



ANNUAL FINANCIAL REPORT

Cannon County, Tennessee

For the Year Ended June 30, 2024

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
CANNON COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2024

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

STEVE REEDER, CPA, CGFM, CFE
Audit Manager

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

CANNON COUNTY, TENNESSEE

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Summary of Audit Findings

Annual Financial Report
Cannon County, Tennessee
For the Year Ended June 30, 2024

Scope

We have audited the basic financial statements of Cannon County as of and for the year ended June 30, 2024.

Results

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

Our audit resulted in no findings.



INTRODUCTORY SECTION

CANNON COUNTY OFFICIALS

June 30, 2024

Officials

Greg Mitchell, County Executive
Wayne Hancock, Road Supervisor
Bonnie Patterson, Director of Schools
Norma Knox, Trustee
Angela Schwartz, Assessor of Property
Lana Jones, County Clerk
Katina George, Circuit and General Sessions Courts Clerk
Dana Davenport, Clerk and Master
Sandy Hollandsworth, Register of Deeds
Darrell Young, Sheriff
Diane Hickman, Finance Director

Board of County Commissioners

Greg Mitchell, County Executive, Chairman	
Kristal Alexander	Curtis George
Karen Ashford	Nathan Luna
Brent Brandon	Eddie Mears
Tony Burnett	Nathan Sanders
Randy Gannon	Chris Singleton

Board of Education

Aletha Thomas, Chairman
Jessica Curtis
Wade McMackins
Derrick Mullins
Rebecca Tramel

Highway Commission

Terry Horn, Chairman
Roger Parker
Jimmy Williams

Financial Management Committee

Greg Mitchell, County Executive, Chairman
Bonnie Patterson, Director of Schools
Wayne Hancock, Road Supervisor
Karen Ashford
Brent Brandon
Tony Burnett
Randy Gannon

Audit Committee

Kim Williams, Chairman
John Haggerty
Tim Spry
Vacant
Vacant

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Executive and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

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 Cannon County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cannon County, Tennessee, as of June 30, 2024, and the respective changes in financial position and the respective budgetary comparison for the General, Ambulance Service, Other General Government, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund of the Cannon County School Department (a discretely presented component unit), which represent 1.98 percent, 2.09 percent, and 5.02 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Cannon County School Department's Internal School Fund, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Cannon County, Tennessee, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

As described in Note V.B., Cannon County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 100, *Accounting Changes and Error Corrections*. GASB 100 clarifies financial and reporting requirements for changes in accounting principles, changes in accounting estimates, error corrections, and changes within the reporting entity.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Cannon County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, combining and individual fund financial statements of the Cannon County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, combining and individual fund financial statements of the Cannon County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Requirements by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 17, 2024, on our consideration of Cannon 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 Cannon 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 Cannon County's internal control over financial reporting and compliance.

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 17, 2024

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

CANNON COUNTY, TENNESSEE
Statement of Net Position
June 30, 2024

	Primary Government	Component Unit
	Governmental Activities	Cannon County School Department
ASSETS		
Cash	\$ 845	\$ 506,929
Equity in Pooled Cash and Investments	11,354,777	8,118,132
Accounts Receivable	2,712,235	0
Allowance for Uncollectibles	(2,509,534)	0
Due from Other Governments	1,155,717	1,581,812
Property Taxes Receivable	5,733,371	2,250,328
Allowance for Uncollectible Property Taxes	(96,033)	(37,757)
Notes Receivable - Long-term	30,242	0
Net Pension Asset - Teacher Retirement Plan	0	61,766
Net Pension Asset - Teacher Legacy Pension Plan	0	2,067,237
Restricted Assets:		
Amounts Accumulated for Pension Benefits	0	300,388
Capital Assets:		
Assets Not Depreciated:		
Land	265,389	169,629
Construction in Progress	287,862	0
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	2,468,485	8,471,051
Infrastructure	11,147,013	0
Other Capital Assets	2,508,081	2,083,151
Total Assets	<u>\$ 35,058,450</u>	<u>\$ 25,572,666</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension Changes in Experience	\$ 554,195	\$ 730,308
Pension Changes in Assumptions	527,513	944,391
Pension Changes in Investment Earnings	107,564	420,129
Pension Changes in Proportion	0	360,522
Pension Changes in Contributions after Measurement Date	284,611	619,610
OPEB Changes in Experience	0	351,159
OPEB Changes in Assumptions	0	418,023
OPEB Changes in Proportion	0	26,554
OPEB Contributions after Measurement Date	0	74,621
Total Deferred Outflows of Resources	<u>\$ 1,473,883</u>	<u>\$ 3,945,317</u>

(Continued)

CANNON COUNTY, TENNESSEE
Statement of Net Position (Cont.)

	Primary Government	Component Unit
	Governmental Activities	Cannon County School Department
LIABILITIES		
Accounts Payable	\$ 655,421	\$ 0
Accrued Payroll	0	47,427
Payroll Deductions Payable	7,605	7,716
Contracts Payable	32,008	0
Retainage Payable	1,685	0
Due to State of Tennessee	448	22,122
Accrued Interest Payable	9,794	0
Noncurrent Liabilities:		
Due Within One Year - Debt	826,212	0
Due Within One Year - Other	6,022	234,090
Due in More Than One Year - Debt	1,977,238	0
Due in More Than One Year - Other	440,740	1,888,003
Total Liabilities	<u>\$ 3,957,173</u>	<u>\$ 2,199,358</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Current Property Taxes	\$ 5,510,200	\$ 2,163,301
Pension Changes in Experience	3,624	133,528
Pension Changes in Proportion	0	63,098
OPEB Changes in Experience	0	359,364
OPEB Changes in Assumptions	0	217,451
OPEB Changes in Proportion	0	107,706
Total Deferred Inflows of Resources	<u>\$ 5,513,824</u>	<u>\$ 3,044,448</u>
NET POSITION		
Net Investment in Capital Assets	\$ 16,676,830	\$ 10,723,831
Restricted for:		
General Government	121,200	0
Finance	34,039	0
Administration of Justice	46,168	0
Public Safety	483,901	0
Public Health and Welfare	560,704	0
Highway/Public Works	3,214,251	0
Education	0	838,390
Debt Service	628,662	0
Capital Outlay	2,150,019	0
Pensions	0	2,429,391
Unrestricted	<u>3,145,562</u>	<u>10,282,565</u>
Total Net Position	<u>\$ 27,061,336</u>	<u>\$ 24,274,177</u>

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

Exhibit B

CANNON COUNTY, TENNESSEE
Statement of Activities
For the Year Ended June 30, 2024

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	Component Unit
					Government Total Governmental Activities	Cannon County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 2,850,004	\$ 337,036	\$ 294,085	\$ 0	\$ (2,218,883)	\$ 0
Finance	1,033,335	500,228	0	0	(533,107)	0
Administration of Justice	751,134	293,802	45,708	0	(411,624)	0
Public Safety	4,759,865	189,175	529,398	0	(4,041,292)	0
Public Health and Welfare	2,509,421	797,020	779,940	0	(932,461)	0
Social, Cultural, and Recreational Services	349,668	28,524	4,822	0	(316,322)	0
Agriculture and Natural Resources	102,603	0	0	0	(102,603)	0
Highways/Public Works	3,535,268	4,387	2,188,596	843,386	(498,899)	0
Education	35,982	0	97,560	0	61,578	0
Interest on Long-term Debt	45,691	0	0	0	(45,691)	0
Total Primary Government	\$ 15,972,971	\$ 2,150,172	\$ 3,940,109	\$ 843,386	\$ (9,039,304)	\$ 0
Component Unit:						
Cannon County School Department	\$ 23,335,628	\$ 108,829	\$ 6,909,064	\$ 0	\$ 0	\$ (16,317,735)
Total Component Unit	\$ 23,335,628	\$ 108,829	\$ 6,909,064	\$ 0	\$ 0	\$ (16,317,735)

(Continued)

Exhibit B

CANNON COUNTY, TENNESSEE
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Total Governmental Activities	Component Unit Cannon County School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 5,169,110	\$ 2,051,290
Property Taxes Levied for Debt Service					62,515	0
Local Option Sales Taxes					627,240	1,297,817
Wheel Tax					732,308	0
Litigation Tax					152,609	0
Business Tax					103,626	0
Wholesale Beer Tax					61,620	0
Mineral Severance Tax					384,970	0
Adequate Facilities/Development Tax					201,539	0
Mixed Drink Tax					0	1,609
Hotel/Motel Taxes					13,136	0
Grants and Contributions Not Restricted to Specific Programs					384,425	14,812,548
Unrestricted Investment Earnings					967,009	25,368
Sale of Equipment					3,144	3,655
Miscellaneous					25,320	50,354
Total General Revenues					\$ 8,888,571	\$ 18,242,641
Insurance Recovery					\$ 45,442	\$ 12,554
Change in Net Position					\$ (105,291)	\$ 1,937,460
Net Position, July 1, 2023					27,166,627	22,336,717
Net Position, June 30, 2024					\$ 27,061,336	\$ 24,274,177

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

CANNON COUNTY, TENNESSEE**Balance Sheet**

Governmental Funds

June 30, 2024

	Major Funds				Nonmajor Funds	
	General	Ambulance Service	Other General Government Fund	Highway / Public Works	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash	\$ 245	\$ 0	\$ 0	\$ 0	\$ 600	\$ 845
Equity in Pooled Cash and Investments	3,765,274	277,656	1,207,889	2,587,275	3,516,683	11,354,777
Accounts Receivable	4,879	2,700,115	0	47	7,194	2,712,235
Allowance for Uncollectibles	0	(2,509,534)	0	0	0	(2,509,534)
Due from Other Governments	423,295	0	0	667,969	64,453	1,155,717
Due from Other Funds	2,668	0	0	0	2,510	5,178
Property Taxes Receivable	4,794,566	533,090	0	0	405,715	5,733,371
Allowance for Uncollectible Property Taxes	(80,283)	(8,314)	0	0	(7,436)	(96,033)
Notes Receivable - Long-term	0	0	0	0	30,242	30,242
Total Assets	<u>\$ 8,910,644</u>	<u>\$ 993,013</u>	<u>\$ 1,207,889</u>	<u>\$ 3,255,291</u>	<u>\$ 4,019,961</u>	<u>\$ 18,386,798</u>
LIABILITIES						
Accounts Payable	\$ 395,513	\$ 6,417	\$ 191,397	\$ 32,987	\$ 29,107	\$ 655,421
Payroll Deductions Payable	0	0	0	7,605	0	7,605
Contracts Payable	0	0	32,008	0	0	32,008
Retainage Payable	0	0	1,685	0	0	1,685
Due to Other Funds	2,510	0	0	0	2,668	5,178
Due to State of Tennessee	0	0	0	448	0	448
Total Liabilities	<u>\$ 398,023</u>	<u>\$ 6,417</u>	<u>\$ 225,090</u>	<u>\$ 41,040</u>	<u>\$ 31,775</u>	<u>\$ 702,345</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 4,608,028	\$ 514,520	\$ 0	\$ 0	\$ 387,652	\$ 5,510,200
Deferred Delinquent Property Taxes	96,061	9,118	0	0	9,770	114,949

(Continued)

CANNON COUNTY, TENNESSEE**Balance Sheet**

Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Ambulance Service	Other General Government Fund	Highway / Public Works	Other Governmental Funds	
DEFERRED INFLOWS OF RESOURCES (Cont.)						
Other Deferred/Unavailable Revenue	\$ 41,157	\$ 129,530	\$ 0	\$ 168,931	\$ 38,157	\$ 377,775
Total Deferred Inflows of Resources	\$ 4,745,246	\$ 653,168	\$ 0	\$ 168,931	\$ 435,579	\$ 6,002,924
FUND BALANCES						
Restricted:						
Restricted for General Government	\$ 2,599	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,599
Restricted for Finance	34,039	0	0	0	0	34,039
Restricted for Administration of Justice	46,168	0	0	0	0	46,168
Restricted for Public Safety	389,135	0	0	0	94,766	483,901
Restricted for Public Health and Welfare	205,751	0	0	0	342,578	548,329
Restricted for Other Operations	118,601	0	0	0	0	118,601
Restricted for Highways/Public Works	0	0	0	3,045,320	0	3,045,320
Restricted for Capital Outlay	0	0	0	0	2,144,809	2,144,809
Restricted for Debt Service	0	0	0	0	627,359	627,359
Committed:						
Committed for Public Safety	22,221	0	0	0	0	22,221
Committed for Public Health and Welfare	0	333,428	0	0	0	333,428
Committed for Social, Cultural, and Recreational Services	7,200	0	0	0	0	7,200
Committed for Capital Projects	0	0	0	0	312,853	312,853
Assigned:						
Assigned for General Government	0	0	982,799	0	0	982,799
Assigned for Debt Service	0	0	0	0	30,242	30,242
Unassigned	2,941,661	0	0	0	0	2,941,661
Total Fund Balances	\$ 3,767,375	\$ 333,428	\$ 982,799	\$ 3,045,320	\$ 3,552,607	\$ 11,681,529
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 8,910,644	\$ 993,013	\$ 1,207,889	\$ 3,255,291	\$ 4,019,961	\$ 18,386,798

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

CANNON COUNTY, TENNESSEE
Reconciliation of the Balance Sheet of Governmental
Funds to the Statement of Net Position
June 30, 2024

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)		\$ 11,681,529
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 265,389	
Add: construction in progress	287,862	
Add: buildings and improvements net of accumulated depreciation	2,468,485	
Add: infrastructure net of accumulated depreciation	11,147,013	
Add: other capital assets net of accumulated depreciation	<u>2,508,081</u>	16,676,830
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (1,484,000)	
Less: other loans payable	(1,319,450)	
Less: accrued interest on bonds	(9,794)	
Less: compensated absences payable	(120,432)	
Less: net pension liability	<u>(326,330)</u>	(3,260,006)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 1,473,883	
Less: deferred inflows of resources related to pensions	<u>(3,624)</u>	1,470,259
(4) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>492,724</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 27,061,336</u></u>

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

CANNON COUNTY, TENNESSEE
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2024

	Major Funds				Nonmajor Funds	
	General	Ambulance Service	Other General Government Fund	Highway / Public Works	Other Governmental Funds	Total Governmental Funds
Revenues						
Local Taxes	\$ 4,980,436	\$ 487,925	\$ 0	\$ 386,470	\$ 1,641,351	\$ 7,496,182
Licenses and Permits	742	0	0	0	0	742
Fines, Forfeitures, and Penalties	71,208	0	0	0	10,800	82,008
Charges for Current Services	376,981	732,939	0	0	35,098	1,145,018
Other Local Revenues	1,163,490	0	109,759	4,937	44,304	1,322,490
Fees Received From County Officials	713,011	0	0	0	0	713,011
State of Tennessee	856,386	0	0	2,904,558	6,309	3,767,253
Federal Government	164,543	0	0	124,426	758,233	1,047,202
Other Governments and Citizens Groups	71,760	0	0	0	104,160	175,920
Total Revenues	\$ 8,398,557	\$ 1,220,864	\$ 109,759	\$ 3,420,391	\$ 2,600,255	\$ 15,749,826
Expenditures						
Current:						
General Government	\$ 955,408	\$ 0	\$ 0	\$ 0	\$ 636,421	\$ 1,591,829
Finance	1,032,311	0	0	0	0	1,032,311
Administration of Justice	743,522	0	0	0	0	743,522
Public Safety	3,985,919	0	0	0	289,029	4,274,948
Public Health and Welfare	223,669	1,621,130	0	0	469,184	2,313,983
Social, Cultural, and Recreational Services	327,080	0	0	0	0	327,080
Agriculture and Natural Resources	92,103	0	0	0	0	92,103
Other Operations	651,436	0	763,296	0	0	1,414,732
Highways	0	0	398,099	2,950,987	0	3,349,086
Support Services	0	0	0	0	28,572	28,572
Capital Outlay	0	0	0	0	421,244	421,244
Debt Service:						
Principal on Debt	0	0	0	0	810,756	810,756

(Continued)

CANNON COUNTY, TENNESSEE**Statement of Revenues, Expenditures,
and Changes in Fund Balances**

Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds	
	General	Ambulance Service	Other General Government Fund	Highway / Public Works	Other Govern- mental Funds	Total Governmental Funds
Expenditures (Cont.)						
Debt Service (Cont.)						
Interest on Debt	\$ 0	\$ 0	\$ 0	\$ 0	50,443	\$ 50,443
Other Debt Service	0	0	0	0	9,080	9,080
Total Expenditures	<u>\$ 8,011,448</u>	<u>\$ 1,621,130</u>	<u>\$ 1,161,395</u>	<u>\$ 2,950,987</u>	<u>\$ 2,714,729</u>	<u>\$ 16,459,689</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 387,109</u>	<u>\$ (400,266)</u>	<u>\$ (1,051,636)</u>	<u>\$ 469,404</u>	<u>\$ (114,474)</u>	<u>\$ (709,863)</u>
Other Financing Sources (Uses)						
Insurance Recovery	\$ 45,442	\$ 0	\$ 0	\$ 0	0	45,442
Transfers In	0	370,000	0	0	863,639	1,233,639
Transfers Out	0	0	(370,000)	0	(863,639)	(1,233,639)
Total Other Financing Sources (Uses)	<u>\$ 45,442</u>	<u>\$ 370,000</u>	<u>\$ (370,000)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 45,442</u>
Net Change in Fund Balances	\$ 432,551	\$ (30,266)	\$ (1,421,636)	\$ 469,404	\$ (114,474)	\$ (664,421)
Fund Balance, July 1, 2023	<u>3,334,824</u>	<u>363,694</u>	<u>2,404,435</u>	<u>2,575,916</u>	<u>3,667,081</u>	<u>12,345,950</u>
Fund Balance, June 30, 2024	<u><u>\$ 3,767,375</u></u>	<u><u>\$ 333,428</u></u>	<u><u>\$ 982,799</u></u>	<u><u>\$ 3,045,320</u></u>	<u><u>\$ 3,552,607</u></u>	<u><u>\$ 11,681,529</u></u>

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

CANNON 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, 2024**

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)		\$ (664,421)
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 1,252,059	
Less: current-year depreciation expense	<u>(1,241,708)</u>	10,351
(2) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2024	\$ 492,724	
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(420,312)</u>	72,412
(3) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Add: principal payments on bonds	\$ 720,000	
Add: principal payments on other loans	<u>90,756</u>	810,756
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ 4,752	
Change in compensated absences payable	(66,065)	
Change in net pension liability/asset	(389,845)	
Change in deferred outflows related to pensions	115,153	
Change in deferred inflows related to pensions	<u>1,616</u>	<u>(334,389)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ (105,291)</u>

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

CANNON COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Fund
For the Year Ended June 30, 2024

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 4,980,436	\$ 4,911,365	\$ 4,914,865	\$ 65,571
Licenses and Permits	742	650	650	92
Fines, Forfeitures, and Penalties	71,208	68,675	68,675	2,533
Charges for Current Services	376,981	421,515	426,065	(49,084)
Other Local Revenues	1,163,490	674,095	690,596	472,894
Fees Received From County Officials	713,011	747,000	747,000	(33,989)
State of Tennessee	856,386	866,421	974,850	(118,464)
Federal Government	164,543	6,034	301,193	(136,650)
Other Governments and Citizens Groups	71,760	34,487	34,487	37,273
Total Revenues	\$ 8,398,557	\$ 7,730,242	\$ 8,158,381	\$ 240,176
Expenditures				
General Government				
County Commission	\$ 12,291	\$ 15,745	\$ 15,745	\$ 3,454
Other Boards and Committees	0	34	34	34
County Mayor/Executive	156,111	158,947	158,947	2,836
Personnel Office	13,203	18,500	17,985	4,782
County Attorney	60,512	60,000	60,515	3
Election Commission	173,485	186,529	186,529	13,044
Register of Deeds	132,953	137,324	137,324	4,371
Codes Compliance	143,773	154,850	154,850	11,077
County Buildings	259,485	257,639	311,070	51,585
Preservation of Records	3,595	14,000	14,000	10,405
Finance				
Accounting and Budgeting	401,641	403,432	403,432	1,791
Property Assessor's Office	172,551	181,685	181,685	9,134
County Trustee's Office	194,290	194,855	194,855	565
County Clerk's Office	242,687	253,819	253,819	11,132
Data Processing	21,142	26,500	26,500	5,358
Administration of Justice				
Circuit Court	276,291	278,741	280,066	3,775
General Sessions Court	128,126	127,205	128,245	119
Chancery Court	172,411	175,671	175,671	3,260
Juvenile Court	31,942	33,918	33,918	1,976
Judicial Commissioners	62,030	61,355	62,105	75
Probation Services	72,245	76,732	76,732	4,487
Victim Assistance Programs	477	1,300	1,300	823

(Continued)

CANNON 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	
Expenditures (Cont.)				
Public Safety				
Sheriff's Department	\$ 1,714,289	\$ 1,630,995	\$ 1,759,611	\$ 45,322
Special Patrols	375,000	375,000	375,000	0
Administration of the Sexual Offender Registry	163	2,000	2,000	1,837
Jail	1,390,805	1,486,776	1,500,861	110,056
Fire Prevention and Control	137,101	143,899	143,899	6,798
Disaster Relief	165,918	0	165,918	0
Other Emergency Management	26,957	23,950	27,523	566
County Coroner/Medical Examiner	35,047	35,500	44,500	9,453
Other Public Safety	140,639	1	260,337	119,698
Public Health and Welfare				
Local Health Center	68,772	38,189	103,189	34,417
Alcohol and Drug Programs	82,563	221,938	221,938	139,375
Regional Mental Health Center	879	37,700	37,600	36,721
General Welfare Assistance	27,256	30,000	30,000	2,744
Sanitation Management	44,199	44,200	44,200	1
Social, Cultural, and Recreational Services				
Libraries	293,367	275,427	295,698	2,331
Parks and Fair Boards	33,713	25,000	75,000	41,287
Agriculture and Natural Resources				
Agricultural Extension Service	92,103	98,097	98,097	5,994
Other Operations				
Veterans' Services	18,938	19,315	19,315	377
Other Charges	305,200	301,990	308,990	3,790
Contributions to Other Agencies	277,265	277,266	277,266	1
Employee Benefits	13,403	7,547	14,547	1,144
Miscellaneous	36,630	23,500	40,351	3,721
Total Expenditures	\$ 8,011,448	\$ 7,917,071	\$ 8,721,167	\$ 709,719
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 387,109	\$ (186,829)	\$ (562,786)	\$ 949,895
Other Financing Sources (Uses)				
Insurance Recovery	\$ 45,442	\$ 0	\$ 30,515	\$ 14,927
Total Other Financing Sources	\$ 45,442	\$ 0	\$ 30,515	\$ 14,927
Net Change in Fund Balance	\$ 432,551	\$ (186,829)	\$ (532,271)	\$ 964,822
Fund Balance, July 1, 2023	3,334,824	3,190,455	3,190,455	144,369
Fund Balance, June 30, 2024	\$ 3,767,375	\$ 3,003,626	\$ 2,658,184	\$ 1,109,191

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

CANNON COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Ambulance Service Fund
For the Year Ended June 30, 2024

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 487,925	\$ 657,746	\$ 479,765	\$ 8,160
Charges for Current Services	732,939	730,000	730,000	2,939
Total Revenues	<u>\$ 1,220,864</u>	<u>\$ 1,387,746</u>	<u>\$ 1,209,765</u>	<u>\$ 11,099</u>
Expenditures				
Public Health and Welfare				
Ambulance/Emergency Medical Services	\$ 1,621,130	\$ 1,544,545	\$ 1,644,545	\$ 23,415
Total Expenditures	<u>\$ 1,621,130</u>	<u>\$ 1,544,545</u>	<u>\$ 1,644,545</u>	<u>\$ 23,415</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (400,266)</u>	<u>\$ (156,799)</u>	<u>\$ (434,780)</u>	<u>\$ 34,514</u>
Other Financing Sources (Uses)				
Transfers In	\$ 370,000	\$ 370,000	\$ 370,000	\$ 0
Total Other Financing Sources	<u>\$ 370,000</u>	<u>\$ 370,000</u>	<u>\$ 370,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (30,266)	\$ 213,201	\$ (64,780)	\$ 34,514
Fund Balance, July 1, 2023	<u>363,694</u>	<u>395,427</u>	<u>395,427</u>	<u>(31,733)</u>
Fund Balance, June 30, 2024	<u><u>\$ 333,428</u></u>	<u><u>\$ 608,628</u></u>	<u><u>\$ 330,647</u></u>	<u><u>\$ 2,781</u></u>

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

CANNON COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Other General Government Fund
For the Year Ended June 30, 2024

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Other Local Revenues	\$ 109,759	\$ 25,000	\$ 25,000	\$ 84,759
Federal Government	0	2,999,146	2,999,146	(2,999,146)
Total Revenues	<u>\$ 109,759</u>	<u>\$ 3,024,146</u>	<u>\$ 3,024,146</u>	<u>\$ (2,914,387)</u>
Expenditures				
Other Operations				
American Rescue Plan Act Grant #1	\$ 274,030	0	\$ 274,030	0
American Rescue Plan Act Grant #2	431,176	0	431,176	0
American Rescue Plan Act Grant #3	58,090	0	58,090	0
Highways				
American Rescue Plan Act Grant #1	398,099	1,923,533	1,218,682	820,583
American Rescue Plan Act Grant #2	0	2,999,146	2,941,056	2,941,056
Total Expenditures	<u>\$ 1,161,395</u>	<u>\$ 4,922,679</u>	<u>\$ 4,923,034</u>	<u>\$ 3,761,639</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,051,636)</u>	<u>\$ (1,898,533)</u>	<u>\$ (1,898,888)</u>	<u>\$ 847,252</u>
Other Financing Sources (Uses)				
Transfers Out	\$ (370,000)	(370,000)	(370,000)	0
Total Other Financing Sources	<u>\$ (370,000)</u>	<u>(370,000)</u>	<u>(370,000)</u>	<u>0</u>
Net Change in Fund Balance	\$ (1,421,636)	(2,268,533)	(2,268,888)	847,252
Fund Balance, July 1, 2023	<u>2,404,435</u>	<u>2,330,033</u>	<u>2,330,033</u>	<u>74,402</u>
Fund Balance, June 30, 2024	<u>\$ 982,799</u>	<u>\$ 61,500</u>	<u>\$ 61,145</u>	<u>\$ 921,654</u>

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

Exhibit C-8

CANNON COUNTY, TENNESSEE

**Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**

Highway/Public Works Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 386,470	\$ 0	\$ 0	\$ 386,470	\$ 55,060	\$ 109,000	\$ 277,470
Other Local Revenues	4,937	0	0	4,937	15,240	15,240	(10,303)
State of Tennessee	2,904,558	0	0	2,904,558	5,773,587	5,773,587	(2,869,029)
Federal Government	124,426	0	0	124,426	300,000	300,000	(175,574)
Total Revenues	<u>\$ 3,420,391</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,420,391</u>	<u>\$ 6,143,887</u>	<u>\$ 6,197,827</u>	<u>\$ (2,777,436)</u>
Expenditures							
Highways							
Administration	\$ 192,044	\$ 0	\$ 0	\$ 192,044	\$ 223,940	\$ 224,865	\$ 32,821
Highway and Bridge Maintenance	1,163,590	(3,382)	0	1,160,208	1,986,300	1,986,300	826,092
Operation and Maintenance of Equipment	296,999	(3,918)	1,300	294,381	449,025	449,025	154,644
Other Charges	121,330	0	0	121,330	125,500	125,500	4,170
Employee Benefits	86,177	0	0	86,177	113,000	113,000	26,823
Capital Outlay	1,090,847	0	0	1,090,847	2,510,000	2,510,000	1,419,153
Total Expenditures	<u>\$ 2,950,987</u>	<u>\$ (7,300)</u>	<u>\$ 1,300</u>	<u>\$ 2,944,987</u>	<u>\$ 5,407,765</u>	<u>\$ 5,408,690</u>	<u>\$ 2,463,703</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 469,404</u>	<u>\$ 7,300</u>	<u>\$ (1,300)</u>	<u>\$ 475,404</u>	<u>\$ 736,122</u>	<u>\$ 789,137</u>	<u>\$ (313,733)</u>
Net Change in Fund Balance	\$ 469,404	\$ 7,300	\$ (1,300)	\$ 475,404	\$ 736,122	\$ 789,137	\$ (313,733)
Fund Balance, July 1, 2023	<u>2,575,916</u>	<u>(7,300)</u>	<u>0</u>	<u>2,568,616</u>	<u>2,372,992</u>	<u>2,372,992</u>	<u>195,624</u>
Fund Balance, June 30, 2024	<u><u>\$ 3,045,320</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (1,300)</u></u>	<u><u>\$ 3,044,020</u></u>	<u><u>\$ 3,109,114</u></u>	<u><u>\$ 3,162,129</u></u>	<u><u>\$ (118,109)</u></u>

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

CANNON COUNTY, TENNESSEE**Statement of Net Position**

Fiduciary Funds

June 30, 2024

	<u>Custodial Funds</u>
ASSETS	
Cash	\$ 377,517
Investments	60,945
Due from Other Governments	<u>141,303</u>
Total Assets	<u>\$ 579,765</u>
LIABILITIES	
Due to Other Taxing Units	<u>\$ 141,303</u>
Total Liabilities	<u>\$ 141,303</u>
NET POSITION	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 438,462</u>
Total Net Position	<u><u>\$ 438,462</u></u>

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

CANNON COUNTY, TENNESSEE
Statement of Changes in Net Position
 Fiduciary Funds
For the Year Ended June 30, 2024

**Custodial
Funds**

ADDITIONS

Sales Tax Collections for Other Governments	\$ 676,053
Fines/Fees and Other Collections	4,316,870
Total Additions	<u>\$ 4,992,923</u>

DEDUCTIONS

Payment of Sales Tax Collections to Other Governments	\$ 676,053
Payments to State	2,042,510
Payments to Cities, Individuals and Others	2,795,326
Total Deductions	<u>\$ 5,513,889</u>

Net Increase (Decrease) in Fiduciary in Net Position	\$ (520,966)
Net Position, July 1, 2023	<u>959,428</u>
Net Position, June 30, 2024	<u><u>\$ 438,462</u></u>

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

CANNON COUNTY, TENNESSEE

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CANNON COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cannon 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 Cannon County:

A. Reporting Entity

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

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

The Cannon County School Department operates the public school system in the county, and the voters of Cannon 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 Cannon County Industrial Development Board provides assistance in industrial recruitment in Cannon County, and the Cannon County Commission appoints its seven-member board. The board is fiscally dependent on the county because its budget is subject to the county commission's approval. The board is funded primarily through lease payments collected from industries that lease buildings from the Industrial Development Board. The financial statements of the Cannon County Industrial Development Board were not material to the component units' opinion unit and therefore have been omitted from this report.

The Cannon County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Cannon County, and the Cannon 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 Cannon County Emergency Communications

District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Cannon 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 Cannon County Industrial Development Board and the Cannon County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Cannon County Industrial Development Board
1424 John Bragg Highway
Woodbury, TN 37190

Cannon County Emergency Communications District
P.O. Box 475
Woodbury, TN 37190

B. Government-wide and Fund Financial Statements

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

Cannon County issues all debt for the discretely presented Cannon County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2024.

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Cannon 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.

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

net position and changes in net position. The fiduciary fund category includes custodial funds.

Cannon 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.

Ambulance Service Fund – This special revenue fund accounts for transactions related to the operation of the county’s ambulance service. Patient charges are the foundational revenues of this fund.

Other General Government Fund – This special revenue fund accounts for transactions involving the American Rescue Plan Act Grant. Grant revenue is the foundational revenue of this fund.

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

Additionally, Cannon County reports the following fund types:

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

Capital Projects Funds – These 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.

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

The discretely presented Cannon 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.

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 24) 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 23) 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 Cannon 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 Fund. Cannon 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. Cannon County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value.

2. Receivables and Payables

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

All ambulance and property taxes receivables are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to .89 percent of total taxes levied.

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

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

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

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

3. **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 Cannon 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 Cannon County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Cannon 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.

4. **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, 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 or more and an estimated useful life of more than five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	10 - 40
Infrastructure	20 - 50
Other Capital Assets	5 - 30

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

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

OPEB changes in experience, assumptions, and proportionate share of contributions; pension changes in investment earnings; and pension and OPEB employer contributions made after the measurement date.

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

6. Compensated Absences

The general policy of Cannon County (except for the highway department, which does not allow for the accumulation of unused vacation leave beyond year-end) is to permit employees to accumulate a limited amount of vacation benefits, which will be paid to employees upon separation from service with the government. The county's policy also permits the unlimited accumulation of unused sick leave days for county employees and up to 60 days for ambulance service employees. The granting of sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded.

The general policy of the school department is to permit employees to accumulate a limited amount of vacation benefits, which will be paid to employees upon separation from service with the government. The general policy of the school department for professional personnel (teachers) permits the unlimited accumulation of unused sick leave days. The granting of sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded.

All vacation pay is accrued when incurred in the government-wide financial statements for the county and the discretely presented school department. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

7. Long-term Debt and Long-term Obligations

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

rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

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

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

8. Net Position and Fund Balance

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

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

The government-wide Statement of Net Position reports \$7,238,944 of restricted net position, of which \$1,566,484 is restricted by enabling legislation.

As of June 30, 2024, Cannon County had \$2,803,450 in outstanding debt for capital purposes for the discretely presented Cannon County School Department. This debt is a liability of Cannon County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Cannon County has incurred a liability significantly decreasing its unrestricted net assets with no corresponding increase in the county's capital assets.

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

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

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

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

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

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

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds. In the other governmental funds, funds expended that exceed the amounts that are restricted, committed, and assigned are reported as negative unassigned fund balance.

9. Minimum Fund Balance Policy

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

General Fund – 25 percent of current-year appropriations.

Solid Waste/Sanitation Fund – 25 percent of current-year appropriations.

Ambulance Service Fund – 25 percent of current-year appropriations.

Debt Service Funds – 50 percent of current-year appropriations.

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 Cannon County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Cannon 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 Cannon 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) Plan

Discretely Presented Cannon 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 Cannon 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 Cannon County School Department

Exhibit H-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 Cannon County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. *Budgetary Information*

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

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

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

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

On June 30, 2024, Cannon County and the discretely presented Cannon County School Department reported the following encumbrances:

Funds	Amount
Primary Government:	
Major Fund:	
Highway/Public Works	\$ 1,300
School Department:	
Major Fund:	
General Purpose School	569,917

B. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations approved by the State Department of Education in the Support Services – Health Services major appropriations category (the legal level of control) of the School Federal Projects Fund by \$264. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by available fund balance.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Cannon County and the Cannon 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 90 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

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

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

Investments

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

Investment Balances

Nonpooled Investments – As of June 30, 2024, Cannon County had the following nonpooled investments in the Constitutional Officers – Custodial Fund. These investments were established by court orders requiring the funds to be held by the county clerk on behalf of litigants. These investments do not expose the county to any risk; therefore, further disclosure is not required.

Investment	Amounts
Nonpooled:	
Constitutional Officers - Custodial Fund:	
County Clerk:	
Farm Bureau - Annuities	\$ 42,101
Edward Jones - Mutual Funds	18,844
Total Nonpooled Investments	<u>\$ 60,945</u>

Pooled Investments – As of June 30, 2024, Cannon County had the following investments carried at fair value within the fair value hierarchy established by generally accepted accounting principles. All investments are in U.S. Treasury Bills. Separate disclosures concerning pooled investments cannot be made for Cannon County and the discretely presented Cannon County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity	Maturities	Fair Value
U.S. Treasury Bills	N/A	7-2-24	\$ 954,905
U.S. Treasury Bills	N/A	7-9-24	2,996,520
U.S. Treasury Bills	N/A	7-11-24	998,540
U.S. Treasury Bills	N/A	8-8-24	994,470
U.S. Treasury Bills	N/A	9-5-24	990,430
U.S. Treasury Bills	N/A	10-3-24	986,490
U.S. Treasury Bills	N/A	11-29-24	978,520
U.S. Treasury Bills	N/A	12-26-24	974,710
U.S. Treasury Bills	N/A	1-23-25	971,930
U.S. Treasury Bills	N/A	2-20-25	967,660
Total			<u>\$ 11,814,175</u>

		Fair Value Measurements Using		
Investment by Fair Value Level	Fair Value 6-30-24	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Treasury Bills	\$ 11,814,175	\$ 11,814,175	\$ 0	\$ 0

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

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

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Cannon County has no investment policy that would further limit its investment choices.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the county's investment in a single issuer. Cannon County places no limit on the amount the county may invest in one issuer. More than five percent of the county's investments are in U.S. Treasury Bills. These investments are 100 percent of the county's total investments.

TCRS Stabilization Trust

Legal Provisions. The Cannon 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 Cannon 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, 2024, the Cannon 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	\$ 93,120
Developed Market International Equity	N/A	N/A	42,054
Emerging Market International Equity	N/A	N/A	12,015
U.S. Fixed Income	N/A	N/A	60,078
Real Estate	N/A	N/A	30,039
Short-term Securities	N/A	N/A	3,004
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>60,078</u>
Total			<u>\$ 300,388</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://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

B. Notes Receivable

Notes receivable in the General Debt Service Fund resulted from the issuance of \$100,000 in capital outlay notes for a building on behalf of the Cannon County Emergency Communications District in prior years. This debt was retired by the county in 2012; however, the district is repaying the county in accordance with an agreed-upon payment schedule. Under the terms of this agreement, the loan bears no interest and matures in the fiscal year ending June 30, 2030. The district's building is pledged as collateral on the indebtedness until the existing principal is paid in full. The balance of notes receivable is \$30,242 on June 30, 2024.

C. Capital Assets

Capital assets activity for the year ended June 30, 2024, was as follows:

Primary Government

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 265,389	\$ 0	\$ 0	\$ 265,389
Construction in Progress	67,460	220,402	0	287,862
Total Capital Assets Not Depreciated	<u>\$ 332,849</u>	<u>\$ 220,402</u>	<u>\$ 0</u>	<u>\$ 553,251</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 7,997,782	\$ 0	\$ 0	\$ 7,997,782
Infrastructure	29,339,063	0	0	29,339,063
Other Capital Assets	3,958,210	1,031,657	(29,099)	4,960,768
Total Capital Assets Depreciated	<u>\$ 41,295,055</u>	<u>\$ 1,031,657</u>	<u>\$ (29,099)</u>	<u>\$ 42,297,613</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 5,357,732	\$ 171,565	\$ 0	\$ 5,529,297
Infrastructure	17,520,135	671,915	0	18,192,050
Other Capital Assets	2,083,558	398,228	(29,099)	2,452,687
Total Accumulated Depreciation	<u>\$ 24,961,425</u>	<u>\$ 1,241,708</u>	<u>\$ (29,099)</u>	<u>\$ 26,174,034</u>
Total Capital Assets Depreciated, Net	<u>\$ 16,333,630</u>	<u>\$ (210,051)</u>	<u>\$ 0</u>	<u>\$ 16,123,579</u>
Governmental Activities Capital Assets, Net	<u>\$ 16,666,479</u>	<u>\$ 10,351</u>	<u>\$ 0</u>	<u>\$ 16,676,830</u>

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

Governmental Activities:

General Government	\$ 115,339
Public Safety	231,743
Public Health and Welfare	100,206
Social, Cultural, and Recreational Services	11,347
Highways/Public Works	<u>783,073</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 1,241,708</u></u>

Net Investment in Capital Assets

Capital Assets	\$ 16,676,830
Add:	
Outstanding debt for school purposes	2,803,450
Less:	
Outstanding principal of capital debt	<u>(2,803,450)</u>
Net Investment in Capital Assets	<u><u>\$ 16,676,830</u></u>

Discretely Presented Cannon County School Department

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 169,629	\$ 0	\$ 0	\$ 169,629
Construction in Progress	2,564,880	0	(2,564,880)	0
Total Capital Assets Not Depreciated	<u>\$ 2,734,509</u>	<u>\$ 0</u>	<u>\$ (2,564,880)</u>	<u>\$ 169,629</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 17,291,478	\$ 2,936,051	\$ 0	\$ 20,227,529
Other Capital Assets	2,813,317	559,280	0	3,372,597
Total Capital Assets Depreciated	<u>\$ 20,104,795</u>	<u>\$ 3,495,331</u>	<u>\$ 0</u>	<u>\$ 23,600,126</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 11,380,789	\$ 375,689	\$ 0	\$ 11,756,478
Other Capital Assets	1,011,495	277,951	0	1,289,446
Total Accumulated Depreciation	<u>\$ 12,392,284</u>	<u>\$ 653,640</u>	<u>\$ 0</u>	<u>\$ 13,045,924</u>
Total Capital Assets Depreciated, Net	<u>\$ 7,712,511</u>	<u>\$ 2,841,691</u>	<u>\$ 0</u>	<u>\$ 10,554,202</u>
Governmental Activities Capital Assets, Net	<u>\$ 10,447,020</u>	<u>\$ 2,841,691</u>	<u>\$ (2,564,880)</u>	<u>\$ 10,723,831</u>

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

Governmental Activities:

Instruction	\$ 447,468
Support Services	<u>206,172</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 653,640</u></u>

D. Insurance Recoveries

The county received insurance proceeds of \$28,719 for four sheriff's department vehicles that were wrecked during the year. The county received \$16,723 for repairs to the fencing at the ball fields. Repairs were made during the fiscal year ending June 30, 2025.

The discretely presented school department received insurance proceeds of \$6,133 to repair a gym speaker, \$6,146 for damages due to a cold-weather freeze, and \$275 for damages to a parking lot keypad stand.

E. Construction Commitments

On June 30, 2024, the county had uncompleted construction contracts of \$350,004 for roofing projects and HVAC improvements at the community center. Funding has been received for these future expenditures.

F. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2024, was as follows:

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 2,668
Nonmajor governmental	General	2,510

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

Interfund Transfers:

Interfund transfers for the year ended June 30, 2024, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In		Purpose
	Ambulance Service Fund	Nonmajor governmental funds	
Other General Government	\$ 370,000	\$ 0	Reimbursement
Nonmajor governmental funds	0	763,639	Debt payment
Nonmajor governmental funds	0	100,000	Reimbursement
Total	<u>\$ 370,000</u>	<u>\$ 863,639</u>	

Discretely Presented Cannon County School Department

	Transfer In	
	General	
	Purpose	
	School	
Transfer Out	Fund	Purpose
School Federal Projects	\$ 49,899	Indirect cost

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

The \$100,000 transfer from the General Debt Service Fund to the Education Capital Projects Fund reflects an amount appropriated by the county commission to reimburse for wheel tax revenue from past years that should have been used for school debt but was used for other debt of Cannon County. In the fiscal year ending June 30, 2016, the General Debt Service transferred \$2,128,971 to create the Education Debt Service Fund. County officials stated that it was the county’s intention to reimburse another \$1,000,000 from the General Debt Service Fund to the Education Debt Service Fund over a ten-year period to fully return the estimated amount of wheel tax funds that were used in error. The appropriation of this \$100,000 transfer and the actual transfer of funds during the period appear to support the county officials’ statement of intent; however, no formal documentation of a liability between the funds could be produced by the county. Therefore, no receivable or payable between the funds has been reflected on the financial statements of this report. In February 2023, the county transferred the Education Debt Service Fund’s fund balance to the Education Capital Projects Fund in order to close the Education Debt Service Fund. From July 1, 2017, through June 30, 2024, the General Debt Service Fund has reimbursed the Education Debt Service Fund or the Education Capital Projects Fund \$800,000 of the planned \$1,000,000 reimbursement.

G. Long-term Debt

Primary Government

General Obligation Bonds and Other Loans

General Obligation Bonds – Cannon 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 an original term of four 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, 2024, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements - Cannon County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. Other loans are direct

obligations and pledge the full faith, credit, and taxing authority of the government. Other loans outstanding were issued for original terms of up to 18 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. Other loans included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund.

General obligation bonds and other loans outstanding, as of June 30, 2024, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-24
General Obligation Bonds -				
Refunding	1.98 %	6-1-26	\$ 2,911,000	\$ 1,484,000
Direct Borrowing and Direct Placement:				
Other Loans	0.5	6-1-38	1,500,506	1,319,450

The annual requirements to amortize all general obligation bonds and other loans outstanding as of June 30, 2024, including interest payments, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 735,000	\$ 29,383	\$ 764,383
2026	749,000	14,831	763,831
Total	\$ 1,484,000	\$ 44,214	\$ 1,528,214

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2025	\$ 91,212	\$ 6,348	\$ 97,560
2026	91,668	5,892	97,560
2027	92,124	5,436	97,560
2028	92,592	4,968	97,560
2029	93,060	4,500	97,560
2030-2034	472,308	15,492	487,800
2035-2038	386,486	3,782	390,268
Total	\$ 1,319,450	\$ 46,418	\$ 1,365,868

There is \$657,601 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$102, based on the 2020 federal census. Total debt per capita, including bonds and other loans, totaled \$193 based on the 2020 federal census.

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2024, was as follows:

Governmental Activities:

	Bonds	Other Loans - Direct Placement
Balance, July 1, 2023	\$ 2,204,000	\$ 1,410,206
Reductions	(720,000)	(90,756)
Balance, June 30, 2024	<u>\$ 1,484,000</u>	<u>\$ 1,319,450</u>
Balance Due Within One Year	<u>\$ 735,000</u>	<u>\$ 91,212</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 2,803,450
Less: Balance Due Within One Year - Debt	<u>(826,212)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 1,977,238</u>

H. Long-term Obligations

Primary Government

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2024, was as follows:

Governmental Activities:

	Compensated Absences	Net Pension Liability - Agent Plan *
Balance, July 1, 2023	\$ 54,367	\$ (63,515)
Additions	171,741	1,837,468
Reductions	<u>(105,676)</u>	<u>(1,447,623)</u>
Balance, June 30, 2024	<u>\$ 120,432</u>	<u>\$ 326,330</u>
Balance Due Within One Year	<u>\$ 6,022</u>	<u>\$ 0</u>

* On July 1, 2023, the agent plan had a net pension asset.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2024	\$ 446,762
Less: Balance Due Within One Year - Other	<u>(6,022)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 440,740</u>

Compensated absences and pensions will be paid from the employing funds, primarily the General Fund and Highway/Public Works funds.

Discretely Presented Cannon County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Cannon County School Department for the year ended June 30, 2024, was as follows:

Governmental Activities:	Compensated Absences	Other Postemployment Benefits	Net Pension Liability - Agent Plan*
Balance, July 1, 2023	\$ 79,033	\$ 2,058,778	\$ (30,400)
Additions	55,259	295,844	783,875
Reductions	<u>(68,230)</u>	<u>(437,383)</u>	<u>(614,683)</u>
Balance, June 30, 2024	<u>\$ 66,062</u>	<u>\$ 1,917,239</u>	<u>\$ 138,792</u>
Balance Due Within One Year	<u>\$ 46,244</u>	<u>\$ 187,846</u>	<u>\$ 0</u>

* On July 1, 2023, the agent plan had a net pension asset.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2024	\$ 2,122,093
Less: Balance Due Within One Year - Other	<u>(234,090)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 1,888,003</u>

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

I. On-Behalf Payments - Discretely Presented Cannon County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Cannon 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, 2024, were \$52,012. 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

Cannon County and the Cannon County School Department participate 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 county and the school department pay annual premiums to the TN-RMT for their general liability, property, casualty, and workers' compensation insurance coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

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

The 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, *Tennessee Code Annotated (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. 100, *Accounting Changes and Error Corrections*, became effective for the fiscal year ending June 30, 2024. This statement clarifies the financial accounting and reporting requirements for changes in accounting principles, changes in accounting estimates, error corrections, and changes within the reporting entity.

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.

There are several pending lawsuits in which the government is involved. Attorneys and county officials estimate that the potential claims not covered by insurance resulting from

such litigation against the county and the school department would not materially affect the financial statements of the government.

D. Change in Administration

On June 30, 2023, William Curtis left the Office of Director of Schools and was succeeded by Bonnie Patterson, effective July 1, 2023.

E. Joint Venture

Cannon County is a participant with Coffee, Rutherford, and Warren counties in a multi-county Municipal Solid Waste Planning Region. This entity was created to promote the preparation of municipal solid waste regional plans to effectively and efficiently manage solid waste. This entity is governed by a 13-member board comprising appointees from Cannon County (2), Coffee County (2), Rutherford County (3), Warren County (2), the city of Manchester (1), the city of McMinnville (1), the city of Murfreesboro (1), and the city of Woodbury (1). Funding is provided from member contributions and grants. There are no separately issued financial statements for the Municipal Solid Waste Planning Region. Rutherford County has been designated as the fiscal agent for the Planning Region and accounts for its activities through the Joint Venture Fund (agency fund), which is included in the financial statements reflected in Rutherford County's comprehensive annual financial report. Cannon County does not have an equity interest in this joint venture.

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Cannon County and non-certified employees of the discretely presented Cannon 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 70.16 percent, the non-certified employees of the discretely presented school department comprise 29.84 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's

years of service credit. Reduced benefits for early retirement are available to vested members at age 55. Members vest with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

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

Employees Covered by Benefit Terms. At the measurement date of June 30, 2023, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	135
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	359
Active Employees	<u>229</u>
Total	<u><u>723</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 their salary to the plan. Cannon 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, 2024, the employer contribution for Cannon County was \$400,077 based on a rate of 5.3 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Cannon 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)

Cannon County's net pension liability (asset) was measured as of June 30, 2023, 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, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2023, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Cannon 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, 2022	\$ 20,409,776	\$ 20,503,691	\$ (93,915)
Changes for the Year:			
Service Cost	\$ 590,023	\$ 0	\$ 590,023
Interest	1,387,925	0	1,387,925
Differences Between Expected and Actual Experience	619,908	0	619,908
Contributions-Employer	0	339,964	(339,964)
Contributions-Employees	0	348,738	(348,738)
Net Investment Income	0	1,371,230	(1,371,230)
Benefit Payments, Including Refunds of Employee Contributions	(875,883)	(875,883)	0
Administrative Expense	0	(21,113)	21,113
Net Changes	\$ 1,721,973	\$ 1,162,936	\$ 559,037
Balance, June 30, 2023	\$ 22,131,749	\$ 21,666,627	\$ 465,122

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

			Total Pension Liability		Plan Fiduciary Net Position		Net Pension Liability (Asset)
Primary Government	70.16%	\$	15,527,635	\$	15,201,306	\$	326,330
School Department	29.84%		6,604,114		6,465,321		138,792
Total		\$	22,131,749	\$	21,666,627	\$	465,122

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

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

Net Pension Liability (Asset) \$ 3,519,363 \$ 465,122 \$ (2,051,173)

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, 2024, Cannon County recognized pension expense (negative pension expense) of \$857,686.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, Cannon 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	\$ 789,901	\$ 5,166
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	153,313	0
Changes in Assumptions	751,872	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	400,077	N/A
Total	<u>\$ 2,095,163</u>	<u>\$ 5,166</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2023,” will be recognized as a reduction (increase) to net pension liability (asset) in subsequent fiscal period.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 1,473,883	\$ 3,624
School Department	621,280	1,542
Total	<u>\$ 2,095,163</u>	<u>\$ 5,166</u>

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
2025	\$ 536,937
2026	447,773
2027	580,081
2028	125,130
2029	0
Thereafter	0

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

Discretely Presented Cannon County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Cannon County and non-certified employees of the discretely presented Cannon 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 70.16 percent and the non-certified employees of the discretely presented school department comprise 29.84 percent of the plan based on contribution data.

Discretely Presented Cannon County School Department - Certified Employees – Teacher Retirement Plan

General Information About the Pension Plan

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

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

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

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2024, to the Teacher Retirement Plan were \$101,667, which is 2.95 percent of covered payroll. In addition, employer contributions of \$34,693, which is 1.05 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). On June 30, 2024, the school department reported a liability (asset) of (\$61,766) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2023, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's

share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2023, the school department's proportion was .145664 percent. The proportion as of June 30, 2022, was .168795 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized (negative pension expense) of \$78,489.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, 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	\$ 2,081	\$ 36,052
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	15,704	0
Changes in Assumptions	46,470	0
Changes in Proportion of Net Pension Liability (Asset)	19,269	17,671
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	101,667	N/A
Total	\$ 185,191	\$ 53,723

The school department's employer contributions of \$101,667 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the of net pension liability (asset) in the year ending June 30, 2025. 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
2025	\$ 31
2026	(2,255)
2027	21,970
2028	1,432
2029	1,528
Thereafter	7,094

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, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2023, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
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Net Pension Liability (Asset) \$ 284,123 \$ (61,766) \$ (310,778)

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

Payable to the Pension Plan

On June 30, 2024, the Cannon County School Department reported a payable of \$29,278 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2024.

Discretely Presented Cannon County School Department – Certified Employees - Teacher Legacy Pension Plan

General Information About the Pension Plan

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

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

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

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Cannon County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$402,477, which is 6.81 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, 2024, the school department reported a liability (asset) of (\$2,067,237) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2023, the school department's proportion was .175342 percent. The proportion measured as of June 30, 2022, was .196402 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$632,345.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, 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	\$ 492,521	\$ 95,934
Changes in Assumptions	673,562	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	358,676	0
Changes in Proportion of Net Pension Liability (Asset)	341,253	45,427
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	402,477	N/A
Total	<u>\$ 2,268,489</u>	<u>\$ 141,361</u>

The school department's employer contributions of \$402,477 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2025. 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
2025	\$ 595,922
2026	(203,273)
2027	1,329,193
2028	2,810
2029	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 as of the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2023, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 4,502,586	\$ (2,067,237)	\$ (7,531,477)

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

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 \$201,448 and teachers contributed \$69,080 to this deferred compensation pension plan.

G. Other Postemployment Benefits (OPEB)

Discretely Presented Cannon County School Department

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

The Cannon 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 Cannon County School Department may then join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare. However, the school department does not provide any subsidy (direct or indirect) to this plan and therefore does not recognize any OPEB liability associated with the TNM.

The school department's total OPEB liability for the plan was measured as of June 30, 2023, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2023, actuarial valuation of the plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2021, TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.65%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 10.31% for pre-65 retirees in the 2023 calendar year, and decreasing annually over a 11-year period to an ultimate trend rate of 4.5%
Retirees Share of Benefit	
Related Cost	Discussed under each plan

The discount rate was 3.65%, based on the daily rate of Bond Buyer's 20-year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2023, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2023, valuations were the same as those employed in the July 1, 2020, Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities

of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality projected generationally with MP-2021 from 2010. Post-retirement rates are headcount-weighted below median healthy annuitant and adjusted with a 19 percent load for males and an 18 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

Changes in Assumptions. The discount rate changed from 3.54 percent as of the beginning of the measurement period to 3.65 percent as of the measurement date of June 30, 2023. This change in assumption decreased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2023 plan year was revised from 8.37 percent to 10.31 percent.

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

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

Employees Covered by Benefit Terms. At the measurement date of June 30, 2023, the following employees were covered by the benefit terms:

Inactive Employees Currently Receiving	
Benefit Payments	12
Inactive Employees Entitled To But Not Yet	
Receiving Benefit Payments	0
Active Employees Eligible For Benefits	138
Total	150

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 \$74,621 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	Share of Collective Liability		
	Cannon County School Department 60.68%	State of TN 39.32%	Total OPEB Liability
Balance July 1, 2022	\$ 2,058,778	\$ 1,200,739	\$ 3,259,517
Changes for the Year:			
Service Cost	\$ 88,382	\$ 57,273	\$ 145,655
Interest	71,783	46,517	118,300
Difference between Expected and Actuarial Experience	(278,866)	(180,711)	(459,577)
Change in Proportion	(80,937)	80,937	0
Changes in Assumption and Other Inputs	135,679	87,922	223,601
Benefit Payments	(77,580)	(50,274)	(127,854)
Net Changes	\$ (141,539)	\$ 41,664	\$ (99,875)
Balance June 30, 2023	\$ 1,917,239	\$ 1,242,403	\$ 3,159,642

The Cannon 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 Cannon 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 \$141,543 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Cannon County School Department's proportionate share of the collective OPEB liability was 60.68 percent and the State of Tennessee's share was 39.32 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department recognized OPEB expense of \$329,389, including the state's share of the expense. On June 30, 2024, 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	\$ 351,159	\$ 359,364
Changes of Assumptions	418,023	217,451
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	26,554	107,706
Benefits Paid After the Measurement Date of June 30, 2024	74,621	0
Total	<u>\$ 870,357</u>	<u>\$ 684,521</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
2025	\$ 27,681
2026	27,681
2027	27,681
2028	32,201
2029	24,729
Thereafter	(28,758)

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>		Current Discount Rate	
	1% Decrease		1% Increase
	2.65%	3.65%	4.65%

Proportionate Share of the Collective Total OPEB Liability	\$ 2,051,242	\$ 1,917,239	\$ 1,788,438
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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>		Curent Rates	
	1% Decrease		1% Increase
	9.31 to 3.5%	10.31 to 4.5%	11.31 to 5.5%

Proportionate Share of the Collective Total OPEB Liability	\$ 1,728,290	\$ 1,917,239	\$ 2,134,564
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H. Office of Central Accounting, Budgeting, and Purchasing

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

I. Purchasing Law

The County Financial Management System of 1981 provides for the finance director, or a deputy appointed by her, to serve as the county purchasing agent. The finance director serves as the purchasing agent for Cannon County, and all purchase orders are issued by the finance department. Purchases exceeding \$25,000 are required to be competitively bid.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

Exhibit E-1

CANNON COUNTY, TENNESSEE

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on

Participation in the Public Employee Pension Plan of TCRS

Primary Government

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 348,558	\$ 370,691	\$ 410,650	\$ 394,333	\$ 422,188	\$ 420,680	\$ 419,484	\$ 459,158	\$ 575,243	\$ 590,023
Interest	827,397	865,340	930,251	976,138	1,035,483	1,039,361	1,113,356	1,172,613	1,279,476	1,387,925
Differences Between Actual and Expected Experience	(205,229)	87,733	(213,266)	65,662	(743,223)	268,436	55,497	(12,912)	565,748	619,908
Changes in Assumptions	0	0	0	390,178	0	0	0	1,879,677	0	0
Benefit Payments, Including Refunds of Employee Contributions	(444,221)	(529,698)	(466,784)	(532,188)	(641,453)	(677,443)	(735,872)	(885,478)	(781,305)	(875,883)
Net Change in Total Pension Liability	\$ 526,505	\$ 794,066	\$ 660,851	\$ 1,294,123	\$ 72,995	\$ 1,051,034	\$ 852,465	\$ 2,613,058	\$ 1,639,162	\$ 1,721,973
Total Pension Liability, Beginning	10,905,517	11,432,022	12,226,088	12,886,939	14,181,062	14,254,057	15,305,091	16,157,556	18,770,614	20,409,776
Total Pension Liability, Ending (a)	\$ 11,432,022	\$ 12,226,088	\$ 12,886,939	\$ 14,181,062	\$ 14,254,057	\$ 15,305,091	\$ 16,157,556	\$ 18,770,614	\$ 20,409,776	\$ 22,131,749
Plan Fiduciary Net Position										
Contributions - Employer	\$ 413,808	\$ 418,337	\$ 438,698	\$ 443,053	\$ 419,280	\$ 415,081	\$ 102,295	\$ 111,072	\$ 121,477	\$ 339,964
Contributions - Employee	223,235	245,660	270,198	259,096	245,193	245,228	264,258	286,268	313,933	348,738
Net Investment Income	1,708,609	375,154	337,733	1,502,700	1,231,935	1,195,770	845,467	4,500,247	(822,869)	1,371,230
Benefit Payments, Including Refunds of Employee Contributions	(444,221)	(529,698)	(466,784)	(532,188)	(641,453)	(677,443)	(735,872)	(885,478)	(781,305)	(875,883)
Administrative Expense	(6,699)	(10,271)	(15,075)	(16,324)	(18,041)	(16,126)	(16,781)	(17,668)	(19,815)	(21,113)
Net Change in Plan Fiduciary Net Position	\$ 1,894,732	\$ 499,182	\$ 564,770	\$ 1,656,337	\$ 1,236,914	\$ 1,162,510	\$ 459,367	\$ 3,994,441	\$ (1,188,579)	\$ 1,162,936
Plan Fiduciary Net Position, Beginning	10,224,017	12,118,749	12,617,931	13,182,701	14,839,038	16,075,952	17,238,462	17,697,829	21,692,270	20,503,691
Plan Fiduciary Net Position, Ending (b)	\$ 12,118,749	\$ 12,617,931	\$ 13,182,701	\$ 14,839,038	\$ 16,075,952	\$ 17,238,462	\$ 17,697,829	\$ 21,692,270	\$ 20,503,691	\$ 21,666,627
Net Pension Liability (Asset), Ending (a - b)	\$ (686,727)	\$ (391,843)	\$ (295,762)	\$ (657,976)	\$ (1,821,895)	\$ (1,933,371)	\$ (1,540,273)	\$ (2,921,656)	\$ (93,915)	\$ 465,122
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.01%	103.20%	102.30%	104.64%	112.78%	112.63%	109.53%	115.57%	100.46%	97.90%
Covered Payroll	\$ 4,288,165	\$ 4,892,826	\$ 5,130,974	\$ 4,970,589	\$ 4,910,211	\$ 4,854,743	\$ 5,272,942	\$ 5,725,691	\$ 6,261,687	\$ 6,924,199
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(16.01)%	(8.01)%	(5.76)%	(13.24)%	(37.10)%	(39.82)%	(29.21)%	(51.03)%	(1.50)%	6.72%

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

CANNON 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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 418,337	\$ 438,698	\$ 343,965	\$ 419,280	\$ 171,858	\$ 102,295	\$ 111,072	\$ 121,477	\$ 339,964	\$ 400,077
Less: Contributions in Relation to the Actuarially Determined Contribution	(418,337)	(438,698)	(443,053)	(419,280)	(415,081)	(102,295)	(111,072)	(121,477)	(339,964)	(400,077)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (99,088)</u>	<u>\$ 0</u>	<u>\$ (243,223)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 4,892,826	\$ 5,130,974	\$ 4,970,589	\$ 4,910,211	\$ 4,854,743	\$ 5,272,942	\$ 5,725,691	\$ 6,261,687	\$ 6,924,199	\$ 7,548,625
Contributions as a Percentage of Covered Payroll	8.55%	8.55%	8.91%	8.54%	8.55%	1.94%	1.94%	1.94%	4.91%	5.30%

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

CANNON COUNTY, TENNESSEE**Schedule of Contributions Based on Participation in the Teacher****Retirement Plan of TCRS**

Discretely Presented Cannon County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 8,173	\$ 20,475	\$ 36,777	\$ 53,451	\$ 35,584	\$ 41,854	\$ 44,794	\$ 57,939	\$ 83,153	\$ 101,667
Less: Contributions in Relation to the Contractually Required Contribution	(8,173)	(20,475)	(36,777)	(53,451)	(35,584)	(41,854)	(44,794)	(57,939)	(83,153)	(101,667)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 204,315	\$ 511,869	\$ 919,431	\$ 1,336,278	\$ 1,834,221	\$ 2,061,783	\$ 2,217,537	\$ 2,882,513	\$ 2,897,297	\$ 3,446,317
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%

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

2019: Pension - 1.94%, SRT - 2.02%

2020: Pension - 2.03%, SRT - 1.97%

2021: Pension - 2.02%, SRT - 1.98%

2022: Pension - 2.01%, SRT - 1.99%

2023: Pension - 2.87%, SRT - 1.13%

2024: Pension - 2.95%, SRT - 1.05%

CANNON COUNTY, TENNESSEE**Schedule of Contributions Based on Participation in the Teacher****Legacy Pension Plan of TCRS**

Discretely Presented Cannon County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 667,670	\$ 648,617	\$ 643,024	\$ 639,814	\$ 738,528	\$ 726,303	\$ 643,809	\$ 665,737	\$ 494,455	\$ 402,477
Less: Contributions in Relation to the Contractually Required Contribution	(667,670)	(648,617)	(643,024)	(639,814)	(738,528)	(726,303)	(643,809)	(665,737)	(494,455)	(402,477)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 7,385,732	\$ 7,174,965	\$ 7,113,092	\$ 7,040,046	\$ 7,060,490	\$ 6,832,577	\$ 6,268,823	\$ 6,463,471	\$ 5,689,937	\$ 5,910,085
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.04%	9.09%	10.46%	10.63%	10.27%	10.30%	8.69%	6.81%

Exhibit E-5

CANNON COUNTY, TENNESSEE

**Schedule of Proportionate Share of the Net Pension Asset
in the Teacher Retirement Plan of TCRS**

Discretely Presented Cannon County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	0.096305%	0.116333%	0.140085%	0.152913%	0.173335%	0.163383%	0.153652%	0.168795%	0.145664%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (3,956)	\$ (12,111)	\$ (36,960)	\$ (69,350)	\$ (97,845)	\$ (92,907)	\$ (166,438)	\$ (51,132)	\$ (61,766)
Covered Payroll	\$ 204,315	\$ 511,869	\$ 919,431	\$ 1,336,278	\$ 1,834,221	\$ 2,061,783	\$ 2,217,537	\$ 2,882,513	\$ 2,897,297
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%	(2.13)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%

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

CANNON COUNTY, TENNESSEE**Schedule of Proportionate Share of the Net Pension Asset
in the Teacher Legacy Pension Plan of TCRS**

Discretely Presented Cannon County School Department

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	0.197519%	0.197295%	0.198764%	0.201222%	0.201230%	0.210564%	0.205290%	0.190996%	0.196402%	0.175342%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (32,096)	\$ 80,819	\$ 1,242,163	\$ (65,837)	\$ (708,110)	\$ (2,164,973)	\$ (1,565,487)	\$ (8,238,132)	\$ (2,408,685)	\$ (2,067,237)
Covered Payroll	\$ 7,752,601	\$ 7,385,732	\$ 7,174,965	\$ 7,113,092	\$ 7,040,046	\$ 7,060,490	\$ 6,832,577	\$ 6,268,823	\$ 6,463,471	\$ 5,689,937
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%	(0.93)%	(10.06)%	(30.66)%	(22.91)%	(131.41)%	(37.27)%	(36.33)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%	104.11%

CANNON COUNTY, TENNESSEE**Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan**

Discretely Presented Cannon County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 126,075	\$ 116,731	\$ 100,552	\$ 105,319	\$ 133,375	\$ 182,386	\$ 145,655
Interest	58,386	71,813	62,094	71,240	56,471	69,611	118,300
Differences Between Actual and Expected Experience	0	(451,591)	407,755	166,647	51,146	363,228	(459,577)
Changes in Assumptions or Other Inputs	(95,069)	56,195	(163,023)	269,614	494,625	(340,456)	223,601
Benefit Payments	(55,243)	(69,443)	(89,104)	(106,668)	(123,649)	(110,562)	(127,854)
Net Change in Total OPEB Liability	\$ 34,149	\$ (276,295)	\$ 318,274	\$ 506,152	\$ 611,968	\$ 164,207	\$ (99,875)
Total OPEB Liability, Beginning	1,901,062	1,935,211	1,658,916	1,977,190	2,483,342	3,095,310	3,259,517
Total OPEB Liability, Ending	\$ 1,935,211	\$ 1,658,916	\$ 1,977,190	\$ 2,483,342	\$ 3,095,310	\$ 3,259,517	\$ 3,159,642
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 687,228	\$ 567,253	\$ 697,224	\$ 842,076	\$ 1,103,576	\$ 1,200,739	\$ 1,242,403
Employer Proportionate Share of the Total OPEB Liability	1,247,983	1,091,663	1,279,966	1,641,266	1,991,734	2,058,778	1,917,239
Covered Employee Payroll	\$ 9,755,232	\$ 10,674,368	\$ 10,752,418	\$ 10,256,770	\$ 11,372,646	\$ 10,653,230	\$ 11,534,991
Net OPEB Liability as a Percentage of Covered Employee Payroll	19.84%	15.54%	18.39%	24.21%	27.22%	30.60%	27.39%

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

Note 2: Changes in assumptions.

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

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%
2020	2.21%
2021	2.16%
2022	3.54%
2023	3.65%

(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%
Plan year 2022 - from 9.02% to 7.36%
Plan year 2023 - from 7.36% to 8.37%
Plan year 2024 - from 8.37% to 10.31%

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

CANNON COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2024

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2024 were calculated based on the June 30, 2022, actuarial valuation.

Methods and assumptions used to determine contribution rates:

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

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

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

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.

DEBT SERVICE FUNDS

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

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

CAPITAL PROJECTS FUNDS

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

General Capital Projects Fund – The General Capital Projects Fund is used to account for general capital expenditures of the county. This fund also accounts for debt issued by Cannon County that is subsequently contributed to the discretely presented Cannon County School Department for construction and renovation projects.

Education Capital Projects Fund – The Education Capital Projects Fund accounts for the accumulation of the school adequate facilities tax on residential development and county wheel tax for funding capital expenditures for education.

Other Capital Projects Fund – The Other Capital Projects Fund accounts for the accumulation of commissary revenues at the jail and future debt to be issued for the eventual expansion of the county's jail facility.

CANNON COUNTY, TENNESSEE
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

	Special Revenue Funds				Debt Service Fund	Capital Projects Funds
	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Total	General Debt Service	General Capital Projects
ASSETS						
Cash	\$ 0	\$ 0	\$ 600	\$ 600	\$ 0	\$ 0
Equity in Pooled Cash and Investments	337,671	92,916	0	430,587	627,213	579,546
Accounts Receivable	3,276	1,850	2,068	7,194	0	0
Due from Other Governments	64,453	0	0	64,453	0	0
Due from Other Funds	0	0	0	0	0	2,510
Property Taxes Receivable	172,062	0	0	172,062	68,520	165,133
Allowance for Uncollectible Property Taxes	(2,806)	0	0	(2,806)	(1,120)	(3,510)
Notes Receivable - Long-term	0	0	0	0	30,242	0
Total Assets	\$ 574,656	\$ 94,766	\$ 2,668	\$ 672,090	\$ 724,855	\$ 743,679
LIABILITIES						
Accounts Payable	\$ 25,031	\$ 0	\$ 0	\$ 25,031	\$ 0	\$ 4,076
Due to Other Funds	0	0	2,668	2,668	0	0
Total Liabilities	\$ 25,031	\$ 0	\$ 2,668	\$ 27,699	\$ 0	\$ 4,076
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 165,633	\$ 0	\$ 0	\$ 165,633	\$ 65,951	\$ 156,068
Deferred Delinquent Property Taxes	3,257	0	0	3,257	1,303	5,210
Other Deferred/Unavailable Revenue	38,157	0	0	38,157	0	0
Total Deferred Inflows of Resources	\$ 207,047	\$ 0	\$ 0	\$ 207,047	\$ 67,254	\$ 161,278

(Continued)

CANNON COUNTY, TENNESSEE**Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

FUND BALANCES

Restricted:

Restricted for Public Safety
 Restricted for Public Health and Welfare
 Restricted for Capital Outlay
 Restricted for Debt Service

Committed:

Committed for Capital Projects

Assigned:

Assigned for Debt Service

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

Special Revenue Funds				Debt Service Fund	Capital Projects Funds
Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Total	General Debt Service	General Capital Projects
\$ 0	\$ 94,766	\$ 0	\$ 94,766	\$ 0	\$ 0
342,578	0	0	342,578	0	0
0	0	0	0	0	578,325
0	0	0	0	627,359	0
0	0	0	0	0	0
0	0	0	0	30,242	0
\$ 342,578	\$ 94,766	\$ 0	\$ 437,344	\$ 657,601	\$ 578,325
\$ 574,656	\$ 94,766	\$ 2,668	\$ 672,090	\$ 724,855	\$ 743,679

(Continued)

CANNON COUNTY, TENNESSEE**Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

ASSETS

Cash
 Equity in Pooled Cash and Investments
 Accounts Receivable
 Due from Other Governments
 Due from Other Funds
 Property Taxes Receivable
 Allowance for Uncollectible Property Taxes
 Notes Receivable - Long-term

Total Assets

LIABILITIES

Accounts Payable
 Due to Other Funds
 Total Liabilities

DEFERRED INFLOWS OF RESOURCES

Deferred Current Property Taxes
 Deferred Delinquent Property Taxes
 Other Deferred/Unavailable Revenue
 Total Deferred Inflows of Resources

Capital Projects Funds (Cont.)			Total Nonmajor Governmental Funds
Education Capital Projects	Other Capital Projects	Total	
\$ 0	\$ 0	\$ 0	\$ 600
1,566,484	312,853	2,458,883	3,516,683
0	0	0	7,194
0	0	0	64,453
0	0	2,510	2,510
0	0	165,133	405,715
0	0	(3,510)	(7,436)
0	0	0	30,242
\$ 1,566,484	\$ 312,853	\$ 2,623,016	\$ 4,019,961

\$ 0	\$ 0	\$ 4,076	\$ 29,107
0	0	0	2,668
\$ 0	\$ 0	\$ 4,076	\$ 31,775

\$ 0	\$ 0	\$ 156,068	\$ 387,652
0	0	5,210	9,770
0	0	0	38,157
\$ 0	\$ 0	\$ 161,278	\$ 435,579

(Continued)

CANNON COUNTY, TENNESSEE**Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

FUND BALANCES

Restricted:

Restricted for Public Safety
 Restricted for Public Health and Welfare
 Restricted for Capital Outlay
 Restricted for Debt Service

Committed:

Committed for Capital Projects

Assigned:

Assigned for Debt Service

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

Capital Projects Funds (Cont.)

Education Capital Projects	Other Capital Projects	Total	Total Nonmajor Governmental Funds
\$ 0	\$ 0	\$ 0	\$ 94,766
0	0	0	342,578
1,566,484	0	2,144,809	2,144,809
0	0	0	627,359
0	312,853	312,853	312,853
0	0	0	30,242
<u>\$ 1,566,484</u>	<u>\$ 312,853</u>	<u>\$ 2,457,662</u>	<u>\$ 3,552,607</u>
<u>\$ 1,566,484</u>	<u>\$ 312,853</u>	<u>\$ 2,623,016</u>	<u>\$ 4,019,961</u>

Exhibit F-2

CANNON COUNTY, TENNESSEE

**Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances**

Nonmajor Governmental Funds

For the Year Ended June 30, 2024

	Special Revenue Funds			Debt Service Fund	Capital Projects Funds	
	Solid Waste / Sanitation	Drug Control	Total	General Debt Service	General Capital Projects	Education Capital Projects
Revenues						
Local Taxes	\$ 453,678	\$ 0	\$ 453,678	\$ 102,546	\$ 151,280	\$ 933,847
Fines, Forfeitures, and Penalties	0	10,800	10,800	0	0	0
Charges for Current Services	35,098	0	35,098	0	0	0
Other Local Revenues	0	2,150	2,150	0	0	0
State of Tennessee	0	0	0	0	6,309	0
Federal Government	0	0	0	0	758,233	0
Other Governments and Citizens Groups	0	0	0	97,560	6,600	0
Total Revenues	\$ 488,776	\$ 12,950	\$ 501,726	\$ 200,106	\$ 922,422	\$ 933,847
Expenditures						
Current:						
General Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 636,421	\$ 0
Public Safety	0	74,431	74,431	0	214,598	0
Public Health and Welfare	469,184	0	469,184	0	0	0
Support Services	0	0	0	0	0	28,572
Capital Outlay	0	0	0	0	421,244	0
Debt Service:						
Principal on Debt	0	0	0	810,756	0	0
Interest on Debt	0	0	0	50,443	0	0
Other Debt Service	0	0	0	1,670	0	7,410
Total Expenditures	\$ 469,184	\$ 74,431	\$ 543,615	\$ 862,869	\$ 1,272,263	\$ 35,982

(Continued)

Exhibit F-2

CANNON COUNTY, TENNESSEE

**Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances**

Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds			Debt Service Fund	Capital Projects Funds	
	Solid Waste / Sanitation	Drug Control	Total	General Debt Service	General Capital Projects	Education Capital Projects
Excess (Deficiency) of Revenues Over Expenditures	\$ 19,592	\$ (61,481)	\$ (41,889)	\$ (662,763)	\$ (349,841)	\$ 897,865
Other Financing Sources (Uses)						
Transfers In	\$ 0	\$ 0	\$ 0	\$ 763,639	\$ 0	\$ 100,000
Transfers Out	0	0	0	(100,000)	0	(763,639)
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ 663,639	\$ 0	\$ (663,639)
Net Change in Fund Balances	\$ 19,592	\$ (61,481)	\$ (41,889)	\$ 876	\$ (349,841)	\$ 234,226
Fund Balance, July 1, 2023	322,986	156,247	479,233	656,725	928,166	1,332,258
Fund Balance, June 30, 2024	\$ 342,578	\$ 94,766	\$ 437,344	\$ 657,601	\$ 578,325	\$ 1,566,484

(Continued)

CANNON COUNTY, TENNESSEE**Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances**

Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Funds (Cont.)</u>		Total Nonmajor Governmental Funds
	Other Capital Projects	Total	
Revenues			
Local Taxes	\$ 0	\$ 1,085,127	\$ 1,641,351
Fines, Forfeitures, and Penalties	0	0	10,800
Charges for Current Services	0	0	35,098
Other Local Revenues	42,154	42,154	44,304
State of Tennessee	0	6,309	6,309
Federal Government	0	758,233	758,233
Other Governments and Citizens Groups	0	6,600	104,160
Total Revenues	<u>\$ 42,154</u>	<u>\$ 1,898,423</u>	<u>\$ 2,600,255</u>
Expenditures			
Current:			
General Government	\$ 0	\$ 636,421	\$ 636,421
Public Safety	0	214,598	289,029
Public Health and Welfare	0	0	469,184
Support Services	0	28,572	28,572
Capital Outlay	0	421,244	421,244
Debt Service:			
Principal on Debt	0	0	810,756
Interest on Debt	0	0	50,443
Other Debt Service	0	7,410	9,080
Total Expenditures	<u>\$ 0</u>	<u>\$ 1,308,245</u>	<u>\$ 2,714,729</u>

(Continued)

CANNON COUNTY, TENNESSEE**Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances**

Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Funds (Cont.)</u>		Total Nonmajor Governmental Funds
	Other Capital Projects	Total	
Excess (Deficiency) of Revenues Over Expenditures	\$ 42,154	\$ 590,178	\$ (114,474)
Other Financing Sources (Uses)			
Transfers In	\$ 0	\$ 100,000	\$ 863,639
Transfers Out	0	(763,639)	(863,639)
Total Other Financing Sources (Uses)	\$ 0	\$ (663,639)	\$ 0
Net Change in Fund Balances	\$ 42,154	\$ (73,461)	\$ (114,474)
Fund Balance, July 1, 2023	270,699	2,531,123	3,667,081
Fund Balance, June 30, 2024	\$ 312,853	\$ 2,457,662	\$ 3,552,607

CANNON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2024

			Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual		Original	Final	
Revenues					
Local Taxes	\$ 453,678	\$	460,750	\$ 460,750	\$ (7,072)
Charges for Current Services	35,098		17,000	17,000	18,098
Total Revenues	<u>\$ 488,776</u>	<u>\$</u>	<u>477,750</u>	<u>\$ 477,750</u>	<u>\$ 11,026</u>
Expenditures					
Public Health and Welfare					
Sanitation Management	\$ 469,184	\$	538,015	\$ 538,015	\$ 68,831
Total Expenditures	<u>\$ 469,184</u>	<u>\$</u>	<u>538,015</u>	<u>\$ 538,015</u>	<u>\$ 68,831</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 19,592</u>	<u>\$</u>	<u>(60,265)</u>	<u>\$ (60,265)</u>	<u>\$ 79,857</u>
Net Change in Fund Balance	\$ 19,592	\$	(60,265)	(60,265)	79,857
Fund Balance, July 1, 2023	<u>322,986</u>		<u>337,710</u>	<u>337,710</u>	<u>(14,724)</u>
Fund Balance, June 30, 2024	<u><u>\$ 342,578</u></u>	<u><u>\$</u></u>	<u><u>277,445</u></u>	<u><u>\$ 277,445</u></u>	<u><u>\$ 65,133</u></u>

CANNON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Drug Control Fund
For the Year Ended June 30, 2024

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Fines, Forfeitures, and Penalties	\$ 10,800	\$ 20,400	\$ 20,400	\$ (9,600)
Other Local Revenues	2,150	0	0	2,150
Total Revenues	<u>\$ 12,950</u>	<u>\$ 20,400</u>	<u>\$ 20,400</u>	<u>\$ (7,450)</u>
Expenditures				
Public Safety				
Sheriff's Department	\$ 74,431	\$ 101,075	\$ 101,075	\$ 26,644
Total Expenditures	<u>\$ 74,431</u>	<u>\$ 101,075</u>	<u>\$ 101,075</u>	<u>\$ 26,644</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (61,481)</u>	<u>\$ (80,675)</u>	<u>\$ (80,675)</u>	<u>\$ 19,194</u>
Net Change in Fund Balance	\$ (61,481)	\$ (80,675)	\$ (80,675)	\$ 19,194
Fund Balance, July 1, 2023	<u>156,247</u>	<u>153,039</u>	<u>153,039</u>	<u>3,208</u>
Fund Balance, June 30, 2024	<u><u>\$ 94,766</u></u>	<u><u>\$ 72,364</u></u>	<u><u>\$ 72,364</u></u>	<u><u>\$ 22,402</u></u>

CANNON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2024

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 102,546	\$ 132,825	\$ 132,825	\$ (30,279)
Other Governments and Citizens Groups	97,560	0	97,560	0
Total Revenues	<u>\$ 200,106</u>	<u>\$ 132,825</u>	<u>\$ 230,385</u>	<u>\$ (30,279)</u>
Expenditures				
Principal on Debt				
Education	\$ 810,756	0	\$ 810,756	0
Interest on Debt				
Education	50,443	0	50,443	0
Other Debt Service				
General Government	1,670	2,000	2,000	330
Total Expenditures	<u>\$ 862,869</u>	<u>\$ 2,000</u>	<u>\$ 863,199</u>	<u>\$ 330</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (662,763)</u>	<u>\$ 130,825</u>	<u>\$ (632,814)</u>	<u>\$ (29,949)</u>
Other Financing Sources (Uses)				
Transfers In	\$ 763,639	0	\$ 763,639	0
Transfers Out	(100,000)	(100,000)	(100,000)	0
Total Other Financing Sources	<u>\$ 663,639</u>	<u>\$ (100,000)</u>	<u>\$ 663,639</u>	<u>0</u>
Net Change in Fund Balance	\$ 876	\$ 30,825	\$ 30,825	\$ (29,949)
Fund Balance, July 1, 2023	<u>656,725</u>	<u>660,171</u>	<u>660,171</u>	<u>(3,446)</u>
Fund Balance, June 30, 2024	<u><u>\$ 657,601</u></u>	<u><u>\$ 690,996</u></u>	<u><u>\$ 690,996</u></u>	<u><u>\$ (33,395)</u></u>

CANNON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Capital Projects Fund
For the Year Ended June 30, 2024

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 151,280	\$ 142,700	\$ 142,700	\$ 8,580
State of Tennessee	6,309	189,817	196,007	(189,698)
Federal Government	758,233	214,598	714,598	43,635
Other Governments and Citizens Groups	6,600	0	6,600	0
Total Revenues	<u>\$ 922,422</u>	<u>\$ 547,115</u>	<u>\$ 1,059,905</u>	<u>\$ (137,483)</u>
Expenditures				
General Government				
County Buildings	\$ 636,421	\$ 1,048,992	\$ 1,061,782	\$ 425,361
Public Safety				
Public Safety Grants Program	214,598	0	214,598	0
Other Operations				
American Rescue Plan Act Grant #1	0	214,598	0	0
Capital Outlay				
Regular Capital Outlay	421,244	0	500,000	78,756
Total Expenditures	<u>\$ 1,272,263</u>	<u>\$ 1,263,590</u>	<u>\$ 1,776,380</u>	<u>\$ 504,117</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (349,841)</u>	<u>\$ (716,475)</u>	<u>\$ (716,475)</u>	<u>\$ 366,634</u>
Net Change in Fund Balance	\$ (349,841)	\$ (716,475)	\$ (716,475)	\$ 366,634
Fund Balance, July 1, 2023	<u>928,166</u>	<u>931,073</u>	<u>931,073</u>	<u>(2,907)</u>
Fund Balance, June 30, 2024	<u>\$ 578,325</u>	<u>\$ 214,598</u>	<u>\$ 214,598</u>	<u>\$ 363,727</u>

CANNON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 Education Capital Projects Fund
For the Year Ended June 30, 2024

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 933,847	\$ 885,000	\$ 905,602	\$ 28,245
Total Revenues	\$ 933,847	\$ 885,000	\$ 905,602	\$ 28,245
Expenditures				
Support Services				
Operation of Plant	\$ 28,572	\$ 95,000	\$ 95,000	\$ 66,428
Principal on Debt				
Education	0	720,000	0	0
Interest on Debt				
Education	0	51,640	591	591
Other Debt Service				
Education	7,410	0	7,410	0
Total Expenditures	\$ 35,982	\$ 866,640	\$ 103,001	\$ 67,019
Excess (Deficiency) of Revenues Over Expenditures	\$ 897,865	\$ 18,360	\$ 802,601	\$ 95,264
Other Financing Sources (Uses)				
Transfers In	\$ 100,000	\$ 100,000	\$ 100,000	\$ 0
Transfers Out	(763,639)	0	(763,639)	0
Total Other Financing Sources	\$ (663,639)	\$ 100,000	\$ (663,639)	\$ 0
Net Change in Fund Balance	\$ 234,226	\$ 118,360	\$ 138,962	\$ 95,264
Fund Balance, July 1, 2023	1,332,258	1,313,148	1,313,148	19,110
Fund Balance, June 30, 2024	\$ 1,566,484	\$ 1,431,508	\$ 1,452,110	\$ 114,374

CANNON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Other Capital Projects Fund
For the Year Ended June 30, 2024

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Other Local Revenues	\$ 42,154	\$ 35,000	\$ 35,000	\$ 7,154
Total Revenues	\$ 42,154	\$ 35,000	\$ 35,000	\$ 7,154
Expenditures				
Public Safety				
Jail	\$ 0	\$ 285,000	\$ 285,000	\$ 285,000
Total Expenditures	\$ 0	\$ 285,000	\$ 285,000	\$ 285,000
Excess (Deficiency) of Revenues Over Expenditures	\$ 42,154	\$ (250,000)	\$ (250,000)	\$ 292,154
Net Change in Fund Balance	\$ 42,154	\$ (250,000)	\$ (250,000)	\$ 292,154
Fund Balance, July 1, 2023	270,699	265,299	265,299	5,400
Fund Balance, June 30, 2024	\$ 312,853	\$ 15,299	\$ 15,299	\$ 297,554

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, litigants, heirs, and others.

CANNON COUNTY, TENNESSEE
Combining Statement of Net Position
 Custodial Funds
June 30, 2024

	Custodial Funds		
	Cities -	Constitu -	
	Sales	tional	
	Tax	Officers -	
		Custodial	Total
ASSETS			
Cash	\$ 0	\$ 377,517	\$ 377,517
Investments	0	60,945	60,945
Due from Other Governments	141,303	0	141,303
Total Assets	\$ 141,303	\$ 438,462	\$ 579,765
LIABILITIES			
Due to Other Taxing Units	\$ 141,303	\$ 0	\$ 141,303
Total Liabilities	\$ 141,303	\$ 0	\$ 141,303
NET POSITION			
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 438,462	\$ 438,462
Total Net Position	\$ 0	\$ 438,462	\$ 438,462

CANNON COUNTY, TENNESSEE
Combining Statement of Changes in Net Position
 Custodial Funds
For the Year Ended June 30, 2024

	Custodial Funds		
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Total
Additions			
Sales Tax Collections for Other Governments	\$ 676,053	\$ 0	\$ 676,053
Fines/Fees and Other Collections	0	4,316,870	4,316,870
Total Additions	\$ 676,053	\$ 4,316,870	\$ 4,992,923
Deductions			
Payment of Sales Tax Collections for Other Governments	\$ 676,053	\$ 0	\$ 676,053
Payments to State	0	2,042,510	2,042,510
Payments to Cities, Individuals and Others	0	2,795,326	2,795,326
Total Deductions	\$ 676,053	\$ 4,837,836	\$ 5,513,889
Change in Net Position	\$ 0	\$ (520,966)	\$ (520,966)
Net Position July 1, 2023	0	959,428	959,428
Net Position June 30, 2024	\$ 0	\$ 438,462	\$ 438,462

CANNON COUNTY SCHOOL DEPARTMENT

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

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

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

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

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

CANNON COUNTY, TENNESSEE**Statement of Activities**

Discretely Presented Cannon County School Department

For the Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
				Total Governmental Activities
Governmental Activities:				
Instruction	\$ 11,456,598	\$ 5,400	\$ 3,113,952	\$ (8,337,246)
Support Services	8,827,397	32,361	2,375,901	(6,419,135)
Operation of Non-instructional Services	3,044,829	71,068	1,419,211	(1,554,550)
Interest on Long-term Debt	6,804	0	0	(6,804)
Total Governmental Activities	<u>\$ 23,335,628</u>	<u>\$ 108,829</u>	<u>\$ 6,909,064</u>	<u>\$ (16,317,735)</u>
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 2,051,290
Local Option Sales Taxes				1,297,817
Mixed Drink Tax				1,609
Grants and Contributions Not Restricted to Specific Programs				14,812,548
Unrestricted Investment Earnings				25,368
Sale of Equipment				3,655
Miscellaneous				50,354
Total General Revenues				<u>\$ 18,242,641</u>
Insurance Recovery				<u>\$ 12,554</u>
Change in Net Position				\$ 1,937,460
Net Position, July 1, 2023				<u>22,336,717</u>
Net Position, June 30, 2024				<u><u>\$ 24,274,177</u></u>

CANNON COUNTY, TENNESSEE**Balance Sheet - Governmental Funds**

Discretely Presented Cannon County School Department

June 30, 2024

	Major Funds		Nonmajor Funds	
	General	School	Other	Total
	Purpose	Federal	Govern- mental	Governmental
	School	Projects	Funds	Funds
ASSETS				
Cash	\$ 0	\$ 0	\$ 506,929	\$ 506,929
Equity in Pooled Cash and Investments	7,218,171	552,270	347,691	8,118,132
Due from Other Governments	931,285	632,241	18,286	1,581,812
Property Taxes Receivable	2,250,328	0	0	2,250,328
Allowance for Uncollectible Property Taxes	(37,757)	0	0	(37,757)
Restricted Assets	300,388	0	0	300,388
Total Assets	<u>\$ 10,662,415</u>	<u>\$ 1,184,511</u>	<u>\$ 872,906</u>	<u>\$ 12,719,832</u>
LIABILITIES				
Accrued Payroll	\$ 13,388	\$ 34,039	\$ 0	\$ 47,427
Payroll Deductions Payable	7,716	0	0	7,716
Due to State of Tennessee	21,561	472	89	22,122
Total Liabilities	<u>\$ 42,665</u>	<u>\$ 34,511</u>	<u>\$ 89</u>	<u>\$ 77,265</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Current Property Taxes	\$ 2,163,301	\$ 0	\$ 0	\$ 2,163,301
Deferred Delinquent Property Taxes	45,263	0	0	45,263
Other Deferred/Unavailable Revenue	161,005	0	0	161,005
Total Deferred Inflows of Resources	<u>\$ 2,369,569</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,369,569</u>

(Continued)

CANNON COUNTY, TENNESSEE**Balance Sheet - Governmental Funds**

Discretely Presented Cannon County School Department (Cont.)

FUND BALANCES

Restricted:

Restricted for Education

Major Funds		Nonmajor Funds	Total
General Purpose School	School Federal Projects	Other Govern-mental Funds	Governmental Funds
\$ 573	\$ 0	\$ 837,817	\$ 838,390
300,388	0	0	300,388
0	1,150,000	35,000	1,185,000
569,917	0	0	569,917
7,379,303	0	0	7,379,303
\$ 8,250,181	\$ 1,150,000	\$ 872,817	\$ 10,272,998
\$ 10,662,415	\$ 1,184,511	\$ 872,906	\$ 12,719,832

Restricted for Hybrid Retirement Stabilization Funds

Committed:

Committed for Education

Assigned:

Assigned for Education

Unassigned

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

CANNON COUNTY, TENNESSEE**Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position**

Discretely Presented Cannon County School Department

June 30, 2024

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

Total fund balances - balance sheet - governmental funds (Exhibit H-2)		\$ 10,272,998
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 169,629	
Add: buildings and improvements net of accumulated depreciation	8,471,051	
Add: other capital assets net of accumulated depreciation	<u>2,083,151</u>	10,723,831
(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	\$ (66,062)	
Less: net pension liability - agent plan	(138,792)	
Less: net OPEB liability	<u>(1,917,239)</u>	(2,122,093)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 3,074,960	
Less: deferred inflows of resources related to pensions	(196,626)	
Add: deferred outflows of resources related to OPEB	870,357	
Less: deferred inflows of resources related to OPEB	<u>(684,521)</u>	3,064,170
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - teacher retirement plan	\$ 61,766	
Add: net pension asset - teacher legacy pension plan	<u>2,067,237</u>	2,129,003
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>206,268</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 24,274,177</u></u>

CANNON COUNTY, TENNESSEE**Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds**

Discretely Presented Cannon County School Department

For the Year Ended June 30, 2024

	Major Funds		Nonmajor Funds	
	General Purpose School	School Federal Projects	Other Govern- mental Funds	Total Governmental Funds
Revenues				
Local Taxes	\$ 3,299,952	\$ 0	\$ 0	\$ 3,299,952
Licenses and Permits	532	0	0	532
Charges for Current Services	37,761	0	71,068	108,829
Other Local Revenues	191,778	0	1,279,042	1,470,820
State of Tennessee	15,578,782	0	8,630	15,587,412
Federal Government	133,314	3,676,024	993,728	4,803,066
Total Revenues	<u>\$ 19,242,119</u>	<u>\$ 3,676,024</u>	<u>\$ 2,352,468</u>	<u>\$ 25,270,611</u>
Expenditures				
Current:				
Instruction	\$ 9,903,449	\$ 1,684,487	\$ 0	\$ 11,587,936
Support Services	5,577,997	1,883,346	0	7,461,343
Operation of Non-Instructional Services	528,825	64,697	2,449,503	3,043,025
Capital Outlay	841,552	0	0	841,552
Debt Service:				
Principal on Debt	90,756	0	0	90,756
Interest on Debt	6,804	0	0	6,804
Total Expenditures	<u>\$ 16,949,383</u>	<u>\$ 3,632,530</u>	<u>\$ 2,449,503</u>	<u>\$ 23,031,416</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,292,736</u>	<u>\$ 43,494</u>	<u>\$ (97,035)</u>	<u>\$ 2,239,195</u>
Other Financing Sources (Uses)				
Insurance Recovery	\$ 12,554	\$ 0	\$ 0	\$ 12,554
Transfers In	49,899	0	0	49,899
Transfers Out	0	(49,899)	0	(49,899)
Total Other Financing Sources (Uses)	<u>\$ 62,453</u>	<u>\$ (49,899)</u>	<u>\$ 0</u>	<u>\$ 12,554</u>
Net Change in Fund Balances	\$ 2,355,189	\$ (6,405)	\$ (97,035)	\$ 2,251,749
Fund Balance, July 1, 2023	<u>5,894,992</u>	<u>1,156,405</u>	<u>969,852</u>	<u>8,021,249</u>
Fund Balance, June 30, 2024	<u>\$ 8,250,181</u>	<u>\$ 1,150,000</u>	<u>\$ 872,817</u>	<u>\$ 10,272,998</u>

CANNON COUNTY, TENNESSEE**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities**

Discretely Presented Cannon County School Department

For the Year Ended June 30, 2024

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

Net change in fund balances - total governmental funds (Exhibit H-4)		\$ 2,251,749
(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	\$ 930,451	
Less: current-year depreciation expense	<u>(653,640)</u>	276,811
(2) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2024	\$ 206,268	
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(305,876)</u>	(99,608)
(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	\$ 12,971	
Change in net pension liability/asset - agent plan	(169,192)	
Change in net pension asset - teacher retirement plan	10,634	
Change in net pension asset - teacher legacy pension plan	(341,448)	
Change in deferred outflows related to pensions	(224,544)	
Change in deferred inflows related to pensions	333,312	
Change in net OPEB liability	141,539	
Change in deferred outflows related to OPEB	(51,623)	
Change in deferred inflows related to OPEB	<u>(203,141)</u>	<u>(491,492)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 1,937,460</u>

CANNON COUNTY, TENNESSEE**Combining Balance Sheet - Nonmajor Governmental Funds**

Discretely Presented Cannon County School Department

June 30, 2024

	<u>Special Revenue Funds</u>		Total Nonmajor Governmental Funds
	Central Cafeteria	Internal School	
ASSETS			
Cash	\$ 100	\$ 506,829	\$ 506,929
Equity in Pooled Cash and Investments	347,691	0	347,691
Due from Other Governments	18,286	0	18,286
Total Assets	<u>\$ 366,077</u>	<u>\$ 506,829</u>	<u>\$ 872,906</u>
LIABILITIES			
Due to State of Tennessee	\$ 89	\$ 0	\$ 89
Total Liabilities	<u>\$ 89</u>	<u>\$ 0</u>	<u>\$ 89</u>
FUND BALANCES			
Restricted:			
Restricted for Education	\$ 330,988	\$ 506,829	\$ 837,817
Committed:			
Committed for Education	35,000	0	35,000
Total Fund Balances	<u>\$ 365,988</u>	<u>\$ 506,829</u>	<u>\$ 872,817</u>
Total Liabilities and Fund Balances	<u>\$ 366,077</u>	<u>\$ 506,829</u>	<u>\$ 872,906</u>

CANNON COUNTY, TENNESSEE**Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds**

Discretely Presented Cannon County School Department

For the Year Ended June 30, 2024

	<u>Special Revenue Funds</u>		Total Nonmajor Governmental Funds
	Central Cafeteria	Internal School	
Revenues			
Charges for Current Services	\$ 71,068	\$ 0	\$ 71,068
Other Local Revenues	11,546	1,267,496	1,279,042
State of Tennessee	8,630	0	8,630
Federal Government	993,728	0	993,728
Total Revenues	<u>\$ 1,084,972</u>	<u>\$ 1,267,496</u>	<u>\$ 2,352,468</u>
Expenditures			
Current:			
Operation of Non-Instructional Services	\$ 1,223,408	\$ 1,226,095	\$ 2,449,503
Total Expenditures	<u>\$ 1,223,408</u>	<u>\$ 1,226,095</u>	<u>\$ 2,449,503</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (138,436)</u>	<u>\$ 41,401</u>	<u>\$ (97,035)</u>
Net Change in Fund Balances	\$ (138,436)	\$ 41,401	\$ (97,035)
Fund Balance, July 1, 2023	<u>504,424</u>	<u>465,428</u>	<u>969,852</u>
Fund Balance, June 30, 2024	<u>\$ 365,988</u>	<u>\$ 506,829</u>	<u>\$ 872,817</u>

CANNON COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**

Discretely Presented Cannon County School Department

General Purpose School Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 3,299,952	\$ 0	\$ 0	\$ 3,299,952	\$ 2,933,389	\$ 2,933,389	\$ 366,563
Licenses and Permits	532	0	0	532	400	400	132
Charges for Current Services	37,761	0	0	37,761	25,700	25,700	12,061
Other Local Revenues	191,778	0	0	191,778	26,000	51,224	140,554
State of Tennessee	15,578,782	0	0	15,578,782	14,691,252	15,902,002	(323,220)
Federal Government	133,314	0	0	133,314	103,400	103,400	29,914
Total Revenues	\$ 19,242,119	\$ 0	\$ 0	\$ 19,242,119	\$ 17,780,141	\$ 19,016,115	\$ 226,004
Expenditures							
Instruction							
Regular Instruction Program	\$ 7,643,974	\$ (331,260)	\$ 14,793	\$ 7,327,507	\$ 8,386,417	\$ 8,353,847	\$ 1,026,340
Alternative Instruction Program	120,948	0	0	120,948	149,968	149,968	29,020
Special Education Program	1,316,129	0	0	1,316,129	1,421,011	1,421,011	104,882
Career and Technical Education Program	822,398	(264)	1,112	823,246	836,835	1,499,019	675,773
Support Services							
Attendance	70,653	(335)	0	70,318	170,117	170,117	99,799
Health Services	244,754	(12,996)	7,005	238,763	267,367	267,367	28,604
Other Student Support	343,826	(1,443)	4,317	346,700	428,211	428,211	81,511
Regular Instruction Program	299,404	(165)	1,868	301,107	521,336	521,336	220,229
Special Education Program	136,122	0	0	136,122	139,845	139,845	3,723
Career and Technical Education Program	103,664	(165)	0	103,499	7,303	171,453	67,954
Technology	459,749	(25,119)	9,249	443,879	435,170	460,394	16,515
Other Programs	52,012	0	0	52,012	0	52,012	0
Board of Education	356,618	(6,450)	5,400	355,568	325,817	363,387	7,819
Director of Schools	290,696	(1,338)	165	289,523	291,738	291,738	2,215
Office of the Principal	831,999	(1,322)	2,333	833,010	1,329,370	1,329,370	496,360
Fiscal Services	116,295	0	0	116,295	116,295	116,295	0

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**

Discretely Presented Cannon County School Department

General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Support Services (Cont.)							
Operation of Plant	\$ 832,550	\$ (8,319)	\$ 23,008	\$ 847,239	\$ 1,061,925	\$ 1,033,713	\$ 186,474
Maintenance of Plant	437,143	(74,468)	39,217	401,892	391,634	417,668	15,776
Transportation	1,002,512	(168,216)	419,601	1,253,897	1,120,816	1,329,216	75,319
Operation of Non-Instructional Services							
Food Service	7,317	0	0	7,317	6,069	8,247	930
Community Services	86,885	0	0	86,885	112,163	112,163	25,278
Early Childhood Education	434,623	(42,507)	10,288	402,404	413,906	405,310	2,906
Capital Outlay							
Regular Capital Outlay	841,552	(544,898)	31,561	328,215	350,000	477,600	149,385
Principal on Debt							
Education	90,756	0	0	90,756	90,756	90,756	0
Interest on Debt							
Education	6,804	0	0	6,804	6,804	6,804	0
Total Expenditures	\$ 16,949,383	\$ (1,219,265)	\$ 569,917	\$ 16,300,035	\$ 18,380,873	\$ 19,616,847	\$ 3,316,812
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,292,736	\$ 1,219,265	\$ (569,917)	\$ 2,942,084	\$ (600,732)	\$ (600,732)	\$ 3,542,816
Other Financing Sources (Uses)							
Insurance Recovery	\$ 12,554	\$ 0	\$ 0	\$ 12,554	\$ 0	\$ 0	\$ 12,554
Transfers In	49,899	0	0	49,899	80,000	80,000	(30,101)
Total Other Financing Sources	\$ 62,453	\$ 0	\$ 0	\$ 62,453	\$ 80,000	\$ 80,000	\$ (17,547)
Net Change in Fund Balance	\$ 2,355,189	\$ 1,219,265	\$ (569,917)	\$ 3,004,537	\$ (520,732)	\$ (520,732)	\$ 3,525,269
Fund Balance, July 1, 2023	5,894,992	(1,219,265)	0	4,675,727	5,526,094	5,526,094	(850,367)
Fund Balance, June 30, 2024	\$ 8,250,181	\$ 0	\$ (569,917)	\$ 7,680,264	\$ 5,005,362	\$ 5,005,362	\$ 2,674,902

CANNON COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**Discretely Presented Cannon County School Department
School Federal Projects Fund**For the Year Ended June 30, 2024**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Federal Government	\$ 3,676,024	\$ 0	\$ 3,676,024	\$ 3,869,460	\$ 4,435,542	\$ (759,518)
Total Revenues	\$ 3,676,024	\$ 0	\$ 3,676,024	\$ 3,869,460	\$ 4,435,542	\$ (759,518)
Expenditures						
Instruction						
Regular Instruction Program	\$ 1,155,616	\$ 0	\$ 1,155,616	\$ 1,271,578	\$ 1,424,529	\$ 268,913
Special Education Program	284,653	0	284,653	322,937	432,507	147,854
Career and Technical Education Program	244,218	0	244,218	218,288	244,218	0
Support Services						
Health Services	40,561	0	40,561	34,331	40,297	(264)
Other Student Support	291,726	0	291,726	363,117	335,084	43,358
Regular Instruction Program	728,423	(10,000)	718,423	755,298	762,960	44,537
Special Education Program	277,835	0	277,835	170,519	460,980	183,145
Career and Technical Education Program	4,352	0	4,352	6,509	4,352	0
Technology	40,297	0	40,297	46,500	40,297	0
Office of the Principal	423,870	0	423,870	425,054	425,054	1,184
Operation of Plant	40,588	0	40,588	40,588	40,588	0
Transportation	35,694	0	35,694	46,260	66,259	30,565
Operation of Non-Instructional Services						
Food Service	2,176	0	2,176	7,172	4,907	2,731
Community Services	62,521	0	62,521	100,001	97,561	35,040
Total Expenditures	\$ 3,632,530	\$ (10,000)	\$ 3,622,530	\$ 3,808,152	\$ 4,379,593	\$ 757,063

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**Discretely Presented Cannon County School Department
School Federal Projects Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Excess (Deficiency) of Revenues Over Expenditures	\$ 43,494	\$ 10,000	\$ 53,494	\$ 61,308	\$ 55,949	\$ (2,455)
Other Financing Sources (Uses)						
Transfers Out	\$ (49,899)	\$ 0	\$ (49,899)	\$ (61,308)	\$ (55,951)	\$ 6,052
Total Other Financing Sources	\$ (49,899)	\$ 0	\$ (49,899)	\$ (61,308)	\$ (55,951)	\$ 6,052
Net Change in Fund Balance	\$ (6,405)	\$ 10,000	\$ 3,595	\$ 0	\$ (2)	\$ 3,597
Fund Balance, July 1, 2023	1,156,405	(10,000)	1,146,405	2	2	1,146,403
Fund Balance, June 30, 2024	\$ 1,150,000	\$ 0	\$ 1,150,000	\$ 2	\$ 0	\$ 1,150,000

CANNON COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget**Discretely Presented Cannon County School Department
Central Cafeteria Fund**For the Year Ended June 30, 2024**

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Charges for Current Services	\$ 71,068	\$ 94,000	\$ 94,000	\$ (22,932)
Other Local Revenues	11,546	1,100	1,100	10,446
State of Tennessee	8,630	9,000	9,000	(370)
Federal Government	993,728	1,227,132	1,227,132	(233,404)
Total Revenues	<u>\$ 1,084,972</u>	<u>\$ 1,331,232</u>	<u>\$ 1,331,232</u>	<u>\$ (246,260)</u>
Expenditures				
Operation of Non-Instructional Services				
Food Service	\$ 1,223,408	\$ 1,301,532	\$ 1,301,532	\$ 78,124
Total Expenditures	<u>\$ 1,223,408</u>	<u>\$ 1,301,532</u>	<u>\$ 1,301,532</u>	<u>\$ 78,124</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (138,436)</u>	<u>\$ 29,700</u>	<u>\$ 29,700</u>	<u>\$ (168,136)</u>
Net Change in Fund Balance	\$ (138,436)	\$ 29,700	\$ 29,700	\$ (168,136)
Fund Balance, July 1, 2023	<u>504,424</u>	<u>631,810</u>	<u>631,810</u>	<u>(127,386)</u>
Fund Balance, June 30, 2024	<u><u>\$ 365,988</u></u>	<u><u>\$ 661,510</u></u>	<u><u>\$ 661,510</u></u>	<u><u>\$ (295,522)</u></u>

MISCELLANEOUS SCHEDULES

Exhibit I-1

CANNON COUNTY, TENNESSEE

Schedule of Changes in Long-term Bonds and Other Loans

For the Year Ended June 30, 2024

Description of Indebtedness	Original Amount of Issue	Interest Rate		Date of Issue	Last Maturity Date	Outstanding 7-1-23	Paid and/or Matured During Period	Outstanding 6-30-24
BONDS PAYABLE								
Payable through General Debt Service Fund								
G.O. School Refunding Bonds, Series 2022	\$ 2,911,000	1.98	%	3-18-22	6-1-26	\$ 2,204,000	\$ 720,000	\$ 1,484,000
Total Bonds Payable						\$ 2,204,000	\$ 720,000	\$ 1,484,000
OTHER LOANS PAYABLE								
Payable through General Debt Service Fund								
Energy Efficient Schools Initiative	1,500,506	0.5		11-24-20	6-1-38	\$ 1,410,206	\$ 90,756	\$ 1,319,450
Total Other Loans Payable						\$ 1,410,206	\$ 90,756	\$ 1,319,450

Exhibit I-2

CANNON COUNTY, TENNESSEE**Schedule of Long-term Debt Requirements by Year**

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 735,000	\$ 29,383	\$ 764,383
2026	749,000	14,831	763,831
Total	\$ 1,484,000	\$ 44,214	\$ 1,528,214

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2025	\$ 91,212	\$ 6,348	\$ 97,560
2026	91,668	5,892	97,560
2027	92,124	5,436	97,560
2028	92,592	4,968	97,560
2029	93,060	4,500	97,560
2030	93,516	4,044	97,560
2031	93,984	3,576	97,560
2032	94,464	3,096	97,560
2033	94,932	2,628	97,560
2034	95,412	2,148	97,560
2035	95,892	1,668	97,560
2036	96,372	1,188	97,560
2037	96,852	708	97,560
2038	97,370	218	97,588
Total	\$ 1,319,450	\$ 46,418	\$ 1,365,868

CANNON COUNTY, TENNESSEE
Schedule of Investments
June 30, 2024

Fund and Type	Amount
Fiduciary Fund	
Constitutional Officers - Custodial Fund	
Office of County Clerk	
Farm Bureau Annuities	\$ 42,101
Edward Jones Mutual Funds	<u>18,844</u>
Total Investments	<u><u>\$ 60,945</u></u>

CANNON COUNTY, TENNESSEE
Schedule of Notes Receivable
June 30, 2024

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-24
General Debt Service Fund						
Repayment of E-911 building renovation costs	Cannon County Emergency Communications District (E-911)	\$ 100,000 (1)	12-19-08	6-30-30	0 %	<u>\$ 30,242</u>
Total Notes Receivable						<u><u>\$ 30,242</u></u>

- (1) Cannon County issued a \$100,000 USDA Rural Development Loan in 2008 to fund the renovation of the county's E-911 building. The E-911 District agreed to repay the county the amount of this loan in annual installments.

CANNON COUNTY, TENNESSEE**Schedule of Transfers**

Primary Government and Discretely Presented Cannon County School Department

For the Year Ended June 30, 2024

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
Other General Government	Ambulance Service	Reimbursement	\$ 370,000
Education Capital Projects	General Debt Service	Debt payment	763,639
General Debt Service	Education Capital Projects	Reimbursement	<u>100,000</u>
Total Transfers Primary Government			<u><u>\$ 1,233,639</u></u>
DISCRETELY PRESENTED CANNON COUNTY SCHOOL DEPARTMENT			
School Federal Projects	General Purpose School	Indirect costs	<u>\$ 49,899</u>
Total Transfers Discretely Presented Cannon County School Department			<u><u>\$ 49,899</u></u>

CANNON COUNTY, TENNESSEE**Schedule of Salaries and Official Bonds of Principal Officials**

Primary Government and Discretely Presented Cannon County School Department

For the Year Ended June 30, 2024

Official	Salary	Authorization	Bond	Surety
County Executive		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 100,157</u>			
Road Supervisor		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 95,388</u>			
Director of Schools		State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Base salary	\$ 105,000			
Chief executive officer training supplement	1,000			
Career Ladder extended contract supplement	1,000			
Total compensation	<u>\$ 107,000</u>			
Trustee		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 86,716</u>			
Assessor of Property		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 86,716</u>			
County Clerk		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 86,716</u>			
Circuit and General Sessions Courts Clerk		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 86,716</u>			
Clerk and Master		Section 8-24-102, <i>TCA</i> , and Chancery Court Judge	(1)	Tennessee Risk Management Trust
Base salary	\$ 86,716			
Special commissioner fees	6,000			
Total compensation	<u>\$ 92,716</u>			
Register of Deeds		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 86,716</u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary	\$ 95,388			
Law enforcement training supplement	800			
Total compensation	<u>\$ 96,188</u>			
Finance Director		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 87,671</u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Tennessee Risk Management Trust
Employee Fidelity - School Department			400,000	"

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

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2024

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other General Government Fund	Highway / Public Works
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 4,223,314	\$ 151,804	\$ 471,568	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	87,056	2,972	8,434	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	40,315	1,367	3,826	0	0	0
Interest and Penalty	16,627	573	1,661	0	0	0
Payments in-Lieu-of Taxes - Other	4,561	164	509	0	0	0
County Local Option Taxes						
Local Option Sales Tax	301,635	296,178	0	0	0	0
Hotel/Motel Tax	13,136	0	0	0	0	0
Wheel Tax	0	0	0	0	0	0
Litigation Tax - General	36,354	0	0	0	0	0
Litigation Tax - Special Purpose	40,646	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	16,901	0	0	0	0	0
Litigation Tax - Courthouse Security	18,887	0	0	0	0	0
Business Tax	102,126	0	0	0	0	1,500
Mineral Severance Tax	0	0	0	0	0	384,970
Adequate Facilities/Development Tax	0	0	0	0	0	0
Statutory Local Taxes						
Bank Excise Tax	17,258	620	1,927	0	0	0
Wholesale Beer Tax	61,620	0	0	0	0	0
Total Local Taxes	\$ 4,980,436	\$ 453,678	\$ 487,925	\$ 0	\$ 0	\$ 386,470
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 504	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other General Government Fund	Highway / Public Works
Licenses and Permits (Cont.)						
Permits						
Beer Permits	\$ 238	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 742	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 18,637	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Drug Control Fines	0	0	0	1,854	0	0
DUI Treatment Fines	428	0	0	0	0	0
Data Entry Fee - Circuit Court	386	0	0	0	0	0
General Sessions Court						
Fines	30,319	0	0	522	0	0
Officers Costs	818	0	0	0	0	0
Game and Fish Fines	22	0	0	0	0	0
Drug Control Fines	71	0	0	8,424	0	0
Drug Court Fees	1,130	0	0	0	0	0
DUI Treatment Fines	2,185	0	0	0	0	0
Data Entry Fee - General Sessions Court	4,482	0	0	0	0	0
Courtroom Security Fee	7,856	0	0	0	0	0
Juvenile Court						
Victims Assistance Assessments	477	0	0	0	0	0
Chancery Court						
Officers Costs	264	0	0	0	0	0
Data Entry Fee - Chancery Court	920	0	0	0	0	0
Courtroom Security Fee	15	0	0	0	0	0

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other General Government Fund	Highway / Public Works
Fines, Forfeitures, and Penalties (Cont.)						
Other Courts - In-county						
Fines	\$ 1,900	\$ 0	\$ 0	\$ 0	\$ 0	0
Drug Court Fees	1,298	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 71,208	\$ 0	\$ 0	\$ 10,800	\$ 0	0
Charges for Current Services						
General Service Charges						
Commercial and Industrial Waste Collection Charge	\$ 0	\$ 20,012	\$ 0	\$ 0	\$ 0	0
Convenience Waste Centers Collection Charge	0	12,772	0	0	0	0
Surcharge - Waste Tire Disposal	0	2,314	0	0	0	0
Patient Charges	0	0	732,939	0	0	0
Other General Service Charges	6,300	0	0	0	0	0
Fees						
Subdivision Lot Fees	216,759	0	0	0	0	0
Recreation Fees	200	0	0	0	0	0
Copy Fees	161	0	0	0	0	0
Library Fees	28,324	0	0	0	0	0
Archives and Records Management Fee	31,618	0	0	0	0	0
Greenbelt Late Application Fee	250	0	0	0	0	0
Telephone Commissions	29,914	0	0	0	0	0
Data Processing Fee - Register	4,951	0	0	0	0	0
Probation Fees	49,167	0	0	0	0	0
Data Processing Fee - Sheriff	1,931	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	3,750	0	0	0	0	0
Data Processing Fee - County Clerk	1,941	0	0	0	0	0
Vehicle Registration Reinstatement Fees	1,715	0	0	0	0	0
Total Charges for Current Services	\$ 376,981	\$ 35,098	\$ 732,939	\$ 0	\$ 0	0

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other General Government Fund	Highway / Public Works
Other Local Revenues						
Recurring Items						
Investment Income	\$ 753,845	\$ 0	\$ 0	\$ 0	\$ 109,759	\$ 0
Lease/Rentals/PPP	29,500	0	0	0	0	0
Sale of Materials and Supplies	0	0	0	0	0	2,337
Commissary Sales	14,822	0	0	0	0	0
Net Increase/Decrease in Fair Value of Investments	213,164	0	0	0	0	0
Sale of Gasoline	0	0	0	0	0	1,991
Sale of Recycled Materials	0	0	0	0	0	59
Miscellaneous Refunds	24,770	0	0	0	0	550
Nonrecurring Items						
Sale of Equipment	1,294	0	0	1,850	0	0
Damages Recovered from Individuals	600	0	0	300	0	0
Contributions and Gifts	125,495	0	0	0	0	0
Total Other Local Revenues	<u>\$ 1,163,490</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,150</u>	<u>\$ 109,759</u>	<u>\$ 4,937</u>
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$ 218,831	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	23,906	0	0	0	0	0
General Sessions Court Clerk	78,094	0	0	0	0	0
Clerk and Master	60,627	0	0	0	0	0
Register	76,377	0	0	0	0	0
Sheriff	9,807	0	0	0	0	0
Trustee	245,369	0	0	0	0	0
Total Fees Received From County Officials	<u>\$ 713,011</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other General Government Fund	Highway / Public Works
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	0
Public Safety Grants						
Law Enforcement Training Programs	12,000	0	0	0	0	0
Health and Welfare Grants						
Health Department Programs	879	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	0	843,386
Litter Program	39,981	0	0	0	0	0
Other State Revenues						
Income Tax	24	0	0	0	0	0
Beer Tax	29,949	0	0	0	0	0
Vehicle Certificate of Title Fees	19,610	0	0	0	0	0
Alcoholic Beverage Tax	35,570	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	87,947	0	0	0	0	0
State Revenue Sharing - Telecommunications	38,333	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	21,407	0	0	0	0	0
Contracted Prisoner Boarding	86,797	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,043,324
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	8,237
Petroleum Special Tax	0	0	0	0	0	9,611
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	66,656	0	0	0	0	0
Safe Schools	375,000	0	0	0	0	0
Other State Revenues	18,069	0	0	0	0	0
Total State of Tennessee	\$ 856,386	\$ 0	\$ 0	\$ 0	\$ 0	2,904,558

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other General Government Fund	Highway / Public Works
Federal Government						
Federal Through State						
Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	0	0	0	0	0	124,426
Homeland Security Grants	130,815	0	0	0	0	0
Other Federal through State	33,728	0	0	0	0	0
Total Federal Government	<u>\$ 164,543</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 124,426</u>
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other						
Opioid Settlement Funds - Past Remediation	71,760	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 71,760</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 8,398,557</u>	<u>\$ 488,776</u>	<u>\$ 1,220,864</u>	<u>\$ 12,950</u>	<u>\$ 109,759</u>	<u>\$ 3,420,391</u>

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Debt Service Fund		Capital Projects Funds			
	General Debt Service	General Capital Projects	Education Capital Projects	Other Capital Projects	Total	
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 60,447	\$ 143,042	\$ 0	\$ 0	\$ 5,050,175	
Trustee's Collections - Prior Year	1,188	4,514	0	0	104,164	
Circuit Clerk/Clerk and Master Collections - Prior Years	547	2,187	0	0	48,242	
Interest and Penalty	229	800	0	0	19,890	
Payments in-Lieu-of Taxes - Other	65	152	0	0	5,451	
County Local Option Taxes						
Local Option Sales Tax	0	0	0	0	597,813	
Hotel/Motel Tax	0	0	0	0	13,136	
Wheel Tax	0	0	732,308	0	732,308	
Litigation Tax - General	0	0	0	0	36,354	
Litigation Tax - Special Purpose	0	0	0	0	40,646	
Litigation Tax - Jail, Workhouse, or Courthouse	37,112	0	0	0	54,013	
Litigation Tax - Courthouse Security	2,709	0	0	0	21,596	
Business Tax	0	0	0	0	103,626	
Mineral Severance Tax	0	0	0	0	384,970	
Adequate Facilities/Development Tax	0	0	201,539	0	201,539	
Statutory Local Taxes						
Bank Excise Tax	249	585	0	0	20,639	
Wholesale Beer Tax	0	0	0	0	61,620	
Total Local Taxes	\$ 102,546	\$ 151,280	\$ 933,847	\$ 0	\$ 7,496,182	
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 0	\$ 0	\$ 0	\$ 0	\$ 504	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Debt Service Fund		Capital Projects Funds			
	General Debt Service	General Capital Projects	Education Capital Projects	Other Capital Projects	Total	
Licenses and Permits (Cont.)						
Permits						
Beer Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 238	
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 742	
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 18,637	
Drug Control Fines	0	0	0	0	1,854	
DUI Treatment Fines	0	0	0	0	428	
Data Entry Fee - Circuit Court	0	0	0	0	386	
General Sessions Court						
Fines	0	0	0	0	30,841	
Officers Costs	0	0	0	0	818	
Game and Fish Fines	0	0	0	0	22	
Drug Control Fines	0	0	0	0	8,495	
Drug Court Fees	0	0	0	0	1,130	
DUI Treatment Fines	0	0	0	0	2,185	
Data Entry Fee - General Sessions Court	0	0	0	0	4,482	
Courtroom Security Fee	0	0	0	0	7,856	
Juvenile Court						
Victims Assistance Assessments	0	0	0	0	477	
Chancery Court						
Officers Costs	0	0	0	0	264	
Data Entry Fee - Chancery Court	0	0	0	0	920	
Courtroom Security Fee	0	0	0	0	15	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Debt Service Fund		Capital Projects Funds			
	General Debt Service	General Capital Projects	Education Capital Projects	Other Capital Projects	Total	
Fines, Forfeitures, and Penalties (Cont.)						
Other Courts - In-county						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,900	
Drug Court Fees	0	0	0	0	1,298	
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 82,008	
Charges for Current Services						
General Service Charges						
Commercial and Industrial Waste Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 20,012	
Convenience Waste Centers Collection Charge	0	0	0	0	12,772	
Surcharge - Waste Tire Disposal	0	0	0	0	2,314	
Patient Charges	0	0	0	0	732,939	
Other General Service Charges	0	0	0	0	6,300	
Fees						
Subdivision Lot Fees	0	0	0	0	216,759	
Recreation Fees	0	0	0	0	200	
Copy Fees	0	0	0	0	161	
Library Fees	0	0	0	0	28,324	
Archives and Records Management Fee	0	0	0	0	31,618	
Greenbelt Late Application Fee	0	0	0	0	250	
Telephone Commissions	0	0	0	0	29,914	
Data Processing Fee - Register	0	0	0	0	4,951	
Probation Fees	0	0	0	0	49,167	
Data Processing Fee - Sheriff	0	0	0	0	1,931	
Sexual Offender Registration Fee - Sheriff	0	0	0	0	3,750	
Data Processing Fee - County Clerk	0	0	0	0	1,941	
Vehicle Registration Reinstatement Fees	0	0	0	0	1,715	
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,145,018	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Debt Service Fund		Capital Projects Funds			
	General Debt Service	General Capital Projects	Education Capital Projects	Other Capital Projects	Total	
Other Local Revenues						
Recurring Items						
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	\$ 863,604	
Lease/Rentals/PPP	0	0	0	0	29,500	
Sale of Materials and Supplies	0	0	0	0	2,337	
Commissary Sales	0	0	0	42,154	56,976	
Sale of Diesel	0	0	0	0	213,164	
Sale of Gasoline	0	0	0	0	1,991	
Sale of Recycled Materials	0	0	0	0	59	
Miscellaneous Refunds	0	0	0	0	25,320	
Nonrecurring Items						
Sale of Equipment	0	0	0	0	3,144	
Damages Recovered from Individuals	0	0	0	0	900	
Contributions and Gifts	0	0	0	0	125,495	
Total Other Local Revenues	\$ 0	\$ 0	\$ 0	\$ 42,154	\$ 1,322,490	
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 218,831	
Circuit Court Clerk	0	0	0	0	23,906	
General Sessions Court Clerk	0	0	0	0	78,094	
Clerk and Master	0	0	0	0	60,627	
Register	0	0	0	0	76,377	
Sheriff	0	0	0	0	9,807	
Trustee	0	0	0	0	245,369	
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 713,011	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Debt Service Fund	Capital Projects Funds			Total
	General Debt Service	General Capital Projects	Education Capital Projects	Other Capital Projects	
State of Tennessee					
General Government Grants					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	9,000
Public Safety Grants					
Law Enforcement Training Programs	0	0	0	0	12,000
Health and Welfare Grants					
Health Department Programs	0	0	0	0	879
Public Works Grants					
State Aid Program	0	0	0	0	843,386
Litter Program	0	0	0	0	39,981
Other State Revenues					
Income Tax	0	0	0	0	24
Beer Tax	0	0	0	0	29,949
Vehicle Certificate of Title Fees	0	0	0	0	19,610
Alcoholic Beverage Tax	0	0	0	0	35,570
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	87,947
State Revenue Sharing - Telecommunications	0	0	0	0	38,333
State Shared Sports Gaming Privilege Tax	0	0	0	0	21,407
Contracted Prisoner Boarding	0	0	0	0	86,797
Gasoline and Motor Fuel Tax	0	0	0	0	2,043,324
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	8,237
Petroleum Special Tax	0	0	0	0	9,611
Registrar's Salary Supplement	0	0	0	0	15,164
Other State Grants	0	6,309	0	0	72,965
Safe Schools	0	0	0	0	375,000
Other State Revenues	0	0	0	0	18,069
Total State of Tennessee	\$ 0	\$ 6,309	\$ 0	\$ 0	3,767,253

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Debt Service Fund		Capital Projects Funds			
	General Debt Service	General Capital Projects	Education Capital Projects	Other Capital Projects	Total	
Federal Government						
Federal Through State						
Community Development	\$ 0	\$ 421,244	\$ 0	\$ 0	\$ 421,244	
Disaster Relief	0	0	0	0	124,426	
Homeland Security Grants	0	0	0	0	130,815	
Other Federal through State	0	336,989	0	0	370,717	
Total Federal Government	<u>\$ 0</u>	<u>\$ 758,233</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,047,202</u>	
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 97,560	\$ 6,600	\$ 0	\$ 0	\$ 104,160	
Other						
Opioid Settlement Funds - Past Remediation	0	0	0	0	71,760	
Total Other Governments and Citizens Groups	<u>\$ 97,560</u>	<u>\$ 6,600</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 175,920</u>	
Total	<u>\$ 200,106</u>	<u>\$ 922,422</u>	<u>\$ 933,847</u>	<u>\$ 42,154</u>	<u>\$ 15,749,826</u>	

CANNON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Cannon County School Department
For the Year Ended June 30, 2024

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total	
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 1,982,692	\$ 0	\$ 0	\$ 0	\$ 1,982,692	
Trustee's Collections - Prior Year	37,963	0	0	0	37,963	
Circuit Clerk/Clerk and Master Collections - Prior Years	18,996	0	0	0	18,996	
Interest and Penalty	7,852	0	0	0	7,852	
Payments in-Lieu-of Taxes - Other	2,141	0	0	0	2,141	
County Local Option Taxes						
Local Option Sales Tax	1,240,597	0	0	0	1,240,597	
Mixed Drink Tax	1,609	0	0	0	1,609	
Statutory Local Taxes						
Bank Excise Tax	8,102	0	0	0	8,102	
Total Local Taxes	\$ 3,299,952	\$ 0	\$ 0	\$ 0	\$ 3,299,952	
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 532	\$ 0	\$ 0	\$ 0	\$ 532	
Total Licenses and Permits	\$ 532	\$ 0	\$ 0	\$ 0	\$ 532	
Charges for Current Services						
Education Charges						
Tuition - Other	\$ 5,400	\$ 0	\$ 0	\$ 0	\$ 5,400	
Lunch Payments - Children	0	0	15,516	0	15,516	
Lunch Payments - Adults	0	0	20,255	0	20,255	
Income from Breakfast	0	0	2,906	0	2,906	
A la Carte Sales	0	0	32,391	0	32,391	

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

	Special Revenue Funds					Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School		
Charges for Current Services (Cont.)						
Education Charges (Cont.)						
Receipts from Individual Schools	\$ 30,858	\$ 0	\$ 0	\$ 0	\$	30,858
Other Charges for Services	1,503	0	0	0		1,503
Total Charges for Current Services	\$ 37,761	\$ 0	\$ 71,068	\$ 0	\$	108,829
Other Local Revenues						
Recurring Items						
Investment Income	\$ 25,368	\$ 0	\$ 11,546	\$ 0	\$	36,914
Miscellaneous Refunds	50,354	0	0	0		50,354
Nonrecurring Items						
Sale of Equipment	3,655	0	0	0		3,655
Contributions and Gifts	105,000	0	0	0		105,000
Other Local Revenues						
Other Local Revenues	7,401	0	0	1,267,496		1,274,897
Total Other Local Revenues	\$ 191,778	\$ 0	\$ 11,546	\$ 1,267,496	\$	1,470,820
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	\$ 52,012	\$ 0	\$ 0	\$ 0	\$	52,012
State Education Funds						
Tennessee Investment in Student Achievement	13,635,691	0	0	0		13,635,691
TISA - On-behalf Payments	23,324	0	0	0		23,324
Early Childhood Education	405,307	0	0	0		405,307
School Food Service	0	0	8,630	0		8,630
Driver Education	6,022	0	0	0		6,022

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total	
State of Tennessee (Cont.)						
State Education Funds (Cont.)						
Other State Education Funds	\$ 439,323	\$ 0	\$ 0	\$ 0	\$ 439,323	
Career Ladder Program	25,181	0	0	0	25,181	
Other Vocational	421,832	0	0	0	421,832	
Other State Revenues						
State Revenue Sharing - T.V.A.	440,678	0	0	0	440,678	
Other State Grants	117,826	0	0	0	117,826	
Other State Revenues	11,586	0	0	0	11,586	
Total State of Tennessee	\$ 15,578,782	\$ 0	\$ 8,630	\$ 0	\$ 15,587,412	
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 623,485	\$ 0	\$ 623,485	
USDA - Commodities	0	0	77,132	0	77,132	
Breakfast	0	0	224,693	0	224,693	
USDA - Other	0	0	68,418	0	68,418	
Vocational Education - Basic Grants to States	0	260,768	0	0	260,768	
Title I Grants to Local Education Agencies	0	591,058	0	0	591,058	
Special Education - Grants to States	0	572,426	0	0	572,426	
Special Education Preschool Grants	0	16,319	0	0	16,319	
21st Century Community Learning Centers	0	64,053	0	0	64,053	
Eisenhower Professional Development State Grants	0	41,485	0	0	41,485	
COVID-19 Grant B	0	77,408	0	0	77,408	
COVID-19 Grant D	0	108,000	0	0	108,000	
American Rescue Plan Act Grant #1	0	1,777,104	0	0	1,777,104	

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

	Special Revenue Funds				Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	
Federal Government (Cont.)					
Federal Through State (Cont.)					
American Rescue Plan Act Grant #3	\$ 0	\$ 3,257	\$ 0	\$ 0	\$ 3,257
American Rescue Plan Act Grant #4	0	5,857	0	0	5,857
Other Federal through State	133,314	158,289	0	0	291,603
Total Federal Government	<u>\$ 133,314</u>	<u>\$ 3,676,024</u>	<u>\$ 993,728</u>	<u>\$ 0</u>	<u>\$ 4,803,066</u>
Total	<u>\$ 19,242,119</u>	<u>\$ 3,676,024</u>	<u>\$ 1,084,972</u>	<u>\$ 1,267,496</u>	<u>\$ 25,270,611</u>

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2024

General Fund

General Government

County Commission

County Official/ Administrative Officer	\$	9,150	
Board and Committee Members Fees		1,000	
Social Security		603	
Employer Medicare		141	
Legal Notices, Recording, and Court Costs		1,362	
Travel		35	
Total County Commission			\$ 12,291

County Mayor/Executive

County Official/ Administrative Officer	\$	100,157	
Secretary(ies)		32,175	
In-service Training		180	
Social Security		8,205	
Pensions		7,014	
Employer Medicare		1,919	
Communication		2,576	
Dues and Memberships		1,430	
Legal Notices, Recording, and Court Costs		360	
Postal Charges		1,261	
Travel		135	
Office Supplies		699	
Total County Mayor/Executive			156,111

Personnel Office

Travel	\$	1,203	
Other Contracted Services		12,000	
Total Personnel Office			13,203

County Attorney

Legal Services	\$	60,512	
Total County Attorney			60,512

Election Commission

County Official/ Administrative Officer	\$	78,044	
Clerical Personnel		21,981	
Election Commission		2,030	
Election Workers		11,420	
Social Security		6,297	
Pensions		5,301	
Employee and Dependent Insurance		6,061	
Employer Medicare		1,473	
Communication		2,357	
Legal Notices, Recording, and Court Costs		1,354	
Maintenance Agreements		22,165	
Postal Charges		76	
Travel		219	
Office Supplies		2,062	
Building Improvements		12,645	
Total Election Commission			173,485

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Register of Deeds

County Official/ Administrative Officer	\$	86,716	
Secretary(ies)		20,481	
Social Security		6,605	
Pensions		5,682	
Employee and Dependent Insurance		2,581	
Employer Medicare		1,545	
Communication		1,526	
Data Processing Services		5,139	
Dues and Memberships		1,421	
Postal Charges		132	
Office Supplies		1,125	
Total Register of Deeds			\$ 132,953

Codes Compliance

Supervisor/Director	\$	51,002	
Clerical Personnel		27,786	
Part-time Personnel		160	
Social Security		4,895	
Pensions		4,176	
Employer Medicare		1,145	
Advertising		3,407	
Communication		2,009	
Contracts with Government Agencies		10,750	
Contracts with Private Agencies		5,825	
Legal Services		22,565	
Postal Charges		69	
Office Supplies		1,484	
Office Equipment		8,500	
Total Codes Compliance			143,773

County Buildings

Maintenance Personnel	\$	35,360	
Part-time Personnel		100	
Social Security		3,566	
Pensions		3,323	
Employee and Dependent Insurance		9,857	
Employer Medicare		834	
Communication		5,521	
Contracts with Private Agencies		200	
Janitorial Services		27,763	
Maintenance Agreements		712	
Maintenance and Repair Services - Buildings		54,799	
Maintenance and Repair Services - Office Equipment		953	
Maintenance and Repair Services - Vehicles		2,796	
Pest Control		2,440	
Other Contracted Services		30,556	
Custodial Supplies		4,723	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Utilities	\$	37,997	
Other Charges		<u>37,985</u>	
Total County Buildings	\$		259,485

Preservation of Records

Other Supplies and Materials	\$	<u>3,595</u>	
Total Preservation of Records			3,595

Finance

Accounting and Budgeting

County Official/ Administrative Officer	\$	87,671	
Assistant(s)		61,500	
Accountants/Bookkeepers		147,499	
In-service Training		1,955	
Social Security		17,134	
Pensions		15,724	
Employee and Dependent Insurance		18,430	
Employer Medicare		4,007	
Audit Services		6,238	
Communication		550	
Contracts with Other Public Agencies		22,783	
Legal Notices, Recording, and Court Costs		5,136	
Maintenance Agreements		1,838	
Postal Charges		242	
Travel		574	
Office Supplies		4,013	
Other Supplies and Materials		<u>6,347</u>	
Total Accounting and Budgeting			401,641

Property Assessor's Office

County Official/ Administrative Officer	\$	86,716	
Secretary(ies)		28,505	
Part-time Personnel		15,954	
Board and Committee Members Fees		1,250	
In-service Training		175	
Social Security		7,650	
Pensions		6,952	
Employee and Dependent Insurance		12,097	
Employer Medicare		1,789	
Audit Services		1,350	
Communication		1,273	
Data Processing Services		4,516	
Dues and Memberships		1,485	
Legal Notices, Recording, and Court Costs		79	
Postal Charges		2,093	
Travel		103	
Office Supplies		<u>564</u>	
Total Property Assessor's Office			172,551

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office

County Official/ Administrative Officer	\$	86,716	
Deputy(ies)		34,674	
Part-time Personnel		13,290	
Social Security		8,119	
Pensions		7,118	
Employee and Dependent Insurance		12,097	
Employer Medicare		1,899	
Communication		2,361	
Data Processing Services		4,138	
Dues and Memberships		2,171	
Maintenance Agreements		13,317	
Postal Charges		5,447	
Travel		423	
Office Supplies		2,520	
Total County Trustee's Office	\$		194,290

County Clerk's Office

County Official/ Administrative Officer	\$	86,716	
Deputy(ies)		32,630	
Clerical Personnel		32,758	
Attendants		22,396	
Other Salaries and Wages		7,946	
Social Security		11,094	
Pensions		9,248	
Employee and Dependent Insurance		12,097	
Employer Medicare		2,595	
Communication		1,496	
Dues and Memberships		1,621	
Maintenance Agreements		3,000	
Postal Charges		4,996	
Office Supplies		6,423	
Other Supplies and Materials		175	
Data Processing Equipment		7,496	
Total County Clerk's Office			242,687

Data Processing

Maintenance Agreements	\$	1,577	
Other Contracted Services		19,565	
Total Data Processing			21,142

Administration of Justice

Circuit Court

County Official/ Administrative Officer	\$	86,716	
Deputy(ies)		31,832	
Secretary(ies)		31,794	
Clerical Personnel		31,824	
Part-time Personnel		15,080	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Jury and Witness Expense	\$	1,515	
Social Security		12,106	
Pensions		9,655	
Employee and Dependent Insurance		6,049	
Employer Medicare		2,831	
Communication		2,880	
Contracts with Other Public Agencies		22,250	
Dues and Memberships		1,596	
Legal Notices, Recording, and Court Costs		189	
Maintenance Agreements		950	
Postal Charges		242	
Other Contracted Services		1,080	
Office Supplies		3,964	
Office Equipment		13,738	
Total Circuit Court	\$		276,291

General Sessions Court

Judge(s)	\$	109,230	
In-service Training		525	
Social Security		6,772	
Pensions		5,789	
Employer Medicare		1,584	
Dues and Memberships		440	
Travel		637	
Other Contracted Services		1,500	
Office Supplies		149	
Building Improvements		1,500	
Total General Sessions Court			128,126

Chancery Court

County Official/Administrative Officer	\$	86,716	
Deputy(ies)		38,251	
Part-time Personnel		4,816	
Overtime Pay		5,236	
Social Security		8,280	
Pensions		6,922	
Employee and Dependent Insurance		5,532	
Employer Medicare		1,937	
Communication		1,114	
Contracts with Other Public Agencies		7,863	
Dues and Memberships		2,181	
Postal Charges		466	
Travel		210	
Office Supplies		2,887	
Total Chancery Court			172,411

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court

Other Salaries and Wages	\$	25,000	
Social Security		1,550	
Pensions		1,325	
Employer Medicare		362	
Communication		689	
Contracts with Other Public Agencies		700	
Dues and Memberships		61	
Other Contracted Services		800	
Drugs and Medical Supplies		317	
Office Supplies		1,138	
Total Juvenile Court			\$ 31,942

Judicial Commissioners

Other Salaries and Wages	\$	54,000	
Social Security		3,348	
Pensions		1,844	
Employer Medicare		783	
Communication		1,169	
Dues and Memberships		400	
Travel		112	
Office Supplies		374	
Total Judicial Commissioners			62,030

Probation Services

Probation Officer(s)	\$	48,668	
Social Security		3,009	
Pensions		2,579	
Employer Medicare		704	
Communication		530	
Contracts with Private Agencies		1,120	
Data Processing Services		3,600	
Dues and Memberships		85	
Drugs and Medical Supplies		10,456	
Office Supplies		1,494	
Total Probation Services			72,245

Victim Assistance Programs

Other Charges	\$	477	
Total Victim Assistance Programs			477

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	95,388	
Deputy(ies)		415,337	
Investigator(s)		96,429	
Captain(s)		54,642	
Sergeant(s)		44,117	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Accountants/Bookkeepers	\$	37,666	
Salary Supplements		12,000	
Dispatchers/Radio Operators		35,860	
Clerical Personnel		8,346	
School Resource Officer		42,848	
Educational Incentive - Other County Employees		1,000	
Overtime Pay		33,567	
Other Salaries and Wages		107,432	
In-service Training		8,255	
Social Security		59,202	
Pensions		91,191	
Employee and Dependent Insurance		65,638	
Employer Medicare		13,846	
Advertising		165	
Communication		9,995	
Dues and Memberships		5,966	
Legal Services		19,342	
Maintenance and Repair Services - Equipment		16,249	
Maintenance and Repair Services - Vehicles		48,999	
Postal Charges		322	
Gasoline		89,053	
Office Supplies		3,868	
Uniforms		12,933	
Other Supplies and Materials		4,299	
Vehicle and Equipment Insurance		52,284	
Law Enforcement Equipment		117,976	
Motor Vehicles		110,074	
Total Sheriff's Department			\$ 1,714,289

Special Patrols

School Resource Officer	\$	208,000	
In-service Training		25,000	
Social Security		12,896	
Pensions		11,025	
Employee and Dependent Insurance		33,330	
Employer Medicare		3,020	
Uniforms		40,000	
Other Supplies and Materials		41,729	
Total Special Patrols			375,000

Administration of the Sexual Offender Registry

Office Supplies	\$	163	
Total Administration of the Sexual Offender Registry			163

Jail

Assistant(s)	\$	40,750	
Supervisor/Director		38,996	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Detective(s)	\$	37,954	
Sergeant(s)		80,149	
Truck Drivers		76,889	
Guards		429,306	
Maintenance Personnel		36,733	
Overtime Pay		20,535	
Social Security		45,895	
Employee and Dependent Insurance		69,803	
Employer Medicare		10,733	
Maintenance Agreements		16,847	
Maintenance and Repair Services - Buildings		26,403	
Medical and Dental Services		220,141	
Travel		598	
Custodial Supplies		13,643	
Food Supplies		93,423	
Utilities		43,974	
Other Supplies and Materials		24,634	
Communication Equipment		54,053	
Food Service Equipment		7,762	
Office Equipment		1,584	
Total Jail			\$ 1,390,805

Fire Prevention and Control

Communication	\$	1,187	
Consultants		10,000	
Contracts with Other Public Agencies		2,854	
Maintenance and Repair Services - Equipment		2,810	
Maintenance and Repair Services - Vehicles		25,442	
Gasoline		5,262	
Office Supplies		1,625	
Uniforms		26,127	
Utilities		18,943	
Other Supplies and Materials		24,152	
Vehicle and Equipment Insurance		5,065	
Other Charges		224	
Communication Equipment		13,410	
Total Fire Prevention and Control			137,101

Disaster Relief

Other Charges	\$	165,918	
Total Disaster Relief			165,918

Other Emergency Management

Supervisor/Director	\$	14,073	
In-service Training		110	
Social Security		872	
Pensions		746	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Other Emergency Management (Cont.)

Employer Medicare	\$	204	
Communication		2,154	
Maintenance Agreements		1,750	
Maintenance and Repair Services - Equipment		51	
Maintenance and Repair Services - Vehicles		2,260	
Gasoline		2,560	
Office Supplies		939	
Uniforms		530	
Other Supplies and Materials		708	
Total Other Emergency Management			\$ 26,957

County Coroner/Medical Examiner

In-service Training	\$	1,810	
Contracts with Private Agencies		23,000	
Travel		937	
Other Contracted Services		5,000	
Other Charges		4,300	
Total County Coroner/Medical Examiner			35,047

Other Public Safety

Other Supplies and Materials	\$	13,000	
Other Charges		9,224	
Communication Equipment		60,985	
Law Enforcement Equipment		15,358	
Other Equipment		42,072	
Total Other Public Safety			140,639

Public Health and Welfare

Local Health Center

Communication	\$	2,953	
Contracts with Government Agencies		15,864	
Dues and Memberships		375	
Janitorial Services		8,848	
Maintenance and Repair Services - Buildings		522	
Utilities		8,483	
Other Charges		250	
Building Improvements		31,477	
Total Local Health Center			68,772

Alcohol and Drug Programs

Other Salaries and Wages	\$	43,269	
In-service Training		377	
Social Security		2,359	
Pensions		2,293	
Employee and Dependent Insurance		5,557	
Employer Medicare		552	
Communication		305	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Alcohol and Drug Programs (Cont.)

Contracts with Private Agencies	\$	14,702	
Dues and Memberships		85	
Travel		28	
Drugs and Medical Supplies		4,840	
Office Supplies		3,196	
Other Charges		5,000	
Total Alcohol and Drug Programs			\$ 82,563

Regional Mental Health Center

Other Salaries and Wages	\$	434	
Social Security		27	
Employer Medicare		6	
Contracts with Private Agencies		303	
Other Supplies and Materials		109	
Total Regional Mental Health Center			879

General Welfare Assistance

Contributions	\$	27,256	
Total General Welfare Assistance			27,256

Sanitation Management

Laborers	\$	31,200	
Social Security		1,849	
Pensions		1,654	
Employer Medicare		432	
Gasoline		3,563	
Instructional Supplies and Materials		5,501	
Total Sanitation Management			44,199

Social, Cultural, and Recreational Services

Libraries

Assistant(s)	\$	140,532	
Supervisor/Director		45,645	
In-service Training		1,173	
Social Security		11,038	
Pensions		8,640	
Employee and Dependent Insurance		24,485	
Employer Medicare		2,581	
Advertising		565	
Contributions		16,720	
Maintenance Agreements		7,098	
Postal Charges		192	
Remittance of Revenue Collected		909	
Data Processing Supplies		493	
Instructional Supplies and Materials		1,532	
Library Books/Media		2,793	
Office Supplies		3,868	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Utilities	\$	1,450	
Other Supplies and Materials		6,606	
Other Charges		5,046	
Office Equipment		12,001	
Total Libraries			\$ 293,367

Parks and Fair Boards

Maintenance and Repair Services - Buildings	\$	400	
Utilities		15,009	
Other Charges		18,304	
Total Parks and Fair Boards			33,713

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$	42,461	
Other Fringe Benefits		19,628	
Communication		2,284	
Dues and Memberships		340	
Maintenance Agreements		2,231	
Office Supplies		9,987	
Utilities		3,092	
Building Improvements		12,080	
Total Agricultural Extension Service			92,103

Other Operations

Veterans' Services

Other Salaries and Wages	\$	15,536	
Social Security		963	
Employer Medicare		225	
Communication		352	
Maintenance Agreements		449	
Travel		541	
Office Supplies		872	
Total Veterans' Services			18,938

Other Charges

Building and Contents Insurance	\$	94,690	
Premiums on Corporate Surety Bonds		1,175	
Trustee's Commission		107,001	
Workers' Compensation Insurance		102,334	
Total Other Charges			305,200

Contributions to Other Agencies

Contributions	\$	277,265	
Total Contributions to Other Agencies			277,265

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Other Operations (Cont.)

Employee Benefits

Employee and Dependent Insurance	\$	6,043	
Unemployment Compensation		<u>7,360</u>	
Total Employee Benefits			\$ 13,403

Miscellaneous

Legal Services	\$	17,875	
Judgments		8,225	
Other Charges		<u>10,530</u>	
Total Miscellaneous			<u>36,630</u>

Total General Fund \$ 8,011,448

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

Laborers	\$	99,186	
Overtime Pay		742	
Social Security		5,996	
Pensions		1,698	
Employee and Dependent Insurance		6,548	
Employer Medicare		1,402	
Communication		594	
Contracts with Other Public Agencies		333,983	
Engineering Services		730	
Legal Notices, Recording, and Court Costs		205	
Maintenance Agreements		1,500	
Maintenance and Repair Services - Equipment		427	
Maintenance and Repair Services - Vehicles		741	
Gasoline		1,644	
Utilities		4,236	
Other Supplies and Materials		3,151	
Trustee's Commission		<u>6,401</u>	
Total Sanitation Management			<u>\$ 469,184</u>

Total Solid Waste/Sanitation Fund 469,184

Ambulance Service Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Assistant(s)	\$	60,000	
Supervisor/Director		65,000	
Medical Personnel		1,024,507	
Overtime Pay		924	
Board and Committee Members Fees		563	
In-service Training		3,858	
Social Security		68,115	
Pensions		52,160	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Ambulance Service Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Employee and Dependent Insurance	\$	100,009	
Employer Medicare		15,930	
Communication		9,961	
Contracts with Private Agencies		37,151	
Dues and Memberships		2,103	
Legal Notices, Recording, and Court Costs		142	
Maintenance Agreements		5,620	
Maintenance and Repair Services - Equipment		1,982	
Maintenance and Repair Services - Vehicles		5,180	
Postal Charges		51	
Travel		1,369	
Remittance of Revenue Collected		22,520	
Other Contracted Services		2,000	
Custodial Supplies		930	
Drugs and Medical Supplies		41,316	
Electricity		5,674	
Gasoline		34,884	
Natural Gas		1,022	
Office Supplies		2,987	
Tires and Tubes		2,241	
Uniforms		6,620	
Water and Sewer		984	
Other Supplies and Materials		1,685	
Trustee's Commission		16,928	
Vehicle and Equipment Insurance		23,370	
Office Equipment		1,952	
Other Equipment		1,392	
Total Ambulance/Emergency Medical Services			\$ 1,621,130

Total Ambulance Service Fund \$ 1,621,130

Drug Control Fund

Public Safety

Sheriff's Department

Trustee's Commission	\$	101	
Law Enforcement Equipment		28,958	
Motor Vehicles		45,372	
Total Sheriff's Department			\$ 74,431

Total Drug Control Fund 74,431

Other General Government Fund

Other Operations

American Rescue Plan Act Grant #1

Maintenance and Repair Services - Buildings	\$	33,693	
Trustee's Commission		355	
Other Charges		239,982	
Total American Rescue Plan Act Grant #1			\$ 274,030

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Other General Government Fund (Cont.)

Other Operations (Cont.)

American Rescue Plan Act Grant #2

Other Charges	\$ 431,176	
Total American Rescue Plan Act Grant #2		\$ 431,176

American Rescue Plan Act Grant #3

Accounting Services	\$ 58,090	
Total American Rescue Plan Act Grant #3		58,090

Highways

American Rescue Plan Act Grant #1

Highway Equipment	\$ 318,007	
Motor Vehicles	80,092	
Total American Rescue Plan Act Grant #1		398,099

Total Other General Government Fund		\$ 1,161,395
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Highway/Public Works Fund

Highways

Administration

County Official/ Administrative Officer	\$ 95,388	
Secretary(ies)	49,451	
Board and Committee Members Fees	1,175	
Social Security	8,702	
Pensions	7,861	
Employer Medicare	2,035	
Communication	5,451	
Contributions	5,000	
Dues and Memberships	2,737	
Legal Notices, Recording, and Court Costs	4,257	
Licenses	51	
Postal Charges	312	
Printing, Stationery, and Forms	2,043	
Electricity	3,665	
Natural Gas	570	
Water and Sewer	290	
Other Supplies and Materials	3,056	
Total Administration		\$ 192,044

Highway and Bridge Maintenance

Equipment Operators	\$ 101,811	
Truck Drivers	124,393	
Laborers	163,068	
Overtime Pay	14,742	
Social Security	24,221	
Pensions	21,380	
Employer Medicare	5,664	
Rentals	2,432	
Other Contracted Services	76,996	

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Asphalt	\$	174,603	
Asphalt - Liquid		124,628	
Crushed Stone		307,571	
Pipe - Metal		11,996	
Road Signs		5,277	
Structural Steel		300	
Other Supplies and Materials		4,508	
Total Highway and Bridge Maintenance			\$ 1,163,590

Operation and Maintenance of Equipment

Mechanic(s)	\$	54,748	
Overtime Pay		723	
Social Security		3,185	
Pensions		2,940	
Employer Medicare		745	
Maintenance and Repair Services - Equipment		17,991	
Other Contracted Services		22,804	
Diesel Fuel		69,162	
Equipment and Machinery Parts		43,482	
Garage Supplies		29,652	
Gasoline		19,999	
Lubricants		7,213	
Tires and Tubes		24,251	
Other Supplies and Materials		104	
Total Operation and Maintenance of Equipment			296,999

Other Charges

Liability Insurance	\$	7,500	
Trustee's Commission		21,444	
Vehicle and Equipment Insurance		53,900	
Workers' Compensation Insurance		37,025	
Other Charges		1,461	
Total Other Charges			121,330

Employee Benefits

Medical Insurance	\$	81,671	
Unemployment Compensation		4,506	
Total Employee Benefits			86,177

Capital Outlay

Engineering Services	\$	135,539	
Bridge Construction		4,364	
Building Improvements		103,000	
Highway Equipment		4,558	
State Aid Projects		843,386	
Total Capital Outlay			1,090,847

Total Highway/Public Works Fund \$ 2,950,987

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Debt Service Fund

Principal on Debt

Education

Principal on Other Loans

\$ 810,756

Total Education

\$ 810,756

Interest on Debt

Education

Interest on Other Loans

\$ 50,443

Total Education

50,443

Other Debt Service

General Government

Trustee's Commission

\$ 1,670

Total General Government

1,670

Total General Debt Service Fund

\$ 862,869

General Capital Projects Fund

General Government

County Buildings

Engineering Services

\$ 29,958

Maintenance and Repair Services - Buildings

34,702

Trustee's Commission

2,996

Other Charges

230,984

Building Improvements

310,043

Motor Vehicles

25,000

Other Equipment

2,738

Total County Buildings

\$ 636,421

Public Safety

Public Safety Grants Program

Other Charges

\$ 214,598

Total Public Safety Grants Program

214,598

Capital Outlay

Regular Capital Outlay

Other Charges

\$ 421,244

Total Regular Capital Outlay

421,244

Total General Capital Projects Fund

1,272,263

Education Capital Projects Fund

Support Services

Operation of Plant

Legal Services

\$ 1,631

Maintenance and Repair Services - Buildings

25,000

Trustee's Commission

1,941

Total Operation of Plant

\$ 28,572

(Continued)

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Education Capital Projects Fund (Cont.)		
Other Debt Service		
Education		
Trustee's Commission	\$ 7,410	
Total Education	\$ 7,410	
Total Education Capital Projects Fund		\$ 35,982
Total Governmental Funds - Primary Government		\$ 16,459,689

CANNON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cannon County School Department
For the Year Ended June 30, 2024

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$	5,049,052	
Career Ladder Program		13,500	
Educational Assistants		214,738	
Bonus Payments		46,250	
Other Salaries and Wages		500	
Certified Substitute Teachers		29,192	
Non-certified Substitute Teachers		62,615	
Social Security		321,344	
Pensions		319,040	
Medical Insurance		751,242	
Unemployment Compensation		1,375	
Employer Medicare		75,153	
Retirement - Hybrid Stabilization		68,442	
Other Contracted Services		74,275	
Instructional Supplies and Materials		91,773	
Textbooks - Bound		356,819	
Software		51,181	
TISA - On-behalf Payments		23,324	
Regular Instruction Equipment		94,159	
Total Regular Instruction Program	\$		7,643,974

Alternative Instruction Program

Teachers	\$	92,401	
Bonus Payments		750	
Social Security		5,683	
Pensions		5,755	
Medical Insurance		13,729	
Employer Medicare		1,329	
Retirement - Hybrid Stabilization		1,301	
Total Alternative Instruction Program			120,948

Special Education Program

Teachers	\$	729,001	
Educational Assistants		99,606	
Speech Pathologist		182,774	
Bonus Payments		9,500	
Social Security		60,800	
Pensions		58,487	
Medical Insurance		150,724	
Employer Medicare		14,219	
Retirement - Hybrid Stabilization		11,018	
Total Special Education Program			1,316,129

Career and Technical Education Program

Teachers	\$	478,372	
Career Ladder Program		1,000	

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program (Cont.)

Bonus Payments	\$	5,500	
Social Security		29,113	
Pensions		27,122	
Medical Insurance		63,409	
Employer Medicare		6,809	
Retirement - Hybrid Stabilization		10,314	
Instructional Supplies and Materials		43,929	
Software		5,295	
Other Supplies and Materials		7,388	
Vocational Instruction Equipment		144,147	
Total Career and Technical Education Program			\$ 822,398

Support Services

Attendance

Supervisor/Director	\$	40,848	
Social Security		2,302	
Pensions		2,782	
Medical Insurance		7,352	
Employer Medicare		538	
Travel		3,875	
Other Supplies and Materials		12,956	
Total Attendance			70,653

Health Services

Supervisor/Director	\$	40,848	
Medical Personnel		136,891	
Other Salaries and Wages		2,500	
Social Security		10,838	
Pensions		9,906	
Medical Insurance		13,155	
Employer Medicare		2,535	
Retirement - Hybrid Stabilization		2,997	
Communication		1,820	
Travel		4,229	
Drugs and Medical Supplies		464	
Other Supplies and Materials		18,571	
Total Health Services			244,754

Other Student Support

Career Ladder Program	\$	1,000	
Guidance Personnel		226,455	
Bonus Payments		2,250	
Other Salaries and Wages		25,953	
Social Security		15,606	
Pensions		14,956	
Medical Insurance		30,535	

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Employer Medicare	\$	3,650	
Retirement - Hybrid Stabilization		1,028	
Communication		423	
Evaluation and Testing		5,939	
Travel		1,443	
Other Contracted Services		99	
Other Supplies and Materials		5,990	
In Service/Staff Development		995	
Other Charges		650	
Other Equipment		6,854	
Total Other Student Support			\$ 343,826

Regular Instruction Program

Supervisor/Director	\$	87,190	
Career Ladder Program		2,000	
Librarians		125,903	
Bonus Payments		3,500	
Social Security		12,970	
Pensions		13,723	
Medical Insurance		11,156	
Employer Medicare		3,033	
Retirement - Hybrid Stabilization		2,457	
Travel		6,106	
Library Books/Media		20,357	
In Service/Staff Development		11,009	
Total Regular Instruction Program			299,404

Special Education Program

Supervisor/Director	\$	42,075	
Career Ladder Program		2,000	
Psychological Personnel		61,305	
Social Security		5,991	
Pensions		7,176	
Medical Insurance		15,707	
Employer Medicare		1,401	
Communication		455	
Travel		12	
Total Special Education Program			136,122

Career and Technical Education Program

Supervisor/Director	\$	70,158	
Social Security		3,959	
Pensions		4,778	
Medical Insurance		12,216	
Employer Medicare		926	
Travel		315	
In Service/Staff Development		11,312	
Total Career and Technical Education Program			103,664

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology

Supervisor/Director	\$	68,959	
Other Salaries and Wages		94,331	
Social Security		9,687	
Pensions		8,654	
Medical Insurance		24,873	
Employer Medicare		2,266	
Communication		1,345	
Internet Connectivity		26,046	
Travel		249	
Other Contracted Services		3,651	
Cabling		5,440	
Software		13,687	
Other Charges		1,730	
Other Equipment		198,831	
Total Technology			\$ 459,749

Other Programs

On-behalf Payments to OPEB	\$	52,012	
Total Other Programs			52,012

Board of Education

Board and Committee Members Fees	\$	480	
Social Security		30	
Employer Medicare		7	
Audit Services		6,375	
Consultants		18,000	
Dues and Memberships		7,478	
Legal Services		2,608	
Building and Contents Insurance		124,575	
Liability Insurance		46,495	
Trustee's Commission		72,720	
Workers' Compensation Insurance		60,655	
Criminal Investigation of Applicants - TBI		5,790	
Other Charges		11,405	
Total Board of Education			356,618

Director of Schools

County Official/Administrative Officer	\$	105,000	
Career Ladder Program		2,000	
Secretary(ies)		38,118	
Clerical Personnel		43,523	
Other Salaries and Wages		11,100	
Social Security		11,719	
Pensions		12,370	
Medical Insurance		38,825	
Employer Medicare		2,741	

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Communication	\$	4,933	
Dues and Memberships		1,844	
Postal Charges		417	
Travel		2,297	
Other Contracted Services		8,788	
Office Supplies		7,021	
Total Director of Schools			\$ 290,696

Office of the Principal

Principals	\$	411,269	
Career Ladder Program		1,000	
Assistant Principals		5,446	
Secretary(ies)		216,862	
Social Security		37,147	
Pensions		39,940	
Medical Insurance		103,052	
Employer Medicare		8,688	
Communication		1,440	
Travel		4,013	
Other Contracted Services		1,700	
Office Supplies		670	
Other Charges		772	
Total Office of the Principal			831,999

Fiscal Services

Contributions	\$	116,295	
Total Fiscal Services			116,295

Operation of Plant

Supervisor/Director	\$	30,900	
Custodial Personnel		187,517	
Social Security		12,498	
Pensions		10,613	
Medical Insurance		25,421	
Employer Medicare		3,087	
Other Contracted Services		66,178	
Electricity		350,278	
Natural Gas		32,392	
Water and Sewer		50,169	
Other Supplies and Materials		59,028	
Boiler Insurance		3,509	
Plant Operation Equipment		960	
Total Operation of Plant			832,550

Maintenance of Plant

Supervisor/Director	\$	30,900	
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(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Maintenance Personnel	\$	81,623	
Social Security		6,799	
Pensions		5,938	
Medical Insurance		20,225	
Employer Medicare		1,590	
Communication		412	
Travel		5	
Other Contracted Services		69,214	
Other Supplies and Materials		42,021	
Other Charges		656	
Administration Equipment		131,457	
Maintenance Equipment		46,303	
Total Maintenance of Plant			\$ 437,143

Transportation

Supervisor/Director	\$	36,330	
Bus Drivers		301,235	
Other Salaries and Wages		42,069	
Social Security		23,461	
Pensions		16,295	
Employer Medicare		5,487	
Communication		455	
Contracts with Parents		1,073	
Contracts with Vehicle Owners		225,045	
Travel		1,623	
Gasoline		93,637	
Tires and Tubes		2,000	
Vehicle Parts		66,154	
Vehicle and Equipment Insurance		28,672	
Other Charges		15,648	
Transportation Equipment		143,328	
Total Transportation			1,002,512

Operation of Non-Instructional Services

Food Service

Cafeteria Personnel	\$	6,477	
Social Security		402	
Pensions		343	
Unemployment Compensation		1	
Employer Medicare		94	
Total Food Service			7,317

Community Services

Supervisor/Director	\$	10,777	
Teachers		48,511	
Educational Assistants		20	

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Other Salaries and Wages	\$	15,795	
Social Security		4,572	
Pensions		3,526	
Employer Medicare		1,069	
Retirement - Hybrid Stabilization		629	
Other Supplies and Materials		329	
Other Charges		1,657	
Total Community Services			\$ 86,885

Early Childhood Education

Supervisor/Director	\$	42,075	
Teachers		209,000	
Clerical Personnel		5,000	
Educational Assistants		33,417	
Other Salaries and Wages		4,000	
Non-certified Substitute Teachers		1,680	
Social Security		17,282	
Pensions		18,314	
Medical Insurance		42,251	
Employer Medicare		4,042	
Retirement - Hybrid Stabilization		1,747	
Travel		425	
Other Contracted Services		14,350	
Instructional Supplies and Materials		37,440	
In Service/Staff Development		3,600	
Total Early Childhood Education			434,623

Capital Outlay

Regular Capital Outlay

Architects	\$	14,680	
Building Construction		545,374	
Building Improvements		281,498	
Total Regular Capital Outlay			841,552

Principal on Debt

Education

Debt Service Contribution to Primary Government	\$	90,756	
Total Education			90,756

Interest on Debt

Education

Debt Service Contribution to Primary Government	\$	6,804	
Total Education			6,804

Total General Purpose School Fund			\$ 16,949,383
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(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	622,551	
Educational Assistants		75,078	
Bonus Payments		3,500	
Other Salaries and Wages		11,231	
Non-certified Substitute Teachers		420	
Social Security		42,611	
Pensions		34,068	
Medical Insurance		83,867	
Unemployment Compensation		1,396	
Employer Medicare		9,965	
Instructional Supplies and Materials		195,397	
Software		35,072	
Other Supplies and Materials		40,460	
Total Regular Instruction Program	\$		1,155,616

Special Education Program

Teachers	\$	2,100	
Homebound Teachers		326	
Educational Assistants		133,936	
Speech Pathologist		47,105	
Social Security		10,989	
Pensions		10,977	
Medical Insurance		34,373	
Unemployment Compensation		622	
Employer Medicare		2,570	
Evaluation and Testing		538	
Tuition		312	
Instructional Supplies and Materials		24,681	
Other Supplies and Materials		8,830	
Special Education Equipment		7,294	
Total Special Education Program			284,653

Career and Technical Education Program

Instructional Supplies and Materials	\$	25,815	
Other Supplies and Materials		5,950	
Vocational Instruction Equipment		212,453	
Total Career and Technical Education Program			244,218

Support Services

Health Services

Medical Personnel	\$	30,016	
Social Security		1,830	
Pensions		2,388	
Medical Insurance		5,696	
Unemployment Compensation		73	
Employer Medicare		428	
Travel		130	
Total Health Services			40,561

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Other Student Support

Guidance Personnel	\$	129,346	
Social Security		7,619	
Pensions		8,790	
Medical Insurance		17,978	
Unemployment Compensation		144	
Employer Medicare		1,782	
Contracts with Private Agencies		37,800	
Travel		6,200	
Other Contracted Services		68,319	
Other Supplies and Materials		3,482	
In Service/Staff Development		5,330	
Other Charges		2,936	
Other Equipment		2,000	
Total Other Student Support	\$		291,726

Regular Instruction Program

Supervisor/Director	\$	68,712	
Librarians		168,482	
Bonus Payments		2,250	
Other Salaries and Wages		159,748	
Social Security		23,327	
Pensions		25,351	
Medical Insurance		59,126	
Unemployment Compensation		261	
Employer Medicare		5,455	
Consultants		300	
Travel		3,469	
Other Contracted Services		144,050	
Other Supplies and Materials		25,594	
In Service/Staff Development		42,298	
Total Regular Instruction Program			728,423

Special Education Program

Supervisor/Director	\$	41,891	
Psychological Personnel		20,219	
Other Salaries and Wages		28,894	
Social Security		5,371	
Pensions		3,924	
Medical Insurance		14,305	
Unemployment Compensation		109	
Employer Medicare		1,256	
Contracts with Other Public Agencies		41,350	
Contracts with Private Agencies		71,440	
Evaluation and Testing		5,278	
Maintenance and Repair Services - Equipment		384	
Travel		2,363	

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Other Contracted Services	\$	17,749	
In Service/Staff Development		18,578	
Other Charges		1,720	
Other Equipment		3,004	
Total Special Education Program			\$ 277,835

Career and Technical Education Program

Supervisor/Director	\$	1,772	
Social Security		110	
Pensions		121	
Unemployment Compensation		11	
Employer Medicare		26	
In Service/Staff Development		2,312	
Total Career and Technical Education Program			4,352

Technology

Other Equipment	\$	40,297	
Total Technology			40,297

Office of the Principal

Assistant Principals	\$	338,586	
Social Security		20,161	
Pensions		23,058	
Medical Insurance		37,350	
Employer Medicare		4,715	
Total Office of the Principal			423,870

Operation of Plant

Plant Operation Equipment	\$	40,588	
Total Operation of Plant			40,588

Transportation

Other Salaries and Wages	\$	23,024	
Social Security		1,428	
Pensions		517	
Unemployment Compensation		115	
Employer Medicare		334	
Contracts with Parents		4,118	
Gasoline		6,158	
Total Transportation			35,694

Operation of Non-Instructional Services

Food Service

Food Supplies	\$	2,176	
Total Food Service			2,176

(Continued)

CANNON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Cannon County School Department (Cont.)

School Federal Projects Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services

Teachers	\$	8,050	
Other Salaries and Wages		42,231	
Social Security		3,088	
Pensions		2,400	
Unemployment Compensation		155	
Employer Medicare		722	
Instructional Supplies and Materials		1,303	
Other Supplies and Materials		91	
In Service/Staff Development		4,481	
Total Community Services			\$ 62,521

Total School Federal Projects Fund		\$	3,632,530
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Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	74,750	
Accountants/Bookkeepers		15,351	
Cafeteria Personnel		315,283	
Social Security		23,327	
Pensions		21,198	
Medical Insurance		85,827	
Unemployment Compensation		463	
Employer Medicare		5,455	
Maintenance and Repair Services - Equipment		14,771	
Travel		591	
Food Supplies		494,835	
Office Supplies		616	
USDA - Commodities		77,132	
Other Supplies and Materials		86,066	
In Service/Staff Development		831	
Other Charges		482	
Food Service Equipment		6,430	
Total Food Service			\$ 1,223,408

Total Central Cafeteria Fund			1,223,408
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Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$	1,226,095	
Total Community Services			\$ 1,226,095

Total Internal School Fund			1,226,095
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Total Governmental Funds - Cannon County School Department		\$	23,031,416
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SINGLE AUDIT SECTION



JASON E. MUMPOWER
Comptroller

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

Cannon County Executive and
Board of County Commissioners
Cannon 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 Cannon County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Cannon County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated October 17, 2024. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Cannon County School Department (a discretely presented component unit) as described in our report on Cannon County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Cannon County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Cannon County's internal control. Accordingly, we do not express an opinion on the effectiveness of Cannon 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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Cannon County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Cannon County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 17, 2024

JEM/gc



JASON E. MUMPOWER
Comptroller

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

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

To the County Executive and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Cannon County's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Cannon County's major federal programs for the year ended June 30, 2024. Cannon County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Cannon County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Cannon County, Tennessee, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Cannon County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Cannon County's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Cannon County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for noncompliance resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Cannon County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Cannon County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Cannon County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Cannon County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe

than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cannon County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Cannon County's basic financial statements. We issued our report thereon dated October 17, 2024, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 17, 2024

JEM/gc

CANNON COUNTY, TENNESSEE, AND THE CANNON COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7)
For the Year-Ended June 30, 2024

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	\$ 224,693
National School Lunch Program	10.555	N/A	686,775 (6)
COVID 19 - Pandemic EBT Administrative Costs	10.649	N/A	3,256
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
Rebate of Storage and Distribution Fees	10.555	N/A	1,872 (6)
National School Lunch Program(Commodities - Noncash Assistance)	10.555	N/A	77,132 (6)
Total U.S. Department of Agriculture			<u>\$ 993,728</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Economic and Community Development:			
Home Investment Partnerships Program	14.239	HM-22-12	\$ 421,244
Total U.S. Department of Housing and Urban Development			<u>\$ 421,244</u>
U.S. Department of Transportation:			
Passed-through State Department of Safety and Homeland Security:			
Alcohol Open Container Requirements	20.607	(5)	\$ 2,510
Total U.S. Department of Transportation			<u>\$ 2,510</u>
U.S. Department of the Treasury:			
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	\$ 133,314
Total U.S. Department of the Treasury			<u>\$ 133,314</u>
U.S. National Foundation on the Arts and the Humanities:			
Passed-through Tennessee Secretary of State:			
Grants to States	45.310	(5)	\$ 2,251
Total U.S. National Foundation on the Arts and the Humanities			<u>\$ 2,251</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 590,775
Special Education Cluster: (4)			
Special Education Grants to States	84.027	N/A	572,444
Special Education Preschool Grants	84.173	N/A	16,319 (6)
COVID 19 - Special Education Preschool Grants (ARP)	84.173	N/A	3,257 (6)
Career and Technical Education - Basic Grants to States	84.048	N/A	261,926
Twenty-First Century Community Learning Centers	84.287	N/A	64,053
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	84.367	N/A	51,770
Student Support and Academic Enrichment Program	84.424	N/A	14,757
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER GEER)	84.425C	N/A	103,000 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	N/A	228,455 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	1,626,131 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund - Homeless Children and Youth (ESSER ARP)	84.425W	N/A	5,857 (6)
Total U.S. Department of Education			<u>\$ 3,538,744</u>
U.S. Election Assistance Commission:			
Passed-through Tennessee Secretary of State:			
Help America Vote Act Requirements Payments	90.401	(5)	\$ 119,880
Total U.S. Election Assistance Commission			<u>\$ 119,880</u>

(Continued)

CANNON COUNTY, TENNESSEE, AND THE CANNON COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services:			
Passed-through State Department of Health:			
Immunization Cooperative Agreements	93.268	(5)	\$ 31,477
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	Z-23-259395-00	214,598 (6)
Passed-through State Department of Education:			
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) (ARP)	93.323	N/A	131 (6)
COVID 19 - Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	N/A	143,555
Total U.S. Department of Health and Human Services			<u>\$ 389,761</u>
U.S. Department of Homeland Security:			
Passed-through Tennessee Emergency Management Agency:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	(5)	\$ 120,998
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(5)	5,534
Homeland Security Grant Program	97.067	(5)	125,281
Total U.S. Department of Homeland Security			<u>\$ 251,813</u>
Total Expenditures of Federal Grants			<u>\$ 5,853,245</u>

		Contract Number	
State Grants			
Juvenile Justice State Supplement Funds - State Commission on Children and Youth	N/A	N/A	\$ 9,000
Help America Vote Act Requirements Payments - State Department Division of Elections	N/A	N/A	6,309
Recruiting and Retention Grant - State Department of Commerce and Insurance	N/A	N/A	1,000
TLETA Cost Sharing Grant - State Department of Commerce and Insurance	N/A	N/A	5,000
Three Star - State Department of Economic and Community Development	N/A	N/A	18,304
Early Childhood Education - State Department of Education	N/A	N/A	405,307
Innovative School Models - State Department of Education	N/A	N/A	421,832
LEAPS - State Department of Education	N/A	N/A	69,572
Public School Security - State Department of Education	N/A	N/A	117,826
Seat Restraint Act - State Department of Education	N/A	N/A	10,000
Summer Learning Camp - State Department of Education	N/A	N/A	196,835
Summer Learning Camp - Transportation - State Department of Education	N/A	N/A	50,623
Court Security Grant - State Department of Finance and Administration	N/A	N/A	36,708
Local Health Services - State Department of Health	N/A	N/A	879
Disaster Relief - State Department of Military	N/A	N/A	3,073
Statewide School Resource Officer - State Department of Safety and Homeland Security	N/A	N/A	375,000
Litter Program - State Department of Transportation	N/A	N/A	39,981
Disaster Grants - Tennessee Emergency Management Agency	N/A	N/A	3,428
Training Opportunities for the Public (TOP) Grant - Tennessee Secretary of State	N/A	N/A	2,571
Total State Grants			<u>\$ 1,773,248</u>

ALN = Assistance Listing Number
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
(2) Cannon 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) Child Nutrition Cluster total \$990,472; Special Education Cluster total \$592,020.
(5) Information not available.
(6) Total for ALN 10.555 is \$765,779; Total for ALN 84.173 is \$19,576; Total for ALN 84.425 is \$1,963,443; Total for ALN 93.323 is \$214,729.
(7) CONSOLIDATED ADMINISTRATION

The following amounts were consolidated for administration purposes:

Program Title	ALN	Amount Provided to Consolidated Administration
Title I Grants to Local Educational Agencies	84.010	\$ 56,595
Supporting Effective Instruction State Grant	84.367	1,576
Student Support and Academic Enrichment Program	84.424	135
Total amounts consolidated for administration purposes		<u>\$ 58,306</u>

CANNON COUNTY, TENNESSEE
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2024

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 Cannon County, Tennessee, for the year ended June 30, 2024.

Prior-year Financial Statement Findings

There were no prior-year financial statement findings to report.

Prior-year Federal Awards Findings

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

CANNON COUNTY, TENNESSEE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2024

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Cannon County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * Assistance Listing Numbers: 10.553 and 10.555 Child Nutrition Cluster: School Breakfast Program, and National School Lunch Program
 - * Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

There were no findings and recommendations as a result of our audit of the financial statements of Cannon County, Tennessee, for the year ended June 30, 2024.

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, 2024.

CANNON COUNTY, TENNESSEE
MANAGEMENT'S CORRECTIVE ACTION PLAN
For the Year Ended June 30, 2024

The audit of Cannon County did not report any findings and recommendations. Therefore, no management responses are required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).