

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

## ANDERSON COUNTY, TENNESSEE

FOR THE YEAR ENDED JUNE 30, 2020



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**ANDERSON COUNTY, TENNESSEE**

**FOR THE YEAR ENDED JUNE 30, 2020**

**Report Prepared by:**

**ROBBY HOLBROOK**  
**Interim Finance Director**  
**Anderson County, Tennessee**

**Independent Audit Performed by:**

***COMPTROLLER OF THE TREASURY***  
***JUSTIN P. WILSON***

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

***MARK TREECE, CPA, CGFM***  
***Audit Manager***

***AMY SOSVILLE, CPA***  
***Senior Auditor***

***ANDREW WAY, CPA***  
***CODY EIDSON***  
***ANDREW HUGHETT, CPA***  
***DOUG SANDIDGE, CISA***  
***State Auditors***

**This financial report is available at [www.comptroller.tn.gov](http://www.comptroller.tn.gov)**

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## ANDERSON COUNTY, TENNESSEE

### TABLE OF CONTENTS

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	Exhibit	Page(s)
Summary of Audit Findings		7
<u>INTRODUCTORY SECTION</u>		8
Letter of Transmittal		9-13
GFOA Certificate of Achievement for FY19 Report		14
Organization Chart		15
Anderson County Officials		16-17
<u>FINANCIAL SECTION</u>		18
Independent Auditor's Report		19-21
Management's Discussion and Analysis		22-38
BASIC FINANCIAL STATEMENTS:		39
Government-wide Financial Statements:		
Statement of Net Position	A	40-42
Statement of Activities	B	43-44
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C-1	45-47
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	C-2	48
Statement of Revenues, Expenditures, and Changes in Fund Balances	C-3	49-50
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	C-4	51
Statements of Revenues, Expenditures, and Changes in Fund Balances – Actual and Budget:		
General Fund	C-5	52-54
Ambulance Service Fund	C-6	55
Proprietary Fund:		
Statement of Net Position	D-1	56
Statement of Revenues, Expenses, and Changes in Net Position	D-2	57
Statement of Cash Flows	D-3	58
Fiduciary Funds:		
Statement of Fiduciary Assets and Liabilities	E-1	59
Index and Notes to the Financial Statements		60-139
REQUIRED SUPPLEMENTARY INFORMATION:		140
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	F-1	141
Schedule of Contributions Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	F-2	142

	Exhibit	Page(s)
Schedule of Contributions Based on Participation in the Teacher Retirement Plan of TCRS – Discretely Presented Anderson County School Department	F-3	143
Schedule of Contributions Based on Participation in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Anderson County School Department	F-4	144
Schedule of Proportionate Share of the Net Pension Liability (Asset) in the Teacher Retirement Plan of TCRS – Discretely Presented Anderson County School Department	F-5	145
Schedule of Proportionate Share of the Net Pension Liability (Asset) in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Anderson County School Department	F-6	146
Schedule of Changes in the Total OPEB Liability and Related Ratios - Anderson County Plan	F-7	147
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan - Discretely Presented Anderson County School Department	F-8	148
Notes to the Required Supplemental Information		149
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:		150
Nonmajor Governmental Funds:		151-152
Combining Balance Sheet	G-1	153-158
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	G-2	159-164
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
Public Library Fund	G-3	165
Solid Waste/Sanitation Fund	G-4	166
Drug Control Fund	G-5	167
Other General Government Special Revenue Fund	G-6	168
Other Special Revenue Fund	G-7	169
Highway/Public Works Fund	G-8	170
General Debt Service Fund	G-9	171
Rural Debt Service Fund	G-10	172
Education Debt Service Fund	G-11	173
Major Governmental Fund:		174
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Actual (Budgetary Basis) and Budget:		
General Capital Projects Fund	H	175
Fiduciary Funds:		176
Combining Statement of Fiduciary Assets and Liabilities	I-1	177-178
Combining Statement of Changes in Assets and Liabilities – All Agency Funds	I-2	179-181
Component Unit:		
Discretely Presented Anderson County School Department:		182
Statement of Activities	J-1	183
Balance Sheet – Governmental Funds	J-2	184-185

	Exhibit	Page(s)
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	J-3	186
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	J-4	187
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	J-5	188
Combining Balance Sheet – Nonmajor Governmental Funds	J-6	189-190
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	J-7	191-192
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Purpose School Fund	J-8	193-195
School Federal Projects Fund	J-9	196
Central Cafeteria Fund	J-10	197
Other Education Special Revenue Fund	J-11	198-199
Education Capital Projects Fund	J-12	200
Miscellaneous Schedules:		201
Schedule of Changes in Long-term Notes, Other Loans, Capital Lease, and Bonds	K-1	202-203
Schedule of Long-term Debt Requirements by Year	K-2	204-205
Schedule of Investments	K-3	206
Schedule of Transfers – Primary Government and Discretely Presented Anderson County School Department	K-4	207
Schedule of Salaries and Official Bonds of Principal Officials – Primary Government and Discretely Presented Anderson County School Department	K-5	208
Schedule of Detailed Revenues – All Governmental Fund Types	K-6	209-229
Schedule of Detailed Revenues – All Governmental Fund Types – Discretely Presented Anderson County School Department	K-7	230-233
Schedule of Detailed Expenditures – All Governmental Fund Types	K-8	234-267
Schedule of Detailed Expenditures – All Governmental Fund Types – Discretely Presented Anderson County School Department	K-9	268-281
Schedule of Detailed Receipts, Disbursements, and Changes in Cash Balance – City Agency Funds	K-10	282
	Table	
<u>STATISTICAL SECTION</u>		283
Financial Trends:		
Net Position by Component	1	284
Changes in Net Position	2	285-286
Governmental Activities Tax Revenue by Source	3	287
Fund Balances of Governmental Funds	4	288
Changes in Fund Balances of Governmental Funds	5	289
Revenue Capacity:		
General Government Tax Revenues by Source	6	290
Assessed Value and Estimated Actual Value of Taxable Property	7	291
Property Tax Rates – Direct and Overlapping Governments	8	292
Principal Property Taxpayers	9	293
Property Tax Levies and Collections	10	294

	Table	Page(s)
Debt Capacity:		
Ratios of Outstanding Debt by Type	11	295
Ratios of General Bonded Debt Outstanding	12	296
Direct and Overlapping Governmental Activities Debt	13	297
Legal Debt Margin Information	14	298
Pledged-Revenue Coverage	15	299
Demographic and Economic Information:		
Demographic and Economic Statistics	16	300
Principal Employers	17	301
Operating Information:		
Full-time Equivalent County Government Employees by Function	18	302
Operating Indicators by Function	19	303
Capital Assets Statistics by Function	20	304
<u>SINGLE AUDIT SECTION</u>		305
Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government</i> <i>Auditing Standards</i>		306-307
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 Uniform Guidance		308-310
Schedule of Expenditures of Federal Awards and State Grants		311-312
Summary Schedule of Prior-year Findings		313
Schedule of Findings and Questioned Costs		314-318
Management's Corrective Action Plan		319-320

# ***Summary of Audit Findings***

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

## ***Scope***

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

## ***Results***

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

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

## ***Findings***

The following are summaries of the audit findings:

### **OFFICE OF DIRECTOR OF SCHOOLS**

- ◆ Allegations involving the student services division of the Anderson County School Department are currently under investigation.

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### **OFFICE OF CLERK AND MASTER**

- ◆ The office had accounting deficiencies.

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### **OFFICE OF COUNTY MAYOR**

- ◆ A monitoring report from the Tennessee Office of Criminal Justice Programs reported findings related to the Edward Byrne Memorial Justice Assistance Grant Program.

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## INTRODUCTORY SECTION

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## ANDERSON COUNTY GOVERNMENT

ROBERT J. HOLBROOK,  
INTERIM FINANCE DIRECTOR

### Letter of Transmittal

December 4, 2020

To: The Honorable Terry Frank, County Mayor,  
Board of County Commissioners, and  
Citizens of Anderson County, Tennessee

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

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

The State of Tennessee's Comptroller of the Treasury, Division of Local Government Audit, has issued an unmodified ("clean") opinion on the financial statements of Anderson County, Tennessee, for the fiscal year ended June 30, 2020. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statements presentation. The independent auditor's report is presented at the front of the financial section of this report.

The independent audit of the financial statements of Anderson County was part of broader federally mandated "Single Audit" which was designed to meet the special needs of federal grantor agencies. The standards governing "Single Audit" engagements required the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal control and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. Both of these reports are included under

the Single Audit Section following the other required sections of the Comprehensive Annual Financial Report.

Another potential aspect of an audit occurs when the auditor develops a finding and recommendation on specific areas on the operations of Anderson County. The auditor for the year ending June 30, 2020, did have a finding regarding the monitoring and oversight of a federally funded grant awarded to the county by the State of Tennessee Office of Criminal Justice Programs. On October 8, 2020, the Office of Criminal Justice Programs issued a Program Monitoring Report citing three deficiencies related to programmatic monitoring and oversight of the grant funded project. The Office of Criminal Justice Programs requested a corrective action plan, which the county provided on November 5, 2020. The primary corrective action was the selection of a county employee to monitor and oversee the program activities of the project, which the county did on November 12, 2020.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. Management believes that the MD&A complements this letter of transmittal and readers will benefit by reading it in conjunction with this letter. Anderson County's MD&A is located immediately following the report of independent auditor.

## **Profile of the Government**

Anderson County was established on November 6, 1801, by Private Act of the State of Tennessee. The county is named after Joseph Anderson, who was the U.S. senator from Tennessee at the time. The county is located in the eastern portion of the state. The bordering counties are Campbell (north), Union (northeast), Knox (southeast), Roane (southwest), Morgan (west), and Scott (northwest). Anderson County occupies a land area of approximately 345 square miles and serves a population of 76,978.

Anderson County operates as a political subdivision of the state as provided by the Tennessee Constitution. As a political subdivision of the state, Anderson County is subject to control by the Tennessee General Assembly. The county has no authority except that expressly given by state statutes. Anderson County is empowered to levy a property tax on both real and personal property located within its boundaries. The county utilizes this power to provide a material portion of the revenue required for the operation of various funds and services. However, management believes it has done so in a manner that minimizes the effect on county taxpayers.

Anderson County has operated under a County Mayor – County Commission form of government since September 1, 1980. The Anderson County Commission consists of a 16-member board elected from eight districts within the county (two commissioners from each district). Policymaking and legislative authority is vested in the Board of Commissioners. The Commission is responsible for various tasks, including but not limited to, adopting the annual budget, setting the property tax levy, appointing members to various boards and committees, and establishing local ordinances. Voters elect the County Mayor for a four-year term as the county's chief executive officer. The County Mayor is responsible for carrying out policies and ordinances of the County Commission, overseeing the day-to-day operations of the government, and appointing or recommending for appointment various department heads. In addition, the County Mayor serves as an ex-officio member of the County Commission and as a member of various boards, committees, and commissions.

Anderson County provides a full range of essential services, including police and fire protection; solid waste disposal; emergency medical services; emergency management planning; recreational activities and cultural events; construction and maintenance of highways, streets, and other infrastructure; and acquisition of capital assets necessary for the performance of the aforementioned services.

Additionally, Anderson County is financially responsible for a legally separate school district. The Anderson County School Department's financial statements are reported separately as a discretely presented component unit. This component unit was audited by the State of Tennessee, Comptroller of the Treasury, Division of Local Governmental Audit. Another entity that qualifies as a discretely presented component unit is the Anderson County Emergency Communications District. The qualifying factors are that the Anderson County Commission appoints the governing body of the entity and must approve most debt instruments prior to the entity issuing said debt. An independent auditor other than the State of Tennessee, Comptroller of the Treasury, Division of Local Governmental Audit audited this entity. However, that auditor has provided audited financial statements and related footnotes for inclusion in the Comprehensive Annual Financial Report of Anderson County. Attention is hereby directed to Note 1.A for additional information on these legally separate entities along with the county's other related organizations. These notes immediately follow the Basic Financial Statements.

## **Budgetary Process**

Anderson County is required to adopt an annual budget in compliance with state statutes. The annual budget serves as the foundation for the county's financial planning and control. As required, each department submits an itemized statement of appropriations needed for the upcoming year to the Director of Finance. Each fiscal year, the Director of Finance submits a consolidated budget to the Budget Committee. According to *Tennessee Code Annotated §§ 5-21-110 & 111*, the Budget Committee shall vote to approve or reject the proposed budgets for all departments, offices and agencies. After approval by the Budget Committee, a summary of the recommended budget, budget appropriation resolution, tax levy resolution, and a notice of public hearing are published in a paper of general circulation. After the public hearing, the County Commission votes to approve the budget and resolutions as presented or to send them back to the Budget Committee for revisions. After the County Commission approves the proposed budget and resolutions, the budget is sent to the state for final approval. After state approval, any and all future transfers of appropriations between major headings in the budget and increases in appropriations that require additional resources or funding must be approved by the County Commission.

For the General Fund and other major funds, budgetary statements that reflect actual, originally budgeted, and final budgeted revenues and expenditures are included as part of the Basic Financial Statements. Budgetary statements for other governmental funds of the primary government and the discretely presented school department are included in the Combining and Individual Funds portion of the Comprehensive Annual Financial Report.

The Financial Department, elected officials, department heads, and agency leaders, understand the importance of proper budgeting and take care to ensure that the budgets are followed during the day to day operations of the funds. However, due to emergencies and other unforeseeable circumstances, in some cases expenditures exceeding appropriations can be unavoidable.

## **Local Economy**

Anderson County is centrally located in the eastern United States. The county is adjacent to thousands of industrial and commercial customers concentrated in an eight-state area and is within 500 miles of approximately one-third of the population of the United States.

The county's largest employer is the U.S. Department of Energy (DOE)/Consolidated Nuclear Security Complex (CNS). The DOE Oak Ridge Reservation, which includes the CNS-Y-12 National Security Complex, is located in Anderson County. These DOE facilities are vital to the nation's scientific research

and development, environmental remediation, weapons disarmament, and the development of alternative types of energy and materials.

Anderson County is home to such diverse companies as Clayton Homes, Pharma Packaging Solutions, Techmer PM, Mag USA Inc., Energy Solutions, Powder Cote II, Remotec, Navarro Research and Engineering, and Leidos. Anderson County is also home to two of the top ten global automotive companies, Eagle Bend Manufacturing and Aisin Automotive as well as automotive giant SL Tennessee. Table 17 in the Statistical Section of this report lists the top 12 employers in the county.

The Covid-19 pandemic has caused some short-term volatility in the county's unemployment rate, with unemployment spiking from 3.8% in January 2020 to a high of 14.9% in April 2020, and closing the 2019-2020 fiscal year at 8.5%. More recent data indicates that the unemployment rate has continued to decline, with a 5.0% unemployment rate for September 2020.

The continued positive trends of low interest rates, increased DOE spending, and stable consumer spending will enable Anderson County to remain an attractive location for future economic development. Although government funded operations are still a strong factor in the local economy, service and manufacturing related employment are also important. Numerous recent housing starts along with new retail development are positive factors that will also enhance the county's appeal for additional economic development.

An additional positive financial factor for the county is the recent change in internet sales tax distribution. In December 2019, the State of Tennessee Department of Revenue began remitting a portion of the sales taxes collected on internet purchases within the county. This resulted in a 19% increase in local option sales tax collections from December 2019 through June 2020 compared to the same period in the prior fiscal year.

### **Long-term Financial Planning and Major Initiatives**

Anderson County continues to work hard to keep new debt issues to a minimum. During fiscal year 2020, the county issued two bonds. \$7,180,000 for capital projects, consisting primarily of energy savings projects and \$13,920,000 for debt refunding at lower rates.

With growing economic concerns around the nation and globally, Anderson County is closely monitoring the unassigned fund balances and open to long-term financing options for large capital projects if conditions warrant. The county's minimum fund balance policy requires a two-thirds approval vote by the County Commission to spend down the fund balance below \$5.5 million. Anderson County maintains a credit rating of Aa2 from Moody's Investor Service, which was last upgraded in March 2020. The county has a strong capacity to meet its financial commitments.

For the year ended June 30, 2020, the county increased the General Fund unassigned fund balance by \$1,415,130 for unforeseen contingencies to a total of \$8,923,493. To draw the unassigned fund balance below \$5,500,000 required two-thirds (2/3) affirmative vote by County Commission.

Anderson County adopted the County Financial Management System of 1981 in February 2016, this adoption of this local option law created a county financial management office. In May 2016, the county hired a certified public accountant as Finance Director. This individual left the position effective May 24, 2019. In compliance with controlling statutes, the Deputy Finance Director assumed the position of Interim Finance Director. The Finance Committee is in the process of attempting to fill the position of Finance Director; however, the position remains unfilled as of this date. Financial Management Policies and Procedures were adopted by County Commission.

## Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Anderson County for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2019. This was the twenty-fourth consecutive year that Anderson County has achieved this prestigious award. To be awarded a Certificate of Achievement, the county must publish an easily readable and efficiently organized CAFR that satisfies both Generally Accepted Accounting Principles and applicable legal requirements.

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

Also, Anderson County received the GFOA's Award for Outstanding Achievement in Popular Annual Financial Reporting (PAFR) for its annual condensed financial report. To receive this award, a government unit must publish a PAFR, whose contents conform to program standards of creativity, presentation, understandability, and reader appeal.

The preparation of this report could not have been possible without the skill, effort and dedication of the entire Department of Finance. I would like to extend my sincerest gratitude to Katherine Ajmeri, Randy Walters, Lydia Beckwith, Kayla Childress, Royden Crocker, Sheila Davis, Karen Holbrook, Paul Richardson, Libby Smith and Peyton Webb. I would also like to thank the staff of the county's Information Technology Department for keeping our accounting system secure and operational. We also express our appreciation to the County Mayor and Board of County Commissioners for their interest, support, and leadership in the financial operations of the county.

Sincerely,



Robert J. Holbrook  
Interim Finance Director



Government Finance Officers Association

**Award for  
Outstanding  
Achievement in  
Popular Annual  
Financial Reporting**

Presented to

**Anderson County Government  
Tennessee**

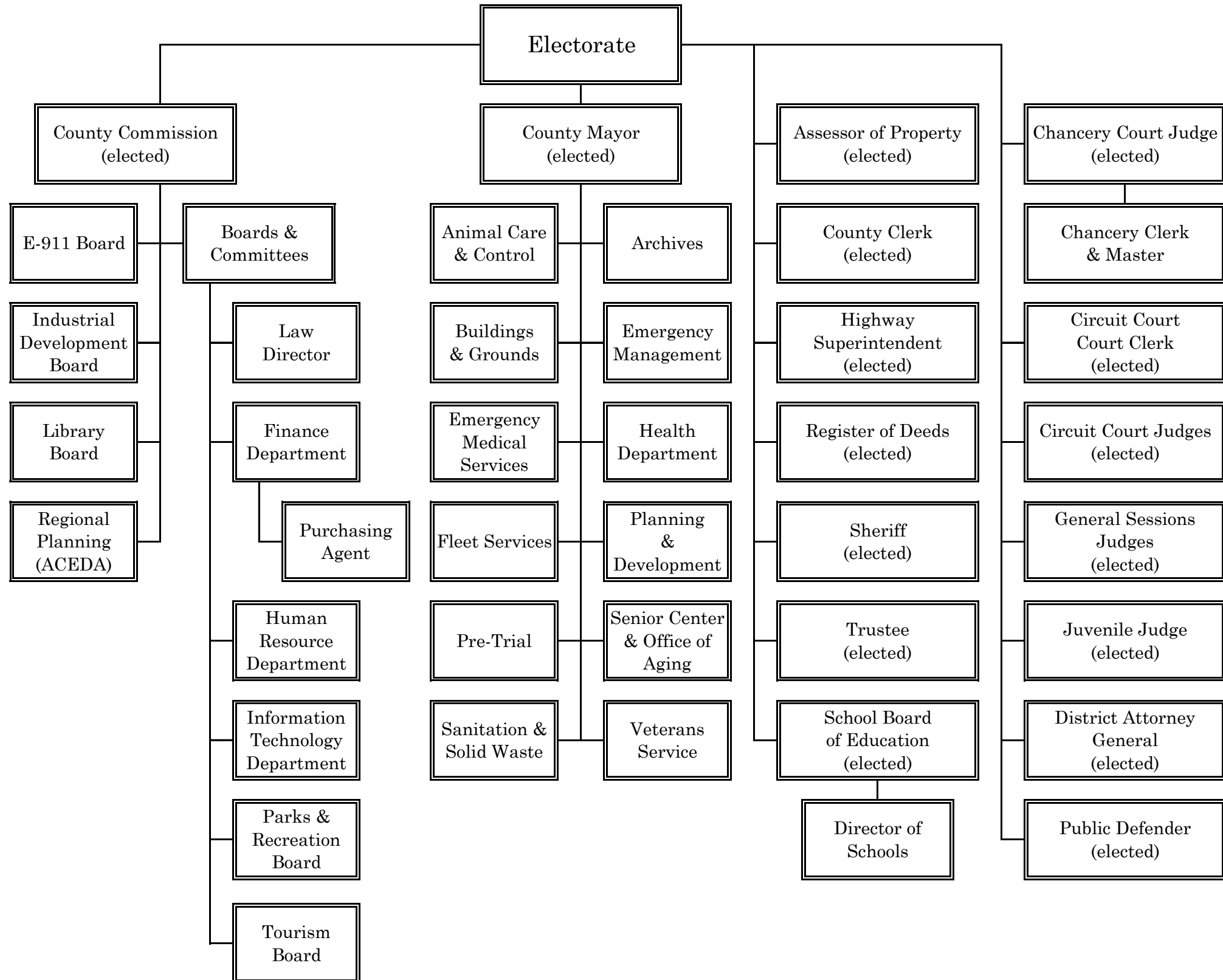
For its Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2019**

*Christopher P. Morill*

Executive Director/CEO

## Anderson County, Tennessee Organization Chart



## Anderson County Officials

June 30, 2020

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### **Officials**

Theresa Frank, County Mayor  
Gary Long, Highway Superintendent  
Dr. Tim Parrott, Director of Schools  
Regina Copeland, Trustee  
Johnny Alley, Assessor of Property  
Jeff Cole, County Clerk  
Rex Lynch, Circuit, General Sessions, and Juvenile Courts Clerk  
Harold Cousins, Jr., Clerk and Master  
Tim Shelton, Register of Deeds  
Russell Barker, Sheriff  
Robby Holbrook, Interim Finance Director

### **Board of County Commissioners**

Tracy Wandell, Chairman	Rick Meredith
Robert Jameson	Theresa Scott
Jerry Creasey	Bob Smallridge
Catherine Denenberg	Shain Vowell
Chuck Fritts	Denver Waddell
Tim Isbel	Josh Anderson
Robert McKamey	Jerry White
Steve Mead	Phil Yager

### **Financial Management Committee**

Dr. Tim Parrott, Director of Schools, Chairman	Tim Isbel
Theresa Frank, County Mayor	Rick Meredith
Gary Long, Highway Superintendent	Phil Yager
Chuck Fritts	



## Anderson County Officials (Cont.)

### **Board of Education**

Dr. John Burrell, Chairman  
Don Bell  
Dail Cantrell  
Scott Gillenwaters

Glenda Langenberg  
Andy McKamey  
Teresa Portwood  
Jo Williams

### **Audit Committee**

Steve Mead, Chairman  
Gail Cook  
Catherine Denenberg  
Theresa Scott

Chuck Fritts  
Bob Smallridge  
Josh Anderson

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## FINANCIAL SECTION

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JUSTIN P. WILSON  
*Comptroller*

JASON E. MUMPOWER  
*Deputy Comptroller*

### Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

#### **Report on the Financial Statements**

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

#### ***Management's Responsibility for the Financial Statements***

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

#### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Anderson County Emergency Communications District, which represent 2.1 percent, 2.9 percent, and 0.6 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. 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 Anderson County Emergency Communications District, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or

error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### ***Opinions***

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Anderson County, Tennessee, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General and Ambulance Service funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

#### ***Required Supplementary Information***

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

#### ***Supplementary and Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Anderson County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Capital Projects Fund, combining and individual fund financial statements of the Anderson County School Department (a discretely presented component unit), miscellaneous schedules and other information such as the introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of

expenditures of federal awards is also presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements.

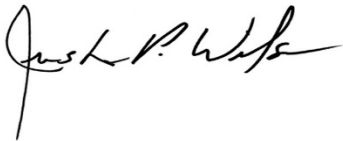
The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Capital Projects Fund, combining and individual fund financial statements of the Anderson County School Department (a discretely presented component unit), schedule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

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

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 4, 2020, on our consideration of Anderson 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 Anderson 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 Anderson County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson  
Comptroller of the Treasury  
Nashville, Tennessee

December 4, 2020

JPW/tg

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

As management of Anderson County, Tennessee, we offer readers of Anderson County's financial statements, this narrative overview and analysis of the financial activities of Anderson County for the year ended June 30, 2020. We encourage readers to consider this information in conjunction with additional information furnished in the letter of transmittal in the introductory section of this report.

**FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of Anderson County Primary Government exceeded liabilities and deferred inflows at the end of the fiscal year by \$6,480,107 (net position). Of this amount, a negative \$22,518,034 represents unrestricted net position. The reason for the negative amount will be addressed later in this narrative.
- Anderson County's previous year net position of \$3,694,232 increased \$2,785,875 to a June 30, 2020, balance of \$6,480,107. This increase represents a 75.4% increase from the previous year net position. The primary reason for this increase was management's ability to hold expenditures at levels below the revenues of various programs and general revenue.
- At the end of the fiscal year, Anderson County's governmental funds reported total combined fund balances of \$26,522,564, an increase of \$5,105,291 in comparison with the prior year. Approximately 33.6% of this amount, or \$8,923,493, is available for spending at the county's discretion (*unassigned fund balance*).
- At the end of the fiscal year, unrestricted fund balance (the total of the *committed*, *assigned* and *unassigned* components of *fund balance*) for the General Fund was \$11,405,548 or approximately 41.1% of total General Fund expenditures of \$27,717,515.
- Anderson County's total outstanding long-term debt for governmental activities increased \$4,044,007, or approximately 6.9%, during the fiscal year. This increase was primarily the result of a \$7,180,000 debt issuance to provide funding for capital projects and a \$13,920,000 refunding debt issuance. Payments of \$3,490,495 and the effect of recognizing the unamortized premium of \$3,044,502 on the new and refunded debt were also components of this increase.

**OVERVIEW OF THE FINANCIAL REPORT**

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

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

The government-wide financial statements include not only Anderson County government itself (known as the *primary government*), but also a legally separate school system for which the Anderson County government is financially accountable. These statements also include a legally separate Anderson County Emergency Communications District (E-911). Financial information for these component units is reported separately from the financial information presented for the primary government itself. Footnotes applicable to both the primary government and the discretely presented school department are included in various footnote sections.

The *statement of net position* (Exhibit A) presents information on all of Anderson County's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Anderson County is improving or declining. Table 2 in the Statistical Section provides a comparison of the net position for each fiscal year starting with 2011.

The *statement of activities* (Exhibit B) presents information showing changes to Anderson County's net position during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave). Table 2 in the Statistical Section provides a comparison of Expenses, Program Revenue, and General Revenue and Other Changes in Net Position on an annual basis for each fiscal year starting with 2011. It should be noted that the changes in net position are usually increases, with the exception of a few years during which the primary government issued debt and contributed the proceeds to the discretely presented component unit (DPCU) Anderson County School Department.

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

The county does not currently have any functions that are classified as business-type activities.

**Fund Financial Statements.** A *fund* is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. Anderson County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the

county can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

Anderson County maintains thirteen individual governmental funds. Information for the three funds that are considered major funds is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances. These three funds are the General Fund, the Ambulance Service Fund (a major Special Revenue fund), and the General Capital Projects fund. Data from the other ten governmental funds are combined into a single aggregated presentation. Individual data relating to each of the non-major governmental funds is provided in the form of combining and individual fund financial statements and schedules of this report.

The discretely presented component unit (DPCU) School Department maintains five individual governmental funds. The General Purpose School is considered a major fund with the remaining four funds combined into a single, aggregated amount with detail provided in the combining and individual fund financial statements and schedules.

Anderson County adopts an annually appropriated budget for each of the primary government's governmental funds. The basic financial statement section includes the budgets for the General Fund, and the Ambulance Service Fund. The budget for the General Capital Projects Fund is presented separately, and the budgets for other governmental funds are presented in the Non-major Governmental Funds section of this report. Budgets for each fund of the discretely presented component unit (DPCU) School Department are presented in the Component Unit section of this report.

Budgetary comparison statements have been provided for these funds, and other funds, to demonstrate compliance with their budgets. All budget statements reflect that total expenditures and encumbrances were held within total appropriations for each fund.

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



**Proprietary Funds.** *Proprietary funds* are used to account for activities where the emphasis is placed on net income determination. There are two types of proprietary funds – enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The county does not currently have any business-type activities. Internal service funds are accounting devices used to accumulate and allocate costs internally among the county's various functions. The county has one internal service fund utilized to account for employee health insurance related activities. Because the internal service fund benefits governmental functions, its assets and liabilities have been included with governmental activities in the government-wide financial statements and are presented separately in the fund financial statements.

The proprietary fund financial statements can be found in Exhibits D-1 through D-3 of this report.

**Fiduciary Funds.** *Fiduciary funds* are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds are *not* available to support Anderson County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The county's fiduciary funds consist of the Cities' Sales Tax, Clinton School Average Daily Attendance Tax, Oak Ridge School Average Daily Attendance Tax, Constitutional Officers – Agency, Judicial District Drug, and District Attorney General Funds, which are combined into agency funds on the fiduciary funds financial statements.

The basic fiduciary funds financial statement can be found on Exhibit E of this report. Exhibit I-1 and I-2 will provide additional details pertaining to financial activities on each of these fiduciary funds.

**Notes to the Financial Statements.** The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. Page references for notes to the financial statements can be found on an index of notes filed as the first page under the footnote section of this report.

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

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the notes to the required supplementary information. Page references for combining and individual fund statements and schedules can be found in the table of contents.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position (surplus or deficit) may serve as a useful indicator of a government's financial position. In the case of Anderson County, assets and deferred outflows exceeded its liabilities and deferred inflows by \$6,480,107 at the close of the most recent fiscal

year. The Constitution for the State of Tennessee authorizes the local legislative body to issue debt. Therefore, whenever the Anderson County Board of Education requires additional money to fund school construction and equipment, Anderson County must issue the related debt. As of June 30, 2020, Anderson County had outstanding debt totaling \$57,882,721. Of the county's total outstanding debt, \$33,875,721, or approximately 58.5% is for the benefit of the Anderson County Board of Education. This debt will be paid from the Rural School Debt Service and Education Debt Service Funds either by contributions from the Anderson County School Department or other local revenue (property taxes and interest earned on investments), as authorized by the County Commission.

#### **Anderson County's Statement of Net Position – Primary Government**

	<u>Governmental Activities</u>	
	<u>2020</u>	<u>2019</u>
Current and Other Assets	\$ 55,367,112	\$ 49,735,074
Capital Assets	39,048,033	35,091,647
Total Assets	<u>\$ 94,415,145</u>	<u>\$ 84,826,721</u>
Total Deferred Outflows of Resources	<u>\$ 2,632,127</u>	<u>\$ 2,363,913</u>
Current Liabilities	\$ 3,132,372	\$ 2,595,257
Long Term Liabilities	65,566,385	60,116,790
Total Liabilities	<u>\$ 68,698,757</u>	<u>\$ 62,712,047</u>
Total Deferred Inflows of Resources	<u>\$ 21,868,408</u>	<u>\$ 20,784,355</u>
Net Position		
Net Investment in Capital Assets	\$ 16,972,716	\$ 15,883,442
Restricted	12,025,425	12,090,248
Unrestricted	(22,518,034)	(24,279,458)
Total Net Position	<u>\$ 6,480,107</u>	<u>\$ 3,694,232</u>

## Anderson County's Statement of Net Position – DPCU School Department

	<u>Governmental Activities</u>	
	<u>2020</u>	<u>2019</u>
Current and Other Assets	\$ 43,670,481	\$ 39,968,783
Capital Assets	<u>54,156,866</u>	<u>51,426,822</u>
Total Assets	<u>\$ 97,827,347</u>	<u>\$ 91,395,605</u>
Total Deferred Outflows of Resources	<u>\$ 6,196,895</u>	<u>\$ 6,423,930</u>
Current Liabilities	\$ 2,179,939	\$ 4,446,425
Noncurrent Liabilities	<u>4,777,659</u>	<u>4,052,373</u>
Total Liabilities	<u>\$ 6,957,598</u>	<u>\$ 8,498,798</u>
Total Deferred Inflows of Resources	<u>\$ 25,757,370</u>	<u>\$ 21,761,164</u>
Net Position		
Net Investment in Capital Assets	\$ 54,156,866	\$ 51,426,822
Restricted	12,545,793	10,991,991
Unrestricted	<u>4,606,615</u>	<u>5,140,760</u>
Total Net Position	<u>\$ 71,309,274</u>	<u>\$ 67,559,573</u>

The largest portion of Anderson County's net position is its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure), less any related outstanding debt used to acquire those assets, of \$16,972,716. The largest portion of the DPCU School Department net position is its investment in capital assets of \$54,156,866. Both Anderson County and DPCU School Department use these capital assets to provide a variety of services to citizens. Accordingly, these assets are not available for future spending. Although Anderson County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of Anderson County's net position totaling \$12,025,425 represents resources that are subject to external restrictions on how they may be used. The total for the DPCU School Department is \$12,545,793. The Restricted for Highway of \$4,023,065 and Restricted for Pensions of \$3,413,650 make up the majority of the restrictions for the primary government.

Anderson County's Governmental Activities unrestricted net position is a negative \$22,518,034. The DPCU School Department's unrestricted net position is \$4,606,615. The negative balance represents non-capital related assets net of Anderson County's Government Activities debt. Both of these amounts are the result of certain capital assets being reflected as part of the Net Investments in Capital Assets in the DPCU School Department. These assets were financed by debt, which is included in the Long Term Liabilities of the Primary Government.

**Governmental Activities.** The net position for governmental activities increased \$2,785,875 from the prior fiscal year balance of \$3,694,232 to a June 30, 2020, balance of \$6,480,107.

Revenues on the government-wide Statement of Activities are broken into two major categories – program revenues and general revenues.

Program revenues are comprised of three types: charges for services to customers, operating grants and contributions (restricted for a specific purpose), and capital grants and contributions (restricted for a specific purpose).

General revenues are all revenues that do not qualify as program revenues and are the largest revenue source. For the county, local taxes are the largest revenue source within this major category. For the DPCU School Department, local taxes, contributions from state and federal government, and various unrestricted grants are the largest revenue source.

**Anderson County's Statement of Activities – Primary Government**

	Governmental Activities	
	2020	2019
Program Revenues		
Charges for Current Services	\$ 14,023,986	\$ 14,433,565
Operating Grants and Contributions	4,194,719	4,579,383
Capital Grants and Contributions	535,788	747,673
Total Program Revenue	<u>\$ 18,754,493</u>	<u>\$ 19,760,621</u>
General Revenues		
Local Taxes	\$ 24,381,011	\$ 22,016,000
Grants and Contributions Not		
Restricted for Specific Programs	5,191,858	5,526,788
Unrestricted Investment Income	174,606	120,759
Miscellaneous Revenue	59,092	23,312
Total General Revenues	<u>\$ 29,806,567</u>	<u>\$ 27,686,859</u>
Total Revenues	<u><u>\$ 48,561,060</u></u>	<u><u>\$ 47,447,480</u></u>

## Anderson County's Statement of Activities – Primary Government (Cont.)

	<u>Governmental Activities</u>	
	<u>2020</u>	<u>2019</u>
Expenses		
General government	\$ 6,517,909	\$ 5,014,298
Finance	3,032,878	2,902,433
Administration of Justice	3,136,954	2,864,820
Public Safety	15,282,062	14,171,665
Public Health and Welfare	8,619,020	8,273,405
Social, Cultural, and Recreational		
Services	1,647,002	1,298,570
Agriculture and Natural Resources	227,895	238,149
Highways	4,971,682	4,237,204
Education	0	11,275,996
Interest on Long Term Debt	2,339,783	1,894,192
Total Expenses	<u>\$ 45,775,185</u>	<u>\$ 52,170,732</u>
Increase (Decrease) in Net Position	\$ 2,785,875	\$ (4,723,252)
Net Position, July 1	<u>3,694,232</u>	<u>8,417,484</u>
Net Position, June 30	<u><u>\$ 6,480,107</u></u>	<u><u>\$ 3,694,232</u></u>

Total Program revenue decreased from the previous year by \$1,006,128. A \$2,119,708 total increase in General Revenue covered this decrease. The majority of the increase in General Revenue consisted of \$1,275,064 increase in Property Taxes and \$1,023,647 increase of Local Option Sales Tax collected by the State of Tennessee and remitted to Anderson County.

The Education expense function, which is not a reoccurring expense, decreased by \$11,275,996. In the previous fiscal year, Anderson County issued long-term debt and contributed the net proceeds to the discretely presented Anderson County School department. Table 2 - Changes in Net Positions reflects the occurrence of this type of expense during the last ten fiscal years. The previous time this type of expense occurred was during the fiscal year ended June 30, 2016. The removal of this nonrecurring item from total expenses for fiscal year 2019 results in a more realistic increase in expenses of \$4,880,449, or approximately 11.9%, for fiscal year 2020.

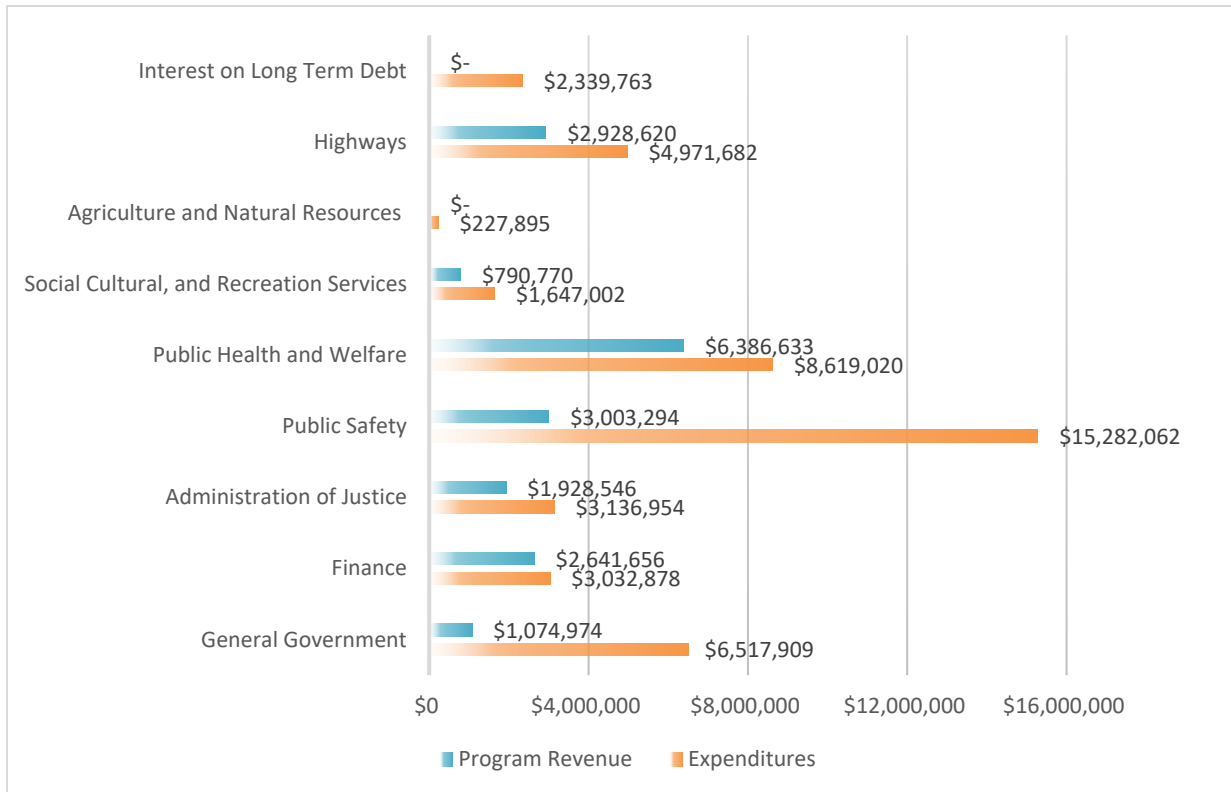
The Public Safety expense function increased by \$1,110,397, or approximately 7.8%, from previous year.

## Anderson County's Statement of Activities – DPCU School Department

	<u>Governmental Activities</u>	
	<u>2020</u>	<u>2019</u>
Program Revenues		
Charges for Current Services	\$ 820,639	\$ 1,246,794
Operating Grants and Contributions	12,784,775	13,910,348
Capital Grants and Contributions	0	11,275,996
Total Program Revenue	<u>\$ 13,605,414</u>	<u>\$ 26,433,138</u>
General Revenues		
Local Taxes	\$ 27,734,273	\$ 25,136,241
State and Federal Unrestricted	34,043,214	33,451,128
Unrestricted Investment Income	59,429	53,901
Gain on Investments	8,733	0
Miscellaneous Revenue	218,080	122,695
Total General Revenues	<u>\$ 62,063,729</u>	<u>\$ 58,763,965</u>
Total Revenues	<u><u>\$ 75,669,143</u></u>	<u><u>\$ 85,197,103</u></u>
Expenses		
Education	<u>\$ 71,919,442</u>	<u>\$ 68,803,282</u>
Total Expenses	<u>\$ 71,919,442</u>	<u>\$ 68,803,282</u>
Increase (Decrease) in Net Position	\$ 3,749,701	\$ 16,393,821
Net Position, July 1	<u>67,559,573</u>	<u>51,165,752</u>
Net Position, June 30	<u><u>\$ 71,309,274</u></u>	<u><u>\$ 67,559,573</u></u>

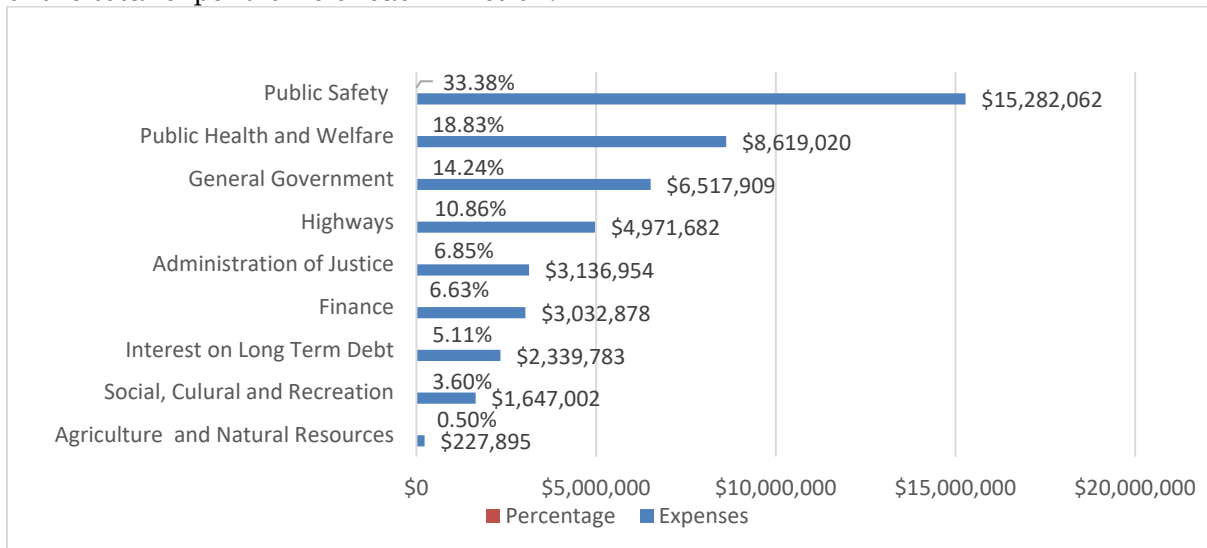
The decrease in the Capital Grants and Contributions from previous year is the amount of contribution of the long-term debt proceeds from Anderson County.

## Anderson County Expense and Program Revenue for Governmental Activities



Program expenses exceeded program revenues for governmental activities by \$27,020,692 and was primarily funded with Property Taxes of \$19,595,151, Local Option Sales Tax of \$2,452,197 and Grants and Contributions Not Restricted to Specific Programs of \$5,191,858.

The following chart ranks the expenditure functions by amount and reflects the percentage of the total expenditure of each function.



Expenses for Public Safety, Public Health & Welfare, General Government, and Highways are the largest expense components for Anderson County, which when combined total \$35,390,673, and are approximately 77.3% of total expenses.

## FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

The focus of Anderson County's *governmental funds* is to provide information on the near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing Anderson County's financing requirements. In particular, *unassigned fund balance* (only reflected in the General Fund unless another fund has a deficit in the fund equity section) may serve as a useful measure of a government's net resources available for discretionary use. This amount represents the portion of fund balance which has not yet been limited to use for a particular purpose by an external party, Anderson County Government itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes.

At June 30, 2020, Anderson County's governmental funds reported combined ending fund balances of \$26,522,564 an increase of \$5,105,291 from the prior year balance of \$21,417,273.

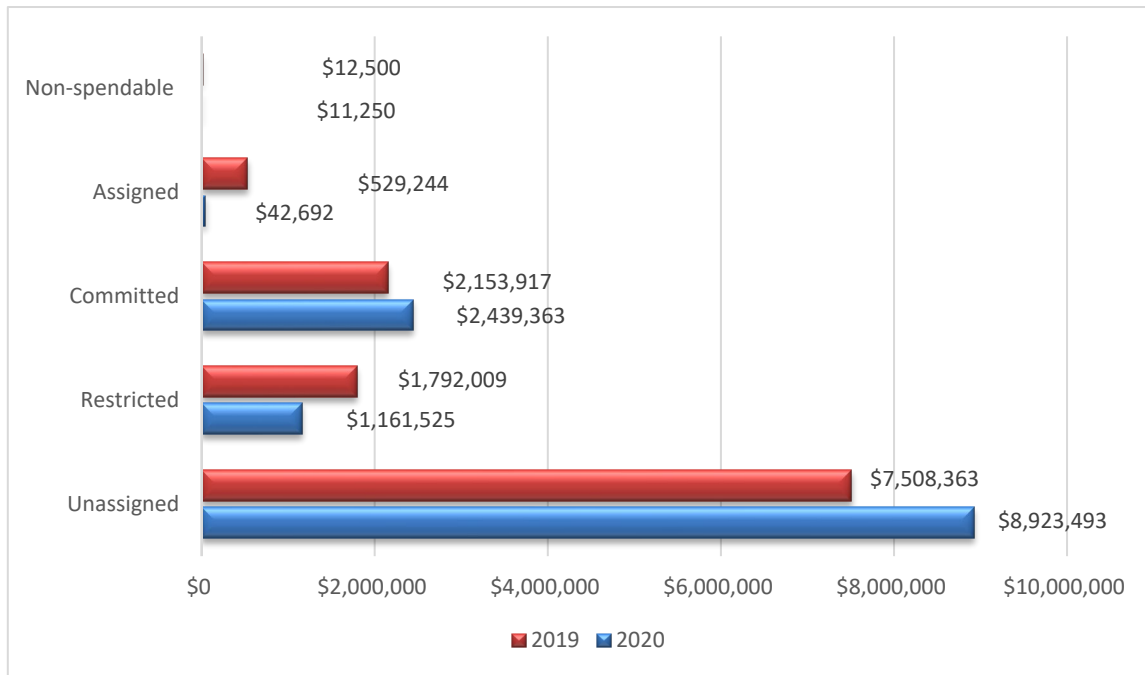
Detailed analysis of the afore-mentioned increase in ending fund balance can be found on Exhibit C-3 Statement of Revenues, Expenditures, and Changes in Fund Balance. This increase was the result of Deficiency of Revenues over Expenditures being \$(3,899,657) and Other Financing Sources (Uses) being \$9,004,948.

Approximately 33.6% of the fund balance amount, or \$8,923,493, constitutes *unassigned fund balance* available for spending at the government's discretion. The remainder of fund balance is classified as follows:

- (1) non-spendable - (for prepaid items and inventory) \$34,278;
- (2) restricted for particular purposes - (for various expenditure functions) \$12,878,611 which includes \$4,432,879 Restricted for Capital Outlay and has been funded by unspent debt proceeds and/or Local Tax Collections;
- (3) committed for particular purposes - (for various expenditures functions) \$ 4,643,490; or
- (4) assigned for particular purposes \$42,692.



### Anderson County General Fund Components of Fund Balance



The General Fund is the chief operating fund of Anderson County. At the end of the current fiscal year, unassigned fund balance increased to \$8,923,493 and the total fund balance increased to \$ 12,578,323. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total General Fund expenditures. The General Fund's liquidity increased in the current fiscal year based on total expenditures being somewhat consistent with last year (approximately, a 1% increase) and the increase in Unassigned Balance.

#### Anderson County's General Fund Liquidity

	2020	2019
Total General Fund Expenditures	\$ 27,717,515	\$ 27,551,518
Unassigned Fund Balance to Total General Fund Expenditures	32.2%	27.3%
Total Fund Balance to Total General Fund Expenditures	45.4%	43.5%

#### **Summary of Other Major Funds Fund Balances**

The Ambulance Service Fund balance was \$839,422 which was an increase of \$315,209 from the beginning fund balance of \$524,213. Components of the above noted increase were Excess (Deficiency) of Revenue over Expenditures of \$126,748 and Other Financing Sources (Uses) of \$188,461 which included an Insurance Recovery of \$120,176. The Excess (Deficiency) of Revenue over Expenditures above may not seem very material; however, it should be noted that in fiscal year 2019 revenue exceeded expenditures by \$29,075. The insurance recovery

was primarily based on a wrecked ambulance. The fund balance represents approximately 14.9% of current year expenditures.

The General Capital Projects fund balance of \$5,119,850 increased by \$4,999,511 from the June 30, 2019, balance of \$120,339. Management established this fund in a previous year to provide funding for purchasing or construction of capital assets. Although this fund is included in the tax levy, the majority of the activity can be related to Other Financing Sources (Uses). During the year, Anderson County issued \$7,180,000 of bonds that carried a Premium on Debt Issued of \$623,696, which was placed in this fund. Additionally, other funds transferred \$2,625,770 into this fund. This funding was to provide for various projects. The primary project was upgrading county buildings to provide better security and to make the buildings more energy efficient. The Balance Sheet is a snapshot of the fund at the end of the period and unspent funding is included in Cash and Restricted for Capital Outlay.

The DPCU School Department's main operating fund, the General Purpose School Fund is its only major fund. At the close of fiscal year, the fund balance of this fund was \$10,855,506 with an unassigned balance of \$9,768,701. The other components of fund balance were Restricted of \$619,967 and Assigned of \$466,838. The balance in this fund increased \$3,286,047 during the fiscal year. The unassigned balance represents 16.5% of current year expenditures.

## BUDGETARY HIGHLIGHTS

**Original budget compared to final budget.** During the fiscal year, appropriations to the original budget increased in the General Fund. The following table summarizes these additional appropriations:

	Original	Amended	Increase (Decrease)
General Fund Appropriations			
General Government	\$ 3,934,950	\$ 4,349,889	\$ 414,939
Finance	3,373,622	3,500,861	127,239
Administration of Justice	3,344,325	3,473,282	128,957
Public Safety	15,645,498	15,765,158	119,660
Public Health and Welfare	1,494,267	1,587,945	93,678
Social, Cultural, and Recreational Services	134,281	147,328	13,047
Agriculture and Natural Resources	268,275	268,173	(102)
Other Operations	834,910	1,164,571	329,661
Capital Projects	0	199,995	199,995
Total	<u>\$ 29,030,128</u>	<u>\$ 30,457,202</u>	<u>\$ 1,427,074</u>

Either additional revenue from the State of Tennessee, Other Revenues, or the use of beginning fund balance funded these additional expenditures.

## Final budget compared to actual results of the General Fund.

Actual revenue was \$1,282,346 more than anticipated. Local Taxes revenue of \$1,128,369 was the most significant reason for revenue in excess of budget.

At the close of the fiscal year, actual expenditures were \$2,739,687 less than budgetary estimates. Expenditures in the following functions were held below appropriations by amounts in excess of \$200,000:

- \$1,168,932 in Public Safety,
- \$480,996 in General Government,
- \$418,133 in Public Health and Welfare,
- \$340,187 in Finance, and
- \$205,706 in Administration of Justice.

Exhibit C-5 will provide additional details on actual revenue and expenditures functions variances from amended budgets.

## Proprietary Fund

Anderson County's proprietary fund provides the same type of information found in the government-wide financial statements.

## Net Position of Internal Service Fund

	Proprietary Fund	
	2020	2019
Employee Health Insurance Fund	\$ 770,524	\$ 1,126,737

The decrease in net position of \$356,213 was primarily the result of management determining that the fund had been adequately funded during past periods. In addition to decreasing the rate of current payroll deductions and premiums, a onetime remittance (\$280,000) of prior charges was authorized and made during the period. The proprietary fund financial statements are filed as Exhibits D-1 through D-3.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

**Capital Assets.** Anderson County's investment in capital assets for its governmental activities as of June 30, 2020, totals \$39,048,033 (net of accumulated depreciation). The investment in capital assets includes land, construction in progress, buildings and improvements, other capital assets (including vehicles and equipment), and infrastructure (highways and bridges). The net increase in capital assets for the current fiscal year was \$3,956,386, or approximately 11.3%.

**Anderson County's Capital Assets (net of depreciation)**

	Governmental Activities	
	2020	2019
Land	\$ 2,370,802	\$ 2,659,202
Construction in Progress	4,292,798	101,777
Buildings and Improvements	21,102,458	21,669,489
Other Capital Assets	6,003,711	5,270,215
Infrastructure	5,278,264	5,390,964
Total	<u>\$ 39,048,033</u>	<u>\$ 35,091,647</u>

Certain parcels of Land (valued at \$288,400) and Buildings and Improvements (valued at \$342,800) were sold during the year. The increase in Construction in Progress can be attributed to the previously noted project to update security and energy efficiency at various county buildings. The cost of the project through June 30, 2020, is included in Construction in Progress. Other Capital Assets includes the reflection of a donated federal asset to be utilized in Public Safety activities. Additional information on Anderson County's capital assets can be found in Note IV.B. to the financial statements.

**Long-term Debt.** At the end of the 2020 fiscal year, Anderson County government had total debt outstanding of \$57,882,721. All debt is backed by the full faith and credit of the government.

**Anderson County's Outstanding Debt**

	Governmental Activities	
	2020	2019
Notes Payable	\$ 1,303,842	\$ 1,527,082
Other Loans Payable	8,394,000	9,123,000
Bonds Payable	48,155,000	46,070,000
Capital Lease Payable	29,879	163,134
Total	<u>\$ 57,882,721</u>	<u>\$ 56,883,216</u>

Anderson County's total debt increased \$999,505, or approximately 1.8%, during the current fiscal year. This increase consisted of new bond issuances totaling \$21,100,000, Debt retirement of \$3,490,495, and \$16,610,000 of debt refunded.

Currently, state statutes do not limit the amount of general obligation debt a government entity may issue. Anderson County's bond rating from Moody's Investor Services was Aa2 as of March 2020.

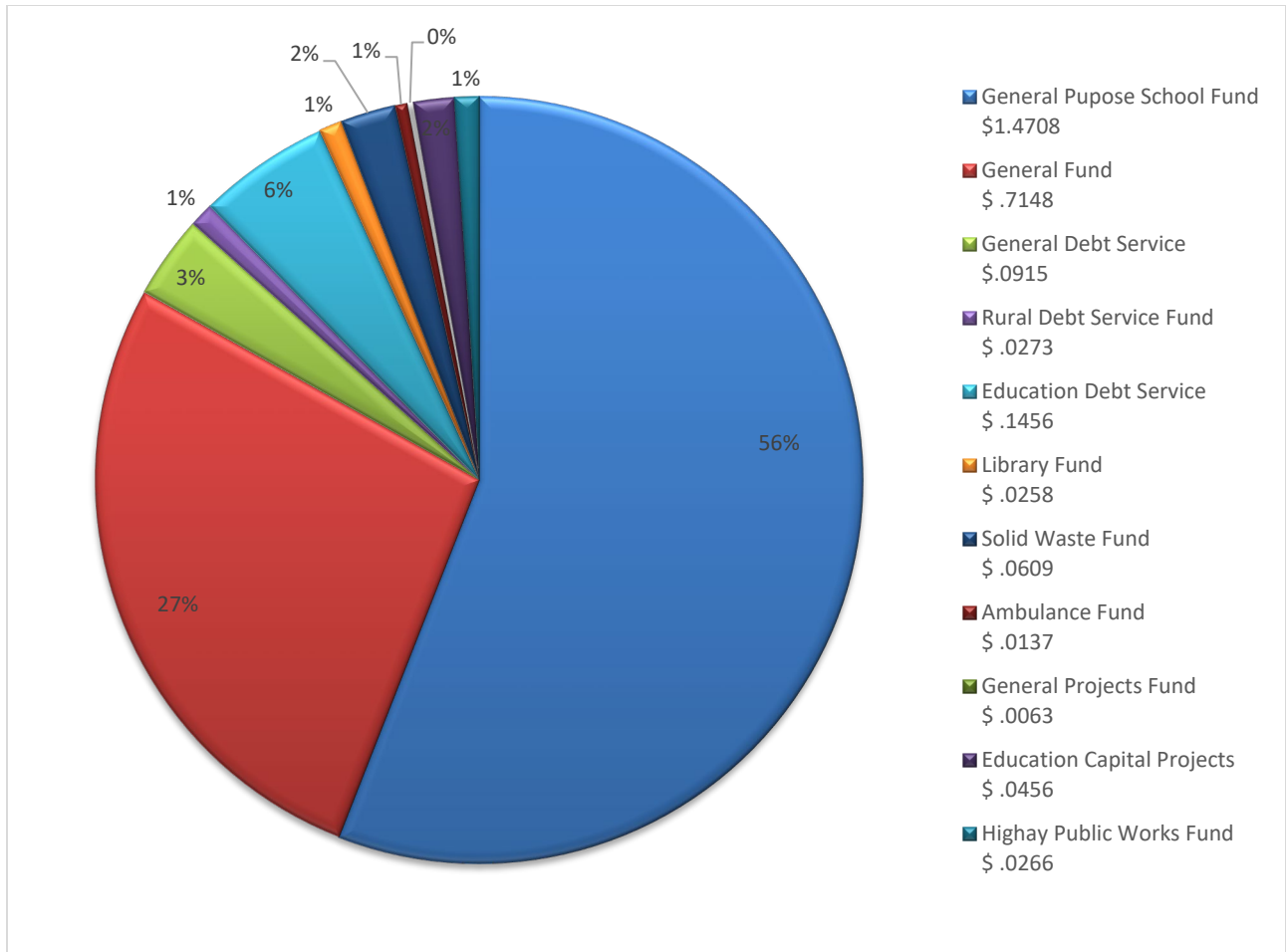
Additional information on Anderson County government's long-term debt can be found in Exhibits K-1, K-2, and Note IV.G. of this report.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Statistical Section of this Comprehensive Annual Financial Report provides information that may have an effect on Anderson County operations in the future:

- Table 1 reflects a material increase in the Primary Governmental Net Position.
- Table 2 reflects continued improvement in General Revenue.
- Table 3 reflects continued improvement in the Government Activities Tax Revenue by Source.
- Table 4 reflects stable fund balances in Governmental Funds over the past four years.
- Table 5 reflects primary reasons for the stable fund balances by the detailed breakdown of net changes in fund balances.
- Table 6 details the Tax Revenue by Sources. Although not noted on the face of the table, it indicates an increase each year.
- Table 7 reflects the continued increases in the various appraised and assessed property values for tax purpose. Per controlling state statutes, the State of Tennessee, Division of Property Assessments is charged with performing the task of reviewing and determining the appraised and assessed values for real and personal property utilized by counties for calculation of tax rate every fifth year. The Division of Property Assessments has accomplished this task on a timely basis. The values reflected for Public Utilities, including railroads, are provided by the State of Tennessee on an annual basis.
- Table 8 reflects the total and allocation of the tax rates for the past ten years. It should be noted that the 2019 tax rate was the first increase since the 2015 tax year.
- Table 9 lists the Principal Taxpayers for 2020 as compared to 2011. Although it is not illustrated on this table, it is noteworthy that the principal taxpayers for 2020 were much the same for 2019, with very few changes in the ranking.
- The remaining statistical tables deal with debt capacity, demographic, economic, and operating information. These tables provide additional insight to the readers and users of the financial statements and the accompanying notes to those statements.

The following chart presents the 2020 tax rate of \$2.6289 and percentage of total rate allocated to each fund. The County Commission reduced the tax rate by \$.26 from the 2019 rate of \$2.8903.



It should be noted that the revenue generated by the tax rate allocated to General Purpose School Fund is split between the Anderson County Discretely Presented School Department, Oak Ridge City ADA Fund, and Clinton City ADA Fund based on the Weighted Average Daily Attendance of students in each school system.

## REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Anderson County's finances for all those with an interest in the government's financial information. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Anderson County Director of Finance, 100 North Main Street, Room 212, Clinton, Tennessee 37716-3625.

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# BASIC FINANCIAL STATEMENTS

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Exhibit A

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

	Primary Government Governmental Activities	Component Units	
		Anderson County School Department	Emergency Communica- tions District
<u>ASSETS</u>			
Cash	\$ 1,329,559	\$ 333,820	\$ 1,432,578
Equity in Pooled Cash and Investments	26,392,880	13,047,079	0
Inventories	23,028	130,733	0
Investments	19,714	0	0
Accounts Receivable	3,273,919	2,870	0
Allowance for Uncollectible	(1,834,569)	0	0
Due from Other Governments	1,887,041	2,568,228	0
Due from Primary Government	0	55,981	0
Due from Component Units	29,879	0	0
Property Taxes Receivable	21,493,858	17,883,481	0
Allowance for Uncollectible Property Taxes	(673,097)	(565,600)	0
Prepaid Items	11,250	0	30,585
Net Pension Asset - Agent Plan	3,413,650	1,985,132	114,190
Net Pension Asset - Teacher Legacy Pension Plan	0	7,609,211	0
Net Pension Asset - Teacher Retirement Plan	0	337,271	0
Restricted Assets	0	282,275	0
Capital Assets:			
Assets Not Depreciated:			
Land	2,370,802	865,214	0
Construction in Progress	4,292,798	11,531,815	0
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	21,102,458	39,320,878	0
Infrastructure	5,278,264	0	0
Other Capital Assets	6,003,711	2,438,959	504,447
Total Assets	\$ 94,415,145	\$ 97,827,347	\$ 2,081,800

(Continued)



Exhibit A

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

	Primary Government Governmental Activities	Component Units	
		Anderson County School Department	Emergency Communica- tions District
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred Charge on Refunding	\$ 436,239	\$ 0	\$ 0
Pension Changes in Experience	449,582	645,902	38,562
Pension Changes in Assumptions	451,709	1,299,780	0
Pension Contributions After Measurement Date	1,239,519	3,372,028	6,263
Pension Changes in Proportionate Share	0	30,393	0
OPEB Changes in Experience	0	481,809	0
OPEB Changes in Assumptions	55,078	92,484	0
OPEB Contributions After Measurement Date	0	239,014	0
OPEB Changes in Proportionate Share	0	35,485	0
Total Deferred Outflows of Resources	<u>\$ 2,632,127</u>	<u>\$ 6,196,895</u>	<u>\$ 44,825</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 1,172,311	\$ 1,178,045	\$ 3,183
Accrued Payroll	476,339	1,397	0
Accrued Interest Payable	304,024	0	0
Payroll Deductions Payable	13,582	756,618	0
Contracts Payable	494,743	137,936	0
Retainage Payable	0	48,714	0
Due to Primary Government	0	29,879	0
Due to Component Units	55,981	0	0
Due to State of Tennessee	2,917	227	0
Other Current Liabilities	582,475	27,123	0
Cash Bonds	30,000	0	0
Noncurrent Liabilities:			
Due Within One Year - Debt	3,625,119	0	0
Due Within One Year - Other	2,013,867	534,475	0
Due in More than One Year - Debt	59,372,050	0	0
Due in More than One Year - Other	555,349	4,243,184	0
Total Liabilities	<u>\$ 68,698,757</u>	<u>\$ 6,957,598</u>	<u>\$ 3,183</u>

(Continued)

Exhibit A

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

	Primary Government Governmental Activities	Component Units	
		Anderson County School Department	Emergency Communica- tions District
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 20,152,765	\$ 16,765,397	\$ 0
Deferred Credit on Refunding	386,850	0	0
Pension Changes in Experience	640,444	5,079,171	0
Pension Changes in Investment Earnings	638,292	2,559,542	734
Pension Changes in Proportionate Share	0	121,333	0
OPEB Changes in Experience	50,057	642,302	0
OPEB Changes in Assumptions	0	462,768	0
OPEB Changes in Proportionate Share	0	126,857	0
Total Deferred Inflows of Resources	<u>\$ 21,868,408</u>	<u>\$ 25,757,370</u>	<u>\$ 734</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	\$ 16,972,716	\$ 54,156,866	\$ 504,447
Restricted for:			
General Government	165,542	0	0
Finance	45,986	0	0
Administration of Justice	534,679	0	0
Public Safety	264,817	0	0
Public Health and Welfare	771,169	0	0
Social, Cultural, and Recreational Services	734,613	0	0
Highway/Public Works	4,023,065	0	0
Debt Service	1,482,116	0	0
Capital Projects	589,788	498,307	0
Education	0	1,833,597	0
Pensions	3,413,650	10,213,889	114,190
Unrestricted	<u>(22,518,034)</u>	<u>4,606,615</u>	<u>1,504,071</u>
Total Net Position	<u>\$ 6,480,107</u>	<u>\$ 71,309,274</u>	<u>\$ 2,122,708</u>

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

Exhibit B

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

						Net (Expense) Revenue and Changes in Net Position		
						Primary	Component Units	
						Government	Anderson	Emergency
						Total	County	Communica-
						Governmental	School	tions
Functions/Programs	Expenses	Charges for	Operating	Capital		Activities	Department	District
		Services	Grants and	Grants and				
			Contributions	Contributions				
Primary Government:								
Governmental Activities:								
General Government	\$ 6,517,909	\$ 884,818	\$ 190,156	\$ 0	\$ (5,442,935)	\$ 0	\$ 0	
Finance	3,032,878	2,641,656	0	0	(391,222)	0	0	
Administration of Justice	3,136,954	1,690,992	237,554	0	(1,208,408)	0	0	
Public Safety	15,282,062	2,344,701	461,133	197,460	(12,278,768)	0	0	
Public Health and Welfare	8,619,020	5,703,033	427,756	255,844	(2,232,387)	0	0	
Social, Cultural, and Recreational Services	1,647,002	630,961	77,325	82,484	(856,232)	0	0	
Agriculture and Natural Resources	227,895	0	0	0	(227,895)	0	0	
Highways	4,971,682	127,825	2,800,795	0	(2,043,062)	0	0	
Debt Service:								
Interest on Long-term Debt	2,339,783	0	0	0	(2,339,783)	0	0	
Total Primary Government	\$ 45,775,185	\$ 14,023,986	\$ 4,194,719	\$ 535,788	\$ (27,020,692)	\$ 0	0	
Component Unit:								
Anderson County School Department	\$ 71,919,442	\$ 820,639	\$ 12,784,775	\$ 0	\$ 0	\$ (58,314,028)	\$ 0	
Emergency Communications District	475,823	429,040	32,000	0	0	0	(14,783)	
Total Component Units	\$ 72,395,265	\$ 1,249,679	\$ 12,816,775	\$ 0	\$ 0	\$ (58,314,028)	\$ (14,783)	

(Continued)

Exhibit B

Anderson County, Tennessee  
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Component Units	
					Total	Anderson County School Department	Emergency Communications District
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes					\$ 17,521,949	\$ 16,614,696	\$ 0
Property Taxes Levied for Debt Service					1,953,863	0	0
Property Taxes Levied for Capital Projects					119,339	0	0
Local Option Sales Taxes					2,452,197	11,117,143	0
Hotel/Motel Tax					343,880	0	0
Litigation Tax					355,346	0	0
Business Tax					1,263,670	0	0
Wholesale Beer Tax					182,987	0	0
Mineral and Coal Severance Tax					139,876	0	0
Gas and Oil Severance Tax					32,848	0	0
Other Local Taxes					15,056	2,434	0
Grants and Contributions Not Restricted to Specific Programs					5,191,858	34,043,214	0
Unrestricted Investment Income					174,606	59,429	15,450
Gain on Investments					0	8,733	0
Miscellaneous					59,092	218,080	0
Total General Revenues and Transfers					<u>\$ 29,806,567</u>	<u>\$ 62,063,729</u>	<u>\$ 15,450</u>
Change in Net Position					\$ 2,785,875	\$ 3,749,701	\$ 667
Net Position, July 1, 2019					<u>3,694,232</u>	<u>67,559,573</u>	<u>2,122,041</u>
Net Position, June 30, 2020					<u><u>\$ 6,480,107</u></u>	<u><u>\$ 71,309,274</u></u>	<u><u>\$ 2,122,708</u></u>

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

Exhibit C-1

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

	Major Funds			Nonmajor Funds	
	General	Ambulance Service	General Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>					
Cash	\$ 63,674	\$ 0	\$ 0	\$ 4,940	\$ 68,614
Equity in Pooled Cash and Investments	12,025,710	704,237	5,647,631	8,015,302	26,392,880
Inventories	0	0	0	23,028	23,028
Accounts Receivable	409,688	2,614,527	0	249,704	3,273,919
Allowance for Uncollectibles	0	(1,834,569)	0	0	(1,834,569)
Due from Other Governments	1,203,499	40,987	0	642,555	1,887,041
Due from Other Funds	65,745	3,246	0	118,091	187,082
Property Taxes Receivable	14,785,062	283,372	130,312	6,295,112	21,493,858
Allowance for Uncollectible Property Taxes	(467,597)	(8,962)	(4,121)	(192,417)	(673,097)
Prepaid Items	11,250	0	0	0	11,250
Total Assets	<u>\$ 28,097,031</u>	<u>\$ 1,802,838</u>	<u>\$ 5,773,822</u>	<u>\$ 15,156,315</u>	<u>\$ 50,830,006</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 470,456	\$ 132,665	\$ 42,667	\$ 524,832	\$ 1,170,620
Accrued Payroll	347,108	91,025	0	38,206	476,339
Payroll Deductions Payable	12,755	114	0	713	13,582
Contracts Payable	0	0	485,447	9,296	494,743
Due to Other Funds	80,583	0	0	106,499	187,082
Due to Component Units	0	0	0	55,981	55,981
Other Current Liabilities	33,000	0	0	0	33,000
Sales Tax	2,917	0	0	0	2,917
Cash Bonds	30,000	0	0	0	30,000
Total Liabilities	<u>\$ 976,819</u>	<u>\$ 223,804</u>	<u>\$ 528,114</u>	<u>\$ 735,527</u>	<u>\$ 2,464,264</u>

(Continued)

## Exhibit C-1

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

	Major Funds			Nonmajor Funds	
				Other Govern- mental Funds	Total Governmental Funds
	General	Ambulance Service	General Capital Projects		
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Current Property Taxes	\$ 13,860,731	\$ 265,656	\$ 122,164	\$ 5,904,214	\$ 20,152,765
Deferred Delinquent Property Taxes	418,980	8,030	3,694	181,916	612,620
Other Deferred/Unavailable Revenue	262,178	465,926	0	349,689	1,077,793
Total Deferred Inflows of Resources	\$ 14,541,889	\$ 739,612	\$ 125,858	\$ 6,435,819	\$ 21,843,178
<b>FUND BALANCES</b>					
Nonspendable:					
Inventory	\$ 0	\$ 0	\$ 0	\$ 23,028	\$ 23,028
Prepaid Items	11,250	0	0	0	11,250
Restricted:					
Restricted for General Government	165,542	0	0	0	165,542
Restricted for Finance	45,986	0	0	0	45,986
Restricted for Administration of Justice	534,679	0	0	0	534,679
Restricted for Public Safety	73,507	0	0	191,310	264,817
Restricted for Public Health and Welfare	205,717	104,108	0	428,291	738,116
Restricted for Social, Cultural, and Recreational Services	0	0	0	689,885	689,885
Restricted for Highways/Public Works	0	0	0	3,814,691	3,814,691
Restricted for Capital Outlay	136,094	0	4,296,785	0	4,432,879
Restricted for Debt Service	0	0	0	2,192,016	2,192,016
Committed:					
Committed for General Government	42,923	0	0	0	42,923
Committed for Finance	222,373	0	0	0	222,373
Committed for Public Safety	158,000	0	0	8,164	166,164
Committed for Public Health and Welfare	1,865	735,314	0	0	737,179
Committed for Social, Cultural, and Recreational Services	100,119	0	0	66,343	166,462

(Continued)

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

	Major Funds			Nonmajor Funds	
			General Capital Projects	Other Govern- mental Funds	Total Governmental Funds
	General	Ambulance Service			
<u>FUND BALANCES (Cont.)</u>					
Committed (Cont.):					
Committed for Capital Outlay	\$          0	\$          0	\$      823,065	\$          0	\$      823,065
Committed for Debt Service	0	0	0	571,241	571,241
Committed for Capital Projects	1,350,389	0	0	0	1,350,389
Committed for Other Purposes	563,694	0	0	0	563,694
Assigned:					
Assigned for General Government	42,692	0	0	0	42,692
Unassigned	8,923,493	0	0	0	8,923,493
Total Fund Balances	<u>\$  12,578,323</u>	<u>\$     839,422</u>	<u>\$   5,119,850</u>	<u>\$   7,984,969</u>	<u>\$  26,522,564</u>
 Total Liabilities, Deferred Inflows of Resources, and Fund Balances	 <u>\$   28,097,031</u>	 <u>\$   1,802,838</u>	 <u>\$   5,773,822</u>	 <u>\$   15,156,315</u>	 <u>\$   50,830,006</u>

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

Exhibit C-2

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

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

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 26,522,564
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 2,370,802	
Add: construction in progress	4,292,798	
Add: buildings and improvements net of accumulated depreciation	21,061,427	
Add: infrastructure net of accumulated depreciation	5,278,264	
Add: other capital assets net of accumulated depreciation	<u>6,003,711</u>	39,007,002
(2) Internal service funds are used by management to charge the cost of employee health insurance to individual funds. The assets and liabilities are included in governmental activities in the statement of net position.		
Add: capital assets	\$ 41,031	
Add: current assets	1,280,659	
Less: liabilities	<u>(551,166)</u>	770,524
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: notes payable	\$ (1,303,842)	
Less: other loans payable	(8,394,000)	
Less: bonds payable	(48,155,000)	
Less: capital lease payable	(29,879)	
Add: deferred charge on refunding	436,239	
Less: deferred credit on refunding	(386,850)	
Add: debt to be contributed by the school department	29,879	
Less: unamortized premium on debt	(5,114,448)	
Less: net OPEB liability	(520,475)	
Less: compensated absences payable	(697,487)	
Less: accrued interest on bonds, notes, and other loans	(304,024)	
Less: claims and judgments payable	<u>(1,351,254)</u>	(65,791,141)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 2,140,810	
Less: deferred inflows of resources related to pensions	(1,278,736)	
Add: deferred outflows of resources related to OPEB	55,078	
Less: deferred inflows of resources related to OPEB	<u>(50,057)</u>	867,095
(5) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		3,413,650
(6) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>1,690,413</u>
Net position of governmental activities (Exhibit A)		<u>\$ 6,480,107</u>

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



Exhibit C-3

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

	Major Funds			Nonmajor Funds	
	General	Ambulance Service	General Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>					
Local Taxes	\$ 20,062,475	\$ 258,120	\$ 186,253	\$ 7,214,157	\$ 27,721,005
Licenses and Permits	282,964	0	0	119,980	402,944
Fines, Forfeitures, and Penalties	405,283	0	0	36,622	441,905
Charges for Current Services	579,457	4,836,900	0	781,373	6,197,730
Other Local Revenues	781,902	7,454	5	271,133	1,060,494
Fees Received From County Officials	4,246,093	0	0	0	4,246,093
State of Tennessee	3,142,513	0	0	2,790,259	5,932,772
Federal Government	677,211	666,690	0	11,215	1,355,116
Other Governments and Citizens Groups	159,840	4,015	0	1,777,945	1,941,800
Total Revenues	\$ 30,337,738	\$ 5,773,179	\$ 186,258	\$ 13,002,684	\$ 49,299,859
<u>Expenditures</u>					
Current:					
General Government	\$ 3,868,893	\$ 0	\$ 0	\$ 0	\$ 3,868,893
Finance	3,160,674	0	0	0	3,160,674
Administration of Justice	3,267,576	0	0	0	3,267,576
Public Safety	14,596,226	0	0	125,504	14,721,730
Public Health and Welfare	1,169,812	5,570,194	0	2,351,886	9,091,892
Social, Cultural, and Recreational Services	127,812	0	0	897,640	1,025,452
Agriculture and Natural Resources	228,504	0	0	0	228,504
Other Operations	1,101,538	40,987	3,000	327,987	1,473,512
Highways	0	0	0	4,572,666	4,572,666
Debt Service:					
Principal on Debt	0	33,000	0	3,457,495	3,490,495
Interest on Debt	0	2,250	0	2,100,282	2,102,532
Other Debt Service	0	0	130,865	385,897	516,762

(Continued)

Exhibit C-3

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

	Major Funds			Nonmajor Funds	
	General	Ambulance Service	General Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 196,480	\$ 0	\$ 5,482,348	\$ 0	\$ 5,678,828
Total Expenditures	\$ 27,717,515	\$ 5,646,431	\$ 5,616,213	\$ 14,219,357	\$ 53,199,516
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,620,223	\$ 126,748	\$ (5,429,955)	\$ (1,216,673)	\$ (3,899,657)
<u>Other Financing Sources (Uses)</u>					
Bonds Issued	\$ 0	\$ 0	\$ 7,180,000	\$ 0	\$ 7,180,000
Refunding Debt Issued	0	0	0	13,920,000	13,920,000
Premiums on Debt Sold	0	0	623,696	3,008,411	3,632,107
Proceeds from Sale of Capital Assets	483,328	2,360	0	0	485,688
Insurance Recovery	12,655	120,176	0	8,928	141,759
Transfers In	172,437	65,925	2,625,770	122,221	2,986,353
Transfers Out	(2,706,353)	0	0	0	(2,706,353)
Payments to Refunded Debt Escrow Agent	0	0	0	(16,634,606)	(16,634,606)
Total Other Financing Sources (Uses)	\$ (2,037,933)	\$ 188,461	\$ 10,429,466	\$ 424,954	\$ 9,004,948
Net Change in Fund Balances	\$ 582,290	\$ 315,209	\$ 4,999,511	\$ (791,719)	\$ 5,105,291
Fund Balance, July 1, 2019	11,996,033	524,213	120,339	8,776,688	21,417,273
Fund Balance, June 30, 2020	\$ 12,578,323	\$ 839,422	\$ 5,119,850	\$ 7,984,969	\$ 26,522,564

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

Exhibit C-4

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

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

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ 5,105,291
(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	\$ 6,497,963	
Less: current-year depreciation expense	(1,957,197)	
Add: current year depreciation expense included in internal service fund operations - item (6) below	2,619	4,543,385
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trades-ins, and donations) is to decrease net position.		
Less: book value of capital assets disposed	\$ (776,047)	
Add: donated capital assets received	191,667	(584,380)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2020	\$ 1,690,413	
Less: deferred delinquent property taxes and other deferred June 30, 2019	(2,310,517)	(620,104)
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.		
Add: principal payments on notes	\$ 223,240	
Add: principal payments on other loans	729,000	
Add: principal payments on bonds	2,405,000	
Add: principal payments on capital leases	133,255	
Add: debt principal refunded	16,610,000	
Less: bond proceeds	(7,180,000)	
Less: refunding debt proceeds	(13,920,000)	
Less: change in unamortized premium on debt issuances	(3,044,502)	
Less: contributions from the school department for capital leases	(114,982)	
Add: change in deferred charge on refunding	28,400	
Less: change in deferred credit on refunding	(386,850)	(4,517,439)
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ 74,962	
Change in OPEB liability	(9,778)	
Change in net pension asset/liability	233,677	
Change in deferred outflows related to pensions	214,008	
Change in deferred inflows related to pensions	66,560	
Change in deferred outflows related to OPEB	25,806	
Change in deferred inflows related to OPEB	5,910	
Change in compensated absences payable	(44,556)	
Change in claims and judgments payable	(1,351,254)	(784,665)
(6) Internal service funds are used by management to charge the cost of employee health benefits to individual funds and to reflect activities of the county television station. The net revenue (expense) of certain activities of the internal service fund is reported with governmental activities in the statement of activities.		(356,213)
Change in net position of governmental activities (Exhibit B)		\$ 2,785,875

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

## Exhibit C-5

Anderson County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
General Fund  
For the Year Ended June 30, 2020

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 20,062,475	\$ 18,876,241	\$ 18,934,106	\$ 1,128,369
Licenses and Permits	282,964	361,000	361,000	(78,036)
Fines, Forfeitures, and Penalties	405,283	288,550	293,550	111,733
Charges for Current Services	579,457	603,500	619,833	(40,376)
Other Local Revenues	781,902	446,494	454,872	327,030
Fees Received From County Officials	4,246,093	3,895,050	3,915,050	331,043
State of Tennessee	3,142,513	3,606,682	3,590,799	(448,286)
Federal Government	677,211	309,205	778,277	(101,066)
Other Governments and Citizens Groups	159,840	85,500	107,905	51,935
Total Revenues	\$ 30,337,738	\$ 28,472,222	\$ 29,055,392	\$ 1,282,346
<u>Expenditures</u>				
<u>General Government</u>				
County Commission	\$ 283,879	\$ 298,707	\$ 303,673	\$ 19,794
Board of Equalization	5,687	7,448	7,448	1,761
Other Boards and Committees	308,302	298,135	369,059	60,757
County Mayor/Executive	215,275	227,305	234,211	18,936
Personnel Office	264,738	219,350	278,154	13,416
County Attorney	324,348	340,690	354,281	29,933
Election Commission	402,012	438,004	439,769	37,757
Register of Deeds	418,722	382,710	422,710	3,988
Planning	212,716	266,689	266,689	53,973
Building	34,202	43,000	43,000	8,798
County Buildings	817,926	948,171	955,500	137,574
Other General Administration	536,615	415,265	619,557	82,942
Preservation of Records	44,471	49,476	55,838	11,367
<u>Finance</u>				
Accounting and Budgeting	559,602	651,265	636,002	76,400
Purchasing	215,953	225,245	241,708	25,755
Property Assessor's Office	357,327	400,353	388,353	31,026
Reappraisal Program	251,313	274,214	280,214	28,901
County Trustee's Office	637,692	693,067	693,067	55,375
County Clerk's Office	837,157	884,940	953,832	116,675
Data Processing	301,630	244,538	307,685	6,055
<u>Administration of Justice</u>				
Circuit Court	1,231,174	1,254,310	1,301,794	70,620
Criminal Court	354	2,058	2,058	1,704
General Sessions Judge	566,187	587,079	587,079	20,892
Drug Court	73,247	78,801	78,801	5,554
Chancery Court	521,537	512,864	531,704	10,167
Juvenile Court	539,815	576,883	576,883	37,068
District Attorney General	145,021	103,474	173,160	28,139
Office of Public Defender	38,149	40,979	40,979	2,830
Judicial Commissioners	899	2,154	2,154	1,255
Probate Court	2,156	3,500	3,500	1,344
Other Administration of Justice	110,940	125,073	125,073	14,133
Courtroom Security	8,370	30,400	23,347	14,977
Victim Assistance Programs	29,727	26,750	26,750	(2,977)

(Continued)

Exhibit C-5

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Expenditures (Cont.)</u>				
<u>Public Safety</u>				
Sheriff's Department	\$ 5,751,486	\$ 5,929,397	\$ 6,066,355	\$ 314,869
Jail	6,651,870	7,174,654	7,165,869	513,999
Correctional Incentive Program Improvements	78,560	114,463	88,748	10,188
Commissary	119,849	35,000	120,000	151
Civil Defense	457,607	681,388	598,731	141,124
Rescue Squad	27,500	27,500	27,500	0
Other Emergency Management	744,761	857,442	857,442	112,681
County Coroner/Medical Examiner	400,000	400,000	400,000	0
Other Public Safety	364,593	425,654	440,513	75,920
<u>Public Health and Welfare</u>				
Local Health Center	209,117	265,656	278,991	69,874
Rabies and Animal Control	203,322	168,995	247,552	44,230
Dental Health Program	334,728	398,030	398,583	63,855
Other Local Health Services	300,525	538,100	540,699	240,174
Appropriation to State	122,120	123,486	122,120	0
<u>Social, Cultural, and Recreational Services</u>				
Senior Citizens Assistance	124,812	131,281	144,328	19,516
Parks and Fair Boards	3,000	3,000	3,000	0
<u>Agriculture and Natural Resources</u>				
Agricultural Extension Service	143,094	175,087	174,985	31,891
Soil Conservation	56,768	57,928	57,928	1,160
Storm Water Management	28,642	35,260	35,260	6,618
<u>Other Operations</u>				
Industrial Development	162,000	162,000	162,000	0
Veterans' Services	88,764	94,237	94,267	5,503
Other Charges	489,599	471,600	486,100	(3,499)
Contributions to Other Agencies	77,759	0	125,000	47,241
COVID-19 Grant #2	17,021	0	17,021	0
COVID-19 Grant #3	36,661	0	36,661	0
COVID-19 Grant #4	1,848	0	1,848	0
Miscellaneous	227,886	107,073	241,674	13,788
<u>Capital Projects</u>				
Public Safety Projects	196,480	0	199,995	3,515
Total Expenditures	\$ 27,717,515	\$ 29,030,128	\$ 30,457,202	\$ 2,739,687
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 2,620,223	\$ (557,906)	\$ (1,401,810)	\$ 4,022,033
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 483,328	\$ 0	\$ 0	\$ 483,328
Insurance Recovery	12,655	0	9,610	3,045
Transfers In	172,437	172,437	172,437	0
Transfers Out	(2,706,353)	(97,758)	(3,674,383)	968,030
Total Other Financing Sources	\$ (2,037,933)	\$ 74,679	\$ (3,492,336)	\$ 1,454,403

(Continued)

Exhibit C-5

Anderson 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	
Net Change in Fund Balance	\$ 582,290	\$ (483,227)	\$ (4,894,146)	\$ 5,476,436
Fund Balance, July 1, 2019	11,996,033	12,239,324	12,239,324	(243,291)
Fund Balance, June 30, 2020	\$ 12,578,323	\$ 11,756,097	\$ 7,345,178	\$ 5,233,145

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

Exhibit C-6

Anderson County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Ambulance Service Fund  
For the Year Ended June 30, 2020

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 258,120	\$ 247,331	\$ 247,331	\$ 10,789
Charges for Current Services	4,836,900	5,052,700	5,052,700	(215,800)
Other Local Revenues	7,454	0	0	7,454
Federal Government	666,690	400,000	400,000	266,690
Other Governments and Citizens Groups	4,015	0	0	4,015
Total Revenues	<u>\$ 5,773,179</u>	<u>\$ 5,700,031</u>	<u>\$ 5,700,031</u>	<u>\$ 73,148</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Ambulance/Emergency Medical Services	\$ 5,570,194	\$ 5,959,819	\$ 5,931,961	\$ 361,767
<u>Other Operations</u>				
COVID-19 Grant #2	40,987	0	40,987	0
<u>Principal on Debt</u>				
General Government	33,000	0	33,000	0
<u>Interest on Debt</u>				
General Government	2,250	0	2,250	0
<u>Other Debt Service</u>				
General Government	0	35,250	0	0
Total Expenditures	<u>\$ 5,646,431</u>	<u>\$ 5,995,069</u>	<u>\$ 6,008,198</u>	<u>\$ 361,767</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 126,748</u>	<u>\$ (295,038)</u>	<u>\$ (308,167)</u>	<u>\$ 434,915</u>
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 2,360	0	0	2,360
Insurance Recovery	120,176	0	951	119,225
Transfers In	65,925	65,925	65,925	0
Total Other Financing Sources	<u>\$ 188,461</u>	<u>\$ 65,925</u>	<u>\$ 66,876</u>	<u>\$ 121,585</u>
Net Change in Fund Balance	\$ 315,209	\$ (229,113)	\$ (241,291)	\$ 556,500
Fund Balance, July 1, 2019	<u>524,213</u>	<u>480,110</u>	<u>480,110</u>	<u>44,103</u>
Fund Balance, June 30, 2020	<u><u>\$ 839,422</u></u>	<u><u>\$ 250,997</u></u>	<u><u>\$ 238,819</u></u>	<u><u>\$ 600,603</u></u>

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

Exhibit D-1

Anderson County, Tennessee  
Statement of Net Position  
Proprietary Fund  
June 30, 2020

		Governmental Activities - Internal Service Fund
		Employee Health Insurance Fund
	<u>ASSETS</u>	
Current Assets:		
Cash	\$	1,260,945
Investments		19,714
Total Current Assets	\$	<u>1,280,659</u>
Noncurrent Assets:		
Capital Assets:		
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	\$	41,031
Total Noncurrent Assets	\$	<u>41,031</u>
Total Assets	\$	<u>1,321,690</u>
	<u>LIABILITIES</u>	
Current Liabilities:		
Accounts Payable	\$	1,691
Other Current Liabilities		549,475
Total Liabilities	\$	<u>551,166</u>
	<u>NET POSITION</u>	
Net Investment in Capital Assets	\$	41,031
Unrestricted		<u>729,493</u>
Total Net Position	\$	<u>770,524</u>

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



Exhibit D-2

Anderson County, Tennessee  
Statement of Revenues, Expenses, and Changes  
in Net Position  
Proprietary Fund  
For the Year Ended June 30, 2020

	Governmental Activities - Internal Service Fund
	Employee Health Insurance Fund
<u>Operating Revenues</u>	
Charges for Services	\$ 4,342,565
Total Operating Revenues	<u>\$ 4,342,565</u>
<u>Operating Expenses</u>	
Communication	\$ 1,692
Other Contracted Services	354,253
Depreciation	2,619
Other Charges	1,653
Medical and Dental Services	3,629,365
Excess Risk Insurance	429,728
Total Operating Expenses	<u>\$ 4,419,310</u>
Operating Income (Loss)	<u>\$ (76,745)</u>
<u>Nonoperating Revenues (Expenses)</u>	
Investment Income	\$ 532
Total Nonoperating Revenues (Expenses)	<u>\$ 532</u>
Income (Loss) Before Transfers	\$ (76,213)
Transfers Out	<u>(280,000)</u>
Change in Net Position	\$ (356,213)
Net Position, July 1, 2019	<u>1,126,737</u>
Net Position, June, 30, 2020	<u><u>\$ 770,524</u></u>

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

Exhibit D-3

Anderson County, Tennessee  
Statement of Cash Flows  
Proprietary Fund  
For the Year Ended June 30, 2020

	Governmental Activities - Internal Service Fund
	Employee Health Insurance Fund
<u>Cash Flows from Operating Activities</u>	
Receipts for Self-insurance Premiums	\$ 4,342,565
Payments to Fiscal Agents	(370,838)
Payments to Insurers	(451,163)
Receipts for Prescription Drug Rebates	104,425
Payments for Administrative Costs	(3,345)
Payments for Claims	(3,393,891)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 227,753</u>
<u>Cash Flows from Noncapital Financing Activities</u>	
Transfers to Other Funds	<u>\$ (280,000)</u>
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>\$ (280,000)</u>
<u>Cash Flows from Investing Activities</u>	
Interest on Investments	<u>\$ 225</u>
Net Cash Provided By (Used In) Investing Activities	<u>\$ 225</u>
Increase (Decrease) in Cash	\$ (52,022)
Cash, July 1, 2019	<u>1,312,967</u>
Cash, June 30, 2020	<u><u>\$ 1,260,945</u></u>
<u>Reconciliation of Net Operating Income (Loss)</u>	
<u>to Net Cash Provided By (Used In) Operating Activities</u>	
Operating Income (Loss)	\$ (76,745)
Adjustments to Reconcile Net Operating Income (Loss)	
to Net Cash Provided By (Used In) Operating Activities:	
Depreciation	2,619
Changes in Assets and Liabilities:	
(Increase) Decrease in Prepaid Items	14,513
Increase (Decrease) in Accounts Payable	(52,533)
Increase (Decrease) in Other Current Liabilities	<u>339,899</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 227,753</u></u>

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

Exhibit E-1

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

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 1,718,280
Equity in Pooled Cash and Investments	434,776
Accounts Receivable	295
Due from Other Governments	4,496,537
Taxes Receivable	13,482,078
Allowance for Uncollectible Taxes	<u>(426,386)</u>
Total Assets	<u><u>\$ 19,705,580</u></u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 6,157
Claims and Judgments Payable	60,706
Due to Other Taxing Units	17,536,849
Due to Litigants, Heirs, and Others	1,753,251
Due to Joint Ventures	<u>348,617</u>
Total Liabilities	<u><u>\$ 19,705,580</u></u>

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

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**ANDERSON COUNTY, TENNESSEE**  
**Index of Notes to the Financial Statements**

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Note	Page(s)
<b>I. Summary of Significant Accounting Policies</b>	
A. Reporting Entity	62
B. Government-wide and Fund Financial Statements	63
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	64
D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance	
1. Deposits and Investments	67
2. Receivables and Payables	68
3. Inventories and Prepaid Items	69
4. Restricted Assets	69
5. Capital Assets	70
6. Deferred Outflows/Inflows of Resources	70
7. Compensated Absences	71
8. Long-term Debt and Long-term Obligations	71
9. Net Position and Fund Balance	72
10. Minimum Fund Balance Policy	75
E. Pension Plans	76
F. Other Postemployment Benefits (OPEB) Plans	76
<b>II. Reconciliation of Government-wide and Fund Financial Statements</b>	
A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position	77
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	77
<b>III. Stewardship, Compliance, and Accountability</b>	
A. Budgetary Information	78
B. Expenditures Exceeded Appropriations	79
C. Investigation	79
<b>IV. Detailed Notes on All Funds</b>	
A. Deposits and Investments	79
B. Capital Assets	86
C. Construction Commitments	88
D. Interfund Receivables, Payables, and Transfers	88
E. Income from Operating Lease Commitments	90
F. Capital Lease	91
G. Long-term Debt	92
H. Long-term Obligations	97
I. On-Behalf Payments	99
J. Short-term Debt	99

(Continued)

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**ANDERSON COUNTY, TENNESSEE**  
**Index of Notes to the Financial Statements (Cont.)**

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Note	Page(s)
<b>V. Other Information</b>	
A. Risk Management	99
B. Contingent Liabilities	101
C. Joint Ventures	101
D. Jointly Governed Organization	102
E. Retirement Commitments	103
F. Other Postemployment Benefits (OPEB)	120
G. Termination Benefits	129
H. Office of Central Accounting, Budgeting, and Purchasing	130
I. Purchasing Laws	130
J. Subsequent Event	130
<b>VI. Other Notes - Discretely Presented Anderson County Emergency Communications District</b>	130

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

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Anderson 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 Anderson County:

**A. Reporting Entity**

Anderson County is a public municipal corporation governed by an elected 16-member board. As required by GAAP, these financial statements present Anderson County (the primary government) and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial 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 Anderson County School Department operates the public school system in the county, and the voters of Anderson County elect its board. The school department is fiscally dependent on the county because its budget and property tax levy are subject to the county commission's approval. The school department has a financial benefit/burden relationship with the county since all debt issued for school purposes is a liability of the primary government. Also, 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 Anderson County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Anderson County, and the Anderson 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 approval of the county commission.

The Anderson 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 Anderson County Emergency

Communications District can be obtained from its administrative office at the following address:

Administrative Office:

Anderson County Emergency  
Communications District  
101 South Main Street, Suite 440  
Clinton, Tennessee 37716

**Related Organizations** – The Anderson County Water Authority is a related organization of Anderson County. The county mayor nominates, and the Anderson County Commission confirms the board members, but the county's accountability for the organization does not extend beyond making the appointments.

The Anderson County Industrial Development Board is a related organization of Anderson County. The Anderson County Commission elects the board members, but the county's accountability does not extend beyond making the appointments.

**B. Government-wide and Fund Financial Statements**

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

Anderson County issues all debt for the discretely presented Anderson County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2020.

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary funds financial statements, except for agency funds, which have no measurement focus. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Separate financial statements are provided for governmental funds, proprietary 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 internal service fund and the fiduciary funds in total are reported in single columns by fund type.

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



available. Anderson County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable (reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

Proprietary fund and fiduciary fund financial statements are reported using the economic resources measurement focus, except for agency funds, which have no measurement focus, and the accrual basis of accounting. Revenues are recognized when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Anderson 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 fund is used to account for the county’s ambulance service operations. Fees for services are the foundational revenues of the fund.

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

Additionally, Anderson County reports the following fund types:

**Debt Service Funds** – These funds account for the resources accumulated and payments made for principal and interest on long-term obligation debt of governmental funds.

**Internal Service Fund** – The Employee Health Insurance Fund is used to account for the county’s self-insured employee health program, which serves the primary government. Premiums charged to the various county funds and employee payroll deductions are placed in the

Employee Health Insurance Fund for the payment of claims of county employees.

**Agency Funds** – These funds account for amounts collected in an agency capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Anderson County, city school systems' shares of educational revenues, state grants and other restricted revenues held for the benefit of the Judicial District Drug Task Force, and restricted revenues held for the benefit of the Office of District Attorney General. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They do, however, use the accrual basis of accounting to recognize receivables and payables.

The discretely presented Anderson County School Department reports the following major governmental fund:

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

Additionally, the Anderson County School Department reports the following fund types:

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

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has one proprietary fund, an internal service fund used to account for the employees' health insurance program. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenues of the county's internal service fund is self-insurance premiums. Operating expenses for the health insurance internal service fund include medical claims, excess risk insurance, and administrative charges.

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

**1. Deposits and Investments**

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

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies, deposit accounts at state and federal chartered banks and savings and loan associations, repurchase agreements, the State Treasurer's Investment Pool; the State Treasurer's Intermediate Term Investment Fund; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service, nonconvertible debt securities of certain federal government sponsored enterprises, and the county's own legally issued bonds or notes.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Anderson 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. Income from these investments is credited to various funds based on legal requirements of the budget adopted by the county commission, with the majority of the investment income being assigned to the General, General Purpose School, and the various debt service funds. In addition, investments are held separately by the self-insurance fund. Anderson 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 State 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. Anderson County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

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

## **2. Receivables and Payables**

Activity between funds for unremitted current collections or that are representative of lending/borrowing arrangements 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 2.07 percent of total taxes levied.

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

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet as a deferred inflow of resources to reflect amounts not available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable

that will be filed in court for collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

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

Most payables are disaggregated on the face of the financial statements. The balance in the account Other Current Liabilities totaling \$582,475 in the governmental activities Statement of Net Position for the primary government consists of performance bonds of \$33,000 and self-insurance claims of \$549,475.

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

### **3. Inventories and Prepaid Items**

Inventories of Anderson County and the discretely presented Anderson County School Department are recorded at cost, determined on the first-in, first-out basis. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Inventories are offset in the nonspendable fund balance account in governmental funds.

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

### **4. Restricted Assets**

Restricted assets consist of amounts held in a pension stabilization trust by the Tennessee Consolidated Retirement (TCRS) for the benefit of the discretely presented Anderson 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 Anderson County School Department to fund retirement benefits upon

approval of the TCRS Board of Directors. To date, the Anderson County School Department has not withdrawn any funds from the trust to pay pension cost. Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

## **5. Capital Assets**

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 or more and an estimated useful life exceeding one year. 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>
Building and Improvements	20 - 50
Other Capital Assets	5 - 20
Infrastructure	25 - 40

## **6. Deferred Outflows/Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period 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 a deferred charge on refunding, pension and OPEB changes in experience, pension and OPEB changes in assumptions,

employer contributions made to the pension and OPEB plans after the measurement date, and pensions and OPEB changes in proportionate share. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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 position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These items are from the following sources: current and delinquent property taxes, deferred credit on refunding, pension and OPEB changes in experience, pension changes in investment earnings, pension and OPEB changes in proportionate share, OPEB changes in assumptions and various receivables for revenues, which do not meet the availability criteria for governmental funds.

#### **7. Compensated Absences**

The policies of the county and school department permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the county and the school department do not have policies to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide statements for the county and the discretely presented school department. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

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

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

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

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

#### **9. Net Position and Fund Balance**

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

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

The government-wide Statement of Net Position, Governmental Activities, reports \$12,025,425 of restricted net position, of which \$524,718 is restricted by enabling legislation.

As of June 30, 2020, Anderson County had \$33,875,721 in outstanding debt for capital purposes for the discretely presented Anderson County School Department. This debt is a liability of Anderson County, but the capital assets acquired are reported in the financial statements of the



school department. Therefore, Anderson County has incurred a liability, significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

For most funds, 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. One exception is the Highway/Public Works Fund for which unrestricted amounts are reduced first, followed by restricted amounts when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. Also, it is the county's policy that 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 follows a policy requiring all assignments of fund balance to be approved by resolution by the county commission for the primary government and by the Board of Education for the school department. Assigned fund balance in the school department's General Purpose School Fund represents amounts assigned for encumbrances.

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. These funds are the only governmental funds that report positive unassigned fund balance. However, in governmental funds other than the General and General Purpose School funds, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned for those purposes, it may be necessary to report a negative unassigned fund balance, which would be a deficit.

The primary restrictions and commitments of fund balance for the governmental funds are identified below.

<u>Fund/ Function/Purpose</u>	<u>Amount</u>
<b><u>PRIMARY GOVERNMENT</u></b>	
General Fund:	
Restricted for Administration of Justice:	
Drug Court	\$ 78,796
Courthouse Security	360,813
Circuit, Sessions, and Chancery Data Processing	73,487
Sex Offender Registry	21,583
Restricted for Public Health and Welfare:	
Alcohol and Drug Treatment	116,651
Animal Holding Facilities	40,583
Various Grants	48,483
Committed for Finance:	
Property Asessor	170,484
Purchasing - Surplus Property	51,889
Committed for Capital Projects:	
Industrial Land Purchases	1,350,389
Committed for Other Purposes:	
Tennessee College of Applied Technology	237,698
Economic Development	325,996
Ambulance Service Fund:	
Committed for Public Health and Welfare:	
Ambulance Service	735,314

<u>Fund/ Function/Purpose</u>	<u>Amount</u>
<b><u>PRIMARY GOVERNMENT (CONT.)</u></b>	
Nonmajor Governmental Funds:	
Restricted for Highway/Public Works:	
General Highway Purposes	\$ 3,814,691
Restricted for Public Health and Welfare:	
Solid Waste/Sanitation	428,291
Restricted for Social, Cultural, and Recreational Services:	
Public Libraries	301,261
Tourism	388,624
Restricted for Debt Service:	
Principal and Interest on General County Debt	1,546,720
Principal and Interest on Debt Related to Elementary Schools	414,107
Principal and Interest on Debt Related to Middle and High Schools	231,189
Committed for Debt Service:	
Principal and Interest on General County Debt	445,542
Principal and Interest on Debt Related to Middle and High Schools	125,699
<b><u>DISCRETELY PRESENTED SCHOOL DEPARTMENT</u></b>	
Nonmajor Governmental:	
Restricted for Education:	
Cafeteria Operations	1,400,424
Restricted for Capital Projects:	
School Upgrades	498,307
Committed for Education:	
Cash Flow for Federal Programs	375,000

**10. Minimum Fund Balance Policy**

To provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance, the county commission adopted a policy establishing a minimum unassigned fund balance level for the General Fund of \$4,500,000. This amount was increased by the county commission in January 2020 from the previous minimum fund balance amount of \$4,000,000. To draw the unassigned fund balance below \$4,500,000 requires two-thirds (2/3) affirmative vote by the board of county commissioners. At June 30, 2020, the unassigned fund balance was \$8,923,493, which is \$4,423,493 above the minimum amount. On September 21, 2020, the county commission approved to increase minimum fund balance by an additional \$1,000,000 to \$5,500,000.

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

**Discretely Presented Anderson County School Department**

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

**F. Other Postemployment Benefit (OPEB) Plans**

**Primary Government**

Anderson County provides OPEB benefits to its retirees through a self-insured health plan administered by MedBen. For reporting purposes the plan is considered a single-employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). 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 Anderson County. For this purpose, Anderson County recognizes benefit payments when due and payable in accordance with benefit terms. Anderson County's OPEB plan is not administered through a trust.

**Discretely Presented Anderson County School Department**

Anderson County School Department provides OPEB benefits to its retirees through a state administered public entity risk pool. For reporting purposes the plan is considered a single-employer defined benefit OPEB plan based on

criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). 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 Anderson 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 Anderson County School Department**

Exhibit J-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 Anderson County School Department**

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

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

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, County Mayor, 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, if any, is presented on the face of each budgetary schedule.

At June 30, 2020, Anderson County and the Anderson County School Department reported the following encumbrances:

<u>Fund</u>	<u>Amount</u>
Primary Government:	
Major Fund:	
General Capital Projects	\$ 4,290,168
Nonmajor Funds:	
Other General Government Special Revenue	28,640
Highway/Public Works	2,696
School Department:	
Major Fund:	
General Purpose School	466,838
Nonmajor Funds:	
Other Education Special Revenue	11,363
Education Capital Projects	461,052

**B. Expenditures Exceeded Appropriations**

Expenditures exceeded appropriations approved by the county commission in the Victim Assistance Programs and Other Charges major appropriation categories (the legal level of control) of the General Fund by \$2,977 and \$3,499, respectively. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by greater than anticipated revenues in the General Fund.

**C. Investigation**

An investigation of the Student Services division of the Anderson County School Department by the Comptroller's Division of Investigations is ongoing. Findings, if any, resulting from this investigation will be included in a subsequent report.

**IV. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

Anderson County and the Anderson 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 two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 105 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount

of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

### **Investments**

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

**Investment Balances.** As of June 30, 2020, Anderson County had the following investments carried at amortized cost using a Stable Net Asset Value. Pooled investments are held in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Anderson County and the discretely presented Anderson County School Department since both pool their deposits and investments through the county trustee. Nonpooled investments represent amounts held in the Employee Health Insurance Fund (an internal service fund).



## POOLED INVESTMENTS

Investment	Weighted Average Maturity (days)	Maturities	Amortized Cost
State Treasurer's Investment Pool	1 to 105	N/A	\$ 5,729,107

## NONPOOLED INVESTMENTS

Investment	Weighted Average Maturity (days)	Maturities	Amortized Cost
State Treasurer's Investment Pool	1 to 105	N/A	\$ 19,714

**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. Anderson 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. Anderson County has no investment policy that would further limit its investment choices. As of June 30, 2020, Anderson County's investment in the State Treasurer's Investment Pool was unrated.

Further information concerning the legal provisions, investment policies, investment types, and credit risks for the State Treasurer's Investment Pool can be obtained by reviewing the State of Tennessee Consolidated Annual Financial Report at <https://www.tn.gov/finance/rd-doa/fa-accfin-cafr.html>.

### **TCRS Stabilization Trust**

**Legal Provisions.** The Anderson 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 Anderson County School Department may not impose any restrictions on investments placed by the trust on their behalf.

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

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

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

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

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

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

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

U.S. Treasury Bills, Bonds, Notes and Futures classified in Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Debt and debt derivative securities classified in Level 2 are valued using a bid-ask spread price from multiple independent brokers, dealers, or market principals, which are known to be actively involved in the market. Level 3 debt securities are valued using proprietary information, a single pricing source, or other unobservable inputs related to similar assets or liabilities.

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

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

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

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 87,504
Developed Market International Equity	N/A	N/A	39,519
Emerging Market International Equity	N/A	N/A	11,291
U.S. Fixed Income	N/A	N/A	56,455
Real Estate	N/A	N/A	28,228
Short-term Securities	N/A	N/A	2,823
NAV - Private Equity and Strategic Lending	N/A	N/A	56,455
Total			<u>\$ 282,275</u>

Investment by Fair Value Level		Fair Value Measurements Using				NAV
		Quoted	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)		
		Prices in				
		Active				
		Markets for				
Fair Value	Assets	Identical	Inputs	Inputs		
6-30-20	(Level 1)	(Level 2)	(Level 3)			
U.S. Equity	\$ 87,504	\$ 87,504	\$ 0	\$ 0	0	
Developed Market						
International Equity	39,519	39,519	0	0	0	
Emerging Market						
International Equity	11,291	11,291	0	0	0	
U.S. Fixed Income	56,455	0	56,455	0	0	
Real Estate	28,228	0	0	28,228	0	
Short-term Securities	2,823	0	2,823	0	0	
Private Equity and Strategic Lending	56,455	0	0	0	56,455	
Total	\$ 282,275	\$ 138,314	\$ 59,278	\$ 28,228	\$ 56,455	

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

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

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

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

**Custodial Credit Risk.** Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the county will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Pursuant to the trust agreement, investments are held in the name of the trust for the benefit of the Anderson County School Department to pay retirement benefits of the school department employees.

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

**B. Capital Assets**

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

**Primary Government**

**Governmental Activities**

	Balance 7-1-19	Increases	Decreases	Balance 6-30-20
Capital Assets Not Depreciated:				
Land	\$ 2,659,202	\$ 0	\$ (288,400)	\$ 2,370,802
Construction in Progress	101,777	4,380,816	(189,795)	4,292,798
Total Capital Assets Not Depreciated	\$ 2,760,979	\$ 4,380,816	\$ (478,195)	\$ 6,663,600
Capital Assets Depreciated:				
Buildings and Improvements	\$ 34,007,293	\$ 512,999	\$ (342,800)	\$ 34,177,492
Infrastructure	47,160,578	235,137	0	47,395,715
Other Capital Assets	15,620,066	1,750,473	(639,150)	16,731,389
Total Capital Assets Depreciated	\$ 96,787,937	\$ 2,498,609	\$ (981,950)	\$ 98,304,596
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 12,337,804	\$ 751,513	\$ (14,283)	\$ 13,075,034
Infrastructure	41,769,614	347,837	0	42,117,451
Other Capital Assets	10,349,851	857,847	(480,020)	10,727,678
Total Accumulated Depreciation	\$ 64,457,269	\$ 1,957,197	\$ (494,303)	\$ 65,920,163
Total Capital Assets Depreciated, Net	\$ 32,330,668	\$ 541,412	\$ (487,647)	\$ 32,384,433
Governmental Activities Capital Assets, Net	\$ 35,091,647	\$ 4,922,228	\$ (965,842)	\$ 39,048,033

Functional expenses for Social, Cultural, and Recreational Services includes a loss on disposal of capital assets of \$285,717. This resulted from the sale of senior center property with a carrying value of \$328,517 (building) and \$257,200 (land). Proceeds from the sale of that property amounted to only \$300,000, resulting in the loss.

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

**Governmental Activities:**

General Government	\$ 407,476
Administration of Justice	29,192
Public Safety	710,484
Public Health and Welfare	362,421
Social, Cultural, and Recreational	33,773
Highway/Public Works	<u>413,851</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,957,197</u>

**Discretely Presented Anderson County School Department**

**Governmental Activities:**

	Balance 7-1-19	Increases	Decreases	Balance 6-30-20
Capital Assets Not Depreciated:				
Land	\$ 865,214	\$ 0	\$ 0	\$ 865,214
Construction in Progress	<u>7,050,765</u>	<u>4,827,741</u>	<u>(346,691)</u>	<u>11,531,815</u>
Total Capital Assets Not Depreciated	<u>\$ 7,915,979</u>	<u>\$ 4,827,741</u>	<u>\$ (346,691)</u>	<u>\$ 12,397,029</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 89,228,060	\$ 683,262	\$ 0	\$ 89,911,322
Other Capital Assets	<u>8,342,217</u>	<u>109,642</u>	<u>(147,504)</u>	<u>8,304,355</u>
Total Capital Assets Depreciated	<u>\$ 97,570,277</u>	<u>\$ 792,904</u>	<u>\$ (147,504)</u>	<u>\$ 98,215,677</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 48,133,025	\$ 2,457,419	\$ 0	\$ 50,590,444
Other Capital Assets	<u>5,926,409</u>	<u>84,074</u>	<u>(145,087)</u>	<u>5,865,396</u>
Total Accumulated Depreciation	<u>\$ 54,059,434</u>	<u>\$ 2,541,493</u>	<u>\$ (145,087)</u>	<u>\$ 56,455,840</u>
Total Capital Assets Depreciated, Net	<u>\$ 43,510,843</u>	<u>\$ (1,748,589)</u>	<u>\$ (2,417)</u>	<u>\$ 41,759,837</u>
Governmental Activities Capital Assets, Net	<u>\$ 51,426,822</u>	<u>\$ 3,079,152</u>	<u>\$ (349,108)</u>	<u>\$ 54,156,866</u>

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

**Governmental Activities:**

Instruction	\$ 2,035,116
Support Services	184,659
Operation of Non-instructional Services	<u>321,718</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 2,541,493</u></u>

**C. Construction Commitments**

At June 30, 2020, the county had an uncompleted construction contract of \$4,290,168 to upgrade various county buildings for energy savings. Funding has been received for these future expenditures.

At June 30, 2020, the school department had an uncompleted construction contract of \$436,099 to expand the gymnasium of Grand Oaks Elementary School, of \$137,262 to partially replace roof at Clinton High School, and of \$298,516 for an alarm system at Anderson County High School. Funding has been received for these future expenditures.

**D. Interfund Receivables, Payables, and Transfers**

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

**Primary Government**

**Due to/from Other Funds:**

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 65,745
Ambulance Service	Nonmajor governmental	3,246
Nonmajor governmental	General	80,583
"	Nonmajor governmental	37,508

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.



## Discretely Presented Anderson County School Department

### Due to/from Other Funds

Receivable Fund	Payable Fund	Amount
General Purpose School	Nonmajor governmental	\$ 130,319
Nonmajor governmental	General Purpose School	453

The amount due to the General Purpose School Fund consists primarily of amounts due for indirect costs.

### Due to/from Primary Government and Component Unit

Receivable Fund	Payable Fund	Amount
Component Unit:		
School Department:	Primary Government:	
General Purpose School	Nonmajor governmental	\$ 55,981

The amount of \$29,879 reflected as due to primary government from the discretely presented school department on the government-wide Statement of Net Position is for debt issued by the primary government, which is being retired by the school department. The entire \$29,879 is expected to be received within one year.

### Interfund Transfers

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

#### Primary Government

Transfers Out	Transfers In			
	General Fund	Ambulance Service Fund	General Capital Projects Fund	Nonmajor Governmental Funds
General Fund	\$ 0	\$ 0	\$ 2,625,770	\$ 80,583
Internal Service Fund	172,437	65,925	0	41,638
Total	\$ 172,437	\$ 65,925	\$ 2,625,770	\$ 122,221

The transfers from the Internal Service fund were for refunds of prior years' excess contributions from the participating funds. The transfer into the General Capital Projects Fund was reported to recognize contributions from the General Fund to fund various capital projects. Transfers from the General

Fund to the nonmajor governmental funds was to provide funds for the movement of a solid waste convenience center.

**Discretely Presented Anderson County School Department**

Transfers Out	Transfers In	
	General Purpose School Fund	Nonmajor Governmental Funds
General Purpose School Fund	\$ 0	\$ 193,790
Nonmajor Governmental Funds	265,885	40,472
Total	<u>\$ 265,885</u>	<u>\$ 234,262</u>

Transfers into the General Purpose School Fund were for indirect cost reimbursements. Transfers into the nonmajor governmental funds include \$40,000 from the General Purpose School Fund to support an employee childcare fund, \$150,000 from the General Purpose School Fund to establish a cash flow balance, and \$40,472 transferred between nonmajor governmental funds to support the food service program.

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**E. Income from Operating Lease Commitments**

Anderson County leases space in the Robert Jolley Administration Building and the Daniel Arthur Rehabilitation Center to various tenants under operating lease agreements. The carrying value of the leased properties was \$826,008 at June 30, 2020. The original cost was \$3,079,264 and accumulated depreciation was \$2,253,256. Total lease revenues for the year ended June 30, 2020, were \$121,702. The future minimum lease payments under existing leases are as follows:

Year Ending June 30	Amount
2021	\$ 93,010
2022	93,000
2023	<u>93,000</u>
Total	<u>\$ 279,010</u>

**F. Capital Lease**

During the 2003-04 year, Anderson County entered into an agreement for the school department for the lease of a building for its daycare and head start programs. Generally accepted accounting principles require the lease to be capitalized because, at the time of inception of the lease, the present value of minimum lease payments exceeded 90 percent of the fair value of the asset. The school department made advance payments totaling \$749,060 to decrease the entity's future lease obligations, and the revised lease agreement provides for all required payments to be made during a 16-year period ending in 2021. The school department has an option to extend the lease for two five-year terms. The lease carries an implicit interest rate of 11.4 percent, and the title does not transfer at the end of the lease.

The assets acquired through the capital leases outstanding at June 30, 2020, consisted of the following:

	<u>School Department - Governmental Activities</u>
Building and Improvements	\$ 1,606,295
Less: Accumulated Depreciation	<u>(1,325,194)</u>
Total	<u><u>\$ 281,101</u></u>

Future minimum payments and the net present value of these minimum lease payments as of June 30, 2020, were as follows:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>
2021	<u>\$ 30,448</u>
Total Minimum Lease Payments	<u>\$ 30,448</u>
Less: Amount Representing Interest	<u>(569)</u>
Present Value of Minimum Payments	<u><u>\$ 29,879</u></u>

See Note V.B., Contingent Liabilities, for further discussion of this lease.

**G. Long-term Debt**

**Primary Government**

**General Obligation Bonds, Notes, and Other Loans**

General Obligation Bonds - Anderson 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 outstanding were issued for original terms of up to 20 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2020, will be retired from the debt service funds.

Direct Borrowing and Direct Placements - Anderson County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes and other loans outstanding were issued for original terms of up to 12 years for notes and up to 20 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes, and other loans included in long-term debt as of June 30, 2020, will be retired from the debt service funds, except for one capital outlay note with an outstanding balance of \$67,000, which will be retired from the Ambulance Service fund.

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

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-20
General Obligation Bonds	2 to 5	% 5-1-40	\$ 7,180,000	\$ 7,180,000
General Obligation Bonds -				
Refunding	2 to 5	5-1-35	14,700,000	14,570,000
Rural School Bonds	2 to 5	5-1-39	10,900,000	10,610,000
Rural School Bonds -				
Refunding	3 to 5	5-1-31	18,330,000	15,795,000
Direct Borrowing and Direct Placement:				
Capital Outlay Notes	0 to 2.35	6-1-29	2,465,658	1,303,842
Other Loans	See table below	5-1-31	14,385,215	8,394,000
Capital Lease	11.4	12-1-20	957,236	29,879

The following table further details loan agreements outstanding at June 30, 2020:

Description	Original Amount of Loan Agreement	Outstanding Principal 6-30-20	Interest Type	Interest Rates as of 6-30-20	Other Fees
<u>Montgomery County Public</u>					
<u>    Building Authority</u>					
Industrial Development	\$ 1,700,000	\$ 134,000	Variable	0.18 %	.88 %
Jail Renovation	3,000,000	965,000	Variable	0.16	.85
<u>City of Clarksville Public</u>					
<u>    Building Authority</u>					
Rural Debt Series 2014	4,505,215	3,410,000	Fixed	2.75	NA
Education Debt Series 2014	5,180,000	3,885,000	Fixed	2.75	NA
Total	\$ 14,385,215	\$ 8,394,000			

The annual requirements to amortize all general obligation bonds, notes, and other loans outstanding as of June 30, 2020, including interest payments and other loan fees, are presented in the following tables. The interest rates on the variable rate public building authority loan agreements are tax-exempt rates determined by the remarketing agent daily or weekly depending on the particular program. In addition, the county pays various other fees (trustee, debt remarketing, etc.) in connection with these variable rate loans. Interest payments and other fees included in the table for the variable rate issues are computed based on the rates in effect at June 30, 2020.

Year Ending June 30	Bonds		
	Principal	Interest	Total
2021	\$ 2,630,000	\$ 1,915,151	\$ 4,545,151
2022	2,885,000	1,821,003	4,706,003
2023	3,065,000	1,678,603	4,743,603
2024	3,230,000	1,527,203	4,757,203
2025	3,385,000	1,367,463	4,752,463
2026-2030	15,325,000	4,528,465	19,853,465
2031-2035	12,640,000	1,716,326	14,356,326
2036-2040	4,995,000	394,336	5,389,336
Total	\$ 48,155,000	\$ 14,948,550	\$ 63,103,550

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2021	\$ 225,240	\$ 27,147	\$ 252,387
2022	200,709	23,866	224,575
2023	120,893	20,492	141,385
2024	118,000	17,790	135,790
2025	121,000	15,016	136,016
2026-2029	518,000	30,856	548,856
Total	\$ 1,303,842	\$ 135,167	\$ 1,439,009

Year Ending June 30	Other Loans - Direct Placement			
	Principal	Interest	Other Fees	Total
2021	\$ 740,000	\$ 202,398	\$ 9,400	\$ 951,798
2022	612,000	190,179	6,683	808,862
2023	618,000	178,193	5,089	801,282
2024	624,000	166,196	3,444	793,640
2025	630,000	154,191	1,747	785,938
2026-2030	4,225,000	496,376	0	4,721,376
2031	945,000	25,988	0	970,988
Total	\$ 8,394,000	\$ 1,413,521	\$ 26,363	\$ 9,833,884

There is \$2,763,257 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$290, based on the 2010 federal census for residents living inside the Oak Ridge School District, \$605 for residents living inside the Clinton School District, and \$938 for residents living outside of these school districts. Total debt per capita, including bonds, notes, other

loans, capital leases, and unamortized debt premiums, totaled \$345 for residents living inside the Oak Ridge School District, \$792 for residents living inside the Clinton School District, and \$1,253 for residents living outside of these school districts, based on the 2010 federal census.

The school department is currently contributing funds to service some of the debt issued on its behalf by the primary government as noted in the table below. This debt is reflected in the government-wide financial statements as Due to the Primary Government in the financial statements of the school department and as Due from Component Units in the financial statements of the primary government.

Description of Debt	Outstanding 6-30-20
<u>Capital Leases - Direct Placement</u>	
<u>Contributions from the Other Education Special</u>	
<u>Revenue Fund to the Rural Debt Service Fund</u>	
Headstart Facility	\$ 29,879
Total	\$ 29,879

In addition to the above-noted future contributions, based on budgetary appropriations, the school department remitted \$1,258,713 and \$381,875 to the primary government’s Rural Debt Service Fund and Education Debt Service Fund, respectively, to be applied to the retirement of other debt issued for the benefit of the school department.

Changes in Long-term Debt

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

Governmental Activities:

	Bonds	Capital Leases - Direct Placement
Balance, July 1, 2019	\$ 46,070,000	\$ 163,134
Additions	21,100,000	0
Reductions	(19,015,000)	(133,255)
Balance, June 30, 2020	<u>\$ 48,155,000</u>	<u>\$ 29,879</u>
Balance Due Within One Year	<u>\$ 2,630,000</u>	<u>\$ 29,879</u>

	Other Loans - Direct Placement	Notes - Direct Placement
Balance, July 1, 2019	\$ 9,123,000	\$ 1,527,082
Reductions	(729,000)	(223,240)
Balance, June 30, 2020	<u>\$ 8,394,000</u>	<u>\$ 1,303,842</u>
Balance Due Within One Year	<u>\$ 740,000</u>	<u>\$ 225,240</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2020	\$ 57,882,721
Less: Balance Due Within One Year - Debt	(3,625,119)
Add: Unamortized Premium on Debt	<u>5,114,448</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 59,372,050</u>

Current Refunding

On May 15, 2020, Anderson County refunded General Obligation Bond, Series 2010 and General Obligation Bond, Series 2011D with General Obligation Refunding Bond, Series 2020A. The county issued \$6,670,000 of general obligation bonds to provide resources to call and redeem the refunded debt. As a result, the bonds were redeemed, and the liability has been removed from the governmental activities column of the Statement of Net Position. As a result of the refunding, total debt service payments over the next 9 years will be reduced by \$985,014, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$865,985 was obtained.



On May 15, 2020, Anderson County refunded Rural Elementary School Bonds, Series 2011E with Rural Elementary School Refunding Bonds, Series 2020B. The county issued \$1,525,000 of general obligation bonds to provide resources to call and redeem the refunded debt. As a result, the bonds were redeemed, and the liability has been removed from the governmental activities column of the Statement of Net Position. As a result of the refunding, total debt service payments over the next 11 years will be reduced by \$329,344, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$294,703 was obtained.

On May 15, 2020, Anderson County refunded Rural High School Bonds, Series 2011F with Rural High School Refunding Bonds, Series 2020C. The county issued \$5,725,000 of general obligation bonds to provide resources to call and redeem the refunded debt. As a result, the bonds were redeemed, and the liability has been removed from the governmental activities column of the Statement of Net Position. As a result of the refunding, total debt service payments over the next 11 years will be reduced by \$1,208,193, and an economic gain of \$1,111,711 was obtained.

#### **H. Long-term Obligations**

##### **Changes in Long-term Obligations**

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

	Compensated Absences	Other Postemployment Benefits	Claims and Judgments
Balance, July 1, 2019	\$ 652,931	\$ 510,697	\$ 0
Additions	884,151	73,412	1,351,254
Reductions	(839,595)	(63,634)	0
Balance, June 30, 2020	<u>\$ 697,487</u>	<u>\$ 520,475</u>	<u>\$ 1,351,254</u>
Balance Due Within One Year	<u>\$ 662,613</u>	<u>\$ 0</u>	<u>\$ 1,351,254</u>

##### **Analysis of Other Noncurrent Liabilities Presented on Exhibit A:**

Total Noncurrent Liabilities, June 30, 2020	\$ 2,569,216
Less: Balance Due Within One Year - Other	<u>(2,013,867)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 555,349</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General, Ambulance Service, and Highway/Public Works funds.

Claims and judgments represent a court ordered payment in a wrongful termination lawsuit (\$1,240,000) which will be paid from the General Fund if appeals are not successful and amounts due for prior years' property tax appeals. Amounts due under prior year property tax appeals will be paid from the General, Ambulance Service, General Capital Projects, and nonmajor governmental funds.

### **Discretely Presented Anderson County School Department**

#### **Changes in Long-term Obligations**

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

	Compensated Absences	Other Postemployment Benefits	Claims and Judgments
Balance, July 1, 2019	\$ 338,048	\$ 4,108,377	\$ 0
Additions	552,474	402,179	94,834
Reductions	(427,743)	(290,510)	0
Balance, June 30, 2020	<u>\$ 462,779</u>	<u>\$ 4,220,046</u>	<u>\$ 94,834</u>
Balance Due Within One Year	<u>\$ 439,641</u>	<u>\$ 0</u>	<u>\$ 94,834</u>

#### Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2020	\$ 4,777,659
Less: Balance Due Within One Year - Other	<u>(534,475)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 4,243,184</u>

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

Claims and judgments represent amounts due under prior years' property tax appeals and will be paid from the General Purpose School and nonmajor governmental funds.

**I. On-Behalf Payments – Discretely Presented Anderson County School Department**

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Anderson County School Department. These payments are made by the state to the Local Education Group Insurance Plan. The plan is administered by the State of Tennessee and reported in the state's Comprehensive Annual Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2020, was \$160,224. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

**J. Short-term Debt**

Anderson County issued revenue anticipation notes in advance of revenue collections in the following fund. These notes were necessary because funds were not available to meet obligations coming due before revenues were available. Short-term debt activity for the year ended June 30, 2020, was as follows:

Fund	Balance 7-1-19	Issued	Paid	Balance 6-30-20
<u>Discretely Presented School Department</u>				
School Federal Projects Fund (Borrowed from General Purpose School Fund)	\$ 0	\$ 230,000	\$ (230,000)	\$ 0

**V. OTHER INFORMATION**

**A. Risk Management**

The county has chosen to establish the Employee Health Insurance Fund for risks associated with the employees' health insurance plan. The Employee Health Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county has obtained a stop/loss commercial policy to cover claims beyond certain liabilities. The stop/loss policy contains a maximum reimbursement limit of \$1,000,000 per claim year. Annually, the county retains the risk of loss to the first \$100,000 per covered person. Settled claims have not exceeded this commercial insurance coverage in any of the past three fiscal years. An estimated liability for outstanding medical claims of \$549,475 has been recorded in the financial statements of the Employee Health Insurance Fund.

All full-time employees of the primary government are eligible to participate along with eligible pre-65 retirees as discussed in Note V.F., Other Postemployment Benefits. A premium charge is allocated to each fund that accounts for full-time employees or that pays premiums for retirees. This charge is based on actuarial estimates for the amounts needed to pay prior-

and current-year claims and to establish a reserve for catastrophic losses. That reserve was \$729,493 at June 30, 2020. Liabilities of the fund are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. The Employee Health Insurance Fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been incurred but not reported. Claims liabilities include specific, incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

Employee Insurance - Health Fund

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance Fiscal Year-end
2018-19	\$ 204,118	\$ 2,961,625	\$ 2,956,167	\$ 209,576
2019-20	209,576	3,629,365	3,289,466	549,475

Current-year claims and estimates are presented net of contracted prescription drug rebates (\$104,425) for the 2019-20 year.

The discretely presented Anderson County School Department participates in the Local Education Group Insurance Fund (LEGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local education agencies. In accordance with Section 8-27-301, *Tennessee Code Annotated (TCA)*, all local education agencies are eligible to participate. The LEGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

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

## **B. Contingent Liabilities**

The amount of liability reflected in the financial statements for the lease of the Head Start building discussed in Note IV.F., was based on an management's understanding of the terms of the agreement at the time the lease was executed. However, information has come to light at the time of the release of this report that brings the accuracy of the balance into question and that information is currently under review. Adjustments, if any, that are determined to be necessary to the balance will be disclosed in a subsequent report. It is not considered likely that any such necessary adjustment would be material to the government wide financial statements.

Anderson County is a defendant in a wrongful termination lawsuit. The county won the case in chancery court; however, the verdict was subsequently reversed in the Court of Appeals and the county was ordered to pay back pay on the case. The county reflected \$400,000 as an estimate of the liability in the General Fund at June 30, 2019. The amount ultimately awarded by the court was \$480,000 which the county paid to Chancery Court in February 2020. However, on October 28, 2020, the county was informed of an additional judgment of \$1,240,000 awarded to the plaintiff in this case for front pay. The county has reported a noncurrent liability for this judgment in the governmental activities on the government wide financial statements. As of the date of this report, the county plans to appeal this additional judgment.

A business filed an appeal on an assessment of nonstandard personal property tax from 2009 to 2012. The taxes were paid under protest since 2009. The county lost the case before the Administrative Law Judge in Nashville but prevailed at trial in Anderson County Chancery Court. The business appealed, and prevailed. As a result, the county has been ordered to refund a portion of the personal property taxes and accrued interest. The county has recorded a noncurrent liability for this claim in the governmental activities (\$111,254) and discretely presented school department (\$94,834) on the government wide financial statements. The city school systems' share of the judgment payable is reported as a liability in the agency funds (\$60,706). Personal property taxes paid by the business for the years 2013 – 2020 are still in litigation as of the date of this report.

The county is also involved in several other pending lawsuits. The county law director estimates that the potential claims not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

## **C. Joint Ventures**

The Seventh Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Seventh Judicial District, Anderson County, and various cities within Anderson County. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related

activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general, the sheriff, and police chiefs of participating law enforcement agencies. Anderson County did not contribute to the operation of the DTF for the year ended June 30, 2020.

The Anderson County Economic Development Association (ACEDA) is a joint venture formed by an interlocal agreement between Anderson County and the cities and towns within Anderson County. The East Tennessee Economic Development association and the Clinton Utilities Board are also members of the association. Membership on the Board of Directors is allocated based on the entities' relative level of funding for the prior fiscal year budget pro-rated among a total of 25 members, with no participating organization having more than one-third of the 25 members. In addition, the county mayor and the mayor or city manager of each municipality in Anderson County are members of the Board of Directors. Each participating organization appoints its own members on the Board of Directors. Anderson County has control over budgeting and financing the joint venture only to the extent of its representation by its board members. Anderson County contributed \$124,500 to the operations of ACEDA during the fiscal year ended June 30, 2020. In addition to the operations contribution, Anderson County has also committed an additional \$237,698 for their portion of the building renovations for the Tennessee College of Applied Technology.

Anderson County does not have an equity interest in either of the above-noted joint ventures. Complete financial statements for the DTF and ACEDA can be obtained at their administrative offices at the following addresses:

Seventh Judicial District Drug Task Force  
101 S. Main Street, Suite 300  
Clinton, TN 37716

Anderson County Economic Development Association  
245 North Main Street, Suite 200  
Clinton, TN 37716

**D. Jointly Governed Organization**

The Northeast Tennessee Railroad Authority is jointly operated by Anderson County in conjunction with Campbell and Scott counties. The authority's board consists of the county mayor of each county and one member selected by the governing body of each county; however, the counties do not have any ongoing financial interest or responsibility for the entity. Anderson County did not contribute to the operations of the Northeast Tennessee Railroad Authority during the year ended June 30, 2020.

## **E. Retirement Commitments**

### **1. Tennessee Consolidated Retirement System (TCRS)**

#### **Primary Government**

##### **General Information About the Pension Plan**

*Plan Description.* Employees of Anderson County and non-certified employees of the discretely presented Anderson County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 63.23 percent, the non-certified employees of the discretely presented school department comprise 36.77 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at [www.treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies](http://www.treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies).

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

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the

CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions plus any accumulated interest.

*Employees Covered by Benefit Terms.* At the measurement date of June 30, 2019, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	453
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	1,009
Active Employees	808
Total	<u><u>2,270</u></u>

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Anderson County elected to make employer contributions at a rate higher than the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2020, the employer contribution for Anderson County was \$1,922,154 based on a rate of 7.21 percent of covered payroll. The rate set by the Board of Trustees was 6.99 percent. By law, employer contributions are required to be paid. The TCRS may intercept Anderson 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)**

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

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



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

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

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	0.00	1
Total		100 %

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

*Discount Rate.* The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Anderson 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, 2018	\$ 77,283,104	\$ 82,272,862	\$ (4,989,758)
Changes for the Year:			
Service Cost	\$ 2,317,628	\$ 0	\$ 2,317,628
Interest	5,630,647	0	5,630,647
Differences Between Expected and Actual Experience	844,456	0	844,456
Contributions-Employer	0	1,879,949	(1,879,949)
Contributions-Employees	0	1,294,738	(1,294,738)
Net Investment Income	0	6,097,383	(6,097,383)
Benefit Payments, Including Refunds of Employee Contributions	(3,873,259)	(3,873,259)	0
Administrative Expense	0	(70,315)	70,315
Net Changes	\$ 4,919,472	\$ 5,328,496	\$ (409,024)
Balance, June 30, 2019	\$ 82,202,576	\$ 87,601,358	\$ (5,398,782)

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

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government 63.23%	\$ 51,976,689	\$ 55,390,339	\$ (3,413,650)
School Department 36.77%	30,225,887	32,211,019	(1,985,132)
Total	\$ 82,202,576	\$ 87,601,358	\$ (5,398,782)

*Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the net pension liability (asset) of Anderson County calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25

percent) or one percentage point higher (8.25 percent) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Anderson County	6.25%	7.25%	8.25%
Primary Government	\$ 3,244,584	\$ (3,413,650)	\$ (8,910,930)
School Department	1,886,815	(1,985,132)	(5,181,953)
Total Net Pension Liability (Asset)	\$ 5,131,399	\$ (5,398,782)	\$ (14,092,883)

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

*Pension Expense.* For the year ended June 30, 2020, Anderson County recognized pension expense of \$1,099,442.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2020, Anderson 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	\$ 711,026	\$ 1,012,880
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	1,009,477
Changes in Assumptions	714,391	0
Contributions Subsequent to the Measurement Date of June 30, 2019 (1)	1,922,154	N/A
Total	\$ 3,347,571	\$ 2,022,357

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

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 2,140,810	\$ 1,278,736
School Department	1,206,761	743,621
Total	<u>\$ 3,347,571</u>	<u>\$ 2,022,357</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	Primary Government	School Department	Total
2021	\$ 65,728	\$ 38,222	\$ 103,950
2022	(370,453)	(215,429)	(585,882)
2023	(159,219)	(92,591)	(251,810)
2024	86,496	50,300	136,796
2025	0	0	0
Thereafter	0	0	0

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

**Payable to the Pension Plan**

At June 30, 2020, Anderson County reported a payable of \$54,219 for the outstanding amount of contributions due to the pension plan at year end.

**Discretely Presented Anderson County School Department**

**Non-certified Employees**

**General Information About the Pension Plan**

*Plan Description.* As noted above under the primary government, employees of Anderson County and non-certified employees of the discretely presented Anderson County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the

TCRS. The primary government employees comprise 63.23 percent and the non-certified employees of the discretely presented school department comprise 36.77 percent of the plan based on contribution data.

### **Certified Employees**

### **Teacher Retirement Plan**

#### **General Information About the Pension Plan**

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

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at

three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2020, to the Teacher Retirement Plan were \$152,658, which is 2.03 percent of covered payroll. In addition, employer contributions of \$144,295 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, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

*Pension Liabilities (Assets).* At June 30, 2020, the school department reported a liability (asset) of (\$337,271) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2019, the school department's proportion was .597482 percent. The proportion as of June 30, 2018, was .569825 percent.

*Pension Expense.* For the year ended June 30, 2020, the school department recognized pension expense of \$102,707.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2020, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 13,985	\$ 58,878
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	14,259
Changes in Assumptions	11,718	0
Changes in Proportion of Net Pension Liability (Asset)	0	34,496
LEA's Contributions Subsequent to the Measurement Date of June 30, 2019	152,658	N/A
Total	<u>\$ 178,361</u>	<u>\$ 107,633</u>

The school department's employer contributions of \$152,658, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension asset in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2021	\$ (10,290)
2022	(12,471)
2023	(8,472)
2024	(6,433)
2025	(5,852)
Thereafter	(38,413)

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



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

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

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

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return		Percentage Target Allocations	
U.S. Equity	5.69	%	31	%
Developed Market				
International Equity	5.29		14	
Emerging Market				
International Equity	6.36		4	
Private Equity and				
Strategic Lending	5.79		20	
U.S. Fixed Income	2.01		20	
Real Estate	4.32		10	
Short-term Securities	0.00		1	
Total			100	%

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
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Net Pension Liability (Asset)	\$ 106,860	\$ (337,271)	\$ (665,566)
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*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**

At June 30, 2020, the Anderson County School Department reported a payable of \$26,990 for the outstanding amount of contributions due to the pension plan at year end.

### **Teacher Legacy Pension Plan**

#### **General Information About the Pension Plan**

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

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 55. Members

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

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Anderson County School Department for the year ended June 30, 2020, to the Teacher Legacy Pension Plan were \$2,536,735, which is 10.63 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

### **Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

*Pension Liability (Assets).* At June 30, 2020, the school department reported a liability (asset) of (\$7,609,211) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion

of the net pension liability (asset) was based on the school department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2019, the school department's proportion was .740066 percent. The proportion measured at June 30, 2018, was .740556 percent.

*Pension Expense.* For the year ended June 30, 2020, the school department recognized pension expense of \$978,960.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2020, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 370,473	\$ 4,647,857
Changes in Assumptions	1,025,380	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	2,174,098
Changes in Proportion of Net Pension Liability (Asset)	30,393	86,837
LEA's Contributions Subsequent to the Measurement Date of June 30, 2019	2,536,735	N/A
Total	<u>\$ 3,962,981</u>	<u>\$ 6,908,792</u>

The school department's employer contributions of \$2,536,735 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase in net pension asset in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2021	\$ (1,589,103)
2022	(2,206,110)
2023	(965,645)
2024	(721,688)
2025	0
Thereafter	0

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

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

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

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

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS

investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	0.00	1
Total		100 %

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

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

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

percentage point lower (6.25 percent) or one percentage point higher (8.25 percent) than the current rate:

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

Net Pension Liability (Asset)      \$ 15,558,638    \$ (7,609,211)    \$ (26,038,592)

*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**

At June 30, 2020, the Anderson County School Department reported a payable of \$179,528 for the outstanding amount of contributions due to the pension plan at year end.

## **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 in 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 \$376,005 and teachers contributed \$109,672 to this deferred compensation pension plan.

## **F. Other Postemployment Benefits (OPEB)**

### **Primary Government**

*Plan Description.* Anderson County participates in a self-insured postemployment benefits plan administered by MedBen for medical benefits for retirees and their beneficiaries. For reporting purposes the plan is considered to be a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is 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.



*Benefits Provided.* The premium requirements of plan members are established and may be amended by the insurance committee. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Retirees with 30-plus years of service with Anderson County are eligible to continue coverage, until they are Medicare eligible, as long as the retiree continues to pay the premiums. For employees who retired after September 1, 2017, Anderson County pays \$350 per month premium assistance until attainment of age 65 when the employee becomes eligible for Medicare. For employees retiring after December 31, 2018, the county will establish a Health Reimbursement Account for the retiree with a monthly stipend up to \$800 per month to reimburse out of pocket medical expenses and insurance premiums. This retiree group will no longer be eligible for coverage through the county medical plan.

#### Employees Covered by Benefit Terms

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	6
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	419
Total	<u>425</u>

#### **Total OPEB Liability**

The plan's total OPEB liability of \$520,475 was determined by an actuarial valuation as of June 30, 2019 and rolled forward (updated) to the measurement date of June 30, 2020.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the actuarial valuation 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	3%
Salary Scale	2.5%
Discount Rate	2.66%
Healthcare Cost Trend Rates	8.5% decreasing .5% per year to an ultimate rate of 4.5%
Retirees share of Benefit-related Cost	See discussion under Benefits Provided

The discount rate was based on the S&P Municipal Bond 20 Year High Grade Rate Index as of June 30, 2020.

The mortality assumption is based on RPH-2014 Total Table with Projection MP-2019.

The actuarial assumptions used in the valuation were based on plan data and costs presented by the county with concurrence by the actuary.

*Changes in Assumptions.* The discount rate changed from 3.36 percent as of the beginning of the measurement period to 2.66 percent as of the measurement date. The mortality improvement scale was updated from MP-2018 to MP-2019.

#### Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance July 1, 2019	\$ 510,697
Changes for the Year:	
Service Cost	\$ 24,200
Interest	16,903
Changes in Assumption and Other Inputs	32,309
Benefit Payments	(63,634)
Net Changes	<u>\$ 9,778</u>
Balance June 30, 2020	<u><u>\$ 520,475</u></u>

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2020, the primary government recognized OPEB expense of \$41,696. At June 30, 2020, the primary government reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 50,057
Changes of Assumption/Inputs	55,078	0
Net Difference Between Projected and Actual Investment Earnings	0	0
Total	<u>\$ 55,078</u>	<u>\$ 50,057</u>

Amounts reported as deferred inflows and deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30	Primary Government
2021	\$ 593
2022	593
2023	593
2024	593
2025	593
Thereafter	2,056

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

<u>Discount Rate</u>	1% Decrease 1.66%	Current Discount Rate 2.66%	1% Increase 3.66%
Total OPEB Liability	\$ 570,402	\$ 520,475	\$ 474,156

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

<u>Healthcare Cost Trend Rate</u>	Current		
	1%	Trend	1%
	Decrease	Rate	Increase
	7.5%	8.5%	9.5%

Total OPEB Liability	\$	519,593	\$	520,475	\$	521,371
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### **Discretely Presented Anderson County School Department**

The discretely presented Anderson County School Department provides OPEB benefits to its retirees through a state administered public entity risk pool. For reporting purposes the plan is considered a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is 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.

*Plan Description.* Employees of the Anderson 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.

Once the certified retirees of Anderson County School Department reach Medicare eligibility they 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 was measured as of June 30, 2019, and was determined by an actuarial valuation as of that date.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the June 30, 2019, actuarial valuation 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	2.20%
Salary Increases	Salary increases used in the July 1, 2018 TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.51%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 6.03% for pre-65 retirees in the 2019 calendar year, and gradually decreasing over a 10 year period to an ultimate trend rate of 4.5%
Retirees Share of Benefit Related Cost	Discussed under Benefits Provided

The discount rate was 3.51 percent, based on an average rating of AA/Aa as shown the Bond Buyer 20-Year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2018, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2018, valuations were the same as those employed in the July 1, 2018, Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2012 - June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2 percent load for males and a negative 3 percent load for females. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load.

*Changes in Assumptions.* The discount rate changed from 3.62 percent as of the beginning of the measurement period to 3.51 percent as of the measurement date of June 30, 2019. This change in assumption increased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2020 plan year was revised from 6.75 percent to 6.03 percent.

*Benefits Provided.* The Anderson County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants. 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. Anderson County School Department did not provide a direct subsidy toward retirees' insurance premiums during the measurement period and was subject only to the implicit subsidy. However, the school board adopted a policy on March 12, 2020, agreeing to pay a direct subsidy equal to \$2,600 per year for eligible retiree's premiums for five years or until the onset of Medicare eligibility age, whichever comes first. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees' premiums based on years of service. Retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

#### Employees Covered by Benefit Terms

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

	<u>School Department</u>
Inactive Employees or Beneficiaries Currently Receiving Benefits	40
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	666
Total	<u><u>706</u></u>

A state insurance committee, created in accordance with TCA 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the

current reporting period, the school department paid \$239,014 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	Share of Collective Liability		
	Anderson County School Department 65.1022%	State of TN 34.8978%	Total OPEB Liability
Balance July 1, 2018	\$ 4,108,377	\$ 2,029,749	\$ 6,138,126
Changes for the Year:			
Service Cost	\$ 217,274	\$ 116,469	\$ 333,743
Interest	146,592	78,580	225,172
Difference between Expected and Actuarial Experience	537,317	288,027	825,344
Change in Proportion	(112,322)	112,322	0
Changes in Assumption and Other Inputs	(353,689)	(178,679)	(532,368)
Benefit Payments	(323,503)	(184,328)	(507,831)
Net Changes	\$ 111,669	\$ 232,391	\$ 344,060
Balance June 30, 2019	\$ 4,220,046	\$ 2,262,140	\$ 6,482,186

The Anderson 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 Anderson County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employers 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 \$171,982 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Anderson County School Department's proportionate share of the collective OPEB liability was 65.1022 percent and the State of Tennessee's share was 34.8978 percent.

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2020, the school department recognized OPEB expense of \$462,492, which includes expenses funded by subsidies provided by the state. At June 30, 2020, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 481,809	\$ 642,303
Changes in Assumptions/Inputs	92,485	462,768
Changes in Proportion and Difference Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employer and Nonemployer Contributors As Benefits Came Due	35,485	126,857
Benefits Paid After the Measurement Date of June 30, 2019	239,014	0
Total	<u>\$ 848,793</u>	<u>\$ 1,231,928</u>

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

<u>Year Ending June 30</u>	<u>School Department</u>
2021	\$ (73,356)
2022	(73,356)
2023	(73,356)
2024	(73,356)
2025	(73,356)
Thereafter	(255,369)

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

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



<u>Discount Rate</u>	1% Decrease 2.51%	Current Discount Rate 3.51%	1% Increase 4.51%
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Proportionate Share of the Collective Total OPEB Liability	\$ 4,553,101	\$ 4,220,046	\$ 3,907,457
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*Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate.* The following presents the school department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

<u>Healthcare Cost Trend Rate</u>	1% Decrease 5.03 to 3.5%	Current Rates 6.03 to 4.5%	1% Increase 7.03 to 5.5%
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Proportionate Share of the Collective Total OPEB Liability	\$ 3,755,130	\$ 4,220,046	\$ 4,774,860
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**G. Termination Benefits**

The Anderson County School Department adopted a policy to pay employees for each sick day that they have accumulated at the time of their retirement. The benefit ranges from \$40 to \$85 based on years of service and date of notice of intent to retire. Since payments will be made at the actual time of their retirement, the amount of future payments was not measurable at June 30, 2020. Payments totaling \$156,607 were paid to individuals who retired during the year ended June 30, 2020.

The Anderson County School Department also has a retirement incentive bonus payment plan in accordance with contract provisions. This plan is available to all certified teachers who retire from the school department with at least ten years of service in Anderson County and are between the ages of 55 and 60. Under the terms of the plan, employees with 30 or more years of service shall receive \$100 for each school year of service with the school department. Employees with 25 to 29 years of service shall receive \$50 for each school year of service in the school department. Since payments will be made at the actual time of their retirement, the amount of future payments was not measurable at June 30, 2020. Payments totaling \$23,050 were paid to individuals who retired during the year ended June 30, 2020.

**H. Office of Central Accounting, Budgeting, and Purchasing**

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

**I. Purchasing Laws**

The County Financial Management System of 1981 provides for the finance director or a deputy appointed by the finance director to serve as the county purchasing agent. The finance director serves as the purchasing agent for Anderson County. All purchase orders are issued by the finance department. The Financial Management Committee established a policy that purchases exceeding \$20,000 for the County Mayor's Office and the Anderson County School Department are to be made on a competitive bid basis. Purchasing procedures for the highway department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *Tennessee Code Annotated*. Competitive bids are also required on highway purchases exceeding \$20,000.

**J. Subsequent Event**

On October 28, 2020, Anderson County received notice that a judgment of \$1,240,000 had been awarded against the county in a wrongful termination lawsuit. As discussed in Note V.B., the county has reported a noncurrent liability for the judgment in the financial statements and also plans to appeal the ruling.

**VI. OTHER NOTES – DISCRETELY PRESENTED ANDERSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT**

**A. Description of Organization**

The Emergency Communications District of Anderson County, Tennessee, (the district) was created by a county-wide referendum on November 6, 1990. The Anderson County Board of Commissioners appointed the district's initial Board of Directors pursuant to *Tennessee Code Annotated*, Section 7-86-101. The district is responsible for the installation and maintenance of the emergency communications network of Anderson County, Tennessee, (Enhanced 911 Service).

The district is considered a component unit of Anderson County, Tennessee, because the Anderson County Board of Commissioners appoints a majority of the district's Board of Directors and must approve any debt issued by the district.

## B. Summary of Significant Accounting Policies

### 1. Basis of Accounting

The district's financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the statements of net position. The statement of revenues, expenses, and changes in net position present increases (revenue) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenue is recognized in the period in which it is earned while expenses are recognized in the period in which the liability is incurred.

Operating revenue is revenue that is generated from the primary operations of the district. All other revenue is reported as nonoperating revenue. Operating expenses are those expenses that are essential to the primary operations of the district. All other expenses are reported as nonoperating expenses.

GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* establishes standards for external financial reporting for state and local governments and requires that resources be classified for accounting and reporting purposes into the following three net position groups:

Investment in capital assets: This category includes capital assets, net of accumulated depreciation. Investment in capital assets at June 30, 2020, has been calculated as follows:

Capital Assets	\$ 1,407,083
Less: Accumulated Depreciation	<u>(902,636)</u>
Capital Assets Being Depreciated, Net	<u>\$ 504,447</u>

Restricted: This category includes net position whose use is subject to externally imposed stipulations that can be fulfilled by actions of the district pursuant to those stipulations or that expire by the passage of time. The district had restricted net position for pension of \$114,190 as of June 30, 2020.

Unrestricted: This category includes net position that is not subject to externally imposed stipulations and does not meet the definition of restricted or net investment in capital assets. Unrestricted net position may be designated for specific purposes by action of management or the Board of Directors or may otherwise be limited by contractual agreements with outside parties.

2. Accounts Receivable

Accounts receivable, which are deemed uncollectible based upon a periodic review of the accounts, are charged to revenue. At June 30, 2020, no allowance for uncollectible accounts was considered necessary.

3. Capital Assets

Capital assets, which include property and equipment, are recorded at cost. Capital assets are defined by the district as assets with an initial, individual cost of \$500 or more. Depreciation is computed using the straight-line method over the estimated useful lives, which range from five to 25 years.

4. Operating Budget

The district is required by state law to adopt an annual operating budget. The Board of Directors approves the original budget and any amendments and maintains the legal level of control at the line-item level. The budget is prepared on the accrual basis of accounting. All appropriations lapse at the end of the year.

5. Compensated Absences

The district's full-time employees are granted vacation leave in varying amounts. In the event of termination, the employee is paid for any unused vacation leave.

6. Use of Restricted/Unrestricted Net Position

When an expense is incurred for purposes for which both restricted and unrestricted net position is available, the district's policy is to apply restricted net position first.

7. Pension

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

**C. Cash**

Cash represents money on deposit in various banks. The district considers all highly liquid investments with an original maturity date of three months or less when purchased to be cash equivalents.

State of Tennessee law authorizes the district to invest in obligations of the United States or its agencies, non-convertible debt securities of certain federal agencies, other obligations guaranteed as to principal and interest by the United States or any of its agencies, secured certificates of deposit and other evidences of deposit in state and federal banks and savings and loan associations, and the State of Tennessee Local Government Investment Pool (LGIP). The LGIP contains investments in certificates of deposit, U.S. Treasury securities and repurchase agreements, backed by the U.S. Treasury securities. The Treasurer of the State of Tennessee administers the investment pool.

All deposits with financial institutions in excess of Federal Deposit Insurance Corporation (FDIC) limits are required to be secured by one of two methods. Excess funds can be deposited with a financial institution that participates in the State of Tennessee Bank Collateral Pool. For deposits with financial institutions that do not participate in the State of Tennessee Bank Collateral Pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits.

All of the district's cash and cash equivalent balances at June 30, 2020, were either insured through the Federal Deposit Insurance Corporation or through the State of Tennessee Bank Collateral Pool.

**D. Lease**

The district occupies its facilities provided by Anderson County on a month-by-month basis without charge.

**E. Risk Management**

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district carries commercial insurance for all risks of loss, including general liability and workers' compensation coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**F. Capital Assets**

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

	Balance			Balance
	7-1-19	Additions	Retirements	6-30-20
Capital Assets Depreciated:				
Communications Equipment	\$ 984,260	\$ 26,272	\$ 0	\$ 1,010,532
Furniture and Fixtures	77,594	0	0	77,594
Vehicle	49,433	32,592	0	82,025
Leasehold Improvements	93,582	0	0	93,582
Other Capital Assets	143,350	0	0	143,350
	<u>\$ 1,348,219</u>	<u>\$ 58,864</u>	<u>\$ 0</u>	<u>\$ 1,407,083</u>
Accumulated Depreciation	(798,603)	(104,033)	0	(902,636)
Capital Assets				
Depreciated, Net	<u>\$ 549,616</u>	<u>\$ (45,169)</u>	<u>\$ 0</u>	<u>\$ 504,447</u>

**G. Pension Plan**

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

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

### Employees Covered by Benefit Terms

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

Inactive employees or beneficiaries currently receiving benefits	0
Inactive employees entitled to but not yet receiving benefits	1
Active employees	<u>1</u>
	<u>2</u>

### Contributions

Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. The district makes employer contributions at the rate set by the TCRS Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2020, the actuarially determined contribution (ADC) for the district was \$6,263 based on a rate of 8.53 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept the district's base amount distributions if required contributions are not remitted. The employer's 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)

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

### Actuarial Assumptions

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

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

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

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historical 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 investment 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return		Percentage Target Allocations	
U.S. Equity	5.69	%	31	%
Developed Market				
International Equity	5.29		14	
Emerging Market				
International Equity	6.36		4	
Private Equity and				
Strategic Lending	5.79		20	
U.S. Fixed Income	2.01		20	
Real Estate	4.32		10	
Short-term Securities	0.00		1	
Total			100	%

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

#### Discount Rate

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



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

#### Changes in Net Pension Liability(Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Changes for the year ended June 30, 2019:			
Service Cost	\$ 9,360	\$ 0	\$ 9,360
Interest	1,500	0	1,500
Differences between expected and actual experience	42,068	0	42,068
Contributions-Employer	0	4,405	(4,405)
Contributions-Employees	0	3,671	(3,671)
Net Investment Income	0	12,092	(12,092)
Administrative Expense	0	(178)	178
Net Changes for the year ended June 30, 2019	\$ 52,928	\$ 19,990	\$ 32,938
Balance July 1, 2018	11,327	158,455	(147,128)
Balance, June 30, 2019	\$ 64,255	\$ 178,445	\$ (114,190)

#### Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the net pension liability (asset) of the district calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1.0-percentage-point lower (6.25 percent) or 1.0-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability (Asset)	\$ (101,053)	\$ (114,190)	\$ (124,736)

### Pension Expense

For the year ended June 30, 2020, the district recognized pension expense of \$1,125.

### Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended June 30, 2020, the district reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 38,562	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	734
Changes in Assumptions	0	0
Contributions Subsequent to the Measurement Date of June 30, 2019	6,263	not applicable
Total	<u>\$ 44,825</u>	<u>\$ 734</u>

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

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2020	\$ 3,282
2021	3,282
2022	3,282
2023	3,442
2024	3,506
Thereafter	21,036

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

## **H. Subsequent Events**

Beginning in March 2020, a public health crisis related to the rapidly growing outbreak of a novel strain of coronavirus (COVID-19) gained momentum, significantly impacting the national, state and local economies. While these events do not directly impact the accompanying financial statements for the year ended June 30, 2020, the current situation is rapidly changing, and district's management is in the process of evaluating the financial position, liquidity and results of operations of the organization for the year ending June 30, 2021.

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## REQUIRED SUPPLEMENTARY INFORMATION

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Exhibit F-1

Anderson 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
<b>Total Pension Liability</b>						
Service Cost	\$ 1,965,886	\$ 1,881,362	\$ 1,942,096	\$ 2,160,412	\$ 2,198,130	\$ 2,317,628
Interest	4,591,169	4,800,731	4,931,912	5,228,786	5,416,952	5,630,647
Differences Between Actual and Expected Experience	(736,310)	(1,866,757)	177,297	(818,071)	(1,142,753)	844,456
Changes in Assumptions	0	0	0	1,785,979	0	0
Benefit Payments, Including Refunds of Employee Contributions	(2,877,320)	(3,006,821)	(3,247,155)	(3,375,434)	(3,415,355)	(3,873,259)
Net Change in Total Pension Liability	\$ 2,943,425	\$ 1,808,515	\$ 3,804,150	\$ 4,981,672	\$ 3,056,974	\$ 4,919,472
Total Pension Liability, Beginning	60,688,368	63,631,793	65,440,308	69,244,458	74,226,130	77,283,104
Total Pension Liability, Ending (a)	\$ 63,631,793	\$ 65,440,308	\$ 69,244,458	\$ 74,226,130	\$ 77,283,104	\$ 82,202,576
<b>Plan Fiduciary Net Position</b>						
Contributions - Employer	\$ 1,806,650	\$ 1,611,660	\$ 1,718,873	\$ 1,748,927	\$ 1,800,808	\$ 1,879,949
Contributions - Employee	1,112,396	1,121,723	1,171,606	1,199,857	1,238,883	1,294,738
Net Investment Income	9,411,066	2,027,661	1,790,540	7,801,377	6,322,893	6,097,383
Benefit Payments, Including Refunds of Employee Contributions	(2,877,320)	(3,006,821)	(3,247,155)	(3,375,434)	(3,415,355)	(3,873,259)
Administrative Expense	(28,682)	(36,172)	(55,760)	(62,693)	(72,486)	(70,315)
Other	0	0	6,006	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 9,424,110	\$ 1,718,051	\$ 1,384,110	\$ 7,312,034	\$ 5,874,743	\$ 5,328,496
Plan Fiduciary Net Position, Beginning	56,559,814	65,983,924	67,701,975	69,086,085	76,398,119	82,272,862
Plan Fiduciary Net Position, Ending (b)	\$ 65,983,924	\$ 67,701,975	\$ 69,086,085	\$ 76,398,119	\$ 82,272,862	\$ 87,601,358
Net Pension Liability (Asset), Ending (a - b)	\$ (2,352,131)	\$ (2,261,667)	\$ 158,373	\$ (2,171,989)	\$ (4,989,758)	\$ (5,398,782)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	103.70%	103.46%	99.77%	102.93%	106.46%	106.57%
Covered Payroll	\$ 22,113,264	\$ 23,222,323	\$ 23,228,009	\$ 23,634,144	\$ 24,567,608	\$ 25,894,943
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(10.64%)	9.74%	(0.68%)	(9.19%)	(20.31%)	(20.85%)

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

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

Exhibit F-2

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

	2014	2015	2016	2017	2018	2019	2020
Actuarially Determined Contribution	\$ 1,806,650	\$ 1,611,660	\$ 1,718,873	\$ 1,748,927	\$ 1,800,808	\$ 1,879,949	\$ 1,864,659
Less Contributions in Relation to the Actuarially Determined Contribution	(1,806,650)	(1,611,660)	(1,718,873)	(1,748,927)	(1,800,808)	(1,879,949)	(1,922,154)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (57,495)
Covered Payroll	\$ 22,113,264	\$ 21,779,109	\$ 23,228,009	\$ 23,634,144	\$ 24,567,608	\$ 25,894,943	\$ 26,676,089
Contributions as a Percentage of Covered Payroll	8.17%	7.4%	7.4%	7.4%	7.33%	7.26%	7.21%

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

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

Exhibit F-3

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

	2015	2016	2017	2018	2019	2020
Contractually Required Contribution	\$ 18,809	\$ 69,605	\$ 143,783	\$ 199,183	\$ 122,658	\$ 152,658
Less Contributions in Relation to the Contractually Required Contribution	(18,809)	(69,605)	(143,783)	(199,183)	(122,658)	(152,658)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 470,216	\$ 1,740,114	\$ 3,594,587	\$ 4,977,911	\$ 6,332,602	\$ 7,520,106
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%

Note: Beginning in FY 2019, the school department 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%

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

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

	2014	2015	2016	2017	2018	2019	2020
Contractually Required Contribution	\$ 2,641,046	\$ 2,595,924	\$ 2,514,075	\$ 2,381,472	\$ 2,354,613	\$ 2,595,699	\$ 2,536,735
Less Contributions in Relation to the Contractually Required Contribution	(2,641,046)	(2,595,924)	(2,514,075)	(2,381,472)	(2,354,613)	(2,595,699)	(2,536,735)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 29,741,510	\$ 28,715,973	\$ 27,810,568	\$ 26,343,699	\$ 25,933,509	\$ 24,619,082	\$ 23,863,927
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.54%	10.63%

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



Exhibit F-5

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

	2015	2016	2017	2018	2019
School Department's Proportion of the Net Pension Liability /Asset	0.226313%	0.395477%	0.547672%	0.569825%	0.597482%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (9,104)	\$ (41,170)	\$ (144,495)	\$ (258,432)	\$ (337,271)
Covered Payroll	\$ 470,216	\$ 1,740,114	\$ 3,594,587	\$ 4,977,911	\$ 6,322,602
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(5.33)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	127.46%	121.88%	126.81%	126.97%	123.07%

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

Exhibit F-6

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

	2014	2015	2016	2017	2018	2019
School Department's Proportion of the Net Pension Liability /Asset	0.757747%	0.767088%	0.770419%	0.745236%	0.740556%	0.740066%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (123,130)	\$ 314,226	\$ 4,814,691	\$ (243,830)	\$ (2,605,954)	\$ (7,609,211)
Covered Payroll	\$ 29,741,510	\$ 28,715,973	\$ 27,810,568	\$ 26,343,699	\$ 25,933,509	\$ 24,619,082
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41%)	1.09%	17.31%	(0.93%)	(10.05%)	(30.91%)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%

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

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

	2018	2019	2020
<b>Total OPEB Liability</b>			
Service Cost	\$ 18,892	\$ 19,625	\$ 24,200
Interest	21,263	21,106	16,903
Differences Between Actual and Expected Experience	0	(61,877)	0
Changes in Assumptions or Other Inputs	0	32,363	32,309
Benefit Payments	(40,162)	(49,716)	(63,634)
Net Change in Total OPEB Liability	\$ (7)	\$ (38,499)	\$ 9,778
Total OPEB Liability, Beginning	549,203	549,196	510,697
 Total OPEB Liability, Ending	 \$ 549,196	 \$ 510,697	 \$ 520,475
 Covered Employee Payroll	 \$ 11,361,615	 \$ 15,653,637	 \$ 16,514,565
Net OPEB Liability as a Percentage of Covered Employee Payroll	4.84%	3.3%	3.2%

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:

2017	4.00%
2018	3.88%
2019	3.36%
2020	2.66%

(b) The assumed initial trend rate applicable to the 2019 plan year was updated from a flat 5.00% to an immediate rate of 8.5%, decreasing 0.5% per year to an ultimate rate of 4.5%.

(c) In 2020, the mortality improvement scale was updated from Scale MP-2018 to Scale MP-2019

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

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

	2017	2018	2019
<b>Total OPEB Liability</b>			
Service Cost	\$ 401,367	\$ 371,985	\$ 333,743
Interest	218,903	256,470	225,172
Differences Between Actual and Expected Experience	0	(1,210,835)	825,344
Changes in Assumptions or Other Inputs	(325,616)	174,346	(532,368)
Benefit Payments	(543,331)	(572,144)	(507,831)
Net Change in Total OPEB Liability	\$ (248,677)	\$ (980,178)	\$ 344,060
Total OPEB Liability, Beginning	7,366,981	7,118,304	6,138,126
 Total OPEB Liability, Ending	 \$ 7,118,304	 \$ 6,138,126	 \$ 6,482,186
 Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	 \$ 2,417,177	 \$ 2,029,749	 \$ 2,262,140
Employer Proportionate Share of the Total OPEB Liability	4,701,127	4,108,377	4,220,046
 Covered Employee Payroll	 \$ 39,854,303	 \$ 41,291,868	 \$ 41,978,500
Total OPEB Liability as a Percentage of Covered Employee Payroll	11.80%	9.95%	10.05%

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

Note 2: Changes in assumptions.

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

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

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

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

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

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

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM**

*Valuation Date:* Actuarially determined contribution rates for 2020 were calculated based on the June 30, 2018, actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization Period	Varies by Year
Asset Valuation	10-Year Smoothed Within a 20% Corridor to Market Value
Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, averaging 4%
Investment Rate of Return	7.25%, Net of Investment Expense, Including Inflation
Retirement Age	Pattern of Retirement Determined by Experience Study
Mortality	Customized Table Based on Actual Experience Including an Adjustment for Some Anticipated Improvement
Cost of Living Adjustment	2.25%

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

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

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# Nonmajor Governmental Funds

## Special Revenue Funds

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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.

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Public Library Fund – The Public Library Fund is used to account for transactions of the Anderson County Public Library, which is jointly funded by Anderson County, the City of Clinton, City of Oak Ridge, and Rocky Top.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions involving solid waste collection.

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

Other General Government Fund – The Other General Government Fund is used to account for transactions of the Anderson County television station.

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for transactions of the Anderson County Tourism Board.

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.

Highway/Public Works Fund – The Highway/Public Works Fund is used to account for transactions of the county's highway department.

# Debt Service Funds

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

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

Rural Debt Service Fund – The Rural Debt Service Fund is used to account for the retirement of long-term debt issued for the construction and renovations of the county's elementary schools.

Education Debt Service Fund – The Education Debt Service Fund is used to account for the retirement of long-term debt issued for the construction and renovations of the county's middle and high schools.



Exhibit G-1

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

	Special Revenue Funds					
	Public Library	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Other Special Revenue	Constitu - tional Officers - Fees
<u>ASSETS</u>						
Cash	\$ 737	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,203
Equity in Pooled Cash and Investments	316,404	393,657	207,121	75,133	395,780	0
Inventories	0	0	0	0	0	0
Accounts Receivable	296	153,783	0	38,034	34,494	3,541
Due from Other Governments	0	0	0	0	0	0
Due from Other Funds	1,827	83,191	1,915	462	2,089	0
Property Taxes Receivable	533,611	1,259,679	0	0	0	0
Allowance for Uncollectible Property Taxes	(16,866)	(39,842)	0	0	0	0
Total Assets	<u>\$ 836,009</u>	<u>\$ 1,850,468</u>	<u>\$ 209,036</u>	<u>\$ 113,629</u>	<u>\$ 432,363</u>	<u>\$ 7,744</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 9,804	\$ 202,161	\$ 9,562	\$ 3,970	\$ 40,858	\$ 0
Accrued Payroll	9,496	3,365	0	1,467	2,881	0
Payroll Deductions Payable	63	31	0	0	0	0
Contracts Payable	0	0	0	9,296	0	0
Due to Other Funds	0	0	0	0	0	7,744
Due to Component Units	0	0	0	0	0	0
Total Liabilities	<u>\$ 19,363</u>	<u>\$ 205,557</u>	<u>\$ 9,562</u>	<u>\$ 14,733</u>	<u>\$ 43,739</u>	<u>\$ 7,744</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 500,289	\$ 1,180,916	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit G-1

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

	Special Revenue Funds					
	Public Library	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Other Special Revenue	Constitu - tional Officers - Fees
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>						
Deferred Delinquent Property Taxes	\$ 15,096	\$ 35,704	\$ 0	\$ 0	\$ 0	\$ 0
Other Deferred/Unavailable Revenue	0	0	0	32,553	0	0
Total Deferred Inflows of Resources	\$ 515,385	\$ 1,216,620	\$ 0	\$ 32,553	\$ 0	\$ 0
<u>FUND BALANCES</u>						
Nonspendable:						
Inventory	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Restricted:						
Restricted for Public Safety	0	0	191,310	0	0	0
Restricted for Public Health and Welfare	0	428,291	0	0	0	0
Restricted for Social, Cultural, and Recreational Services	301,261	0	0	0	388,624	0
Restricted for Highways/Public Works	0	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	0	0
Committed:						
Committed for Public Safety	0	0	8,164	0	0	0
Committed for Social, Cultural, and Recreational Services	0	0	0	66,343	0	0
Committed for Debt Service	0	0	0	0	0	0
Total Fund Balances	\$ 301,261	\$ 428,291	\$ 199,474	\$ 66,343	\$ 388,624	\$ 0
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 836,009	\$ 1,850,468	\$ 209,036	\$ 113,629	\$ 432,363	\$ 7,744

(Continued)

Exhibit G-1

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Funds</u>	
	Highway / Public Works	Total	General Debt Service	Rural Debt Service
<u>ASSETS</u>				
Cash	\$ 0	\$ 4,940	\$ 0	\$ 0
Equity in Pooled Cash and Investments	3,729,412	5,117,507	2,131,837	417,293
Inventories	23,028	23,028	0	0
Accounts Receivable	8,564	238,712	10,992	0
Due from Other Governments	642,555	642,555	0	0
Due from Other Funds	22,050	111,534	0	3,164
Property Taxes Receivable	550,178	2,343,468	1,896,800	213,858
Allowance for Uncollectible Property Taxes	(17,394)	(74,102)	(61,015)	(6,834)
Total Assets	<u>\$ 4,958,393</u>	<u>\$ 8,407,642</u>	<u>\$ 3,978,614</u>	<u>\$ 627,481</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 250,542	\$ 516,897	\$ 915	\$ 7,020
Accrued Payroll	20,997	38,206	0	0
Payroll Deductions Payable	619	713	0	0
Contracts Payable	0	9,296	0	0
Due to Other Funds	0	7,744	98,755	0
Due to Component Units	0	0	55,981	0
Total Liabilities	<u>\$ 272,158</u>	<u>\$ 572,856</u>	<u>\$ 155,651</u>	<u>\$ 7,020</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 515,802	\$ 2,197,007	\$ 1,774,282	\$ 198,762

(Continued)

Exhibit G-1

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Funds</u>	
	Highway / Public Works	Total	General Debt Service	Rural Debt Service
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>				
Deferred Delinquent Property Taxes	\$ 15,578	\$ 66,378	\$ 56,419	\$ 7,592
Other Deferred/Unavailable Revenue	317,136	349,689	0	0
Total Deferred Inflows of Resources	<u>\$ 848,516</u>	<u>\$ 2,613,074</u>	<u>\$ 1,830,701</u>	<u>\$ 206,354</u>
<u>FUND BALANCES</u>				
Nonspendable:				
Inventory	\$ 23,028	\$ 23,028	\$ 0	\$ 0
Restricted:				
Restricted for Public Safety	0	191,310	0	0
Restricted for Public Health and Welfare	0	428,291	0	0
Restricted for Social, Cultural, and Recreational Services	0	689,885	0	0
Restricted for Highways/Public Works	3,814,691	3,814,691	0	0
Restricted for Debt Service	0	0	1,546,720	414,107
Committed:				
Committed for Public Safety	0	8,164	0	0
Committed for Social, Cultural, and Recreational Services	0	66,343	0	0
Committed for Debt Service	0	0	445,542	0
Total Fund Balances	<u>\$ 3,837,719</u>	<u>\$ 5,221,712</u>	<u>\$ 1,992,262</u>	<u>\$ 414,107</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 4,958,393</u>	<u>\$ 8,407,642</u>	<u>\$ 3,978,614</u>	<u>\$ 627,481</u>

(Continued)

Exhibit G-1

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

ASSETS

Cash  
Equity in Pooled Cash and Investments  
Inventories  
Accounts Receivable  
Due from Other Governments  
Due from Other Funds  
Property Taxes Receivable  
Allowance for Uncollectible Property Taxes  
  
Total Assets

LIABILITIES

Accounts Payable  
Accrued Payroll  
Payroll Deductions Payable  
Contracts Payable  
Due to Other Funds  
Due to Component Units  
Total Liabilities

DEFERRED INFLOWS OF RESOURCES

Deferred Current Property Taxes

<u>Debt Service Funds (Cont.)</u>		Total
Education Debt Service	Total	Nonmajor Governmental Funds
\$ 0	\$ 0	\$ 4,940
348,665	2,897,795	8,015,302
0	0	23,028
0	10,992	249,704
0	0	642,555
3,393	6,557	118,091
1,840,986	3,951,644	6,295,112
(50,466)	(118,315)	(192,417)
<hr/>		
\$ 2,142,578	\$ 6,748,673	\$ 15,156,315
<hr/>		
\$ 0	\$ 7,935	\$ 524,832
0	0	38,206
0	0	713
0	0	9,296
0	98,755	106,499
0	55,981	55,981
<hr/>		
\$ 0	\$ 162,671	\$ 735,527
<hr/>		
\$ 1,734,163	\$ 3,707,207	\$ 5,904,214

(Continued)

Exhibit G-1

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

DEFERRED INFLOWS OF RESOURCES (Cont.)

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

FUND BALANCES

Nonspendable:

Inventory

Restricted:

Restricted for Public Safety

Restricted for Public Health and Welfare

Restricted for Social, Cultural, and Recreational Services

Restricted for Highways/Public Works

Restricted for Debt Service

Committed:

Committed for Public Safety

Committed for Social, Cultural, and Recreational Services

Committed for Debt Service

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

<u>Debt Service Funds (Cont.)</u>			
Education Debt Service	Total	Total Nonmajor Governmental Funds	
\$ 51,527	\$ 115,538	\$	181,916
0	0		349,689
<u>\$ 1,785,690</u>	<u>\$ 3,822,745</u>	<u>\$</u>	<u>6,435,819</u>
\$ 0	\$ 0	\$	23,028
0	0		191,310
0	0		428,291
0	0		689,885
0	0		3,814,691
231,189	2,192,016		2,192,016
0	0		8,164
0	0		66,343
125,699	571,241		571,241
<u>\$ 356,888</u>	<u>\$ 2,763,257</u>	<u>\$</u>	<u>7,984,969</u>
<u>\$ 2,142,578</u>	<u>\$ 6,748,673</u>	<u>\$</u>	<u>15,156,315</u>

Exhibit G-2

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

	Special Revenue Funds				
	Public Library	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Other Special Revenue
<u>Revenues</u>					
Local Taxes	\$ 481,669	\$ 1,139,220	\$ 0	\$ 0	\$ 343,880
Licenses and Permits	0	0	0	119,980	0
Fines, Forfeitures, and Penalties	0	0	36,622	0	0
Charges for Current Services	21,232	725,141	0	35,000	0
Other Local Revenues	3,388	18,475	1,969	1,462	2,385
State of Tennessee	0	57,121	0	0	0
Federal Government	0	0	0	0	0
Other Governments and Citizens Groups	137,357	0	0	0	0
Total Revenues	\$ 643,646	\$ 1,939,957	\$ 38,591	\$ 156,442	\$ 346,265
<u>Expenditures</u>					
Current:					
Public Safety	\$ 0	\$ 0	\$ 125,504	\$ 0	\$ 0
Public Health and Welfare	0	2,351,886	0	0	0
Social, Cultural, and Recreational Services	694,709	0	0	202,931	0
Other Operations	0	0	0	0	327,987
Highways	0	0	0	0	0
Debt Service:					
Principal on Debt	0	0	0	0	0
Interest on Debt	0	0	0	0	0
Other Debt Service	0	0	0	0	0
Total Expenditures	\$ 694,709	\$ 2,351,886	\$ 125,504	\$ 202,931	\$ 327,987

(Continued)

Exhibit G-2

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

	Special Revenue Funds				
	Public Library	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Other Special Revenue
Excess (Deficiency) of Revenues Over Expenditures	\$ (51,063)	\$ (411,929)	\$ (86,913)	\$ (46,489)	\$ 18,278
<u>Other Financing Sources (Uses)</u>					
Refunding Debt Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Premiums on Debt Sold	0	0	0	0	0
Insurance Recovery	0	0	0	0	0
Transfers In	9,253	84,053	0	1,157	2,313
Payments to Refunded Debt Escrow Agent	0	0	0	0	0
Total Other Financing Sources (Uses)	\$ 9,253	\$ 84,053	\$ 0	\$ 1,157	\$ 2,313
Net Change in Fund Balances	\$ (41,810)	\$ (327,876)	\$ (86,913)	\$ (45,332)	\$ 20,591
Fund Balance, July 1, 2019	343,071	756,167	286,387	111,675	368,033
Fund Balance, June 30, 2020	\$ 301,261	\$ 428,291	\$ 199,474	\$ 66,343	\$ 388,624

(Continued)



Exhibit G-2

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Funds</u>	
	Highway / Public Works	Total	General Debt Service	Rural Debt Service
<u>Revenues</u>				
Local Taxes	\$ 1,511,350	\$ 3,476,119	\$ 1,777,022	\$ 198,393
Licenses and Permits	0	119,980	0	0
Fines, Forfeitures, and Penalties	0	36,622	0	0
Charges for Current Services	0	781,373	0	0
Other Local Revenues	149,898	177,577	86,999	3,164
State of Tennessee	2,733,138	2,790,259	0	0
Federal Government	0	0	11,215	0
Other Governments and Citizens Groups	0	137,357	0	1,258,713
Total Revenues	\$ 4,394,386	\$ 7,519,287	\$ 1,875,236	\$ 1,460,270
<u>Expenditures</u>				
Current:				
Public Safety	\$ 0	\$ 125,504	\$ 0	\$ 0
Public Health and Welfare	0	2,351,886	0	0
Social, Cultural, and Recreational Services	0	897,640	0	0
Other Operations	0	327,987	0	0
Highways	4,572,666	4,572,666	0	0
Debt Service:				
Principal on Debt	0	0	1,003,273	1,284,222
Interest on Debt	0	0	571,420	690,162
Other Debt Service	0	0	170,830	58,091
Total Expenditures	\$ 4,572,666	\$ 8,275,683	\$ 1,745,523	\$ 2,032,475

(Continued)

Exhibit G-2

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Funds</u>	
	Highway / Public Works	Total	General Debt Service	Rural Debt Service
Excess (Deficiency) of Revenues Over Expenditures	\$ (178,280)	\$ (756,396)	\$ 129,713	\$ (572,205)
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 0	\$ 0	\$ 6,670,000	\$ 1,525,000
Premiums on Debt Sold	0	0	1,298,402	304,568
Insurance Recovery	8,928	8,928	0	0
Transfers In	25,445	122,221	0	0
Payments to Refunded Debt Escrow Agent	0	0	(7,846,474)	(1,777,651)
Total Other Financing Sources (Uses)	\$ 34,373	\$ 131,149	\$ 121,928	\$ 51,917
Net Change in Fund Balances	\$ (143,907)	\$ (625,247)	\$ 251,641	\$ (520,288)
Fund Balance, July 1, 2019	3,981,626	5,846,959	1,740,621	934,395
Fund Balance, June 30, 2020	\$ 3,837,719	\$ 5,221,712	\$ 1,992,262	\$ 414,107

(Continued)

## Exhibit G-2

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

	<u>Debt Service Funds (Cont.)</u>		Total Nonmajor Governmental Funds
	Education Debt Service	Total	
<u>Revenues</u>			
Local Taxes	\$ 1,762,623	\$ 3,738,038	\$ 7,214,157
Licenses and Permits	0	0	119,980
Fines, Forfeitures, and Penalties	0	0	36,622
Charges for Current Services	0	0	781,373
Other Local Revenues	3,393	93,556	271,133
State of Tennessee	0	0	2,790,259
Federal Government	0	11,215	11,215
Other Governments and Citizens Groups	381,875	1,640,588	1,777,945
Total Revenues	<u>\$ 2,147,891</u>	<u>\$ 5,483,397</u>	<u>\$ 13,002,684</u>
<u>Expenditures</u>			
Current:			
Public Safety	\$ 0	\$ 0	\$ 125,504
Public Health and Welfare	0	0	2,351,886
Social, Cultural, and Recreational Services	0	0	897,640
Other Operations	0	0	327,987
Highways	0	0	4,572,666
Debt Service:			
Principal on Debt	1,170,000	3,457,495	3,457,495
Interest on Debt	838,700	2,100,282	2,100,282
Other Debt Service	156,976	385,897	385,897
Total Expenditures	<u>\$ 2,165,676</u>	<u>\$ 5,943,674</u>	<u>\$ 14,219,357</u>

(Continued)

Exhibit G-2

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

	<u>Debt Service Funds (Cont.)</u>		Total Nonmajor Governmental Funds
	Education Debt Service	Total	
Excess (Deficiency) of Revenues Over Expenditures	\$ (17,785)	\$ (460,277)	\$ (1,216,673)
<u>Other Financing Sources (Uses)</u>			
Refunding Debt Issued	\$ 5,725,000	\$ 13,920,000	\$ 13,920,000
Premiums on Debt Sold	1,405,441	3,008,411	3,008,411
Insurance Recovery	0	0	8,928
Transfers In	0	0	122,221
Payments to Refunded Debt Escrow Agent	(7,010,481)	(16,634,606)	(16,634,606)
Total Other Financing Sources (Uses)	\$ 119,960	\$ 293,805	\$ 424,954
Net Change in Fund Balances	\$ 102,175	\$ (166,472)	\$ (791,719)
Fund Balance, July 1, 2019	254,713	2,929,729	8,776,688
Fund Balance, June 30, 2020	\$ 356,888	\$ 2,763,257	\$ 7,984,969

## Exhibit G-3

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Public Library Fund  
For the Year Ended June 30, 2020

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 481,669	\$ 478,362	\$ 478,362	\$ 3,307
Charges for Current Services	21,232	22,175	22,175	(943)
Other Local Revenues	3,388	2,727	3,051	337
Other Governments and Citizens Groups	137,357	130,311	136,051	1,306
Total Revenues	<u>\$ 643,646</u>	<u>\$ 633,575</u>	<u>\$ 639,639</u>	<u>\$ 4,007</u>
<u>Expenditures</u>				
<u>Social, Cultural, and Recreational Services</u>				
Libraries	\$ 694,709	\$ 631,813	\$ 737,967	\$ 43,258
Total Expenditures	<u>\$ 694,709</u>	<u>\$ 631,813</u>	<u>\$ 737,967</u>	<u>\$ 43,258</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (51,063)</u>	<u>\$ 1,762</u>	<u>\$ (98,328)</u>	<u>\$ 47,265</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 9,253	\$ 9,253	\$ 9,253	\$ 0
Total Other Financing Sources	<u>\$ 9,253</u>	<u>\$ 9,253</u>	<u>\$ 9,253</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (41,810)	\$ 11,015	\$ (89,075)	\$ 47,265
Fund Balance, July 1, 2019	<u>343,071</u>	<u>341,796</u>	<u>341,796</u>	<u>1,275</u>
Fund Balance, June 30, 2020	<u><u>\$ 301,261</u></u>	<u><u>\$ 352,811</u></u>	<u><u>\$ 252,721</u></u>	<u><u>\$ 48,540</u></u>

Exhibit G-4

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Solid Waste/Sanitation Fund  
For the Year Ended June 30, 2020

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,139,220	\$ 0	\$ 1,139,220	\$ 1,141,908	\$ 1,141,908	\$ (2,688)
Charges for Current Services	725,141	0	725,141	503,000	503,000	222,141
Other Local Revenues	18,475	0	18,475	24,000	24,000	(5,525)
State of Tennessee	57,121	0	57,121	54,074	54,074	3,047
Total Revenues	\$ 1,939,957	\$ 0	\$ 1,939,957	\$ 1,722,982	\$ 1,722,982	\$ 216,975
<u>Expenditures</u>						
<u>Public Health and Welfare</u>						
Sanitation Management	\$ 178,498	\$ 0	\$ 178,498	\$ 216,124	\$ 214,029	\$ 35,531
Convenience Centers	1,259,522	(586,710)	672,812	618,500	757,732	84,920
Other Waste Collection	80,607	0	80,607	97,863	97,863	17,256
Recycling Center	6,233	0	6,233	8,000	11,000	4,767
Landfill Operation and Maintenance	753,658	0	753,658	742,000	757,000	3,342
Other Waste Disposal	73,368	0	73,368	75,000	75,000	1,632
Total Expenditures	\$ 2,351,886	\$ (586,710)	\$ 1,765,176	\$ 1,757,487	\$ 1,912,624	\$ 147,448
Excess (Deficiency) of Revenues Over Expenditures	\$ (411,929)	\$ 586,710	\$ 174,781	\$ (34,505)	\$ (189,642)	\$ 364,423
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 84,053	\$ 0	\$ 84,053	\$ 84,053	\$ 84,053	\$ 0
Total Other Financing Sources	\$ 84,053	\$ 0	\$ 84,053	\$ 84,053	\$ 84,053	\$ 0
Net Change in Fund Balance	\$ (327,876)	\$ 586,710	\$ 258,834	\$ 49,548	\$ (105,589)	\$ 364,423
Fund Balance, July 1, 2019	756,167	(586,710)	169,457	913,161	326,451	(156,994)
Fund Balance, June 30, 2020	\$ 428,291	\$ 0	\$ 428,291	\$ 962,709	\$ 220,862	\$ 207,429

## Exhibit G-5

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 36,622	\$ 59,500	\$ 59,500	\$ (22,878)
Other Local Revenues	1,969	500	500	1,469
Total Revenues	<u>\$ 38,591</u>	<u>\$ 60,000</u>	<u>\$ 60,000</u>	<u>\$ (21,409)</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Drug Enforcement	\$ 125,504	\$ 60,000	\$ 150,000	\$ 24,496
Total Expenditures	<u>\$ 125,504</u>	<u>\$ 60,000</u>	<u>\$ 150,000</u>	<u>\$ 24,496</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (86,913)</u>	<u>\$ 0</u>	<u>\$ (90,000)</u>	<u>\$ 3,087</u>
Net Change in Fund Balance	\$ (86,913)	\$ 0	\$ (90,000)	\$ 3,087
Fund Balance, July 1, 2019	<u>286,387</u>	<u>286,773</u>	<u>286,773</u>	<u>(386)</u>
Fund Balance, June 30, 2020	<u><u>\$ 199,474</u></u>	<u><u>\$ 286,773</u></u>	<u><u>\$ 196,773</u></u>	<u><u>\$ 2,701</u></u>

Exhibit G-6

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Other General Government Special Revenue Fund  
For the Year Ended June 30, 2020

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Licenses and Permits	\$ 119,980	\$ 0	\$ 119,980	\$ 144,000	\$ 144,000	\$ (24,020)
Charges for Current Services	35,000	0	35,000	35,000	35,000	0
Other Local Revenues	1,462	0	1,462	5,000	5,000	(3,538)
Total Revenues	<u>\$ 156,442</u>	<u>\$ 0</u>	<u>\$ 156,442</u>	<u>\$ 184,000</u>	<u>\$ 184,000</u>	<u>\$ (27,558)</u>
<u>Expenditures</u>						
<u>Social, Cultural, and Recreational Services</u>						
Other Social, Cultural, and Recreational	\$ 202,931	\$ 28,640	\$ 231,571	\$ 184,449	\$ 273,449	\$ 41,878
Total Expenditures	<u>\$ 202,931</u>	<u>\$ 28,640</u>	<u>\$ 231,571</u>	<u>\$ 184,449</u>	<u>\$ 273,449</u>	<u>\$ 41,878</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (46,489)</u>	<u>\$ (28,640)</u>	<u>\$ (75,129)</u>	<u>\$ (449)</u>	<u>\$ (89,449)</u>	<u>\$ 14,320</u>
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 1,157	\$ 0	\$ 1,157	\$ 1,157	\$ 1,157	\$ 0
Total Other Financing Sources	<u>\$ 1,157</u>	<u>\$ 0</u>	<u>\$ 1,157</u>	<u>\$ 1,157</u>	<u>\$ 1,157</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (45,332)	\$ (28,640)	\$ (73,972)	\$ 708	\$ (88,292)	\$ 14,320
Fund Balance, July 1, 2019	<u>111,675</u>	<u>0</u>	<u>111,675</u>	<u>111,675</u>	<u>111,675</u>	<u>0</u>
Fund Balance, June 30, 2020	<u><u>\$ 66,343</u></u>	<u><u>\$ (28,640)</u></u>	<u><u>\$ 37,703</u></u>	<u><u>\$ 112,383</u></u>	<u><u>\$ 23,383</u></u>	<u><u>\$ 14,320</u></u>



Exhibit G-7

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Other Special Revenue Fund  
For the Year Ended June 30, 2020

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 343,880	\$ 385,000	\$ 385,000	\$ (41,120)
Other Local Revenues	2,385	0	0	2,385
State of Tennessee	0	30,000	30,000	(30,000)
Total Revenues	<u>\$ 346,265</u>	<u>\$ 415,000</u>	<u>\$ 415,000</u>	<u>\$ (68,735)</u>
<u>Expenditures</u>				
<u>Other Operations</u>				
Tourism	\$ 327,987	\$ 417,885	\$ 487,885	\$ 159,898
Total Expenditures	<u>\$ 327,987</u>	<u>\$ 417,885</u>	<u>\$ 487,885</u>	<u>\$ 159,898</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 18,278</u>	<u>\$ (2,885)</u>	<u>\$ (72,885)</u>	<u>\$ 91,163</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 2,313	\$ 2,313	\$ 2,313	\$ 0
Total Other Financing Sources	<u>\$ 2,313</u>	<u>\$ 2,313</u>	<u>\$ 2,313</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 20,591	\$ (572)	\$ (70,572)	\$ 91,163
Fund Balance, July 1, 2019	<u>368,033</u>	<u>330,549</u>	<u>330,549</u>	<u>37,484</u>
Fund Balance, June 30, 2020	<u><u>\$ 388,624</u></u>	<u><u>\$ 329,977</u></u>	<u><u>\$ 259,977</u></u>	<u><u>\$ 128,647</u></u>

Exhibit G-8

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Highway/Public Works Fund  
For the Year Ended June 30, 2020

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,511,350	\$ 0	\$ 1,511,350	\$ 993,322	\$ 993,322	\$ 518,028
Other Local Revenues	149,898	0	149,898	227,000	227,000	(77,102)
State of Tennessee	2,733,138	0	2,733,138	3,403,338	4,086,305	(1,353,167)
Total Revenues	\$ 4,394,386	\$ 0	\$ 4,394,386	\$ 4,623,660	\$ 5,306,627	\$ (912,241)
<u>Expenditures</u>						
<u>Highways</u>						
Administration	\$ 223,504	\$ 0	\$ 223,504	\$ 324,694	\$ 325,694	\$ 102,190
Highway and Bridge Maintenance	2,812,761	0	2,812,761	2,221,202	3,597,905	785,144
Operation and Maintenance of Equipment	502,498	0	502,498	927,307	1,012,085	509,587
Other Charges	254,950	0	254,950	253,944	262,944	7,994
Capital Outlay	778,953	2,696	781,649	920,000	2,037,342	1,255,693
Total Expenditures	\$ 4,572,666	\$ 2,696	\$ 4,575,362	\$ 4,647,147	\$ 7,235,970	\$ 2,660,608
Excess (Deficiency) of Revenues Over Expenditures	\$ (178,280)	\$ (2,696)	\$ (180,976)	\$ (23,487)	\$ (1,929,343)	\$ 1,748,367
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 8,928	\$ 0	\$ 8,928	\$ 0	\$ 3,500	\$ 5,428
Transfers In	25,445	0	25,445	25,445	25,445	0
Total Other Financing Sources	\$ 34,373	\$ 0	\$ 34,373	\$ 25,445	\$ 28,945	\$ 5,428
Net Change in Fund Balance	\$ (143,907)	\$ (2,696)	\$ (146,603)	\$ 1,958	\$ (1,900,398)	\$ 1,753,795
Fund Balance, July 1, 2019	3,981,626	0	3,981,626	3,992,379	3,992,379	(10,753)
Fund Balance, June 30, 2020	\$ 3,837,719	\$ (2,696)	\$ 3,835,023	\$ 3,994,337	\$ 2,091,981	\$ 1,743,042

Exhibit G-9

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,777,022	\$ 1,843,213	\$ 1,843,213	\$ (66,191)
Other Local Revenues	86,999	15,000	15,000	71,999
Federal Government	11,215	23,840	23,840	(12,625)
Total Revenues	<u>\$ 1,875,236</u>	<u>\$ 1,882,053</u>	<u>\$ 1,882,053</u>	<u>\$ (6,817)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 1,003,273	\$ 1,021,498	\$ 1,021,498	\$ 18,225
<u>Interest on Debt</u>				
General Government	571,420	623,565	623,565	52,145
<u>Other Debt Service</u>				
General Government	170,830	70,500	192,428	21,598
Total Expenditures	<u>\$ 1,745,523</u>	<u>\$ 1,715,563</u>	<u>\$ 1,837,491</u>	<u>\$ 91,968</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 129,713</u>	<u>\$ 166,490</u>	<u>\$ 44,562</u>	<u>\$ 85,151</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 6,670,000	\$ 0	\$ 6,670,000	\$ 0
Premiums on Debt Sold	1,298,402	0	1,298,402	0
Payments to Refunded Debt Escrow Agent	(7,846,474)	0	(7,846,474)	0
Total Other Financing Sources	<u>\$ 121,928</u>	<u>\$ 0</u>	<u>\$ 121,928</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 251,641	\$ 166,490	\$ 166,490	\$ 85,151
Fund Balance, July 1, 2019	<u>1,740,621</u>	<u>1,740,621</u>	<u>1,740,621</u>	<u>0</u>
Fund Balance, June 30, 2020	<u>\$ 1,992,262</u>	<u>\$ 1,907,111</u>	<u>\$ 1,907,111</u>	<u>\$ 85,151</u>

## Exhibit G-10

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 198,393	\$ 198,042	\$ 198,042	\$ 351
Other Local Revenues	3,164	0	0	3,164
Other Governments and Citizens Groups	1,258,713	1,950,189	1,675,800	(417,087)
Total Revenues	<u>\$ 1,460,270</u>	<u>\$ 2,148,231</u>	<u>\$ 1,873,842</u>	<u>\$ (413,572)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,284,222	\$ 1,169,243	\$ 1,284,225	\$ 3
<u>Interest on Debt</u>				
Education	690,162	679,533	690,162	0
<u>Other Debt Service</u>				
General Government	51,917	0	51,917	0
Education	6,174	17,800	17,800	11,626
Total Expenditures	<u>\$ 2,032,475</u>	<u>\$ 1,866,576</u>	<u>\$ 2,044,104</u>	<u>\$ 11,629</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (572,205)</u>	<u>\$ 281,655</u>	<u>\$ (170,262)</u>	<u>\$ (401,943)</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 1,525,000	\$ 0	\$ 1,525,000	\$ 0
Premiums on Debt Sold	304,568	0	304,568	0
Payments to Refunded Debt Escrow Agent	(1,777,651)	0	(1,777,651)	0
Total Other Financing Sources	<u>\$ 51,917</u>	<u>\$ 0</u>	<u>\$ 51,917</u>	<u>\$ 0</u>
Net Change in Fund Balance	<u>\$ (520,288)</u>	<u>\$ 281,655</u>	<u>\$ (118,345)</u>	<u>\$ (401,943)</u>
Fund Balance, July 1, 2019	<u>934,395</u>	<u>933,890</u>	<u>933,890</u>	<u>505</u>
Fund Balance, June 30, 2020	<u><u>\$ 414,107</u></u>	<u><u>\$ 1,215,545</u></u>	<u><u>\$ 815,545</u></u>	<u><u>\$ (401,438)</u></u>

## Exhibit G-11

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,762,623	\$ 1,706,510	\$ 1,706,510	\$ 56,113
Other Local Revenues	3,393	4,000	4,000	(607)
Other Governments and Citizens Groups	381,875	381,875	381,875	0
Total Revenues	<u>\$ 2,147,891</u>	<u>\$ 2,092,385</u>	<u>\$ 2,092,385</u>	<u>\$ 55,506</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,170,000	\$ 1,170,000	\$ 1,170,000	\$ 0
<u>Interest on Debt</u>				
Education	838,700	838,700	838,700	0
<u>Other Debt Service</u>				
General Government	119,960	0	119,960	0
Education	37,016	47,000	47,000	9,984
Total Expenditures	<u>\$ 2,165,676</u>	<u>\$ 2,055,700</u>	<u>\$ 2,175,660</u>	<u>\$ 9,984</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (17,785)</u>	<u>\$ 36,685</u>	<u>\$ (83,275)</u>	<u>\$ 65,490</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 5,725,000	0	\$ 5,725,000	\$ 0
Premiums on Debt Sold	1,405,441	0	1,405,441	0
Payments to Refunded Debt Escrow Agent	(7,010,481)	0	(7,010,481)	0
Total Other Financing Sources	<u>\$ 119,960</u>	<u>\$ 0</u>	<u>\$ 119,960</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 102,175	\$ 36,685	\$ 36,685	\$ 65,490
Fund Balance, July 1, 2019	<u>254,713</u>	<u>248,751</u>	<u>248,751</u>	<u>5,962</u>
Fund Balance, June 30, 2020	<u><u>\$ 356,888</u></u>	<u><u>\$ 285,436</u></u>	<u><u>\$ 285,436</u></u>	<u><u>\$ 71,452</u></u>

# **Major Governmental Fund**

## **Capital Projects Funds**

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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.

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

Exhibit H

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 186,253	\$ 0	\$ 186,253	\$ 113,772	\$ 113,772	\$ 72,481
Other Local Revenues	5	0	5	0	0	5
Total Revenues	<u>\$ 186,258</u>	<u>\$ 0</u>	<u>\$ 186,258</u>	<u>\$ 113,772</u>	<u>\$ 113,772</u>	<u>\$ 72,486</u>
<u>Expenditures</u>						
<u>Other Operations</u>						
Contributions to Other Agencies	\$ 3,000	\$ 0	\$ 3,000	\$ 0	\$ 3,000	\$ 0
<u>Other Debt Service</u>						
General Government	130,865	0	130,865	0	130,865	0
<u>Capital Projects</u>						
General Administration Projects	3,579,889	4,290,168	7,870,057	113,772	8,934,127	1,064,070
Public Safety Projects	1,402,459	0	1,402,459	0	1,941,770	539,311
Social, Cultural, and Recreation Projects	500,000	0	500,000	0	503,330	3,330
Total Expenditures	<u>\$ 5,616,213</u>	<u>\$ 4,290,168</u>	<u>\$ 9,906,381</u>	<u>\$ 113,772</u>	<u>\$ 11,513,092</u>	<u>\$ 1,606,711</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (5,429,955)</u>	<u>\$ (4,290,168)</u>	<u>\$ (9,720,123)</u>	<u>\$ 0</u>	<u>\$ (11,399,320)</u>	<u>\$ 1,679,197</u>
<u>Other Financing Sources (Uses)</u>						
Bonds Issued	\$ 7,180,000	\$ 0	\$ 7,180,000	\$ 0	\$ 7,180,000	\$ 0
Premiums on Debt Sold	623,696	0	623,696	0	623,696	0
Transfers In	2,625,770	0	2,625,770	0	3,576,625	(950,855)
Total Other Financing Sources	<u>\$ 10,429,466</u>	<u>\$ 0</u>	<u>\$ 10,429,466</u>	<u>\$ 0</u>	<u>\$ 11,380,321</u>	<u>\$ (950,855)</u>
Net Change in Fund Balance	\$ 4,999,511	\$ (4,290,168)	\$ 709,343	\$ 0	\$ (18,999)	\$ 728,342
Fund Balance, July 1, 2019	120,339	0	120,339	115,752	115,752	4,587
Fund Balance, June 30, 2020	<u><u>\$ 5,119,850</u></u>	<u><u>\$ (4,290,168)</u></u>	<u><u>\$ 829,682</u></u>	<u><u>\$ 115,752</u></u>	<u><u>\$ 96,753</u></u>	<u><u>\$ 732,929</u></u>

# Fiduciary Funds

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

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

City School ADA - Clinton Fund and City School ADA - Oak Ridge Fund – These two funds are used to account for the city school systems' shares of education revenues collected by the county that must be apportioned between the various school systems on an average daily attendance basis. These collections are remitted to the city school systems on a monthly basis.

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

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

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



Exhibit I-1

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

	Agency Funds			
	Cities - Sales Tax	City School ADA - Clinton	City School ADA - Oak Ridge	Constitu - tional Officers - Agency
<u>ASSETS</u>				
Cash	\$ 0	\$ 0	\$ 0	\$ 1,718,280
Equity in Pooled Cash and Investments	0	8,287	37,039	0
Accounts Receivable	0	0	0	295
Due from Other Governments	3,041,799	278,836	1,175,902	0
Property Taxes Receivable	0	2,464,973	11,017,105	0
Allowance for Uncollectible Property Taxes	0	(77,957)	(348,429)	0
Total Assets	<u>\$ 3,041,799</u>	<u>\$ 2,674,139</u>	<u>\$ 11,881,617</u>	<u>\$ 1,718,575</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0
Claims and Judgments Payable	0	10,673	50,033	0
Due to Other Taxing Units	3,041,799	2,663,466	11,831,584	0
Due to Litigants, Heirs, and Others	0	0	0	1,718,575
Due to Joint Ventures	0	0	0	0
Total Liabilities	<u>\$ 3,041,799</u>	<u>\$ 2,674,139</u>	<u>\$ 11,881,617</u>	<u>\$ 1,718,575</u>

(Continued)

Exhibit I-1

Anderson County, Tennessee  
Combining Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds (Cont.)

ASSETS

Cash  
Equity in Pooled Cash and Investments  
Accounts Receivable  
Due from Other Governments  
Taxes Receivable  
Allowance for Uncollectible Property Taxes

Total Assets

LIABILITIES

Accounts Payable  
Claims and Judgments Payable  
Due to Other Taxing Units  
Due to Litigants, Heirs, and Others  
Due to Joint Ventures

Total Liabilities

<u>Agency Funds (Cont.)</u>		
Judicial District Drug	District Attorney General	Total
\$ 0	\$ 0	\$ 1,718,280
354,774	34,676	434,776
0	0	295
0	0	4,496,537
0	0	13,482,078
0	0	(426,386)
<hr/>		
\$ 354,774	\$ 34,676	\$ 19,705,580
<hr/>		
\$ 6,157	\$ 0	\$ 6,157
0	0	60,706
0	0	17,536,849
0	34,676	1,753,251
348,617	0	348,617
<hr/>		
\$ 354,774	\$ 34,676	\$ 19,705,580
<hr/>		

## Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 17,280,977	\$ 17,280,977	\$ 0
Due from Other Governments	2,767,106	3,041,799	2,767,106	3,041,799
Total Assets	\$ 2,767,106	\$ 20,322,776	\$ 20,048,083	\$ 3,041,799
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 2,767,106	\$ 20,322,776	\$ 20,048,083	\$ 3,041,799
Total Liabilities	\$ 2,767,106	\$ 20,322,776	\$ 20,048,083	\$ 3,041,799
<u>City School ADA - Clinton Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 129,305	\$ 3,862,818	\$ 3,983,836	\$ 8,287
Due from Other Governments	240,767	278,836	240,767	278,836
Taxes Receivable	2,408,399	2,464,973	2,408,399	2,464,973
Allowance for Uncollectible Taxes	(70,780)	(77,957)	(70,780)	(77,957)
Total Assets	\$ 2,707,691	\$ 6,528,670	\$ 6,562,222	\$ 2,674,139
<u>Liabilities</u>				
Claims and Judgments Payable	\$ 0	\$ 10,673	\$ 0	\$ 10,673
Due to Other Taxing Units	2,707,691	6,517,997	6,562,222	2,663,466
Total Liabilities	\$ 2,707,691	\$ 6,528,670	\$ 6,562,222	\$ 2,674,139
<u>City School ADA - Oak Ridge Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 582,728	\$ 17,263,768	\$ 17,809,457	\$ 37,039
Due from Other Governments	960,307	1,175,902	960,307	1,175,902
Taxes Receivable	10,853,521	11,017,105	10,853,521	11,017,105
Allowance for Uncollectible Taxes	(318,974)	(348,429)	(318,974)	(348,429)
Total Assets	\$ 12,077,582	\$ 29,108,346	\$ 29,304,311	\$ 11,881,617
<u>Liabilities</u>				
Claims and Judgments Payable	\$ 0	\$ 50,033	\$ 0	\$ 50,033
Due to Other Taxing Units	12,077,582	29,058,313	29,304,311	11,831,584
Total Liabilities	\$ 12,077,582	\$ 29,108,346	\$ 29,304,311	\$ 11,881,617

(Continued)

## Exhibit I-2

Anderson County, Tennessee  
Combining Statement of Changes in Assets  
and Liabilities - All Agency Funds (Cont.)

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 2,097,382	\$ 15,642,106	\$ 16,021,208	\$ 1,718,280
Accounts Receivable	0	295	0	295
Total Assets	\$ 2,097,382	\$ 15,642,401	\$ 16,021,208	\$ 1,718,575
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 2,097,382	\$ 15,642,401	\$ 16,021,208	\$ 1,718,575
Total Liabilities	\$ 2,097,382	\$ 15,642,401	\$ 16,021,208	\$ 1,718,575
<u>Judicial District Drug Fund - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 324,005	\$ 217,492	\$ 186,723	\$ 354,774
Due from Other Governments	8,987	0	8,987	0
Total Assets	\$ 332,992	\$ 217,492	\$ 195,710	\$ 354,774
<u>Liabilities</u>				
Accounts Payable	\$ 2,692	\$ 6,157	\$ 2,692	\$ 6,157
Due to Joint Venture	330,300	211,335	193,018	348,617
Total Liabilities	\$ 332,992	\$ 217,492	\$ 195,710	\$ 354,774
<u>District Attorney General Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 25,948	\$ 13,513	\$ 4,785	\$ 34,676
Total Assets	\$ 25,948	\$ 13,513	\$ 4,785	\$ 34,676
<u>Liabilities</u>				
Due to Other Litigants, Heirs, and Others	\$ 25,948	\$ 13,513	\$ 4,785	\$ 34,676
Total Liabilities	\$ 25,948	\$ 13,513	\$ 4,785	\$ 34,676

(Continued)

Exhibit I-2

Anderson County, Tennessee  
Combining Statement of Changes in Assets  
and Liabilities - All Agency Funds (Cont.)

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 2,097,382	\$ 15,642,106	\$ 16,021,208	\$ 1,718,280
Equity in Pooled Cash and Investments	1,061,986	38,638,568	39,265,778	434,776
Accounts Receivable	0	295	0	295
Due from Other Governments	3,977,167	4,496,537	3,977,167	4,496,537
Taxes Receivable	13,261,920	13,482,078	13,261,920	13,482,078
Allowance for Uncollectible Taxes	(389,754)	(426,386)	(389,754)	(426,386)
Total Assets	<u>\$ 20,008,701</u>	<u>\$ 71,833,198</u>	<u>\$ 72,136,319</u>	<u>\$ 19,705,580</u>
<u>Liabilities</u>				
Accounts Payable	\$ 2,692	\$ 6,157	\$ 2,692	\$ 6,157
Claims and Judgments Payable	0	60,706	0	60,706
Due to Other Taxing Units	17,552,379	55,899,086	55,914,616	17,536,849
Due to Litigants, Heirs, and Others	2,123,330	15,655,914	16,025,993	1,753,251
Due to Joint Ventures	330,300	211,335	193,018	348,617
Total Liabilities	<u>\$ 20,008,701</u>	<u>\$ 71,833,198</u>	<u>\$ 72,136,319</u>	<u>\$ 19,705,580</u>

# Anderson County School Department

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

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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.

Other Education Special Revenue Fund – The Other Education Special Revenue Fund is used to account for day-care programs offered by the school department, the companion program, and the headstart program.

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

Exhibit J-1

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position Total Governmental Activities
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
Instruction	\$ 39,287,995	\$ 116,355	\$ 4,058,559	\$ 0	\$ (35,113,081)
Support Services	24,143,160	115,973	951,154	0	(23,076,033)
Operation of Non-instructional Services	8,488,287	588,311	7,775,062	0	(124,914)
Total Governmental Activities	<u>\$ 71,919,442</u>	<u>\$ 820,639</u>	<u>\$ 12,784,775</u>	<u>\$ 0</u>	<u>\$ (58,314,028)</u>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 16,614,696
Local Option Sales Taxes					11,117,143
Other Local Taxes					2,434
Grants and Contributions Not Restricted for Specific Programs					34,043,214
Unrestricted Investment Income					59,429
Gain on Investments					8,733
Miscellaneous					218,080
Total General Revenues					<u>\$ 62,063,729</u>
Change in Net Position					\$ 3,749,701
Net Position, July 1, 2019					<u>67,559,573</u>
Net Position, June 30, 2020					<u><u>\$ 71,309,274</u></u>

Exhibit J-2

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

	Major Fund	Nonmajor Funds	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>			
Cash	\$ 332,240	\$ 1,580	\$ 333,820
Equity in Pooled Cash and Investments	10,673,205	2,373,874	13,047,079
Inventories	0	130,733	130,733
Accounts Receivable	2,870	0	2,870
Due from Other Governments	1,934,273	633,955	2,568,228
Due from Other Funds	130,319	453	130,772
Due from Primary Government	55,981	0	55,981
Property Taxes Receivable	16,940,227	943,254	17,883,481
Allowance for Uncollectible Property Taxes	(535,755)	(29,845)	(565,600)
Restricted Assets	282,275	0	282,275
Total Assets	<u>\$ 29,815,635</u>	<u>\$ 4,054,004</u>	<u>\$ 33,869,639</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 780,670	\$ 397,375	\$ 1,178,045
Accrued Payroll	0	1,397	1,397
Payroll Deductions Payable	642,874	113,744	756,618
Contracts Payable	137,936	0	137,936
Retainage Payable	48,714	0	48,714
Due to Other Funds	453	130,319	130,772
Due to State of Tennessee	0	227	227
Other Current Liabilities	27,123	0	27,123
Total Liabilities	<u>\$ 1,637,770</u>	<u>\$ 643,062</u>	<u>\$ 2,280,832</u>

(Continued)



Exhibit J-2

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

	Major Fund	Nonmajor Funds	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 15,881,165	\$ 884,232	\$ 16,765,397
Deferred Delinquent Property Taxes	480,049	26,765	506,814
Other Deferred/Unavailable Revenue	961,145	0	961,145
Total Deferred Inflows of Resources	<u>\$ 17,322,359</u>	<u>\$ 910,997</u>	<u>\$ 18,233,356</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Inventory	\$ 0	\$ 130,733	\$ 130,733
Restricted:			
Restricted for Education	337,692	1,495,905	1,833,597
Restricted for Capital Projects	0	498,307	498,307
Restricted for Hybrid Retirement Stabilization Funds	282,275	0	282,275
Committed:			
Committed for Education	0	375,000	375,000
Assigned:			
Assigned for Education	\$ 466,838	\$ 0	\$ 466,838
Unassigned	9,768,701	0	9,768,701
Total Fund Balances	<u>\$ 10,855,506</u>	<u>\$ 2,499,945</u>	<u>\$ 13,355,451</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 29,815,635</u>	<u>\$ 4,054,004</u>	<u>\$ 33,869,639</u>

Exhibit J-3

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

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

Total fund balances - balance sheet - governmental funds (Exhibit J-2)		\$	13,355,451
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	865,214	
Add: construction in progress		11,531,815	
Add: buildings and improvements net of accumulated depreciation		39,320,878	
Add: other capital assets net of accumulated depreciation		<u>2,438,959</u>	54,156,866
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: contributions due on primary government debt for capital lease	\$	(29,879)	
Less: other postemployment benefits liability		(4,220,046)	
Less: compensated absences payable		(462,779)	
Less: claims and judgements		<u>(94,834)</u>	(4,807,538)
(3) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.			1,467,959
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.			
Add: deferred outflows of resources related to pensions	\$	5,348,103	
Less: deferred inflows of resources related to pensions		(7,760,046)	
Add: deferred outflows of resources related to OPEB		848,792	
Less: deferred inflows of resources related to OPEB		<u>(1,231,927)</u>	(2,795,078)
(5) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.			
Add: net pension asset - agent plan	\$	1,985,132	
Add: net pension asset - teacher legacy pension plan		7,609,211	
Add: net pension asset - teacher retirement plan		<u>337,271</u>	<u>9,931,614</u>
Net position of governmental activities (Exhibit A)			<u>\$ 71,309,274</u>

## Exhibit J-4

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

	Major Fund	Nonmajor Funds	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 27,097,271	\$ 811,434	\$ 27,908,705
Licenses and Permits	2,426	0	2,426
Charges for Current Services	210,765	602,475	813,240
Other Local Revenues	147,406	51,022	198,428
State of Tennessee	34,697,869	1,139,911	35,837,780
Federal Government	155,130	10,824,321	10,979,451
Total Revenues	<u>\$ 62,310,867</u>	<u>\$ 13,429,163</u>	<u>\$ 75,740,030</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 33,974,425	\$ 2,676,680	\$ 36,651,105
Support Services	23,211,969	1,413,644	24,625,613
Operation of Non-Instructional Services	110,168	8,190,960	8,301,128
Capital Outlay	379,205	4,904,227	5,283,432
Debt Service:			
Other Debt Service	1,514,977	125,611	1,640,588
Total Expenditures	<u>\$ 59,190,744</u>	<u>\$ 17,311,122</u>	<u>\$ 76,501,866</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 3,120,123</u>	<u>\$ (3,881,959)</u>	<u>\$ (761,836)</u>
<u>Other Financing Sources (Uses)</u>			
Proceeds from Sale of Capital Assets	\$ 4,599	\$ 221	\$ 4,820
Insurance Recovery	89,230	2,580	91,810
Transfers In	265,885	234,262	500,147
Transfers Out	(193,790)	(306,357)	(500,147)
Total Other Financing Sources (Uses)	<u>\$ 165,924</u>	<u>\$ (69,294)</u>	<u>\$ 96,630</u>
Net Change in Fund Balances	\$ 3,286,047	\$ (3,951,253)	\$ (665,206)
Fund Balance, July 1, 2019	<u>7,569,459</u>	<u>6,451,198</u>	<u>14,020,657</u>
Fund Balance, June 30, 2020	<u><u>\$ 10,855,506</u></u>	<u><u>\$ 2,499,945</u></u>	<u><u>\$ 13,355,451</u></u>

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

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

Net change in fund balances - total governmental funds (Exhibit J-4)		\$	(665,206)
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:			
Add: capital assets purchased in the current period	\$	5,273,954	
Less: current-year depreciation expense		<u>(2,541,493)</u>	2,732,461
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.			
Less: book value of capital assets disposed			(2,417)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
Add: deferred delinquent property taxes and other deferred June 30, 2020	\$	1,467,959	
Less: deferred delinquent property taxes and other deferred June 30, 2019		<u>(1,549,983)</u>	(82,024)
(3) The contribution of long-term debt (e.g., notes, bonds, leases) by the primary government provides current financial resources to governmental funds, while the contributions by the school department of the principal of long-term debt consume the current financial resources of governmental funds. Neither transaction however, has any effect on net position.			
Add: principal contributions on leases to primary government			114,982
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.			
Change in other postemployment benefits liability	\$	(111,669)	
Change in compensated absences payable		(124,731)	
Change in net pension asset/liability		5,257,443	
Change in deferred outflows related to OPEB		379,882	
Change in deferred inflows related to OPEB		(319,709)	
Change in deferred outflows related to pensions		(606,917)	
Change in deferred inflows related to pensions		(2,727,560)	
Change in claims and judgements		<u>(94,834)</u>	1,651,905
Change in net position of governmental activities (Exhibit B)		\$	<u>3,749,701</u>

Exhibit J-6

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

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Total	Education Capital Projects	
<u>ASSETS</u>						
Cash	\$ 0	\$ 1,580	\$ 0	\$ 1,580	\$ 0	\$ 1,580
Equity in Pooled Cash and Investments	407,054	1,332,105	60,207	1,799,366	574,508	2,373,874
Inventories	0	130,733	0	130,733	0	130,733
Due from Other Governments	146,596	137,131	350,228	633,955	0	633,955
Due from Other Funds	453	0	0	453	0	453
Property Taxes Receivable	0	0	0	0	943,254	943,254
Allowance for Uncollectible Property Taxes	0	0	0	0	(29,845)	(29,845)
Total Assets	\$ 554,103	\$ 1,601,549	\$ 410,435	\$ 2,566,087	\$ 1,487,917	\$ 4,054,004
<u>LIABILITIES</u>						
Accounts Payable	\$ 57,500	\$ 54,623	\$ 206,639	\$ 318,762	\$ 78,613	\$ 397,375
Accrued Payroll	0	0	1,397	1,397	0	1,397
Payroll Deductions Payable	52,698	15,769	45,277	113,744	0	113,744
Due to Other Funds	30	0	130,289	130,319	0	130,319
Due to State of Tennessee	0	0	227	227	0	227
Total Liabilities	\$ 110,228	\$ 70,392	\$ 383,829	\$ 564,449	\$ 78,613	\$ 643,062
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 884,232	\$ 884,232
Deferred Delinquent Property Taxes	0	0	0	0	26,765	26,765
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 0	\$ 0	\$ 910,997	\$ 910,997

(Continued)

Exhibit J-6

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

	<u>Special Revenue Funds</u>				<u>Capital</u>	<u>Total</u>
	<u>School</u>	<u>Central</u>	<u>Other</u>		<u>Projects Fund</u>	
	<u>Federal</u>	<u>Cafeteria</u>	<u>Education</u>	<u>Total</u>	<u>Education</u>	<u>Nonmajor</u>
	<u>Projects</u>		<u>Special</u>		<u>Capital</u>	<u>Governmental</u>
			<u>Revenue</u>		<u>Projects</u>	<u>Funds</u>
<u>FUND BALANCES</u>						
Nonspendable:						
Inventory	\$ 0	\$ 130,733	\$ 0	\$ 130,733	\$ 0	\$ 130,733
Restricted:						
Restricted for Education	68,875	1,400,424	26,606	1,495,905	0	1,495,905
Restricted for Capital Projects	0	0	0	0	498,307	498,307
Committed:						
Committed for Education	375,000	0	0	375,000	0	375,000
Total Fund Balances	<u>\$ 443,875</u>	<u>\$ 1,531,157</u>	<u>\$ 26,606</u>	<u>\$ 2,001,638</u>	<u>\$ 498,307</u>	<u>\$ 2,499,945</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 554,103</u>	<u>\$ 1,601,549</u>	<u>\$ 410,435</u>	<u>\$ 2,566,087</u>	<u>\$ 1,487,917</u>	<u>\$ 4,054,004</u>

Exhibit J-7

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

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Total	Education Capital Projects	
<u>Revenues</u>						
Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 811,434	\$ 811,434
Charges for Current Services	14,020	420,354	168,101	602,475	0	602,475
Other Local Revenues	38,237	9,541	3,244	51,022	0	51,022
State of Tennessee	440,419	31,025	668,467	1,139,911	0	1,139,911
Federal Government	4,093,716	2,651,036	4,079,569	10,824,321	0	10,824,321
Total Revenues	\$ 4,586,392	\$ 3,111,956	\$ 4,919,381	\$ 12,617,729	\$ 811,434	\$ 13,429,163
<u>Expenditures</u>						
Current:						
Instruction	\$ 2,676,680	\$ 0	\$ 0	\$ 2,676,680	\$ 0	\$ 2,676,680
Support Services	1,413,644	0	0	1,413,644	0	1,413,644
Operation of Non-Instructional Services	357,553	3,132,502	4,700,905	8,190,960	0	8,190,960
Capital Outlay	0	0	18,686	18,686	4,885,541	4,904,227
Debt Service:						
Other Debt Service	0	0	125,611	125,611	0	125,611
Total Expenditures	\$ 4,447,877	\$ 3,132,502	\$ 4,845,202	\$ 12,425,581	\$ 4,885,541	\$ 17,311,122
Excess (Deficiency) of Revenues Over Expenditures	\$ 138,515	\$ (20,546)	\$ 74,179	\$ 192,148	\$ (4,074,107)	\$ (3,881,959)
<u>Other Financing Sources (Uses)</u>						
Proceeds from Sale of Capital Assets	\$ 0	\$ 221	\$ 0	\$ 221	\$ 0	\$ 221
Insurance Recovery	2,580	0	0	2,580	0	2,580

(Continued)

Exhibit J-7

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

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Total	Education Capital Projects	
<u>Other Financing Sources (Uses) (Cont.)</u>						
Transfers In	\$ 150,000	\$ 44,262	\$ 40,000	\$ 234,262	\$ 0	\$ 234,262
Transfers Out	(135,596)	0	(170,761)	(306,357)	0	(306,357)
Total Other Financing Sources (Uses)	\$ 16,984	\$ 44,483	\$ (130,761)	\$ (69,294)	\$ 0	\$ (69,294)
Net Change in Fund Balances	\$ 155,499	\$ 23,937	\$ (56,582)	\$ 122,854	\$ (4,074,107)	\$ (3,951,253)
Fund Balance, July 1, 2019	288,376	1,507,220	83,188	1,878,784	4,572,414	6,451,198
Fund Balance, June 30, 2020	\$ 443,875	\$ 1,531,157	\$ 26,606	\$ 2,001,638	\$ 498,307	\$ 2,499,945



Exhibit J-8

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 27,097,271	\$ 0	\$ 27,097,271	\$ 24,824,859	\$ 24,824,859	\$ 2,272,412
Licenses and Permits	2,426	0	2,426	3,178	3,178	(752)
Charges for Current Services	210,765	0	210,765	142,039	341,094	(130,329)
Other Local Revenues	147,406	0	147,406	105,000	143,209	4,197
State of Tennessee	34,697,869	0	34,697,869	35,198,402	35,655,899	(958,030)
Federal Government	155,130	0	155,130	130,226	142,592	12,538
Other Governments and Citizens Groups	0	0	0	5,900	5,900	(5,900)
Total Revenues	\$ 62,310,867	\$ 0	\$ 62,310,867	\$ 60,409,604	\$ 61,116,731	\$ 1,194,136
<u>Expenditures</u>						
<u>Instruction</u>						
Regular Instruction Program	\$ 25,509,201	\$ 0	\$ 25,509,201	\$ 25,590,646	\$ 26,265,619	\$ 756,418
Special Education Program	5,344,633	0	5,344,633	5,708,409	5,632,534	287,901
Career and Technical Education Program	3,028,392	0	3,028,392	3,368,789	3,281,142	252,750
Student Body Education Program	92,199	0	92,199	100,000	101,192	8,993
<u>Support Services</u>						
Attendance	313,246	0	313,246	435,088	393,579	80,333
Health Services	894,962	0	894,962	893,048	942,029	47,067
Other Student Support	1,342,243	0	1,342,243	1,391,275	1,393,304	51,061
Regular Instruction Program	1,151,844	0	1,151,844	1,230,841	1,223,053	71,209
Special Education Program	1,765,692	0	1,765,692	1,938,421	2,118,592	352,900
Career and Technical Education Program	220,237	0	220,237	262,809	266,332	46,095
Technology	1,367,884	0	1,367,884	1,306,604	1,393,000	25,116
Other Programs	160,224	0	160,224	0	300,000	139,776
Board of Education	1,128,308	0	1,128,308	1,194,607	1,195,072	66,764

(Continued)

Exhibit J-8

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Expenditures (Cont.)</u>						
<u>Support Services (Cont.)</u>						
Director of Schools	\$ 496,820	\$ 0	\$ 496,820	\$ 577,032	\$ 524,675	\$ 27,855
Office of the Principal	3,928,164	0	3,928,164	3,916,694	3,988,848	60,684
Fiscal Services	513,124	0	513,124	549,355	558,503	45,379
Human Services/Personnel	82,600	0	82,600	106,424	99,134	16,534
Operation of Plant	4,850,305	0	4,850,305	5,078,781	5,155,379	305,074
Maintenance of Plant	1,420,099	30,739	1,450,838	1,525,861	1,764,067	313,229
Transportation	3,138,936	0	3,138,936	3,222,182	3,153,182	14,246
Central and Other	437,281	0	437,281	410,622	865,622	428,341
<u>Operation of Non-Instructional Services</u>						
Community Services	109,778	0	109,778	127,770	133,031	23,253
COVID-19 Expenditures	390	0	390	0	390	0
<u>Capital Outlay</u>						
Regular Capital Outlay	379,205	436,099	815,304	600,000	1,000,000	184,696
<u>Interest on Debt</u>						
Education	0	0	0	1,914,977	0	0
<u>Other Debt Service</u>						
Education	1,514,977	0	1,514,977	1,700	1,516,677	1,700
Total Expenditures	\$ 59,190,744	\$ 466,838	\$ 59,657,582	\$ 61,451,935	\$ 63,264,956	\$ 3,607,374
Excess (Deficiency) of Revenues						
Over Expenditures	\$ 3,120,123	\$ (466,838)	\$ 2,653,285	\$ (1,042,331)	\$ (2,148,225)	\$ 4,801,510
<u>Other Financing Sources (Uses)</u>						
Proceeds from Sale of Capital Assets	\$ 4,599	\$ 0	\$ 4,599	\$ 5,000	\$ 5,000	\$ (401)

(Continued)

Exhibit J-8

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Other Financing Sources (Uses) (Cont.)</u>						
Insurance Recovery	\$ 89,230	\$ 0	\$ 89,230	\$ 0	\$ 0	\$ 89,230
Transfers In	265,885	0	265,885	218,656	218,656	47,229
Transfers Out	(193,790)	0	(193,790)	(2,500)	(203,145)	9,355
Total Other Financing Sources	\$ 165,924	\$ 0	\$ 165,924	\$ 221,156	\$ 20,511	\$ 145,413
Net Change in Fund Balance	\$ 3,286,047	\$ (466,838)	\$ 2,819,209	\$ (821,175)	\$ (2,127,714)	\$ 4,946,923
Fund Balance, July 1, 2019	7,569,459	0	7,569,459	6,333,029	6,333,029	1,236,430
Fund Balance, June 30, 2020	\$ 10,855,506	\$ (466,838)	\$ 10,388,668	\$ 5,511,854	\$ 4,205,315	\$ 6,183,353

Exhibit J-9

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 14,020	\$ 0	\$ 0	\$ 14,020
Other Local Revenues	38,237	0	35,614	2,623
State of Tennessee	440,419	109,280	109,280	331,139
Federal Government	4,093,716	3,991,047	5,921,166	(1,827,450)
Total Revenues	<u>\$ 4,586,392</u>	<u>\$ 4,100,327</u>	<u>\$ 6,066,060</u>	<u>\$ (1,479,668)</u>
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 1,259,102	\$ 1,169,169	\$ 1,354,873	\$ 95,771
Special Education Program	1,249,417	1,176,486	1,731,643	482,226
Career and Technical Education Program	168,161	99,089	171,851	3,690
<u>Support Services</u>				
Other Student Support	115,406	49,609	386,451	271,045
Regular Instruction Program	983,290	1,056,585	1,224,805	241,515
Special Education Program	195,105	253,160	355,780	160,675
Transportation	119,843	226,262	255,262	135,419
<u>Operation of Non-Instructional Services</u>				
Community Services	357,553	0	436,979	79,426
Total Expenditures	<u>\$ 4,447,877</u>	<u>\$ 4,030,360</u>	<u>\$ 5,917,644</u>	<u>\$ 1,469,767</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 138,515</u>	<u>\$ 69,967</u>	<u>\$ 148,416</u>	<u>\$ (9,901)</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 2,580	\$ 0	\$ 0	\$ 2,580
Transfers In	150,000	0	150,000	0
Transfers Out	(135,596)	(69,967)	(178,673)	43,077
Total Other Financing Sources	<u>\$ 16,984</u>	<u>\$ (69,967)</u>	<u>\$ (28,673)</u>	<u>\$ 45,657</u>
Net Change in Fund Balance	\$ 155,499	\$ 0	\$ 119,743	\$ 35,756
Fund Balance, July 1, 2019	<u>288,376</u>	<u>288,376</u>	<u>288,376</u>	<u>0</u>
Fund Balance, June 30, 2020	<u><u>\$ 443,875</u></u>	<u><u>\$ 288,376</u></u>	<u><u>\$ 408,119</u></u>	<u><u>\$ 35,756</u></u>

## Exhibit J-10

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 420,354	\$ 550,045	\$ 550,045	\$ (129,691)
Other Local Revenues	9,541	5,000	5,000	4,541
State of Tennessee	31,025	29,000	29,000	2,025
Federal Government	2,651,036	2,934,942	2,997,042	(346,006)
Total Revenues	<u>\$ 3,111,956</u>	<u>\$ 3,518,987</u>	<u>\$ 3,581,087</u>	<u>\$ (469,131)</u>
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Food Service	\$ 3,132,502	\$ 3,773,263	\$ 3,835,363	\$ 702,861
Total Expenditures	<u>\$ 3,132,502</u>	<u>\$ 3,773,263</u>	<u>\$ 3,835,363</u>	<u>\$ 702,861</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (20,546)</u>	<u>\$ (254,276)</u>	<u>\$ (254,276)</u>	<u>\$ 233,730</u>
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 221	\$ 0	\$ 0	\$ 221
Transfers In	44,262	45,000	45,000	(738)
Total Other Financing Sources	<u>\$ 44,483</u>	<u>\$ 45,000</u>	<u>\$ 45,000</u>	<u>\$ (517)</u>
Net Change in Fund Balance	\$ 23,937	\$ (209,276)	\$ (209,276)	\$ 233,213
Fund Balance, July 1, 2019	<u>1,507,220</u>	<u>1,507,220</u>	<u>1,507,220</u>	<u>0</u>
Fund Balance, June 30, 2020	<u><u>\$ 1,531,157</u></u>	<u><u>\$ 1,297,944</u></u>	<u><u>\$ 1,297,944</u></u>	<u><u>\$ 233,213</u></u>

## Exhibit J-11

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Anderson County School Department  
Other Education Special Revenue Fund  
For the Year Ended June 30, 2020

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Charges for Current Services	\$ 168,101	\$ 0	\$ 168,101	\$ 308,070	\$ 279,395	\$ (111,294)
Other Local Revenues	3,244	0	3,244	0	2,296	948
State of Tennessee	668,467	0	668,467	661,531	671,726	(3,259)
Federal Government	4,079,569	0	4,079,569	3,694,056	4,125,648	(46,079)
Total Revenues	\$ 4,919,381	\$ 0	\$ 4,919,381	\$ 4,663,657	\$ 5,079,065	\$ (159,684)
<u>Expenditures</u>						
<u>Operation of Non-Instructional Services</u>						
Community Services	\$ 4,084,169	\$ 11,363	\$ 4,095,532	\$ 3,741,376	\$ 4,201,825	\$ 106,293
Early Childhood Education	616,736	0	616,736	632,790	623,527	6,791
<u>Capital Outlay</u>						
Regular Capital Outlay	18,686	0	18,686	0	18,686	0
<u>Principal on Debt</u>						
Education	0	0	0	114,982	1	1
<u>Interest on Debt</u>						
Education	0	0	0	10,629	0	0
<u>Other Debt Service</u>						
Education	125,611	0	125,611	0	125,611	0
Total Expenditures	\$ 4,845,202	\$ 11,363	\$ 4,856,565	\$ 4,499,777	\$ 4,969,650	\$ 113,085
Excess (Deficiency) of Revenues Over Expenditures	\$ 74,179	\$ (11,363)	\$ 62,816	\$ 163,880	\$ 109,415	\$ (46,599)
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 40,000	\$ 0	\$ 40,000	\$ 0	\$ 50,645	\$ (10,645)

(Continued)

Exhibit J-11

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Anderson County School Department  
Other Education Special Revenue Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Other Financing Sources (Uses) (Cont.)</u>						
Transfers Out	\$ (170,761)	\$ 0	\$ (170,761)	\$ (152,865)	\$ (179,245)	\$ 8,484
Total Other Financing Sources	\$ (130,761)	\$ 0	\$ (130,761)	\$ (152,865)	\$ (128,600)	\$ (2,161)
Net Change in Fund Balance	\$ (56,582)	\$ (11,363)	\$ (67,945)	\$ 11,015	\$ (19,185)	\$ (48,760)
Fund Balance, July 1, 2019	83,188	0	83,188	100,552	100,552	(17,364)
Fund Balance, June 30, 2020	\$ 26,606	\$ (11,363)	\$ 15,243	\$ 111,567	\$ 81,367	\$ (66,124)

Exhibit J-12

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2019	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 811,434	\$ 0	\$ 0	\$ 811,434	\$ 0	\$ 0	\$ 811,434
Total Revenues	\$ 811,434	\$ 0	\$ 0	\$ 811,434	\$ 0	\$ 0	\$ 811,434
<u>Expenditures</u>							
<u>Capital Outlay</u>							
Regular Capital Outlay	\$ 4,885,541	\$ (4,565,926)	\$ 461,052	\$ 780,667	\$ 0	\$ 824,437	\$ 43,770
<u>Capital Projects</u>							
Education Capital Projects	0	0	0	0	824,437	0	0
Total Expenditures	\$ 4,885,541	\$ (4,565,926)	\$ 461,052	\$ 780,667	\$ 824,437	\$ 824,437	\$ 43,770
Excess (Deficiency) of Revenues Over Expenditures	\$ (4,074,107)	\$ 4,565,926	\$ (461,052)	\$ 30,767	\$ (824,437)	\$ (824,437)	\$ 855,204
Net Change in Fund Balance	\$ (4,074,107)	\$ 4,565,926	\$ (461,052)	\$ 30,767	\$ (824,437)	\$ (824,437)	\$ 855,204
Fund Balance, July 1, 2019	4,572,414	(4,565,926)	0	6,488	824,437	824,437	(817,949)
Fund Balance, June 30, 2020	\$ 498,307	\$ 0	\$ (461,052)	\$ 37,255	\$ 0	\$ 0	\$ 37,255



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## MISCELLANEOUS SCHEDULES

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Exhibit K-1

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-19	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-20
<u>GOVERNMENTAL ACTIVITIES:</u>									
<u>NOTES PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
General Obligation Series 2017A	\$ 1,400,000	2.35 %	6-22-17	6-1-29	\$ 1,197,000	\$ 0	\$ 106,000	\$ 0	\$ 1,091,000
Total Payable through General Debt Service Fund					<u>\$ 1,197,000</u>	<u>\$ 0</u>	<u>\$ 106,000</u>	<u>\$ 0</u>	<u>\$ 1,091,000</u>
<u>Payable through Rural Debt Service Fund</u>									
Local Government Energy Efficient Loan Program	489,502	0	3-25-11	11-1-21	\$ 118,313	\$ 0	\$ 48,948	\$ 0	\$ 69,365
Local Government Energy Efficient Loan Program	352,931	0	6-21-12	8-1-22	111,769	0	35,292	0	76,477
Total Payable through Rural Debt Service Fund					<u>\$ 230,082</u>	<u>\$ 0</u>	<u>\$ 84,240</u>	<u>\$ 0</u>	<u>\$ 145,842</u>
<u>Payable through Ambulance Service Fund</u>									
Ambulances	223,225	2.25	6-4-15	6-1-22	\$ 100,000	\$ 0	\$ 33,000	\$ 0	\$ 67,000
Total Payable through Ambulance Service Fund					<u>\$ 100,000</u>	<u>\$ 0</u>	<u>\$ 33,000</u>	<u>\$ 0</u>	<u>\$ 67,000</u>
Total Notes Payable					<u>\$ 1,527,082</u>	<u>\$ 0</u>	<u>\$ 223,240</u>	<u>\$ 0</u>	<u>\$ 1,303,842</u>
<u>OTHER LOANS PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
Industrial Development - Montgomery County PBA	1,700,000	Variable	7-13-01	5-25-21	\$ 262,000	\$ 0	\$ 128,000	\$ 0	\$ 134,000
Jail Renovation - Montgomery County PBA	3,000,000	Variable	5-22-06	5-25-25	1,141,000	0	176,000	0	965,000
Total Payable through General Debt Service Fund					<u>\$ 1,403,000</u>	<u>\$ 0</u>	<u>\$ 304,000</u>	<u>\$ 0</u>	<u>\$ 1,099,000</u>
<u>Payable through Rural Debt Service Fund</u>									
City of Clarksville Series 2014 PBA	4,505,215	2.75	2-4-14	5-1-31	\$ 3,610,000	\$ 0	\$ 200,000	\$ 0	\$ 3,410,000
Total Payable through Rural Debt Service Fund					<u>\$ 3,610,000</u>	<u>\$ 0</u>	<u>\$ 200,000</u>	<u>\$ 0</u>	<u>\$ 3,410,000</u>
<u>Payable through Education Debt Service Fund</u>									
City of Clarksville Series 2014 PBA	5,180,000	2.75	2-4-14	5-1-31	\$ 4,110,000	\$ 0	\$ 225,000	\$ 0	\$ 3,885,000
Total Payable through Education Debt Service Fund					<u>\$ 4,110,000</u>	<u>\$ 0</u>	<u>\$ 225,000</u>	<u>\$ 0</u>	<u>\$ 3,885,000</u>
Total Other Loans Payable					<u>\$ 9,123,000</u>	<u>\$ 0</u>	<u>\$ 729,000</u>	<u>\$ 0</u>	<u>\$ 8,394,000</u>

(Continued)

Exhibit K-1

Anderson County, Tennessee

Schedule of Changes in Long-term Notes, Other Loans, Capital Leases, and Bonds (Cont.)

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-19	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-20
<u>GOVERNMENTAL ACTIVITIES (CONT.):</u>									
<u>BONDS PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
General Obligation	\$ 2,450,000	1 to 5.25 %	6-4-10	5-1-28	\$ 1,370,000	\$ 0	\$ 135,000	\$ 1,235,000	\$ 0
General Obligation	14,750,000	2 to 4	9-28-11	5-1-29	7,000,000	0	400,000	6,600,000	0
General Obligation Refunding, Series 2016	8,030,000	2 to 2.7	5-19-17	5-1-35	7,940,000	0	40,000	0	7,900,000
General Obligation, Series 2020A	7,180,000	2 to 5	5-15-20	5-1-40	0	7,180,000	0	0	7,180,000
General Obligation Refunding, Series 2020A	6,670,000	5	5-15-20	5-1-29	0	6,670,000	0	0	6,670,000
Total Payable through General Debt Service Fund					<u>\$ 16,310,000</u>	<u>\$ 13,850,000</u>	<u>\$ 575,000</u>	<u>\$ 7,835,000</u>	<u>\$ 21,750,000</u>
<u>Payable through Rural Debt Service Fund</u>									
Rural School	2,000,000	2 to 4	9-28-11	5-1-31	\$ 1,800,000	\$ 0	\$ 25,000	\$ 1,775,000	\$ 0
Rural School Refunding	6,310,000	3 to 5	3-8-18	5-1-26	5,675,000	0	705,000	0	4,970,000
Rural School	5,620,000	2 to 5	2-28-19	5-1-39	5,620,000	0	155,000	0	5,465,000
Rural School Refunding, Series 2020B	1,525,000	3 to 5	5-15-20	5-1-31	0	1,525,000	0	0	1,525,000
Total Payable through Rural Debt Service Fund					<u>\$ 13,095,000</u>	<u>\$ 1,525,000</u>	<u>\$ 885,000</u>	<u>\$ 1,775,000</u>	<u>\$ 11,960,000</u>
<u>Payable through Education Debt Service Fund</u>									
Rural High School	8,000,000	2 to 4	9-28-11	5-1-31	\$ 7,185,000	\$ 0	\$ 185,000	\$ 7,000,000	\$ 0
Rural High School Refunding	4,770,000	3 to 5	3-8-18	5-1-25	4,200,000	0	625,000	0	3,575,000
Rural High School	5,280,000	3 to 5	2-28-19	5-1-39	5,280,000	0	135,000	0	5,145,000
Rural High School Refunding, Series 2020C	5,725,000	4 to 5	5-15-20	5-1-31	0	5,725,000	0	0	5,725,000
Total Payable through Education Debt Service Fund					<u>\$ 16,665,000</u>	<u>\$ 5,725,000</u>	<u>\$ 945,000</u>	<u>\$ 7,000,000</u>	<u>\$ 14,445,000</u>
Total Bonds Payable					<u>\$ 46,070,000</u>	<u>\$ 21,100,000</u>	<u>\$ 2,405,000</u>	<u>\$ 16,610,000</u>	<u>\$ 48,155,000</u>
<u>CAPITAL LEASES PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
Phone System	501,365	6.25	7-23-14	5-25-20	\$ 18,273	\$ 0	\$ 18,273	0	\$ 0
Total Payable through General Debt Service Fund					<u>\$ 18,273</u>	<u>\$ 0</u>	<u>\$ 18,273</u>	<u>0</u>	<u>\$ 0</u>
<u>Contributions Due by the School Department from the Other Education Special Revenue Fund to the Rural Debt Service Fund</u>									
Headstart Facility	957,236	11.4	12-1-03	12-1-20	\$ 144,861	\$ 0	\$ 114,982	0	\$ 29,879
Total Contributions Due by the School Department from the Other Education Special Revenue Fund to the Rural Debt Service Fund					<u>\$ 144,861</u>	<u>\$ 0</u>	<u>\$ 114,982</u>	<u>0</u>	<u>\$ 29,879</u>
Total Capital Leases Payable					<u>\$ 163,134</u>	<u>\$ 0</u>	<u>\$ 133,255</u>	<u>0</u>	<u>\$ 29,879</u>

# Exhibit K-2

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

### GOVERNMENTAL ACTIVITIES

Year Ending June 30	Notes		
	Principal	Interest	Total
2021	\$ 225,240	\$ 27,147	\$ 252,387
2022	200,709	23,866	224,575
2023	120,893	20,492	141,385
2024	118,000	17,790	135,790
2025	121,000	15,016	136,016
2026	124,000	12,173	136,173
2027	128,000	9,259	137,259
2028	131,000	6,251	137,251
2029	135,000	3,173	138,173
Total	\$ 1,303,842	\$ 135,167	\$ 1,439,009

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2021	\$ 740,000	\$ 202,398	\$ 9,400	\$ 951,798
2022	612,000	190,179	6,683	808,862
2023	618,000	178,193	5,089	801,282
2024	624,000	166,196	3,444	793,640
2025	630,000	154,191	1,747	785,938
2026	625,000	142,175	0	767,175
2027	875,000	124,988	0	999,988
2028	875,000	100,925	0	975,925
2029	925,000	76,863	0	1,001,863
2030	925,000	51,425	0	976,425
2031	945,000	25,988	0	970,988
Total	\$ 8,394,000	\$ 1,413,521	\$ 26,363	\$ 9,833,884

(Continued)

Exhibit K-2

Anderson County, Tennessee  
Schedule of Long-term Debt Requirements by Year (Cont.)

GOVERNMENTAL ACTIVITIES (CONT.)

Year Ending June 30	Bonds		
	Principal	Interest	Total
2021	\$ 2,630,000	\$ 1,915,151	\$ 4,545,151
2022	2,885,000	1,821,003	4,706,003
2023	3,065,000	1,678,603	4,743,603
2024	3,230,000	1,527,203	4,757,203
2025	3,385,000	1,367,463	4,752,463
2026	3,385,000	1,200,113	4,585,113
2027	2,795,000	1,032,763	3,827,763
2028	2,935,000	902,163	3,837,163
2029	2,900,000	764,513	3,664,513
2030	3,310,000	628,913	3,938,913
2031	3,440,000	507,993	3,947,993
2032	2,200,000	395,578	2,595,578
2033	2,270,000	334,153	2,604,153
2034	2,335,000	270,648	2,605,648
2035	2,395,000	207,954	2,602,954
2036	1,090,000	143,132	1,233,132
2037	1,120,000	112,655	1,232,655
2038	1,150,000	80,455	1,230,455
2039	1,185,000	46,844	1,231,844
2040	450,000	11,250	461,250
Total	<u>\$ 48,155,000</u>	<u>\$ 14,948,550</u>	<u>\$ 63,103,550</u>
Ending June 30	Capital Lease		
	Principal	Interest	Total
2021	<u>\$ 29,879</u>	<u>\$ 569</u>	<u>\$ 30,448</u>
Total	<u>\$ 29,879</u>	<u>\$ 569</u>	<u>\$ 30,448</u>

Exhibit K-3

Anderson County, Tennessee  
Schedule of Investments  
June 30, 2020

<u>Fund and Type</u>	<u>Amount</u>
<u>Employee Health Insurance (Internal Service) Fund</u>	
State Treasurer's Investment Pool	<u>\$ 19,714</u>
Total Investments	<u><u>\$ 19,714</u></u>

Exhibit K-4

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

From Fund	To Fund	Purpose	Amount
<u>PRIMARY GOVERNMENT</u>			
General	Solid Waste/Sanitation	Move Glen Alpine Convenience Center	\$ 80,583
General	General Capital Projects	Various Capital Projects	2,625,770
Employee Health Insurance	General	Refund of prior years' excess contributions	172,437
Employee Health Insurance	Public Library	Refund of prior years' excess contributions	9,253
Employee Health Insurance	Solid Waste/Sanitation	Refund of prior years' excess contributions	3,470
Employee Health Insurance	Ambulance Service	Refund of prior years' excess contributions	65,925
Employee Health Insurance	Other General Government Special Revenue	Refund of prior years' excess contributions	1,157
Employee Health Insurance	Other Special Revenue	Refund of prior years' excess contributions	2,313
Employee Health Insurance	Highway/Public Works	Refund of prior years' excess contributions	25,445
Total Transfers Primary Government			<u>\$ 2,986,353</u>
<u>DISCRETELY PRESENTED ANDERSON COUNTY SCHOOL DEPARTMENT</u>			
General Purpose School	Other Education Special Revenue	Support Employee Child Care Fund	\$ 40,000
General Purpose School	School Federal Projects	Cash flow	150,000
General Purpose School	Central Cafeteria	Unpaid Cafeteria Balances	3,790
School Federal Projects	General Purpose School	Indirect costs	135,596
Other Education Special Revenue	General Purpose School	Indirect costs	130,289
Other Education Special Revenue	Central Cafeteria	Food Service	40,472
Total Transfers Discretely Presented Anderson County School Department			<u>\$ 500,147</u>

Exhibit K-5

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

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	\$ 110,115 (1) \$	(2)	
Highway Superintendent	Section 8-24-102, <i>TCA</i>	100,299	(2)	
Director of Schools	State Board of Education and County Board of Education	156,100 (3)	(2)	
Trustee	Section 8-24-102, <i>TCA</i>	91,181	(2)	
Assessor of Property	Section 8-24-102, <i>TCA</i>	91,181	(2)	
Finance Director	County Commission	91,181	(2)	
County Clerk	Section 8-24-102, <i>TCA</i>	91,181	(2)	
Circuit, General Sessions, and Juvenile Courts Clerk	Section 8-24-102, <i>TCA</i>	91,181	(2)	
Clerk and Master	Section 8-24-102, <i>TCA</i> ,	91,181	(2)	
Register of Deeds	Section 8-24-102, <i>TCA</i>	91,181	(2)	
Sheriff	Section 8-24-102, <i>TCA</i>	101,099 (4)	(2)	
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Tennessee Risk Management Trust
Employee Fidelity - School Department			400,000	"

(1) Includes a vehicle allowance of \$4,800.

(2) Officials were covered by a \$400,000 officials' blanket bond by Tennessee Risk Management Trust.

(3) Includes a payment for career ladder supplement of \$1,000 and unused sick leave of \$50. Does not include a travel allowance of \$9,000.

(4) Includes a law enforcement training supplement of \$800



## Exhibit K-6

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

	Special Revenue Funds						Other General Government Fund
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control		
<u>Local Taxes</u>							
<u>County Property Taxes</u>							
Current Property Tax	\$ 12,679,614	\$ 456,833	\$ 1,080,514	\$ 242,074	\$ 0	\$ 0	
Trustee's Collections - Prior Year	568,706	21,417	50,625	14,020	0	0	
Trustee's Collections - Bankruptcy	4,174	154	363	63	0	0	
Circuit Clerk/Clerk and Master Collections - Prior Years	278,328	0	0	0	0	0	
Interest and Penalty	189,276	3,265	7,718	1,963	0	0	
Payments in-Lieu-of Taxes - T.V.A.	33,501	0	0	0	0	0	
Payments in-Lieu-of Taxes - Local Utilities	880,264	0	0	0	0	0	
Payments in-Lieu-of Taxes - Other	1,964,690	0	0	0	0	0	
<u>County Local Option Taxes</u>							
Local Option Sales Tax	1,504,248	0	0	0	0	0	
Hotel/Motel Tax	0	0	0	0	0	0	
Litigation Tax - General	146,287	0	0	0	0	0	
Litigation Tax - Special Purpose	18,571	0	0	0	0	0	
Litigation Tax - Office of Public Defender	26,460	0	0	0	0	0	
Litigation Tax - Jail, Workhouse, or Courthouse	24,764	0	0	0	0	0	
Litigation Tax - Victim-Offender Mediation Center	9,676	0	0	0	0	0	
Litigation Tax - Courthouse Security	82,656	0	0	0	0	0	
Business Tax	1,263,670	0	0	0	0	0	
Mixed Drink Tax	1,278	0	0	0	0	0	
Mineral Severance Tax	0	0	0	0	0	0	
Other County Local Option Taxes	50	0	0	0	0	0	
<u>Statutory Local Taxes</u>							
Bank Excise Tax	193,595	0	0	0	0	0	
Wholesale Beer Tax	182,987	0	0	0	0	0	
Coal Severance Tax	0	0	0	0	0	0	

(Continued)

## Exhibit K-6

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

	Special Revenue Funds					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other General Government Fund
<u>Local Taxes (Cont.)</u>						
<u>Statutory Local Taxes (Cont.)</u>						
Other Statutory Local Taxes	\$ 9,680	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Local Taxes	\$ 20,062,475	\$ 481,669	\$ 1,139,220	\$ 258,120	\$ 0	\$ 0
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 146,937	\$ 0	\$ 0	\$ 0	\$ 0	\$ 119,980
<u>Permits</u>						
Beer Permits	475	0	0	0	0	0
Building Permits	135,552	0	0	0	0	0
Total Licenses and Permits	\$ 282,964	\$ 0	\$ 0	\$ 0	\$ 0	\$ 119,980
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 6,585	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	19,555	0	0	0	0	0
Drug Control Fines	3,296	0	0	0	3,296	0
Drug Court Fees	5,250	0	0	0	0	0
Jail Fees	11,161	0	0	0	0	0
DUI Treatment Fines	1,604	0	0	0	0	0
Data Entry Fee - Circuit Court	8,743	0	0	0	0	0
Courtroom Security Fee	185	0	0	0	0	0
Victims Assistance Assessments	4,054	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	27,406	0	0	0	0	0
Officers Costs	94,521	0	0	0	0	0

(Continued)

## Exhibit K-6

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

	Special Revenue Funds						Other General Government Fund
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control		
<u>Fines, Forfeitures, and Penalties (Cont.)</u>							
<u>General Sessions Court (Cont.)</u>							
Drug Control Fines	\$ 3,307	\$ 0	\$ 0	\$ 0	\$ 1,374	\$ 0	
Drug Court Fees	4,253	0	0	0	0	0	
Jail Fees	82,175	0	0	0	0	0	
District Attorney General Fees	762	0	0	0	0	0	
DUI Treatment Fines	10,965	0	0	0	0	0	
Data Entry Fee - General Sessions Court	20,662	0	0	0	0	0	
Courtroom Security Fee	2,005	0	0	0	0	0	
Victims Assistance Assessments	25,672	0	0	0	0	0	
<u>Juvenile Court</u>							
Fines	1,938	0	0	0	0	0	
Officers Costs	13,586	0	0	0	0	0	
Drug Court Fees	403	0	0	0	0	0	
Jail Fees	2,537	0	0	0	0	0	
Data Entry Fee - Juvenile Court	2,000	0	0	0	0	0	
<u>Chancery Court</u>							
Officers Costs	30,836	0	0	0	0	0	
Data Entry Fee - Chancery Court	15,583	0	0	0	0	0	
Courtroom Security Fee	4,339	0	0	0	0	0	
<u>Other Courts - In-county</u>							
Fines	1,900	0	0	0	0	0	
<u>Other Fines, Forfeitures, and Penalties</u>							
Proceeds from Confiscated Property	0	0	0	0	31,952	0	
Total Fines, Forfeitures, and Penalties	\$ 405,283	\$ 0	\$ 0	\$ 0	\$ 36,622	\$ 0	

(Continued)

## Exhibit K-6

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

	Special Revenue Funds					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other General Government Fund
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Convenience Waste Centers Collection Charge	\$ 0	\$ 0	\$ 115,173	\$ 0	\$ 0	\$ 0
Surcharge - Host Agency	0	0	530,622	0	0	0
Solid Waste Disposal Fee	0	0	18,404	0	0	0
Surcharge - Waste Tire Disposal	0	0	60,942	0	0	0
Patient Charges	0	0	0	4,706,321	0	0
Health Department Collections	200,444	0	0	0	0	0
Other General Service Charges	626	0	0	124,485	0	35,000
Service Charges	40,981	0	0	0	0	0
<u>Fees</u>						
Recreation Fees	124,487	0	0	0	0	0
Copy Fees	80	0	0	534	0	0
Library Fees	0	21,232	0	0	0	0
Archives and Records Management Fee	30,629	0	0	0	0	0
Telephone Commissions	109,988	0	0	0	0	0
Data Processing Fee - Register	25,008	0	0	0	0	0
Data Processing Fee - Sheriff	15,872	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	6,450	0	0	0	0	0
Data Processing Fee - County Clerk	12,906	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	3,240	0	0	0	0	0
<u>Education Charges</u>						
Tuition - Other	0	0	0	5,560	0	0
Other Charges for Services	8,746	0	0	0	0	0
Total Charges for Current Services	\$ 579,457	\$ 21,232	\$ 725,141	\$ 4,836,900	\$ 0	\$ 35,000

(Continued)

## Exhibit K-6

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

	Special Revenue Funds						Other General Government Fund
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control		
<u>Other Local Revenues</u>							
<u>Recurring Items</u>							
Investment Income	\$ 58,001	\$ 1,827	\$ 2,608	\$ 3,246	\$ 1,915	\$	462
Lease/Rentals	121,702	0	0	2,750	0		0
Sale of Materials and Supplies	918	81	0	0	0		1,000
Commissary Sales	64,887	0	0	0	0		0
Sale of Gasoline	0	0	0	0	0		0
Sale of Maps	2,000	0	0	0	0		0
Sale of Recycled Materials	0	0	3,859	0	0		0
Miscellaneous Refunds	22,610	156	8	1,458	54		0
<u>Nonrecurring Items</u>							
Sale of Equipment	9,877	0	0	0	0		0
Sale of Property	103,475	0	0	0	0		0
Contributions and Gifts	6,658	1,324	12,000	0	0		0
<u>Other Local Revenues</u>							
Other Local Revenues	391,774	0	0	0	0		0
Total Other Local Revenues	\$ 781,902	\$ 3,388	\$ 18,475	\$ 7,454	\$ 1,969	\$	1,462
<u>Fees Received From County Officials</u>							
<u>Fees In-Lieu-of Salary</u>							
County Clerk	\$ 953,413	\$ 0	\$ 0	\$ 0	\$ 0	\$	0
General Sessions Court Clerk	744,574	0	0	0	0		0
Clerk and Master	473,884	0	0	0	0		0
Register	386,645	0	0	0	0		0
Sheriff	61,593	0	0	0	0		0
Trustee	1,625,984	0	0	0	0		0
Total Fees Received From County Officials	\$ 4,246,093	\$ 0	\$ 0	\$ 0	\$ 0	\$	0

(Continued)

## Exhibit K-6

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

	Special Revenue Funds					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other General Government Fund
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	0	1,295	0	0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	45,600	0	0	0	0	0
Drug Control Grants	69,235	0	0	0	0	0
Other Public Safety Grants	3,112	0	0	0	0	0
<u>Health and Welfare Grants</u>						
Health Department Programs	160,927	0	0	0	0	0
Other Health and Welfare Grants	3,700	0	0	0	0	0
<u>Public Works Grants</u>						
Litter Program	0	0	55,826	0	0	0
<u>Other State Revenues</u>						
Income Tax	46,674	0	0	0	0	0
Beer Tax	18,175	0	0	0	0	0
Alcoholic Beverage Tax	136,871	0	0	0	0	0
State Revenue Sharing - T.V.A.	272,931	0	0	0	0	0
State Revenue Sharing - Telecommunications	110,149	0	0	0	0	0
Prisoner Transportation	87	0	0	0	0	0
Contracted Prisoner Boarding	2,101,696	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	90,458	0	0	0	0	0
Other State Revenues	58,734	0	0	0	0	0
Total State of Tennessee	\$ 3,142,513	\$ 0	\$ 57,121	\$ 0	\$ 0	\$ 0

(Continued)

## Exhibit K-6

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

	Special Revenue Funds					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other General Government Fund
<u>Federal Government</u>						
<u>Federal Through State</u>						
Medicaid	\$ 0	\$ 0	\$ 0	\$ 521,595	\$ 0	\$ 0
COVID-19 Grant #2	17,021	0	0	40,987	0	0
COVID-19 Grant #3	27,496	0	0	104,108	0	0
COVID-19 Grant #4	1,848	0	0	0	0	0
Other Federal through State	590,543	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Tax Credit Bond Rebate	0	0	0	0	0	0
Other Direct Federal Revenue	40,303	0	0	0	0	0
Total Federal Government	\$ 677,211	\$ 0	\$ 0	\$ 666,690	\$ 0	\$ 0
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 20,105	\$ 131,617	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Services	44,102	0	0	0	0	0
<u>Citizens Groups</u>						
Donations	95,633	5,740	0	4,015	0	0
Total Other Governments and Citizens Groups	\$ 159,840	\$ 137,357	\$ 0	\$ 4,015	\$ 0	\$ 0
Total	\$ 30,337,738	\$ 643,646	\$ 1,939,957	\$ 5,773,179	\$ 38,591	\$ 156,442

(Continued)

## Exhibit K-6

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

	Special Revenue Funds		Debt Service Funds		
	Other Special Revenue	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 0	\$ 471,422	\$ 1,727,465	\$ 190,314	\$ 1,655,951
Trustee's Collections - Prior Year	0	23,896	358	6,641	92,642
Trustee's Collections - Bankruptcy	0	163	413	101	586
Circuit Clerk/Clerk and Master Collections - Prior Years	0	0	0	0	0
Interest and Penalty	0	3,611	1,854	1,337	13,444
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	0	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	872,382	0	0	0
Hotel/Motel Tax	343,880	0	0	0	0
Litigation Tax - General	0	0	0	0	0
Litigation Tax - Special Purpose	0	0	0	0	0
Litigation Tax - Office of Public Defender	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	46,932	0	0
Litigation Tax - Victim-Offender Mediation Center	0	0	0	0	0
Litigation Tax - Courthouse Security	0	0	0	0	0
Business Tax	0	0	0	0	0
Mixed Drink Tax	0	0	0	0	0
Mineral Severance Tax	0	139,861	0	0	0
Other County Local Option Taxes	0	0	0	0	0
<u>Statutory Local Taxes</u>					
Bank Excise Tax	0	0	0	0	0
Wholesale Beer Tax	0	0	0	0	0
Coal Severance Tax	0	15	0	0	0

(Continued)



## Exhibit K-6

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

	<u>Special Revenue Funds</u>		<u>Debt Service Funds</u>		
	Other Special Revenue	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Local Taxes (Cont.)</u>					
<u>Statutory Local Taxes (Cont.)</u>					
Other Statutory Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Local Taxes	\$ 343,880	\$ 1,511,350	\$ 1,777,022	\$ 198,393	\$ 1,762,623
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Permits</u>					
Beer Permits	0	0	0	0	0
Building Permits	0	0	0	0	0
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	0	0	0	0	0
Drug Control Fines	0	0	0	0	0
Drug Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
Victims Assistance Assessments	0	0	0	0	0
<u>General Sessions Court</u>					
Fines	0	0	0	0	0
Officers Costs	0	0	0	0	0

(Continued)

## Exhibit K-6

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

	<u>Special Revenue Funds</u>		<u>Debt Service Funds</u>		
	Other Special Revenue	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court (Cont.)</u>					
Drug Control Fines	\$ 0	\$ 0	\$ 0	\$ 0	0
Drug Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
District Attorney General Fees	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
Victims Assistance Assessments	0	0	0	0	0
<u>Juvenile Court</u>					
Fines	0	0	0	0	0
Officers Costs	0	0	0	0	0
Drug Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
Data Entry Fee - Juvenile Court	0	0	0	0	0
<u>Chancery Court</u>					
Officers Costs	0	0	0	0	0
Data Entry Fee - Chancery Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
<u>Other Courts - In-county</u>					
Fines	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

## Exhibit K-6

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

	Special Revenue Funds		Debt Service Funds		
	Other Special Revenue	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Convenience Waste Centers Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Surcharge - Host Agency	0	0	0	0	0
Solid Waste Disposal Fee	0	0	0	0	0
Surcharge - Waste Tire Disposal	0	0	0	0	0
Patient Charges	0	0	0	0	0
Health Department Collections	0	0	0	0	0
Other General Service Charges	0	0	0	0	0
Service Charges	0	0	0	0	0
<u>Fees</u>					
Recreation Fees	0	0	0	0	0
Copy Fees	0	0	0	0	0
Library Fees	0	0	0	0	0
Archives and Records Management Fee	0	0	0	0	0
Telephone Commissions	0	0	0	0	0
Data Processing Fee - Register	0	0	0	0	0
Data Processing Fee - Sheriff	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0
Data Processing Fee - County Clerk	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	0	0	0	0	0
<u>Education Charges</u>					
Tuition - Other	0	0	0	0	0
Other Charges for Services	0	0	0	0	0
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

## Exhibit K-6

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

	<u>Special Revenue Funds</u>		<u>Debt Service Funds</u>		
	<u>Other Special Revenue</u>	<u>Highway / Public Works</u>	<u>General Debt Service</u>	<u>Rural Debt Service</u>	<u>Education Debt Service</u>
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 2,089	\$ 22,050	\$ 86,999	\$ 3,164	\$ 3,393
Lease/Rentals	0	0	0	0	0
Sale of Materials and Supplies	0	12	0	0	0
Commissary Sales	0	0	0	0	0
Sale of Gasoline	0	127,825	0	0	0
Sale of Maps	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	0
Miscellaneous Refunds	296	11	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	0	0	0	0	0
Sale of Property	0	0	0	0	0
Contributions and Gifts	0	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	0	0	0	0	0
Total Other Local Revenues	<u>\$ 2,385</u>	<u>\$ 149,898</u>	<u>\$ 86,999</u>	<u>\$ 3,164</u>	<u>\$ 3,393</u>
<u>Fees Received From County Officials</u>					
<u>Fees In-Lieu-of Salary</u>					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
General Sessions Court Clerk	0	0	0	0	0
Clerk and Master	0	0	0	0	0
Register	0	0	0	0	0
Sheriff	0	0	0	0	0
Trustee	0	0	0	0	0
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

## Exhibit K-6

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

	<u>Special Revenue Funds</u>		<u>Debt Service Funds</u>		
	<u>Other Special Revenue</u>	<u>Highway / Public Works</u>	<u>General Debt Service</u>	<u>Rural Debt Service</u>	<u>Education Debt Service</u>
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	0	0	0	0
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	0	0	0	0	0
Drug Control Grants	0	0	0	0	0
Other Public Safety Grants	0	0	0	0	0
<u>Health and Welfare Grants</u>					
Health Department Programs	0	0	0	0	0
Other Health and Welfare Grants	0	0	0	0	0
<u>Public Works Grants</u>					
Litter Program	0	0	0	0	0
<u>Other State Revenues</u>					
Income Tax	0	0	0	0	0
Beer Tax	0	0	0	0	0
Alcoholic Beverage Tax	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	0	0	0
State Revenue Sharing - Telecommunications	0	0	0	0	0
Prisoner Transportation	0	0	0	0	0
Contracted Prisoner Boarding	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	2,678,929	0	0	0
Petroleum Special Tax	0	54,209	0	0	0
Registrar's Salary Supplement	0	0	0	0	0
Other State Grants	0	0	0	0	0
Other State Revenues	0	0	0	0	0
Total State of Tennessee	\$ 0	\$ 2,733,138	\$ 0	\$ 0	\$ 0

(Continued)

## Exhibit K-6

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

	Special Revenue Funds		Debt Service Funds		
	Other Special Revenue	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Federal Government</u>					
<u>Federal Through State</u>					
Medicaid	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
COVID-19 Grant #2	0	0	0	0	0
COVID-19 Grant #3	0	0	0	0	0
COVID-19 Grant #4	0	0	0	0	0
Other Federal through State	0	0	0	0	0
<u>Direct Federal Revenue</u>					
Tax Credit Bond Rebate	0	0	11,215	0	0
Other Direct Federal Revenue	0	0	0	0	0
Total Federal Government	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 11,215</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	\$ 1,258,713	\$ 381,875
Contracted Services	0	0	0	0	0
<u>Citizens Groups</u>					
Donations	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,258,713</u>	<u>\$ 381,875</u>
Total	<u>\$ 346,265</u>	<u>\$ 4,394,386</u>	<u>\$ 1,875,236</u>	<u>\$ 1,460,270</u>	<u>\$ 2,147,891</u>

(Continued)

## Exhibit K-6

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

	Capital Projects Fund	General Capital Projects	Total
<hr/>			
<u>Local Taxes</u>			
<u>County Property Taxes</u>			
Current Property Tax	\$ 111,314	\$	18,615,501
Trustee's Collections - Prior Year	66,084		844,389
Trustee's Collections - Bankruptcy	156		6,173
Circuit Clerk/Clerk and Master Collections - Prior Years	0		278,328
Interest and Penalty	8,699		231,167
Payments in-Lieu-of Taxes - T.V.A.	0		33,501
Payments in-Lieu-of Taxes - Local Utilities	0		880,264
Payments in-Lieu-of Taxes - Other	0		1,964,690
<u>County Local Option Taxes</u>			
Local Option Sales Tax	0		2,376,630
Hotel/Motel Tax	0		343,880
Litigation Tax - General	0		146,287
Litigation Tax - Special Purpose	0		18,571
Litigation Tax - Office of Public Defender	0		26,460
Litigation Tax - Jail, Workhouse, or Courthouse	0		71,696
Litigation Tax - Victim-Offender Mediation Center	0		9,676
Litigation Tax - Courthouse Security	0		82,656
Business Tax	0		1,263,670
Mixed Drink Tax	0		1,278
Mineral Severance Tax	0		139,861
Other County Local Option Taxes	0		50
<u>Statutory Local Taxes</u>			
Bank Excise Tax	0		193,595
Wholesale Beer Tax	0		182,987
Coal Severance Tax	0		15

(Continued)

## Exhibit K-6

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

	Capital Projects Fund	General Capital Projects	Total
<u>Local Taxes (Cont.)</u>			
<u>Statutory Local Taxes (Cont.)</u>			
Other Statutory Local Taxes	\$ 0	\$ 9,680	
Total Local Taxes	\$ 186,253	\$ 27,721,005	
<u>Licenses and Permits</u>			
<u>Licenses</u>			
Cable TV Franchise	\$ 0	\$ 266,917	
<u>Permits</u>			
Beer Permits	0	475	
Building Permits	0	135,552	
Total Licenses and Permits	\$ 0	\$ 402,944	
<u>Fines, Forfeitures, and Penalties</u>			
<u>Circuit Court</u>			
Fines	\$ 0	\$ 6,585	
Officers Costs	0	19,555	
Drug Control Fines	0	6,592	
Drug Court Fees	0	5,250	
Jail Fees	0	11,161	
DUI Treatment Fines	0	1,604	
Data Entry Fee - Circuit Court	0	8,743	
Courtroom Security Fee	0	185	
Victims Assistance Assessments	0	4,054	
<u>General Sessions Court</u>			
Fines	0	27,406	
Officers Costs	0	94,521	

(Continued)



Exhibit K-6

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

	Capital Projects Fund	General Capital Projects	Total
<hr/>			
<u>Fines, Forfeitures, and Penalties (Cont.)</u>			
<u>General Sessions Court (Cont.)</u>			
Drug Control Fines	\$ 0	\$	4,681
Drug Court Fees	0		4,253
Jail Fees	0		82,175
District Attorney General Fees	0		762
DUI Treatment Fines	0		10,965
Data Entry Fee - General Sessions Court	0		20,662
Courtroom Security Fee	0		2,005
Victims Assistance Assessments	0		25,672
<u>Juvenile Court</u>			
Fines	0		1,938
Officers Costs	0		13,586
Drug Court Fees	0		403
Jail Fees	0		2,537
Data Entry Fee - Juvenile Court	0		2,000
<u>Chancery Court</u>			
Officers Costs	0		30,836
Data Entry Fee - Chancery Court	0		15,583
Courtroom Security Fee	0		4,339
<u>Other Courts - In-county</u>			
Fines	0		1,900
<u>Other Fines, Forfeitures, and Penalties</u>			
Proceeds from Confiscated Property	0		31,952
Total Fines, Forfeitures, and Penalties	<hr/> \$ 0	<hr/> \$	<hr/> 441,905

(Continued)

## Exhibit K-6

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

	Capital Projects Fund	
	General Capital Projects	Total
<u>Charges for Current Services</u>		
<u>General Service Charges</u>		
Convenience Waste Centers Collection Charge	\$ 0	\$ 115,173
Surcharge - Host Agency	0	530,622
Solid Waste Disposal Fee	0	18,404
Surcharge - Waste Tire Disposal	0	60,942
Patient Charges	0	4,706,321
Health Department Collections	0	200,444
Other General Service Charges	0	160,111
Service Charges	0	40,981
<u>Fees</u>		
Recreation Fees	0	124,487
Copy Fees	0	614
Library Fees	0	21,232
Archives and Records Management Fee	0	30,629
Telephone Commissions	0	109,988
Data Processing Fee - Register	0	25,008
Data Processing Fee - Sheriff	0	15,872
Sexual Offender Registration Fee - Sheriff	0	6,450
Data Processing Fee - County Clerk	0	12,906
Vehicle Insurance Coverage and Reinstatement Fees	0	3,240
<u>Education Charges</u>		
Tuition - Other	0	5,560
Other Charges for Services	0	8,746
Total Charges for Current Services	\$ 0	\$ 6,197,730

(Continued)

## Exhibit K-6

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

	Capital Projects Fund		General Capital Projects	Total
<hr/>				
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$	0	\$	185,754
Lease/Rentals		0		124,452
Sale of Materials and Supplies		0		2,011
Commissary Sales		0		64,887
Sale of Gasoline		0		127,825
Sale of Maps		0		2,000
Sale of Recycled Materials		0		3,859
Miscellaneous Refunds		5		24,598
<u>Nonrecurring Items</u>				
Sale of Equipment		0		9,877
Sale of Property		0		103,475
Contributions and Gifts		0		19,982
<u>Other Local Revenues</u>				
Other Local Revenues		0		391,774
Total Other Local Revenues	\$	5	\$	1,060,494
<hr/>				
<u>Fees Received From County Officials</u>				
<u>Fees In-Lieu-of Salary</u>				
County Clerk	\$	0	\$	953,413
General Sessions Court Clerk		0		744,574
Clerk and Master		0		473,884
Register		0		386,645
Sheriff		0		61,593
Trustee		0		1,625,984
Total Fees Received From County Officials	\$	0	\$	4,246,093

(Continued)

## Exhibit K-6

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

	Capital Projects Fund	General Capital Projects	Total
<hr/>			
<u>State of Tennessee</u>			
<u>General Government Grants</u>			
Juvenile Services Program	\$ 0	\$ 0	9,000
Solid Waste Grants	0		1,295
<u>Public Safety Grants</u>			
Law Enforcement Training Programs	0		45,600
Drug Control Grants	0		69,235
Other Public Safety Grants	0		3,112
<u>Health and Welfare Grants</u>			
Health Department Programs	0		160,927
Other Health and Welfare Grants	0		3,700
<u>Public Works Grants</u>			
Litter Program	0		55,826
<u>Other State Revenues</u>			
Income Tax	0		46,674
Beer Tax	0		18,175
Alcoholic Beverage Tax	0		136,871
State Revenue Sharing - T.V.A.	0		272,931
State Revenue Sharing - Telecommunications	0		110,149
Prisoner Transportation	0		87
Contracted Prisoner Boarding	0		2,101,696
Gasoline and Motor Fuel Tax	0		2,678,929
Petroleum Special Tax	0		54,209
Registrar's Salary Supplement	0		15,164
Other State Grants	0		90,458
Other State Revenues	0		58,734
Total State of Tennessee	<hr/> \$ 0	<hr/> \$ 0	<hr/> 5,932,772

(Continued)

## Exhibit K-6

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

	Capital Projects Fund		General Capital Projects	Total
<hr/>				
<u>Federal Government</u>				
<u>Federal Through State</u>				
Medicaid	\$	0	\$	521,595
COVID-19 Grant #2		0		58,008
COVID-19 Grant #3		0		131,604
COVID-19 Grant #4		0		1,848
Other Federal through State		0		590,543
<u>Direct Federal Revenue</u>				
Tax Credit Bond Rebate		0		11,215
Other Direct Federal Revenue		0		40,303
Total Federal Government	\$	0	\$	1,355,116
<hr/>				
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Contributions	\$	0	\$	1,792,310
Contracted Services		0		44,102
<u>Citizens Groups</u>				
Donations		0		105,388
Total Other Governments and Citizens Groups	\$	0	\$	1,941,800
<hr/>				
Total	\$	186,258	\$	49,299,859
<hr/>				

## Exhibit K-7

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

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Education Capital Projects	Total
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 14,526,438	\$ 0	\$ 0	\$ 0	\$ 810,267	\$ 15,336,705
Trustee's Collections - Prior Year	677,321	0	0	0	165	677,486
Trustee's Collections - Bankruptcy	4,906	0	0	0	131	5,037
Circuit Clerk/Clerk and Master Collections - Prior Years	231,548	0	0	0	0	231,548
Interest and Penalty	189,258	0	0	0	871	190,129
Payments in-Lieu-of Taxes - Other	492,000	0	0	0	0	492,000
<u>County Local Option Taxes</u>						
Local Option Sales Tax	10,970,075	0	0	0	0	10,970,075
Mixed Drink Tax	5,717	0	0	0	0	5,717
<u>Statutory Local Taxes</u>						
Coal Severance Tax	8	0	0	0	0	8
Total Local Taxes	\$ 27,097,271	\$ 0	\$ 0	\$ 0	\$ 811,434	\$ 27,908,705
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 2,426	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,426
Total Licenses and Permits	\$ 2,426	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,426
<u>Charges for Current Services</u>						
<u>Education Charges</u>						
Tuition - Other	\$ 0	\$ 0	\$ 0	\$ 167,955	\$ 0	\$ 167,955
Lunch Payments - Children	0	0	165,904	0	0	165,904
Lunch Payments - Adults	0	0	30,871	146	0	31,017
Income from Breakfast	0	0	22,393	0	0	22,393

(Continued)

Exhibit K-7

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

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Education Capital Projects	Total
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges (Cont.)</u>						
Special Milk Sales	\$ 0	\$ 0	\$ 3,225	\$ 0	\$ 0	\$ 3,225
A la Carte Sales	0	0	197,817	0	0	197,817
Contract for Instructional Services with Other LEA's	0	14,020	0	0	0	14,020
School Based Health Services - FFS	115,973	0	0	0	0	115,973
Other Charges for Services	94,792	0	144	0	0	94,936
Total Charges for Current Services	\$ 210,765	\$ 14,020	\$ 420,354	\$ 168,101	\$ 0	\$ 813,240
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 64,714	\$ 0	\$ 3,448	\$ 0	\$ 0	\$ 68,162
Lease/Rentals	68,209	0	0	0	0	68,209
Sale of Materials and Supplies	3,125	0	4,274	0	0	7,399
Miscellaneous Refunds	1,358	2,623	1,819	698	0	6,498
<u>Other Local Revenues</u>						
Other Local Revenues	10,000	35,614	0	2,546	0	48,160
Total Other Local Revenues	\$ 147,406	\$ 38,237	\$ 9,541	\$ 3,244	\$ 0	\$ 198,428
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
On-behalf Contributions for OPEB	\$ 160,224	\$ 0	\$ 0	\$ 0	\$ 0	\$ 160,224
<u>State Education Funds</u>						
Basic Education Program	33,075,550	0	0	0	0	33,075,550
Early Childhood Education	0	0	0	642,383	0	642,383
School Food Service	0	0	31,025	0	0	31,025

(Continued)

## Exhibit K-7

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

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Education Capital Projects	Total
<u>State of Tennessee (Cont.)</u>						
<u>State Education Funds (Cont.)</u>						
Other State Education Funds	\$ 417,583	\$ 440,419	\$ 0	\$ 0	\$ 0	\$ 858,002
Career Ladder Program	76,751	0	0	0	0	76,751
<u>Other State Revenues</u>						
State Revenue Sharing - T.V.A.	967,664	0	0	0	0	967,664
Other State Grants	97	0	0	0	0	97
Other State Revenues	0	0	0	26,084	0	26,084
Total State of Tennessee	\$ 34,697,869	\$ 440,419	\$ 31,025	\$ 668,467	\$ 0	\$ 35,837,780
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,442,617	\$ 0	\$ 0	\$ 1,442,617
USDA - Commodities	0	0	270,547	0	0	270,547
Breakfast	0	0	592,451	0	0	592,451
USDA - Other	0	0	345,421	95,354	0	440,775
Vocational Education - Basic Grants to States	0	132,119	0	0	0	132,119
Other Vocational	0	52,311	0	0	0	52,311
Title I Grants to Local Education Agencies	0	1,799,347	0	0	0	1,799,347
Special Education - Grants to States	0	1,424,455	0	0	0	1,424,455
Special Education Preschool Grants	0	89,150	0	0	0	89,150
Eisenhower Professional Development State Grants	0	242,809	0	0	0	242,809
COVID-19 Grant #1	293	0	0	0	0	293
Other Federal through State	0	353,525	0	0	0	353,525
<u>Direct Federal Revenue</u>						
ROTC Reimbursement	154,837	0	0	0	0	154,837

(Continued)



Exhibit K-7

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

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Education Capital Projects	Total
<u>Federal Government (Cont.)</u>						
<u>Direct Federal Revenue (Cont.)</u>						
Other Direct Federal Revenue	\$ 0	\$ 0	\$ 0	\$ 3,984,215	\$ 0	\$ 3,984,215
Total Federal Government	\$ 155,130	\$ 4,093,716	\$ 2,651,036	\$ 4,079,569	\$ 0	\$ 10,979,451
 Total	 \$ 62,310,867	 \$ 4,586,392	 \$ 3,111,956	 \$ 4,919,381	 \$ 811,434	 \$ 75,740,030

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

General Fund

General Government

County Commission

Secretary to Board	\$	47,089	
Board and Committee Members Fees		118,624	
Social Security		8,818	
Pensions		10,995	
Life Insurance		749	
Medical Insurance		68,580	
Dental Insurance		6,267	
Disability Insurance		274	
Unemployment Compensation		49	
Employer Medicare		2,061	
Communication		2,165	
Dues and Memberships		3,285	
Legal Services		195	
Legal Notices, Recording, and Court Costs		807	
Printing, Stationery, and Forms		79	
Travel		4,686	
Other Contracted Services		947	
Office Supplies		1,281	
Other Supplies and Materials		641	
In Service/Staff Development		2,390	
Data Processing Equipment		3,897	
Total County Commission			\$ 283,879

Board of Equalization

Board and Committee Members Fees	\$	5,500	
Social Security		108	
Employer Medicare		25	
Legal Notices, Recording, and Court Costs		54	
Total Board of Equalization			5,687

Other Boards and Committees

County Official/Administrative Officer	\$	40,989	
Guards		7,940	
Secretary(ies)		6,506	
Maintenance Personnel		71,323	
Social Security		7,399	
Pensions		7,218	
Life Insurance		290	
Medical Insurance		24,379	
Dental Insurance		1,180	
Disability Insurance		406	
Unemployment Compensation		243	
Employer Medicare		1,730	
Advertising		4	
Communication		1,166	
Dues and Memberships		120	
Operating Lease Payments		1,250	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Other Boards and Committees (Cont.)

Maintenance and Repair Services - Equipment	\$	1,383	
Maintenance and Repair Services - Vehicles		3,481	
Rentals		4,135	
Disposal Fees		2,306	
Other Contracted Services		9,586	
Crushed Stone		2,109	
Custodial Supplies		2,691	
Gasoline		7,901	
Natural Gas		1,003	
Office Supplies		415	
Tires and Tubes		927	
Uniforms		1,289	
Utilities		33,078	
Water and Sewer		1,368	
Wood Products		1,500	
Other Supplies and Materials		9,144	
Vehicle and Equipment Insurance		4,500	
Other Construction		49,343	
Total Other Boards and Committees			\$ 308,302

County Mayor/Executive

County Official/Administrative Officer	\$	105,315	
Clerical Personnel		30,076	
Part-time Personnel		16,477	
Other Per Diem and Fees		4,800	
Social Security		9,972	
Pensions		10,256	
Life Insurance		139	
Medical Insurance		19,552	
Dental Insurance		815	
Disability Insurance		139	
Unemployment Compensation		115	
Employer Medicare		2,332	
Dues and Memberships		3,025	
Legal Services		8,224	
Postal Charges		23	
Printing, Stationery, and Forms		275	
Travel		979	
Office Supplies		1,736	
In Service/Staff Development		1,025	
Total County Mayor/Executive			215,275

Personnel Office

Supervisor/Director	\$	61,469	
Clerical Personnel		70,837	
Social Security		7,299	
Pensions		8,660	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Personnel Office (Cont.)

Life Insurance	\$	194	
Medical Insurance		34,513	
Dental Insurance		1,256	
Disability Insurance		562	
Unemployment Compensation		159	
Employer Medicare		1,707	
Communication		446	
Data Processing Services		10,515	
Dues and Memberships		420	
Legal Notices, Recording, and Court Costs		67	
Postal Charges		187	
Travel		594	
Other Contracted Services		61,423	
Office Supplies		2,447	
Other Supplies and Materials		386	
In Service/Staff Development		1,197	
Data Processing Equipment		400	
Total Personnel Office			\$ 264,738

County Attorney

County Official/Administrative Officer	\$	153,932	
Paraprofessionals		31,584	
Secretary(ies)		49,770	
Social Security		12,934	
Pensions		14,627	
Life Insurance		150	
Medical Insurance		22,298	
Dental Insurance		863	
Disability Insurance		660	
Unemployment Compensation		139	
Employer Medicare		3,267	
Communication		237	
Dues and Memberships		1,235	
Legal Services		21,478	
Legal Notices, Recording, and Court Costs		299	
Postal Charges		679	
Travel		440	
Other Contracted Services		5,326	
Office Supplies		2,878	
Other Supplies and Materials		605	
In Service/Staff Development		934	
Other Charges		13	
Total County Attorney			324,348

Election Commission

County Official/Administrative Officer	\$	82,063
Deputy(ies)		114,263

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Part-time Personnel	\$	18,234	
Other Salaries and Wages		6,204	
Election Commission		7,700	
Election Workers		44,410	
Social Security		15,168	
Pensions		13,559	
Life Insurance		346	
Medical Insurance		11,414	
Dental Insurance		2,737	
Disability Insurance		792	
Unemployment Compensation		390	
Employer Medicare		3,548	
Communication		3,672	
Data Processing Services		4,120	
Dues and Memberships		1,187	
Legal Notices, Recording, and Court Costs		4,464	
Maintenance Agreements		17,550	
Maintenance and Repair Services - Equipment		3,544	
Postal Charges		7,972	
Printing, Stationery, and Forms		5,848	
Rentals		10,267	
Travel		2,418	
Other Contracted Services		7,983	
Office Supplies		6,222	
Other Supplies and Materials		1,000	
In Service/Staff Development		240	
Data Processing Equipment		4,697	
Total Election Commission			\$ 402,012

Register of Deeds

County Official/Administrative Officer	\$	91,181
Clerical Personnel		150,668
Social Security		13,809
Pensions		17,637
Life Insurance		312
Medical Insurance		51,644
Dental Insurance		1,938
Disability Insurance		700
Unemployment Compensation		126
Employer Medicare		3,230
Dues and Memberships		884
Maintenance and Repair Services - Office Equipment		37,093
Postal Charges		1,572
Printing, Stationery, and Forms		750
Rentals		341
Travel		3,014
Data Processing Supplies		968

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Duplicating Supplies	\$	950	
Office Supplies		348	
In Service/Staff Development		452	
Data Processing Equipment		975	
Other Capital Outlay		40,130	
Total Register of Deeds			\$ 418,722

Planning

Supervisor/Director	\$	23,075	
Part-time Personnel		34,184	
Other Salaries and Wages		66,636	
Social Security		7,200	
Pensions		6,435	
Life Insurance		156	
Medical Insurance		28,080	
Dental Insurance		1,099	
Disability Insurance		408	
Unemployment Compensation		196	
Employer Medicare		1,684	
Communication		5,200	
Data Processing Services		1,308	
Dues and Memberships		110	
Legal Notices, Recording, and Court Costs		1,094	
Maintenance Agreements		728	
Maintenance and Repair Services - Vehicles		3,500	
Postal Charges		491	
Printing, Stationery, and Forms		349	
Travel		614	
Other Contracted Services		24,219	
Gasoline		2,033	
Office Supplies		418	
Other Supplies and Materials		324	
Vehicle and Equipment Insurance		3,000	
In Service/Staff Development		175	
Total Planning			212,716

Building

Maintenance and Repair Services - Buildings	\$	29,354	
Maintenance and Repair Services - Equipment		1,804	
Other Supplies and Materials		3,044	
Total Building			34,202

County Buildings

Supervisor/Director	\$	46,607	
Clerical Personnel		1,937	
Custodial Personnel		133,489	
Maintenance Personnel		18,562	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Other Salaries and Wages	\$	3,491	
Social Security		11,672	
Pensions		14,210	
Life Insurance		438	
Medical Insurance		41,707	
Dental Insurance		1,997	
Disability Insurance		936	
Unemployment Compensation		287	
Employer Medicare		2,730	
Communication		1,095	
Janitorial Services		7,896	
Maintenance and Repair Services - Buildings		27,755	
Maintenance and Repair Services - Vehicles		886	
Pest Control		1,860	
Disposal Fees		6,104	
Other Contracted Services		48,282	
Custodial Supplies		33,734	
Electricity		256,656	
Gasoline		1,942	
Natural Gas		79,863	
Office Supplies		409	
Tires and Tubes		927	
Uniforms		2,814	
Water and Sewer		36,755	
Other Supplies and Materials		13,028	
Other Charges		13,596	
Building Improvements		2,321	
Other Construction		3,940	
Total County Buildings			\$ 817,926

Other General Administration

Accounting Services	\$	5,500	
Audit Services		28,549	
Contributions		10,000	
Legal Services		1,607	
Legal Notices, Recording, and Court Costs		110	
Remittance of Revenue Collected		9,676	
Other Contracted Services		84,379	
Other Supplies and Materials		4,064	
Judgments		80,000	
Workers' Compensation Insurance		300,000	
Other Charges		12,730	
Total Other General Administration			536,615

Preservation of Records

Clerical Personnel	\$	22,901	
Part-time Personnel		10,772	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Preservation of Records (Cont.)

Social Security	\$	2,074	
Pensions		739	
Life Insurance		25	
Dental Insurance		366	
Disability Insurance		102	
Unemployment Compensation		75	
Employer Medicare		485	
Postal Charges		5	
Other Contracted Services		6,469	
Other Supplies and Materials		458	
Total Preservation of Records			\$ 44,471

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	91,181	
Accountants/Bookkeepers		267,704	
Part-time Personnel		22,000	
Social Security		20,627	
Pensions		26,002	
Life Insurance		494	
Medical Insurance		62,560	
Dental Insurance		2,946	
Disability Insurance		1,567	
Unemployment Compensation		329	
Employer Medicare		5,152	
Communication		600	
Dues and Memberships		945	
Legal Notices, Recording, and Court Costs		866	
Maintenance Agreements		39,908	
Postal Charges		4,142	
Printing, Stationery, and Forms		2,921	
Travel		446	
Other Contracted Services		977	
Duplicating Supplies		1,088	
Office Supplies		3,469	
In Service/Staff Development		353	
Data Processing Equipment		3,325	
Total Accounting and Budgeting			559,602

Purchasing

County Official/Administrative Officer	\$	53,406	
Purchasing Personnel		83,281	
Social Security		7,856	
Pensions		9,947	
Life Insurance		272	
Medical Insurance		40,098	
Dental Insurance		1,246	

(Continued)



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

General Fund (Cont.)

Finance (Cont.)

Purchasing (Cont.)

Disability Insurance	\$	669	
Unemployment Compensation		166	
Employer Medicare		1,816	
Advertising		221	
Postal Charges		837	
Rentals		3,527	
Other Contracted Services		6,804	
Gasoline		100	
Office Supplies		2,327	
Other Supplies and Materials		1,430	
Vehicle and Equipment Insurance		750	
Data Processing Equipment		1,200	
Total Purchasing			\$ 215,953

Property Assessor's Office

County Official/Administrative Officer	\$	91,181	
Deputy(ies)		125,176	
Social Security		12,822	
Pensions		15,783	
Life Insurance		285	
Medical Insurance		26,256	
Dental Insurance		1,416	
Disability Insurance		581	
Unemployment Compensation		126	
Employer Medicare		2,999	
Audit Services		43,249	
Communication		1,898	
Data Processing Services		12,674	
Dues and Memberships		2,135	
Operating Lease Payments		731	
Legal Services		760	
Maintenance Agreements		4,875	
Postal Charges		2,047	
Travel		1,613	
Other Contracted Services		3,500	
Office Supplies		4,909	
Other Supplies and Materials		411	
In Service/Staff Development		1,900	
Total Property Assessor's Office			357,327

Reappraisal Program

Deputy(ies)	\$	167,491
Part-time Personnel		6,075
Social Security		9,790
Pensions		12,172
Life Insurance		341
Medical Insurance		30,516

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Reappraisal Program (Cont.)

Dental Insurance	\$	2,014	
Disability Insurance		776	
Unemployment Compensation		210	
Employer Medicare		2,378	
Data Processing Services		16,000	
Maintenance and Repair Services - Vehicles		483	
Postal Charges		1,500	
Printing, Stationery, and Forms		772	
Gasoline		759	
Office Supplies		36	
Total Reappraisal Program			\$ 251,313

County Trustee's Office

County Official/Administrative Officer	\$	91,181	
Clerical Personnel		266,068	
Part-time Personnel		38,127	
Social Security		22,900	
Pensions		25,660	
Life Insurance		607	
Medical Insurance		82,653	
Dental Insurance		3,693	
Disability Insurance		1,155	
Unemployment Compensation		442	
Employer Medicare		5,356	
Communication		3,727	
Data Processing Services		7,470	
Dues and Memberships		1,034	
Legal Notices, Recording, and Court Costs		231	
Maintenance Agreements		25,091	
Postal Charges		10,319	
Printing, Stationery, and Forms		5,516	
Rentals		15,313	
Other Contracted Services		8,047	
Office Supplies		5,426	
Utilities		3,227	
Water and Sewer		613	
Other Supplies and Materials		5,596	
Data Processing Equipment		8,240	
Total County Trustee's Office			637,692

County Clerk's Office

County Official/Administrative Officer	\$	91,181	
Clerical Personnel		434,997	
Part-time Personnel		39,931	
Social Security		33,715	
Pensions		34,588	
Life Insurance		1,046	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Medical Insurance	\$	56,114	
Dental Insurance		5,025	
Disability Insurance		1,717	
Unemployment Compensation		865	
Employer Medicare		7,885	
Communication		483	
Data Processing Services		16,833	
Dues and Memberships		849	
Legal Notices, Recording, and Court Costs		90	
Maintenance and Repair Services - Buildings		1,600	
Postal Charges		34,849	
Printing, Stationery, and Forms		1,669	
Travel		116	
Other Contracted Services		12,009	
Data Processing Supplies		11,215	
Office Supplies		10,086	
In Service/Staff Development		688	
Data Processing Equipment		39,606	
Total County Clerk's Office			\$ 837,157

Data Processing

County Official/Administrative Officer	\$	71,544	
Data Processing Personnel		70,950	
Clerical Personnel		4,760	
Part-time Personnel		2,545	
Social Security		8,603	
Pensions		9,131	
Life Insurance		229	
Medical Insurance		29,466	
Dental Insurance		867	
Disability Insurance		523	
Unemployment Compensation		148	
Employer Medicare		2,012	
Communication		32,859	
Travel		437	
Other Contracted Services		58,555	
Gasoline		253	
Office Supplies		758	
Other Supplies and Materials		2,199	
In Service/Staff Development		1,879	
Data Processing Equipment		3,912	
Total Data Processing			301,630

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	91,181
Clerical Personnel		717,159

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Part-time Personnel	\$	9,837	
Overtime Pay		7,336	
Social Security		47,638	
Pensions		55,868	
Life Insurance		1,524	
Medical Insurance		130,990	
Dental Insurance		8,080	
Disability Insurance		3,001	
Unemployment Compensation		927	
Employer Medicare		11,135	
Communication		69	
Data Processing Services		14,777	
Dues and Memberships		724	
Legal Notices, Recording, and Court Costs		231	
Maintenance Agreements		9,455	
Maintenance and Repair Services - Office Equipment		4,824	
Postal Charges		10,267	
Printing, Stationery, and Forms		8,197	
Travel		547	
Other Contracted Services		9,499	
Data Processing Supplies		999	
Duplicating Supplies		3,863	
Office Supplies		6,978	
Other Supplies and Materials		765	
In Service/Staff Development		915	
Data Processing Equipment		22,690	
Other Capital Outlay		51,698	
Total Circuit Court			\$ 1,231,174

Criminal Court

Postal Charges	\$	49	
Office Supplies		305	
Total Criminal Court			354

General Sessions Judge

Judge(s)	\$	342,072	
Assistant(s)		91,902	
Other Salaries and Wages		22,099	
Social Security		23,184	
Pensions		32,626	
Life Insurance		249	
Medical Insurance		39,205	
Dental Insurance		2,137	
Disability Insurance		484	
Unemployment Compensation		144	
Employer Medicare		6,353	
Dues and Memberships		1,159	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Judge (Cont.)

Maintenance and Repair Services - Office Equipment	\$	286	
Postal Charges		550	
Printing, Stationery, and Forms		304	
Travel		1,021	
Office Supplies		812	
In Service/Staff Development		1,600	
Total General Sessions Judge			\$ 566,187

Drug Court

County Official/Administrative Officer	\$	38,184	
Social Security		2,105	
Pensions		2,792	
Life Insurance		78	
Medical Insurance		13,368	
Dental Insurance		550	
Disability Insurance		180	
Unemployment Compensation		42	
Employer Medicare		492	
Contributions		1,614	
Dues and Memberships		200	
Travel		953	
Office Supplies		892	
Other Supplies and Materials		11,522	
Workers' Compensation Insurance		275	
Total Drug Court			73,247

Chancery Court

County Official/Administrative Officer	\$	91,181	
Clerical Personnel		249,721	
Part-time Personnel		13,650	
Social Security		20,396	
Pensions		22,268	
Life Insurance		463	
Medical Insurance		70,170	
Dental Insurance		2,616	
Disability Insurance		1,481	
Unemployment Compensation		373	
Employer Medicare		4,770	
Communication		2,000	
Dues and Memberships		984	
Maintenance Agreements		3,371	
Maintenance and Repair Services - Office Equipment		16,036	
Postal Charges		8,197	
Printing, Stationery, and Forms		942	
Data Processing Supplies		325	
Duplicating Supplies		2,525	
Office Supplies		5,388	
Data Processing Equipment		4,680	
Total Chancery Court			521,537

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court

Judge(s)	\$	171,036	
Other Salaries and Wages		235,549	
Social Security		22,332	
Pensions		29,644	
Life Insurance		498	
Medical Insurance		34,364	
Dental Insurance		2,635	
Disability Insurance		974	
Unemployment Compensation		257	
Employer Medicare		5,735	
Communication		777	
Contracts with Government Agencies		22,310	
Dues and Memberships		365	
Evaluation and Testing		976	
Maintenance and Repair Services - Vehicles		500	
Postal Charges		1,998	
Rentals		972	
Travel		4,133	
Gasoline		326	
Office Supplies		815	
Other Supplies and Materials		2,869	
Vehicle and Equipment Insurance		750	
Total Juvenile Court			\$ 539,815

District Attorney General

Supervisor/Director	\$	71,041	
Other Salaries and Wages		25,516	
Social Security		5,638	
Pensions		6,720	
Life Insurance		249	
Medical Insurance		22,398	
Dental Insurance		1,228	
Disability Insurance		338	
Unemployment Compensation		180	
Employer Medicare		1,272	
Travel		4,646	
Other Supplies and Materials		4,295	
In Service/Staff Development		1,500	
Total District Attorney General			145,021

Office of Public Defender

Part-time Personnel	\$	35,267	
Social Security		2,230	
Unemployment Compensation		131	
Employer Medicare		521	
Total Office of Public Defender			38,149

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Judicial Commissioners

Office Supplies	\$	899	
Total Judicial Commissioners			\$ 899

Probate Court

Office Supplies	\$	2,156	
Total Probate Court			2,156

Other Administration of Justice

Supervisor/Director	\$	41,488	
Probation Officer(s)		33,839	
Social Security		4,296	
Pensions		5,476	
Life Insurance		144	
Medical Insurance		18,636	
Dental Insurance		839	
Disability Insurance		350	
Unemployment Compensation		84	
Employer Medicare		1,005	
Travel		236	
Other Contracted Services		2,079	
Office Supplies		1,099	
Data Processing Equipment		1,369	
Total Other Administration of Justice			110,940

Courtroom Security

Other Contracted Services	\$	5,438	
Law Enforcement Supplies		2,932	
Total Courtroom Security			8,370

Victim Assistance Programs

Remittance of Revenue Collected	\$	29,727	
Total Victim Assistance Programs			29,727

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	101,099	
Supervisor/Director		104,209	
Deputy(ies)		2,418,773	
Secretary(ies)		48,704	
Clerical Personnel		67,580	
School Resource Officer		441,589	
Overtime Pay		119,990	
Other Salaries and Wages		459,837	
Social Security		216,433	
Pensions		259,158	
Life Insurance		6,073	
Medical Insurance		755,842	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Dental Insurance	\$	35,122	
Disability Insurance		14,145	
Unemployment Compensation		3,974	
Employer Medicare		50,618	
Communication		43,374	
Contracts with Government Agencies		9,373	
Contracts with Private Agencies		10,933	
Data Processing Services		2,573	
Dues and Memberships		2,500	
Maintenance and Repair Services - Equipment		27,108	
Maintenance and Repair Services - Vehicles		4,553	
Medical and Dental Services		3,670	
Postal Charges		20,716	
Printing, Stationery, and Forms		1,968	
Rentals		2,305	
Towing Services		1,915	
Travel		6,003	
Other Contracted Services		47,006	
Data Processing Supplies		707	
Duplicating Supplies		995	
Gasoline		154,581	
Law Enforcement Supplies		13,999	
Office Supplies		5,188	
Tires and Tubes		26,897	
Uniforms		36,399	
Utilities		8,837	
Other Supplies and Materials		1,762	
Liability Insurance		59,600	
Vehicle and Equipment Insurance		55,000	
In Service/Staff Development		2,595	
Communication Equipment		12,600	
Data Processing Equipment		16,031	
Furniture and Fixtures		2,323	
Law Enforcement Equipment		57,490	
Motor Vehicles		9,339	
Total Sheriff's Department			\$ 5,751,486

Jail

Guards	\$	3,133,826
Clerical Personnel		48,704
Overtime Pay		60,462
Social Security		185,676
Pensions		198,445
Life Insurance		5,665
Medical Insurance		564,927
Dental Insurance		27,072
Disability Insurance		11,296

(Continued)



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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Unemployment Compensation	\$	4,603	
Employer Medicare		43,492	
Communication		16,102	
Contracts with Government Agencies		680	
Contracts with Private Agencies		2,645	
Dues and Memberships		225	
Maintenance and Repair Services - Buildings		40,924	
Medical and Dental Services		9,870	
Pest Control		480	
Travel		3,077	
Disposal Fees		9,088	
Other Contracted Services		914,648	
Custodial Supplies		84,961	
Duplicating Supplies		1,647	
Electricity		224,762	
Food Preparation Supplies		120	
Gasoline		17,160	
Law Enforcement Supplies		6,977	
Natural Gas		68,568	
Office Supplies		5,344	
Prisoners Clothing		19,666	
Uniforms		31,969	
Water and Sewer		128,825	
Other Supplies and Materials		43,812	
Building and Contents Insurance		26,000	
Liability Insurance		39,374	
Medical Claims		639,283	
Vehicle and Equipment Insurance		8,805	
In Service/Staff Development		400	
Other Charges		2,000	
Communication Equipment		5,900	
Data Processing Equipment		5,612	
Furniture and Fixtures		1,290	
Law Enforcement Equipment		7,488	
Total Jail			\$ 6,651,870

Correctional Incentive Program Improvements

Supervisor/Director	\$	51,806	
Social Security		3,169	
Pensions		3,853	
Life Insurance		66	
Medical Insurance		5,268	
Disability Insurance		238	
Unemployment Compensation		42	
Employer Medicare		741	
Other Contracted Services		1,598	
Other Supplies and Materials		11,779	
Total Correctional Incentive Program Improvements			78,560

(Continued)

## Exhibit K-8

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

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

Other Supplies and Materials	\$	5,544	
Other Charges		4,382	
Other Capital Outlay		109,923	
Total Commissary			\$ 119,849

Civil Defense

County Official/Administrative Officer	\$	34,824	
Assistant(s)		43,574	
Part-time Personnel		13,900	
Overtime Pay		3,421	
Social Security		5,814	
Pensions		3,419	
Life Insurance		66	
Medical Insurance		5,268	
Dental Insurance		289	
Disability Insurance		202	
Unemployment Compensation		167	
Employer Medicare		1,360	
Communication		6,147	
Contracts with Government Agencies		2,000	
Contributions		150,809	
Maintenance and Repair Services - Equipment		2,943	
Maintenance and Repair Services - Vehicles		16,197	
Rentals		4,100	
Travel		298	
Other Contracted Services		5,142	
Gasoline		5,823	
Office Supplies		2,195	
Tires and Tubes		9,545	
Uniforms		3,100	
Utilities		710	
Other Supplies and Materials		73,187	
Building and Contents Insurance		2,500	
Vehicle and Equipment Insurance		10,000	
In Service/Staff Development		2,135	
Other Charges		5,432	
Building Improvements		14,875	
Communication Equipment		4,314	
Furniture and Fixtures		10,000	
Office Equipment		13,851	
Total Civil Defense			457,607

Rescue Squad

Contributions	\$	27,500	
Total Rescue Squad			27,500

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Other Emergency Management

Dispatchers/Radio Operators	\$	469,268	
Overtime Pay		28,352	
Social Security		33,765	
Pensions		38,753	
Life Insurance		1,042	
Medical Insurance		144,826	
Dental Insurance		6,032	
Disability Insurance		2,185	
Unemployment Compensation		745	
Employer Medicare		7,897	
Communication		545	
Contracts with Government Agencies		2,240	
Contracts with Private Agencies		3,300	
Medical and Dental Services		844	
Office Supplies		489	
Uniforms		4,478	
Total Other Emergency Management			\$ 744,761

County Coroner/Medical Examiner

Other Contracted Services	\$	400,000	
Total County Coroner/Medical Examiner			400,000

Other Public Safety

Mechanic(s)	\$	165,840	
Clerical Personnel		3,277	
Other Salaries and Wages		24,965	
Social Security		11,180	
Pensions		14,135	
Life Insurance		395	
Medical Insurance		44,639	
Dental Insurance		1,400	
Disability Insurance		892	
Unemployment Compensation		212	
Employer Medicare		2,615	
Communication		3,175	
Dues and Memberships		664	
Maintenance and Repair Services - Vehicles		2,228	
Rentals		19,200	
Towing Services		4,455	
Travel		2,185	
Other Contracted Services		17,073	
Garage Supplies		16,526	
Gasoline		3,458	
Lubricants		5,140	
Office Supplies		965	
Small Tools		2,700	
Uniforms		2,305	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Other Public Safety (Cont.)

Utilities	\$	7,045	
Vehicle and Equipment Insurance		1,443	
In Service/Staff Development		3,932	
Maintenance Equipment		2,549	
Total Other Public Safety			\$ 364,593

Public Health and Welfare

Local Health Center

Medical Personnel	\$	4,357	
Clerical Personnel		55,972	
Other Salaries and Wages		27,128	
Social Security		4,999	
Pensions		4,608	
Life Insurance		221	
Medical Insurance		23,530	
Dental Insurance		1,079	
Disability Insurance		288	
Unemployment Compensation		234	
Employer Medicare		1,169	
Communication		7,716	
Dues and Memberships		473	
Laundry Service		5,389	
Maintenance and Repair Services - Buildings		2,758	
Maintenance and Repair Services - Equipment		170	
Printing, Stationery, and Forms		1,000	
Rentals		756	
Travel		72	
Disposal Fees		903	
Other Contracted Services		901	
Drugs and Medical Supplies		1,593	
Electricity		34,700	
Gasoline		52	
Natural Gas		126	
Office Supplies		8,395	
Uniforms		412	
Other Supplies and Materials		7,596	
Building and Contents Insurance		2,400	
Liability Insurance		1,000	
Other Charges		2,926	
Building Improvements		4,994	
Furniture and Fixtures		1,200	
Total Local Health Center			209,117

Rabies and Animal Control

Supervisor/Director	\$	46,354
Part-time Personnel		16,135
Other Salaries and Wages		38,568

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Social Security	\$	6,103	
Pensions		5,124	
Life Insurance		166	
Medical Insurance		10,097	
Dental Insurance		554	
Disability Insurance		344	
Unemployment Compensation		206	
Employer Medicare		1,427	
Communication		735	
Licenses		370	
Maintenance and Repair Services - Vehicles		3,000	
Printing, Stationery, and Forms		290	
Travel		111	
Other Contracted Services		63,067	
Animal Food and Supplies		250	
Gasoline		5,943	
Office Supplies		78	
Tires and Tubes		319	
Other Supplies and Materials		779	
Vehicle and Equipment Insurance		1,500	
Building Purchases		1,802	
Total Rabies and Animal Control			\$ 203,322

Dental Health Program

Medical Personnel	\$	235,910
Social Security		13,950
Pensions		8,221
Life Insurance		286
Medical Insurance		35,516
Dental Insurance		1,489
Disability Insurance		518
Unemployment Compensation		379
Employer Medicare		3,261
Communication		2,655
Maintenance Agreements		2,215
Maintenance and Repair Services - Equipment		3,824
Postal Charges		500
Printing, Stationery, and Forms		2,500
Travel		304
Disposal Fees		120
Drugs and Medical Supplies		200
Gasoline		74
Office Supplies		1,699
Software		3,784
Other Supplies and Materials		11,031
Liability Insurance		4,142
In Service/Staff Development		122

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Dental Health Program (Cont.)

Other Charges	\$	913	
Data Processing Equipment		1,115	
Total Dental Health Program			\$ 334,728

Other Local Health Services

Medical Personnel	\$	123,527	
Clerical Personnel		68,268	
Social Security		10,386	
Pensions		10,533	
Life Insurance		554	
Medical Insurance		67,298	
Dental Insurance		2,834	
Disability Insurance		595	
Unemployment Compensation		456	
Employer Medicare		2,429	
Travel		5,884	
Other Supplies and Materials		1,496	
Liability Insurance		1,000	
Workers' Compensation Insurance		3,000	
Other Charges		2,265	
Total Other Local Health Services			300,525

Appropriation to State

Contracts with Other Public Agencies	\$	122,120	
Total Appropriation to State			122,120

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Supervisor/Director	\$	46,613	
Part-time Personnel		17,191	
Social Security		3,886	
Pensions		3,370	
Life Insurance		78	
Dental Insurance		289	
Disability Insurance		215	
Unemployment Compensation		139	
Employer Medicare		909	
Communication		3,207	
Rentals		18,000	
Travel		517	
Disposal Fees		1,105	
Other Contracted Services		10,932	
Custodial Supplies		2,933	
Electricity		6,708	
Gasoline		287	
Natural Gas		442	
Office Supplies		791	

(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Senior Citizens Assistance (Cont.)

Water and Sewer	\$	616	
Other Supplies and Materials		5,384	
Data Processing Equipment		1,200	
Total Senior Citizens Assistance			\$ 124,812

Parks and Fair Boards

Contributions	\$	3,000	
Total Parks and Fair Boards			3,000

Agriculture and Natural Resources

Agricultural Extension Service

Dues and Memberships	\$	495	
Postal Charges		549	
Travel		1,928	
Other Contracted Services		134,752	
Office Supplies		976	
Other Supplies and Materials		1,897	
In Service/Staff Development		215	
Data Processing Equipment		2,282	
Total Agricultural Extension Service			143,094

Soil Conservation

Secretary(ies)	\$	37,073	
Social Security		2,026	
Pensions		2,695	
Life Insurance		78	
Medical Insurance		13,368	
Dental Insurance		550	
Disability Insurance		172	
Unemployment Compensation		42	
Employer Medicare		474	
Dues and Memberships		290	
Total Soil Conservation			56,768

Storm Water Management

Maintenance Agreements	\$	3,460	
Other Contracted Services		24,182	
Other Charges		1,000	
Total Storm Water Management			28,642

Other Operations

Industrial Development

Contributions	\$	162,000	
Total Industrial Development			162,000

Veterans' Services

County Official/Administrative Officer	\$	54,606	
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(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Veterans' Services (Cont.)

Assistant(s)	\$	2,664	
Part-time Personnel		12,828	
Social Security		4,283	
Pensions		3,970	
Life Insurance		78	
Dental Insurance		550	
Disability Insurance		254	
Unemployment Compensation		84	
Employer Medicare		1,002	
Advertising		129	
Communication		614	
Maintenance Agreements		449	
Postal Charges		333	
Printing, Stationery, and Forms		394	
Rentals		499	
Travel		2,251	
Other Contracted Services		2,160	
Office Supplies		1,616	
Total Veterans' Services			\$ 88,764

Other Charges

Contributions	\$	11,000	
Postal Charges		1,376	
Other Contracted Services		2,135	
Building and Contents Insurance		5,100	
Liability Insurance		118,000	
Trustee's Commission		351,988	
Total Other Charges			489,599

Contributions to Other Agencies

Contracts with Private Agencies	\$	52,759	
Contributions		25,000	
Total Contributions to Other Agencies			77,759

COVID-19 Grant #2

Other Contracted Services	\$	2,574	
Custodial Supplies		508	
Law Enforcement Supplies		5,868	
Office Supplies		1,079	
Other Supplies and Materials		2,762	
In Service/Staff Development		50	
Building Improvements		3,850	
Data Processing Equipment		330	
Total COVID-19 Grant #2			17,021

COVID-19 Grant #3

Other Supplies and Materials	\$	36,661	
Total COVID-19 Grant #3			36,661

(Continued)



## Exhibit K-8

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

General Fund (Cont.)Other Operations (Cont.)COVID-19 Grant #4

Office Supplies	\$	1,848	
Total COVID-19 Grant #4			\$ 1,848

Miscellaneous

County Official/Administrative Officer	\$	10,000	
Social Security		579	
Pensions		708	
Disability Insurance		52	
Unemployment Compensation		42	
Employer Medicare		135	
Communication		194,723	
Dues and Memberships		9,573	
Other Contracted Services		9,387	
Other Supplies and Materials		2,687	
Total Miscellaneous			227,886

Capital ProjectsPublic Safety Projects

Engineering Services	\$	10,200	
Other Construction		186,280	
Total Public Safety Projects			196,480

Total General Fund \$ 27,717,515

Public Library FundSocial, Cultural, and Recreational ServicesLibraries

Librarians	\$	252,991	
Part-time Personnel		114,408	
Social Security		21,590	
Pensions		17,978	
Life Insurance		565	
Medical Insurance		57,756	
Dental Insurance		3,452	
Disability Insurance		1,189	
Unemployment Compensation		771	
Employer Medicare		5,050	
Communication		14,784	
Data Processing Services		4,890	
Dues and Memberships		335	
Maintenance Agreements		2,252	
Maintenance and Repair Services - Buildings		51,292	
Maintenance and Repair Services - Equipment		49	
Pest Control		240	
Postal Charges		642	
Rentals		134	
Travel		2,586	

(Continued)

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

Public Library Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Maintenance and Repair Services - Records	\$	341	
Other Contracted Services		1,452	
Custodial Supplies		1,551	
Library Books/Media		43,125	
Office Supplies		3,637	
Periodicals		3,302	
Utilities		24,405	
Other Supplies and Materials		13,443	
Trustee's Commission		9,958	
Workers' Compensation Insurance		1,116	
In Service/Staff Development		395	
Data Processing Equipment		16,269	
Furniture and Fixtures		14,519	
Office Equipment		2,511	
Other Equipment		5,731	
Total Libraries			\$ 694,709

Total Public Library Fund \$ 694,709

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

County Official/Administrative Officer	\$	2,669	
Supervisor/Director		42,436	
Laborers		60,626	
Social Security		6,146	
Pensions		5,941	
Life Insurance		203	
Medical Insurance		15,720	
Dental Insurance		550	
Disability Insurance		362	
Unemployment Compensation		239	
Employer Medicare		1,437	
Advertising		1,176	
Communication		1,154	
Maintenance and Repair Services - Vehicles		3,000	
Other Contracted Services		198	
Gasoline		3,349	
Uniforms		197	
Trustee's Commission		29,028	
Vehicle and Equipment Insurance		1,500	
Workers' Compensation Insurance		2,492	
In Service/Staff Development		75	
Total Sanitation Management			\$ 178,498

Convenience Centers

Engineering Services	\$	12,750
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(Continued)

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Convenience Centers (Cont.)

Rentals	\$	10,875	
Travel		293	
Other Contracted Services		1,219,453	
Electricity		6,864	
Water and Sewer		1,814	
Other Supplies and Materials		4,319	
Solid Waste Equipment		3,154	
Total Convenience Centers			\$ 1,259,522

Other Waste Collection

Supervisor/Director	\$	2,693	
Deputy(ies)		31,624	
Social Security		1,920	
Pensions		2,490	
Life Insurance		36	
Medical Insurance		9,941	
Dental Insurance		371	
Disability Insurance		161	
Unemployment Compensation		45	
Employer Medicare		449	
Communication		145	
Maintenance and Repair Services - Vehicles		2,000	
Travel		340	
Other Contracted Services		13,920	
Gasoline		2,609	
Instructional Supplies and Materials		8,139	
Other Supplies and Materials		2,024	
Vehicle and Equipment Insurance		1,700	
Total Other Waste Collection			80,607

Recycling Center

Contracts with Private Agencies	\$	6,233	
Total Recycling Center			6,233

Landfill Operation and Maintenance

Contracts with Private Agencies	\$	743,892	
Contributions		9,766	
Total Landfill Operation and Maintenance			753,658

Other Waste Disposal

Contracts with Private Agencies	\$	73,368	
Total Other Waste Disposal			73,368

Total Solid Waste/Sanitation Fund \$ 2,351,886

(Continued)

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

<u>Ambulance Service Fund</u>	
<u>Public Health and Welfare</u>	
<u>Ambulance/Emergency Medical Services</u>	
Supervisor/Director	\$ 72,610
Accountants/Bookkeepers	155,171
Medical Personnel	1,802,170
Part-time Personnel	105,388
Overtime Pay	1,045,363
Social Security	184,776
Pensions	191,878
Life Insurance	4,147
Medical Insurance	383,060
Dental Insurance	20,872
Disability Insurance	7,053
Unemployment Compensation	3,517
Employer Medicare	43,183
Communication	29,582
Contracts with Government Agencies	128,524
Data Processing Services	4,067
Dues and Memberships	765
Laundry Service	38,934
Maintenance Agreements	20,714
Maintenance and Repair Services - Buildings	12,809
Maintenance and Repair Services - Equipment	6,166
Maintenance and Repair Services - Vehicles	84,743
Pest Control	1,260
Postal Charges	425
Printing, Stationery, and Forms	610
Rentals	24,000
Travel	3,302
Disposal Fees	2,263
Other Contracted Services	386,475
Custodial Supplies	11,819
Drugs and Medical Supplies	207,752
Duplicating Supplies	503
Gasoline	114,161
Natural Gas	4,444
Office Supplies	2,453
Tires and Tubes	19,054
Uniforms	27,178
Utilities	29,387
Vehicle Parts	31,295
Other Supplies and Materials	10,204
Building and Contents Insurance	5,000
Liability Insurance	22,612
Trustee's Commission	58,433
Vehicle and Equipment Insurance	11,500
Workers' Compensation Insurance	180,000
In Service/Staff Development	30,480
Communication Equipment	17,178

(Continued)

Anderson 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.)

Data Processing Equipment	\$	9,720	
Furniture and Fixtures		5,109	
Other Equipment		8,085	
Total Ambulance/Emergency Medical Services			\$ 5,570,194

Other Operations

COVID-19 Grant #2

Maintenance and Repair Services - Buildings	\$	296	
Drugs and Medical Supplies		40,691	
Total COVID-19 Grant #2			40,987

Principal on Debt

General Government

Principal on Notes	\$	33,000	
Total General Government			33,000

Interest on Debt

General Government

Interest on Notes	\$	2,250	
Total General Government			<u>2,250</u>

Total Ambulance Service Fund \$ 5,646,431

Drug Control Fund

Public Safety

Drug Enforcement

Communication	\$	6,346	
Contracts with Private Agencies		978	
Dues and Memberships		500	
Towing Services		1,640	
Travel		913	
Veterinary Services		3,964	
Animal Food and Supplies		2,866	
Gasoline		3,639	
Law Enforcement Supplies		1,427	
Uniforms		1,445	
Other Supplies and Materials		480	
Trustee's Commission		371	
Vehicle and Equipment Insurance		3,000	
In Service/Staff Development		3,620	
Law Enforcement Equipment		94,315	
Total Drug Enforcement			<u>\$ 125,504</u>

Total Drug Control Fund 125,504

(Continued)

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

Other General Government Special Revenue Fund

Social, Cultural, and Recreational Services

Other Social, Cultural, and Recreational

Audiovisual Personnel	\$	44,674	
Clerical Personnel		2,850	
Part-time Personnel		24,196	
Other Salaries and Wages		10,000	
Social Security		4,695	
Pensions		3,248	
Life Insurance		78	
Medical Insurance		15,720	
Dental Insurance		528	
Disability Insurance		208	
Unemployment Compensation		235	
Employer Medicare		1,098	
Communication		435	
Other Contracted Services		30,766	
Gasoline		311	
Other Supplies and Materials		11,674	
Trustee's Commission		1,519	
Workers' Compensation Insurance		132	
Data Processing Equipment		29,417	
Motor Vehicles		21,147	
Total Other Social, Cultural, and Recreational			\$ 202,931

Total Other General Government Special Revenue Fund \$ 202,931

Other Special Revenue Fund

Other Operations

Tourism

Supervisor/Director	\$	57,625	
Clerical Personnel		52,702	
Social Security		6,432	
Pensions		6,812	
Life Insurance		156	
Medical Insurance		15,720	
Dental Insurance		529	
Disability Insurance		435	
Unemployment Compensation		155	
Employer Medicare		1,504	
Advertising		115,951	
Communication		3,023	
Contributions		34,340	
Dues and Memberships		3,730	
Maintenance and Repair Services - Buildings		2,316	
Maintenance and Repair Services - Vehicles		27	
Postal Charges		1,296	
Printing, Stationery, and Forms		565	
Rentals		1,179	
Travel		4,344	

(Continued)

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

Other Special Revenue Fund (Cont.)

Other Operations (Cont.)

Tourism (Cont.)

Other Contracted Services	\$	2,163	
Gasoline		720	
Office Supplies		929	
Uniforms		500	
Utilities		3,209	
Other Supplies and Materials		380	
Building and Contents Insurance		750	
Liability Insurance		911	
Trustee's Commission		3,598	
Workers' Compensation Insurance		259	
In Service/Staff Development		1,025	
Other Charges		3,934	
Data Processing Equipment		768	
Total Tourism			\$ 327,987

Total Other Special Revenue Fund \$ 327,987

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	100,299	
Clerical Personnel		66,640	
Social Security		9,873	
Pensions		10,508	
Life Insurance		89	
Medical Insurance		18,636	
Dental Insurance		466	
Disability Insurance		202	
Unemployment Compensation		47	
Employer Medicare		2,335	
Dues and Memberships		4,169	
Licenses		1,942	
Maintenance Agreements		40	
Maintenance and Repair Services - Equipment		424	
Pest Control		240	
Disposal Fees		452	
Other Contracted Services		1,374	
Office Supplies		2,682	
In Service/Staff Development		375	
Data Processing Equipment		65	
Office Equipment		2,646	
Total Administration			\$ 223,504

Highway and Bridge Maintenance

Foremen	\$	33,599
Equipment Operators		95,555
Truck Drivers		118,972

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Laborers	\$	389,963	
Overtime Pay		70,025	
Social Security		41,235	
Pensions		45,965	
Life Insurance		1,368	
Medical Insurance		101,982	
Dental Insurance		6,447	
Disability Insurance		2,551	
Unemployment Compensation		661	
Employer Medicare		9,699	
Contracts with Private Agencies		385	
Rentals		620	
Other Contracted Services		41,531	
Asphalt		1,640,474	
Crushed Stone		139,208	
Custodial Supplies		4,684	
Other Road Materials		230	
Pipe - Metal		51,912	
Road Signs		11,656	
Uniforms		4,039	
Total Highway and Bridge Maintenance			\$ 2,812,761

Operation and Maintenance of Equipment

Mechanic(s)	\$	36,527	
Nightwatchmen		30,338	
Overtime Pay		11,922	
Social Security		4,456	
Pensions		5,630	
Life Insurance		142	
Medical Insurance		20,110	
Dental Insurance		790	
Disability Insurance		333	
Unemployment Compensation		57	
Employer Medicare		1,042	
Maintenance and Repair Services - Equipment		25,001	
Other Contracted Services		2,319	
Equipment and Machinery Parts		121,696	
Garage Supplies		349	
Gasoline		187,511	
Lubricants		8,682	
Tires and Tubes		21,938	
Other Supplies and Materials		22,624	
Other Charges		1,031	
Total Operation and Maintenance of Equipment			502,498

Other Charges

Communication	\$	3,967	
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(Continued)



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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges (Cont.)

Electricity	\$	9,047	
Natural Gas		7,051	
Water and Sewer		761	
Building and Contents Insurance		1,000	
Liability Insurance		58,600	
Trustee's Commission		47,580	
Vehicle and Equipment Insurance		50,000	
Workers' Compensation Insurance		76,944	
Total Other Charges			\$ 254,950

Capital Outlay

Engineering Services	\$	1,110	
Highway Construction		745,874	
Highway Equipment		31,969	
Total Capital Outlay			<u>778,953</u>

Total Highway/Public Works Fund \$ 4,572,666

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	575,000	
Principal on Notes		106,000	
Principal on Capital Leases		18,273	
Principal on Other Loans		304,000	
Total General Government			\$ 1,003,273

Interest on Debt

General Government

Interest on Bonds	\$	525,170	
Interest on Notes		28,130	
Interest on Capital Leases		34	
Interest on Other Loans		18,086	
Total General Government			571,420

Other Debt Service

General Government

Fiscal Agent Charges	\$	11,351	
Trustee's Commission		37,551	
Underwriter's Discount		60,340	
Other Debt Issuance Charges		61,588	
Total General Government			<u>170,830</u>

Total General Debt Service Fund 1,745,523

(Continued)

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

Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$	885,000	
Principal on Notes		84,240	
Principal on Capital Leases		114,982	
Principal on Other Loans		200,000	
Total Education			\$ 1,284,222

Interest on Debt

Education

Interest on Bonds	\$	580,258	
Interest on Capital Leases		10,629	
Interest on Other Loans		99,275	
Total Education			690,162

Other Debt Service

General Government

Underwriter's Discount	\$	33,029	
Other Debt Issuance Charges		18,888	
Total General Government			51,917

Education

Fiscal Agent Charges	\$	2,205	
Trustee's Commission		3,969	
Total Education			6,174

Total Rural Debt Service Fund \$ 2,032,475

Education Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$	945,000	
Principal on Other Loans		225,000	
Total Education			\$ 1,170,000

Interest on Debt

Education

Interest on Bonds	\$	725,675	
Interest on Other Loans		113,025	
Total Education			838,700

Other Debt Service

General Government

Underwriter's Discount	\$	57,250	
Other Debt Issuance Charges		62,710	
Total General Government			119,960

Education

Fiscal Agent Charges	\$	1,706	
Trustee's Commission		35,310	
Total Education			37,016

Total Education Debt Service Fund 2,165,676

(Continued)

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

General Capital Projects Fund

Other Operations

Contributions to Other Agencies

Contributions	\$ 3,000	
Total Contributions to Other Agencies		\$ 3,000

Other Debt Service

General Government

Underwriter's Discount	\$ 64,953	
Other Debt Issuance Charges	65,912	
Total General Government		130,865

Capital Projects

General Administration Projects

Trustee's Commission	\$ 3,843	
Building Improvements	3,576,046	
Total General Administration Projects		3,579,889

Public Safety Projects

Communication Equipment	\$ 54,500	
Motor Vehicles	1,069,259	
Other Equipment	278,700	
Total Public Safety Projects		1,402,459

Social, Cultural, and Recreation Projects

Building Purchases	\$ 500,000	
Total Social, Cultural, and Recreation Projects		500,000

Total General Capital Projects Fund		\$ 5,616,213
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Total Governmental Funds - Primary Government		\$ 53,199,516
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Exhibit K-9

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

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 17,048,689	
Career Ladder Program	51,980	
Homebound Teachers	78,032	
Educational Assistants	783,427	
Educational Incentive - Other County Employees	11,957	
Bonus Payments	224,254	
Social Security	1,056,837	
Pensions	1,643,289	
Life Insurance	23,497	
Medical Insurance	1,903,875	
Unemployment Compensation	3,425	
Employer Medicare	248,477	
Payments to Retirees	100,469	
Other Contracted Services	419,828	
Instructional Supplies and Materials	637,260	
Textbooks - Bound	424,616	
Other Supplies and Materials	76,875	
Refund to Applicant for Criminal Investigation	5,504	
Other Charges	17,188	
Regular Instruction Equipment	749,722	
Total Regular Instruction Program		\$ 25,509,201

Special Education Program

Teachers	\$ 3,129,349	
Career Ladder Program	15,500	
Homebound Teachers	27,492	
Educational Assistants	851,163	
Social Security	226,611	
Pensions	382,937	
Life Insurance	7,073	
Medical Insurance	555,060	
Unemployment Compensation	3,375	
Employer Medicare	53,887	
Payments to Retirees	6,688	
Dues and Memberships	120	
Other Contracted Services	45,443	
Instructional Supplies and Materials	31,034	
Other Supplies and Materials	6,901	
Special Education Equipment	2,000	
Total Special Education Program		5,344,633

Career and Technical Education Program

Teachers	\$ 2,163,141	
Career Ladder Program	3,000	
Clerical Personnel	67,166	
Other Salaries and Wages	15,000	

(Continued)

## Exhibit K-9

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

General Purpose School Fund (Cont.)Instruction (Cont.)Career and Technical Education Program (Cont.)

Social Security	\$	120,634	
Pensions		215,402	
Life Insurance		2,664	
Medical Insurance		275,765	
Unemployment Compensation		1,048	
Employer Medicare		29,697	
Maintenance and Repair Services - Equipment		15,170	
Instructional Supplies and Materials		82,418	
Other Supplies and Materials		2,915	
Vocational Instruction Equipment		34,372	
Total Career and Technical Education Program			\$ 3,028,392

Student Body Education Program

Teachers	\$	62,575	
Career Ladder Program		1,000	
Social Security		3,750	
Pensions		6,758	
Life Insurance		58	
Medical Insurance		5,886	
Unemployment Compensation		23	
Employer Medicare		877	
Instructional Supplies and Materials		10,466	
Other Charges		806	
Total Student Body Education Program			92,199

Support ServicesAttendance

Supervisor/Director	\$	92,470	
Career Ladder Program		500	
Clerical Personnel		20,298	
Other Salaries and Wages		121,455	
Social Security		13,439	
Pensions		22,543	
Life Insurance		282	
Medical Insurance		32,039	
Unemployment Compensation		240	
Employer Medicare		3,143	
Travel		1,641	
Other Supplies and Materials		3,918	
In Service/Staff Development		170	
Other Equipment		1,108	
Total Attendance			313,246

Health Services

Supervisor/Director	\$	77,099	
Medical Personnel		491,026	

(Continued)

## Exhibit K-9

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

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

Other Salaries and Wages	\$	10,131	
Certified Substitute Teachers		8,038	
Social Security		32,932	
Pensions		50,470	
Life Insurance		930	
Medical Insurance		73,540	
Unemployment Compensation		298	
Employer Medicare		7,702	
Payments to Retirees		3,200	
Communication		435	
Printing, Stationery, and Forms		49	
Travel		10,163	
Drugs and Medical Supplies		27,831	
Other Supplies and Materials		98,995	
In Service/Staff Development		980	
Other Equipment		1,143	
Total Health Services			\$ 894,962

Other Student Support

Career Ladder Program	\$	2,000	
Guidance Personnel		1,010,659	
Social Security		57,762	
Pensions		106,636	
Life Insurance		1,052	
Medical Insurance		129,394	
Unemployment Compensation		548	
Employer Medicare		13,509	
Payments to Retirees		3,740	
Postal Charges		200	
Travel		1,403	
Other Supplies and Materials		13,921	
Other Charges		1,419	
Total Other Student Support			1,342,243

Regular Instruction Program

Supervisor/Director	\$	197,250	
Career Ladder Program		5,500	
Librarians		526,550	
Clerical Personnel		17,500	
Other Salaries and Wages		61,209	
Social Security		45,128	
Pensions		81,967	
Life Insurance		989	
Medical Insurance		97,684	
Unemployment Compensation		748	
Employer Medicare		10,762	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Travel	\$	5,535	
Library Books/Media		32,205	
Other Supplies and Materials		35,361	
In Service/Staff Development		33,456	
Total Regular Instruction Program			\$ 1,151,844

Special Education Program

Supervisor/Director	\$	86,592	
Career Ladder Program		1,500	
Psychological Personnel		124,392	
Clerical Personnel		60,684	
Speech Pathologist		449,273	
Other Salaries and Wages		481,006	
Social Security		69,140	
Pensions		105,666	
Life Insurance		1,431	
Medical Insurance		148,270	
Unemployment Compensation		470	
Employer Medicare		16,193	
Consultants		850	
Other Contracted Services		196,120	
Other Supplies and Materials		18,177	
In Service/Staff Development		5,928	
Total Special Education Program			1,765,692

Career and Technical Education Program

Supervisor/Director	\$	94,806	
Career Ladder Program		2,000	
Other Salaries and Wages		62,704	
Social Security		10,307	
Pensions		16,122	
Life Insurance		175	
Medical Insurance		17,851	
Unemployment Compensation		107	
Employer Medicare		2,410	
Travel		10,943	
In Service/Staff Development		2,812	
Total Career and Technical Education Program			220,237

Technology

Supervisor/Director	\$	98,067	
Secretary(ies)		44,470	
Other Salaries and Wages		446,907	
Social Security		34,896	
Pensions		46,443	
Life Insurance		643	

(Continued)

## Exhibit K-9

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

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

Medical Insurance	\$	57,166	
Unemployment Compensation		162	
Employer Medicare		8,161	
Internet Connectivity		183,070	
Travel		4,169	
Other Contracted Services		224,209	
Other Supplies and Materials		165,782	
In Service/Staff Development		170	
Administration Equipment		9,878	
Data Processing Equipment		43,691	
Total Technology			\$ 1,367,884

Other Programs

On-behalf Payments to OPEB	\$	160,224	
Total Other Programs			160,224

Board of Education

Secretary to Board	\$	6,000	
Board and Committee Members Fees		58,100	
Social Security		2,198	
Pensions		1,532	
Life Insurance		468	
Unemployment Compensation		2,931	
Employer Medicare		723	
Audit Services		26,700	
Contributions		25,000	
Dues and Memberships		13,412	
Legal Services		27,261	
Travel		16,185	
Other Contracted Services		4,250	
Other Supplies and Materials		722	
Liability Insurance		158,846	
Trustee's Commission		472,295	
Workers' Compensation Insurance		295,517	
Other Charges		16,168	
Total Board of Education			1,128,308

Director of Schools

County Official/Administrative Officer	\$	155,050	
Assistant(s)		117,352	
Career Ladder Program		1,500	
Secretary(ies)		41,401	
Social Security		17,781	
Pensions		32,098	
Life Insurance		175	
Medical Insurance		20,660	

(Continued)



## Exhibit K-9

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

General Purpose School Fund (Cont.)Support Services (Cont.)Director of Schools (Cont.)

Unemployment Compensation	\$	51	
Employer Medicare		4,398	
Communication		42,558	
Dues and Memberships		3,482	
Postal Charges		1,000	
Travel		12,531	
Other Contracted Services		5,785	
Office Supplies		790	
Other Supplies and Materials		35,833	
Other Charges		4,375	
Total Director of Schools			\$ 496,820

Office of the Principal

Principals	\$	1,505,479	
Career Ladder Program		4,500	
Assistant Principals		850,040	
Secretary(ies)		665,248	
Social Security		173,986	
Pensions		299,161	
Life Insurance		3,136	
Medical Insurance		359,518	
Unemployment Compensation		1,342	
Employer Medicare		40,690	
Payments to Retirees		10,762	
Communication		1,538	
Travel		6,559	
In Service/Staff Development		6,205	
Total Office of the Principal			3,928,164

Fiscal Services

Supervisor/Director	\$	108,282	
Accountants/Bookkeepers		270,821	
Social Security		22,312	
Pensions		27,284	
Life Insurance		419	
Medical Insurance		41,849	
Unemployment Compensation		257	
Employer Medicare		5,269	
Payments to Retirees		6,107	
Travel		99	
Other Contracted Services		5,088	
Office Supplies		5,030	
Other Supplies and Materials		20,307	
Total Fiscal Services			513,124

(Continued)

## Exhibit K-9

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

General Purpose School Fund (Cont.)Support Services (Cont.)Human Services/Personnel

Supervisor/Director	\$	51,325	
Social Security		3,037	
Pensions		3,762	
Life Insurance		54	
Medical Insurance		3,817	
Unemployment Compensation		39	
Employer Medicare		710	
Advertising		1,044	
Travel		832	
Other Contracted Services		14,764	
Office Supplies		1,513	
Other Supplies and Materials		1,703	
Total Human Services/Personnel			\$ 82,600

Operation of Plant

Supervisor/Director	\$	116,924	
Custodial Personnel		1,690,091	
Social Security		105,523	
Pensions		127,114	
Life Insurance		3,834	
Medical Insurance		326,022	
Unemployment Compensation		1,276	
Employer Medicare		25,247	
Payments to Retirees		87,504	
Maintenance and Repair Services - Vehicles		13,774	
Rentals		153,861	
Disposal Fees		101,872	
Other Contracted Services		74,741	
Custodial Supplies		190,939	
Electricity		1,101,267	
Natural Gas		167,334	
Water and Sewer		217,840	
Other Supplies and Materials		11,124	
Building and Contents Insurance		267,957	
Motor Vehicles		62,112	
Plant Operation Equipment		3,949	
Total Operation of Plant			4,850,305

Maintenance of Plant

Supervisor/Director	\$	15,058	
Maintenance Personnel		524,705	
Social Security		31,299	
Pensions		38,526	
Life Insurance		799	
Medical Insurance		85,625	
Unemployment Compensation		561	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Employer Medicare	\$	7,340	
Payments to Retirees		14,200	
Communication		172,302	
Maintenance and Repair Services - Buildings		37,450	
Maintenance and Repair Services - Equipment		17,284	
Other Contracted Services		114,128	
Custodial Supplies		12,987	
Gasoline		47,872	
Office Supplies		1,997	
Other Supplies and Materials		207,185	
Motor Vehicles		90,781	
Total Maintenance of Plant			\$ 1,420,099

Transportation

Clerical Personnel	\$	3,200	
Social Security		198	
Pensions		262	
Unemployment Compensation		26	
Employer Medicare		46	
Contracts with Vehicle Owners		3,121,773	
Other Contracted Services		4,213	
Other Supplies and Materials		1,318	
Administration Equipment		7,900	
Total Transportation			3,138,936

Central and Other

Supervisor/Director	\$	44,877	
Employer Medicare		651	
Contracts with Government Agencies		332,088	
Other Contracted Services		11,340	
Other Supplies and Materials		6,500	
In Service/Staff Development		2,668	
Administration Equipment		14,477	
Motor Vehicles		24,680	
Total Central and Other			437,281

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	72,290	
Social Security		4,308	
Pensions		5,299	
Life Insurance		117	
Unemployment Compensation		29	
Employer Medicare		1,008	
Communication		1,026	
Travel		1,547	

(Continued)

## Exhibit K-9

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

General Purpose School Fund (Cont.)Operation of Non-Instructional Services (Cont.)Community Services (Cont.)

Other Contracted Services	\$	470	
Other Supplies and Materials		23,334	
In Service/Staff Development		350	
Total Community Services			\$ 109,778

COVID-19 Expenditures

Other Supplies and Materials	\$	390	
Total COVID-19 Expenditures			390

Capital OutlayRegular Capital Outlay

Building Improvements	\$	379,205	
Total Regular Capital Outlay			379,205

Other Debt ServiceEducation

Debt Service Contribution to Primary Government	\$	1,514,977	
Total Education			<u>1,514,977</u>

Total General Purpose School Fund \$ 59,190,744

School Federal Projects FundInstructionRegular Instruction Program

Teachers	\$	910,332	
Other Salaries and Wages		26,810	
Social Security		48,938	
Pensions		86,243	
Life Insurance		755	
Medical Insurance		91,564	
Unemployment Compensation		197	
Employer Medicare		12,676	
Other Fringe Benefits		4,373	
Other Contracted Services		13,254	
Instructional Supplies and Materials		58,342	
Regular Instruction Equipment		5,618	
Total Regular Instruction Program			\$ 1,259,102

Special Education Program

Teachers	\$	499,010	
Educational Assistants		319,092	
Other Salaries and Wages		92,566	
Social Security		51,504	
Pensions		81,375	
Life Insurance		1,766	
Medical Insurance		129,943	

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Unemployment Compensation	\$	810	
Employer Medicare		12,045	
Instructional Supplies and Materials		49,032	
Workers' Compensation Insurance		5,967	
Special Education Equipment		6,307	
Total Special Education Program			\$ 1,249,417

Career and Technical Education Program

Other Supplies and Materials	\$	26,808	
Vocational Instruction Equipment		141,353	
Total Career and Technical Education Program			168,161

Support Services

Other Student Support

Supervisor/Director	\$	9,356	
Social Workers		27,306	
Other Salaries and Wages		4,527	
Social Security		2,408	
Pensions		3,477	
Life Insurance		58	
Medical Insurance		6,847	
Employer Medicare		563	
Communication		378	
Travel		11,997	
Other Contracted Services		2,985	
Other Supplies and Materials		38,728	
In Service/Staff Development		6,776	
Total Other Student Support			115,406

Regular Instruction Program

Supervisor/Director	\$	165,524	
Secretary(ies)		38,726	
Other Salaries and Wages		391,520	
Social Security		34,210	
Pensions		61,721	
Life Insurance		743	
Medical Insurance		60,112	
Unemployment Compensation		169	
Employer Medicare		8,001	
Other Fringe Benefits		2,648	
Communication		816	
Postal Charges		2,697	
Printing, Stationery, and Forms		3,292	
Travel		34,877	
Other Supplies and Materials		77,176	
In Service/Staff Development		87,340	

(Continued)

## Exhibit K-9

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

School Federal Projects Fund (Cont.)Support Services (Cont.)Regular Instruction Program (Cont.)

Other Charges	\$	13,269	
Other Equipment		449	
Total Regular Instruction Program			\$ 983,290

Special Education Program

Clerical Personnel	\$	33,226	
Other Salaries and Wages		44,108	
In-service Training		15,854	
Social Security		5,532	
Pensions		7,070	
Life Insurance		107	
Medical Insurance		6,173	
Unemployment Compensation		58	
Employer Medicare		1,294	
Travel		14,241	
Other Contracted Services		24,895	
Other Supplies and Materials		6,072	
Workers' Compensation Insurance		520	
In Service/Staff Development		35,442	
Other Equipment		513	
Total Special Education Program			195,105

Transportation

Other Salaries and Wages	\$	39,999	
Social Security		2,921	
Pensions		3,454	
Employer Medicare		683	
Contracts with Private Agencies		35,930	
Contracts with Parents		4,135	
Maintenance and Repair Services - Vehicles		14,260	
Gasoline		18,461	
Total Transportation			119,843

Operation of Non-Instructional ServicesCommunity Services

Supervisor/Director	\$	23,760	
Teachers		102,686	
Clerical Personnel		12,000	
Educational Assistants		32,865	
Other Salaries and Wages		116,298	
Certified Substitute Teachers		11,044	
Social Security		18,517	
Pensions		28,109	
Employer Medicare		4,331	
Travel		1,242	
Food Supplies		1,034	

(Continued)

## Exhibit K-9

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

School Federal Projects Fund (Cont.)Operation of Non-Instructional Services (Cont.)Community Services (Cont.)

Instructional Supplies and Materials	\$	5,002	
Other Supplies and Materials		222	
In Service/Staff Development		443	
Total Community Services			\$ 357,553

Total School Federal Projects Fund \$ 4,447,877

Central Cafeteria FundOperation of Non-Instructional ServicesFood Service

Supervisor/Director	\$	86,734	
Accountants/Bookkeepers		104,696	
Clerical Personnel		509,619	
Cafeteria Personnel		610,617	
Social Security		78,017	
Pensions		68,211	
Life Insurance		2,303	
Medical Insurance		161,392	
Unemployment Compensation		1,041	
Employer Medicare		18,260	
Payments to Retirees		21,517	
Bank Charges		871	
Communication		13,736	
Dues and Memberships		2,257	
Licenses		1,310	
Maintenance and Repair Services - Buildings		14,648	
Maintenance and Repair Services - Equipment		29,989	
Postal Charges		1,045	
Printing, Stationery, and Forms		1,248	
Travel		9,636	
Other Contracted Services		49,968	
Food Supplies		973,321	
Gasoline		624	
Office Supplies		4,268	
Tires and Tubes		28	
Uniforms		8,585	
Vehicle Parts		37	
USDA - Commodities		258,625	
Other Supplies and Materials		11,072	
Trustee's Commission		39	
Workers' Compensation Insurance		17,383	
In Service/Staff Development		8,835	
Data Processing Equipment		1,308	
Food Service Equipment		61,262	
Total Food Service			\$ 3,132,502

Total Central Cafeteria Fund 3,132,502

(Continued)

## Exhibit K-9

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

Other Education Special Revenue FundOperation of Non-Instructional ServicesCommunity Services

Supervisor/Director	\$	84,813	
Teachers		294,700	
Social Workers		4,800	
Medical Personnel		30,926	
Secretary(ies)		66,488	
Clerical Personnel		13,445	
Educational Assistants		1,540,430	
Other Salaries and Wages		76,315	
Social Security		120,995	
Pensions		158,479	
Life Insurance		4,495	
Medical Insurance		292,624	
Unemployment Compensation		1,090	
Employer Medicare		28,368	
Advertising		1,870	
Communication		12,771	
Contracts with Other School Systems		968,547	
Dues and Memberships		2,643	
Maintenance and Repair Services - Office Equipment		1,752	
Maintenance and Repair Services - Vehicles		1,392	
Pest Control		720	
Postal Charges		296	
Rentals		7,800	
Travel		8,450	
Other Contracted Services		79,612	
Drugs and Medical Supplies		2,884	
Electricity		11,989	
Food Supplies		32,746	
Gasoline		2,494	
General Construction Materials		3,798	
Instructional Supplies and Materials		11,268	
Natural Gas		1,832	
Office Supplies		3,388	
Water and Sewer		1,471	
Other Supplies and Materials		92,768	
Building and Contents Insurance		2,249	
Vehicle and Equipment Insurance		5,250	
Workers' Compensation Insurance		9,659	
In Service/Staff Development		38,192	
Other Charges		23,682	
Data Processing Equipment		17,372	
Other Equipment		19,306	
Total Community Services			\$ 4,084,169

Early Childhood Education

Supervisor/Director	\$	14,967
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(Continued)



## Exhibit K-9

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

Other Education Special Revenue Fund (Cont.)Operation of Non-Instructional Services (Cont.)Early Childhood Education (Cont.)

Teachers	\$	262,451	
Medical Personnel		18,648	
Secretary(ies)		10,931	
Clerical Personnel		17,168	
Educational Assistants		125,161	
Social Security		26,264	
Pensions		40,028	
Life Insurance		847	
Medical Insurance		65,873	
Unemployment Compensation		92	
Employer Medicare		6,142	
Communication		754	
Maintenance and Repair Services - Office Equipment		834	
Postal Charges		110	
Other Contracted Services		3,783	
Drugs and Medical Supplies		32	
Food Supplies		48	
Instructional Supplies and Materials		2,435	
Natural Gas		2,814	
Office Supplies		997	
Other Supplies and Materials		4,820	
Building and Contents Insurance		40	
Workers' Compensation Insurance		2,200	
In Service/Staff Development		1,082	
Other Charges		8,215	
Total Early Childhood Education			\$ 616,736

Capital OutlayRegular Capital Outlay

Building Improvements	\$	18,686	
Total Regular Capital Outlay			18,686

Other Debt ServiceEducation

Debt Service Contribution to Primary Government	\$	125,611	
Total Education			<u>125,611</u>

Total Other Education Special Revenue Fund \$ 4,845,202

Education Capital Projects FundCapital OutlayRegular Capital Outlay

Trustee's Commission	\$	16,371	
Building Improvements		4,869,170	
Total Regular Capital Outlay			<u>\$ 4,885,541</u>

Total Education Capital Projects Fund 4,885,541

Total Governmental Funds - Anderson County School Department \$ 76,501,866

Exhibit K-10

Anderson County, Tennessee

Schedule of Detailed Receipts, Disbursements, and Changes in Cash Balances - City Agency Funds

For the Year Ended June 30, 2020

	Cities - Sales Tax Fund	City School ADA - Clinton Fund	City School ADA - Oak Ridge Fund	Total
<u>Cash Receipts</u>				
Current Property Taxes	\$ 0	\$ 2,108,246	\$ 9,421,915	\$ 11,530,161
Trustee's Collections - Prior Years	0	105,457	471,339	576,796
Trustee's Collections - Bankruptcy	0	711	3,183	3,894
Circuit/Clerk and Master Collections - Prior Years	0	35,979	160,375	196,354
Interest and Penalty	0	25,389	113,751	139,140
Local Option Sales Tax	17,280,977	1,586,682	6,288,090	25,155,749
Cities - Local Option Sales Tax	0	0	803,534	803,534
Marriage Licenses	0	354	1,581	1,935
Total Cash Receipts	<u>\$ 17,280,977</u>	<u>\$ 3,862,818</u>	<u>\$ 17,263,768</u>	<u>\$ 38,407,563</u>
<u>Cash Disbursements</u>				
Remittance of Revenues Collected	\$ 17,108,167	\$ 3,916,317	\$ 17,496,407	\$ 38,520,891
Trustee's Commission	172,810	67,519	313,050	553,379
Total Cash Disbursements	<u>\$ 17,280,977</u>	<u>\$ 3,983,836</u>	<u>\$ 17,809,457</u>	<u>\$ 39,074,270</u>
<u>Excess of Cash Receipts Over (Under)</u>				
Cash Disbursements	\$ 0	\$ (121,018)	\$ (545,689)	\$ (666,707)
Cash Balance, July 1, 2019	0	129,305	582,728	712,033
Cash Balance, June 30, 2020	<u>\$ 0</u>	<u>\$ 8,287</u>	<u>\$ 37,039</u>	<u>\$ 45,326</u>

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## STATISTICAL SECTION

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

	Tables	Pages
Financial Trends:		
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	1-5	284-289
Revenue Capacity:		
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	6-10	290-294
Debt Capacity:		
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	11-15	295-299
Demographic and Economic Information:		
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	16-17	300-301
Operating Information:		
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	18-20	302-304

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

Table 1

Anderson County, Tennessee  
Net Position by Component  
Last Ten Fiscal Years  
(accrual basis of accounting)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Governmental Activities:</b>										
Net Investment in Capital Assets	\$ 15,962,344	\$ 14,532,349	\$ 14,886,641	\$ 13,890,778	\$ 13,852,050	\$ 13,682,164	\$ 13,178,548	\$ 14,227,812	\$ 15,883,442	\$ 16,972,716
Restricted for:										
General Government	22,823	164,343	233,741	37,233	57,168	77,455	88,864	93,231	182,188	165,542
Finance	15,002	20,668	26,352	44,712	49,711	56,626	55,224	68,661	81,780	45,986
Administration of Justice	323,830	357,587	376,066	462,167	559,449	663,791	724,192	817,386	804,158	534,679
Public Safety	504,844	366,463	474,254	594,554	608,305	692,038	714,484	849,352	678,446	264,817
Public Health and Welfare	101,338	223,471	220,066	531,472	459,276	493,754	525,220	534,746	643,277	771,169
Social, Cultural, and Recreational Services	341,130	331,713	289,789	573,936	557,773	613,050	580,214	639,582	752,241	734,613
Other Operations	8,000	4,826	0	0	0	0	0	0	0	0
Highway/Public Works	1,286,623	1,496,633	1,939,581	2,605,860	2,466,945	3,678,033	3,677,601	3,721,912	4,154,276	4,023,065
Debt Service	2,861,253	2,661,622	2,338,760	2,555,580	2,700,050	2,839,152	3,001,213	3,044,885	1,305,439	1,482,116
Capital Projects	0	65,443	0	0	75,534	26,729	41,271	60,069	308,470	589,788
Pensions	0	0	0	0	0	0	0	1,414,834	3,179,973	3,413,650
Other Purposes	0	0	0	0	1,017,993	1,235,085	0	0	0	0
Unrestricted	(7,588,444)	(22,981,735)	(21,919,871)	(28,572,192)	(27,234,277)	(24,950,315)	(20,182,268)	(17,054,986)	(24,279,458)	(22,518,034)
Subtotal Governmental Activities Net Position	\$ 13,838,743	\$ (2,756,617)	\$ (1,134,621)	\$ (7,275,900)	\$ (4,830,023)	\$ (892,438)	\$ 2,404,563	\$ 8,417,484	\$ 3,694,232	\$ 6,480,107
<b>Business-type Activities: (1)</b>										
Net Investment in Capital Assets	\$ 0	\$ 0	\$ 0	\$ 0	\$ 916,480	\$ 687,200	\$ 511,757	\$ 0	\$ 0	\$ 0
Invested in Capital Assets	1,370,128	1,403,609	1,139,613	12,506,797	0	0	0	0	0	0
Other Purposes (2)	0	0	0	0	223,462	265,079	0	0	0	0
Unrestricted	1,173,406	1,155,461	1,119,672	194,526	225,838	(43,945)	47,853	0	0	0
Subtotal Business-type Activities Net Position	\$ 2,543,534	\$ 2,559,070	\$ 2,259,285	\$ 12,701,323	\$ 1,365,780	\$ 908,334	\$ 559,610	\$ 0	\$ 0	\$ 0
<b>Primary Government:</b>										
Net Investment in Capital Assets	\$ 15,962,344	\$ 14,532,349	\$ 14,886,641	\$ 13,890,778	\$ 14,768,530	\$ 14,369,364	\$ 13,690,305	\$ 14,227,812	\$ 15,883,442	\$ 16,972,716
Investment in Capital Assets	1,370,128	1,403,609	1,139,613	12,506,797	0	0	0	0	0	-
Restricted for:										
General Government	22,823	164,343	233,741	37,233	57,168	77,455	88,864	93,231	182,188	165,542
Finance	15,002	20,668	26,352	44,712	49,711	56,626	55,224	68,661	81,780	45,986
Administration of Justice	323,830	357,587	376,066	462,167	559,449	663,791	724,192	817,386	804,158	534,679
Public Safety	504,844	366,463	474,254	594,554	608,305	692,038	714,484	849,352	678,446	264,817
Public Health and Welfare	101,338	223,471	220,066	531,472	459,276	493,754	525,220	534,746	643,277	771,169
Social, Cultural, and Recreational Services	341,130	331,713	289,789	573,936	557,773	613,050	580,214	639,582	752,241	734,613
Other Operations	8,000	4,826	0	0	0	0	0	0	0	-
Highway/Public Works	1,286,623	1,496,633	1,939,581	2,605,860	2,466,945	3,678,033	3,677,601	3,721,912	4,154,276	4,023,065
Debt Service	2,861,253	2,661,622	2,338,760	2,555,580	2,700,050	2,839,152	3,001,213	3,044,885	1,305,439	1,482,116
Capital Projects	0	65,443	0	0	75,534	26,729	41,271	60,069	308,470	589,788
Pensions	0	0	0	0	0	0	0	1,414,834	3,179,973	3,413,650
Other Purposes	0	0	0	0	1,241,455	1,500,164	0	0	0	0
Unrestricted	(6,415,038)	(21,826,274)	(20,800,199)	(28,377,666)	(27,008,439)	(24,994,260)	(20,134,415)	(17,054,986)	(24,279,458)	(22,518,034)
Sub-Total Primary Government Net Position (3)	\$ 16,382,277	\$ (197,547)	\$ 1,124,664	\$ 5,425,423	\$ (3,464,243)	\$ 15,896	\$ 2,964,173	\$ 8,417,484	\$ 3,694,232	\$ 6,480,107

- (1) The Business-type Activity was the Anderson County Emergency Medical Services from July 1, 2011 through June 30, 2017. Subsequent to that date the activity has been classified as Governmental Activity.
- (2) The Other Purpose reflected in the Business-Type Activities is the result of Anderson County complying with the provisions of GASB Statement No. 67 - Financial Reporting for Pension Plans.
- (3) See Table 2 for changes in net position from year to year.

Table 2

Anderson County, Tennessee  
Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)

Expenses	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental Activities:										
General Government	\$ 3,685,858	\$ 3,548,769	\$ 3,716,551	\$ 4,811,254	\$ 4,525,344	\$ 4,722,322	\$ 5,525,125	\$ 4,800,543	\$ 5,014,298	\$ 6,517,909
Finance	2,791,197	2,710,791	2,719,335	2,668,619	2,708,370	2,833,421	2,957,033	2,957,049	2,902,433	3,032,878
Administration of Justice	2,912,864	3,122,189	3,336,291	3,034,235	2,856,117	3,045,914	2,866,798	2,957,763	2,864,820	3,136,954
Public Safety	11,594,279	11,914,342	12,297,181	12,567,081	12,363,564	13,040,212	13,275,663	13,070,328	14,171,665	15,282,062
Public Health and Welfare (1)	2,677,855	4,308,053	2,985,437	3,127,945	2,854,886	2,918,888	3,447,087	8,407,549	8,273,405	8,619,020
Social, Cultural, and Recreational Services	672,862	686,748	593,389	938,544	1,414,105	1,145,163	1,254,501	1,437,339	1,298,570	1,647,002
Agriculture and Natural Resources	279,392	286,919	191,813	209,714	209,378	228,116	246,231	247,912	238,149	227,895
Other Operations	1,211,879	1,577,100	1,428,085	0	0	0	0	0	0	0
Highways	3,405,748	3,974,540	4,271,823	3,000,386	3,189,101	2,464,000	4,032,399	4,463,812	4,237,204	4,971,682
Education	0	18,622,722	0	9,676,315	400,000	1,200,000	0	0	11,275,996	0
Interest on Long-term Debt	861,452	1,603,475	1,738,298	2,099,727	1,877,096	1,892,076	2,006,374	1,858,282	1,894,192	2,339,783
Other Debt Service	244,402	261,308	158,803	0	0	0	0	0	0	0
Total Governmental Activities Expenses	\$ 30,337,788	\$ 52,616,956	\$ 33,437,006	\$ 42,133,820	\$ 32,397,961	\$ 33,490,112	\$ 35,611,211	\$ 40,200,577	\$ 52,170,732	\$ 45,775,185
Business-type Activities										
Ambulance Service (1)	\$ 5,189,348	\$ 5,523,704	\$ 5,629,430	\$ 5,565,910	\$ 5,477,030	\$ 5,542,626	\$ 5,577,294	\$ 0	\$ 0	\$ 0
Total Business-type Activities Expenses	\$ 5,189,348	\$ 5,523,704	\$ 5,629,430	\$ 5,565,910	\$ 5,477,030	\$ 5,542,626	\$ 5,577,294	\$ 0	\$ 0	\$ 0
Total Primary Government Expenses	\$ 35,527,136	\$ 58,140,660	\$ 39,066,436	\$ 47,699,730	\$ 37,874,991	\$ 39,032,738	\$ 41,188,505	\$ 40,200,577	\$ 52,170,732	\$ 45,775,185
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	\$ 866,276	\$ 944,164	\$ 1,113,133	\$ 922,960	\$ 902,897	\$ 947,657	\$ 992,532	\$ 1,019,812	\$ 957,355	\$ 884,818
Finance	2,092,261	2,170,181	2,135,245	2,263,272	2,267,332	2,397,467	2,438,941	2,460,709	2,542,354	2,641,656
Administration of Justice	1,837,826	2,257,404	2,333,626	2,152,068	1,848,028	1,833,834	1,751,231	1,532,869	1,394,386	1,690,992
Public Safety	159,292	1,018,448	1,386,581	1,632,200	1,898,609	1,795,679	1,513,344	2,306,962	2,718,093	2,344,701
Public Health and Welfare (1)	662,670	622,962	617,232	687,545	702,688	778,187	782,134	6,543,431	6,201,036	5,703,033
Social, Cultural, and Recreational Services	78,901	90,886	143,668	269,892	281,406	296,552	315,728	338,362	437,252	630,961
Other Operations	661	434	0	0	0	0	0	0	0	0
Highways	602,453	868,539	383,810	363,280	273,039	165,728	152,463	202,810	183,089	127,825
Operating Grants and Contributions	4,137,178	3,603,825	3,644,441	3,076,558	3,450,460	3,099,104	3,163,801	3,706,388	4,579,383	4,194,719
Capital Grants and Contributions	880,110	1,426,256	817,300	786,509	293,852	717,325	1,882,756	889,035	747,673	535,788
Total Governmental Activities Program Revenues	\$ 11,317,628	\$ 13,003,099	\$ 12,575,036	\$ 12,154,284	\$ 11,918,311	\$ 12,031,533	\$ 12,992,930	\$ 19,000,378	\$ 19,760,621	\$ 18,754,493
Business-type Activities:										
Charges for Services:										
Ambulance Service (1)	\$ 4,805,793	\$ 5,536,443	\$ 5,329,645	\$ 4,691,709	\$ 5,033,696	\$ 4,912,868	\$ 5,243,281	\$ 0	\$ 0	\$ 0
Total Business-type Activities Program Revenues	\$ 4,805,793	\$ 5,536,443	\$ 5,329,645	\$ 4,691,709	\$ 5,033,696	\$ 4,912,868	\$ 5,243,281	\$ 0	\$ 0	\$ 0
Total Primary Government Program Revenues	\$ 16,123,421	\$ 18,539,542	\$ 17,904,681	\$ 16,845,993	\$ 16,952,007	\$ 16,944,401	\$ 18,236,211	\$ 19,000,378	\$ 19,760,621	\$ 18,754,493

(Continued)

Table 2

Anderson County, Tennessee  
Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting) (cont.)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Net (Expense)/Revenue										
Governmental Activities	\$ (19,020,160)	\$ (39,613,857)	\$ (20,861,970)	\$ (29,979,536)	\$ (20,479,650)	\$ (21,458,579)	\$ (22,618,281)	\$ (21,200,199)	\$ (32,410,111)	\$ (27,020,692)
Business-type Activities	(383,555)	12,739	(299,785)	(874,201)	(443,334)	(629,758)	(334,013)	0	0	0
Total Primary Government Net Expense	\$ (19,403,715)	\$ (39,601,118)	\$ (21,161,755)	\$ (30,853,737)	\$ (20,922,984)	\$ (22,088,337)	\$ (22,952,294)	\$ (21,200,199)	\$ (32,410,111)	\$ (27,020,692)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes:										
Property Taxes	\$ 14,156,678	\$ 16,408,402	\$ 16,530,753	\$ 16,803,070	\$ 16,720,379	\$ 17,603,970	\$ 17,784,072	\$ 18,045,188	\$ 18,320,087	\$ 19,595,151
Sales Taxes	910,270	673,151	806,190	772,057	841,454	974,149	954,828	1,249,588	1,428,550	2,452,197
(2) Other Taxes	2,069,023	2,402,726	1,927,167	2,185,010	2,053,486	1,924,562	2,119,326	2,132,983	2,267,363	2,333,663
Grants and Contributions not Restricted to Specific Programs	3,429,501	3,625,716	4,067,113	4,027,520	4,870,251	5,013,622	4,934,772	5,413,716	5,526,788	5,191,858
Unrestricted Investment Income	37,857	67,991	62,758	25,187	28,659	25,252	33,688	79,209	120,759	174,606
Miscellaneous	67,889	40,182	54,387	25,413	44,590	26,921	71,469	35,196	23,312	59,092
Transfers	0	(1,812)	0	0	(628,381)	(172,312)	17,127	559,610	0	0
Total Governmental Activities	\$ 20,671,218	\$ 23,216,356	\$ 23,448,368	\$ 23,838,257	\$ 23,930,438	\$ 25,396,164	\$ 25,915,282	\$ 27,515,490	\$ 27,686,859	\$ 29,806,567
Business-type Activities:										
Gain on Disposal of Property	\$ 0	\$ 0	\$ 0	\$ 16,239	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Miscellaneous	2,100	985	0	0	0	0	2416	0	0	0
Transfers	0	1,812	0	0	628,381	172,312	(17,127)	(559,610)	0	0
Total Business-type Activities	\$ 2,100	\$ 2,797	\$ 0	\$ 16,239	\$ 628,381	\$ 172,312	\$ (14,711)	\$ (559,610)	\$ 0	\$ 0
Total Primary Government	\$ 20,673,318	\$ 23,219,153	\$ 23,448,368	\$ 23,854,496	\$ 24,558,819	\$ 25,568,476	\$ 25,900,571	\$ 26,955,880	\$ 27,686,859	\$ 29,806,567
Change in Net Position										
Governmental Activities	\$ 1,651,058	\$ (16,397,501)	\$ 2,586,398	\$ (6,141,279)	\$ 3,450,788	\$ 3,937,585	\$ 3,297,001	\$ 6,315,291	\$ (4,723,252)	\$ 2,785,875
Business-type Activities	(381,455)	15,536	(299,785)	(857,962)	185,047	(457,446)	(348,724)	(559,610)	0	0
Total Primary Government (2) (3) (4)	\$ 1,269,603	\$ (16,381,965)	\$ 2,286,613	\$ (6,999,241)	\$ 3,635,835	\$ 3,480,139	\$ 2,948,277	\$ 5,755,681	\$ (4,723,252)	\$ 2,785,875

- (1) The Business-type Activity is Anderson County Emergency Medical Services. Subsequent to 2017 has been reflected as special revenue fund (Governmental Activities - Public Health and Welfare Expenditure Function).
- (2) See Table 3 for details of the amounts reflect per year.
- (3) In fiscal year ending 2012, the negative Change in Net Position is primarily due to the issuance of \$14,750,000 in bonds issued by the primary government and contributed the net proceeds to Anderson County School Department which is reflected as a Discretely Presented Component Unit.
- (4) In fiscal year ending 2014, the negative Change in Net Position is primarily due to the issuance of \$9,810,215 in debt (Other Loans) issued by the primary government and contributed the net proceeds to the Anderson County School Department which is reflected as a Discretely Presented Component Unit.
- (5) In fiscal year ending 2019, the negative Change in Net Position is primarily due to the issuance of \$10,900,000 in debt (Bonds) issued by the primary government and contributed the proceeds to the Anderson County School Department which is reflected as a Discretely Presented Component Unit.

Table 3

Anderson County, Tennessee  
Governmental Activities Tax Revenues by Source  
Last Ten Fiscal Years  
(accrual basis of accounting)

Fiscal Year	Other Taxes											Total
	Property Tax (1)	Local Option Sales Tax	Hotel Motel Tax	Local Litigation Tax	Business Tax	Wholesale Beer Tax	Interstate Telecommuni- cations Tax	Mineral and Coal Gas & Oil Severance Taxes	Other Local Taxes	Total Other Taxes		
2011	\$ 14,156,678	\$ 910,270	\$ 324,673	\$ 356,430	\$ 1,120,438	\$ -	\$ 3,746	\$ 257,521	\$ 6,215	\$ 2,069,023	\$ 17,135,971	
2012	16,408,402	673,151	267,425	329,676	1,314,279	165,027 (2)	2,061	322,140	2,118	2,402,726	19,484,279	
2013	16,530,753	806,190	275,561	304,544	996,687	143,170	2,848	201,211	3,146	1,927,167	19,264,110	
2014	16,803,070	772,057	310,285	299,742	1,176,518	141,643	5,620	248,785	2,417	2,185,010	19,760,137	
2015	16,720,379	841,454	340,344	324,034	1,011,454	140,146	3,698	231,280	2,530	2,053,486	19,615,319	
2016	17,603,970	974,149	354,431	322,021	932,049	153,951	- (3)	147,222	14,888	1,924,562	20,502,681	
2017	17,784,072	954,828	364,465	366,881	1,024,707	152,116	-	169,362	41,795	2,119,326	20,858,226	
2018	18,045,188	1,249,588	384,964	318,670	1,070,057	155,969	-	192,299	11,024	2,132,983	21,427,759	
2019	18,320,087	1,428,550	395,870	364,060	1,137,029	171,673	-	185,268	13,463	2,267,363	22,016,000	
2020	19,595,151	2,452,197	343,880	355,346	1,263,670	182,987	-	172,724	15,056	2,333,663	24,381,011	

(1) Includes current year, prior year, interest and penalty, and in-lieu-of property taxes.

(2) Wholesale Beer Tax was reallocated to the primary government starting fiscal year 2012.

(3) Interstate Telecommunications Tax were reallocated to the Discretely Presented Component Unit - Anderson County School Department starting in fiscal year 2016.

Table 4

Anderson County, Tennessee  
Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

	2011 (4)	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>General Fund:</b>										
Nonspendable (1) (5)	\$ 560,530	\$ 405,685	\$ 274,773	\$ 154,483	\$ 1,126,488	\$ 960,146	\$ 1,808,392	\$ 1,040,858	\$ 12,500	\$ 11,250
Restricted (1)	608,426	1,276,846	1,033,728	1,219,876	1,167,992	1,375,295	1,411,627	1,535,977	1,792,009	1,161,525
Committed (1)	1,289,938	1,543,171	1,421,797	1,810,878	1,992,850	2,936,535	2,588,346	2,952,229	2,153,917	2,439,363
Assigned (1)	1,800	9,250	515,449	389,914	777,967	702,220	385,052	880,480	529,244	42,692
Unassigned(2)	1,388,910	2,500,862	2,895,154	4,283,011	4,152,389	4,511,788	3,791,841	5,625,259	7,508,363	8,923,493
<b>Total General Fund</b>	<b>\$ 3,849,604</b>	<b>\$ 5,735,814</b>	<b>\$ 6,140,901</b>	<b>\$ 7,858,162</b>	<b>\$ 9,217,686</b>	<b>\$ 10,485,984</b>	<b>\$ 9,985,258</b>	<b>\$ 12,034,803</b>	<b>\$ 11,996,033</b>	<b>\$ 12,578,323</b>
<b>All Other Governmental Funds:</b>										
Nonspendable (1)										
Special Revenue Funds	\$ 57,433	\$ 57,910	\$ 45,565	\$ 46,663	\$ 41,366	\$ 24,295	\$ 32,389	\$ 47,973	\$ 35,560	\$ 23,028
Debt Service Funds	0	0	7,020	7,020	7,020	102,630	198,150	6,272	0	0
Restricted (1)										
Special Revenue Funds	1,574,076	1,798,331	2,390,140	3,554,605	3,351,031	4,684,213	5,214,792	4,981,798	5,338,474	5,228,285
Debt Service Funds	12,623,723	4,810,991	4,605,200	4,804,733	4,513,262	4,442,662	4,528,560	4,320,709	2,463,406	2,192,016
Capital Projects Funds	0	11,423,181	5,155,535	489,112	490,834	571,724	393,328	188,429	120,339	4,296,785
Committed (1)										
Special Revenue Funds	497,673	819,227	558,071	497,182	497,741	497,741	499,004	89,306	642,137	809,821
Debt Service Funds	47,657	112,511	166,973	212,632	277,246	329,496	380,700	425,889	466,323	571,241
Capital Projects Funds	25,427	0	0	0	0	0	0	0	355,001	823,065
Reserved										
Unreserved, Reported in:										
Special Revenue Funds	0	0	0	0	0	0	0	(612,529)	0	0
Debt Service Funds	0	0	0	0	0	0	0	0	0	0
Capital Projects Funds	0	0	0	0	0	0	0	0	0	0
<b>Total Other Governmental Funds</b>	<b>\$ 14,825,989</b>	<b>\$ 19,022,151</b>	<b>\$ 12,928,504</b>	<b>\$ 9,611,947</b>	<b>\$ 9,178,500</b>	<b>\$ 10,652,761</b>	<b>\$ 11,246,923</b>	<b>\$ 9,447,847</b>	<b>\$ 9,421,240</b>	<b>\$ 13,944,241</b>
<b>Total Governmental Funds (3)</b>	<b>\$ 18,675,593</b>	<b>\$ 24,757,965</b>	<b>\$ 19,069,405</b>	<b>\$ 17,470,109</b>	<b>\$ 18,396,186</b>	<b>\$ 21,138,745</b>	<b>\$ 21,232,181</b>	<b>\$ 21,482,650</b>	<b>\$ 21,417,273</b>	<b>\$ 26,522,564</b>

(1) See Exhibit C-1 for details of fund balances.

(2) Prior to fiscal year 2011, Unassigned was defined as Unreserved.

(3) See Table 5 for Net Change in Fund Balances from year to year.

(4) In fiscal year ending 2011, GASB Statement No. 54 - Fund Balance Reporting was implemented.

(5) Fiscal years 2015-2018 included various amounts for a long term receivable from the Ambulance Service Fund.

During 2019, Anderson County Commission passed a resolution forgiving the June 30,2018 balance of \$1,026,787.



Table 5

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Revenues:</b>										
Local Taxes	\$ 19,492,053	\$ 21,646,045	\$ 21,680,172	\$ 22,425,886	\$ 22,711,166	\$ 23,279,676	\$ 23,566,449	\$ 24,405,901	\$ 24,865,041	\$ 27,721,005
Licenses and Permits	298,821	362,401	284,283	443,118	398,036	304,082	352,987	334,894	506,165	402,944
Fines, Forfeitures, and Penalties	567,429	575,999	764,021	573,211	436,889	460,034	506,087	486,976	395,878	441,905
Charges for Current Services	849,905	833,953	792,791	997,164	977,045	1,130,186	1,112,020	6,196,798	6,136,255	6,197,730
Other Local Revenues	1,215,914	1,840,992	1,237,769	1,269,758	896,288	771,711	768,928	819,293	1,096,468	1,060,494
Fees Received from County Officials	3,667,789	4,156,362	4,046,489	4,059,132	3,919,202	3,979,478	3,935,125	3,779,542	3,826,199	4,246,093
State of Tennessee	4,417,699	3,903,351	4,923,306	4,574,843	5,045,929	5,153,509	5,000,725	6,938,862	7,202,488	5,932,772
Federal Government	451,533	1,850,041	834,212	980,468	597,890	708,870	947,632	1,170,857	927,299	1,355,116
Other Governments and Citizens Groups	530,604	1,091,979	1,490,362	1,167,135	1,705,985	1,782,793	1,941,128	1,973,217	1,932,380	1,941,800
Total Revenues	\$ 31,491,747	\$ 36,261,123	\$ 36,053,405	\$ 36,490,715	\$ 36,688,430	\$ 37,570,339	\$ 38,131,081	\$ 46,106,340	\$ 46,888,173	\$ 49,299,859
<b>Expenditures:</b>										
General Government	\$ 4,072,604	\$ 3,179,117	\$ 3,515,206	\$ 3,362,978	\$ 3,856,931	\$ 3,482,482	\$ 3,878,980	\$ 3,834,111	\$ 4,231,852	\$ 3,868,893
Finance	2,755,700	2,679,473	2,720,118	2,710,236	2,752,456	2,909,850	3,044,210	3,044,031	3,109,310	3,160,674
Administration of Justice	2,913,006	3,135,634	3,380,293	3,027,074	2,888,972	3,090,897	2,944,956	3,006,180	3,106,520	3,267,576
Public Safety	11,328,197	11,643,265	11,906,184	12,043,745	12,135,006	12,257,379	13,067,528	12,821,855	14,642,331	14,721,730
Public Health and Welfare	2,494,491	2,523,813	2,615,637	2,628,607	2,731,600	2,713,778	2,702,997	8,587,567	8,231,335	9,091,892
Social, Cultural, and Recreational Services	694,235	673,710	966,599	579,672	655,898	644,560	680,210	736,004	932,978	1,025,452
Agricultural and Natural Resources	275,149	283,632	194,312	210,497	209,216	231,371	243,121	248,764	243,505	228,504
Other Operations	1,293,053	1,597,043	1,411,235	1,336,855	1,152,466	1,230,479	1,838,190	1,247,261	1,254,930	1,473,512
Highways	3,378,288	3,556,381	3,833,371	2,841,991	3,432,702	2,664,137	4,453,512	4,431,339	4,256,579	4,572,666
Debt Service:										
Principal on Debt	1,081,000	2,502,553	2,894,015	2,291,914	3,147,167	2,976,386	3,368,560	3,689,418	3,639,551	3,490,495
Interest on Debt	880,081	1,482,214	1,822,681	1,695,882	1,985,781	1,847,162	1,804,155	1,672,002	1,804,381	2,102,532
Other Debt Service	389,779	635,401	74,321	180,407	88,571	92,411	251,212	268,041	248,639	516,762
Capital Projects	1,191,527	22,062,520	6,395,314	14,806,461	829,709	1,452,077	924,294	1,773,567	12,957,016	5,678,828
Total Expenditures	\$ 32,747,110	\$ 55,954,756	\$ 41,729,286	\$ 47,716,319	\$ 35,866,475	\$ 35,592,969	\$ 39,201,925	\$ 45,360,140	\$ 58,658,927	\$ 53,199,516
Excess of Revenues Over (Under) Expenditures	\$ (1,255,363)	\$ (19,693,633)	\$ (5,675,881)	\$ (11,225,604)	\$ 821,955	\$ 1,977,370	\$ (1,070,844)	\$ 746,200	\$ (11,770,754)	\$ (3,899,657)
<b>Other Financing Sources (Uses):</b>										
Bonds Issued	\$ 0	\$ 24,750,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 10,900,000	\$ 7,180,000
Notes Issued	0	644,574	0	0	400,000	1,200,000	1,400,000	0	0	0
Capital Leases Issued	0	0	0	0	501,365	0	0	0	0	0
Refunding Debt Issued	19,055,000	0	0	3,100,000	0	0	8,030,000	11,080,000	0	13,920,000
Other Loans Issued	0	0	0	9,810,215	0	0	0	0	0	0
Premiums on Bonds Sold	359,660	578,835	0	74,022	0	0	3,157	1,359,374	568,061	3,632,107
Proceeds from Sale of Capital Assets	11,220	1,100	7,307	2,993	1,650	9,705	29,743	10,554	4,699	485,688
Insurance Recovery	2,648	1,496	8,135	10,289	19,300	19,389	13,919	164,752	126,789	141,759
Transfers In	467,150	16,107	922,068	676,667	216,100	49,100	269,691	0	1,464,989	2,986,353
Transfers Out	(467,150)	(216,107)	(926,444)	(936,807)	(1,034,293)	(513,005)	(690,141)	(840,494)	(1,359,161)	(2,706,353)
Redemption of Refunded Debt	(19,068,309)	0	0	(3,111,071)	0	0	(7,892,089)	(12,269,917)	0	(16,634,606)
Total Other Financing Sources (Uses)	\$ 360,219	\$ 25,776,005	\$ 11,066	\$ 9,626,308	\$ 104,122	\$ 765,189	\$ 1,164,280	\$ (495,731)	\$ 11,705,377	\$ 9,004,948
Net Change in Fund Balances	\$ (895,144)	\$ 6,082,372	\$ (5,664,815)	\$ (1,599,296)	\$ 926,077	\$ 2,742,559	\$ 93,436	\$ 250,469	\$ (65,377)	\$ 5,105,291
Debt Service as a Percentage of Noncapital Expenditures										
Principal on Debt	\$ 1,081,000	\$ 2,502,553	\$ 2,894,015	\$ 2,291,914	\$ 3,147,167	\$ 2,976,386	\$ 3,368,560	\$ 3,689,418	\$ 3,639,551	\$ 3,490,495
Interest on Debt	880,081	1,482,214	1,822,681	1,695,882	1,985,781	1,847,162	1,804,155	1,672,002	1,804,381	2,102,532
Total Debt Service Expenditures	\$ 1,961,081	\$ 3,984,767	\$ 4,716,696	\$ 3,987,796	\$ 5,132,948	\$ 4,823,548	\$ 5,172,715	\$ 5,361,420	\$ 5,443,932	\$ 5,593,027
Total Expenditures	\$ 32,747,110	\$ 55,954,756	\$ 41,729,286	\$ 47,716,319	\$ 35,866,475	\$ 35,592,969	\$ 39,201,925	\$ 45,360,140	\$ 58,658,927	\$ 53,199,516
Less Contributions of Debt Proceeds to Anderson County School Department	-	(10,729,722.00)	-	(9,676,315.00)	(400,000.00)	-	-	-	(11,275,996)	-
Less Expenditures that Result in Increase of Capital Assets	(2,736,613)	(3,593,293)	(6,973,288)	(5,029,050)	(2,012,647)	(748,758)	(1,275,934)	(2,554,212)	(2,488,889)	(6,497,963)
Total Adjusted Expenditures	\$ 30,010,497	\$ 41,631,741	\$ 34,755,998	\$ 33,010,954	\$ 33,453,828	\$ 34,844,211	\$ 37,925,991	\$ 42,805,928	\$ 44,894,042	\$ 46,701,553
Debt Service as a Percentage of Noncapital Expenditures	6.5%	9.6%	13.6%	12.1%	15.3%	13.8%	13.6%	12.5%	12.1%	12.0%

Table 6

Anderson County, Tennessee  
General Governmental Tax Revenues by Source  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

<u>Fiscal Year</u>		<u>Property Tax</u>		<u>Local Option Sales Tax</u>		<u>Interstate Communi- cations Tax</u>		<u>Hotel Motel Tax</u>		<u>Local Litigation Tax</u>		<u>Business Tax</u>		<u>Mineral Severance Taxes</u>		<u>Coal Severance Taxes</u>		<u>Wholesale Beer Tax</u>		<u>Bank Excise Tax</u>		<u>Other Local Tax</u>		<u>Total</u>
2011	\$	14,202,539	\$	928,122	\$	3,746	\$	325,250	\$	356,430	\$	1,120,438	\$	149,196	\$	112,071	\$	-	\$	15,877	\$	1,722	\$	17,215,391
2012		16,225,512		655,449		2,061		267,425		329,676		1,314,279		117,727		95,216		165,027	(1)	15,233		2,123		19,189,728
2013		16,564,768		819,924		2,848		275,561		304,544		996,687		104,421		15,572	(2)	143,170		25,576		2,284		19,255,355
2014		16,732,170		771,814		5,620		310,285		299,742		1,176,518		118,949		-		141,643		50,031		1,838		19,608,610
2015		17,103,773		840,009		3,698		340,344		324,034		1,011,454		101,273		171		140,146		30,069		1,700		19,896,671
2016		17,419,382		972,826		3,401		354,431		322,021		932,049		93,556		-		153,951		52,191		10,939		20,314,747
2017		17,747,348		953,129		3,266		364,465		366,881		1,024,707		114,214		1,482		152,116		50,777		38,437		20,816,822
2018		17,994,943		1,208,047		9 (3)		384,964		318,670		1,070,057		163,675		125		155,969		60,240		9,713		21,366,412
2019		18,002,531		1,423,227		-		395,870		364,060		1,137,029		122,657		200		171,673		92,286		9,504		21,719,037
2020		19,975,558		2,376,630		-		343,880		355,346		1,263,670		139,861		15		182,987		193,595		9,680		24,841,222

(1) Wholesale Beer Tax has been allocated to the primary government starting fiscal year 2012.

(2) Errors had been made in the past as a mining company had its office and entrance to the mine in Anderson County. This resulted in the severance tax being remitted to Anderson County by State of Tennessee. However, some of the actual mining operations were in another county. Anderson County has remitted the overpayments to that county.

(3) Starting in Fiscal Year 2018 Interstate Communications Tax has been allocated to the Anderson County School Department which is presented as a Discretely Presented Component Unit.

Table 7

Anderson County, Tennessee  
Appraised and Assessed Value of Taxable Property (1)  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Tax Year	Real Property		Personal Property		Public Utility Property		Total		Total Direct Tax Rate	Ratio of Total Assessed to Total Appraised Value
		Appraised Value	Assessed Value	Appraised Value	Assessed Value	Appraised Value	Assessed Value	Appraised Value	Assessed Value		
2011	2010 (2)	\$ 5,072,033,400	\$ 1,438,571,130	\$ 420,909,761	\$ 126,273,011	\$ 73,253,416	\$ 40,289,379	\$ 5,566,196,577	\$ 1,605,133,520	\$ 2.3700	28.84%
2012	2011	5,103,304,200	1,447,259,535	405,505,830	121,651,846	72,162,942	39,689,618	5,580,972,972	1,608,600,999	2.5320	28.82%
2013	2012	5,112,843,800	1,449,714,920	430,114,371	129,034,404	79,795,604	43,887,582	5,622,753,775	1,622,636,906	2.5320	28.86%
2014	2013	5,158,438,800	1,466,353,110	467,797,674	140,339,403	74,311,255	40,871,190	5,700,547,729	1,647,563,703	2.5290	28.90%
2015	2014	5,163,144,200	1,468,938,710	451,860,673	135,558,295	79,575,664	43,766,615	5,694,580,537	1,648,263,620	2.5290	28.94%
2016	2015 (2)	4,983,179,900	1,432,911,060	523,996,186	157,198,953	83,780,171	46,079,094	5,590,956,257	1,636,189,107	2.7903	29.26%
2017	2016	5,033,026,000	1,447,855,685	565,160,540	161,601,506	83,899,584	46,144,771	5,682,086,124	1,655,601,962	2.7903	29.14%
2018	2017	5,083,535,000	1,462,664,725	609,152,390	174,726,476	72,272,218	39,749,720	5,764,959,608	1,677,140,921	2.7903	29.09%
2019	2018	5,085,896,000	1,638,277,474	608,890,153	174,652,889	71,503,836	39,327,110	5,766,289,989	1,852,257,473	2.7903	32.12%
2020	2019	5,883,757,907	1,679,670,564	727,543,307	194,730,039	69,487,060	38,217,883	6,680,788,274	1,912,618,486	2.8903	28.63%

(1) Anderson County Property Assessor establishes the Appraised Value for Real and Personal Property Taxes for each tax year.

State statutes provides the following % rates to be utilized in the calculation of Assessed Values:

Real Property: Residential and Farm at 25 percent of value.  
Commercial and Industrial at 40 percent of value.

Personal Property 30 percent of value.

Public Utility Property are appraised by The State Of Tennessee and the following rates are utilized in the calculation of assessed values:

Railroads at 40 percent of value

Other Public Utilities at 55 percent of value.

(2) For these in fiscal year 2010 and 2015, county-wide reappraisals of real property were conducted by the State of Tennessee, Division of Property Assessments. as required by controlling statutes.

Although not reflected on this table the State of Tennessee has completed the review of real and personal property values to be utilized in fiscal year 2021

(Tax Year 2020). Commission has adopted a direct Tax rate of \$2.6289.

Table 8

Anderson County, Tennessee  
Property Tax Rates - Direct and Overlapping Governments (1)  
Last Ten Fiscal Years

		County Direct Rates														Overlapping Rates					
Fiscal Year	Tax Year	General Fund	Library Fund	Ambulance Fund	Solid Waste Fund	Highway Dept. Fund	General Debt Service Fund	Rural Debt Service	Education Debt Service	Capital Projects Fund	General Purpose School Fund	Educational Projects Fund	Total Direct Tax Rate	Total Direct Inside Clinton	Total Direct Inside Oak Ridge	Total Direct Remainder of Anderson County	(2) City of Clinton	(2) City of Oak Ridge	(2) City of Norris	(2) City of Rocky Top	(2) Town of Oliver Springs
2011	2010	\$ 0.7163	\$ 0.0262	\$ 0.0000	\$ 0.0000	\$ 0.0275	\$ 0.0500	\$ 0.0100	\$ 0.1000	\$ 0.0000	\$ 1.4400	\$ 0.0000	\$ 2.3700	\$ 2.3600	\$ 2.2600	\$ 2.3700	\$ 0.7600	\$ 2.3900	\$ 1.5500	\$ 1.6000	\$ 1.0200
2012	2011	0.7563	0.0262	0.0000	0.0000	0.0275	0.1000	0.0290	0.1530	0.0000	1.4400	0.0000	2.5320	2.5030	2.3500	2.5320	0.7600	2.3900	1.5500	1.6000	1.0200
2013	(3) 2012	0.6944	0.0262	0.0000	0.0619	0.0275	0.1000	0.0290	0.1530	0.0000	1.4400	0.0000	2.5320	2.5030	2.3500	2.5320	0.7600	2.3900	1.5500	1.6000	1.0200
2014	2013	0.6914	0.0262	0.0000	0.0619	0.0275	0.1000	0.0290	0.1530	0.0000	1.4400	0.0000	2.5290	2.5000	2.3470	2.5290	0.7600	2.3900	1.5500	1.6000	1.0200
2015	(4) 2014	0.6900	0.0262	0.0000	0.0619	0.0275	0.1000	0.0290	0.1530	0.0014	1.4400	0.0000	2.5290	2.5000	2.3470	2.5290	0.7600	2.3900	1.5500	1.6000	1.0200
2016	2015	0.7373	0.0282	0.0000	0.0658	0.0448	0.1063	0.0314	0.1644	0.0016	1.6105	0.0000	2.7903	2.7589	2.5945	2.7903	0.9400	2.5200	1.6709	2.0000	1.3200
2017	2016	0.7247	0.0282	0.0000	0.0658	0.0291	0.1063	0.0314	0.1644	0.0019	1.6105	0.0280	2.7903	2.7589	2.5945	2.7903	0.9400	2.5200	1.6709	2.0000	1.3200
2018	2017	0.7527	0.0282	0.0000	0.0658	0.0291	0.1063	0.0314	0.1644	0.0019	1.6105	0.0000	2.7903	2.7589	2.5945	2.7903	0.9400	2.5200	1.6709	2.0000	1.3200
2019	(5) 2018	0.7520	0.0283	0.0174	0.0669	0.0317	0.0000	0.0314	0.1644	0.0877	1.6105	0.0000	2.7903	2.7589	2.5945	2.7903	0.9400	2.5400	1.6709	2.0000	1.3210
2020	2019	0.7827	0.0282	0.0150	0.0667	0.0291	0.1054	0.0314	0.1644	0.0069	1.6105	0.0500	2.8903	2.8589	2.6945	2.8903	0.9400	2.5600	1.7800	2.0000	1.3200

- (1) Tax rates are in dollars per \$100 of assessed value.
- (2) City residents pay county taxes in addition to city taxes.
- (3) The Operations of the Solid Waste/Sanitation Function was removed from the activity of the General Fund and reflected in a separate fund with its own tax rate in Fiscal year 2013 in order to comply with GASB No. 54.
- (4) The Capital Project Fund was added to the property tax distribution in 2015 to help fund Capital Projects.
- (5) County Commission had strived to maintain a consistent Total Direct Tax Rate of \$2.7903. However County Commission utilized the 2017 tax rate of \$.1063 allocated to the General Debt Service Fund to provide additional funding for other funds including the Ambulance Service, Highway, and the Capital Projects Funds.
- (5) After several years with the same total direct tax rate of \$2.7903, County Commission determined that it was necessary to raise the total direct tax rate by \$.10 to \$2.8903

Although not reflect on the above table Commission at its July 20, 2020 meeting adopted a total direct tax rate for 2020 tax year of \$2.6289 which is a decrease of \$.2614. This decrease in the tax rate was the result of the total funds activities generating an increase in fund balances of \$5,105,383. (see Table 5)

Table 9

Anderson County, Tennessee  
Principal Property Taxpayers (1)  
Current Fiscal Year and Nine Years Ago

Taxpayer	2020			2011		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value (2)	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value (3)
Aisin Automotive	\$ 42,096,657	1	2.20%	\$ 36,357,941	2	2.27%
Oak Ridge Project, LLC				37,778,018	1	2.35%
C/O LawlerWood Y-12 (4)	35,934,720	2	1.88%			
SL Corp/SAMLIP (5)	35,344,340	3	1.85%			
Magna International	20,720,430	4	1.08%	15,604,299	3	0.97%
Summit Properties/Hollingsworth	15,087,233	5	0.79%	13,806,199	4	0.86%
General Motors LLC (6)	14,971,135	6	0.78%			
TN Oak Ridge Rutgers, LLC (7)	11,378,080	7	0.59%			
Methodist Medical Center	10,895,320	8	0.57%	7,556,040	10	0.47%
R&R Properties/Richard Chinn	10,010,755	9	0.52%	12,686,507	5	0.79%
CTP Transportation/The Carlstar Group (8)	9,768,275	10	0.51%			0.00%
USEC Inc. (9)	-			10,800,546	6	0.67%
Wal Mart (10)	-			9,617,659	7	0.60%
Food Lion (11)	-			9,480,908	8	0.59%
Bell South (12)	-			9,403,200	9	0.59%
Totals (5)	<u>\$ 128,175,568</u>		<u>6.70%</u>	<u>\$ 88,955,358</u>		<u>5.54%</u>

(1) Taken from the records of the Anderson County Trustee's Office.

(2) Total taxable value including real, personal, and public utility property for tax year 2019 (fiscal year 2020)  
is \$1,912,618,486

(3) Total taxable value including real, personal, and public utility property for tax year 2010 (fiscal year 2011)  
is \$ 1,605,133,520

(4) Item identified as Oak Ridge Project, LLC C/O Lawler Wood Y-12 for 2020 had previously been referred to as just Oak Ridge Project, LLC.

(5) SL Corp/SAMLIP first appeared in the top ten during the 2013 year.

(6) General Motors LLC first appeared in the top ten during the 2016 year.

(7) TN Oak Ridge Rutgers, LLC first appeared in the top ten during the 2019 year.

(8) CTP Transportation/The Carlstar Group (also previously identified as Carlisle Tire, Inc) first appear in the top ten during the 2012 year.

(9) USEC was removed from tax roll effective for 2016 and started paying in-lieu of tax payments.

(10) Wal Mart was last included in the top ten for the 2018 year.

(11) Food Lion closed and was not included in taxable assessed value beyond tax year 2016.

(12) Bell South was last included in the top ten for the 2017 year.

Table 10

Anderson County, Tennessee  
Property Tax Levies and Collections  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Tax Year	Total Tax Levy for Fiscal Year (1)	Collected within the Fiscal Year of the Levy		Activity in Subsequent Years (2)	Total Collections to Date		Uncollected Taxes to Date	
			Amount (1)	Percentage of Levy		Amount	Percentage of Levy	Amount	Percentage of Levy
2011	2010	\$ 36,336,767	\$ 35,100,300	96.60%	\$ 1,224,370	\$ 36,324,670	99.97%	\$ 12,097	0.03%
2012	2011	39,418,410 (3)	36,853,130	93.49%	2,548,446	39,401,576	99.96%	16,834	0.04%
2013	2012	39,767,690	37,296,389	93.79%	2,447,639	39,744,028	99.94%	23,662	0.06%
2014	2013	40,226,997	37,697,807	93.71%	2,411,854	40,109,661	99.71%	117,336	0.29%
2015	2014	40,044,880	37,953,500	94.78%	1,899,786	39,853,286	99.52%	191,594	0.48%
2016	2015	42,877,374 (3)	40,768,406	95.08%	1,950,818	42,719,224	99.63%	158,150	0.37%
2017	2016	44,203,194	41,919,681	94.83%	2,087,021	44,006,702	99.56%	196,492	0.44%
2018	2017	44,517,403	42,113,903	94.60%	2,066,972	44,180,875	99.24%	336,528	0.76%
2019	2018	45,375,560 (4)	42,314,423	93.25%	2,405,355	44,719,778	98.55%	655,782	1.45%
2020	2019	48,091,880 (5)	45,879,445	95.40%	-	45,879,445	95.40%	2,212,435	4.60%

(1) Amounts consist of Real and Personal Taxes, Pick Up Taxes, Public Utility Taxes and corrections made before June 30th of the fiscal year.

(2) Activity in subsequent years include two items:

Activity include amounts collected and additional corrections by the Trustee prior to submitting the uncollected taxes to the Clerk and Master

Also included are collections and corrections made in the Clerk & Master' office that relate to each individual tax levy prior to June 30, 2020

(3) Increases in the total direct tax rates from the prior rates was the primary causes of the tax levy increases for these years. See Table 8.

(4) Increase in the assessed value from prior year was the primary causes of the tax levy increase for this year as Total Direct Tax Rate was \$2.7903 for both years. See Tables 7 and 8.

(5) Increase in the total tax levy from prior year was the result of additional assessed value and an increase of \$.10 in the direct tax rate. See table 7 and table 8.

Table 11

Anderson County, Tennessee  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

Fiscal Year	<u>Governmental Activities</u>								<u>Business-type Activities</u>		Percentage of Personal Income (4)	Per Capita (4)
	General Obligation Bonds	Unamortized Premium on Debt	Less Deferred Amount on Refunding	Net General Obligation Bonds (2)	Other Loans (1)	Capital Outlay Notes	Capital Leases	Total Governmental Activities	Capital Outlay Notes	Total Primary Government		
2011	\$ 27,320,000	\$ 341,830	\$ (370,471)	\$ 27,291,359	3,456,000	\$ 140,000	\$ 0	\$ 30,887,359	\$ 0	\$ 30,887,359	\$ 1.43%	411
2012	49,860,000	862,553	(262,802)	50,459,751	3,232,000	913,880	645,896	55,251,527	0	55,251,527	2.56%	735
2013	47,505,000	798,991	(178,320)	48,125,671	2,999,000	1,008,425	599,207	52,732,303	0	52,732,303	2.07%	699
2014	45,740,000	800,455	(117,061)	46,423,394	12,565,964	823,217	545,752	60,358,327	0	60,358,327	3.30%	800
2015	43,850,000	727,386	(68,019)	44,509,367	12,013,043	638,009	928,079	58,088,498	223,225	58,311,723	3.00%	773
2016	41,865,000	654,317	(31,984)	42,487,333	11,350,279	1,682,802	754,664	56,275,078	194,000	56,469,078	1.91%	749
2017	40,500,000	584,387	(550,709)	40,533,678	10,663,455	2,630,562	570,168	54,397,863	163,000	54,560,863	1.86%	719
2018	37,150,000	1,710,545	(423,456)	38,437,089	9,933,019	2,166,322	373,426	50,909,856	0	50,909,856	1.70%	715
2019	46,070,000	2,069,946	(407,839)	47,732,107	9,123,000	1,527,082	163,134	58,545,323	0	58,545,323	1.87%	765
2020	48,155,000	5,114,448	(49,389)	53,220,059	8,394,000	1,303,842	29,879	62,947,780	0	62,947,780	1.95%	818

(1) Includes long-term loans payable financed by PBA loan agreements and USDA loan agreements for Briceville Library (which was retired during fiscal year 2019).

(2) Prior to this fiscal year, the capital lease relating to the Headstart Facility was reflected as an obligation of Anderson County School Department (an discretely presented component unit).

(3) The Ambulance Service was treated as an Enterprise Fund before being transferred to a Special Revenue Fund effective at the start of the 2018 fiscal year.

(4) See Table 16 (Demographic and Economical Statistics) for personal income and population data.

Table 12

Anderson County, Tennessee  
Ratios of General Bonded Debt Outstanding (1)  
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Estimated Population (2)</u>	<u>Assessed Property Value</u>	<u>Net General Obligation Bonds (3)</u>	<u>Less: Amounts Available in Debt Service Funds</u>	<u>Net Bonded Debt (4)</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
2011	75,129	\$ 1,605,133,520	\$ 27,291,359	\$ 4,778,380	\$ 22,512,979	1.40%	\$ 300
2012	75,129	1,608,600,999	50,459,751	4,923,502	45,536,249	2.83%	606
2013	75,411	1,622,636,906	48,125,671	4,779,193	43,346,478	2.67%	575
2014	75,411	1,647,563,703	46,423,394	5,024,385	41,399,009	2.51%	549
2015	75,411	1,648,263,620	44,509,367	4,797,528	39,711,839	2.41%	527
2016	75,411	1,636,189,107	42,487,333	4,874,788	37,612,545	2.30%	499
2017	75,936	1,655,601,962	40,533,678	4,916,280	35,617,398	2.15%	469
2018	76,257	1,677,140,921	38,437,089	4,752,454	33,684,635	2.01%	442
2019	76,482	1,852,257,473	47,732,107	2,929,729	44,802,378	2.42%	586
2020	76,978	1,912,618,486	53,220,059	2,763,257	50,456,802	2.64%	655

(1) Includes long-term loans payable financed by PBA loan agreements and USDA loan agreements as these instruments are in substance the same as bonded debt and also are primarily funded by local property taxes.

(2) Estimated Population is taken from Table 16.

(3) See Table 11 for the effects of Deferred Amounts on Refunds and Unamortized Premiums on Debt, which is included in these amounts.

(4) Net Bonded Debt is the effect of only the Bonded Debt for the county less the funds available in each one of the debt service funds.



Table 13

Anderson County, Tennessee  
Direct and Overlapping Governmental Activities Debt  
As of June 30, 2020

Direct General Bonded Debt, Loans, Notes, and Capital Leases Payable:		Total
Anderson County (Amount from Table 11 Debt Ratios)		\$ 62,947,780 (1)
Less Balance of Debt Issued for the Benefit of School Department		(33,875,721) (2)
Less: Amount Restricted for Debt Service (3)		
Fund Balance in General Debt Service	\$ (1,992,262)	
Committed	445,542	
Portion of Fund Balance Restricted	\$ (1,546,720)	
Deferred Revenue (Delinquent Property Taxes)	(56,419)	
Accrued Interest that will be paid by the General Debt Service Fund	108,754	
Reflection of Additional Liabilities per Exhibit A	12,269	
Amount Restricted for Debt Service on Exhibit		(1,482,116)
Total Direct General Bonded Debt, Loans, Notes, and Capital Leases Payable - Net		<u>\$ 27,589,943</u>
Overlapping General Bonded Debt:		
City of Oak Ridge		\$ 93,806,846 (4)
City of Clinton		7,783,743 (4)
City of Rocky Top		339,161 (4)
Total Overlapping General Bonded Debt		<u>\$ 101,929,750</u>
TOTAL DIRECT GENERAL BONDED DEBT AND LOANS PAYABLE AND OVERLAPPING GENERAL BONDED DEBT		<u>\$ 129,519,693</u>

Method used to calculate overlapping debt:

- (1) Information on the county's General Bonded Debt, Loans, and Capital Leases Payable is taken from information on Table 11 as Total Governmental Activities which takes into account the Deferred Charges on Refunding and Unamortized Premium.
- (2) The Debt Issued for the Benefit of School Department is taken from the Schedule of Changes in Long-term Notes, Other Loans, Capital Leases in Bonds. Amount is the total of debt outstanding at June 30, 2020 which will be paid through the Rural Debt Service or the Education Debt Service Fund.
- (3) The amount Restricted for Debt Service is taken from Exhibit A and this amount is related to the General Debt Service Fund only as the balances in the Rural School Debt Service and Educational Debt Service Funds follow the school debt.
- (4) The overlapping General Bonded Debt is obtained from each individual city in Anderson County. Their totals are then added to the county's Total Direct General Bonded Debt, Loans, Notes, Loans and Leases Payables - net to obtain Total Direct General Bonded Debt and Loans Payable and Overlapping General Bonded Debt.

Table 14

Anderson County, Tennessee  
Legal Debt Margin Information  
June 30, 2020

Not Applicable to Anderson County, Tennessee

NOTE:

Section 9-21-103 of the laws of the State of Tennessee provides that bonds or notes may be issued without regard to any limit on indebtedness for Tennessee counties.

Table 15

Anderson County, Tennessee  
Pledged Revenue Coverage  
June 30, 2020

Not Applicable to Anderson County, Tennessee

NOTE:

All debt obligations were based on Anderson County's ability to establish ad valorem tax in amounts necessary to cover all future debt service requirements.

Table 16

Anderson County, Tennessee  
Demographic and Economic Statistics  
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population (1)</u>		<u>Personal Income (amounts expressed in thousands) (1)</u>		<u>Per Capita Personal Income (1)</u>	<u>Median Age (1)</u>	<u>School Attendance (2)</u>	<u>Unemployment Rate (3)</u>
2011	75,129	\$	2,162,213	\$	28,780	39.9	8,186	9.4%
2012	75,129		2,543,192		33,851	39.5	8,141	8.6%
2013	75,411		1,828,113		24,242	40.5	8,081	8.6%
2014	75,411		1,942,437		25,758	43.1	8,096	7.0%
2015	75,411		2,952,190		39,148	42.4	8,053	6.4%
2016	75,411		3,261,601		43,251	43.1	8,022	5.1%
2017	75,936		2,933,939		38,637	43.2	7,739	4.6%
2018	76,257		2,991,181		39,225	43.3	7,772	4.5%
2019	76,482		3,124,060		40,847	43.3	7,624	4.4%
2020	76,978		3,221,760		41,853	43.3	7,559	5.0%

## Data Sources:

- (1) Tennessee Demographics by Cubit and Fred Economic Data.
- (2) Tennessee Department of Education for Anderson County Schools.
- (3) Tennessee Department of Labor and Workforce Development.

Table 17

Anderson County, Tennessee  
Principal Employers  
Current Year and Nine Years Ago

Employer	2020			2011		
	Employees	Rank	Percentage of County Work Force (1)	Employees	Rank	Percentage of County Work Force (2)
Y12 National Security Complex	4,700	1	-	4,600	1	12.54%
UT Battelle(Oak Ridge National Lab)	4,600	2	-	4,200	2	11.45%
UCOR (Bechtel Jacobs)	1,640	3	-	1,337	5	3.64%
Anderson County Government	1,565	4	-	1,803	3	4.91%
Oak Ridge Schools	1,323	5	-	-		
Methodist Medical Center	1,200	6	-	1,350	4	3.68%
SL Tennessee	950	7	-			
Oak Ridge Associated Universities	900	8	-	850	8	2.32%
Aisin Automotive	882	9	-			
Eagle Bend Mfg. .	810	10	-			
SiTel	700	11	-	500	9	1.36%
SAIC	443	12	-	1,100	6	3.00%
Wackenhut-Oak Ridge Team			-	902	7	2.46%
City of Oak Ridge			-	464	10	1.26%
Total	<u>19,713</u>		<u>-</u>	<u>17,106</u>		<u>46.62%</u>

Source(s): East Tennessee Economic Development Agency, Anderson County Chamber of Commerce, and Tennessee Department of Economic & Community Development.

(1) Due to COVID 19 outbreak total County Work Force for 2020 was unavailable.

(2) The total County Work Force for 2011 was 36,692.

Table 18

Anderson County, Tennessee  
Full-time Equivalent County Government Employees by Function  
Last Ten Fiscal Years

Function	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Government	51.0	48.0	50.0	48.0	50.0	39.0	35.0	32.0	33.0	39.0
Finance	44.0	44.0	43.0	42.0	46.0	44.0	46.0	45.0	45.0	50.0
Administration of Justice	47.0	49.0	49.0	40.0	46.0	42.0	45.0	48.0	46.0	45.0
Public Safety	164.0	171.0	177.0	179.0	167.0	172.0	173.0	178.0	181.0	189.0
Public Health and Welfare	85.0	86.0	76.0	90.0	91.0	77.0	75.0	74.0	74.0	43.0
Social, Cultural, and Recreational Services	7.0	8.0	5.0	7.0	7.0	8.0	10.0	9.0	10.0	11.0
Agriculture and Natural Resources	3.0	3.0	2.0	2.0	2.0	1.0	1.0	1.0	1.0	1.0
Other Operations	4.0	4.0	3.0	4.0	6.0	5.0	5.0	4.0	3.0	4.0
Solid Waste	1.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	3.0
Highways	33.0	35.0	31.0	28.0	26.0	25.0	25.0	28.0	25.0	27.0
TOTAL	<u>439.0</u>	<u>451.0</u>	<u>439.0</u>	<u>443.0</u>	<u>444.0</u>	<u>416.0</u>	<u>418.0</u>	<u>422.0</u>	<u>422.0</u>	<u>412.0</u>

Table 19

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

Function:	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Register of Deeds										
Documents Filed	11,114	11,341	14,824	10,969	10,157	10,881	11,096	11,197	11,265	12,504
Chancery Court										
Cases Filed	2,167	2,102	2,066	2,029	1,753	1,617	1,919	1,861	1,701	1,820
Case Dispositions	1,951	1,744	2,293	2,076	1,629	2,292	1,805	1,656	1,639	1,937
General Sessions Court I										
Civil Cases Filed	2,062	1,959	1,369	2,019	1,761	1,531	1,761	1,607	1,612	815
Criminal Cases Files	7,491	7,462	5,131	3,120	5,524	5,883	7,054	6,183	4,351	4,890
General Sessions Court II										
Civil Cases Filed	607	748	979	1,146	772	984	1,062	1,150	1,835	1,203
Criminal Cases Files	5,121	5,158	3,540	3,770	3,982	4,014	4,550	4,728	3,638	3,019
Circuit Court										
Cases Filed	571	455	337	458	271	273	225	179	183	152
Case Dispositions	655	566	391	325	255	270	301	220	181	178
Criminal Court										
Cases Filed	2,651	2,609	1,084	708	761	1,124	1,049	1,188	1,052	946
Case Dispositions	1,289	1,337	1,275	1,034	947	1,434	1,177	955	1,129	876
Sheriff's Department										
Physical Arrests	3,551	3,323	2,371	2,172	2,165	2,027	2,315	2,221	2,454	2,220
Traffic Violations	950	979	790	895	528	441	596	688	383	592
Back-Up Units Required	9,234	7,680	8,296	7,442	7,819	8,811	9,248	8,209	10,174	14,135
Emergency Dispatch										
Calls for Service										
Sherriff	34,357	29,925	27,387	26,558	24,845	26,322	28,699	28,521	54,353	47,703
Ambulance	29,982	22,313	32,908	31,882	29,774	29,831	25,975	21,743	17,800	16,405
Fire and Rescue Calls	4,158	4,152	5,383	4,894	7,495	4,894	4,706	4,894	4,548	3,954
Ambulance Service										
Transports (1)	17,568	19,209	17,777	17,210	16,250	17,243	17,157	15,030	14,139	16,707
Highway Department										
Road Resurfacing (miles)	4	9.3	13.8	0	8.2	3.1	19.5	16.6	12.48	19.5

Sources: Various respective government departments.

(1) These numbers only represent actual transports of patients. They do not represent any calls that had no transports or a stand-by.

Table 20

Anderson County, Tennessee  
Capital Assets Statistics by Function  
Last Ten Fiscal Years

Function	Fiscal Year Ending									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Government										
Buildings	5	5	5	5	5	5	6	6	6	5
Vehicles	9	9	11	13	10	10	7	7	7	7
Finance										
Vehicles	0	0	0	0	0	4	4	4	5	4
Administration of Justice										
Buildings	0	0	0	0	0	0	0	0	1	1
Vehicles	1	1	1	1	1	1	1	1	3	3
Public Safety										
Buildings	4	5	6	6	6	6	5	5	5	5
Vehicles	123	137	111	108	112	113	113	113	133	135
Haz-mat Vehicle	1	1	1	1	1	1	1	1	1	1
Mine Resistance Vehicle	0	0	0	0	0	0	0	0	0	1
Public Health and Welfare										
Buildings	3	3	3	3	4	4	7	8	10	10
Ambulances	20	22	22	19	21	19	19	19	19	19
Vehicles	8	8	9	9	10	9	8	8	8	8
Social, Cultural, and Recreational										
Buildings	1	1	1	2	2	2	2	4	4	4
Parks	7	7	7	7	7	7	7	7	7	7
Highway (1)										
Buildings	1	1	1	1	1	1	1	1	1	1
Bridges	68	68	69	69	69	69	69	69	69	69
Roads (miles)	530	506	506	507	507	507	509	509	509	509

In Highway Function Vehicles are considered as Equipment which are not reflected on this table.

Sources: Various government departments.



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## SINGLE AUDIT SECTION

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JUSTIN P. WILSON  
*Comptroller*

JASON E. MUMPOWER  
*Deputy Comptroller*

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

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Anderson County, Tennessee, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Anderson County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated December 4, 2020. Our report includes a reference to other auditors who audited the financial statements of the Anderson County Emergency Communications District, as described in our report on Anderson County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Internal Control Over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs, that we consider to be significant deficiencies: 2020-002(A, C).

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Anderson 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2020-001, 2020-002(B), and 2020-003.

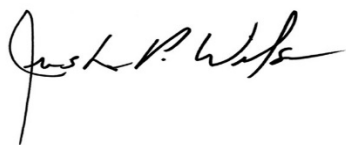
### **Anderson County's Responses to the Findings**

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

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the 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 Anderson County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Justin P. Wilson  
Comptroller of the Treasury  
Nashville, Tennessee

December 4, 2020

JPW/tg



JUSTIN P. WILSON  
*Comptroller*

JASON E. MUMPOWER  
*Deputy Comptroller*

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

**Independent Auditor's Report**

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

To the County Mayor and Board of County Commissioners:

**Report on Compliance for Each Major Federal Program**

We have audited Anderson County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Anderson County's major federal programs for the year ended June 30, 2020. Anderson County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

***Management's Responsibility***

Management is responsible for compliance with the federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Anderson County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes

examining, on a test basis, evidence about Anderson County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Anderson County's compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, Anderson County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

### **Report on Internal Control Over Compliance**

Management of Anderson County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Anderson County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Anderson County's internal control over compliance.

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

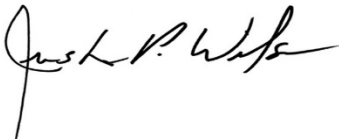
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

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

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Anderson County, Tennessee, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Anderson County's basic financial statements. We issued our report thereon dated December 4, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Justin P. Wilson  
Comptroller of the Treasury  
Nashville, Tennessee

December 4, 2020

JPW/tg

Anderson County, Tennessee, and the Anderson County School Department  
Schedule of Expenditures of Federal Awards and State Grants (1) (2)  
For the Year-Ended June 30, 2020

Federal/Pass-Through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Agriculture:				
Passed-through State Department of Education:				
Child Nutrition Cluster: (4)				
School Breakfast Program	10.553	N/A	\$ 0	\$ 592,451 (5)
COVID 19 - School Breakfast Program	10.553	N/A	0	121,838 (5)
National School Lunch Program	10.555	N/A	0	1,472,440 (5)
COVID 19 - National School Lunch Program	10.555	N/A	0	193,760 (5)
Passed-through State Department of Agriculture:				
Child Nutrition Cluster: (4)				
National School Lunch Program (Commodities - Cash Assistance)	10.555	N/A	0	11,922 (5)
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	0	258,625 (5)
Passed-through State Department of Health:				
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-20-63809	0	60,586
Passed-through State Department of Human Services:				
Child and Adult Care Food Program	10.558	N/A	0	95,354
Total U.S. Department of Agriculture				<u>\$ 2,806,976</u>
U.S. Department of Military:				
Passed-through State Department of General Services:				
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	N/A	0	\$ 191,667
Total U.S. Department of Military				<u>\$ 191,667</u>
U.S. Department of Justice:				
Direct Program:				
Coronavirus Emergency Supplemental Funding Program	16.034	N/A	0	\$ 58,008
Passed-through State Department of Finance and Administration:				
Crime Victim Assistance	16.575	(3)	0	106,560
Edward Byrne Memorial Justice Assistance Grant Program	16.738	(3)	0	52,759
Passed-through Tennessee Bureau of Investigation:				
Public Safety Partnership and Community Policing Grants	16.710	(3)	0	17,567
Total U.S. Department of Justice				<u>\$ 234,894</u>
U.S. Department of Transportation:				
Passed-through State Department of Transportation:				
Highway Planning and Construction Cluster: (4)				
Highway Planning and Construction	20.205	(3)	0	\$ 197,460
Highway Safety Cluster: (4)				
State and Community Highway Safety	20.600	(3)	0	12,711
Total U.S. Department of Transportation				<u>\$ 210,171</u>
U.S. Department of Energy:				
Passed-through State Department of Military:				
Environmental Monitoring/Cleanup, Cultural and Resource Management, Emergency Response Research, Outreach, Technical Analysis	81.214	(3)	0	\$ 15,999
Total U.S. Department of Energy				<u>\$ 15,999</u>
U.S. Department of Education:				
Passed-through State Department of Education:				
Title 1 Grants to Local Educational Agencies	84.010	N/A	0	\$ 1,799,347
Special Education Cluster: (4)				
Special Education - Grants to States	84.027	N/A	0	1,425,702
Special Education - Preschool Grants	84.173	N/A	0	89,151
Career and Technical Education - Basic Grants to States	84.048	N/A	0	184,430
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	N/A	0	263,326
Improving Teacher Quality State Grants	84.367	N/A	0	242,809
Passed-through State Department of Human Services:				
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	34570-50120	0	69,760
Total U.S. Department of Education				<u>\$ 4,074,525</u>
U.S. Election Assistance Commission:				
Passed-through Tennessee Secretary of State:				
COVID 19 - 2020 Supplemental Election Security Grants (Noncash Assistance)	90.404	N/A	0	\$ 1,848
Total U.S. Election Assistance Commission				<u>\$ 1,848</u>
U.S. Department of Health and Human Services:				
Passed-through East Tennessee Human Resource Agency:				
Aging Cluster: (4)				
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	N/A	0	\$ 55,511
Passed-through State Department of Health:				
Injury Prevention and Control Research and State and Community Based Programs	93.136	GG-20-63809	0	871
Family Planning Services	93.217	GG-20-63809	0	10,266
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	N/A	0	93,801

(Continued)

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

Federal/Pass-Through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Health and Human Services (Cont.): Passed-through State Department of Health (Cont.): Medicaid Cluster: (4) Medical Assistance Program	93.778	GG-20-63809	\$ 0	\$ 12,567
Maternal and Child Health Service Block Grant to the States	93.994	GG-20-63809	0	30,785
Direct Programs: COVID 19 - Provider Relief Fund	94.498	N/A	0	104,108
Head Start Cluster: (4) Head Start	93.600	N/A	1,037,822	3,984,215
Total U.S. Department of Health and Human Services				<u>\$ 4,292,124</u>
Executive Office of the President: Passed-through Laurel County, Kentucky Fiscal Court: High Intensity Drug Trafficking Areas Program	95.001	(3)	0	\$ 17,998
Total Executive Office of the President				<u>\$ 17,998</u>
U.S. Department of Homeland Security: Passed-through State Department of Military: COVID 19 - Disaster Relief Fund - PPE (Noncash Assistance)	97.036	(3)	0	\$ 27,789
Total U.S. Department of Homeland Security				<u>\$ 27,789</u>
Total Expenditures of Federal Grants				<u>\$ 11,873,991</u>
<u>State Grants</u>		Contract Number		
Juvenile Services Program - State Children's Services Commission	N/A	(3)		\$ 9,000
Litter Program - State Department of Transportation	N/A	(3)		55,826
Drug Court Grant - State Department of Finance and Administration	N/A	(3)		69,235
Law Enforcement Training Grants	N/A	(3)		45,600
Health Department Grants - State Department of Health	N/A	GG-20-63809		160,926
Convenience Center Grant - State Department of Environment and Conservation	N/A	(3)		1,295
COVID 19 - PPE (Noncash Assistance) - State Department of Military				
Aging Program - State Office on Aging	N/A	(3)		16,074
Lottery for Education Afterschool Programs - State Department of Education	N/A	(3)		370,659
Early Childhood Education - State Department of Education	N/A	(3)		642,383
Breakfast After the Bell - State Department of Education	N/A	(3)		3,187
Coordinated School Health Program - State Department of Education	N/A	(3)		100,000
Family Resource Centers - State Department of Education	N/A	(3)		60,423
Safe Schools Act - State Department of Education	N/A	(3)		130,160
School Resource Officer Grant - State Department of Education	N/A	(3)		126,000
Total State Grants				<u>\$ 1,790,768</u>

CFDA = Catalog of Federal Domestic Assistance  
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.  
(2) Anderson County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.  
(3) Information not available.  
(4) Child Nutrition Cluster total \$2,651,036; Highway Planning and Construction Cluster total \$197,460; Highway Safety Cluster total \$12,711;  
Special Education Cluster total \$1,514,853; Aging Cluster total \$55,511; Medicaid Cluster total \$12,567; Head Start Cluster total \$3,984,215.  
(5) CFDA Totals: CFDA No. 10.555, \$1,936,747; CFDA No. 10.553, \$714,289.

(6) SUBRECIPIENTS	Federal CFDA Number	Amount Provided to Subrecipient	Subrecipient
Head Start	93.600	\$1,037,822	City of Oak Ridge



Anderson County, Tennessee  
Summary Schedule of Prior-year Findings  
For the Year Ended June 30, 2020

*Government Auditing Standards* require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Anderson County, Tennessee, for the year ended June 30, 2020.

***Prior-year Financial Statement Findings***

Fiscal Year	Page Number	Finding Number	Title of Finding	CFDA Number	Current Status
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**OFFICES OF DIRECTOR OF SCHOOLS AND INTERIM FINANCE DIRECTOR**

2019	321	2019-001	Revenue anticipation notes were not retired in compliance with state statute.	N/A	Corrected
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***Prior-year Federal Awards Findings***

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

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**ANDERSON COUNTY, TENNESSEE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2020**

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements:**

1. Our report on the financial statements of Anderson County is unmodified.
2. Internal Control Over Financial Reporting:
  - \* Material weakness identified? **NO**
  - \* Significant deficiency identified? **YES**
3. Noncompliance material to the financial statements noted? **NO**

**Federal Awards:**

4. Internal Control Over Major Federal Programs:
  - \* Material weakness identified? **NO**
  - \* Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
  - \* CFDA Numbers: 10.553 and 10.555      Nutrition Cluster: School Breakfast Program and National School Lunch Program
  - \* CFDA Number 84.010      Title I Grants to Local Educational Agencies
  - \* CFDA Numbers: 84.027 and 84.173      Special Education Cluster: Special Education - Grants to States and Special Education - Preschool Grants
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **NO**

## **PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS**

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

### **OFFICE OF DIRECTOR OF SCHOOLS**

**FINDING 2020-001**                      **ALLEGATIONS INVOLVING THE STUDENT SERVICES DIVISION OF THE ANDERSON COUNTY SCHOOL DEPARTMENT ARE CURRENTLY UNDER INVESTIGATION**  
(Noncompliance Under *Government Auditing Standards*)

An investigation of the Student Services division of the Anderson County School Department by the Comptroller's Division of Investigations is ongoing. Findings, if any, resulting from this investigation will be included in a subsequent report.

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### **OFFICE OF CLERK AND MASTER**

**FINDING 2020-002**                      **THE OFFICE OF CLERK AND MASTER HAD ACCOUNTING DEFICIENCIES**  
(A. and C. – Internal Control – Significant Deficiency Under *Government Auditing Standards*; B. – Noncompliance Under *Government Auditing Standards*)

The following deficiencies were noted during our examination of the office's accounting records. These deficiencies can be attributed to a lack of understanding of internal controls, generally accepting accounting principles, state statutes, and sound business practices.

- A. Bank statements for Clerk and Master's Office were not accurately reconciled with the general ledger in a timely manner. The reconciliations for February 2020 through June 2020 were delayed and erroneous entries were recorded on the general ledger which overstated the bank balance by \$127,634.22. These errors had not been identified and corrected by the office staff when the auditor arrived in August 2020. The auditor identified the errors and provided correcting entries to the clerk and master. The errors were not identified because the individual who normally reviewed the reconciliation and financial statements was not in the office and these duties were not performed by other staff. Sound business practices dictate that bank statements should be reconciled with the general ledger on a timely basis and any differences should be identified and corrected promptly.

- B. At June 30, 2020, the clerk and master had prepared trial balances of execution docket cause balances as required by Section 18-2-103, *Tennessee Code Annotated (TCA)*; however, these trial balances did not reconcile with general ledger accounts in the court by \$9,947. The difference is primarily due to the office transitioning to a new court software application in 2018, and differences between the docket balances and general ledger balances were not adequately identified and corrected after the conversion process.
- C. The Clerk and Master's Office has overpaid delinquent property taxes to the county during the 2018, 2019, and 2020 fiscal years for a total of \$7,013. The overpayment is due to the office inaccurately recording payments made for the advertising of delinquent tax parcels to be sold and not netting these payments against the collection proceeds. The overpayments began in 2018 after transition to the new software application referenced in item B above and have continued in 2019 and 2020. Employees of the Clerk and Master's Office were not aware of the overpayments until notified by the auditors.

### RECOMMENDATION

Banks statements should be reconciled with the general ledger in a timely manner and the official should review these reconciliations and investigate any reconciling differences and related correcting entries. The official should contact the software vendor for assistance in identifying and correcting the differences between the execution docket trail balance and the general ledger. The official should recoup delinquent tax overpayments from the county and contact the software vendor to determine how to accurately record the advertising expense on delinquent tax cases in order to reflect the correct net payment amount to the county.

### MANAGEMENT'S RESPONSE – CLERK AND MASTER

I agree with the findings. We will take steps to correct the listed problems. We will endeavor to be sure these problems will not happen again.

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### OFFICE OF COUNTY MAYOR

#### FINDING 2020-003

#### **A MONITORING REPORT FROM THE TENNESSEE OFFICE OF CRIMINAL JUSTICE PROGRAMS REPORTED FINDINGS RELATED TO THE EDWARD BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT PROGRAM**

(Noncompliance Under *Government Auditing Standards*)

The Tennessee's Office of Criminal Justice Programs (OCJP) performed a monitoring of its Edward Byrne Memorial Justice Assistance Grant program contract in Anderson County. The OCJP reported the following findings as a result of its monitoring: 1) that the county failed to implement the grant project as stated in the grant contract narrative; 2) the county failed to provide adequate oversight of its subcontract under the grant and 3) the county failed to monitor the subcontracted agency. The OCJP has requested a response and corrective action plan for the findings, which the county has provided to them. A copy of the

monitoring report may be obtained from the State of Tennessee, Department of Finance and Administration, Office of Criminal Justice Programs, William R. Snodgrass Tennessee Tower, 312 Rosa L. Parks Avenue, 18<sup>th</sup> Floor, Nashville, TN 37243-1102.

MANAGEMENT'S RESPONSE – COUNTY MAYOR AND INTERIM DIRECTOR OF FINANCE

Based on the example cited in the Tennessee Office of Criminal Justice Programs' (OCJP) monitoring report, management does not concur with OCJP finding 1 referenced above.

Management concurs with OCJP findings 2 and 3 referenced above. Management has taken immediate steps to address these findings. Specifically, a county staff member has been selected to provide project oversight and to ensure programmatic requirements of the grant project are fulfilled.

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### **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, 2020.

**Anderson County, Tennessee**  
**Management's Corrective Action Plan**  
**For the Year Ended June 30, 2020**

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

Finding Number	Title of Finding	Corrective Action Plan Page Number
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**OFFICE OF CLERK AND MASTER**

2020-002	The Office of Clerk and Master had Accounting Deficiencies	320
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**Harold P. Cousins, Jr., Clerk & Master  
Seventh Judicial District  
Chancery-Probate Division**



**Hon. M. Nichole Cantrell,  
Chancellor**  
Anderson County Courthouse  
100 North Main Street, Suite 302  
Clinton, Tennessee 37716

Anderson County Courthouse  
100 North Main Street, Suite 308  
Clinton, Tennessee 37716  
Phone: (865) 457-6205  
Fax: (865) 264-6267

**Hon. Donald R. Elledge, Judge**  
Anderson County Courthouse  
100 North Main Street, Suite 300  
Clinton, Tennessee 37716

**Corrective Action Plan**

**FINDING: THE OFFICE OF CLERK AND MASTER HAD ACCOUNTING DEFICIENCIES**

**Response and Corrective Action Plan Prepared by:**  
Harold P. Cousins, Jr.

**Person Responsible for Implementing the Corrective Action:**  
Harold P. Cousins, Jr.

**Anticipated Completion Date of Corrective Action:**  
11/20/20

**Repeat Finding:**  
No

**Planned Corrective Action:**

We will work with our accounting software vendor to correct the errors with bank statements starting with December 2019, which is the time we began taking credit card payments. We will no longer post adjustments to the general ledger when reconciling the bank statements or correcting manual check transactions. We will continue to work with our software vendor to correct the amount that has been out of balance since the conversion to our new software in 2014. Publication fees will be paid directly by the county. The Clerk and Master will review and sign monthly reports, balance sheets, trial balances, and bank reconciliations.

Signature: \_\_\_\_\_