510,475</u>	<u>4,041,235</u>	<u>(334,490)</u>	<u>17,217,220</u>
Total Capital Assets Depreciated	<u>\$ 78,547,308</u>	<u>\$ 4,649,923</u>	<u>\$ (334,490)</u>	<u>\$ 82,862,741</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 35,900,600	\$ 1,672,110	\$ 0	\$ 37,572,710
Other Capital Assets	<u>10,537,098</u>	<u>486,374</u>	<u>(334,490)</u>	<u>10,688,982</u>
Total Accumulated Depreciation	<u>\$ 46,437,698</u>	<u>\$ 2,158,484</u>	<u>\$ (334,490)</u>	<u>\$ 48,261,692</u>
Total Capital Assets Depreciated, Net	<u>\$ 32,109,610</u>	<u>\$ 2,491,439</u>	<u>\$ 0</u>	<u>\$ 34,601,049</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 37,224,980</u></u>	<u><u>\$ 4,362,162</u></u>	<u><u>\$ (559,143)</u></u>	<u><u>\$ 41,027,999</u></u>

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

Governmental Activities:

Instruction	\$ 1,576,958
Support Services	450,605
Operation of Non-instructional Services	<u>130,921</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 2,158,484</u></u>

D. Construction Commitments

On June 30, 2021, Lawrence County had uncompleted construction contracts of approximately \$98,649 in the Higher Education Fund for building construction. Funding has been received for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

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

Due to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Discretely Presented School Department:		
General Purpose School	Education Capital Projects	\$ 37,168

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.

Interfund Loans to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General Debt Service	Highway/Public Works	\$ 340,000

The balance of \$340,000 due to the General Debt Service Fund from the Highway/Public Works Fund resulted from an advance to the Highway/Public Works Fund for purchase of highway equipment.

Interfund Transfers:

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

Primary Government

Transfer Out	Transfer In	
	Nonmajor governmental funds	Purpose
Highway/Public Works Fund	\$ 450,000	Equipment purchase
Total	<u>\$ 450,000</u>	

Discretely Presented Lawrence County School Department

Transfers Out	Transfers In			Purpose
	General Purpose School Fund	School Federal Projects Fund	Nonmajor governmental funds	
General Purpose School Fund	\$ 0	\$ 1,500,000	\$ 6,460	Operations
School Federal Projects Fund	243,840	0	0	Indirect costs
Total	<u>\$ 243,840</u>	<u>\$ 1,500,000</u>	<u>\$ 6,460</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 and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

F. Long-term Debt

Primary Government

General Obligation Bonds, Notes and Other Loans

General Obligation Bonds – Lawrence 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 38 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 – Lawrence County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes and other loans outstanding were issued for original terms of up to 12 years for notes and up to 13 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	1.6 to 3.38 %	6-21-50	\$ 36,572,000	\$ 33,456,126
General Obligation Bonds - Refunding	1.26 to 2.70	4-1-37	24,465,000	19,030,000
Direct Borrowing and Direct Placement:				
Capital Outlay Notes	1.6 to 2.55	12-1-26	7,950,000	3,363,833
Other Loans	1.5	11-1-32	3,044,529	2,908,848

In the prior year, Lawrence County entered into a loan agreement with the Tennessee Energy Efficient Schools Council to receive funding from the Energy Efficient Schools Initiative program. This agreement provided for the council to make \$3,044,529 available for loan to Lawrence County to increase energy efficiency in the Lawrence County School Department. As of June 30, 2021, Lawrence County has borrowed \$3,044,529 of the authorized amount of the loan. The interest rate on the loan is 1.5 percent.

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	\$ 2,995,342	\$ 1,488,758	\$ 4,484,100
2023	3,095,522	1,395,854	4,491,376
2024	3,190,708	1,298,592	4,489,300
2025	3,290,901	1,196,063	4,486,964
2026	3,391,100	1,094,464	4,485,564
2027-2031	14,563,732	4,121,238	18,684,970
2032-2036	11,294,821	2,128,187	13,423,008
2037-2041	5,992,011	993,360	6,985,371
2042-2046	4,620,497	268,833	4,889,330
2047-2050	51,492	4,416	55,908
Total	\$ 52,486,126	\$ 13,989,765	\$ 66,475,891

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2022	\$ 1,029,978	\$ 66,061	\$ 1,096,039
2023	1,058,855	45,947	1,104,802
2024	310,000	24,418	334,418
2025	315,000	17,972	332,972
2026	320,000	11,025	331,025
2027	330,000	3,712	333,712
Total	\$ 3,363,833	\$ 169,135	\$ 3,532,968

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2022	\$ 235,368	\$ 41,676	\$ 277,044
2023	238,932	38,112	277,044
2024	242,532	34,512	277,044
2025	246,192	30,852	277,044
2026	249,912	27,132	277,044
2027-2031	1,307,340	77,880	1,385,220
2032-2033	388,572	3,873	392,445
Total	\$ 2,908,848	\$ 254,037	\$ 3,162,885

There is \$6,144,256 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$1,189, based on the 2020 federal census. Total debt per capita, including bonds, notes, other loans, and unamortized debt premiums, totaled \$1,384, based on the 2020 federal census.

During the year, the school department contributed \$1,011,559 to service some of the debt issued on its behalf by the primary government.

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	\$ 49,221,294	\$ 4,980,000	\$ 2,540,391
Additions	7,375,000	0	504,138
Reductions	(4,110,168)	(1,616,167)	(135,681)
Balance, June 30, 2021	<u>\$ 52,486,126</u>	<u>\$ 3,363,833</u>	<u>\$ 2,908,848</u>
Balance Due Within One Year	<u>\$ 2,995,342</u>	<u>\$ 1,029,978</u>	<u>\$ 235,368</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2021	\$ 58,758,807
Less: Balance Due Within One Year - Debt	(4,260,688)
Add: Unamortized Premium on Debt	<u>2,337,372</u>

Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 56,835,491</u>
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Current Refunding

On October 22, 2020, Lawrence County refunded a general obligation bond issues with a separate general obligation bond issue. The county issued \$1,375,000 of general obligation refunding bonds to provide resources to purchase U.S. government securities that were placed in an irrevocable trust to generate resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered defeased, and the liability has been removed from the county's long-term debt. Because of the refunding, total debt service payments over the next 12 years will be reduced by \$330,431, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$289,947 was obtained.

G. Long-term Obligations

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences	Landfill Postclosure Care Costs	Other Postemployment Benefits
Balance, July 1, 2020	\$ 734,871	\$ 614,482	\$ 506,042
Additions	973,793	6,983	117,464
Reductions	(1,043,973)	(55,862)	(50,067)
Balance, June 30, 2021	<u>\$ 664,691</u>	<u>\$ 565,603</u>	<u>\$ 573,439</u>
Balance Due Within One Year	<u>\$ 664,691</u>	<u>\$ 5,000</u>	<u>\$ 0</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill postclosure care costs will be paid from the Solid Waste/Sanitation Fund.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2021	\$ 1,803,733
Less: Balance Due Within One Year - Other	<u>(669,691)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 1,134,042</u>

Discretely Presented Lawrence County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Lawrence County School Department for the year ended June 30, 2021, was as follows:

Governmental Activities:

	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2020	\$ 82,213	\$ 12,303,661
Additions	23,517	2,766,772
Reductions	(29,821)	(1,375,508)
Balance, June 30, 2021	<u>\$ 75,909</u>	<u>\$ 13,694,925</u>
Balance Due Within One Year	<u>\$ 75,909</u>	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2021	\$ 13,770,834
Less: Balance Due Within One Year - Other	<u>(75,909)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 13,694,925</u>

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

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

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Lawrence County School Department. These payments are made by the state to the Local Education Group Insurance Plan. This plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2021, totaled \$205,258. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. Risk Management

Primary Government

The county is exposed to various risks related to general liability, property, and casualty losses. The county decided it was more economically feasible to join a public entity risk pool instead of purchasing commercial insurance for general liability, property, and casualty coverage. The county joined the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an

association of member counties. The county pays an annual premium to the LGPCF for its general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding \$250,000 for property and \$450,000 for liability for each insured event.

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

Lawrence 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 Lawrence County School Department

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

The discretely presented Lawrence 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.

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 has not responded to requests to provide estimates of the potential claims not covered by insurance. However, management believes that any claims resulting from such litigation would not materially affect the county's financial statements.

D. Changes in Administration

On July 31, 2020, Johnny McDaniel retired from the Office of Director of Schools and was succeeded by Michael Adkins effective September 14, 2020.

On August 31, 2020, Barbara Kizer left the Office of Property Assessor and was succeeded by Brady Hutton.

E. Landfill Closure/Postclosure Care Costs

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

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Lawrence County closed its sanitary landfill in 2001. The \$565,603 reported as postclosure care liability on June 30, 2021, represents amounts based on what it would cost to perform all postclosure care in 2021. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

F. Joint Ventures

Lawrence County and the city of Lawrenceburg jointly operate the Lawrenceburg-Lawrence County Airport. A six-member board, including three appointees from the county and three from the city, governs the Lawrenceburg-Lawrence County Airport. Lawrence County has control over budgeting and financing the joint venture only to the extent of representation by the three members appointed. Lawrence County contributed \$69,000 to the operations of the joint venture during the year ended June 30, 2021.

The Lawrence County Joint Economic Development Board is a joint venture between Lawrence County, the city of Loretto, and the city of Lawrenceburg. The board comprises the county executive, the mayors of the cities of Loretto and Lawrenceburg, and 11 additional members representing county and city governments, private citizens, industry, and business. 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 county and cities will provide the majority of funding for the board based on the percentage of their population compared to the total census of the county. Lawrence County contributed \$176,617 to the Lawrence County Joint Economic Development Board during the year ended June 30, 2021.

The Twenty-second Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twenty-second Judicial District, Lawrence, Giles, Maury, and Wayne 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 each judicial district. Lawrence County did not contribute any funds to the DTF for the year ended June 30, 2021.

Lawrence County does not retain an equity interest in any of the above-noted joint ventures. Complete financial statements for the Lawrenceburg-Lawrence County Airport, the Lawrence County Joint Economic Development Board, and the DTF can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Lawrenceburg-Lawrence County Airport
4110 Airport Road
Lawrenceburg, TN 38464

Lawrence County Joint Economic Development Board
Lawrence County Executive
200 West Gaines Street, Suite 201
Lawrenceburg, TN 38464

Office of District Attorney General
Twenty-second Judicial District Drug Task Force
P.O. Box 852
Lawrenceburg, TN 38464

G. Jointly Governed Organization

Lawrence County, in conjunction with Giles and Maury counties, created the Tennessee Southern Railroad Authority (TSRA). The TSRA's board includes the Lawrence County Executive and county executive/mayor of Giles and Maury counties, a representative appointed by the respective county commissions from each of the three counties, and a representative from the cities of Mt. Pleasant and Lawrenceburg. However, the counties and cities do not have any ongoing financial interest or responsibility for the entity. The majority of TSRA's funding is received from various grants from the Tennessee Department of Transportation. Lawrence County did not appropriate any funds to the authority for the year ended June 30, 2021.

H. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS) Primary Government

General Information About the Pension Plan

Plan Description. Employees of Lawrence County and non-certified employees of the discretely presented Lawrence 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 60.48 percent, the non-certified employees of the discretely presented school department comprise 39.52 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	351
Inactive Employees Entitled To But Not Yet Receiving	
Benefits	541
Active Employees	570
Total	<u><u>1,462</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. Lawrence 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 Lawrence County was \$1,113,391 based on a rate of 6.94 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Lawrence 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). Lawrence 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 Developed Market	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	0.00	1
Total		100 %

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

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

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2019	\$ 52,062,150	\$ 56,293,831	\$ (4,231,681)
Changes for the Year:			
Service Cost	\$ 1,407,715	\$ 0	\$ 1,407,715
Interest	3,777,259	0	3,777,259
Differences Between Expected and Actual Experience	(902,119)	0	(902,119)
Contributions-Employer	0	1,083,294	(1,083,294)
Contributions-Employees	0	774,283	(774,283)
Net Investment Income	0	2,769,114	(2,769,114)
Benefit Payments, Including Refunds of Employee Contributions	(2,739,495)	(2,739,495)	0
Administrative Expense	0	(49,962)	49,962
Net Changes	\$ 1,543,360	\$ 1,837,234	\$ (293,874)
Balance, June 30, 2020	\$ 53,605,510	\$ 58,131,065	\$ (4,525,555)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	60.48%	\$ 32,420,612	\$ 35,157,668	\$ (2,737,056)
School Department	39.52%	21,184,898	22,973,397	(1,788,499)
Total		\$ 53,605,510	\$ 58,131,065	\$ (4,525,555)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Lawrence 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:

	1% Decrease	Current Discount Rate	1% Increase
Lawrence County	6.25%	7.25%	8.25%

Net Pension Liability (Asset) \$ 2,198,204 \$ (4,525,555) \$ (10,106,655)

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

Pension Expense (Negative Pension Expense). For the year ended June 30, 2021, Lawrence County recognized pension expense (negative pension expense) of \$294,635.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, Lawrence County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 26,530	\$ 1,317,423
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	422,085	0
Changes in Assumptions	408,787	0
Contributions Subsequent to the Measurement Date of June 30, 2020 (1)	1,113,391	N/A
Total	\$ 1,970,793	\$ 1,317,423

- (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.

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

		Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	60.48%	\$ 1,191,935	\$ 796,777
School Department	39.52%	778,858	520,646
Total		\$ 1,970,793	\$ 1,317,423

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

Year Ending June 30	Amount
2022	\$ (430,182)
2023	(121,736)
2024	16,642
2025	75,255
2026	0
Thereafter	0

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

Discretely Presented Lawrence County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Lawrence County and non-certified employees of the discretely presented Lawrence County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 60.48 percent and the non-certified employees of the discretely presented school department comprise 39.52 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Lawrence County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Retirement 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 \$89,950, which is 2.02 percent of covered payroll. In addition, employer contributions of \$88,169, 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 (\$173,157) 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 0.304509 percent. The proportion as of June 30, 2019, was 0.320728 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2020, the school department recognized pension expense (negative pension expense) of \$69,287.

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	\$ 6,433	\$ 43,393
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	14,106	0
Changes in Assumptions	5,429	0
Changes in Proportion of Net Pension Liability (Asset)	13,152	20,391
LEA's Contributions Subsequent to the Measurement Date of June 30, 2020	89,950	N/A
Total	<u>\$ 129,070</u>	<u>\$ 63,784</u>

The school department's employer contributions of \$89,950, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension asset in the year 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	\$ (2,146)
2023	(108)
2024	931
2025	1,227
2026	(3,550)
Thereafter	(21,018)

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 Developed Market	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	0.00	1
Total		100 %

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
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Net Pension Liability (Asset) \$ 134,687 \$ (173,157) \$ (400,076)

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 Lawrence 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 Lawrence County School Department for the year ended June 30, 2021, to the Teacher Legacy Pension Plan were \$2,684,728, 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). On June 30, 2021, the school department reported a liability (asset) of (\$5,688,707) 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 0.745988 percent. The proportion measured on June 30, 2019, was 0.732611 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2021, the school department recognized pension expense (negative pension expense) of (\$5,398).

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	\$ 216,259	\$ 2,735,029
Changes in Assumptions	516,793	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,270,515	0
Changes in Proportion of Net Pension Liability (Asset)	59,051	37,196
LEA's Contributions Subsequent to the Measurement Date of June 30, 2020	2,684,728	N/A
Total	<u>\$ 4,747,346</u>	<u>\$ 2,772,225</u>

The school department's employer contributions of \$2,684,728 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase in net pension 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	\$ (1,373,857)
2023	(209,776)
2024	32,401
2025	841,625
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 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 Developed Market	5.69	%	31	%
International Equity Emerging Market	5.29		14	
International Equity Private Equity and Strategic Lending	6.36		4	
U.S. Fixed Income	5.79		20	
Real Estate	2.01		20	
Short-term Securities	4.32		10	
	0.00		1	
Total			100	%

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

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

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

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

Net Pension Liability (Asset) \$ 17,691,754 \$ (5,688,707) \$ (25,076,601)

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**

Lawrence County offers its employees a deferred compensation plan established pursuant to IRC Section 457, and the Lawrence County School Department offers its employees a deferred compensation plan established pursuant to IRC Section 403(b). All costs of administering and funding these programs are the responsibility of plan participants. The Section 403(b) and Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 403(b) and 457 establish participation, contribution, and withdrawal provisions for the plans.

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$246,544 and teachers contributed \$46,012 to this deferred compensation pension plan.

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

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

OPEB Provided through State Administered Public Entity Risk Pools

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

The county and the school department's total OPEB liability 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 2020 calendar year, and decreasing annually over a 10-year period to an ultimate trend rate of 4.5%
Retirees Share of Benefit	
Related Cost	Discussed under each plan

The discount rate was 2.21 percent, based on an average rating of AA/Aa as shown the Bond Buyer 20-Year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2020, 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, 2019, 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 Lawrence County are provided with pre-65 retiree health insurance benefits through the Local Government Plan (LGP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired employees and disability participants of local governments, who choose coverage, participate in the LGP.

Benefits Provided. Lawrence 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. Lawrence 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	3
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees Eligible for Benefits	<u>231</u>
Total	<u><u>234</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 \$18,093 to the LGP for OPEB benefits as they came due.

Changes in the Total OPEB Liability

	<u>Lawrence County</u>
Balance July 1, 2019	<u>\$ 506,042</u>
Changes for the Year:	
Service Cost	\$ 50,823
Interest	19,271
Difference between Expected and Actual Experience	(34,262)
Changes in Assumption and Other Inputs	47,370
Benefit Payments	<u>(15,805)</u>
Net Changes	<u>\$ 67,397</u>
Balance June 30, 2020	<u><u>\$ 573,439</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 \$55,422. On 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	\$ 152,082
Changes of Assumptions/Inputs	81,312	16,620
Net Difference Between Projected and Benefits paid after the measurement date of June 30, 2020	18,093	0
Total	<u>\$ 99,405</u>	<u>\$ 168,702</u>

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

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

Year Ending June 30	Lawrence County
2022	\$ (14,672)
2023	(14,672)
2024	(14,672)
2025	(14,672)
2026	(14,672)
Thereafter	(14,030)

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

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

<u>Discount Rate</u>	1% Decrease	Current Discount Rate	1% Increase
Lawrence County	1.21%	2.21%	3.21%

Total OPEB Liability	\$ 621,199	\$ 573,439	\$ 529,046
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Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the total OPEB liability of the county calculated using the current healthcare cost trend rate, as well as what the OPEB liability would be if it was calculated using a trend rate that is one percentage point lower or one percentage point higher than the current rate:

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

Total OPEB Liability	\$ 504,671	\$ 573,439	\$ 657,234
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Closed Local Education (LEP) OPEB Plan (discretely presented school department)

Plan Description. Employees of the Lawrence 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 Lawrence County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. The Lawrence County School Department (LCSD) provides post-retirement health care benefits, in accordance with contract provisions, to all employees who retire from the

school department on or after 30 years’ service (ten of the 30 with the LCSD) or age 55 (or over) with at least 17 years’ service (ten of the 17 with LCSD). The school department pays the cost of individual coverage for accident and health insurance until the individual reaches the age of 65. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees’ premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided by the state for enrollees of the health savings CDHP.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2020, the following employees were covered by the benefit terms:

	<u>School Department</u>
Inactive Employees Currently Receiving Benefit Payments	45
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees Eligible For Benefits	<u>671</u>
Total	<u>716</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 \$518,237 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	<u>Share of Collective Liability</u>		
	Lawrence County School Department 74.19%	State of TN 25.81%	Total OPEB Liability
Balance July 1, 2019	\$ 12,303,661	\$ 4,380,444	\$ 16,684,105
Changes for the Year:			
Service Cost	\$ 567,380	\$ 197,435	\$ 764,815
Interest	444,722	154,752	599,474
Difference between Expected and Actuarial Experience	(470,719)	(163,799)	(634,518)
Changes in Assumption and Other Inputs	1,380,613	412,135	1,792,748
Benefit Payments	(530,732)	(215,463)	(746,195)
Net Changes	\$ 1,391,264	\$ 385,060	\$ 1,776,324
Balance June 30, 2020	\$ 13,694,925	\$ 4,765,504	\$ 18,460,429

The Lawrence 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 Lawrence 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 \$374,057 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Lawrence County School Department's proportionate share of the collective OPEB liability was 74.19 percent and the State of Tennessee's share was 25.81 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 \$984,567, including the state's share of the expense. On 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	\$ 169,202	\$ 2,274,107
Changes of Assumptions/Inputs	1,522,853	1,148,925
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	59,799	868,622
Benefits Paid After the Measurement Date of June 30, 2020	<u>518,237</u>	<u>0</u>
Total	<u>\$ 2,270,091</u>	<u>\$ 4,291,654</u>

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

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

Year Ending June 30	School Department
2022	\$ (401,592)
2023	(401,592)
2024	(401,592)
2025	(401,592)
2026	(401,592)
Thereafter	(531,840)

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%
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Proportionate Share of the Collective Total OPEB Liability	\$ 14,686,143	\$ 13,694,925	\$ 12,733,116
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Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the school department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

<u>Healthcare Cost Trend Rate</u>	1% Decrease 8.02 to 3.5%	Current Rates 9.02 to 4.5%	1% Increase 10.02 to 5.5%
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Proportionate Share of the Collective Total OPEB Liability	\$ 12,125,529	\$ 13,694,925	\$ 15,541,486
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J. Office of Central Accounting and Budgeting

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

K. Purchasing Laws

Office of Central Purchasing

Purchasing procedures for the Office of County Executive and the highway department are governed by the County Purchasing Law of 1957, Section 5-14-101 et seq., *Tennessee Code Annotated (TCA)*. Purchases for the highway department are also governed by the Uniform Road Law, Section 54-7-113, *TCA*. Section 5-14-101 et seq., *TCA*, provides for a purchasing agent, appointed by the county executive and approved by the Lawrence County Commission, to make all purchases. Effective September 24, 2013, the Lawrence County Commission added the duties of the purchasing agent to the director of accounts and budgets. This statute also provides for a County

Purchasing Committee to assist the purchasing agent in the determination of overall purchasing policies. These statutes require all purchases exceeding \$25,000 to be made on the basis of publicly advertised competitive bids. Additionally, the county commission requires three quotes for purchases over \$10,000.

Office of Director of Schools

Purchasing procedures for the Lawrence County School Department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *TCA*, which provides for the county Board of Education, through its executive committee (director of schools and chairman of the Board of Education), to make all purchases. This statute also requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$25,000. Additionally, the Board of Education requires three quotes for all purchases less than \$25,000 (whenever possible), and competitive bids on all purchases made from federal grant funds exceeding \$5,000.

REQUIRED SUPPLEMENTARY INFORMATION

Exhibit E-1

Lawrence 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	\$ 1,271,060	\$ 1,211,026	\$ 1,232,011	\$ 1,265,829	\$ 1,353,325	\$ 1,341,143	\$ 1,407,715
Interest	2,948,844	3,048,419	3,165,275	3,352,588	3,489,668	3,613,810	3,777,259
Differences Between Actual and Expected Experience	(787,746)	(607,124)	159,180	(394,656)	(875,115)	(190,218)	(902,119)
Changes of Assumptions	0	0	0	1,226,363	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(1,905,706)	(2,183,175)	(2,047,274)	(2,138,286)	(2,072,594)	(2,414,198)	(2,739,495)
Net Change in Total Pension Liability	\$ 1,526,452	\$ 1,469,146	\$ 2,509,192	\$ 3,311,838	\$ 1,895,284	\$ 2,350,537	\$ 1,543,360
Total Pension Liability, Beginning	38,999,701	40,526,153	41,995,299	44,504,491	47,816,329	49,711,613	52,062,150
Total Pension Liability, Ending (a)	\$ 40,526,153	\$ 41,995,299	\$ 44,504,491	\$ 47,816,329	\$ 49,711,613	\$ 52,062,150	\$ 53,605,510
Plan Fiduciary Net Position							
Contributions - Employer	\$ 1,393,943	\$ 1,320,163	\$ 1,397,768	\$ 1,433,034	\$ 1,450,213	\$ 1,490,029	\$ 1,083,294
Contributions - Employee	676,878	676,371	961,918	448,058	743,238	766,540	774,283
Net Investment Income	5,879,061	1,271,681	1,129,720	4,952,304	4,028,396	3,908,335	2,769,114
Benefit Payments, Including Refunds of Employee Contributions	(1,905,706)	(2,183,175)	(2,047,274)	(2,138,286)	(2,072,594)	(2,414,198)	(2,739,495)
Administrative Expense	(22,110)	(28,821)	(43,608)	(48,925)	(54,409)	(49,937)	(49,962)
Other	0	0	0	(25)	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 6,022,066	\$ 1,056,219	\$ 1,398,524	\$ 4,646,160	\$ 4,094,844	\$ 3,700,769	\$ 1,837,234
Plan Fiduciary Net Position, Beginning	35,375,249	41,397,315	42,453,534	43,852,058	48,498,218	52,593,062	56,293,831
Plan Fiduciary Net Position, Ending (b)	\$ 41,397,315	\$ 42,453,534	\$ 43,852,058	\$ 48,498,218	\$ 52,593,062	\$ 56,293,831	\$ 58,131,065
Net Pension Liability (Asset), Ending (a - b)	\$ (871,162)	\$ (458,235)	\$ 652,433	\$ (681,889)	\$ (2,881,449)	\$ (4,231,681)	\$ (4,525,555)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	102.15%	101.09%	98.53%	101.43%	105.80%	108.13%	108.44%
Covered Payroll	\$ 13,507,051	\$ 13,508,240	\$ 14,307,019	\$ 14,667,955	\$ 14,843,552	\$ 15,251,089	\$ 15,475,580
Net Pension Liability (Asset) as a Percentage of Covered Payroll	6.45%	3.39%	4.56%	(4.65)%	(19.41)%	(27.75)%	(29.24)%

Note1 : Ten years of data will be presented when available.

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

Exhibit E-2

Lawrence 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	\$ 1,393,943	\$ 1,320,163	\$ 1,397,768	\$ 1,433,034	\$ 1,450,213	\$ 1,490,029	\$ 1,075,556	\$ 1,113,391
Less Contributions in Relation to the Actuarially Determined Contribution	(1,393,943)	(1,320,163)	(1,397,768)	(1,433,034)	(1,450,213)	(1,490,029)	(1,083,294)	(1,113,391)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (7,738)	\$ 0
Covered Payroll	\$ 13,507,051	\$ 13,508,240	\$ 14,307,019	\$ 14,667,955	\$ 14,843,552	\$ 15,251,089	\$ 15,475,580	\$ 16,020,014
Contributions as a Percentage of Covered Payroll	10.32%	9.77%	9.77%	9.77%	9.77%	9.77%	7.00%	6.94%

Note1 : Ten years of data will be presented when available.

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

Exhibit E-3

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

	2015	2016	2017	2018	2019	2020	2021
Contractually Required Contribution	\$ 13,833	\$ 48,374	\$ 81,585	\$ 98,331	\$ 65,843	\$ 78,006	\$ 89,950
Less Contributions in Relation to the Contractually Required Contribution	(13,833)	(48,374)	(81,585)	(98,331)	(65,843)	(78,006)	(89,950)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 345,812	\$ 1,209,349	\$ 1,937,690	\$ 2,493,546	\$ 3,393,963	\$ 3,842,677	\$ 4,452,980
Contributions as a Percentage of Covered Payroll	4%	4%	4%	4%	1.94%	2.03%	2.02%

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

Note 2: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually required contribution into the Pension Stabilization Reserve Trust (SRT).

2019: Pension - 1.94%, SRT - 2.02%

2020: Pension - 2.03%, SRT - 1.97%

2021: Pension - 2.02%, SRT - 1.98%

Exhibit E-4

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

	2014	2015	2016	2017	2018	2019	2020	2021
Contractually Required Contribution	\$ 2,266,972	\$ 2,284,174	\$ 2,269,765	\$ 2,287,823	\$ 2,278,712	\$ 2,569,550	\$ 2,639,259	\$ 2,684,728
Less Contributions in Relation to the Contractually Required Contribution	(2,266,972)	(2,284,174)	(2,269,765)	(2,287,823)	(2,278,712)	(2,569,550)	(2,639,259)	(2,684,728)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 25,528,961	\$ 25,267,416	\$ 25,108,537	\$ 25,409,660	\$ 25,060,676	\$ 24,565,513	\$ 24,828,382	\$ 26,141,461
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%

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

Exhibit E-5

Lawrence County, Tennessee
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Retirement Plan of TCRS
Discretely Presented Lawrence 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)	0.166438%	0.274849%	0.310756%	0.281306%	0.320728%	0.304509%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (6,696)	\$ (28,613)	\$ (81,990)	\$ (127,580)	\$ (181,046)	\$ (173,157)
Covered Payroll	\$ 345,812	\$ 1,209,349	\$ 1,937,690	\$ 2,493,546	\$ 3,393,963	\$ 3,842,677
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.23)%	(5.12)%	(5.33)%	(4.51)%
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-6

Lawrence County, Tennessee
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Lawrence 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)	0.650421%	0.674967%	0.695552%	0.715930%	0.716684%	0.732611%	0.745988%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (105,690)	\$ 276,490	\$ 4,346,814	\$ (234,241)	\$ (2,521,952)	\$ (7,532,558)	\$ (5,688,707)
Covered Payroll	\$ 25,528,961	\$ 25,267,416	\$ 25,108,537	\$ 25,409,660	\$ 25,060,676	\$ 24,565,513	\$ 24,828,382
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(.414002)%	1.094253%	17.31%	(.92)%	(10.06)%	(30.66)%	(22.91)%
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-7

Lawrence 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	\$ 46,959	\$ 44,426	\$ 52,552	\$ 50,823
Interest	15,268	19,530	21,001	19,271
Differences Between Actual and Expected Experience	0	(57,396)	(110,440)	(34,262)
Changes in Assumptions or Other Inputs	(27,516)	30,552	25,124	47,370
Benefit Payments	(4,793)	(8,125)	(19,410)	(15,805)
Net Change in Total OPEB Liability	\$ 29,918	\$ 28,987	\$ (31,173)	\$ 67,397
Total OPEB Liability, Beginning	478,310	508,228	537,215	506,042
Total OPEB Liability, Ending	<u>\$ 508,228</u>	<u>\$ 537,215</u>	<u>\$ 506,042</u>	<u>\$ 573,439</u>
Covered Employee Payroll	\$ 8,904,896	\$ 9,386,103	\$ 10,071,303	\$ 9,965,184
Net OPEB Liability as a Percentage of Covered Employee Payroll	5.71%	5.72%	5.02%	5.75%

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:

Plan year 2019 - from 5.4% to 6.75%
Plan year 2020 - from 6.75% to 6.03%
Plan year 2021 - from 6.03% to 9.02%

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

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

	2017	2018	2019	2020
Total OPEB Liability				
Service Cost	\$ 1,610,450	\$ 1,502,935	\$ 1,012,315	\$ 764,815
Interest	713,301	880,300	696,172	599,474
Changes in Benefit Terms	0	(3,585,307)	(1,913,334)	0
Differences Between Actual and Expected Experience	0	(3,610,217)	295,263	(634,518)
Changes in Assumptions or Other Inputs	(1,059,033)	676,565	(1,211,182)	1,792,748
Benefit Payments	(789,339)	(926,251)	(820,874)	(746,195)
Net Change in Total OPEB Liability	\$ 475,379	\$ (5,061,975)	\$ (1,941,640)	\$ 1,776,324
Total OPEB Liability, Beginning	23,212,341	23,687,720	18,625,745	16,684,105
 Total OPEB Liability, Ending	 \$ 23,687,720	 \$ 18,625,745	 \$ 16,684,105	 \$ 18,460,429
 Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	 \$ 5,007,442	 \$ 4,568,634	 \$ 4,380,444	 \$ 4,765,504
Employer Proportionate Share of the Total OPEB Liability	18,680,278	14,057,111	12,303,661	13,694,925
 Covered Employee Payroll	 \$ 32,901,250	 \$ 34,363,765	 \$ 34,842,637	 \$ 36,093,652
Net OPEB Liability as a Percentage of Covered Employee Payroll	56.78%	40.91%	35.31%	37.94%

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:

Plan year 2019 - from 5.4% to 6.75%
Plan year 2020 - from 6.75% to 6.03%
Plan year 2021 - from 6.03% to 9.02%

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

LAWRENCE 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 an Adjustment for Some Anticipated Improvement
Cost of Living Adjustment	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.

Courthouse and Jail Maintenance Fund – The Courthouse and Jail Maintenance Fund is used to account for the proceeds of a special tax levied by private act on litigation. The proceeds of the tax must be used to pay for improvements and maintenance on the courthouse or jail.

Industrial/Economic Development Fund – The Industrial/Economic Development Fund is used to promote industrial and economic growth by encouraging enterprises to locate in or remain in Lawrence County.

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.

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for general capital expenditures of the highway department.

Permanent Fund

Permanent Funds are used to account for the proceeds of gift instruments, which require that the principal be invested, and only the income from investments is available for expenditures.

Endowment Fund – The Endowment Fund accounts for two private gifts received by the county for which the principal amount must remain intact while interest earned on the principal is to be expended to benefit Lawrence County's public library. The interest earned on the fund's investments is posted directly to the General Fund.

Exhibit F-1

Lawrence County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2021

	Special Revenue Funds					Capital Projects Fund
	Courthouse and Jail Maintenance	Industrial / Economic Development	Drug Control	Constitu - tional Officers - Fees	Total	Highway Capital Projects
<u>ASSETS</u>						
Cash	\$ 0	\$ 0	\$ 0	\$ 85,439	\$ 85,439	\$ 0
Equity in Pooled Cash and Investments	62,345	287,324	68,638	0	418,307	474,750
Accounts Receivable	1,376	0	2,744	37,129	41,249	0
Notes Receivable - Long-term	0	10,613	0	0	10,613	0
Total Assets	\$ 63,721	\$ 297,937	\$ 71,382	\$ 122,568	\$ 555,608	\$ 474,750
<u>LIABILITIES</u>						
Accounts Payable	\$ 0	\$ 0	\$ 6,231	\$ 0	\$ 6,231	\$ 0
Due to Litigants, Heirs, and Others	0	0	0	152	152	0
Total Liabilities	\$ 0	\$ 0	\$ 6,231	\$ 152	\$ 6,383	\$ 0
<u>FUND BALANCES</u>						
Nonspendable:						
Endowments	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Restricted:						
Restricted for Public Safety	63,721	0	65,151	0	128,872	0
Restricted for Capital Projects	0	0	0	0	0	474,750
Committed:						
Committed for General Government	0	0	0	94,916	94,916	0
Committed for Finance	0	0	0	27,500	27,500	0
Committed for Public Health and Welfare	0	297,937	0	0	297,937	0
Total Fund Balances	\$ 63,721	\$ 297,937	\$ 65,151	\$ 122,416	\$ 549,225	\$ 474,750
Total Liabilities and Fund Balances	\$ 63,721	\$ 297,937	\$ 71,382	\$ 122,568	\$ 555,608	\$ 474,750

(Continued)

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

	Permanent Fund	Total Nonmajor Governmental Funds
	Endowment	
<u>ASSETS</u>		
Cash	\$ 0	\$ 85,439
Equity in Pooled Cash and Investments	75,799	968,856
Accounts Receivable	0	41,249
Notes Receivable - Long-term	0	10,613
Total Assets	\$ 75,799	\$ 1,106,157
<u>LIABILITIES</u>		
Accounts Payable	\$ 0	\$ 6,231
Due to Litigants, Heirs, and Others	0	152
Total Liabilities	\$ 0	\$ 6,383
<u>FUND BALANCES</u>		
Nonspendable:		
Endowments	\$ 75,799	\$ 75,799
Restricted:		
Restricted for Public Safety	0	128,872
Restricted for Capital Projects	0	474,750
Committed:		
Committed for General Government	0	94,916
Committed for Finance	0	27,500
Committed for Public Health and Welfare	0	297,937
Total Fund Balances	\$ 75,799	\$ 1,099,774
Total Liabilities and Fund Balances	\$ 75,799	\$ 1,106,157

Exhibit F-2

Lawrence 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 Fund
	Courthouse and Jail Maintenance	Industrial / Economic Development	Drug Control	Constitu - tional Officers - Fees	Total	Highway Capital Projects
<u>Revenues</u>						
Local Taxes	\$ 12,438	\$ 186,327	\$ 0	\$ 0	\$ 198,765	\$ 0
Fines, Forfeitures, and Penalties	447	0	37,847	0	38,294	0
Charges for Current Services	0	0	0	557,701	557,701	0
Total Revenues	\$ 12,885	\$ 186,327	\$ 37,847	\$ 557,701	\$ 794,760	\$ 0
<u>Expenditures</u>						
Current:						
Finance	\$ 0	\$ 0	\$ 0	\$ 535,624	\$ 535,624	\$ 0
Administration of Justice	0	0	0	5,241	5,241	0
Public Safety	0	0	30,262	0	30,262	0
Other Operations	20,194	0	0	0	20,194	0
Capital Projects	0	37,512	0	0	37,512	0
Total Expenditures	\$ 20,194	\$ 37,512	\$ 30,262	\$ 540,865	\$ 628,833	\$ 0
Excess (Deficiency) of Revenues Over Expenditures	\$ (7,309)	\$ 148,815	\$ 7,585	\$ 16,836	\$ 165,927	\$ 0
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 450,000
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 450,000
Net Change in Fund Balances	\$ (7,309)	\$ 148,815	\$ 7,585	\$ 16,836	\$ 165,927	\$ 450,000
Fund Balance, July 1, 2020	71,030	149,122	57,566	105,580	383,298	24,750
Fund Balance, June 30, 2021	\$ 63,721	\$ 297,937	\$ 65,151	\$ 122,416	\$ 549,225	\$ 474,750

(Continued)

Exhibit F-2

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

	Permanent Fund		Total Nonmajor Governmental Funds
	Endowment		
<u>Revenues</u>			
Local Taxes	\$ 0	\$	198,765
Fines, Forfeitures, and Penalties	0		38,294
Charges for Current Services	0		557,701
Total Revenues	<u>\$ 0</u>	<u>\$</u>	<u>794,760</u>
<u>Expenditures</u>			
Current:			
Finance	\$ 0	\$	535,624
Administration of Justice	0		5,241
Public Safety	0		30,262
Other Operations	0		20,194
Capital Projects	0		37,512
Total Expenditures	<u>\$ 0</u>	<u>\$</u>	<u>628,833</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 0</u>	<u>\$</u>	<u>165,927</u>
<u>Other Financing Sources (Uses)</u>			
Transfers In	\$ 0	\$	450,000
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$</u>	<u>450,000</u>
Net Change in Fund Balances	\$ 0	\$	615,927
Fund Balance, July 1, 2020	75,799		483,847
Fund Balance, June 30, 2021	<u>\$ 75,799</u>	<u>\$</u>	<u>1,099,774</u>

Exhibit F-3

Lawrence County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Courthouse and Jail Maintenance Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 12,438	\$ 16,500	\$ 16,500	\$ (4,062)
Fines, Forfeitures, and Penalties	447	225	225	222
Total Revenues	<u>\$ 12,885</u>	<u>\$ 16,725</u>	<u>\$ 16,725</u>	<u>\$ (3,840)</u>
<u>Expenditures</u>				
<u>Other Operations</u>				
Other Charges	\$ 20,194	\$ 20,300	\$ 20,300	\$ 106
Total Expenditures	<u>\$ 20,194</u>	<u>\$ 20,300</u>	<u>\$ 20,300</u>	<u>\$ 106</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (7,309)</u>	<u>\$ (3,575)</u>	<u>\$ (3,575)</u>	<u>\$ (3,734)</u>
Net Change in Fund Balance	\$ (7,309)	\$ (3,575)	\$ (3,575)	\$ (3,734)
Fund Balance, July 1, 2020	<u>71,030</u>	<u>18,600</u>	<u>18,600</u>	<u>52,430</u>
Fund Balance, June 30, 2021	<u><u>\$ 63,721</u></u>	<u><u>\$ 15,025</u></u>	<u><u>\$ 15,025</u></u>	<u><u>\$ 48,696</u></u>

Exhibit F-4

Lawrence County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Industrial/Economic Development Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 186,327	\$ 140,000	\$ 140,000	\$ 46,327
Total Revenues	\$ 186,327	\$ 140,000	\$ 140,000	\$ 46,327
<u>Expenditures</u>				
<u>Capital Projects</u>				
General Administration Projects	\$ 14,448	\$ 20,000	\$ 20,000	\$ 5,552
Public Utility Projects	23,064	20,000	121,500	98,436
Total Expenditures	\$ 37,512	\$ 40,000	\$ 141,500	\$ 103,988
Excess (Deficiency) of Revenues Over Expenditures	\$ 148,815	\$ 100,000	\$ (1,500)	\$ 150,315
Net Change in Fund Balance	\$ 148,815	\$ 100,000	\$ (1,500)	\$ 150,315
Fund Balance, July 1, 2020	149,122	163,809	163,809	(14,687)
Fund Balance, June 30, 2021	\$ 297,937	\$ 263,809	\$ 162,309	\$ 135,628

Exhibit F-5

Lawrence 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	\$ 37,847	\$ 28,700	\$ 28,700	\$ 9,147
Total Revenues	\$ 37,847	\$ 28,700	\$ 28,700	\$ 9,147
<u>Expenditures</u>				
<u>Public Safety</u>				
Drug Enforcement	\$ 30,262	\$ 63,350	\$ 63,350	\$ 33,088
Total Expenditures	\$ 30,262	\$ 63,350	\$ 63,350	\$ 33,088
Excess (Deficiency) of Revenues Over Expenditures	\$ 7,585	\$ (34,650)	\$ (34,650)	\$ 42,235
Net Change in Fund Balance	\$ 7,585	\$ (34,650)	\$ (34,650)	\$ 42,235
Fund Balance, July 1, 2020	57,566	50,472	50,472	7,094
Fund Balance, June 30, 2021	\$ 65,151	\$ 15,822	\$ 15,822	\$ 49,329

Exhibit F-6

Lawrence County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Highway 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>				
Highway and Street Capital Projects	\$ 0	\$ 0	\$ 450,000	\$ 450,000
Total Expenditures	\$ 0	\$ 0	\$ 450,000	\$ 450,000
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 0	\$ (450,000)	\$ 450,000
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 450,000	\$ 0	\$ 450,000	\$ 0
Total Other Financing Sources	\$ 450,000	\$ 0	\$ 450,000	\$ 0
Net Change in Fund Balance	\$ 450,000	\$ 0	\$ 0	\$ 450,000
Fund Balance, July 1, 2020	24,750	0	0	24,750
Fund Balance, June 30, 2021	\$ 474,750	\$ 0	\$ 0	\$ 474,750

Major Governmental Funds

General Debt Service Fund

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

General Capital Projects Fund

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

Higher Education Fund

The Higher Education Fund is used to account for the construction of a county building to offer college classes.

Exhibit G-1

Lawrence 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	\$ 5,622,806	\$ 5,161,692	\$ 5,161,692	\$ 461,114
Other Local Revenues	35,004	35,000	35,000	4
Other Governments and Citizens Groups	1,011,559	849,950	1,011,559	0
Total Revenues	<u>\$ 6,669,369</u>	<u>\$ 6,046,642</u>	<u>\$ 6,208,251</u>	<u>\$ 461,118</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 2,350,593	\$ 2,217,111	\$ 2,350,593	\$ 0
Highways and Streets	515,367	436,321	515,367	0
Education	1,591,056	1,668,056	1,591,056	0
<u>Interest on Debt</u>				
General Government	1,108,199	666,012	1,108,201	2
Highways and Streets	40,289	26,971	40,289	0
Education	504,261	883,752	504,261	0
<u>Other Debt Service</u>				
General Government	97,507	89,000	97,507	0
Education	102,780	0	102,780	0
Total Expenditures	<u>\$ 6,310,052</u>	<u>\$ 5,987,223</u>	<u>\$ 6,310,054</u>	<u>\$ 2</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 359,317</u>	<u>\$ 59,419</u>	<u>\$ (101,803)</u>	<u>\$ 461,120</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 1,375,000	0	\$ 1,375,000	0
Premiums on Debt Sold	99,298	0	99,298	0
Other Loans Issued	44,529	0	44,529	0
Payments to Refunded Debt Escrow Agent	(1,413,607)	0	(1,413,607)	0
Total Other Financing Sources	<u>\$ 105,220</u>	<u>\$ 0</u>	<u>\$ 105,220</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 464,537	\$ 59,419	\$ 3,417	\$ 461,120
Fund Balance, July 1, 2020	<u>5,679,719</u>	<u>5,498,625</u>	<u>5,489,625</u>	<u>190,094</u>
Fund Balance, June 30, 2021	<u>\$ 6,144,256</u>	<u>\$ 5,558,044</u>	<u>\$ 5,493,042</u>	<u>\$ 651,214</u>

Exhibit G-2

Lawrence 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	
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
<u>Expenditures</u>				
<u>Other Debt Service</u>				
Education	\$ 119,523	\$ 0	\$ 119,523	\$ 0
<u>Capital Projects</u>				
General Administration Projects	32,066	815,644	815,644	783,578
<u>Capital Projects - Donated</u>				
Capital Projects Donated to School Department	6,606,336	0	6,606,336	0
Total Expenditures	\$ 6,757,925	\$ 815,644	\$ 7,541,503	\$ 783,578
Excess (Deficiency) of Revenues Over Expenditures	\$ (6,757,925)	\$ (815,644)	\$ (7,541,503)	\$ 783,578
<u>Other Financing Sources (Uses)</u>				
Bonds Issued	\$ 6,000,000	\$ 0	\$ 6,000,000	\$ 0
Premiums on Debt Sold	266,250	0	266,250	0
Other Loans Issued	459,609	0	459,609	0
Total Other Financing Sources	\$ 6,725,859	\$ 0	\$ 6,725,859	\$ 0
Net Change in Fund Balance	\$ (32,066)	\$ (815,644)	\$ (815,644)	\$ 783,578
Fund Balance, July 1, 2020	889,966	903,570	903,570	(13,604)
Fund Balance, June 30, 2021	\$ 857,900	\$ 87,926	\$ 87,926	\$ 769,974

Exhibit G-3

Lawrence County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Higher Education Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
State of Tennessee	\$ 1,355,911	\$ 0	\$ 1,355,911	\$ 0
Other Governments and Citizens Groups	2,836,931	2,416,400	3,459,616	(622,685)
Total Revenues	<u>\$ 4,192,842</u>	<u>\$ 2,416,400</u>	<u>\$ 4,815,527</u>	<u>\$ (622,685)</u>
<u>Expenditures</u>				
<u>Capital Projects</u>				
Education Capital Projects	\$ 4,057,895	\$ 2,530,351	\$ 4,929,478	\$ 871,583
Total Expenditures	<u>\$ 4,057,895</u>	<u>\$ 2,530,351</u>	<u>\$ 4,929,478</u>	<u>\$ 871,583</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 134,947</u>	<u>\$ (113,951)</u>	<u>\$ (113,951)</u>	<u>\$ 248,898</u>
Net Change in Fund Balance	\$ 134,947	\$ (113,951)	\$ (113,951)	\$ 248,898
Fund Balance, July 1, 2020	43,861	237,321	237,321	(193,460)
Fund Balance, June 30, 2021	<u><u>\$ 178,808</u></u>	<u><u>\$ 123,370</u></u>	<u><u>\$ 123,370</u></u>	<u><u>\$ 55,438</u></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.

Judicial District Drug Fund – The Judicial District Drug Fund is used to account for state grants and other restricted revenues that are held in trust for the benefit of the judicial district drug task force.

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

Exhibit H-1

Lawrence County, Tennessee
Combining Statement of Net Position
Custodial Funds
June 30, 2021

	Custodial Funds				
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Judicial District Drug	District Attorney General	Total
<u>ASSETS</u>					
Cash	\$ 0	\$ 1,071,574	\$ 26,091	\$ 0	\$ 1,097,665
Equity in Pooled Cash and Investments	0	0	106,177	22,671	128,848
Accounts Receivable	0	2,733	22,587	0	25,320
Due from Other Governments	1,040,474	0	13,274	0	1,053,748
Total Assets	<u>\$ 1,040,474</u>	<u>\$ 1,074,307</u>	<u>\$ 168,129</u>	<u>\$ 22,671</u>	<u>\$ 2,305,581</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 0	\$ 0	\$ 16,612	\$ 0	\$ 16,612
Due to Other Taxing Units	1,040,474	0	0	0	1,040,474
Total Liabilities	<u>\$ 1,040,474</u>	<u>\$ 0</u>	<u>\$ 16,612</u>	<u>\$ 0</u>	<u>\$ 1,057,086</u>
<u>NET POSITION</u>					
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 0</u>	<u>\$ 1,074,307</u>	<u>\$ 151,517</u>	<u>\$ 22,671</u>	<u>\$ 1,248,495</u>
Total Net Position	<u>\$ 0</u>	<u>\$ 1,074,307</u>	<u>\$ 151,517</u>	<u>\$ 22,671</u>	<u>\$ 1,248,495</u>

Exhibit H-2

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

	Custodial Funds					
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Judicial District Drug	District Attorney General	Total	
<u>Additions</u>						
Sales Tax Collections for Other Governments	\$ 5,922,956	\$ 0	\$ 0	\$ 0	\$ 5,922,956	
Fines/Fees and Other Collections	0	9,481,933	0	0	9,481,933	
Drug Task Force Collections	0	0	141,017	0	141,017	
District Attorney General Collections	0	0	0	22,508	22,508	
Total Additions	\$ 5,922,956	\$ 9,481,933	\$ 141,017	\$ 22,508	\$ 15,568,414	
<u>Deductions</u>						
Payment of Sales Tax Collections to Other Governments	\$ 5,922,956	\$ 0	\$ 0	\$ 0	\$ 5,922,956	
Payments to State	0	6,022,522	0	0	6,022,522	
Payments to County/City	0	2,148,827	0	0	2,148,827	
Payments to Individuals and Others	0	1,945,980	0	0	1,945,980	
Payment of Drug Task Force Expenses	0	0	129,677	0	129,677	
Payment of District Attorney General Expenses	0	0	0	20,186	20,186	
Total Deductions	\$ 5,922,956	\$ 10,117,329	\$ 129,677	\$ 20,186	\$ 16,190,148	
Change in Net Position	\$ 0	\$ (635,396)	\$ 11,340	\$ 2,322	\$ (621,734)	
Net Position July 1, 2020	0	0	0	0	0	
Restatement - See Note I.D.10	0	1,709,703	140,177	20,349	1,870,229	
Net Position June 30, 2021	\$ 0	\$ 1,074,307	\$ 151,517	\$ 22,671	\$ 1,248,495	

Lawrence County School Department

This section presents combining and individual fund financial statements for the Lawrence 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 transactions of the day-care program.

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

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

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position Total Governmental Activities
		Charges for Services	Operating Grants and Contributions	
Governmental Activities:				
Instruction	\$ 37,057,543	\$ 169,905	\$ 4,828,154	\$ (32,059,484)
Support Services	21,060,171	2,628,332	14,321,120	(4,110,719)
Operation of Non-instructional Services	7,626,318	135,401	3,242,552	(4,248,365)
Total Governmental Activities	<u>\$ 65,744,032</u>	<u>\$ 2,933,638</u>	<u>\$ 22,391,826</u>	<u>\$ (40,418,568)</u>
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 6,230,282
Local Option Sales Tax				7,750,238
Other Local Taxes				22,094
Grants and Contributions Not Restricted to Specific Programs				41,633,455
Unrestricted Investment Income				49,898
Miscellaneous				483,468
Total General Revenues				<u>\$ 56,169,435</u>
Change in Net Position				\$ 15,750,867
Net Position, July 1, 2020				51,853,410
Restatement - See Note I.D.10				1,591,851
Net Position, June 30, 2021				<u><u>\$ 69,196,128</u></u>

Exhibit I-2

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

	Major Funds			Nonmajor Funds	
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>					
Cash	\$ 0	\$ 0	\$ 0	\$ 1,697,629	\$ 1,697,629
Equity in Pooled Cash and Investments	12,938,236	289,127	16,074,333	1,580,751	30,882,447
Inventories	0	0	0	113,380	113,380
Accounts Receivable	476	0	0	9,629	10,105
Due from Other Governments	1,682,759	1,550,144	0	0	3,232,903
Due from Other Funds	37,168	0	0	0	37,168
Property Taxes Receivable	6,437,936	0	0	0	6,437,936
Allowance for Uncollectible Property Taxes	(96,525)	0	0	0	(96,525)
Restricted Assets	276,537	0	0	0	276,537
Total Assets	<u>\$ 21,276,587</u>	<u>\$ 1,839,271</u>	<u>\$ 16,074,333</u>	<u>\$ 3,401,389</u>	<u>\$ 42,591,580</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 28,086	\$ 0	\$ 12,074	\$ 168	\$ 40,328
Payroll Deductions Payable	1,961,211	189,271	0	35,495	2,185,977
Contracts Payable	0	0	100,048	0	100,048
Due to Other Funds	0	0	37,168	0	37,168
Total Liabilities	<u>\$ 1,989,297</u>	<u>\$ 189,271</u>	<u>\$ 149,290</u>	<u>\$ 35,663</u>	<u>\$ 2,363,521</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 6,216,515	\$ 0	\$ 0	\$ 0	\$ 6,216,515
Deferred Delinquent Property Taxes	113,018	0	0	0	113,018
Other Deferred/Unavailable Revenue	690,089	0	0	0	690,089
Total Deferred Inflows of Resources	<u>\$ 7,019,622</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,019,622</u>

(Continued)

Exhibit I-2

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern- mental Funds	
<u>FUND BALANCES</u>					
Nonspendable:					
Inventory	\$ 0	\$ 0	\$ 0	\$ 113,380	\$ 113,380
Restricted:					
Restricted for Education	0	0	15,925,043	3,142,878	19,067,921
Restricted for Hybrid Retirement Stabilization Funds	276,537	0	0	0	276,537
Committed:					
Committed for Education	0	1,650,000	0	109,468	1,759,468
Assigned:					
Assigned for Education	143,490	0	0	0	143,490
Assigned for Capital Outlay	4,343,608	0	0	0	4,343,608
Unassigned	7,504,033	0	0	0	7,504,033
Total Fund Balances	<u>\$ 12,267,668</u>	<u>\$ 1,650,000</u>	<u>\$ 15,925,043</u>	<u>\$ 3,365,726</u>	<u>\$ 33,208,437</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 21,276,587</u>	<u>\$ 1,839,271</u>	<u>\$ 16,074,333</u>	<u>\$ 3,401,389</u>	<u>\$ 42,591,580</u>

Exhibit I-3

Lawrence County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
Discretely Presented Lawrence 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)		\$ 33,208,437
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,443,954	
Add: construction in progress	4,982,996	
Add: buildings and improvements net of accumulated depreciation	28,072,811	
Add: other capital assets net of accumulated depreciation	<u>6,528,238</u>	41,027,999
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: compensated absences payable	\$ (75,909)	
Less: net OPEB liability	<u>(13,694,925)</u>	(13,770,834)
(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 and OPEB expenses in future years.		
Add: deferred outflows of resources related to pensions	\$ 5,655,274	
Add: deferred outflows of resources related to OPEB	2,270,091	
Less: deferred inflows of resources related to pensions	(3,356,655)	
Less: deferred inflows of resources related to OPEB	<u>(4,291,654)</u>	277,056
(4) Net pension assets of the agent, teacher retirement, and teacher legacy pension plans are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 1,788,499	
Add: net pension asset - teacher retirement plan	173,157	
Add: net pension asset - teacher legacy pension plan	<u>5,688,707</u>	7,650,363
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>803,107</u>
Net position of governmental activities (Exhibit A)		<u>\$ 69,196,128</u>

Exhibit I-4

Lawrence County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Lawrence County School Department
For the Year Ended June 30, 2021

	Major Funds			Nonmajor Funds	
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>					
Local Taxes	\$ 13,979,189	\$ 0	\$ 0	\$ 0	\$ 13,979,189
Licenses and Permits	1,634	0	0	0	1,634
Charges for Current Services	89,645	0	0	215,661	305,306
Other Local Revenues	177,216	0	0	2,630,108	2,807,324
State of Tennessee	41,814,197	0	0	55,526	41,869,723
Federal Government	409,278	11,913,779	0	3,204,848	15,527,905
Other Governments and Citizens Groups	0	0	6,606,336	0	6,606,336
Total Revenues	\$ 56,471,159	\$ 11,913,779	\$ 6,606,336	\$ 6,106,143	\$ 81,097,417
<u>Expenditures</u>					
Current:					
Instruction	\$ 32,676,964	\$ 8,174,663	\$ 0	\$ 0	\$ 40,851,627
Support Services	18,483,842	2,733,828	0	0	21,217,670
Operation of Non-Instructional Services	1,444,085	761,448	0	5,772,949	7,978,482
Capital Outlay	133,308	0	0	0	133,308
Capital Projects	0	0	1,926,443	0	1,926,443
Total Expenditures	\$ 52,738,199	\$ 11,669,939	\$ 1,926,443	\$ 5,772,949	\$ 72,107,530
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,732,960	\$ 243,840	\$ 4,679,893	\$ 333,194	\$ 8,989,887
<u>Other Financing Sources (Uses)</u>					
Transfers In	\$ 243,840	\$ 1,500,000	\$ 0	\$ 6,460	\$ 1,750,300
Transfers Out	(1,506,460)	(243,840)	0	0	(1,750,300)
Total Other Financing Sources (Uses)	\$ (1,262,620)	\$ 1,256,160	\$ 0	\$ 6,460	\$ 0

(Continued)

Exhibit I-4

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

	Major Funds			Nonmajor Funds	
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
Net Change in Fund Balances	\$ 2,470,340	\$ 1,500,000	\$ 4,679,893	\$ 339,654	\$ 8,989,887
Restatement	0	0	0	1,591,851	1,591,851
Fund Balance, July 1, 2020	9,797,328	150,000	11,245,150	1,434,221	22,626,699
Fund Balance, June 30, 2021	\$ 12,267,668	\$ 1,650,000	\$ 15,925,043	\$ 3,365,726	\$ 33,208,437

Exhibit I-5

Lawrence County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
Discretely Presented Lawrence 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)		\$	8,989,887
(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	\$	5,961,503	
Less: current-year depreciation expense		<u>(2,158,484)</u>	3,803,019
(2) 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	\$	(779,682)	
Add: deferred delinquent property taxes and other deferred June 30, 2021		<u>803,107</u>	23,425
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.			
Change in compensated absences payable	\$	6,304	
Change in net OPEB liability		(1,391,264)	
Change in deferred outflows of resources related to pensions		647,153	
Change in deferred outflows of resources related to OPEB		1,149,281	
Change in deferred inflows of resources related to pensions		4,108,953	
Change in deferred inflows of resources related to OPEB		149,710	
Change in net pension asset - agent plan		116,139	
Change in net pension asset - teacher retirement plan		(7,889)	
Change in net pension asset - teacher legacy pension plan		<u>(1,843,851)</u>	2,934,536
Change in net position of governmental activities (Exhibit B)			<u>\$ 15,750,867</u>

Exhibit I-6

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

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Central Cafeteria	Extended School Program	Internal School	
<u>ASSETS</u>				
Cash	\$ 1,100	\$ 0	\$ 1,696,529	\$ 1,697,629
Equity in Pooled Cash and Investments	1,475,042	105,709	0	1,580,751
Inventories	113,380	0	0	113,380
Accounts Receivable	5,657	3,759	213	9,629
Total Assets	<u>\$ 1,595,179</u>	<u>\$ 109,468</u>	<u>\$ 1,696,742</u>	<u>\$ 3,401,389</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 0	\$ 0	\$ 168	\$ 168
Payroll Deductions Payable	35,495	0	0	35,495
Total Liabilities	<u>\$ 35,495</u>	<u>\$ 0</u>	<u>\$ 168</u>	<u>\$ 35,663</u>
<u>FUND BALANCES</u>				
Nonspendable:				
Inventory	\$ 113,380	\$ 0	\$ 0	\$ 113,380
Restricted:				
Restricted for Education	1,446,304	0	1,696,574	3,142,878
Committed:				
Committed for Education	0	109,468	0	109,468
Total Fund Balances	<u>\$ 1,559,684</u>	<u>\$ 109,468</u>	<u>\$ 1,696,574</u>	<u>\$ 3,365,726</u>
Total Liabilities and Fund Balances	<u>\$ 1,595,179</u>	<u>\$ 109,468</u>	<u>\$ 1,696,742</u>	<u>\$ 3,401,389</u>

Exhibit I-7

Lawrence County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Lawrence County School Department
For the Year Ended June 30, 2021

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Central Cafeteria	Extended School Program	Internal School	
<u>Revenues</u>				
Charges for Current Services	\$ 135,401	\$ 80,260	\$ 0	\$ 215,661
Other Local Revenues	5,735	0	2,624,373	2,630,108
State of Tennessee	37,704	17,822	0	55,526
Federal Government	3,204,848	0	0	3,204,848
Total Revenues	<u>\$ 3,383,688</u>	<u>\$ 98,082</u>	<u>\$ 2,624,373</u>	<u>\$ 6,106,143</u>
<u>Expenditures</u>				
Current:				
Operation of Non-Instructional Services	\$ 3,164,976	\$ 88,323	\$ 2,519,650	\$ 5,772,949
Total Expenditures	<u>\$ 3,164,976</u>	<u>\$ 88,323</u>	<u>\$ 2,519,650</u>	<u>\$ 5,772,949</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 218,712</u>	<u>\$ 9,759</u>	<u>\$ 104,723</u>	<u>\$ 333,194</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 6,460	\$ 0	\$ 0	\$ 6,460
Total Other Financing Sources (Uses)	<u>\$ 6,460</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,460</u>
Net Change in Fund Balances	\$ 225,172	\$ 9,759	\$ 104,723	\$ 339,654
Restatement	0	0	1,591,851	1,591,851
Fund Balance, July 1, 2020	<u>1,334,512</u>	<u>99,709</u>	<u>0</u>	<u>1,434,221</u>
Fund Balance, June 30, 2021	<u>\$ 1,559,684</u>	<u>\$ 109,468</u>	<u>\$ 1,696,574</u>	<u>\$ 3,365,726</u>

Exhibit I-8

Lawrence County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Lawrence 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	\$ 13,979,189	\$ 0	\$ 0	\$ 13,979,189	\$ 11,412,135	\$ 11,412,135	\$ 2,567,054
Licenses and Permits	1,634	0	0	1,634	1,000	1,000	634
Charges for Current Services	89,645	0	0	89,645	65,000	65,000	24,645
Other Local Revenues	177,216	0	0	177,216	8,700	46,041	131,175
State of Tennessee	41,814,197	0	0	41,814,197	39,111,748	42,150,192	(335,995)
Federal Government	409,278	0	0	409,278	0	409,278	0
Total Revenues	\$ 56,471,159	\$ 0	\$ 0	\$ 56,471,159	\$ 50,598,583	\$ 54,083,646	\$ 2,387,513
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 26,152,373	\$ 0	\$ 0	\$ 26,152,373	\$ 26,185,365	\$ 26,848,139	\$ 695,766
Alternative Instruction Program	376,723	0	0	376,723	379,479	387,479	10,756
Special Education Program	3,650,292	0	0	3,650,292	3,504,373	3,769,373	119,081
Career and Technical Education Program	2,497,576	0	0	2,497,576	2,422,623	2,530,287	32,711
<u>Support Services</u>							
Health Services	616,369	0	0	616,369	538,670	663,938	47,569
Other Student Support	1,452,603	0	0	1,452,603	1,516,075	1,516,575	63,972
Regular Instruction Program	1,497,298	0	0	1,497,298	1,297,295	1,539,674	42,376
Alternative Instruction Program	24,115	0	0	24,115	10,750	32,750	8,635
Special Education Program	293,938	0	0	293,938	262,850	294,274	336
Career and Technical Education Program	73,353	0	0	73,353	89,505	74,705	1,352
Technology	510,552	0	0	510,552	504,010	598,010	87,458
Other Programs	205,258	0	0	205,258	0	205,258	0
Board of Education	1,977,280	0	0	1,977,280	1,167,435	2,404,044	426,764
Director of Schools	341,096	(6,133)	4,005	338,968	383,065	383,065	44,097
Office of the Principal	3,669,936	0	0	3,669,936	3,843,910	3,754,410	84,474
Fiscal Services	303,091	0	0	303,091	290,400	318,900	15,809
Human Services/Personnel	160,317	0	0	160,317	163,390	164,390	4,073
Operation of Plant	3,454,009	(112,197)	0	3,341,812	3,530,090	3,670,090	328,278

(Continued)

Exhibit I-8

Lawrence County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Lawrence 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>							
Maintenance of Plant	\$ 1,216,740	\$ (7,383)	\$ 19,501	\$ 1,228,858	\$ 1,047,285	\$ 1,310,325	\$ 81,467
Transportation	2,581,063	(237,177)	0	2,343,886	2,857,397	2,994,123	650,237
Central and Other	106,824	0	0	106,824	140,765	180,765	73,941
<u>Operation of Non-Instructional Services</u>							
Food Service	48,767	0	0	48,767	0	48,767	0
Community Services	262,321	0	0	262,321	84,930	426,177	163,856
Early Childhood Education	1,132,997	0	0	1,132,997	0	1,134,016	1,019
<u>Capital Outlay</u>							
Regular Capital Outlay	133,308	0	0	133,308	0	297,500	164,192
<u>Principal on Debt</u>							
Education	0	0	0	0	850,000	0	0
Total Expenditures	\$ 52,738,199	\$ (362,890)	\$ 23,506	\$ 52,398,815	\$ 51,069,662	\$ 55,547,034	\$ 3,148,219
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,732,960	\$ 362,890	\$ (23,506)	\$ 4,072,344	\$ (471,079)	\$ (1,463,388)	\$ 5,535,732
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 243,840	\$ 0	\$ 0	\$ 243,840	\$ 11,079	\$ 11,079	\$ 232,761
Transfers Out	(1,506,460)	0	0	(1,506,460)	0	(1,506,460)	0
Total Other Financing Sources	\$ (1,262,620)	\$ 0	\$ 0	\$ (1,262,620)	\$ 11,079	\$ (1,495,381)	\$ 232,761
Net Change in Fund Balance	\$ 2,470,340	\$ 362,890	\$ (23,506)	\$ 2,809,724	\$ (460,000)	\$ (2,958,769)	\$ 5,768,493
Fund Balance, July 1, 2020	9,797,328	(362,890)	0	9,434,438	6,715,423	6,715,423	2,719,015
Fund Balance, June 30, 2021	\$ 12,267,668	\$ 0	\$ (23,506)	\$ 12,244,162	\$ 6,255,423	\$ 3,756,654	\$ 8,487,508

Exhibit I-9

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Federal Government	\$ 11,913,779	\$ 3,281,922	\$ 15,355,584	\$ (3,441,805)
Total Revenues	\$ 11,913,779	\$ 3,281,922	\$ 15,355,584	\$ (3,441,805)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 6,459,247	\$ 1,425,795	\$ 7,728,226	\$ 1,268,979
Alternative Instruction Program	3,391	0	9,958	6,567
Special Education Program	1,445,232	159,342	1,653,204	207,972
Career and Technical Education Program	266,793	131,447	267,809	1,016
<u>Support Services</u>				
Health Services	81,182	0	106,036	24,854
Other Student Support	157,174	26,069	171,469	14,295
Regular Instruction Program	1,687,439	260,134	2,254,015	566,576
Special Education Program	380,630	11,915	469,812	89,182
Career and Technical Education Program	1,899	0	5,392	3,493
Technology	37,261	9,381	210,018	172,757
Director of Schools	7,853	0	7,875	22
Office of the Principal	216,505	101,421	220,981	4,476
Fiscal Services	8,903	0	8,905	2
Human Services/Personnel	5,392	0	5,843	451
Operation of Plant	53,985	14,614	56,453	2,468
Maintenance of Plant	29,135	0	245,446	216,311
Transportation	66,470	0	321,053	254,583
<u>Operation of Non-Instructional Services</u>				
Food Service	141,233	0	210,147	68,914
Community Services	620,215	1,124,593	1,145,032	524,817
Total Expenditures	\$ 11,669,939	\$ 3,264,711	\$ 15,097,674	\$ 3,427,735
Excess (Deficiency) of Revenues Over Expenditures	\$ 243,840	\$ 17,211	\$ 257,910	\$ (14,070)
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 1,500,000	\$ 0	\$ 1,500,000	\$ 0
Transfers Out	(243,840)	(17,211)	(257,910)	14,070
Total Other Financing Sources	\$ 1,256,160	\$ (17,211)	\$ 1,242,090	\$ 14,070
Net Change in Fund Balance	\$ 1,500,000	\$ 0	\$ 1,500,000	\$ 0
Fund Balance, July 1, 2020	150,000	150,000	150,000	0
Fund Balance, June 30, 2021	\$ 1,650,000	\$ 150,000	\$ 1,650,000	\$ 0

Exhibit I-10

Lawrence County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Lawrence 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	\$ 135,401	\$ 924,050	\$ 142,050	\$ (6,649)
Other Local Revenues	5,735	12,100	12,561	(6,826)
State of Tennessee	37,704	34,000	38,000	(296)
Federal Government	3,204,848	3,030,000	3,185,039	19,809
Total Revenues	<u>\$ 3,383,688</u>	<u>\$ 4,000,150</u>	<u>\$ 3,377,650</u>	<u>\$ 6,038</u>
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Food Service	<u>\$ 3,164,976</u>	<u>\$ 4,000,150</u>	<u>\$ 3,446,150</u>	<u>\$ 281,174</u>
Total Expenditures	<u>\$ 3,164,976</u>	<u>\$ 4,000,150</u>	<u>\$ 3,446,150</u>	<u>\$ 281,174</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 218,712</u>	<u>\$ 0</u>	<u>\$ (68,500)</u>	<u>\$ 287,212</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	<u>\$ 6,460</u>	<u>\$ 0</u>	<u>\$ 68,500</u>	<u>\$ (62,040)</u>
Total Other Financing Sources	<u>\$ 6,460</u>	<u>\$ 0</u>	<u>\$ 68,500</u>	<u>\$ (62,040)</u>
Net Change in Fund Balance	<u>\$ 225,172</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 225,172</u>
Fund Balance, July 1, 2020	<u>1,334,512</u>	<u>1,382,055</u>	<u>1,382,055</u>	<u>(47,543)</u>
Fund Balance, June 30, 2021	<u><u>\$ 1,559,684</u></u>	<u><u>\$ 1,382,055</u></u>	<u><u>\$ 1,382,055</u></u>	<u><u>\$ 177,629</u></u>

Exhibit I-11

Lawrence County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Lawrence 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	\$ 80,260	\$ 144,000	\$ 144,000	\$ (63,740)
State of Tennessee	17,822	3,500	3,500	14,322
Total Revenues	<u>\$ 98,082</u>	<u>\$ 147,500</u>	<u>\$ 147,500</u>	<u>\$ (49,418)</u>
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Community Services	\$ 88,323	\$ 147,500	\$ 147,500	\$ 59,177
Total Expenditures	<u>\$ 88,323</u>	<u>\$ 147,500</u>	<u>\$ 147,500</u>	<u>\$ 59,177</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 9,759</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 9,759</u>
Net Change in Fund Balance	\$ 9,759	\$ 0	\$ 0	\$ 9,759
Fund Balance, July 1, 2020	<u>99,709</u>	<u>80,561</u>	<u>80,561</u>	<u>19,148</u>
Fund Balance, June 30, 2021	<u><u>\$ 109,468</u></u>	<u><u>\$ 80,561</u></u>	<u><u>\$ 80,561</u></u>	<u><u>\$ 28,907</u></u>

Exhibit I-12

Lawrence County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Lawrence 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	
<u>Revenues</u>				
Other Governments and Citizens Groups	\$ 6,606,336	\$ 0	\$ 6,606,336	\$ 0
Total Revenues	<u>\$ 6,606,336</u>	<u>\$ 0</u>	<u>\$ 6,606,336</u>	<u>\$ 0</u>
<u>Expenditures</u>				
<u>Capital Projects</u>				
Education Capital Projects	\$ 1,926,443	\$ 11,375,000	\$ 17,521,727	\$ 15,595,284
Total Expenditures	<u>\$ 1,926,443</u>	<u>\$ 11,375,000</u>	<u>\$ 17,521,727</u>	<u>\$ 15,595,284</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 4,679,893</u>	<u>\$ (11,375,000)</u>	<u>\$ (10,915,391)</u>	<u>\$ 15,595,284</u>
Net Change in Fund Balance	\$ 4,679,893	\$ (11,375,000)	\$ (10,915,391)	\$ 15,595,284
Fund Balance, July 1, 2020	<u>11,245,150</u>	<u>11,810,359</u>	<u>11,810,359</u>	<u>(565,209)</u>
Fund Balance, June 30, 2021	<u><u>\$ 15,925,043</u></u>	<u><u>\$ 435,359</u></u>	<u><u>\$ 894,968</u></u>	<u><u>\$ 15,030,075</u></u>

MISCELLANEOUS SCHEDULES

Exhibit J-1

Lawrence 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	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-21
<u>NOTES PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
General Obligation Capital Outlay Note Series 2014	\$ 3,500,000	1.83	% 12-19-14	12-1-26	\$ 2,165,000	\$ 0	\$ 290,000	\$ 0	\$ 1,875,000
General Obligation Capital Outlay Note Series 2016	2,000,000	1.60	3-3-16	3-1-23	882,500	0	290,000	0	592,500
General Obligation Capital Outlay Note Series 2016	2,000,000	1.60	3-3-16	3-1-23	882,500	0	290,000	0	592,500
General Obligation School Capital Outlay Note Series 2016	1,750,000	2.96	3-9-18	3-1-21	600,000	0	600,000	0	0
General Obligation Highway Capital Outlay Note Series 2019	450,000	2.55	10-9-19	10-9-22	450,000	0	146,167	0	303,833
Total Notes Payable					<u>\$ 4,980,000</u>	<u>\$ 0</u>	<u>\$ 1,616,167</u>	<u>\$ 0</u>	<u>\$ 3,363,833</u>
<u>OTHER LOANS PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
Energy Efficient Schools Initiative	3,044,529	1.5	6-25-19	11-1-32	\$ 2,540,391	\$ 504,138	\$ 135,681	\$ 0	\$ 2,908,848
Total Other Loans Payable					<u>\$ 2,540,391</u>	<u>\$ 504,138</u>	<u>\$ 135,681</u>	<u>\$ 0</u>	<u>\$ 2,908,848</u>
<u>BONDS PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
School Improvement, Series 2010	2,160,000	3.70	1-13-10	10-22-20	\$ 1,480,000	\$ 0	\$ 75,000	\$ 1,405,000	\$ 0
General Obligation, Series 2012	132,000	3.38	4-26-12	4-26-50	116,131	0	2,297	0	113,834
General Obligation, Series 2012	165,000	3.38	6-21-12	6-21-50	145,163	0	2,871	0	142,292
General Obligation, Series 2012	2,750,000	3.38	12-1-12	12-1-27	1,560,000	0	180,000	0	1,380,000
General Obligation Refunding, Series 2016	7,015,000	1.70	4-27-16	5-1-31	5,345,000	0	440,000	0	4,905,000
General Obligation Refunding, Series 2017	8,215,000	2.57	4-28-17	4-1-37	7,235,000	0	340,000	0	6,895,000
General Obligation Improvement, Series 2017	495,000	2.57	4-28-17	4-1-37	435,000	0	20,000	0	415,000
General Obligation Refunding, Series 2017A	7,860,000	2.70	12-14-17	12-1-36	6,535,000	0	680,000	0	5,855,000
General Obligation Improvement, Series 2017A	1,505,000	2.70	12-14-17	12-1-36	1,385,000	0	65,000	0	1,320,000
General Obligation School Improvement, Series 2019	9,975,000	2.47	5-15-19	5-1-34	9,435,000	0	535,000	0	8,900,000
General Obligation Improvement, Series 2019A	15,550,000	2.68	11-1-19	11-1-44	15,550,000	0	365,000	0	15,185,000
General Obligation School Bond Series 2020	6,000,000	1.60	9-22-20	10-1-44	0	6,000,000	0	0	6,000,000
General Obligation School Refunding Bond Series 2020	1,375,000	1.26	10-22-20	10-1-32	0	1,375,000	0	0	1,375,000
Total Bonds Payable					<u>\$ 49,221,294</u>	<u>\$ 7,375,000</u>	<u>\$ 2,705,168</u>	<u>\$ 1,405,000</u>	<u>\$ 52,486,126</u>

Exhibit J-2

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2022	\$ 2,995,342	\$ 1,488,758	\$ 4,484,100
2023	3,095,522	1,395,854	4,491,376
2024	3,190,708	1,298,592	4,489,300
2025	3,290,901	1,196,063	4,486,964
2026	3,391,100	1,094,464	4,485,564
2027	2,861,306	1,002,505	3,863,811
2028	2,951,519	914,065	3,865,584
2029	2,826,739	825,137	3,651,876
2030	2,916,966	735,769	3,652,735
2031	3,007,202	643,762	3,650,964
2032	2,552,445	555,643	3,108,088
2033	2,617,695	487,882	3,105,577
2034	2,547,956	421,277	2,969,233
2035	1,768,224	353,924	2,122,148
2036	1,808,501	309,461	2,117,962
2037	1,853,788	263,327	2,117,115
2038	994,085	220,352	1,214,437
2039	1,019,392	195,973	1,215,365
2040	1,049,709	170,565	1,220,274
2041	1,075,037	143,143	1,218,180
2042	1,105,375	113,636	1,219,011
2043	1,135,725	82,911	1,218,636
2044	1,166,088	51,323	1,217,411
2045	1,201,461	18,825	1,220,286
2046	11,848	2,138	13,986
2047	12,248	1,738	13,986
2048	12,661	1,325	13,986
2049	13,089	897	13,986
2050	13,494	456	13,950
Total	\$ 52,486,126	\$ 13,989,765	\$ 66,475,891

(Continued)

Exhibit J-2

Lawrence County, TennesseeSchedule of Long-term Debt Requirements by Year (Cont.)

Year Ending June 30	Notes		
	Principal	Interest	Total
2022	\$ 1,029,978	\$ 66,061	\$ 1,096,039
2023	1,058,855	45,947	1,104,802
2024	310,000	24,418	334,418
2025	315,000	17,972	332,972
2026	320,000	11,025	331,025
2027	330,000	3,712	333,712
Total	\$ 3,363,833	\$ 169,135	\$ 3,532,968

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2022	\$ 235,368	\$ 41,676	\$ 277,044
2023	238,932	38,112	277,044
2024	242,532	34,512	277,044
2025	246,192	30,852	277,044
2026	249,912	27,132	277,044
2027	253,692	23,352	277,044
2028	257,520	19,524	277,044
2029	261,408	15,636	277,044
2030	265,356	11,688	277,044
2031	269,364	7,680	277,044
2032	273,432	3,612	277,044
2033	115,140	261	115,401
Total	\$ 2,908,848	\$ 254,037	\$ 3,162,885

Exhibit J-3

Lawrence County, Tennessee
Schedule of Notes Receivable
June 30, 2021

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-21
<u>Industrial/Economic Development Fund</u>						
Airport Renovation	Lawrenceburg-Lawrence County Airport	\$ 150,000	5-18-07	Various	0%	<u>\$ 10,613</u>
Total Notes Receivable						<u><u>\$ 10,613</u></u>

Exhibit J-4

Lawrence County, Tennessee

Schedule of Transfers

Primary Government and Discretely Presented Lawrence County School Department

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>			
Highway/Public Works	Highway Capital Projects	Equipment purchase	\$ 450,000
Total Transfers Primary Government			<u>\$ 450,000</u>
<u>DISCRETELY PRESENTED LAWRENCE COUNTY SCHOOL DEPARTMENT</u>			
General Purpose School	School Federal Projects	Operations	\$ 1,500,000
School Federal Projects	General Purpose School	Indirect costs	243,840
General Purpose School	Central Cafeteria	Operations	<u>6,460</u>
Total Transfers Discretely Presented Lawrence County School Department			<u>\$ 1,750,300</u>

Lawrence County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Lawrence County School Department
For the Year Ended June 30, 2021

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Executive	Section 8-24-102, <i>TCA</i>	\$ 102,161	\$ 400,000	Local Government Property and Casualty Fund
Road Superintendent	Section 8-24-102, <i>TCA</i>	91,901	400,000	"
Director of Schools:				
Johnny McDaniel (7-1-20 through 7-31-20)	State Board of Education and	12,990 (1)	400,000	Tennessee Risk Management Trust
Michael Adkins (9-14-20 through 6-30-21)	County Board of Education	144,714 (2)	400,000	"
Trustee	Section 8-24-102, <i>TCA</i>	83,545	400,000	Local Government Property and Casualty Fund
Assessor of Property:				
Barbara Kizer (7-1-20 through 8-31-20)	Section 8-24-102, <i>TCA</i>	13,924 (3)	50,000	(7) Auto-Owners Insurance Company
Brady Hutton (9-1-20 through 6-30-21)	Section 8-24-102, <i>TCA</i>	69,621	400,000	Local Government Property and Casualty Fund
Director of Accounts and Budgets	County Commission	85,995 (4)	400,000	"
County Clerk	Section 8-24-102, <i>TCA</i>	83,545	400,000	"
Circuit, General Sessions, and Juvenile Courts Clerk	Section 8-24-102, <i>TCA</i>	83,545	400,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i>	83,545 (5)	100,000	(7) Auto-Owners Insurance Company
Register of Deeds	Section 8-24-102, <i>TCA</i>	83,545	400,000	Local Government Property and Casualty Fund
Sheriff	Section 8-24-102, <i>TCA</i>	96,496 (6)	400,000	"
<u>Employee Blanket Bonds</u>				
Public Employee Dishonesty - County Departments			400,000	Local Government Property and Casualty Fund
Public Employee Dishonesty - School Departments			400,000	Tennessee Risk Management Trust

(1) Includes a cell phone allowance of \$150, travel allowance of \$1,000, and family insurance benefit of \$1,223.

(2) Includes a cell phone allowance of \$1,425, travel allowance of \$9,500, family insurance benefit of \$4,941, unused vacation days of \$6,636, and a bonus of \$100.
Does not include a COVID bonus of \$5,309.

(3) Does not include Tennessee certified assessor's pay of \$1,000.

(4) Includes CCFO training supplement of \$1,224 and stipend for Certified Public Administrator certification of \$1,226. Does not include longevity pay of \$2,000.

(5) Does not include special commissioner fees of \$5,241.

(6) Does not include a law enforcement training supplement of \$800.

(7) Covered under the Public Employee Dishonesty - County Blanket Bond.

Exhibit J-6

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 8,671,400	\$ 0	\$ 378,153	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	236,281	0	10,304	0	0	0
Trustee's Collections - Bankruptcy	7	0	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	105,570	0	4,604	0	0	0
Interest and Penalty	47,305	0	2,066	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	2,290	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	377,258	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	3,811	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	0	0	0	0	0
Hotel/Motel Tax	150,063	0	0	0	0	0
Wheel Tax	0	0	0	0	0	0
Litigation Tax - General	76,924	0	0	0	0	0
Litigation Tax - Special Purpose	40,004	12,438	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0
Litigation Tax - Victim-Offender Mediation Center	4,300	0	0	0	0	0
Business Tax	478,996	0	0	0	0	0
Mixed Drink Tax	226	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	0	0	0	0	0	0
Wholesale Beer Tax	19,277	0	0	186,327	0	0
Total Local Taxes	\$ 10,213,712	\$ 12,438	\$ 395,127	\$ 186,327	\$ 0	\$ 0

(Continued)

Exhibit J-6

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

	Special Revenue Funds						Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control		
<u>Licenses and Permits</u>							
<u>Licenses</u>							
Marriage Licenses	\$ 1,615	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Cable TV Franchise	55,137	0	0	0	0	0	0
<u>Permits</u>							
Beer Permits	1,906	0	0	0	0	0	0
Total Licenses and Permits	<u>\$ 58,658</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
<u>Fines, Forfeitures, and Penalties</u>							
<u>Circuit Court</u>							
Fines	\$ 11,279	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	20,922	0	0	0	0	0	0
Drug Control Fines	7,657	0	0	0	10,007	0	0
Drug Court Fees	1,349	0	0	0	0	0	0
Jail Fees	2,171	0	0	0	0	0	0
Data Entry Fee - Circuit Court	2,110	0	0	0	0	0	0
Courtroom Security Fee	0	447	0	0	0	0	0
<u>Criminal Court</u>							
DUI Treatment Fines	667	0	0	0	0	0	0
<u>General Sessions Court</u>							
Fines	12,595	0	0	0	0	0	0
Fines for Littering	142	0	0	0	0	0	0
Officers Costs	36,880	0	0	0	0	0	0
Game and Fish Fines	498	0	0	0	0	0	0
Drug Control Fines	8,416	0	0	0	8,645	0	0
Drug Court Fees	3,126	0	0	0	0	0	0
DUI Treatment Fines	8,235	0	0	0	0	0	0
Data Entry Fee - General Sessions Court	9,926	0	0	0	0	0	0

(Continued)

Exhibit J-6

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Juvenile Court</u>						
Fines	\$ 68	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	418	0	0	0	0	0
Data Entry Fee - Juvenile Court	188	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	1,715	0	0	0	0	0
Data Entry Fee - Chancery Court	4,202	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	19,195	0
Total Fines, Forfeitures, and Penalties	\$ 132,564	\$ 447	\$ 0	\$ 0	\$ 37,847	0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Commercial and Industrial Waste Collection Charge	\$ 0	\$ 0	\$ 396,764	\$ 0	\$ 0	0
Residential Waste Collection Charge	0	0	702,669	0	0	0
Tipping Fees	0	0	440	0	0	0
Surcharge - General	0	0	39,069	0	0	0
Solid Waste Disposal Fee	0	0	10,392	0	0	0
Surcharge - Waste Tire Disposal	0	0	62,581	0	0	0
Patient Charges	2,036,511	0	0	0	0	0
Service Charges	1,690	0	0	0	0	0
<u>Fees</u>						
Copy Fees	5,777	0	0	0	0	0
Library Fees	820	0	0	0	0	0
Greenbelt Late Application Fee	150	0	0	0	0	0
Telephone Commissions	88,582	0	0	0	0	0

(Continued)

Exhibit J-6

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	
<u>Charges for Current Services (Cont.)</u>						
<u>Fees (Cont.)</u>						
Constitutional Officers' Fees and Commissions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 552,460
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	5,241
Data Processing Fee - Register	16,808	0	0	0	0	0
Data Processing Fee - Sheriff	1,629	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	7,230	0	0	0	0	0
Data Processing Fee - County Clerk	4,261	0	0	0	0	0
<u>Education Charges</u>						
Other Charges for Services	1,155	0	0	0	0	0
Total Charges for Current Services	\$ 2,164,613	\$ 0	\$ 1,211,915	\$ 0	\$ 0	\$ 557,701
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 170,480	\$ 0	\$ 1,225	\$ 0	\$ 0	\$ 0
Lease/Rentals	0	0	0	0	0	0
Commissary Sales	57,341	0	0	0	0	0
Sale of Recycled Materials	0	0	159,287	0	0	0
Miscellaneous Refunds	24,614	0	0	0	0	0
Expenditure Credits	605	0	0	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	126,091	0	0	0	0	0
Sale of Property	254	0	0	0	0	0
Total Other Local Revenues	\$ 379,385	\$ 0	\$ 160,512	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit J-6

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	
<u>Fees Received From County Officials</u>						
<u>Excess Fees</u>						
County Clerk	\$ 189,279	\$ 0	\$ 0	\$ 0	\$ 0	0
Trustee	518,815	0	0	0	0	0
<u>Fees In-Lieu-of Salary</u>						
Circuit Court Clerk	118,674	0	0	0	0	0
General Sessions Court Clerk	138,799	0	0	0	0	0
Clerk and Master	147,177	0	0	0	0	0
Juvenile Court Clerk	24,997	0	0	0	0	0
Register	248,671	0	0	0	0	0
Sheriff	17,900	0	0	0	0	0
Total Fees Received From County Officials	\$ 1,404,312	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 8,996	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	34,400	0	0	0	0	0
Other Public Safety Grants	84,568	0	0	0	0	0
<u>Health and Welfare Grants</u>						
Health Department Programs	344,918	0	0	0	0	0
<u>Public Works Grants</u>						
State Aid Program	0	0	0	0	0	0
Litter Program	127,147	0	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	46,879	0	0	0	0	0
Beer Tax	18,369	0	0	0	0	0

(Continued)

Exhibit J-6

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Vehicle Certificate of Title Fees	\$ 9,760	\$ 0	\$ 0	\$ 0	\$ 0	0
Alcoholic Beverage Tax	122,111	0	0	0	0	0
State Revenue Sharing - T.V.A.	912,944	0	0	0	0	0
State Revenue Sharing - Telecommunications	85,424	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	10,524	0	0	0	0	0
Contracted Prisoner Boarding	365,001	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	1,056,515	0	0	0	0	0
Other State Revenues	1,616	0	0	0	0	0
Total State of Tennessee	\$ 3,244,336	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Federal Government</u>						
<u>Federal Through State</u>						
Disaster Relief	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Homeland Security Grants	24,169	0	0	0	0	0
Law Enforcement Grants	34,796	0	0	0	0	0
COVID-19 Grant #1	656,010	0	0	0	0	0
COVID-19 Grant #4	1,078	0	0	0	0	0
COVID-19 Grant B	2,762	0	0	0	0	0
COVID-19 Grant D	11,637	0	0	0	0	0
Other Federal through State	339,578	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Other Direct Federal Revenue	11,600	0	0	0	0	0
Total Federal Government	\$ 1,081,630	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

Exhibit J-6

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

	Special Revenue Funds						Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control		
<u>Other Governments and Citizens Groups</u>							
<u>Other Governments</u>							
Contributions	\$ 103,164	\$ 0	\$ 19,227	\$ 0	\$ 0	\$ 0	
Contracted Services	3,800	0	0	0	0	0	
<u>Citizens Groups</u>							
Donations	12,980	0	0	0	0	0	
<u>Other</u>							
Other	1,392	0	0	0	0	0	
Total Other Governments and Citizens Groups	\$ 121,336	\$ 0	\$ 19,227	\$ 0	\$ 0	\$ 0	
Total	\$ 18,800,546	\$ 12,885	\$ 1,786,781	\$ 186,327	\$ 37,847	\$ 557,701	

(Continued)

Exhibit J-6

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Higher Education Fund	Total
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 1,713,824	\$ 2,621,535	\$ 0	\$ 13,384,912
Trustee's Collections - Prior Year	46,699	71,433	0	364,717
Trustee's Collections - Bankruptcy	1	2	0	10
Circuit Clerk/Clerk and Master Collections - Prior Years	20,865	31,916	0	162,955
Interest and Penalty	9,353	14,306	0	73,030
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	2,290
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	377,258
Payments in-Lieu-of Taxes - Other	0	0	0	3,811
<u>County Local Option Taxes</u>				
Local Option Sales Tax	0	1,699,737	0	1,699,737
Hotel/Motel Tax	0	0	0	150,063
Wheel Tax	0	1,022,257	0	1,022,257
Litigation Tax - General	0	0	0	76,924
Litigation Tax - Special Purpose	0	0	0	52,442
Litigation Tax - Jail, Workhouse, or Courthouse	0	72,725	0	72,725
Litigation Tax - Victim-Offender Mediation Center	0	0	0	4,300
Business Tax	0	0	0	478,996
Mixed Drink Tax	0	0	0	226
Mineral Severance Tax	46,948	0	0	46,948
<u>Statutory Local Taxes</u>				
Bank Excise Tax	0	88,895	0	88,895
Wholesale Beer Tax	0	0	0	205,604
Total Local Taxes	\$ 1,837,690	\$ 5,622,806	\$ 0	\$ 18,268,100

(Continued)

Exhibit J-6

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Higher Education Fund	Total
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Marriage Licenses	\$ 0	\$ 0	\$ 0	\$ 1,615
Cable TV Franchise	0	0	0	55,137
<u>Permits</u>				
Beer Permits	0	0	0	1,906
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 58,658
<u>Fines, Forfeitures, and Penalties</u>				
<u>Circuit Court</u>				
Fines	\$ 0	\$ 0	\$ 0	\$ 11,279
Officers Costs	0	0	0	20,922
Drug Control Fines	0	0	0	17,664
Drug Court Fees	0	0	0	1,349
Jail Fees	0	0	0	2,171
Data Entry Fee - Circuit Court	0	0	0	2,110
Courtroom Security Fee	0	0	0	447
<u>Criminal Court</u>				
DUI Treatment Fines	0	0	0	667
<u>General Sessions Court</u>				
Fines	0	0	0	12,595
Fines for Littering	0	0	0	142
Officers Costs	0	0	0	36,880
Game and Fish Fines	0	0	0	498
Drug Control Fines	0	0	0	17,061
Drug Court Fees	0	0	0	3,126
DUI Treatment Fines	0	0	0	8,235
Data Entry Fee - General Sessions Court	0	0	0	9,926

(Continued)

Exhibit J-6

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Higher Education Fund	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>				
<u>Juvenile Court</u>				
Fines	\$ 0	\$ 0	\$ 0	\$ 68
Officers Costs	0	0	0	418
Data Entry Fee - Juvenile Court	0	0	0	188
<u>Chancery Court</u>				
Officers Costs	0	0	0	1,715
Data Entry Fee - Chancery Court	0	0	0	4,202
<u>Judicial District Drug Program</u>				
Drug Task Force Forfeitures and Seizures	0	0	0	19,195
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 170,858
<u>Charges for Current Services</u>				
<u>General Service Charges</u>				
Commercial and Industrial Waste Collection Charge	\$ 0	\$ 0	\$ 0	\$ 396,764
Residential Waste Collection Charge	0	0	0	702,669
Tipping Fees	0	0	0	440
Surcharge - General	0	0	0	39,069
Solid Waste Disposal Fee	0	0	0	10,392
Surcharge - Waste Tire Disposal	0	0	0	62,581
Patient Charges	0	0	0	2,036,511
Service Charges	0	0	0	1,690
<u>Fees</u>				
Copy Fees	0	0	0	5,777
Library Fees	0	0	0	820
Greenbelt Late Application Fee	0	0	0	150
Telephone Commissions	0	0	0	88,582

(Continued)

Exhibit J-6

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Higher Education Fund	Total
<u>Charges for Current Services (Cont.)</u>				
<u>Fees (Cont.)</u>				
Constitutional Officers' Fees and Commissions	\$ 0	\$ 0	\$ 0	\$ 552,460
Special Commissioner Fees/Special Master Fees	0	0	0	5,241
Data Processing Fee - Register	0	0	0	16,808
Data Processing Fee - Sheriff	0	0	0	1,629
Sexual Offender Registration Fee - Sheriff	0	0	0	7,230
Data Processing Fee - County Clerk	0	0	0	4,261
<u>Education Charges</u>				
Other Charges for Services	0	0	0	1,155
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 3,934,229
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$ 0	\$ 0	\$ 0	\$ 171,705
Lease/Rentals	0	35,004	0	35,004
Commissary Sales	0	0	0	57,341
Sale of Recycled Materials	7,458	0	0	166,745
Miscellaneous Refunds	0	0	0	24,614
Expenditure Credits	0	0	0	605
<u>Nonrecurring Items</u>				
Sale of Equipment	0	0	0	126,091
Sale of Property	0	0	0	254
Total Other Local Revenues	\$ 7,458	\$ 35,004	\$ 0	\$ 582,359

(Continued)

Exhibit J-6

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Higher Education Fund	Total
<u>Fees Received From County Officials</u>				
<u>Excess Fees</u>				
County Clerk	\$ 0	\$ 0	\$ 0	\$ 189,279
Trustee	0	0	0	518,815
<u>Fees In-Lieu-of Salary</u>				
Circuit Court Clerk	0	0	0	118,674
General Sessions Court Clerk	0	0	0	138,799
Clerk and Master	0	0	0	147,177
Juvenile Court Clerk	0	0	0	24,997
Register	0	0	0	248,671
Sheriff	0	0	0	17,900
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 1,404,312
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 8,996
<u>Public Safety Grants</u>				
Law Enforcement Training Programs	0	0	0	34,400
Other Public Safety Grants	0	0	0	84,568
<u>Health and Welfare Grants</u>				
Health Department Programs	0	0	0	344,918
<u>Public Works Grants</u>				
State Aid Program	236,548	0	0	236,548
Litter Program	0	0	0	127,147
<u>Other State Revenues</u>				
Income Tax	0	0	0	46,879
Beer Tax	0	0	0	18,369

(Continued)

Exhibit J-6

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Higher Education Fund	Total
<u>State of Tennessee (Cont.)</u>				
<u>Other State Revenues (Cont.)</u>				
Vehicle Certificate of Title Fees	\$ 0	\$ 0	\$ 0	\$ 9,760
Alcoholic Beverage Tax	0	0	0	122,111
State Revenue Sharing - T.V.A.	0	0	0	912,944
State Revenue Sharing - Telecommunications	0	0	0	85,424
State Shared Sports Gaming Privilege Tax	0	0	0	10,524
Contracted Prisoner Boarding	0	0	0	365,001
Gasoline and Motor Fuel Tax	2,692,071	0	0	2,692,071
Petroleum Special Tax	160,528	0	0	160,528
Registrar's Salary Supplement	0	0	0	15,164
Other State Grants	36,816	0	1,355,911	2,449,242
Other State Revenues	17,260	0	0	18,876
Total State of Tennessee	\$ 3,143,223	\$ 0	\$ 1,355,911	\$ 7,743,470
<u>Federal Government</u>				
<u>Federal Through State</u>				
Disaster Relief	\$ 224,882	\$ 0	\$ 0	\$ 224,882
Homeland Security Grants	0	0	0	24,169
Law Enforcement Grants	0	0	0	34,796
COVID-19 Grant #1	0	0	0	656,010
COVID-19 Grant #4	0	0	0	1,078
COVID-19 Grant B	0	0	0	2,762
COVID-19 Grant D	0	0	0	11,637
Other Federal through State	0	0	0	339,578
<u>Direct Federal Revenue</u>				
Other Direct Federal Revenue	0	0	0	11,600
Total Federal Government	\$ 224,882	\$ 0	\$ 0	\$ 1,306,512

(Continued)

Exhibit J-6

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Higher Education Fund	Total
<hr/>				
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Contributions	\$ 0	\$ 1,011,559	\$ 2,652,607	\$ 3,786,557
Contracted Services	0	0	0	3,800
<u>Citizens Groups</u>				
Donations	40,276	0	184,324	237,580
<u>Other</u>				
Other	0	0	0	1,392
Total Other Governments and Citizens Groups	<u>\$ 40,276</u>	<u>\$ 1,011,559</u>	<u>\$ 2,836,931</u>	<u>\$ 4,029,329</u>
Total	<u>\$ 5,253,529</u>	<u>\$ 6,669,369</u>	<u>\$ 4,192,842</u>	<u>\$ 37,497,827</u>

Exhibit J-7

Lawrence County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Lawrence 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
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 5,997,875	\$ 0	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	175,222	0	0	0	0
Trustee's Collections - Bankruptcy	5	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	73,136	0	0	0	0
Interest and Penalty	32,781	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	7,678,076	0	0	0	0
Mixed Drink Tax	22,094	0	0	0	0
Total Local Taxes	\$ 13,979,189	\$ 0	\$ 0	\$ 0	\$ 0
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 1,634	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 1,634	\$ 0	\$ 0	\$ 0	\$ 0
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Tuition - Other	\$ 0	\$ 0	\$ 0	\$ 80,260	\$ 0
Lunch Payments - Children	0	0	29,057	0	0
Lunch Payments - Adults	0	0	65,374	0	0
Income from Breakfast	0	0	2,544	0	0
A la Carte Sales	0	0	38,239	0	0
Receipts from Individual Schools	19,984	0	187	0	0
Other Charges for Services	69,661	0	0	0	0
Total Charges for Current Services	\$ 89,645	\$ 0	\$ 135,401	\$ 80,260	\$ 0

(Continued)

Exhibit J-7

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 44,624	\$ 0	\$ 5,274	\$ 0	\$ 0
Sale of Materials and Supplies	3,959	0	0	0	0
Miscellaneous Refunds	941	0	461	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	3,393	0	0	0	0
Damages Recovered from Individuals	5,103	0	0	0	0
Contributions and Gifts	19,683	0	0	0	0
<u>Other Local Revenues</u>	99,513	0	0	0	2,624,373
Total Other Local Revenues	\$ 177,216	\$ 0	\$ 5,735	\$ 0	\$ 2,624,373
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
On-behalf Contributions for OPEB	\$ 205,258	\$ 0	\$ 0	\$ 0	\$ 0
<u>State Education Funds</u>					
Basic Education Program	39,342,583	0	0	0	0
Early Childhood Education	1,188,621	0	0	0	0
School Food Service	0	0	37,704	0	0
Driver Education	15,371	0	0	0	0
Other State Education Funds	950,276	0	0	0	0
Career Ladder Program	112,088	0	0	0	0
<u>Other State Revenues</u>	0	0	0	17,822	0
Total State of Tennessee	\$ 41,814,197	\$ 0	\$ 37,704	\$ 17,822	\$ 0

(Continued)

Exhibit J-7

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,023,181	\$ 0	\$ 0
USDA - Commodities	0	0	267,093	0	0
Breakfast	0	0	830,371	0	0
USDA - Other	0	0	54,204	0	0
USDA Food Service Equipment Grant	0	0	29,999	0	0
Vocational Education - Basic Grants to States	0	148,111	0	0	0
Title I Grants to Local Education Agencies	0	2,064,297	0	0	0
Special Education - Grants to States	41,424	1,535,004	0	0	0
Special Education Preschool Grants	0	83,891	0	0	0
English Language Acquisition Grants	5,639	0	0	0	0
Rural Education	0	63,865	0	0	0
21st Century Community Learning Centers	133,660	0	0	0	0
Eisenhower Professional Development State Grants	0	224,799	0	0	0
COVID-19 Grant #1	0	1,345,650	0	0	0
COVID-19 Grant #2	0	100,000	0	0	0
COVID-19 Grant #3	0	64,269	0	0	0
COVID-19 Grant #4	0	5,394,220	0	0	0
Other Federal through State	191,387	134,018	0	0	0
<u>Direct Federal Revenue</u>					
Public Safety Partnership and Community Policing - COPS	37,168	0	0	0	0
Other Direct Federal Revenue	0	755,655	0	0	0
Total Federal Government	\$ 409,278	\$ 11,913,779	\$ 3,204,848	\$ 0	\$ 0

(Continued)

Exhibit J-7

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 Total	 <u>\$ 56,471,159</u>	 <u>\$ 11,913,779</u>	 <u>\$ 3,383,688</u>	 <u>\$ 98,082</u>	 <u>\$ 2,624,373</u>

(Continued)

Exhibit J-7

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

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 0	\$ 5,997,875
Trustee's Collections - Prior Year	0	175,222
Trustee's Collections - Bankruptcy	0	5
Circuit Clerk/Clerk and Master Collections - Prior Years	0	73,136
Interest and Penalty	0	32,781
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	7,678,076
Mixed Drink Tax	0	22,094
Total Local Taxes	<u>\$ 0</u>	<u>\$ 13,979,189</u>
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Marriage Licenses	\$ 0	\$ 1,634
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 1,634</u>
<u>Charges for Current Services</u>		
<u>Education Charges</u>		
Tuition - Other	\$ 0	\$ 80,260
Lunch Payments - Children	0	29,057
Lunch Payments - Adults	0	65,374
Income from Breakfast	0	2,544
A la Carte Sales	0	38,239
Receipts from Individual Schools	0	20,171
Other Charges for Services	0	69,661
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 305,306</u>

(Continued)

Exhibit J-7

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

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 0	\$ 49,898
Sale of Materials and Supplies	0	3,959
Miscellaneous Refunds	0	1,402
<u>Nonrecurring Items</u>		
Sale of Equipment	0	3,393
Damages Recovered from Individuals	0	5,103
Contributions and Gifts	0	19,683
<u>Other Local Revenues</u>		
Other Local Revenues	0	2,723,886
Total Other Local Revenues	<u>\$ 0</u>	<u>\$ 2,807,324</u>
<u>State of Tennessee</u>		
<u>General Government Grants</u>		
On-behalf Contributions for OPEB	\$ 0	\$ 205,258
<u>State Education Funds</u>		
Basic Education Program	0	39,342,583
Early Childhood Education	0	1,188,621
School Food Service	0	37,704
Driver Education	0	15,371
Other State Education Funds	0	950,276
Career Ladder Program	0	112,088
<u>Other State Revenues</u>		
Other State Revenues	0	17,822
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 41,869,723</u>

(Continued)

Exhibit J-7

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

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<u>Federal Government</u>		
<u>Federal Through State</u>		
USDA School Lunch Program	\$ 0	\$ 2,023,181
USDA - Commodities	0	267,093
Breakfast	0	830,371
USDA - Other	0	54,204
USDA Food Service Equipment Grant	0	29,999
Vocational Education - Basic Grants to States	0	148,111
Title I Grants to Local Education Agencies	0	2,064,297
Special Education - Grants to States	0	1,576,428
Special Education Preschool Grants	0	83,891
English Language Acquisition Grants	0	5,639
Rural Education	0	63,865
21st Century Community Learning Centers	0	133,660
Eisenhower Professional Development State Grants	0	224,799
COVID-19 Grant #1	0	1,345,650
COVID-19 Grant #2	0	100,000
COVID-19 Grant #3	0	64,269
COVID-19 Grant #4	0	5,394,220
Other Federal through State	0	325,405
<u>Direct Federal Revenue</u>		
Public Safety Partnership and Community Policing - COPS	0	37,168
Other Direct Federal Revenue	0	755,655
Total Federal Government	\$ 0	\$ 15,527,905

(Continued)

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

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<hr/>		
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 6,606,336	\$ 6,606,336
Total Other Governments and Citizens Groups	<u>\$ 6,606,336</u>	<u>\$ 6,606,336</u>
 Total	 <u>\$ 6,606,336</u>	 <u>\$ 81,097,417</u>

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

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	69,942	
In-service Training		300	
Social Security		4,234	
Pensions		4,059	
Employer Medicare		990	
Advertising		438	
Audit Services		53,403	
Data Processing Services		4,445	
Dues and Memberships		6,930	
Postal Charges		45	
Travel		2,622	
Office Supplies		139	
Other Supplies and Materials		20	
Workers' Compensation Insurance		88	
Other Charges		165	
Total County Commission			\$ 147,820

Beer Board

Board and Committee Members Fees	\$	100	
Social Security		6	
Employer Medicare		1	
Legal Notices, Recording, and Court Costs		40	
Workers' Compensation Insurance		4	
Criminal Investigation of Applicants - TBI		29	
Total Beer Board			180

County Mayor/Executive

County Official/Administrative Officer	\$	102,161	
Secretary(ies)		69,713	
Longevity Pay		600	
Social Security		9,933	
Pensions		11,418	
Life Insurance		74	
Medical Insurance		14,688	
Disability Insurance		261	
Pest Control		60	
Postal Charges		85	
Office Supplies		483	
Other Supplies and Materials		639	
Workers' Compensation Insurance		440	
Other Charges		212	
Data Processing Equipment		2,072	
Total County Mayor/Executive			219,194

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Attorney

County Official/Administrative Officer	\$	45,000	
Social Security		2,790	
Pensions		3,123	
Employer Medicare		652	
Workers' Compensation Insurance		12	
Total County Attorney			\$ 51,577

Election Commission

County Official/Administrative Officer	\$	75,191	
Deputy(ies)		50,959	
Longevity Pay		700	
Overtime Pay		1,171	
Election Commission		2,425	
Election Workers		46,687	
Social Security		8,808	
Pensions		8,885	
Medical Insurance		22,032	
Unemployment Compensation		42	
Employer Medicare		2,060	
Contracts with Private Agencies		22,922	
Data Processing Services		3,570	
Evaluation and Testing		1,015	
Legal Notices, Recording, and Court Costs		909	
Maintenance Agreements		10,880	
Pest Control		180	
Postal Charges		2,452	
Printing, Stationery, and Forms		2,949	
Rentals		1,720	
Office Supplies		2,364	
Utilities		4,831	
Other Supplies and Materials		255	
Liability Insurance		4,314	
Workers' Compensation Insurance		284	
Data Processing Equipment		212	
Total Election Commission			277,817

Register of Deeds

County Official/Administrative Officer	\$	83,545	
Deputy(ies)		69,651	
Longevity Pay		1,300	
Social Security		9,147	
Pensions		10,524	
Medical Insurance		24,545	
Unemployment Compensation		63	
Employer Medicare		2,139	
Data Processing Services		1,665	
Dues and Memberships		833	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Evaluation and Testing	\$	43	
Operating Lease Payments		16,296	
Maintenance Agreements		490	
Pest Control		60	
Postal Charges		515	
Printing, Stationery, and Forms		290	
Travel		1,097	
Office Supplies		2,466	
Other Supplies and Materials		440	
Workers' Compensation Insurance		328	
Total Register of Deeds			\$ 225,437

County Buildings

Supervisor/Director	\$	46,800	
Custodial Personnel		50,336	
Longevity Pay		2,000	
Overtime Pay		11,462	
Social Security		6,753	
Pensions		6,200	
Employee and Dependent Insurance		296	
Life Insurance		93	
Medical Insurance		10,919	
Dental Insurance		303	
Disability Insurance		326	
Unemployment Compensation		66	
Employer Medicare		1,579	
Communication		102,613	
Evaluation and Testing		29	
Maintenance and Repair Services - Buildings		61,482	
Maintenance and Repair Services - Equipment		428	
Maintenance and Repair Services - Vehicles		610	
Pest Control		1,200	
Postal Charges		19	
Rentals		11,062	
Custodial Supplies		11,833	
Food Supplies		5,452	
Gasoline		3,583	
Office Supplies		77	
Small Tools		1,162	
Tires and Tubes		978	
Uniforms		100	
Utilities		131,491	
Other Supplies and Materials		999	
Workers' Compensation Insurance		2,919	
Motor Vehicles		56,826	
Other Capital Outlay		69,900	
Total County Buildings			599,896

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Preservation of Records

Supervisor/Director	\$	31,203	
In-service Training		435	
Social Security		1,863	
Pensions		2,166	
Medical Insurance		7,344	
Unemployment Compensation		21	
Employer Medicare		436	
Communication		2,364	
Contracts with Private Agencies		508	
Dues and Memberships		30	
Maintenance Agreements		1,864	
Maintenance and Repair Services - Buildings		98	
Pest Control		180	
Postal Charges		10	
Travel		169	
Custodial Supplies		1,496	
Office Supplies		182	
Utilities		5,517	
Other Supplies and Materials		115	
Workers' Compensation Insurance		60	
Data Processing Equipment		249	
Total Preservation of Records			\$ 56,310

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	85,995
Accountants/Bookkeepers		146,875
Part-time Personnel		4,664
Longevity Pay		6,800
Overtime Pay		5,091
Social Security		14,243
Pensions		16,633
Employee and Dependent Insurance		360
Life Insurance		74
Medical Insurance		29,808
Dental Insurance		242
Disability Insurance		261
Unemployment Compensation		113
Employer Medicare		3,331
Communication		732
Data Processing Services		17,539
Dues and Memberships		150
Legal Notices, Recording, and Court Costs		705
Maintenance Agreements		2,360
Maintenance and Repair Services - Buildings		98
Pest Control		240
Postal Charges		2,588

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Printing, Stationery, and Forms	\$	3,419	
Travel		175	
Office Supplies		4,444	
Utilities		6,005	
Other Supplies and Materials		344	
Workers' Compensation Insurance		440	
Other Charges		1,033	
Data Processing Equipment		10,597	
Furniture and Fixtures		989	
Total Accounting and Budgeting			\$ 366,348

Property Assessor's Office

County Official/Administrative Officer	\$	83,545	
Deputy(ies)		112,239	
Salary Supplements		1,000	
Longevity Pay		6,600	
Overtime Pay		853	
Other Salaries and Wages		33,898	
Board and Committee Members Fees		684	
In-service Training		600	
Social Security		13,652	
Pensions		15,610	
Employee and Dependent Insurance		510	
Life Insurance		99	
Medical Insurance		30,346	
Dental Insurance		323	
Disability Insurance		87	
Unemployment Compensation		109	
Employer Medicare		3,193	
Dues and Memberships		3,635	
Maintenance Agreements		1,393	
Maintenance and Repair Services - Vehicles		712	
Pest Control		60	
Postal Charges		2,878	
Printing, Stationery, and Forms		508	
Travel		800	
Gasoline		1,613	
Office Supplies		3,063	
Tires and Tubes		724	
Other Supplies and Materials		94	
Workers' Compensation Insurance		2,384	
Office Equipment		508	
Total Property Assessor's Office			321,720

County Trustee's Office

Pensions	\$	13,367	
Employee and Dependent Insurance		540	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Life Insurance	\$	112	
Medical Insurance		18,457	
Dental Insurance		242	
Disability Insurance		392	
Unemployment Compensation		68	
Data Processing Services		9,894	
Dues and Memberships		708	
Evaluation and Testing		43	
Maintenance Agreements		490	
Pest Control		60	
Postal Charges		8,540	
Printing, Stationery, and Forms		7,662	
Office Supplies		1,632	
Workers' Compensation Insurance		340	
Other Charges		80	
Data Processing Equipment		141	
Total County Trustee's Office			\$ 62,768

County Clerk's Office

Pensions	\$	19,762	
Employee and Dependent Insurance		120	
Life Insurance		81	
Medical Insurance		45,572	
Disability Insurance		283	
Unemployment Compensation		168	
Dues and Memberships		843	
Evaluation and Testing		43	
Maintenance Agreements		23,136	
Pest Control		60	
Postal Charges		7,432	
Printing, Stationery, and Forms		1,400	
Travel		235	
Office Supplies		5,839	
Other Supplies and Materials		595	
Workers' Compensation Insurance		776	
Data Processing Equipment		7,400	
Total County Clerk's Office			113,745

Data Processing

Supervisor/Director	\$	61,250	
Longevity Pay		900	
Overtime Pay		23,094	
Social Security		5,229	
Pensions		1,884	
Medical Insurance		5,931	
Unemployment Compensation		36	
Employer Medicare		1,223	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Data Processing (Cont.)

Communication	\$	725	
Evaluation and Testing		72	
Maintenance Agreements		35,895	
Travel		120	
Other Contracted Services		5,325	
Office Supplies		472	
Other Supplies and Materials		260	
Workers' Compensation Insurance		488	
Data Processing Equipment		18,775	
Total Data Processing			\$ 161,679

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	83,545	
Deputy(ies)		258,669	
Part-time Personnel		1,440	
Longevity Pay		9,900	
Overtime Pay		6,459	
Jury and Witness Expense		12,117	
Social Security		21,522	
Pensions		23,085	
Employee and Dependent Insurance		720	
Life Insurance		155	
Medical Insurance		49,903	
Disability Insurance		261	
Unemployment Compensation		211	
Employer Medicare		5,033	
Data Processing Services		31,470	
Dues and Memberships		1,213	
Evaluation and Testing		43	
Legal Notices, Recording, and Court Costs		241	
Maintenance Agreements		5,230	
Pest Control		102	
Postal Charges		3,662	
Printing, Stationery, and Forms		2,456	
Travel		2,135	
Office Supplies		8,983	
Workers' Compensation Insurance		616	
Other Charges		723	
Data Processing Equipment		208	
Office Equipment		7,857	
Total Circuit Court			537,959

General Sessions Court

Judge(s)	\$	165,225
Deputy(ies)		34,691
Guards		53,928

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Court (Cont.)

Temporary Personnel	\$	400	
Part-time Personnel		9,202	
Longevity Pay		1,500	
Overtime Pay		7,135	
Social Security		13,614	
Pensions		17,003	
Life Insurance		16	
Medical Insurance		22,032	
Dental Insurance		202	
Disability Insurance		218	
Unemployment Compensation		80	
Employer Medicare		3,184	
Evaluation and Testing		72	
Maintenance Agreements		917	
Pest Control		102	
Postal Charges		26	
Printing, Stationery, and Forms		306	
Travel		250	
Office Supplies		995	
Other Supplies and Materials		499	
Workers' Compensation Insurance		516	
Data Processing Equipment		106	
Office Equipment		255	
Total General Sessions Court			\$ 332,474

Chancery Court

County Official/Administrative Officer	\$	83,545	
Deputy(ies)		137,674	
Longevity Pay		5,100	
Overtime Pay		1,664	
Social Security		13,525	
Pensions		14,996	
Medical Insurance		36,720	
Unemployment Compensation		84	
Employer Medicare		3,163	
Data Processing Services		11,433	
Dues and Memberships		898	
Maintenance Agreements		901	
Pest Control		102	
Postal Charges		2,135	
Printing, Stationery, and Forms		2,502	
Office Supplies		2,413	
Other Supplies and Materials		631	
Workers' Compensation Insurance		444	
Office Equipment		2,078	
Total Chancery Court			320,008

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court

Deputy(ies)	\$	64,868	
Youth Service Officer(s)		8,996	
Salary Supplements		66,496	
Longevity Pay		1,500	
In-service Training		100	
Social Security		8,430	
Pensions		9,845	
Medical Insurance		22,032	
Unemployment Compensation		42	
Employer Medicare		1,972	
Dues and Memberships		370	
Postal Charges		712	
Travel		250	
Office Supplies		1,489	
Other Supplies and Materials		45	
Workers' Compensation Insurance		280	
Data Processing Equipment		168	
Total Juvenile Court			\$ 187,595

Other Administration of Justice

Travel	\$	1,311	
Other Contracted Services		20,000	
Office Supplies		3,595	
Other Charges		10,619	
Total Other Administration of Justice			35,525

Courtroom Security

Deputy(ies)	\$	91,706	
Longevity Pay		2,850	
Overtime Pay		1,995	
Social Security		5,744	
Pensions		6,562	
Life Insurance		3	
Medical Insurance		18,354	
Dental Insurance		10	
Disability Insurance		11	
Unemployment Compensation		74	
Employer Medicare		1,343	
Evaluation and Testing		39	
Law Enforcement Supplies		875	
Uniforms		952	
Law Enforcement Equipment		4,116	
Total Courtroom Security			134,634

Victim Assistance Programs

Assistant(s)	\$	42,481	
Other Salaries and Wages		34,613	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Victim Assistance Programs (Cont.)

Social Security	\$	4,765	
Pensions		5,350	
Life Insurance		74	
Medical Insurance		6,120	
Disability Insurance		261	
Unemployment Compensation		51	
Employer Medicare		1,114	
Contracts with Private Agencies		4,957	
Other Supplies and Materials		470	
Workers' Compensation Insurance		100	
Total Victim Assistance Programs			\$ 100,356

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	96,496
Supervisor/Director		70,000
Deputy(ies)		669,972
Investigator(s)		256,658
Captain(s)		59,797
Lieutenant(s)		203,375
Sergeant(s)		260,244
Secretary(ies)		168,955
School Resource Officer		398,963
Longevity Pay		45,700
Overtime Pay		128,316
In-service Training		46,125
Social Security		143,032
Pensions		151,122
Employee and Dependent Insurance		4,530
Life Insurance		670
Medical Insurance		342,059
Dental Insurance		2,104
Disability Insurance		1,416
Unemployment Compensation		1,251
Employer Medicare		33,451
Communication		1,716
Contracts with Private Agencies		3,004
Data Processing Services		415
Dues and Memberships		5,340
Evaluation and Testing		2,069
Maintenance Agreements		14,663
Maintenance and Repair Services - Buildings		1,534
Maintenance and Repair Services - Equipment		1,360
Maintenance and Repair Services - Vehicles		55,650
Pest Control		282
Postal Charges		732
Printing, Stationery, and Forms		616

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Rentals	\$	11,700	
Towing Services		3,145	
Travel		14,734	
Remittance of Revenue Collected		1,750	
Custodial Supplies		4,893	
Drugs and Medical Supplies		3,430	
Gasoline		100,371	
Law Enforcement Supplies		16,981	
Office Supplies		7,721	
Tires and Tubes		14,493	
Uniforms		24,140	
Utilities		9,143	
Other Supplies and Materials		4,515	
Workers' Compensation Insurance		55,908	
Other Self-insured Claims		500	
Other Charges		310	
Data Processing Equipment		8,788	
Furniture and Fixtures		679	
Law Enforcement Equipment		43,414	
Motor Vehicles		111,229	
Total Sheriff's Department			\$ 3,609,461

Jail

Assistant(s)	\$	37,158
Lieutenant(s)		46,569
Sergeant(s)		120,896
Medical Personnel		100,656
Guards		791,159
Longevity Pay		9,900
Overtime Pay		74,171
In-service Training		350
Social Security		70,927
Pensions		62,870
Employee and Dependent Insurance		1,701
Life Insurance		450
Medical Insurance		201,998
Dental Insurance		850
Disability Insurance		1,530
Unemployment Compensation		1,050
Employer Medicare		16,588
Communication		13,104
Contracts with Private Agencies		26,640
Evaluation and Testing		6,780
Maintenance Agreements		7,086
Maintenance and Repair Services - Buildings		35,585
Maintenance and Repair Services - Equipment		13,950
Pest Control		360

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Printing, Stationery, and Forms	\$	2,488	
Travel		100	
Custodial Supplies		25,590	
Drugs and Medical Supplies		57,672	
Food Supplies		232,382	
Law Enforcement Supplies		568	
Office Supplies		1,174	
Uniforms		5,986	
Utilities		236,481	
Other Supplies and Materials		48,583	
Medical Claims		198,866	
Workers' Compensation Insurance		44,680	
Other Charges		16	
Data Processing Equipment		1,073	
Total Jail			\$ 2,497,987

Workhouse

Accountants/Bookkeepers	\$	8,033	
Guards		17,181	
Social Security		498	
Pensions		139	
Unemployment Compensation		15	
Employer Medicare		116	
Food Supplies		3,335	
Gasoline		1,011	
Other Charges		28,057	
Total Workhouse			58,385

Work Release Program

Maintenance Personnel	\$	26,000	
Social Security		1,546	
Pensions		1,804	
Medical Insurance		7,344	
Unemployment Compensation		18	
Employer Medicare		362	
Maintenance and Repair Services - Equipment		2,453	
Maintenance and Repair Services - Vehicles		738	
Food Supplies		31	
Gasoline		2,933	
Lubricants		402	
Small Tools		57	
Tires and Tubes		1,721	
Uniforms		100	
Other Supplies and Materials		2,178	
Workers' Compensation Insurance		752	
Maintenance Equipment		120	
Total Work Release Program			48,559

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Fire Prevention and Control

Contracts with Government Agencies	\$ 2,000	
Total Fire Prevention and Control		\$ 2,000

Civil Defense

Maintenance and Repair Services - Equipment	\$ 5,110	
Maintenance and Repair Services - Vehicles	1,538	
Other Supplies and Materials	350	
Other Charges	24,160	
Total Civil Defense		31,158

Rescue Squad

Contributions	\$ 352,500	
Total Rescue Squad		352,500

Other Emergency Management

Contributions	\$ 339,245	
Total Other Emergency Management		339,245

County Coroner/Medical Examiner

Social Security	\$ 618	
Pensions	714	
Medical Insurance	26	
Unemployment Compensation	3	
Employer Medicare	144	
Medical and Dental Services	10,000	
Other Contracted Services	68,813	
Gasoline	56	
Total County Coroner/Medical Examiner		80,374

Public Safety Grants Program

Deputy(ies)	\$ 14,095	
Social Security	1,065	
Pensions	978	
Medical Insurance	3,348	
Employer Medicare	249	
Total Public Safety Grants Program		19,735

Public Health and Welfare

Local Health Center

Communication	\$ 4,307	
Contracts with Government Agencies	90,290	
Dues and Memberships	200	
Janitorial Services	20,400	
Maintenance and Repair Services - Buildings	740	
Pest Control	538	
Disposal Fees	400	
Food Supplies	113	

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Utilities	\$	23,245	
Other Supplies and Materials		1,033	
Other Charges		1,310	
Total Local Health Center			\$ 142,576

Ambulance/Emergency Medical Services

County Official/Administrative Officer	\$	58,013
Assistant(s)		47,174
Medical Personnel		1,243,481
Secretary(ies)		30,332
Part-time Personnel		125,097
Longevity Pay		24,700
Overtime Pay		102,029
In-service Training		6,952
Social Security		97,966
Pensions		102,255
Employee and Dependent Insurance		443
Life Insurance		153
Medical Insurance		177,182
Dental Insurance		484
Disability Insurance		571
Unemployment Compensation		816
Employer Medicare		22,911
Communication		13,006
Contracts with Private Agencies		122,103
Dues and Memberships		795
Evaluation and Testing		1,087
Licenses		2,590
Maintenance Agreements		484
Maintenance and Repair Services - Buildings		674
Maintenance and Repair Services - Equipment		4,794
Maintenance and Repair Services - Vehicles		61,891
Pest Control		180
Postal Charges		32
Towing Services		500
Travel		2,076
Disposal Fees		754
Other Contracted Services		180
Custodial Supplies		2,346
Drugs and Medical Supplies		100,510
Gasoline		47,575
Office Supplies		477
Tires and Tubes		10,845
Uniforms		7,963
Utilities		12,735
Other Supplies and Materials		46
Liability Insurance		14,017

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Vehicle and Equipment Insurance	\$	30,586	
Workers' Compensation Insurance		129,560	
Other Charges		332	
Communication Equipment		4,983	
Data Processing Equipment		2,800	
Furniture and Fixtures		459	
Total Ambulance/Emergency Medical Services			\$ 2,616,939

Alcohol and Drug Programs

Assistant(s)	\$	33,726	
Other Salaries and Wages		37,501	
Social Security		3,721	
Pensions		3,412	
Medical Insurance		6,152	
Unemployment Compensation		60	
Employer Medicare		870	
Advertising		3,400	
Communication		1,836	
Postal Charges		898	
Printing, Stationery, and Forms		6,168	
Travel		8,901	
Office Supplies		12,302	
Workers' Compensation Insurance		76	
Other Charges		146	
Total Alcohol and Drug Programs			119,169

Other Local Health Services

Assistant(s)	\$	4,599	
Supervisor/Director		42,640	
Social Security		2,754	
Pensions		2,482	
Medical Insurance		14,688	
Unemployment Compensation		24	
Employer Medicare		644	
Travel		6,078	
Other Contracted Services		9,000	
Office Supplies		22,498	
Other Supplies and Materials		13,270	
Total Other Local Health Services			118,677

Appropriation to State

Longevity Pay	\$	2,900	
Overtime Pay		5,732	
Other Salaries and Wages		346,791	
Social Security		20,812	
Pensions		22,694	
Employee and Dependent Insurance		949	

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Appropriation to State (Cont.)

Life Insurance	\$	236	
Medical Insurance		54,212	
Dental Insurance		485	
Disability Insurance		827	
Unemployment Compensation		266	
Employer Medicare		4,867	
Evaluation and Testing		72	
Travel		1,299	
Other Supplies and Materials		611	
Liability Insurance		223	
Workers' Compensation Insurance		2,016	
Total Appropriation to State			\$ 464,992

Other Public Health and Welfare

Dues and Memberships	\$	9,504	
Other Contracted Services		72,171	
Total Other Public Health and Welfare			81,675

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$	20,000	
Total Senior Citizens Assistance			20,000

Libraries

Supervisor/Director	\$	44,713	
Deputy(ies)		22,524	
Librarians		51,801	
Part-time Personnel		40,689	
Longevity Pay		3,500	
Overtime Pay		1,414	
Social Security		9,233	
Pensions		5,889	
Medical Insurance		27,119	
Unemployment Compensation		149	
Employer Medicare		2,159	
Communication		4,546	
Dues and Memberships		483	
Evaluation and Testing		86	
Janitorial Services		900	
Maintenance Agreements		2,438	
Maintenance and Repair Services - Buildings		4,528	
Pest Control		420	
Postal Charges		884	
Printing, Stationery, and Forms		500	
Travel		205	
Custodial Supplies		1,471	
Instructional Supplies and Materials		10,742	

(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Library Books/Media	\$	40,185	
Office Supplies		8,322	
Periodicals		4,696	
Utilities		19,040	
Refunds		18	
Workers' Compensation Insurance		348	
Other Charges		44	
Data Processing Equipment		5,458	
Furniture and Fixtures		2,063	
Land		6,000	
Office Equipment		14,694	
Total Libraries			\$ 337,261

Other Social, Cultural, and Recreational

Contributions	\$	50,000	
Total Other Social, Cultural, and Recreational			50,000

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$	102,087	
Secretary(ies)		3,448	
Social Security		214	
Pensions		108	
Unemployment Compensation		10	
Employer Medicare		50	
Communication		2,085	
Dues and Memberships		540	
Maintenance Agreements		540	
Maintenance and Repair Services - Buildings		21	
Pest Control		144	
Disposal Fees		400	
Gasoline		115	
Instructional Supplies and Materials		1,250	
Utilities		7,824	
Workers' Compensation Insurance		8	
Total Agricultural Extension Service			118,844

Soil Conservation

Salary Supplements	\$	23,840	
Overtime Pay		2,788	
Social Security		1,480	
Pensions		404	
Medical Insurance		3,109	
Unemployment Compensation		21	
Employer Medicare		346	
Workers' Compensation Insurance		80	
Other Charges		43	
Total Soil Conservation			32,111

(Continued)

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

General Fund (Cont.)

Other Operations

Tourism

Contributions	\$ 58,876	
Dues and Memberships	<u>1,000</u>	
Total Tourism		\$ 59,876

Industrial Development

Contributions	\$ <u>176,617</u>	
Total Industrial Development		176,617

Airport

Contributions	\$ <u>69,000</u>	
Total Airport		69,000

Veterans' Services

Supervisor/Director	\$ 32,448	
Secretary(ies)	28,561	
Longevity Pay	2,200	
Social Security	3,645	
Pensions	4,387	
Medical Insurance	14,224	
Unemployment Compensation	42	
Employer Medicare	852	
Communication	3,035	
Contracts with Private Agencies	216	
Maintenance Agreements	839	
Maintenance and Repair Services - Buildings	265	
Maintenance and Repair Services - Vehicles	53	
Pest Control	120	
Postal Charges	56	
Disposal Fees	400	
Gasoline	100	
Office Supplies	1,714	
Utilities	2,759	
Other Supplies and Materials	3,712	
Workers' Compensation Insurance	120	
Other Charges	<u>32</u>	
Total Veterans' Services		99,780

Other Charges

Contracts with Private Agencies	\$ 350	
Data Processing Services	10,022	
Postal Charges	2,901	
Building and Contents Insurance	101,744	
Liability Insurance	152,955	
Refunds	13,877	
Trustee's Commission	231,324	
Vehicle and Equipment Insurance	74,450	
Other Charges	<u>10,186</u>	
Total Other Charges		597,809

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

COVID-19 Grant #1

Other Charges	\$ 128,535	
Motor Vehicles	<u>187,641</u>	
Total COVID-19 Grant #1		\$ 316,176

COVID-19 Grant #2

Custodial Supplies	\$ <u>17,400</u>	
Total COVID-19 Grant #2		17,400

COVID-19 Grant #4

Custodial Supplies	\$ <u>1,078</u>	
Total COVID-19 Grant #4		1,078

COVID-19 Grant #6

Drugs and Medical Supplies	\$ <u>54,398</u>	
Total COVID-19 Grant #6		54,398

COVID-19 Grant B

Data Processing Equipment	\$ <u>1,625</u>	
Total COVID-19 Grant B		1,625

COVID-19 Grant C

Custodial Supplies	\$ 2,654	
Other Supplies and Materials	<u>909</u>	
Total COVID-19 Grant C		3,563

Miscellaneous

Tax Relief Program	\$ <u>49,713</u>	
Total Miscellaneous		49,713

Capital Projects

General Administration Projects

Communication	\$ <u>18,541</u>	
Total General Administration Projects		<u>18,541</u>

Total General Fund \$ 16,860,266

Courthouse and Jail Maintenance Fund

Other Operations

Other Charges

Maintenance and Repair Services - Buildings	\$ 20,075	
Trustee's Commission	<u>119</u>	
Total Other Charges		\$ <u>20,194</u>

Total Courthouse and Jail Maintenance Fund 20,194

(Continued)

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

Solid Waste/Sanitation Fund

Public Health and Welfare

Landfill Operation and Maintenance

Salary Supplements	\$ 80,386
Laborers	208,410
Secretary(ies)	38,678
Clerical Personnel	2,881
Longevity Pay	6,700
Overtime Pay	12,626
In-service Training	150
Social Security	17,098
Pensions	18,007
Employee and Dependent Insurance	123
Life Insurance	37
Medical Insurance	58,506
Disability Insurance	131
Unemployment Compensation	1,318
Employer Medicare	3,999
Communication	3,942
Contracts with Private Agencies	874,511
Data Processing Services	2,764
Dues and Memberships	823
Engineering Services	47,777
Evaluation and Testing	651
Maintenance Agreements	1,585
Maintenance and Repair Services - Buildings	9,285
Maintenance and Repair Services - Equipment	22,443
Maintenance and Repair Services - Vehicles	3,722
Pest Control	120
Postal Charges	10,999
Printing, Stationery, and Forms	4,550
Travel	1,135
Brokerage Fees - Recyclables	83,386
Permits	4,150
Other Contracted Services	1,579
Crushed Stone	193
Custodial Supplies	321
Diesel Fuel	8,600
Food Supplies	8,905
Garage Supplies	12,040
Gasoline	1,768
Office Supplies	768
Propane Gas	2,642
Tires and Tubes	3,038
Uniforms	592
Utilities	21,190
Wire	4,844
Other Supplies and Materials	2,093
Building and Contents Insurance	9,234
Liability Insurance	1,962

(Continued)

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Landfill Operation and Maintenance (Cont.)

Refunds	\$ 1,141	
Trustee's Commission	19,538	
Vehicle and Equipment Insurance	4,605	
Workers' Compensation Insurance	13,652	
Other Charges	1,510	
Data Processing Equipment	1,639	
Total Landfill Operation and Maintenance		\$ 1,642,747

Total Solid Waste/Sanitation Fund \$ 1,642,747

Industrial/Economic Development Fund

Capital Projects

General Administration Projects

Contributions	\$ 14,448	
Total General Administration Projects		\$ 14,448

Public Utility Projects

Contributions	\$ 21,000	
Trustee's Commission	2,064	
Total Public Utility Projects		23,064

Total Industrial/Economic Development Fund 37,512

Drug Control Fund

Public Safety

Drug Enforcement

In-service Training	\$ 50	
Communication	11,061	
Dues and Memberships	60	
Animal Food and Supplies	927	
Law Enforcement Supplies	1,238	
Trustee's Commission	342	
Law Enforcement Equipment	16,584	
Total Drug Enforcement		\$ 30,262

Total Drug Control Fund 30,262

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$ 216,618	
Total County Trustee's Office		\$ 216,618

County Clerk's Office

Constitutional Officers' Operating Expenses	\$ 319,006	
Total County Clerk's Office		319,006

(Continued)

Exhibit J-8

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

Constitutional Officers - Fees Fund (Cont.)

Administration of Justice

Chancery Court

Special Commissioner Fees/Special Master Fees	\$ 5,241	
Total Chancery Court		\$ 5,241

Total Constitutional Officers - Fees Fund \$ 540,865

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 91,901	
Accountants/Bookkeepers	82,316	
Custodial Personnel	2,241	
Longevity Pay	2,600	
Social Security	10,826	
Pensions	11,663	
Employee and Dependent Insurance	180	
Life Insurance	37	
Medical Insurance	18,263	
Dental Insurance	121	
Unemployment Compensation	487	
Employer Medicare	2,532	
Communication	9,632	
Data Processing Services	400	
Dues and Memberships	5,020	
Evaluation and Testing	1,881	
Legal Notices, Recording, and Court Costs	35	
Maintenance Agreements	46	
Pest Control	240	
Travel	1,232	
Custodial Supplies	393	
Office Supplies	1,914	
Utilities	11,744	
Refunds	2,779	
Workers' Compensation Insurance	2,456	
Other Charges	2,532	
Office Equipment	1,254	
Total Administration		\$ 264,725

Highway and Bridge Maintenance

Foremen	\$ 136,744
Equipment Operators	340,252
Equipment Operators - Light	198,855
Truck Drivers	293,260
Laborers	82,182
Longevity Pay	37,400
Social Security	64,791
Pensions	73,743
Employee and Dependent Insurance	542

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Life Insurance	\$	112	
Medical Insurance		186,804	
Dental Insurance		384	
Disability Insurance		435	
Unemployment Compensation		6,194	
Employer Medicare		15,153	
Rentals		15,645	
Asphalt		967,337	
Asphalt - Cold Mix		39,967	
Concrete		96,049	
Crushed Stone		363,264	
Pipe - Metal		108,678	
Road Signs		16,529	
Wood Products		5,787	
Workers' Compensation Insurance		63,056	
Other Charges		39,923	
Total Highway and Bridge Maintenance			\$ 3,153,086

Operation and Maintenance of Equipment

Mechanic(s)	\$	167,758	
Longevity Pay		6,200	
Social Security		10,398	
Pensions		11,723	
Medical Insurance		30,004	
Unemployment Compensation		991	
Employer Medicare		2,432	
Maintenance and Repair Services - Equipment		160,893	
Diesel Fuel		94,656	
Garage Supplies		1,838	
Gasoline		30,409	
Lubricants		14,531	
Propane Gas		270	
Tires and Tubes		25,718	
Workers' Compensation Insurance		4,432	
Other Charges		11,026	
Total Operation and Maintenance of Equipment			573,279

Other Charges

Building and Contents Insurance	\$	2,382	
Liability Insurance		24,365	
Trustee's Commission		64,378	
Vehicle and Equipment Insurance		36,074	
Other Charges		1,827	
Total Other Charges			129,026

Capital Outlay

Engineering Services	\$	811	
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(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Capital Outlay (Cont.)

Highway Construction

\$ 296,184

Highway Equipment

57,504

Total Capital Outlay

\$ 354,499

Total Highway/Public Works Fund

\$ 4,474,615

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds

\$ 1,998,968

Principal on Notes

351,625

Total General Government

\$ 2,350,593

Highways and Streets

Principal on Bonds

\$ 79,200

Principal on Notes

436,167

Total Highways and Streets

515,367

Education

Principal on Bonds

\$ 627,000

Principal on Notes

828,375

Principal on Other Loans

135,681

Total Education

1,591,056

Interest on Debt

General Government

Interest on Bonds

\$ 1,074,627

Interest on Notes

33,572

Total General Government

1,108,199

Highways and Streets

Interest on Bonds

\$ 13,164

Interest on Notes

27,125

Total Highways and Streets

40,289

Education

Interest on Bonds

\$ 436,100

Interest on Notes

42,233

Interest on Other Loans

25,928

Total Education

504,261

Other Debt Service

General Government

Refunds

\$ 4,279

Trustee's Commission

83,829

Other Debt Service

9,399

Total General Government

97,507

(Continued)

Exhibit J-8

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

General Debt Service Fund (Cont.)

Other Debt Service (Cont.)

Education

Other Debt Issuance Charges

\$ 58,251

Other Debt Service

44,529

Total Education

\$ 102,780

Total General Debt Service Fund

\$ 6,310,052

General Capital Projects Fund

Other Debt Service

Education

Other Debt Issuance Charges

\$ 119,523

Total Education

\$ 119,523

Capital Projects

General Administration Projects

Other Capital Outlay

\$ 32,066

Total General Administration Projects

32,066

Capital Projects - Donated

Capital Projects Donated to School Department

Contributions

\$ 6,606,336

Total Capital Projects Donated to School Department

6,606,336

Total General Capital Projects Fund

6,757,925

Higher Education Fund

Capital Projects

Education Capital Projects

Architects

\$ 86,774

Other Supplies and Materials

33,828

Building Construction

3,506,907

Communication Equipment

27,461

Data Processing Equipment

150,370

Furniture and Fixtures

252,555

Total Education Capital Projects

\$ 4,057,895

Total Higher Education Fund

4,057,895

Total Governmental Funds - Primary Government

\$ 40,732,333

Exhibit J-9

Lawrence County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Lawrence County School Department
For the Year Ended June 30, 2021

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$	17,751,089	
Career Ladder Program		67,400	
Homebound Teachers		3,900	
Educational Assistants		695,044	
Other Salaries and Wages		44,061	
Certified Substitute Teachers		22,681	
Non-certified Substitute Teachers		148,253	
Social Security		1,092,160	
Pensions		1,763,260	
Medical Insurance		3,259,730	
Unemployment Compensation		19,276	
Employer Medicare		256,203	
Other Contracted Services		179,875	
Instructional Supplies and Materials		772,957	
Other Supplies and Materials		544	
Other Charges		3	
Regular Instruction Equipment		75,937	
Total Regular Instruction Program			\$ 26,152,373

Alternative Instruction Program

Teachers	\$	209,969	
Educational Assistants		62,442	
Certified Substitute Teachers		165	
Non-certified Substitute Teachers		2,090	
Social Security		15,822	
Pensions		25,877	
Medical Insurance		54,095	
Employer Medicare		3,701	
Instructional Supplies and Materials		2,183	
Other Supplies and Materials		379	
Total Alternative Instruction Program			376,723

Special Education Program

Teachers	\$	1,334,006	
Career Ladder Program		5,000	
Homebound Teachers		6,765	
Educational Assistants		738,028	
Speech Pathologist		292,522	
Other Salaries and Wages		120,073	
Certified Substitute Teachers		825	
Non-certified Substitute Teachers		31,467	
Social Security		144,184	
Pensions		206,313	
Medical Insurance		633,794	
Employer Medicare		33,840	
Contracts with Private Agencies		81,200	

(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Maintenance and Repair Services - Equipment	\$	1,342	
Instructional Supplies and Materials		15,050	
Other Supplies and Materials		5,883	
Total Special Education Program			\$ 3,650,292

Career and Technical Education Program

Teachers	\$	1,584,128	
Career Ladder Program		4,000	
Certified Substitute Teachers		275	
Non-certified Substitute Teachers		15,177	
Social Security		94,362	
Pensions		153,259	
Medical Insurance		300,473	
Employer Medicare		22,073	
Contracts with Other School Systems		208,400	
Other Contracted Services		424	
Instructional Supplies and Materials		55,265	
Textbooks - Bound		1,815	
Other Supplies and Materials		7,868	
Other Charges		67	
Vocational Instruction Equipment		49,990	
Total Career and Technical Education Program			2,497,576

Support Services

Health Services

Supervisor/Director	\$	62,828	
Medical Personnel		344,669	
Other Salaries and Wages		18,315	
Social Security		23,290	
Pensions		35,067	
Medical Insurance		105,289	
Employer Medicare		5,447	
Travel		39	
Other Contracted Services		8,261	
Drugs and Medical Supplies		10,343	
Other Supplies and Materials		1,949	
In Service/Staff Development		872	
Total Health Services			616,369

Other Student Support

Career Ladder Program	\$	1,350	
Guidance Personnel		843,975	
Social Workers		107,826	
Other Salaries and Wages		77,209	
Social Security		56,134	
Pensions		91,170	

(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Medical Insurance	\$	157,237	
Employer Medicare		14,151	
Evaluation and Testing		80,685	
Travel		1,000	
Other Contracted Services		8,933	
In Service/Staff Development		12,830	
Other Charges		103	
Total Other Student Support			\$ 1,452,603

Regular Instruction Program

Supervisor/Director	\$	257,312	
Career Ladder Program		2,000	
Librarians		587,664	
Other Salaries and Wages		105,788	
Social Security		56,136	
Pensions		96,029	
Medical Insurance		148,840	
Employer Medicare		13,131	
Travel		2,997	
Other Contracted Services		41,485	
Other Supplies and Materials		41,399	
In Service/Staff Development		4,158	
Other Charges		412	
Other Equipment		139,947	
Total Regular Instruction Program			1,497,298

Alternative Instruction Program

Other Contracted Services	\$	24,018	
Other Supplies and Materials		97	
Total Alternative Instruction Program			24,115

Special Education Program

Supervisor/Director	\$	77,417	
Career Ladder Program		1,000	
Social Security		4,689	
Pensions		8,124	
Medical Insurance		18,572	
Employer Medicare		1,097	
Travel		6,923	
Other Contracted Services		168,209	
Other Supplies and Materials		6,647	
In Service/Staff Development		1,260	
Total Special Education Program			293,938

Career and Technical Education Program

Supervisor/Director	\$	38,709	
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(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program (Cont.)

Career Ladder Program	\$	1,000	
Social Security		2,163	
Pensions		4,114	
Medical Insurance		6,570	
Employer Medicare		506	
Travel		1,606	
Other Contracted Services		1,965	
Other Supplies and Materials		15,180	
In Service/Staff Development		100	
Other Charges		1,440	
Total Career and Technical Education Program			\$ 73,353

Technology

Supervisor/Director	\$	69,880	
Computer Programmer(s)		133,005	
Other Salaries and Wages		56,992	
Social Security		15,834	
Pensions		21,746	
Medical Insurance		44,600	
Employer Medicare		3,703	
Travel		1,973	
Other Contracted Services		114,245	
Other Supplies and Materials		15,526	
In Service/Staff Development		32,148	
Data Processing Equipment		900	
Total Technology			510,552

Other Programs

On-behalf Payments to OPEB	\$	205,258	
Total Other Programs			205,258

Board of Education

Secretary to Board	\$	2,400	
Board and Committee Members Fees		21,600	
Social Security		1,041	
Pensions		333	
Medical Insurance		216,405	
Employer Medicare		348	
Audit Services		14,935	
Contributions		1,011,559	
Dues and Memberships		4,635	
Legal Services		24,914	
Travel		109	
Other Contracted Services		16,752	
Other Supplies and Materials		314	
Liability Insurance		92,177	

(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Trustee's Commission	\$	273,705	
Workers' Compensation Insurance		292,557	
In Service/Staff Development		1,025	
Criminal Investigation of Applicants - TBI		2,039	
Other Charges		432	
Total Board of Education			\$ 1,977,280

Director of Schools

County Official/Administrative Officer	\$	157,704	
Secretary(ies)		34,572	
Social Security		11,823	
Pensions		18,740	
Medical Insurance		6,574	
Employer Medicare		2,765	
Communication		58,902	
Dues and Memberships		3,214	
Postal Charges		4,854	
Other Contracted Services		19,495	
Office Supplies		6,859	
Other Supplies and Materials		3,259	
In Service/Staff Development		558	
Other Charges		1,674	
Administration Equipment		10,103	
Total Director of Schools			341,096

Office of the Principal

Principals	\$	1,049,629	
Career Ladder Program		5,000	
Assistant Principals		1,136,491	
Secretary(ies)		582,964	
Social Security		164,315	
Pensions		261,434	
Medical Insurance		408,631	
Employer Medicare		38,430	
Other Contracted Services		15,436	
Other Supplies and Materials		7,606	
Total Office of the Principal			3,669,936

Fiscal Services

Supervisor/Director	\$	76,944	
Accountants/Bookkeepers		115,210	
Social Security		11,730	
Pensions		13,345	
Medical Insurance		20,962	
Employer Medicare		2,743	
Data Processing Services		59,171	

(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services (Cont.)

Data Processing Supplies	\$	1,968	
Other Supplies and Materials		78	
In Service/Staff Development		100	
Other Charges		840	
Total Fiscal Services			\$ 303,091

Human Services/Personnel

Supervisor/Director	\$	77,417	
Career Ladder Program		1,000	
Secretary(ies)		34,572	
Social Security		6,647	
Pensions		10,525	
Medical Insurance		19,653	
Employer Medicare		1,555	
Dues and Memberships		700	
Other Contracted Services		8,149	
Other Supplies and Materials		49	
In Service/Staff Development		50	
Total Human Services/Personnel			160,317

Operation of Plant

Custodial Personnel	\$	627,210	
Other Salaries and Wages		485,089	
Social Security		64,888	
Pensions		75,509	
Medical Insurance		301,872	
Employer Medicare		15,184	
Laundry Service		9,402	
Travel		11,799	
Disposal Fees		40,008	
Other Contracted Services		78,594	
Custodial Supplies		157,194	
Electricity		1,027,052	
Natural Gas		188,087	
Water and Sewer		175,348	
Other Supplies and Materials		1,784	
Building and Contents Insurance		194,414	
In Service/Staff Development		575	
Total Operation of Plant			3,454,009

Maintenance of Plant

Supervisor/Director	\$	63,883	
Other Salaries and Wages		351,271	
Social Security		25,444	
Pensions		28,832	
Medical Insurance		42,075	

(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Employer Medicare	\$	5,950	
Laundry Service		8,881	
Maintenance and Repair Services - Equipment		5,976	
Maintenance and Repair Services - Vehicles		2,115	
Other Contracted Services		67,464	
Other Supplies and Materials		580,751	
Other Charges		460	
Plant Operation Equipment		33,638	
Total Maintenance of Plant			\$ 1,216,740

Transportation

Supervisor/Director	\$	77,417	
Mechanic(s)		167,802	
Bus Drivers		828,887	
Clerical Personnel		37,418	
Other Salaries and Wages		83,735	
Social Security		67,594	
Pensions		76,312	
Medical Insurance		461,196	
Employer Medicare		15,866	
Communication		7,800	
Contracts with Parents		16,253	
Laundry Service		6,072	
Maintenance and Repair Services - Vehicles		4,099	
Medical and Dental Services		2,220	
Travel		24,159	
Other Contracted Services		15,887	
Diesel Fuel		129,105	
Gasoline		32,827	
Lubricants		5,906	
Tires and Tubes		14,064	
Vehicle Parts		114,244	
Other Supplies and Materials		24,155	
Vehicle and Equipment Insurance		48,603	
In Service/Staff Development		727	
Other Charges		88	
Transportation Equipment		318,627	
Total Transportation			2,581,063

Central and Other

Other Contracted Services	\$	106,824	
Total Central and Other			106,824

Operation of Non-Instructional Services

Food Service

Cafeteria Personnel	\$	42,959	
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(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Social Security	\$	2,663	
Pensions		2,522	
Employer Medicare		623	
Total Food Service			\$ 48,767

Community Services

Supervisor/Director	\$	32,553	
Teachers		48,518	
Clerical Personnel		5,892	
Educational Assistants		2,488	
Other Salaries and Wages		64,387	
Social Security		8,778	
Pensions		14,848	
Medical Insurance		12,811	
Employer Medicare		2,054	
Travel		615	
Food Supplies		2,316	
Instructional Supplies and Materials		26,547	
Other Supplies and Materials		27,825	
Other Charges		12,689	
Total Community Services			262,321

Early Childhood Education

Teachers	\$	558,158	
Clerical Personnel		13,033	
Educational Assistants		181,130	
Other Salaries and Wages		27,484	
Certified Substitute Teachers		908	
Non-certified Substitute Teachers		6,146	
Social Security		44,319	
Pensions		72,898	
Medical Insurance		182,992	
Employer Medicare		10,373	
Instructional Supplies and Materials		9,256	
Other Supplies and Materials		20,226	
In Service/Staff Development		2,120	
Other Charges		352	
Regular Instruction Equipment		3,602	
Total Early Childhood Education			1,132,997

Capital Outlay

Regular Capital Outlay

Other Contracted Services	\$	85,758	
Building Construction		24,550	
Building Improvements		5,500	
Land		17,500	
Total Regular Capital Outlay			133,308

Total General Purpose School Fund \$ 52,738,199

(Continued)

Exhibit J-9

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

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	624,630	
Educational Assistants		217,398	
Other Salaries and Wages		692,810	
Certified Substitute Teachers		660	
Non-certified Substitute Teachers		7,782	
Social Security		92,857	
Pensions		137,859	
Medical Insurance		152,667	
Employer Medicare		21,829	
Instructional Supplies and Materials		975,833	
Other Supplies and Materials		2,985	
Regular Instruction Equipment		3,531,937	
Total Regular Instruction Program			\$ 6,459,247

Alternative Instruction Program

Other Salaries and Wages	\$	2,960	
Social Security		183	
Pensions		205	
Employer Medicare		43	
Total Alternative Instruction Program			3,391

Special Education Program

Teachers	\$	434,559	
Educational Assistants		297,978	
Speech Pathologist		110,507	
Other Salaries and Wages		161,862	
Certified Substitute Teachers		715	
Non-certified Substitute Teachers		11,990	
Social Security		58,655	
Pensions		86,928	
Medical Insurance		198,280	
Employer Medicare		13,720	
Instructional Supplies and Materials		68,132	
Other Supplies and Materials		1,906	
Total Special Education Program			1,445,232

Career and Technical Education Program

Other Salaries and Wages	\$	93,725	
Social Security		5,743	
Pensions		9,119	
Medical Insurance		2,501	
Employer Medicare		1,343	
Maintenance and Repair Services - Equipment		1,176	
Other Contracted Services		64,635	
Other Supplies and Materials		1,650	
Vocational Instruction Equipment		86,901	
Total Career and Technical Education Program			266,793

(Continued)

Exhibit J-9

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

School Federal Projects Fund (Cont.)

Support Services

Health Services

Other Salaries and Wages	\$	58,679	
Social Security		3,195	
Pensions		5,456	
Medical Insurance		13,105	
Employer Medicare		747	
Total Health Services			\$ 81,182

Other Student Support

Guidance Personnel	\$	53,838	
Other Salaries and Wages		49,159	
Social Security		6,310	
Pensions		10,158	
Medical Insurance		6,574	
Employer Medicare		1,476	
Travel		80	
In Service/Staff Development		9,975	
Other Charges		19,604	
Total Other Student Support			157,174

Regular Instruction Program

Supervisor/Director	\$	147,104	
Other Salaries and Wages		909,287	
Social Security		62,212	
Pensions		106,272	
Medical Insurance		151,511	
Employer Medicare		14,549	
Other Contracted Services		43,118	
In Service/Staff Development		253,386	
Total Regular Instruction Program			1,687,439

Special Education Program

Psychological Personnel	\$	120,429	
Medical Personnel		102,587	
Clerical Personnel		34,572	
Other Salaries and Wages		16,012	
Social Security		16,284	
Pensions		23,824	
Medical Insurance		42,345	
Employer Medicare		3,808	
Travel		302	
Other Contracted Services		18,979	
Other Supplies and Materials		1,488	
Total Special Education Program			380,630

Career and Technical Education Program

Other Salaries and Wages	\$	1,611	
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(Continued)

Exhibit J-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program (Cont.)

Social Security	\$	100	
Pensions		165	
Employer Medicare		23	
Total Career and Technical Education Program			\$ 1,899

Technology

Other Salaries and Wages	\$	13,309	
Social Security		825	
Pensions		1,121	
Employer Medicare		193	
Internet Connectivity		17,969	
Other Contracted Services		3,844	
Total Technology			37,261

Director of Schools

Other Salaries and Wages	\$	6,699	
Social Security		415	
Pensions		642	
Employer Medicare		97	
Total Director of Schools			7,853

Office of the Principal

Principals	\$	59,364	
Other Salaries and Wages		119,710	
Social Security		11,103	
Pensions		17,188	
Medical Insurance		6,543	
Employer Medicare		2,597	
Total Office of the Principal			216,505

Fiscal Services

Other Salaries and Wages	\$	7,769	
Social Security		482	
Pensions		539	
Employer Medicare		113	
Total Fiscal Services			8,903

Human Services/Personnel

Other Salaries and Wages	\$	4,612	
Social Security		286	
Pensions		427	
Employer Medicare		67	
Total Human Services/Personnel			5,392

Operation of Plant

Other Salaries and Wages	\$	43,147	
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(Continued)

Exhibit J-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Operation of Plant (Cont.)

Social Security	\$	2,675	
Pensions		3,021	
Employer Medicare		626	
Custodial Supplies		993	
Plant Operation Equipment		3,523	
Total Operation of Plant			\$ 53,985

Maintenance of Plant

Other Salaries and Wages	\$	16,276	
Social Security		1,009	
Pensions		1,130	
Employer Medicare		236	
Other Supplies and Materials		10,484	
Total Maintenance of Plant			29,135

Transportation

Bus Drivers	\$	146	
Other Salaries and Wages		50,093	
Social Security		3,115	
Pensions		3,349	
Employer Medicare		728	
Other Supplies and Materials		9,039	
Total Transportation			66,470

Operation of Non-Instructional Services

Food Service

Other Salaries and Wages	\$	53,025	
Social Security		3,288	
Pensions		2,744	
Employer Medicare		769	
Food Service Equipment		81,407	
Total Food Service			141,233

Community Services

Teachers	\$	186,072	
Other Salaries and Wages		27,528	
Social Security		13,183	
Pensions		19,946	
Employer Medicare		3,084	
Travel		146	
Other Contracted Services		104,702	
Instructional Supplies and Materials		221,335	
Office Supplies		620	
Other Supplies and Materials		20,418	
In Service/Staff Development		868	
Other Charges		22,313	
Total Community Services			620,215

Total School Federal Projects Fund \$ 11,669,939

(Continued)

Exhibit J-9

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

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	75,235	
Accountants/Bookkeepers		37,318	
Cafeteria Personnel		1,079,799	
Social Security		69,701	
Pensions		60,722	
Medical Insurance		295,550	
Unemployment Compensation		2,562	
Employer Medicare		16,303	
Maintenance and Repair Services - Equipment		42,508	
Transportation - Other than Students		20,644	
Travel		412	
Other Contracted Services		28,697	
Food Supplies		998,968	
Office Supplies		1,884	
USDA - Commodities		267,094	
Other Supplies and Materials		135,874	
In Service/Staff Development		645	
Other Charges		421	
Food Service Equipment		30,639	
Total Food Service			\$ 3,164,976

Total Central Cafeteria Fund \$ 3,164,976

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	73,407	
Social Security		4,551	
Pensions		5,576	
Employer Medicare		1,064	
Retirement - Hybrid Stabilization		52	
Other Supplies and Materials		2,637	
Trustee's Commission		946	
In Service/Staff Development		55	
Other Charges		35	
Total Community Services			\$ 88,323

Total Extended School Program Fund 88,323

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$	2,519,650	
Total Community Services			\$ 2,519,650

Total Internal School Fund 2,519,650

(Continued)

Exhibit J-9

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

<u>Education Capital Projects Fund</u>			
<u>Capital Projects</u>			
<u>Education Capital Projects</u>			
Building Construction	\$	1,926,443	
Total Education Capital Projects			\$ 1,926,443
Total Education Capital Projects Fund			\$ 1,926,443
Total Governmental Funds - Lawrence County School Department			\$ 72,107,530

Lawrence 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	\$ 5,922,956
Total Additions	<u>\$ 5,922,956</u>
 <u>Deductions</u>	
Remittance of Revenues Collected	\$ 5,864,241
Trustee's Commission	<u>58,715</u>
Total Deductions	<u>\$ 5,922,956</u>
 Excess of Additions Over (Under) Deductions	 \$ 0
Net Position, July 1, 2020	<hr/> 0
 Net Position, June 30, 2021	 <u><u>\$ 0</u></u>

SINGLE AUDIT SECTION



JASON E. MUMPOWER
Comptroller

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

Independent Auditor's Report

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

To the County Executive and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lawrence County, Tennessee, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Lawrence County's basic financial statements as listed in the table of contents, and have issued our report thereon dated December 9, 2021. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Lawrence County School Department (a discretely presented component unit), as described in our report on Lawrence County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Lawrence 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 Lawrence County's internal control. Accordingly, we do not express an opinion on the effectiveness of Lawrence County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lawrence 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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Questioned Costs as item: 2021-002.

Lawrence County's Responses to Findings

Lawrence County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. Lawrence County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

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 Lawrence County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 9, 2021

JEM/tg



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

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

To the County Executive and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Lawrence 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 Lawrence County's major federal programs for the year ended June 30, 2021. Lawrence 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 Lawrence 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 Lawrence 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 Lawrence County's compliance.

Opinion on Each Major Federal Program

In our opinion, Lawrence 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 Lawrence 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 Lawrence 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 Lawrence 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 Lawrence County, Tennessee, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Lawrence County's basic financial statements. We issued our report thereon dated December 9, 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

December 9, 2021

JEM/tg

Lawrence County, Tennessee, and the Lawrence County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (11)
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:			
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(4)	\$ 267,093 (6)
National School Lunch Program (Commodities Rebate - Food Storage)	10.555	(4)	22,539 (6)
Passed-through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	(4)	830,371
National School Lunch Program	10.555	(4)	1,988,194 (6)
National School Lunch Program - Snack	10.555	(4)	12,448 (6)
Child Nutrition Discretionary Grants Limited Availability	10.579	(4)	29,999
Fresh Fruit and Vegetable Program	10.582	(4)	54,204
Passed-through State Department of Health:			
Special Supplement Nutrition Program for Women, Infants, and Children	10.557	GG-21-669000-00	68,027
Total U.S. Department of Agriculture			<u>\$ 3,272,875</u>
U.S. Department of Defense:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	(4)	\$ 203,461 (10)
Total U.S. Department of Defense			<u>\$ 203,461</u>
U.S. Department of Justice:			
Direct Program:			
Public Safety Partnership and Community Policing Grants	16.710	N/A	\$ 37,168
Passed-through State Department of Finance and Administration:			
COVID 19 - Coronavirus Emergency Supplemental Funding	16.034	(4)	20,963
Crime Victim Assistance	16.575	(4)	92,317
Passed through Tennessee Bureau of Investigation:			
Opioid Affected Youth Initiative	16.842	(4)	18,042
Total U.S. Department of Justice			<u>\$ 168,490</u>
U.S. Department of Treasury:			
Passed-through State Department of Finance and Administration:			
COVID 19 - Coronavirus Relief Fund	21.019	(4)	\$ 656,010 (7)
Passed-through State Department of Education:			
COVID 19 - Coronavirus Relief Fund	21.019	(4)	164,269 (7)
Total U.S. Department of Treasury			<u>\$ 820,279</u>
The Institute of Museum and Library Services:			
Passed-through Tennessee Secretary of State:			
COVID 19 - Grants to States	45.310	(4)	\$ 3,840
Total U.S. Department of Defense			<u>\$ 3,840</u>

(Continued)

Lawrence County, Tennessee, and the Lawrence County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (11) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listings Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Education:			
Direct Program:			
Funds for the Improvement of Education	84.215	N/A	\$ 755,655
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	(4)	2,064,297
Special Education Cluster: (5)			
Special Education - Grants to States	84.027	(4)	1,576,428
Special Education - Preschool Grants	84.173	(4)	83,891
Career and Technical Education - Basic Grants to States	84.048	(4)	148,111
Twenty-first Century Community Learning Centers	84.287	(4)	133,660
Rural Education	84.358	(4)	63,865
English Language Acquisition State Grants	84.365	(4)	5,639
Supporting Effective Instruction State Grants	84.367	(4)	224,799
Student Support and Academic Enrichment Program	84.424	(4)	134,018
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER I)	84.425D	(4)	1,345,650 (8)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	(4)	5,394,220 (8)
Total U.S. Department of Education			<u>\$ 11,930,233</u>
U.S. Election Assistance Commission:			
Passed-through Tennessee Secretary of State:			
COVID 19 - 2020 HAVA Election Security Grants	90.404	(4)	\$ 11,637
Total U.S. Election Assistance Commission			<u>\$ 11,637</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Health:			
Family Planning Services	93.217	GG-21-669000-00	\$ 14,897
Maternal and Child Health Services Block Grant to the States	93.994	GG-21-669000-00	44,649
Passed-through State Department of Mental Health and Substance Abuse Services:			
477 Cluster: (5)			
Temporary Assistance for Needy Families	93.558	(4)	59,023 (9)
Passed-through State Department of Education:			
477 Cluster: (5)			
Temporary Assistance for Needy Families	93.558	(4)	191,387 (9)
Passed-through State Department of Human Services:			
Child Support Enforcement	93.563	(4)	34,796
Block Grants for Prevention and Treatment of Substance Abuse	93.959	(4)	42,623
Total U.S. Department of Health and Human Services			<u>\$ 387,375</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	(4)	\$ 224,882
Homeland Security Grant Program	97.067	(4)	24,169
Total U.S. Department of Homeland Security			<u>\$ 249,051</u>
Total Expenditures of Federal Grants			<u>\$ 17,047,241</u>

(Continued)

Lawrence County, Tennessee, and the Lawrence County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (11) (Cont.)

		Contract Number	Expenditures
<u>State Grants</u>			
Safe Schools Act - State Department of Education	N/A	(4)	\$ 174,682
Early Childhood Education - State Department of Education	N/A	(4)	1,205,042
Coordinated School Health - State Department of Education	N/A	(4)	100,000
Summer Learning Camps - State Department of Education	N/A	(4)	346,978
Bridge Camp - State Department of Education	N/A	(4)	133,997
STREAM Mini Camps - State Department of Education	N/A	(4)	85,945
Learning Camps Transportation - State Department of Education	N/A	(4)	79,062
Litter Grant - State Department of Transportation	N/A	(4)	127,147
Family Resources Center - State Department of Education	N/A	(4)	29,612
Health Department Programs - State Department of Health	N/A	GG-21-669000-00	344,918
Rural Development Block Grant Program - State Department of Economic and Community Development	N/A	(4)	1,355,911
State Direct Appropriations Grant FY 2020 - State Department of Finance and Administration	N/A	(4)	1,052,303
Archives Development Program - Secretary of State	N/A	(4)	1,931
2021 Tech Grant - Secretary of State	N/A	(4)	2,281
Mental Health Transport Program - State Department of Finance and Administration	N/A	(4)	84,568
Disaster Grants - Public Assistance (Presidentially Declared Disasters) - State Department of Military	N/A	(4)	36,816
State Supplement Juvenile Court Improvement Funds - State Commission on Children and Youth	N/A	(4)	8,996
PPE (Noncash assistance) - State Department of Military	N/A	(4)	162,631
Total State Grants			<u>\$ 5,332,820</u>

FAL = Federal Assistance Listing

N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Lawrence County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) No amounts (\$0) were passed-through to subrecipients.
- (4) Information not available.
- (5) Child Nutrition Cluster total \$3,150,644; Special Education Cluster total \$1,660,319; 477 Cluster total \$250,410.
- (6) Total for FAL No. 10.555 is \$2,290,274.
- (7) Total for FAL No. 21.019 is \$820,279.
- (8) Total for FAL No. 84.425D is \$6,739,870.
- (9) Total for FAL No. 93.558 is \$250,410.
- (10) During the year ended June 30, 2021, Lawrence County received surplus military equipment from the U.S. Department of Defense valued at \$610,383. The State Coordinator recommends that 1/3 of the price by the used to value the equipment at time of donation to the county.
- (11) For the year ended June 30, 2021, Lawrence County received donated PPE valued at \$650,525 (\$487,894 federal and \$162,631 state) from the State Department of Military. These donations were unaudited.

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

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	FAL Number	Current Status
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OFFICE OF DIRECTOR OF SCHOOLS

2020	229	2020-001	The office did not provide the accounting records for auditors to review on a timely basis.	N/A	Corrected
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Prior-year Federal Awards Findings

There were no prior-year federal award findings to report.

LAWRENCE 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 Lawrence County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **YES**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * Assistance Listings Number: 21.019 COVID 19 - Coronavirus Relief Fund
 - * Assistance Listings Number: 84.010 Title I Grants to Local Educational Agencies
 - * Assistance Listings Number: 84.215 Funds for the Improvement of Education
 - * Assistance Listings Number: 84.425D Education Stabilization Fund Program -
Elementary and Secondary School Emergency
Relief Fund (ESSER I & II)
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

FINDING 2021-001

THE OFFICE DID NOT REVIEW ITS REPORT OF VOIDED TRANSACTIONS

(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

The software application used by the office generates a report that displays transactions that were voided by users. To ensure these transactions were necessary, this report should be reviewed for inappropriate activity. During the prior-year audit, management was made aware of the importance of this process; however, a review process was not instituted. This deficiency was the result of management's decision to not implement the audit recommendation. This deficiency was corrected after it was again brought to management's attention in June 2021. Procedures for reviewing this report are currently in place.

RECOMMENDATION

Management should ensure that its report of voided transactions is reviewed on a routine basis. Any unusual transactions should be investigated.

MANAGEMENT'S RESPONSE – CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

We concur with this finding, but we were printing the Voided Transactions Report each month and we were able to pull each month's report showing the date printed. Because of COVID-19, in-person court cases were not allowed, and the dockets were backed up causing a lot more work in a shorter period of time. Also, positive cases in our office along with quarantining caused our office to be short staffed most of the year. We corrected this finding in June 2021 by signing the reports to show proof of reviewing the Voided Transactions Report.

OFFICE OF CLERK AND MASTER

FINDING 2021-002

INVESTED COURT FUNDS WERE PAID OUT BY A DEPOSITORY WITHOUT THE CLERK'S KNOWLEDGE (Noncompliance Under *Government Auditing Standards*)

On November 28, 2005, the clerk and master was ordered by the court to purchase a single deferred annuity for the benefit of a litigant totaling \$61,125.71. The clerk invested the funds in the clerk's name as trustee for the litigant, and the estate of the litigant was listed as the beneficiary. The litigant died before the investment's maturity date noted in the original court order. Without the clerk's knowledge, and absent a court order for distribution, the clerk's depository paid out the annuity to the estate of the deceased litigant on September 24, 2020; however, the clerk's accounting records reflected the investment at \$83,951.13 on June 30, 2021. We provided an audit adjustment to the clerk, which she accepted to properly present litigant funds in the financial statements of this report.

RECOMMENDATION

The clerk and master should consult with her depository to ensure transactions related to litigant investments at that depository are properly approved and channeled through the clerk's office.

MANAGEMENT'S RESPONSE – CLERK AND MASTER

We concur with this finding, the clerk did invest these funds as ordered by the court, as this is not the type of investment account that the clerk would have set up, actually the attorney's and the parties in this matter decided this was what kind of investment that they wanted it to be in for the then five year old litigant. The clerk just did not think about naming the Estate of the Litigant as the beneficiary, but tragically that became an issue before all funds could be disbursed to the litigant per the court order. The clerk will certainly remember to pay attention to the beneficiary if this kind of investment is ever ordered again. The court has corrected the financial records as the audit adjustment directed and the account is now closed.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned costs related to federal awards for the year ended June 30, 2021.

Lawrence 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
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OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

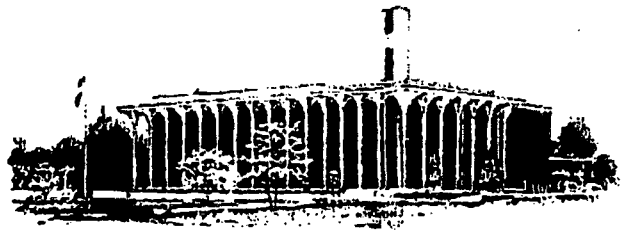
2021-001	The office did not review its report of voided transactions.	223
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OFFICE OF CLERK AND MASTER

2021-002	Invested court funds were paid out by a depository without the clerk's knowledge.	224
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**DEBBIE RIDDLE
LAWRENCE COUNTY
CIRCUIT COURT CLERK**

240 West Gaines Street
NBU 12
Lawrenceburg, TN 38464
(931)762-4398
General Sessions Fax
(931)766-4471
Circuit Fax (931)766-4149



EXPLANATION OF MANAGEMENT'S CORRECTIVE ACTION PLAN – CIRCUIT COURT CLERK

Debbie Riddle, Circuit Court Clerk prepared this corrective action plan.

Debbie Riddle, Circuit Court Clerk is the person responsible for implementing this corrective action plan.

The Voided Transactions Report is printed every month. We will review the report to ensure these transactions were necessary. When finished reviewing, we will sign the report for proof of review.

This finding has already been corrected beginning June, 2021 and we will continue to do so.

This is not a repeat finding.


Debbie Riddle, Circuit Court Clerk

Sheryl Lopp
Deputy Clerk & Master

Sheila Workman
Deputy Clerk & Master

Kristy Gang
Clerk and Master
Lawrence County Chancery Court
240 West Gaines Street, NBU 13
LAWRENCEBURG, TENNESSEE 38464

Shannon Gallett
Deputy Clerk & Master

Cassie Price
Deputy Clerk & Master

Telephone
(931) 766-4182

Fax
(931) 766-4477

CORRECTIVE ACTION PLAN

FINDING: INVESTED COURT FUNDS WERE PAID OUT WITHOUT CLERK'S KNOWLEDGE

Response and Corrective Action Plan Prepared by:
Kristy Gang, Clerk & Master

Person Responsible for Implementing the Corrective Action:
Kristy Gang, Clerk & Master

Anticipated Completion Date of Corrective Action:
Immediately

Planned Corrective Action:
The financial records in our office have been corrected to reflect that the invested account is now closed. We will in the future be much more cautious and ask more questions of the institution that the investment is being placed in so that this situation does not ever happen again.

This is not a repeat finding.



Kristy Gang, Clerk & Master

BEST PRACTICE

Accounting literature describes a best practice as a recommended policy, procedure, or technique that aids management in improving financial performance. Historically, a best practice has consistently shown superior results over conventional methods.

The Division of Local Government Audit strongly believes that the item noted below is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Lawrence County.

LAWRENCE COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING

Lawrence County does not have a central system of accounting, budgeting, and purchasing. Sound business practices dictate that establishing a central system would significantly improve internal controls over the accounting, budgeting, and purchasing processes. The absence of a central system of accounting, budgeting, and purchasing has been a management decision by the county commission resulting in decentralization and some duplication of effort. The Division of Local Government Audit strongly believes that the adoption of a central system of accounting, budgeting, and purchasing is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Lawrence County. Therefore, we recommend the adoption of the County Financial Management System of 1981 or a private act, which would provide for a central system of accounting, budgeting, and purchasing covering all county departments.