

PRELIMINARY OFFICIAL STATEMENT DATED MARCH 20, 2026

New Issue  
Book-Entry Only

Rating: Moody's "A1"

In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the County, interest on the Notes is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Notes may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. Under existing law and subject to certain exceptions, the Notes and the income therefrom will be exempt from state, county and municipal taxation in the State of Tennessee. (See "Tax Matters" herein).

DEKALB COUNTY, TENNESSEE

\$35,000,000\* GENERAL OBLIGATION CAPITAL OUTLAY NOTES, SERIES 2026

Dated: Date of Delivery

Due: April 1, as shown below\*

The \$35,000,000\* General Obligation Capital Outlay Notes, Series 2026 (the "Notes") of DeKalb County, Tennessee (the "County") will be issued in fully registered book-entry only form, without coupons, in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository of the Notes. Individual purchases of beneficial ownership interests in the Notes will be made in book-entry form only, in denominations of \$5,000 or multiples thereof through DTC Participants. The Notes will bear interest at the annual rates shown below, payable semiannually on April 1 and October 1 of each year, commencing on October 1, 2026, calculated on the basis of a 360-day year consisting of twelve 30-day months.

So long as Cede & Co. is the registered owner of the Notes, as the nominee for DTC, principal and interest with respect to the Notes shall be payable to Cede & Co., which will in turn remit principal and interest payments on the Notes to DTC Participants for subsequent disbursement to the beneficial owners of the Notes. Purchasers will not receive physical delivery of Notes purchased by them. See "DESCRIPTION OF THE NOTES-Book-Entry-Only System." U.S. Bank Trust Company, National Association, Nashville, Tennessee, is the registration and paying agent for the Notes (the "Registration Agent").

The Notes shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. See "Security and Sources of Payment" herein. For the prompt payment of principal of and interest on the Notes, the full faith and credit of the County are irrevocably pledged.

The Notes are subject to redemption prior to their stated maturities as more fully set forth herein.

Maturity (April 1)*	Principal*	Interest Rate	Price or Yield	CUSIP No.**	Maturity (April 1)*	Principal*	Interest Rate	Price or Yield	CUSIP No.**
2027	\$2,255,000				2033	\$2,945,000			
2028	2,305,000				2034	3,090,000			
2029	2,420,000				2035	3,245,000			
2030	2,540,000				2036	3,405,000			
2031	2,670,000				2037	3,580,000			
2032	2,805,000				2038	3,740,000			

The Notes are offered when, as and if issued, subject to the approval of the legality by Bass, Berry & Sims PLC, Nashville, Tennessee, Bond Counsel, whose opinion will be delivered with the Notes. Certain legal matters will be passed upon for the County by J. Hilton Conger, Esq., Counsel to the County. The Notes, in book-entry form, are expected to be available for delivery through The Depository Trust Company in New York, New York, on or about April 14, 2026\*.

GUARDIAN ADVISORS, LLC  
Municipal Advisor

\_\_\_\_\_, 2026

\*Preliminary, subject to change

\*\* Copyright, American Bankers Association (the "ABA"). CUSIP data herein are provided by CUSIP Global Services, which is managed on behalf of the ABA by S&P Global Market Intelligence, a division of S&P Global Inc. The CUSIP numbers listed above are being provided solely for the convenience of Noteholders only at the time of issuance of the Notes and the Issuer makes no representation with respect to such numbers nor undertakes any responsibility for their accuracy now or at any time in the future. The CUSIP number for a specific maturity is subject to being changed after the issuance of the Notes as a result of various subsequent actions including, but not limited to, a refunding in whole or in part of such maturity or as a result of the procurement of secondary market portfolio insurance or other similar enhancement by investors that is applicable to all or a portion of certain maturities of the Notes.

This Preliminary Official Statement and the information contained herein are subject to change, completion or amendment without notice. The Notes may not be sold nor may offers to buy be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or a solicitation of an offer to buy, nor shall there be any sale of the Notes in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of such jurisdiction.

This Official Statement has been prepared by:

**GUARDIAN ADVISORS, LLC**

**Municipal Advisor to DeKalb County, Tennessee**

Guardian Advisors, LLC provides fiduciary services only and does not broker, underwrite or deal in securities. Any investment interest in the Notes herein described will be referred to the Underwriter.

For purposes of compliance with Rule 15c2-12 of the Securities and Exchange Commission, this document, as the same may be supplemented or amended (collectively, the "Official Statement") by DeKalb County, Tennessee (the "County") from time to time, may be treated as an Official Statement with respect to the Notes described herein that is deemed final by the County as of the date hereof (or of any such supplement or amendment). It is subject to completion with certain information to be established at the time of the sale of the Notes as permitted by Rule 15c2-12 of the Securities and Exchange Commission.

No dealer, broker, salesman or other person has been authorized by the County or by Guardian Advisors, LLC (the "Municipal Advisor") to give any information or make any representations other than those contained in this Official Statement and, if given or made, such information or representations with respect to the County or the Notes must not be relied upon as having been authorized by the County or the Municipal Advisor. This Official Statement does not constitute an offer to sell, or solicitation of an offer to buy, any securities other than the securities offered hereby to any person in any jurisdiction where such offer or solicitation of such offer would be unlawful.

This Official Statement should be considered in its entirety and no one factor should be considered more or less important than any other by reason of its position in this Official Statement. Where statutes, reports or other documents are referred to herein, reference should be made to such statutes, reports or other documents for more complete information regarding the rights and obligations of parties thereto, facts and opinions contained therein and the subject matter thereof.

The information and expressions of opinion in this Official Statement are subject to change without notice and neither the delivery of this Official Statement nor any sale made under it shall, under any circumstances, create any implication that there has been no change in the affairs of the County since the date as of which information is given in this Official Statement.

**In making an investment decision, investors must rely on their own examination of the County and the terms of the offering, including the merits and risks involved. No registration statement relating to the Notes has been filed with the Securities and Exchange Commission or with any state securities agency. The Notes have not been approved or disapproved by the Commission or any state securities agency, nor has the Commission or any state securities agency passed upon the accuracy or adequacy of this Official Statement. Any representation to the contrary is a criminal offense.**

The material contained herein has been obtained from sources believed to be current and reliable, but the accuracy thereof is not guaranteed. The Official Statement contains statements which are based upon estimates, forecasts, and matters of opinion, whether or not expressly so described, and such statements are intended solely as such and not as representations of fact. All summaries of statutes, resolutions, and reports contained herein are made subject to all the provisions of said documents. The Official Statement is not to be construed as a contract with the purchasers of any of the DeKalb County, Tennessee General Obligation Capital Outlay Notes, Series 2026.

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NOTICE OF SALE

DEKALB COUNTY, TENNESSEE

**\$35,000,000\* GENERAL OBLIGATION CAPITAL OUTLAY NOTES, SERIES 2026**

Notice is hereby given that DeKalb County, Tennessee (the "County") will accept a written bid or electronic bid for the purchase of all, but not less than all of the County's \$35,000,000\* General Obligation Capital Outlay Notes, Series 2026 (the "Notes") until:

**10:30 A.M. C.D.T. on March 31, 2026.**

Written bids must be addressed and delivered to the County to the attention of the County Mayor, c/o Guardian Advisors, LLC, 740 Cane Creek Road, Hohenwald, Tennessee 38462, emailed to Guardian Advisors, LLC at guardianadvisorsllc@gmail.com or faxed to Guardian Advisors, LLC at (931) 796-0779. Electronic bids must be submitted to PARITY® via BiDCOMP Competitive Bidding System. No other form of bid or provider of electronic bidding services will be accepted. Such bids are to be publicly opened and read at such time and place on said day. For the purposes of both the written bid process and the electronic bidding process, the time as maintained by BiDCOMP/PARITY® shall constitute the official time with respect to all bids submitted. **The sale on March 31, 2026, may be postponed prior to the time bids are received as published on [www.I-dealProspectus.com](http://www.I-dealProspectus.com). If such postponement occurs, a later public sale may be held at the hour and place and on such date as communicated via [www.I-dealProspectus.com](http://www.I-dealProspectus.com) upon forty-eight hours' notice.**

The Notes will be dated the date of delivery and will mature on April 1 in the years 2027 through 2038, inclusive, with term notes optional. The interest rate or rates on the Notes shall not exceed five percent (5.00%) per annum and shall be payable semi-annually on April 1 and October 1, commencing October 1, 2026. No bid for the Notes will be considered for less than one hundred and two percent (102.0%) of par or for more than one hundred and seven percent (107%) of par. The Notes maturing April 1, 2036, and thereafter are callable on April 1, 2035, and thereafter as provided in the Detailed Notice of Sale. The Notes will be awarded to the bidder whose bid results in the lowest true interest cost on the Notes.

In the event that the competitive sale requirements of applicable Treasury Regulations are not met, the County will require bidders to comply with the "hold-the-offering-price rule" for purposes of determining the issue price of the Notes. Bids will not be subject to cancellation in the event that the competitive sale requirements of applicable Treasury Regulations are not satisfied.

The book-entry only Notes (except that the Notes shall not be required to be book-entry if purchased by a bidder who does not intend to reoffer the Notes) and approving opinion of Bass, Berry & Sims PLC, Nashville, Tennessee, will be furnished at the expense of the County. Additional information, including the Official Statement and Detailed Notice of Sale, may be obtained from the office of the County Mayor, 1 Public Square, Room 204, Smithville, Tennessee 37166, or from the County's Municipal Advisor, Guardian Advisors, LLC, 740 Cane Creek Road, Hohenwald, Tennessee 38462, telephone: (931) 796-0777 or (866) 823-2500; fax: (931) 796-0779, Attention: Stephen L. Bates.

If any provisions of this Notice of Sale conflict with information provided by BiDCOMP/PARITY® as the provider of electronic bidding services, this Notice of Sale shall control.

Matt Adcock  
County Mayor

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DETAILED NOTICE OF SALE

DEKALB COUNTY, TENNESSEE

**\$35,000,000\* GENERAL OBLIGATION CAPITAL OUTLAY NOTES, SERIES 2026**

Notice is hereby given that DeKalb County, Tennessee (the "County") will accept a written bid or electronic bid for the purchase of all, but not less than all, of the County's \$35,000,000\* General Obligation Capital Outlay Notes, Series 2026 (the "Notes") until:

**10:30 A.M. C.D.T. on March 31, 2026.**

Written bids must be addressed and delivered to the County to the attention of the County Mayor, c/o Guardian Advisors, LLC, 740 Cane Creek Road, Hohenwald, Tennessee 38462, emailed to Guardian Advisors, LLC at guardianadvisorsllc@gmail.com or faxed to Guardian Advisors, LLC at (931) 796-0779. Electronic bids must be submitted to PARITY® via BiDCOMP Competitive Bidding System. No other form of bid or provider of electronic bidding services will be accepted. Such bids are to be publicly opened and read at such time and place on said day. For the purposes of both the written bid process and the electronic bidding process, the time as maintained by BiDCOMP/PARITY® shall constitute the official time with respect to all bids submitted. **The sale on March 31, 2026, may be postponed prior to the time bids are received as published on [www.I-dealProspectus.com](http://www.I-dealProspectus.com). If such postponement occurs, a later public sale may be held at the hour and place and on such date as communicated via [www.I-dealProspectus.com](http://www.I-dealProspectus.com) upon forty-eight hours' notice.** The Notes will be awarded on such sale date by the County Mayor.

***Terms of Notes and Book-Entry System***

The Notes will be issued in fully registered, book-entry form, be dated the date of delivery, be issued, or reissued upon transfer, in \$5,000 denominations or multiples thereof, as shall be requested by the purchaser or transferor thereof, as appropriate (except that the Notes shall not be required to be issued in book-entry form or issued in \$5,000 denominations or multiples thereof if purchased by a bidder who does not intend to reoffer the Notes), and will mature and be payable on April 1 of each year as follows:

<u>Year*</u>	<u>Principal*</u>	<u>Year*</u>	<u>Principal*</u>
2027	\$2,255,000	2033	\$2,945,000
2028	2,305,000	2034	3,090,000
2029	2,420,000	2035	3,245,000
2030	2,540,000	2036	3,405,000
2031	2,670,000	2037	3,580,000
2032	2,805,000	2038	3,740,000

Except as otherwise provided herein in the case of a bidder who does not intend to reoffer the Notes, the Notes will be issued by means of a book-entry system with no physical distribution of Note certificates made to the public. One Note certificate for each maturity will be issued to The Depository Trust Company, New York, New York ("DTC"), and immobilized in its custody. The book-entry system will evidence beneficial ownership interests of the Notes in the principal amount of \$5,000 and any integral multiple of \$5,000, with transfers of beneficial ownership interest effected on the records of DTC participants and, if necessary, in turn by DTC pursuant to rules and procedures established by DTC and its participants. The successful bidder, as a condition to delivery of the Notes, shall be required to deposit the Note certificates with DTC, registered in the name of Cede & Co., nominee of DTC.

Interest on the Notes will be payable semiannually on April 1 and October 1, beginning October 1, 2026, and principal of the Notes will be payable, at maturity or upon redemption, to DTC or its nominee as registered owner of the Notes (except as otherwise provided herein in the case of a bidder who does not intend to reoffer the Notes). Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC, and transfer of principal and interest payments

to beneficial owners of the Notes by participants of DTC, will be the responsibility of such participants and of the nominees of beneficial owners. The County will not be responsible or liable for such transfer of payments or for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants.

If the book-entry-only system for the Notes is discontinued and a successor securities depository is not appointed by the County, Note certificates in fully registered form will be delivered to, and registered in the names of, the DTC participants or such other persons as such DTC participants may specify (which may be the indirect participants or beneficial owners), in authorized denominations of \$5,000 or integral multiples thereof. The ownership of Notes so delivered shall be registered in registration books to be kept by U.S. Bank Trust Company, National Association, Nashville, Tennessee, as registration and paying agent (the "Registration Agent"), at its principal corporate trust office, and the County and the Registration Agent shall be entitled to treat the registered owners of the Notes, as their names appear in such registration books as of the appropriate dates, as the owners thereof for all purposes described herein and in the resolution authorizing the Notes.

### ***Redemption – Optional and Mandatory***

The Notes maturing on or before April 1, 2035, shall mature without option of prior redemption. The Notes maturing April 1, 2036, and thereafter shall be subject to redemption prior to maturity at the option of the County on April 1, 2035, and thereafter as a whole or in part at any time at the redemption price of par, plus interest accrued to the redemption date.

If less than all the Notes shall be called for redemption, the Notes to be redeemed shall be selected by the County Commission in its discretion. If less than all of a Note within a single maturity shall be called for redemption, the interests within the maturity to be redeemed shall be selected as follows:

- (i) if the Notes are being held under a Book-Entry System by DTC, or a successor Depository, the Notes to be redeemed shall be determined by DTC, or such successor Depository, by lot or such other manner as DTC, or such successor Depository, shall determine; or
- (ii) if the Notes are not being held under a Book-Entry System by DTC, or a successor Depository, the Notes within the maturity to be redeemed shall be selected by the Registration Agent by lot or such other random manner as the Registration Agent in its discretion shall determine.

At the option of the bidders, certain consecutive serial maturities of the Notes may be designated as one or more Term Notes, each Term Note bearing a single interest rate. If a successful bidder designates certain consecutive serial maturities to be combined into one or more Term Notes, each Term Note shall be subject to mandatory sinking fund redemption by the County at a redemption price equal to 100% of the principal amount of each such serial maturity, together with accrued interest to the date fixed for redemption. The mandatory sinking fund redemption shall be made on the date on which each designated serial maturity included as part of a Term Note is payable in accordance with the proposal of the successful bidder for the Notes and in the amount of the maturing principal installment for the Notes listed above for such principal payment date. Term Notes to be redeemed within a single maturity shall be selected in the manner provided above for optional redemption of Notes within a single maturity.

### ***Authority, Security and Purpose***

The Notes shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of principal of and interest on the Notes, the full faith and credit of the County are irrevocably pledged.

The Notes are being issued for the purpose of providing funds to finance the (i) acquisition of land for, design, site development, construction, improvement, renovation and/or equipping of County jails and jail facilities, including but not limited to related facilities for law enforcement, administrative and other related jail purposes; (ii) payment of legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing (collectively, the "Projects"); (iii) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (iv) payment of costs incident to the issuance and sale of the Notes.

The Notes are being issued pursuant to Sections 9-21-101, *et seq.*, Tennessee Code Annotated, as amended, and a resolution duly adopted by the County Commission of the County on February 23, 2026.

### ***Municipal Bond Insurance***

The County has provided information to prospective bond insurance companies in order to qualify the Notes under their respective optional bidding programs. If the successful bidder or bidders for the Notes desires to purchase a municipal bond insurance policy insuring payment of all or a portion of the debt service payable on the Notes, the successful bidder or bidders does so at its own risk and expense and the obligation of the successful bidder to pay for the Notes shall not be conditioned on the issuance of a municipal bond insurance policy. The County will cooperate with the successful bidder in obtaining such insurance, but the County will not enter into any additional agreements with a note insurer. Without limiting the generality of the foregoing, the successful bidder will be responsible for all costs, expenses and charges associated with the issuance of such insurance, including but not limited to the premium for the insurance policy.

### ***Revised Maturity Schedule***

The aggregate principal amount (the "Preliminary Aggregate Principal Amount") and the annual principal amounts (the "Preliminary Annual Principal Amounts" and collectively with the Preliminary Aggregate Principal Amount, the "Preliminary Amounts") of the Notes set forth in this Detailed Notice of Sale may be revised before the viewing of bids for the purchase of the Notes. Any such revisions (the "Revised Aggregate Principal Amount", the "Revised Annual Principal Amounts" and the "Revised Amounts") WILL BE GIVEN BY NOTIFICATION PUBLISHED ON TM3 ([www.I-dealProspectus.com](http://www.I-dealProspectus.com)) NOT LATER THAN 4:00 P.M., CENTRAL DAYLIGHT TIME ON THE DAY PRECEDING THE RECEIPT OF BIDS. In the event that no such revisions are made, the Preliminary Amounts will constitute the Revised Amounts and will remain as stated in this Detailed Notice of Sale. BIDDERS SHALL SUBMIT BIDS BASED ON THE REVISED AMOUNTS, IF ANY. Prospective bidders may request notification by facsimile transmission of any revisions in the Preliminary Amounts by so advising and faxing their telecopier number(s) to (931) 796-0779 Guardian Advisors, LLC, Municipal Advisor to the County, by 12:00 Noon, Central daylight Time, at least one day prior to the date for receipt of the bids.

### ***Changes to Aggregate Principal Amount and to Maturity Schedule***

The County reserves the right to change the Revised Aggregate Principal Amount and the Revised Annual Principal Amounts of the Notes after determination of the winning bidder, by increasing or decreasing the principal amount of each maturity to the extent necessary to provide for approximately level debt service for the Notes. Such changes, if any, will determine the final annual principal amounts (the "Final Annual Principal Amounts") and the final aggregate principal amount (the "Final Aggregate Principal Amount"), provided that the aggregate principal amount of the Notes may not be decreased by more than 10% and does not exceed \$35,000,000. The dollar amount bid by the successful bidder will be adjusted to reflect any adjustments in the Final Aggregate Principal Amount of the Notes. The interest rates specified by the successful bidder for the various maturities at the initial reoffering prices will not change. THE SUCCESSFUL BIDDER MAY NOT WITHDRAW ITS BID OR CHANGE THE INTEREST RATES BID OR THE INITIAL REOFFERING PRICES AS A RESULT OF ANY CHANGES MADE TO THE PRINCIPAL AMOUNTS WITHIN THESE LIMITS. The County anticipates that the Final Annual Principal Amounts and the Final Aggregate Principal Amount for the Notes will be

communicated to the successful bidder prior to the award of the Notes. THE DOLLAR AMOUNT BID BY THE SUCCESSFUL BIDDER FOR THE PURCHASE OF THE NOTES WILL BE ADJUSTED TO REFLECT ANY CHANGE IN THE ANNUAL PRINCIPAL AMOUNTS BASED UPON THE ASSUMPTION THAT THE COUPON RATE, REOFFERING PRICE, AND THE UNDERWRITER'S DISCOUNT (EXCLUDING ORIGINAL ISSUE DISCOUNT/PREMIUM) STATED AS A PERCENTAGE OF THE AGGREGATE PRINCIPAL AMOUNT, AS SPECIFIED BY THE SUCCESSFUL BIDDER WILL NOT CHANGE.

### *Bids, Award and Good Faith Deposit*

Written bids must be submitted on the Official Bid Form, included in the Preliminary Official Statement or a reasonable facsimile thereof, either enclosed in a sealed envelope marked "Bid for Notes" and addressed and delivered to the County Mayor, c/o Guardian Advisors, LLC, 740 Cane Creek Road, Hohenwald, Tennessee 38462, emailed to Guardian Advisors, LLC at guardianadvisorsllc@gmail.com or faxed to Guardian Advisors, LLC at (931) 796-0779. The bidder's name must be clearly marked on the submission. Electronic bids must be submitted to PARITY® via the BiDCOMP Competitive Bidding System. An electronic bid made through the facilities of BiDCOMP/PARITY® shall be deemed an offer to purchase in response to the Notice of Sale and shall be binding upon the bidder as if made by a signed written bid made to the County. To the extent any instructions or directions set forth in BiDCOMP/PARITY® conflict with the terms of the Detailed Notice of Sale, the Detailed Notice of Sale shall prevail. The County shall not be responsible for any malfunction or mistake made by or as a result of the use of electronic bidding facilities. The use of such facilities is at the sole risk of the bidders. Subscription to I-Deal's BiDCOMP/PARITY® Competitive Bidding System by a bidder is required in order to submit an electronic bid. The County will not confirm any subscription or be responsible for the failure of any prospective bidder to subscribe. Both written bids and electronic bids must be unconditional and received by the County Mayor and/or BiDCOMP/PARITY®, respectively, before the time stated above. The County is not liable for any costs incurred in the preparation, delivery, acceptance or rejection of any bid, including, without limitation, the providing of a bid security deposit.

Bids for the Notes must be for all and not less than all of the Notes. Bidders must bid not less than one hundred and two percent (102.0%) of par or more than one hundred and seven percent (107%) of par, and name the interest rate or rates the Notes are to bear in multiples of one-eighth (1/8th) or one-twentieth (1/20th) of one percent (1%), but no rate specified for the Notes shall be in excess of five percent (5.00%) per annum. There is no limitation on the number of rates of interest which may be specified for the Notes, but one rate of interest shall apply to all the Notes of a maturity. Bidders may designate two or more consecutive serial maturities as one or more Term Note maturities equal in aggregate principal amount to, and with mandatory redemption requirements corresponding to, such designated serial maturities.

The Notes will be awarded to the bidder whose bid results in the lowest true interest cost for the Notes, unless no award is made. The lowest true interest cost on the Notes will be calculated as that rate which when used in computing the present worth of all payments of principal and interest on the Notes (compounded semi-annually from the dated date of the Notes) produces a yield equal to the purchase price of the Notes exclusive of accrued interest. For the purpose of calculating the true interest cost, the principal amount of Term Notes, if any, scheduled for mandatory sinking fund redemption as part of a Term Note shall be treated as a serial maturity in each year. Each bidder is required to specify its calculation of the true interest cost resulting from its bid, but such information shall not be treated as part of its proposal. In the event that two or more of the bidders offer to purchase the Notes at the same lowest true interest cost, the County Mayor shall determine, in his sole discretion, which of the bidders shall be awarded the Notes.

The right to waive any irregularity or informality in any bid, and to reject any or all bids, is reserved by the County. Notice of rejection of any bid will be made promptly. Award of the Notes will be made by the County Mayor on March 31, 2026, unless all bids are rejected.

A good faith check is not required to accompany a bid. However, the successful bidder for the Notes will be required to forward an amount equal to **two percent (2%) of the par amount of the Notes** either by overnight delivery in the form of a certified check or bank cashier's or treasurer's check or by wire transfer for arrival no later than the day following the sale date. Instructions for wire transfers will be given to the successful bidder. Such good faith deposit shall be held as a guarantee of good faith, to be forfeited to said County by said successful bidder as liquidated damages should he or it fail to take up and pay for the Notes when ready. The good faith deposit of the bidder whose proposal is accepted will be

held unused until the delivery of the Notes or forfeiture. No interest will be paid upon any good faith deposit. In the event of the failure of the County to deliver said Notes to the purchaser in accordance with the terms of this notice within thirty (30) days after the date of sale, said good faith deposit will, at the option of the purchaser, be promptly returned to the purchaser.

### **Establishment of Issue Price**

*General.* The winning bidder shall assist the County in establishing the issue price of the Notes as more fully described herein. All actions to be taken by the County under this Notice of Sale to establish the issue price of the Notes may be taken on behalf of the County by the County's Municipal Advisor identified herein and any notice or report to be provided to the County may be provided to the County's Municipal Advisor.

*Anticipated Compliance with Competitive Sale Requirements.* The County anticipates that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Notes) will apply to the initial sale of the Notes (the "competitive sale requirements") because:

- the County shall disseminate this Notice of Sale to potential underwriters in a manner that is reasonably designed to reach potential underwriters;
- all bidders shall have an equal opportunity to bid;
- the County expects to receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
- the County anticipates awarding the sale of the Notes to the bidder who submits a firm offer to purchase the Notes at the highest price (or lowest interest cost), as set forth in this Notice of Sale.

Any bid submitted pursuant to this Notice of Sale shall be considered a firm offer for the purchase of the Notes, as specified in the bid.

*Intention to Apply the Hold-the-Offering-Price Rule if Competitive Sale Requirements are Not Met.* In the event that the competitive sale requirements are not satisfied with respect to the Notes, the County intends to treat the initial offering prices of the Notes to the public as the issue price of such Notes (the "hold-the-offering-price" rule), in each case applied on a maturity-by-maturity basis (and if different interest rates apply within a maturity, to each separate CUSIP number within that maturity).

*Application of the Hold-the-Offering-Price Rule.* If the competitive sale requirements are not satisfied, then the successful bidder shall, on behalf of the underwriters participating in the purchase of the Notes, (i) confirm that the underwriters have offered or will offer each maturity of the Notes to the public on or before the date of award at the offering price or prices (the "initial offering price"), or at the corresponding yield or yields, set forth in the bid submitted by the winning bidder and (ii) agree, on behalf of the underwriters participating in the purchase of the Notes, that the underwriters will neither offer nor sell unsold Notes of any maturity to any person at a price that is higher than the initial offering price to the public during the period starting on the sale date and ending on the earlier of the following:

- the close of the fifth (5th) business day after the sale date; or
- the date on which the underwriters have sold at least 10% of that maturity of the Notes to the public at a price that is no higher than the initial offering price to the public.

The winning bidder shall promptly advise the County when the underwriters have sold 10% of that maturity of the Notes to the public at a price that is no higher than the initial offering price to the public, if that occurs prior to the close of the fifth (5th) business day after the sale date.

By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Notes to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such third-party distribution agreement, as applicable, to report the prices at which it sells to the public the unsold Notes of each maturity allotted to it until it is notified

by the winning bidder that either the 10% test has been satisfied as to the Notes of that maturity or all Notes of that maturity have been sold to the public, if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Notes to the public, together with the related pricing wires, contains or will contain language obligating each underwriter that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Notes to the public to require each broker-dealer that is a party to such third-party distribution agreement to report the prices at which it sells to the public the unsold Notes of each maturity allotted to it until it is notified by the winning bidder or such underwriter that either the 10% test has been satisfied as to the Notes of that maturity or all Notes of that maturity have been sold to the public, if and for so long as directed by the winning bidder or such underwriter and as set forth in the related pricing wires.

The County acknowledges that, in making the agreements and representations set forth above, the winning bidder will rely on (i) the agreement of each underwriter to comply with the hold-the-offering-price rule, as set forth in an agreement among underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Notes to the public, the agreement of each dealer who is a member of the selling group to comply with the hold-the-offering-price rule, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an underwriter is a party to a third-party distribution agreement that was employed in connection with the initial sale of the Notes to the public, the agreement of each broker-dealer that is a party to such agreement to comply with the hold-the-offering-price rule, as set forth in the third-party distribution agreement and the related pricing wires. The County further acknowledges that each underwriter shall be solely liable for its failure to comply with its agreement regarding the hold-the-offering-price rule and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement regarding the hold-the-offering-price rule as applicable to the Notes.

*Definitions.* Sales of any Notes to any person that is a related party to an underwriter shall not constitute sales to the public for purposes of this Notice of Sale. Further, for purposes of this Notice of Sale:

- "public" means any person other than an underwriter or a related party,
- "underwriter" means (A) any person that agrees pursuant to a written contract with the County (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Notes to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Notes to the public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Notes to the public),
- a purchaser of any of the Notes is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (i) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and
- "sale date" means the date that the Notes are awarded by the County to the winning bidder.

*Issue Price Certificate.* The winning bidder of the Notes will be required to provide the County, at closing, with an issue price certificate consistent with the foregoing. A form of the issue price certificate is attached to this Detailed Notice of Sale as Exhibit A. In the event the winning bidder will not reoffer any maturity of the Notes for sale to the Public (as defined herein) by the delivery date of the Notes, the issue price certificate may be modified in a manner approved by the County and Bond Counsel.

### **Provision of Information for the Official Statement**

The successful bidders must furnish the following information to the County to complete the *Official Statement* in final form within 2 hours after receipt and award of the bids for the Notes:

1. The initial offering prices or yields for the Notes (expressed as a price or yield per maturity, exclusive of any accrued interest, if applicable);
2. Selling compensation (aggregate total anticipated compensation to the underwriters expressed in dollars, based on the expectation that all the Notes are sold at the prices or yields as provided above).
3. The identity of the underwriters if the successful bidders are part of a group or syndicate; and
4. Any other material information necessary to complete the Official Statement in final form but not known to the County.

### ***Continuing Disclosure Agreement***

The County will, at the time the Notes are delivered, execute a Continuing Disclosure Agreement in which it will covenant for the benefit of holders and beneficial owners of the Notes to provide certain financial information and operating data relating to the County not later than twelve (12) months after each of the County's fiscal years (the "Annual Report"), and to provide notice of the occurrence of certain enumerated events. The Annual Report (and audited financial statements, if filed separately) will be filed with the Municipal Securities Rulemaking Board at [emma.msrb.org](http://emma.msrb.org) and any State Information Depository established in the State of Tennessee. The specific nature of the information to be contained in the Annual Report or the notices of events will be summarized in the County's Official Statement to be prepared and distributed in connection with the sale of the Notes.

### ***Closing Certificates***

Upon delivery of the Notes, the County will execute in a form satisfactory to Bond Counsel, certain closing certificates including the following: (i) a certificate as to the Official Statement, in final form (as described herein), signed by the County Mayor and the County Clerk acting in their official capacities to the effect that to the best of their knowledge and belief, and after reasonable investigation, (a) neither the Official Statement, in final form, nor any amendment or supplement thereto, contains any untrue statements of material fact or omits to state any material fact necessary to make statements therein, in light of the circumstances in which they are made, misleading, (b) since the date of the Official Statement, in final form, no event has occurred which should have been set forth in such amendment or supplement, (c) there has been no material adverse change in the operation or the affairs of the County since the date of the Official Statement, in final form, and having attached thereto a copy of the Official Statement, in final form, and (d) there is no litigation of any nature pending or threatened seeking to restrain the issuance, sale, execution and delivery of the Notes, or contesting the validity of the Notes or any proceeding taken pursuant to which the Notes were authorized; (ii) a non-arbitrage certificate which supports the conclusions that based upon facts, estimates and circumstances in effect, upon delivery of the Notes, the proceeds of the Notes will not be based in a manner which would cause the Notes to be arbitrage notes; (iii) certificates as to the delivery and payment, signed by the County Mayor and/or County Clerk acting in their official capacities, evidencing delivery and payment for the Notes; and (iv) a signature identification and incumbency certificate, signed by the County Mayor and County Clerk acting in their official capacities certifying as to the due execution of the Notes. If the successful bidder does not intend to reoffer the Notes and no Official Statement is prepared, the County shall not be required to deliver any certificates upon delivery of the Notes relating to an Official Statement.

### ***Bond Counsel Opinion***

The approving opinion of Bass, Berry & Sims PLC, Nashville, Tennessee, Bond Counsel (which will be delivered with the Notes, together with the transcripts), will be furnished to the purchaser of the Notes at the expense of the County. As set forth in the Official Statement and subject to the limitations set forth therein, Bond Counsel's opinion will include an opinion that interest on the Notes is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code") and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Notes may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. Under existing law and subject to certain exceptions, the Notes and the income therefrom will be exempt from state, county and municipal taxation in the

State of Tennessee. Owners of the Notes, however, may be subject to certain additional taxes or tax consequences arising with respect to ownership of the Notes. For a discussion thereof, reference is made to the Official Statement and the form of Bond Counsel opinion contained in the Official Statement.

### ***Delivery, Payment and CUSIPs***

The Notes are expected to be ready for delivery within thirty (30) days after the sale of the Notes, in book-entry only form. At least seven (7) days' notice of delivery will be given the successful bidder. Delivery will be made through The Depository Trust Company, New York, New York at the expense of the purchaser(s). Payment for the Notes must be made in federal funds or other immediately available funds. As provided herein, the Notes shall not be required to be issued in book-entry form if purchased by a bidder who does not intend to reoffer the Notes.

Unless the successful bidder does not intend to reoffer the Notes, the Municipal Advisor will request the assignment of CUSIP numbers prior to the sale of the Notes. All expenses in relation to the printing of CUSIP numbers on the Notes will be paid for by the County; provided, however, that the CUSIP Service Bureau charges for the assignment of said numbers will be the responsibility of and will be paid for by the successful bidder. Although CUSIP numbers will be printed on the Notes (except where the Notes will not be reoffered, in which case, CUSIP numbers are not required), the County will assume no obligation for assignment or insertion of such numbers on the Notes or the correctness of such numbers, and neither failure to print or type any such numbers on any Note nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser(s) thereof to accept delivery of and make payment for the Notes.

### **Bidder Certification Regarding Non-Engagement in a Boycott of Israel**

To the extent an accepted bid constitutes a contract to acquire or dispose of services, supplies, information technology, or construction for purpose of Tennessee Code Annotated Section 12-4-119, by submitting a bid each bidder certifies that it (including its wholly-owned subsidiaries, majority-owned subsidiaries, parent companies, or affiliates, if any) is not currently engaged in, and will not, through the issue date of the Notes, engage in, a boycott of Israel. For this purpose, (1) "Israel" means the State of Israel and Israeli-controlled territories, and (2) a "boycott of Israel" means engaging in refusals to deal, terminating business activities, or other commercial actions that are intended to limit commercial relations with Israel, or companies doing business in or with Israel or authorized by, licensed by, or organized under the laws of the State of Israel to do business, or persons or entities doing business in Israel, when such actions are taken (i) in compliance with, or adherence to, calls for a boycott of Israel, or (ii) in a manner that discriminates on the basis of nationality, national origin, religion, or other unreasonable basis, and is not based on a valid business reason. The provisions of this paragraph shall not apply, and a bidder shall not be required to provide the certification provided above, if the bidder's compensation as a result of the purchase of the Notes is less than \$250,000.

### **Bidder Certification Regarding Compliance with Iran Divestment Act**

Pursuant to Tennessee Code Annotated Section 12-12-111 and to the extent applicable to the activities contemplated herein, by submission of a bid for the Notes, each bidder and each person signing on behalf of any bidder certifies, and in the case of a joint bid each party thereto certifies as to its own organization, under penalty of perjury, that to the best of its knowledge and belief that each bidder is not on the list created pursuant to Tennessee Code Annotated Section 12-12-106 (the "Iran Divestment Act List"). Such Iran Divestment Act List (i) provides a listing of persons determined to be engaging in investment activities in Iran, as described in Tennessee Code Section 12-12-105, and (ii) can be found online on the State's website: [https://www.tn.gov/content/dam/tn/generalservices/documents/cpo/library/2026/List\\_of\\_persons\\_pursuant\\_to\\_Tenn.\\_Code\\_Ann.\\_12-12-106\\_Iran\\_Divestment\\_Act\\_02-20-2026.pdf](https://www.tn.gov/content/dam/tn/generalservices/documents/cpo/library/2026/List_of_persons_pursuant_to_Tenn._Code_Ann._12-12-106_Iran_Divestment_Act_02-20-2026.pdf).

Tennessee Code Annotated Section 12-12-105 provides that "a person engages in investment activities in Iran if: (1) [t]he person provides goods or services of twenty million dollars (\$20,000,000) or more in the energy sector of Iran, including a person that provides oil or liquefied natural gas tankers, or products used to construct or maintain pipelines used to transport oil or liquefied natural gas, for the energy sector of Iran; or (2) [t]he person is a financial institution that extends twenty million dollars (\$20,000,000) or more in credit to another person, for forty-five (45) days or more, if that person will

use the credit to provide goods or services in the energy sector in Iran and is identified on a list, created pursuant to Tennessee Code Annotated Section 12-12-106, as a person engaging in investment activities in Iran as described in this section."

If in any case the bidder cannot make the foregoing certification, in accordance with Tennessee Code Annotated Section 12-12-111 and to the extent applicable to the activities herein, the bidder shall so state and shall furnish with the bid a signed statement which sets forth in detail the reasons therefor. The County may award the bid to a bidder who cannot make the certification above, on a case-by-case basis, if: (1) the investment activities in Iran were made before July 1, 2016, the investment activities in Iran have not been expanded or renewed on or after July 1, 2016, and the person has adopted, publicized, and is implementing a formal plan to cease the investment activities in Iran and to refrain from engaging in any new investments in Iran; or (2) the County makes a determination that the goods or services are necessary for the County to perform its functions and that, absent such an exemption, the County would be unable to obtain the goods or services for which the contract is offered. Such determination shall be made in writing and shall be a public document.

### ***Preliminary and Final Official Statements***

The successful bidder will be provided with copies of the final Official Statement by the County sufficient in quantity to enable the successful bidder to comply with SEC Rule 15c2-12 and the rules of the Municipal Securities Rulemaking Board. Final Official Statements will be provided to the successful bidder not later than seven (7) business days after the sale, or if the County or its Municipal Advisor is notified that any confirmation requesting payment from any customer will be sent before the expiration of such period and specifying the date such confirmation will be sent, the Final Official Statements will be provided in sufficient time to accompany such confirmation. Copies of the Preliminary Official Statement may be obtained at the office of the County Mayor, 1 Public Square, Room 204, Smithville, Tennessee 37166, or from the County's Municipal Advisor, Guardian Advisors, LLC, 740 Cane Creek Road, Hohenwald, Tennessee 38462 (931-796-0777/866-823-2500), Attention: Stephen L. Bates. If the successful bidder does not intend to reoffer the Notes, no Final Official Statement is required to be prepared and, in such case, the successful bidder shall execute and deliver an investment certificate to the County, in a form satisfactory to Bond Counsel, upon delivery of the Notes.

Matt Adcock, County Mayor

Exhibit A to Detailed Notice of Sale

DEKALB COUNTY, TENNESSEE  
\$ \_\_\_\_\_ GENERAL OBLIGATION CAPITAL OUTLAY NOTES, SERIES 2026

ISSUE PRICE CERTIFICATE

(for Competitive Sales, to be modified if Hold the Offering Price Rule applies)

The undersigned, on behalf of [NAME OF UNDERWRITER] (“[SHORT NAME OF UNDERWRITER]”), hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the “Notes”) of DeKalb County, Tennessee (the “Issuer”).

1. ***Reasonably Expected Initial Offering Price.***

(a) As of the Sale Date, the reasonably expected initial offering prices of the Notes to the Public by [SHORT NAME OF UNDERWRITER] are the prices listed in Schedule A (the “Expected Offering Prices”). The Expected Offering Prices are the prices for the Maturities of the Notes used by [SHORT NAME OF UNDERWRITER] in formulating its bid to purchase the Notes. Attached as Schedule B is a true and correct copy of the bid provided by [SHORT NAME OF UNDERWRITER] to purchase the Notes.

(b) [SHORT NAME OF UNDERWRITER] was not given the opportunity to review other bids prior to submitting its bid.

(c) The bid submitted by [SHORT NAME OF UNDERWRITER] constituted a firm offer to purchase the Notes.

2. ***Defined Terms.***

(a) *Maturity* means Notes with the same credit and payment terms. Notes with different maturity dates, or Notes with the same maturity date but different stated interest rates, are treated as separate Maturities.

(b) *Public* means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term “related party” for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

(c) *Sale Date* means the first day on which there is a binding contract in writing for the sale of a Maturity of the Notes. The Sale Date of the Notes is \_\_\_\_\_, 2026.

(d) *Underwriter* means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Notes to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Notes to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Notes to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [SHORT NAME OF UNDERWRITER]’s interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax Certificate with respect to the Notes and with respect to compliance with the federal income tax rules affecting the Notes, and by Bass, Berry, Sims PLC in connection with rendering its opinion that the interest on the Notes is excludable from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Notes.

[NAME OF UNDERWRITER]

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

Dated: \_\_\_\_\_

**SCHEDULE A**  
**EXPECTED OFFERING PRICES**

*(Attached)*

**SCHEDULE B**

**COPY OF BID**

*(Attached)*

Exhibit A to Detailed Notice of Sale

DEKALB COUNTY, TENNESSEE  
\$\_\_\_\_\_ GENERAL OBLIGATION CAPITAL OUTLAY NOTES, SERIES 2026

ISSUE PRICE CERTIFICATE  
(if Hold-the-Offering-Price Rule applies)

The undersigned, on behalf of [NAME OF UNDERWRITER] (“[SHORT NAME OF UNDERWRITER]”) [and the other members of the underwriting syndicate (together, the “Underwriting Group”)], hereby certifies as set forth below with respect to the sale and issuance of the above-captioned obligations (the “Notes”) of DeKalb County, Tennessee (the “Issuer”).

1. *Initial Offering Price of the Hold-the-Offering-Price Maturities.*

(a) [SHORT NAME OF UNDERWRITER][The Underwriting Group] offered the Hold-the-Offering-Price Maturities to the Public for purchase at the respective initial offering prices listed in Schedule A (the “Initial Offering Prices”) on or before the Sale Date. A copy of the pricing wire or equivalent communication for the Notes is attached to this certificate as Schedule B.

(b) As set forth in the [Notice of Sale and bid award], [SHORT NAME OF UNDERWRITER][the members of the Underwriting Group] agreed in writing on or prior to the Sale Date that, (i) for each Maturity of the Hold-the-Offering-Price Maturities, [it][they] would neither offer nor sell any of the Notes of such Maturity to any person at a price that is higher than the Initial Offering Price for such Maturity during the Holding Period for such Maturity (the “hold-the-offering-price rule”), and (ii) any selling group agreement shall contain the agreement of each dealer who is a member of the selling group, and any retail distribution agreement shall contain the agreement of each broker-dealer who is a party to the retail distribution agreement, to comply with the hold-the-offering-price rule. Pursuant to such agreement, no Underwriter (as defined below) offered or sold any Maturity of the Hold-the-Offering-Price Maturities at a price that is higher than the respective Initial Offering Price for that Maturity of the Notes during the Holding Period.

2. *Defined Terms.*

(a) *Hold-the-Offering-Price Maturities* means those Maturities of the Notes listed in Schedule A hereto as the “Hold-the-Offering-Price Maturities.”

(b) *Holding Period* means, with respect to a Hold-the-Offering-Price Maturity, the period starting on the Sale Date and ending on the earlier of (i) the close of the fifth business day after the Sale Date, or (ii) the date on which [SHORT NAME OF UNDERWRITER][the Underwriting Group] sold at least 10% of such Hold-the-Offering-Price Maturity to the Public at prices that are no higher than the Initial Offering Price for such Hold-the-Offering-Price Maturity.

(c) *Maturity* means Notes with the same credit and payment terms. Notes with different maturity dates, or Notes with the same maturity date but different stated interest rates, are treated as separate maturities.

(d) *Public* means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term "related party" for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

(e) *Sale Date* means the first day on which there is a binding contract in writing for the sale of a Maturity of the Notes. The Sale Date of the Notes is \_\_\_\_\_, 2026.

(f) *Underwriter* means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Notes to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Notes to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Notes to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [SHORT NAME OF UNDERWRITER]'s interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax Certificate with respect to the Notes and with respect to compliance with the federal income tax rules affecting the Notes, and by Bass, Berry, Sims PLC connection with rendering its opinion that the interest on the Notes is excludable from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Notes.

[NAME OF UNDERWRITER]

By:

Name:

Title:

Dated:

**SCHEDULE A**  
**INITIAL OFFERING PRICES OF THE HOLD-THE-OFFERING-PRICE MATURITIES**  
*(Attached)*

**SCHEDULE B**  
**PRICING WIRE OR EQUIVALENT COMMUNICATION**  
*(Attached)*

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OFFICIAL BID FORM

The Honorable Matt Adcock, County Mayor  
1 Public Square, Room 204  
Smithville, Tennessee 37166

March 31, 2026

Dear Mr. Adcock:

For your legally issued, properly executed DeKalb County, Tennessee (the "County") \$35,000,000 General Obligation Capital Outlay Notes, Series 2026 (the "Notes") and in all respects to be as more fully outlined in your Detailed Notice of Sale, which by reference is made a part hereof, we will pay you a sum of \$\_\_\_\_\_. The Notes will be dated the date of delivery, will mature on April 1 as shown below, and shall bear interest at the following rates:

Year	Principal Amount	Coupon Rate
2027	\$2,255,000	_____ %
2028	2,305,000	_____
2029	2,420,000	_____
2030	2,540,000	_____
2031	2,670,000	_____
2032	2,805,000	_____
2033	2,945,000	_____
2034	3,090,000	_____
2035	3,245,000	_____
2036	3,405,000	_____
2037	3,580,000	_____
2038	3,740,000	_____

We have the option to designate two or more consecutive serial maturities as Term Notes as indicated below (if more than three Term Notes, please indicate):

- Term Note 1: from April 1, \_\_\_\_ to April 1, \_\_\_\_ @ \_\_\_\_ %
- Term Note 2: from April 1, \_\_\_\_ to April 1, \_\_\_\_ @ \_\_\_\_ %
- Term Note 3: from April 1, \_\_\_\_ to April 1, \_\_\_\_ @ \_\_\_\_ %

This bid is made with the understanding that the County will furnish without cost to us the unqualified approving legal opinion of Bass, Berry & Sims PLC, Nashville, Tennessee, Bond Counsel to the County, and the executed Notes. Delivery of the book-entry-only Notes will be made through The Depository Trust Company, New York, New York, at the County's expense, elsewhere at our expense. It is understood that the Notes shall not be required to be issued in book-entry form if we do not intend to reoffer the Notes.

It is understood that if we are the successful bidder for the Notes, we shall be required to send a good faith deposit in the amount of **two percent (2%) of the par amount of the Notes** in order to secure the faithful performance of the terms of this bid in accordance with the Detailed Notice of Sale.

Respectfully submitted,

Firm Name: \_\_\_\_\_

Signature: \_\_\_\_\_

Title: \_\_\_\_\_

Phone: \_\_\_\_\_

(For informational purposes only):

Total Interest Cost from April 14, 2026, to final maturity: \$ \_\_\_\_\_

Less: Premium Bid: \$ \_\_\_\_\_

Add: Discount Bid: \$ \_\_\_\_\_

Net Interest Cost: \$ \_\_\_\_\_

True Interest Rate: \$ \_\_\_\_\_

Accepted this \_\_\_\_ day of \_\_\_\_\_, 2026

\_\_\_\_\_  
Matt Adcock, County Mayor

Attest:

\_\_\_\_\_  
James Poss, County Clerk

**DEKALB COUNTY, TENNESSEE**

The Honorable Matt Adcock, County Mayor

**County Commission**

Mathias Anderson	Sabrina Farler
Jeff Barnes	Larry Green
Jack Barton	Greg Matthews
Tom Chandler	Glynn Merriman
Daniel Cripps	Andy Pack
Tony Culwell	Beth Pafford
Brandon Donnell	Myron Rhody

**County Clerk**

James Poss

**County Attorney**

J. Hilton Conger  
Smithville, Tennessee

**Municipal Advisor**

Guardian Advisors, LLC  
Hohenwald, Tennessee

**Bond Counsel**

Bass, Berry & Sims PLC  
Nashville, Tennessee

**Registration and Paying Agent**

U.S. Bank Trust Company, National Association  
Nashville, Tennessee

**Underwriter**

\_\_\_\_\_  
\_\_\_\_\_

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## SUMMARY STATEMENT

*This Summary is expressly qualified by the entire Official Statement which should be viewed in its entirety by potential investors.*

<b>ISSUER</b> .....	DeKalb County, Tennessee (the "County").
<b>ISSUE</b> .....	\$35,000,000 <sup>*</sup> General Obligation Capital Outlay Notes, Series 2026 (the "Notes"), dated their issue date, maturing April 1, 2027, through April 1, 2038, inclusive <sup>*</sup> , with interest payable each April 1 and October 1, commencing October 1, 2026.
<b>PURPOSE</b> .....	The Notes are being issued for the purpose of providing funds to finance the (i) acquisition of land for, design, site development, construction, improvement, renovation and/or equipping of County jails and jail facilities, including but not limited to related facilities for law enforcement, administrative and other related jail purposes; (ii) payment of legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing (collectively, the "Projects"); (iii) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (iv) payment of costs incident to the issuance and sale of the Notes.
<b>OPTIONAL REDEMPTION</b> .....	The Notes maturing on or before April 1, 2035, shall mature without option of prior redemption. The Notes maturing April 1, 2036, and thereafter shall be subject to redemption prior to maturity at the option of the County on April 1, 2035, and thereafter as a whole or in part at any time at the redemption price of par, plus interest accrued to the redemption date.
<b>SECURITY</b> .....	Unlimited ad valorem taxes to be levied on all taxable property within the County. The full faith and credit of the County are irrevocably pledged to the prompt payment of principal of and interest on the Notes.
<b>RATING</b> .....	<p>The Notes have been assigned a rating of "A1" by Moody's Ratings ("Moody's"), based on documents and other information provided by the County. The rating reflects only the view of Moody's, and neither the County nor the Municipal Advisor makes any representation as to the appropriateness of such rating.</p> <p>There is no assurance that such rating will continue for any given period of time or that it will not be lowered or withdrawn entirely by Moody's if in its judgment circumstances so warrant. Any such downward change in or withdrawal of the rating may have an adverse effect on the secondary market price of the Notes. Any explanation of the significance of the rating may be obtained from Moody's.</p>
<b>TAX MATTERS</b> .....	Bass, Berry & Sims PLC will provide an unqualified opinion as to the tax exemption of the Notes discussed under "TAX MATTERS" herein.
<b>REGISTRATION AND PAYING AGENT</b> .....	U.S. Bank Trust Company, National Association, Nashville, Tennessee
<b>MUNICIPAL ADVISOR</b> .....	Guardian Advisors, LLC, Hohenwald, Tennessee

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<sup>\*</sup> Preliminary, subject to change.

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## OFFICIAL STATEMENT

### DEKALB COUNTY, TENNESSEE

#### \$35,000,000\* GENERAL OBLIGATION CAPITAL OUTLAY NOTES, SERIES 2026

The purpose of this Official Statement, including the appendices attached hereto, is to set forth certain information concerning DeKalb County, a political subdivision of the State of Tennessee (the "County"), and its \$35,000,000\* General Obligation Capital Outlay Notes, Series 2026 (the "Notes"). The Notes are being issued pursuant to the authority of Sections 9-21-101, et seq. Tennessee Code Annotated (the "Act") and a resolution of the County Commission of the County, adopted on February 23, 2026 (the "Resolution"). The Resolution authorizes and sets forth the terms and conditions of the Notes and authorizes the issuance of notes in an aggregate principal amount up to \$35,000,000.

The Notes are being issued for the purpose of providing funds to finance the (i) acquisition of land for, design, site development, construction, improvement, renovation and/or equipping of County jails and jail facilities, including but not limited to related facilities for law enforcement, administrative and other related jail purposes; (ii) payment of legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing (collectively, the "Projects"); (iii) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (iv) payment of costs incident to the issuance and sale of the Notes. For a more complete description of the use of Note proceeds, see the sections entitled "THE NOTES" – Disposition of Note Proceeds" and "THE NOTES" – Plan of Finance" contained herein.

Included in this Official Statement are descriptions of the Notes, the Resolution and the County. All references to the Resolution are qualified in their entirety by references to the document itself. All capitalized terms used herein and not otherwise defined have the meanings set forth in the Resolution. Copies of the Resolution and any other documents described in this Official Statement may be obtained from the office of the County Mayor.

### THE NOTES

#### Description

The Notes, dated as of their issue date, will be issued as fully registered book-entry Notes, without coupons, in denominations of \$5,000 or any integral multiple thereof. The Notes will mature on the dates and in the amounts set forth on the cover page and bear interest at the rates per annum set forth on the cover page calculated on the basis of a 360-day year, consisting of twelve 30-day months. Interest on the Notes will be payable semiannually on April 1 and October 1 of each year (herein an "Interest Payment Date"), commencing October 1, 2026.

The Notes will be initially registered only in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Notes. U.S. Bank Trust Company, National Association, Nashville, Tennessee (the "Registration Agent"), will make all interest payments with respect to the Notes on each Interest Payment Date directly to the registered owners as shown on the Note registration records maintained by the Registration Agent as of the close of business on the last day of the month next preceding the Interest Payment Date (the "Regular Record Date") by check or draft mailed to such owners at their addresses shown on said registration records, without, except for final payment, the presentation or surrender of such registered Notes, and all such payments shall discharge the obligations of the County in respect of such Notes to the extent of the payments so made. Payment of principal of the Notes shall be made upon presentation and surrender of such Notes to the Registration Agent as the same shall become due and payable. In the event the Notes are no longer registered in the name of DTC or its successor or assigns, if requested by the Owner of at least \$1,000,000 in aggregate principal amount of the Notes, payment of interest on such Notes shall be paid by wire transfer to a bank within the continental United States

or deposited to a designated account if such account is maintained with the Registration Agent and written notice of any such election and designated account is given to the Registration Agent prior to the record date.

Any interest on any Note which is payable but is not punctually paid or duly provided for on any interest payment date (hereinafter "Defaulted Interest") shall forthwith cease to be payable to the registered owner on the relevant Regular Record Date; and, in lieu thereof, such Defaulted Interest shall be paid by the County to the persons in whose names the Notes are registered at the close of business on a date (the "Special Record Date") for the payment of such Defaulted Interest, which shall be fixed in the following manner: The County shall notify the Registration Agent in writing of the amount of Defaulted Interest proposed to be paid on each Note and the date of the proposed payment, and at the same time the County shall deposit with the Registration Agent an amount of money equal to the aggregate amount proposed to be paid in respect of such Defaulted Interest or shall make arrangements satisfactory to the Registration Agent for such deposit prior to the date of the proposed payment, such money when deposited to be held in trust for the benefit of the persons entitled to such Defaulted Interest. Thereupon, not less than ten (10) days after the receipt by the Registration Agent of the notice of the proposed payment, the Registration Agent shall fix a Special Record Date for the payment of such Defaulted Interest which date shall not be more than fifteen (15) nor less than ten (10) days prior to the date of the proposed payment to the registered owners. The Registration Agent shall promptly notify the County of such Special Record Date and, in the name and at the expense of the County, not less than ten (10) days prior to such Special Record Date, shall cause notice of the proposed payment of such Defaulted Interest and the Special Record Date therefor to be mailed, first class postage prepaid, to each registered owner at the address thereof as it appears in the Note registration records maintained by the Registration Agent as of the date of such notice. Nothing contained in the Resolution or in the Notes shall impair any statutory or other rights in law or in equity of any registered owner arising as a result of the failure of the County to punctually pay or duly provide for the payment of principal of and interest on the Notes when due.

### **Optional Redemption**

The Notes maturing on or before April 1, 2035, shall mature without option of prior redemption. The Notes maturing April 1, 2036, and thereafter shall be subject to redemption prior to maturity at the option of the County on April 1, 2035, and thereafter as a whole or in part at any time at the redemption price of par, plus interest accrued to the redemption date.

If less than all the Notes shall be called for redemption, the maturities to be redeemed shall be selected by the County Commission of the County in its discretion. If less than all of the Notes within a single maturity shall be called for redemption, the interest within the maturity to be redeemed shall be selected as follows:

- (i) if the Notes are being held under a Book-Entry System by DTC, or a successor Depository, the Notes to be redeemed shall be determined by DTC, or such successor Depository, by lot or such other manner as DTC, or such successor Depository, shall determine; or
- (ii) if the Notes are not being held under a Book-Entry System by DTC, or a successor Depository, the Notes within the maturity to be redeemed shall be selected by the Registration Agent by lot or such other random manner as the Registration Agent in its discretion shall determine.

### **Mandatory Redemption**

Subject to the credit hereinafter provided, the County shall redeem Notes maturing April 1, 20\_\_ on the redemption dates set forth below opposite the maturity dates, in aggregate principal amounts equal to the respective dollar amounts set forth below opposite the respective redemption dates at a price of par plus accrued interest thereon to the date of redemption. DTC, or such Person as shall then be serving as the securities depository for the Notes, shall determine the interest of each Participant in the Notes to be redeemed using its procedures generally in use at that time. If DTC or another securities depository is no longer serving as securities depository for the Notes, the Notes to be redeemed

within a maturity shall be selected by the Registration Agent by lot or such other random manner as the Registration Agent in its discretion shall select. The dates of redemption and principal amount of Notes to be redeemed on said dates are as follows:

<u>Final Maturity</u>	<u>Redemption Date</u>	<u>Principal Amount of Notes Redeemed</u>
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\*Final Maturity

At its option, to be exercised on or before the forty-fifth (45th) day next preceding any such redemption date, the County may (i) deliver to the Registration Agent for cancellation Notes maturing April 1, 20\_\_ to be redeemed, in any aggregate principal amount desired, and/or (ii) receive a credit in respect of its redemption obligation under this mandatory redemption provision for any Notes of the maturity to be redeemed which prior to said date have been purchased or redeemed (otherwise than through the operation of this mandatory sinking fund redemption provision) and canceled by the Registration Agent and not theretofore applied as a credit against any redemption obligation under this mandatory sinking fund provision. Each Note maturing April 1, 20\_\_ so delivered or previously purchased or redeemed shall be credited by the Registration Agent at 100% of the principal amount thereof on the obligation of the County on such payment date and any excess shall be credited on future redemption obligations in chronological order, and the principal amount of Notes to be redeemed by operation of this mandatory sinking fund provision shall be accordingly reduced.

**Notice of Redemption**

Notice of call for redemption, whether optional or mandatory, shall be given by the Registration Agent on behalf of the County not less than twenty (20) nor more than sixty (60) days prior to the date fixed for redemption by sending an appropriate notice to the registered owners of the Notes to be redeemed by first-class mail or certified mail, postage prepaid, at the addresses shown on the Note registration records of the Registration Agent as of the date of the notice; but neither failure to mail such notice nor any defect in any such notice so mailed shall affect the sufficiency of the proceedings for redemption of any of the Notes for which proper notice was given. The notice may state that it is conditioned upon the deposit of moneys in an amount equal to the amount necessary to effect the redemption with the Registration Agent no later than the redemption date ("Conditional Redemption"). As long as DTC, or a successor Depository, is the registered owner of the Notes, all redemption notices shall be mailed by the Registration Agent to DTC, or such successor Depository, as the registered owner of the Notes, as and when above provided, and neither the County nor the Registration Agent shall be responsible for mailing notices of redemption to DTC Participants, or Beneficial Owners. Failure of DTC, or any successor Depository, to provide notice to any DTC Participant or Beneficial Owner will not affect the validity of such redemption. The Registration Agent shall mail said notices as and when directed by the County pursuant to written instructions from an authorized representative of the County (other than for a mandatory sinking fund redemption, if applicable), notices of which shall be given at least forty-five (45) days prior to the redemption date (unless a shorter notice period shall be satisfactory to the Registration Agent). From and after the redemption date, all Notes called for redemption shall cease to bear interest if funds are available at the office of the Registration Agent for the payment thereof and if notice has been duly provided. In the case of a Conditional Redemption, the failure of the County to make funds available in part or in whole on or before the redemption date shall not constitute an event of default, and the Registration Agent shall give immediate notice to the Depository, if applicable, or the affected Noteholders that the redemption did not occur and that the Notes called for redemption and not so paid remain outstanding.

## Security and Sources of Payment

The Notes shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. The full faith and credit of the County are irrevocably pledged to the prompt payment of principal of and interest on the Notes.

## Book-Entry-Only System

The Depository Trust Company ("DTC"), New York, New York, will act as securities depository for the Notes. The Notes will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee). Only one fully-registered Note certificate will be issued in the aggregate principal amount of each maturity of the Notes, and will be deposited with DTC.

DTC is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds securities that its participants ("Participants") deposit with DTC. DTC also facilitates the settlement among Participants of securities transactions, such as transfers and pledges, in deposited securities through electronic computerized book-entry changes in Participants' accounts, thereby eliminating the need for physical movement of securities certificates. Direct Participants include securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is owned by a number of its Direct Participants and by the New York Stock Exchange, Inc., the American Stock Exchange, Inc., and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as securities brokers and dealers, banks, and trust companies that clear through or maintain a custodial relationship with Direct Participants, either directly or indirectly ("Indirect Participants"). The Rules applicable to DTC and its Participants are on file with the Securities and Exchange Commission.

Purchases of Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Notes on DTC's records. The ownership interest of each actual purchaser of each Note ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase, but Beneficial Owners are expected to receive written confirmation providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interest in the Notes are to be accomplished by entries made on the books of Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interest in the Notes, except in the event that use of the book-entry system for the Notes is discontinued.

To facilitate subsequent transfers, all Notes deposited by participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. The deposit of Notes with DTC and their registration in the name of Cede & Co. effect no change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Notes; DTC's records reflect only the identity of the Direct Participants to whose accounts such Notes are credited, which may or may not be the Beneficial Owners. The Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to Cede & Co. If less than all of the Notes within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. will consent or vote with respect to the Notes. Under its usual procedures, DTC mails an Omnibus Proxy to the County as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Notes are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on the Notes will be made to DTC. DTC's practice is to credit Direct Participants' accounts on the payable date in accordance with their respective holdings shown on DTC's records unless DTC has reason to believe that it will not receive payment on the payable date. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as in the case with securities held for the accounts of customers in bearer form or registered in "street name" and will be the responsibility of such Participant and not of DTC, the Registration Agent, or the County, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest to DTC is the responsibility of the County or the Registration Agent, disbursement of such payments to Direct Participants shall be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners shall be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Notes at any time by giving reasonable notice to the County or the Registration Agent. Under such circumstances, in the event that a successor securities depository is not obtained, Note certificates are required to be printed and delivered.

The County may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Note certificates will be printed and delivered.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the County believes to be reliable, but the County takes no responsibility for the accuracy thereof.

**THE COUNTY AND THE REGISTRATION AGENT HAVE NO RESPONSIBILITY OR OBLIGATION TO PARTICIPANTS, OR TO ANY BENEFICIAL OWNER WITH RESPECT TO (I) THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC OR ANY PARTICIPANT; (II) THE PAYMENT BY DTC OR ANY PARTICIPANT OF ANY AMOUNT WITH RESPECT TO THE PRINCIPAL OF OR INTEREST ON THE NOTES; (III) THE DELIVERY OR TIMELINESS OF DELIVERY BY ANY PARTICIPANT OR ANY NOTICE TO ANY BENEFICIAL OWNER WHICH IS REQUIRED OR PERMITTED UNDER THE TERMS OF THE RESOLUTION TO BE GIVEN TO NOTEHOLDERS; OR (IV) ANY CONSENT GIVEN OR OTHER ACTION TAKEN BY DTC OR CEDE & CO. AS NOTEHOLDER.**

**Disposition of Note Proceeds**

The following tables set forth the estimated sources and uses of the funds in connection with the issuance of the Notes.

Sources:	Note Proceeds	\$ _____
	Original Issue Premium	_____
	Total	<u><u>\$ _____</u></u>
Uses:	Deposit to Construction Fund	\$ _____
	Underwriter's Discount	_____
	Costs of Issuance	_____
	Total	<u><u>\$ _____</u></u>

**Plan of Finance**

Pursuant to the Resolution, a portion of the Note proceeds will be deposited in the Construction Fund established by the Resolution to be held and invested by the County and used to pay costs of the Projects and related costs of the Notes. Monies in the Construction Fund may be invested as permitted by Tennessee law.

**Defeasance**

If the County shall pay and discharge the indebtedness evidenced by any of the Notes in any one or more of the following ways:

(a) By paying or causing to be paid, by deposit of sufficient funds as and when required with the Registration Agent, the principal of and interest on such Notes as and when the same become due and payable;

(b) By depositing or causing to be deposited with any trust company or financial institution whose deposits are insured by the Federal Deposit Insurance Corporation or similar federal agency and which has trust powers (an "Agent"; which Agent may be the Registration Agent) in trust or escrow, on or before the date of maturity or redemption, sufficient money or Federal Obligations, as hereafter defined, the principal of and interest on which, when due and payable, will provide sufficient moneys to pay or redeem such Notes and to pay interest thereon when due until the maturity or redemption date (provided, if such Notes are to be redeemed prior to maturity thereof, proper notice of such redemption shall have been given or adequate provision shall have been made for the giving of such notice);

(c) By delivering such Notes to the Registration Agent, for cancellation by it;

and if the County shall also pay or cause to be paid all other sums payable under the Resolution by the County with respect to such Notes, or make adequate provision therefor, and by resolution of the Governing Body instruct any such Agent to pay amounts when and as required to the Registration Agent for the payment of principal of and interest on such Notes when due, then and in that case the indebtedness evidenced by such Notes shall be discharged and satisfied and all covenants, agreements and obligations of the County to the holders of such Notes shall be fully discharged and satisfied and shall thereupon cease, terminate and become void.

If the County shall pay and discharge the indebtedness evidenced by any of the Notes in the manner provided in either clause (a) or clause (b) above, then the registered owners thereof shall thereafter be entitled only to payment out of the money or Federal Obligations deposited as aforesaid.

Except as otherwise provided in the Resolution, neither Federal Obligations nor moneys deposited with the Registration Agent nor principal or interest payments on any such Federal Obligations shall be withdrawn or used for any purpose other than, and shall be held in trust for, the payment of the principal and interest on said Notes; provided that any cash received from such principal or interest payments on such Federal Obligations deposited with the Registration Agent, (A) to the extent such cash will not be required at any time for such purpose, shall be paid over to the County as received by the Registration Agent and (B) to the extent such cash will be required for such purpose at a later date, shall, to the extent practicable, be reinvested in Federal Obligations maturing at times and in amounts sufficient to pay when due the principal and interest to become due on said Notes on or prior to such redemption date or maturity date thereof, as the case may be, and interest earned from such reinvestments shall be paid over to the County, as received by the Registration Agent. Federal Obligations means direct obligations of, or obligations, the principal of and interest on which are guaranteed by, the United States of America, which notes or other obligations shall not be subject to redemption prior to their maturity other than at the option of the registered owner thereof.

## **INVESTMENT CONSIDERATIONS**

### **General**

The purchase of the Notes is subject to a number of investment considerations. The following is a discussion of certain investment considerations, which, among others, could affect the ability of the County to pay the principal of and interest and premium, if any, on the Notes and which could also affect the marketability of, or the market price for, the Notes. Such discussion is not, and is not intended to be, a comprehensive compilation of all possible investment considerations nor a substitute for an independent evaluation of the information presented in this Official Statement, including the Appendices attached hereto. Each prospective purchaser of any Note should read this Official Statement, including the Appendices attached hereto, in its entirety and consult such prospective purchaser's own investment or legal advisor for a more complete explanation of the matters that should be considered when purchasing an investment such as the Notes.

### **Enforceability of Remedies**

The remedies available to the holders or beneficial owners of the Notes upon any event of default under the Resolution are in many respects dependent upon judicial actions which are often subject to discretion and delay.

The enforceability of remedies or rights with respect to the Notes may be limited by state and federal laws, rulings and decisions affecting remedies and by bankruptcy, insolvency or other laws affecting creditors' rights or remedies heretofore or hereafter enacted.

Under existing law, municipalities must obtain the consent of state governments in order to avail themselves of federal bankruptcy protection under Title 11 of the United States Code. There is currently no law in the State granting such consent. The various legal opinions to be delivered concurrently with the delivery of the Notes will be qualified as to the enforceability of the various legal instruments by limitations imposed by bankruptcy, reorganization, insolvency, moratorium, or other similar laws affecting the rights of creditors generally or as to the availability of any particular remedy.

### **Secondary Market Prices**

No assurance can be given that a secondary market for any of the Notes will be available and no assurance can be given that the initial offering prices for the Notes will continue for any period of time.

The Notes may not constitute a liquid investment, and there is no assurance that a liquid secondary market will exist for the Notes in the event a holder or beneficial owner thereof determines to solicit purchasers of the Notes. Even if a

liquid secondary market exists, there can be no assurance as to the price for which the Notes may be sold. Such price may be lower than that paid by the current holder or beneficial owner of the Notes, depending on existing market conditions and other factors.

### **Future Legislation**

From time to time, the Tennessee General Assembly considers bills purporting to limit the amount by which Tennessee local governments may increase ad valorem tax levies for purposes other than the payment of general obligation debt service without first obtaining voter approval by referendum. If enacted into law, such bills would have no impact on the security for the payment of the Notes. However, such laws could impact the County's ability to raise revenue for other governmental operating and capital requirements. See also "Tax Matters – Changes in Federal and State Tax Law" for the potential impact of changes in tax law on the Notes.

### **Adverse Weather Events and Other Catastrophic Events**

Numerous scientific studies have detailed changing global weather patterns and the potential for increasing extreme weather events across the world. The County's location in the southern United States near various waterways increases its vulnerability to flooding and extreme heat. In addition to flooding and extreme heat, the County faces other threats due to changing weather patterns, including possible drought conditions that could become severe and frequent. Severe weather events and natural disasters, generally, including tornados and other storm events, can affect the County and its residents in a myriad of ways, including by potentially damaging County property, causing the temporary or permanent displacement of County residents and interrupting County services. Along with natural disasters, catastrophic events caused by human activity could also materially impact the County in a manner that would adversely impact the County's finances and/or operations. The County cannot predict the timing, extent or severity of any adverse weather events and/or other catastrophic events and any potential impact on the County's operations and finances.

### **Cyber Security**

The County utilizes various computer systems and network technology to perform many of its vital operations. Such operations often include the storage and transmission of sensitive information. As a result, the County may be the target of cyberattacks attempting to gain access to such information and/or disrupt County operations. In addition to intentional attacks, information breaches may occur due to unintentional employee error. A successful cyberattack or unintentional breach may require the expenditure of an unknown amount of money or time to resolve, substantially interrupt County services and operations and subject the County to legal action. Attempted cyber security attacks against organizations or entities similar to the County are increasingly common. In January 2024, the Federal Bureau of Investigation issued a specific warning that international hackers are working to attack governmental infrastructure in the United States. To mitigate against such risks, the County has instituted various policies and procedures to protect its network infrastructure, including a cyber-security training requirement for certain departments, as well as general cyber security training and awareness for all employees. Despite the County's measures to safeguard its network infrastructure, there are no guarantees that such measures will be successful.

## **Public Health Emergencies**

The emergence of an epidemic, pandemic or other widespread public health emergency would have an unknown impact on the County's economy and operations. The global outbreak in 2020 of the COVID-19 respiratory disease led, from time to time, to quarantine and other "social distancing" measures across the world, including the County. These measures included: (i) the closure, from time to time, of nonessential businesses, (ii) recommendations and warnings to limit nonessential travel and promote telecommuting, (iii) the postponement or cancellation of or reduced capacity at large-scale gatherings such as conventions, concerts and sporting events, (iv) limits on operations and customer capacity at commercial and retail establishments and (v) the closure, from time to time, of school buildings and community centers. Though such quarantining and "social distancing" measures related to COVID-19 have since terminated, the County is unable to predict whether and to what extent any increases in COVID-19 cases or the emergence of any other epidemic, pandemic or other widespread public health emergency may disrupt the local or global economy or how any such disruption may affect the operations or financial condition of the County.

Various types of information regarding employment, income trends, and business activity in the County are detailed in Appendix C, including historical data collected both before and during the COVID-19 pandemic. Certain data and other information collected prior to and during the COVID-19 outbreak may not reflect current conditions. For example, some of the largest employers and taxpayers in the County may have been forced to reduce their employment during the COVID-19 outbreak and may be similarly affected as a result of any future epidemic, pandemic or other public health emergency. For additional information, see Appendix C to the Official Statement.

## **FUTURE DEBT**

The County has authorized the issuance of up to \$55 million in principal amount of general obligation school bonds to finance school projects in the County. The County anticipates issuing such bonds in calendar year 2026. It is not possible, however, to foresee all capital needs, and circumstances may change.

## **LITIGATION**

There is no litigation of any nature now pending or, to the knowledge of the County, threatened to restrain or enjoin the issuance, sale or delivery of the Notes, or in any way contesting or affecting the validity of the Notes or any proceedings of the County taken with respect to the issuance and sale of the Notes, the pledge or application of any monies or security provided for the payment of the Notes or the existence or the powers of the County insofar as they relate to the authorization, sale and issuance of the Notes or such pledge or application of monies and security.

## **RATINGS**

The Notes have been assigned a rating of "A1" by Moody's Ratings ("Moody's") based on documents and other information provided by the County. The rating reflects only the view of Moody's, and neither the County nor the Municipal Advisor makes any representation as to the appropriateness of such rating.

There is no assurance that such rating will continue for any given period of time or that it will not be lowered or withdrawn entirely by Moody's if in its judgment circumstances so warrant. Any such downward change in or withdrawal of the rating may have an adverse effect on the secondary market price of the Notes. Any explanation of the significance of the rating may be obtained from Moody's.

## **APPROVAL OF LEGAL PROCEEDINGS**

Legal matters incident to the authorization and issuance of the Notes are subject to the unqualified approving opinion of Bass, Berry & Sims PLC, Bond Counsel. A copy of the opinion will be delivered with the Notes. (See Appendix A).

Certain legal matters will be passed upon for the County by J. Hilton Conger, Esq., Smithville, Tennessee, Counsel to the County.

## TAX MATTERS

### Federal

**General.** Bass, Berry & Sims PLC, Nashville, Tennessee, is Bond Counsel for the Notes. Their opinion under existing law, relying on certain statements by the County and assuming compliance by the County with certain covenants, is that interest on the Notes:

- is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code") and
- is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Notes may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations.

The Code imposes requirements on the Notes that the County must continue to meet after the Notes are issued. These requirements generally involve the way that Note proceeds must be invested and ultimately used. If the County does not meet these requirements, it is possible that a noteholder may have to include interest on the Notes in its federal gross income on a retroactive basis to the date of issue. The County has covenanted to do everything necessary to meet these requirements of the Code.

A noteholder who is a particular kind of taxpayer may also have additional tax consequences from owning the Notes. This is possible if a noteholder is:

- an S corporation,
- a United States branch of a foreign corporation,
- a financial institution,
- a property and casualty or a life insurance company,
- an individual receiving Social Security or railroad retirement benefits,
- an individual claiming the earned income credit or
- a borrower of money to purchase or carry the Notes.

If a noteholder is in any of these categories, it should consult its tax advisor.

Bond Counsel is not responsible for updating its opinion in the future. It is possible that future events or changes in applicable law could change the tax treatment of the interest on the Notes or affect the market price of the Notes. See also "Changes in Federal and State Tax Law" below in this heading.

Bond Counsel expresses no opinion on the effect of any action taken or not taken in reliance upon an opinion of other counsel on the federal income tax treatment of interest on the Notes, or under State, local or foreign tax law.

**Note Premium.** If a noteholder purchases a Note for a price that is more than the principal amount, generally the excess is "Note premium" on that Note. The tax accounting treatment of Note premium is complex. It is amortized over time and as it is amortized a noteholder's tax basis in that Note will be reduced. The holder of a Note that is callable before its stated maturity date may be required to amortize the premium over a shorter period, resulting in a lower yield on such Notes. A noteholder in certain circumstances may realize a taxable gain upon the sale of a Note with Note premium, even though the Note is sold for an amount less than or equal to the owner's original cost. If a

noteholder owns any Notes with Note premium, it should consult its tax advisor regarding the tax accounting treatment of Note premium.

***Original Issue Discount.*** A Note will have "original issue discount" if the price paid by the original purchaser of such Note is less than the principal amount of such Note. Bond Counsel's opinion is that any original issue discount on these Notes as it accrues is excluded from a noteholder's federal gross income under the Code. The tax accounting treatment of original issue discount is complex. It accrues on an actuarial basis and as it accrues a noteholder's tax basis in these Notes will be increased. If a noteholder owns one of these Notes, it should consult its tax advisor regarding the tax treatment of original issue discount

***Information Reporting and Backup Withholding.*** Unless the recipient is otherwise exempt, interest on the Notes is subject to Federal information reporting requirements which can be generally satisfied upon the filing of a Form W-9, "Request for Taxpayer Identification Number and Certification." Failure to satisfy the information reporting requirements does not affect the excludability of the interest on the Notes, but will result in a tax being withheld from the interest payment, calculated as set forth in the Code. Once the required information is provided, such amounts withheld would be allowed as a refund or credit against the Noteholder's Federal income tax.

## **State Taxes**

Under existing law, the Notes and the income therefrom are exempt from all present state, County and municipal taxes in Tennessee except (a) Tennessee excise taxes on interest on the Notes during the period the Notes are held or beneficially owned by any organization or entity, or other than a sole proprietorship or general partnership doing business in the State of Tennessee and (b) Tennessee franchise taxes by reason of the inclusion of the book value of the Notes in the Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee.

## **Changes in Federal and State Tax Law**

From time to time, there are Presidential proposals, proposals of various federal and Congressional committees, and legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to herein or adversely affect the marketability or market value of the Notes or otherwise prevent holders of the Notes from realizing the full benefit of the tax exemption of interest on the Notes. For example, various proposals have been made in Congress and by the President which, if enacted, would subject interest on notes, such as the Notes, that is otherwise excluded from gross income for federal income tax purposes, to a tax payable by certain noteholders with an adjusted gross income in excess of certain proposed thresholds. Further, such proposals may impact the marketability of the Notes simply by being proposed. It cannot be predicted whether, or in what form, these proposals might be enacted or if enacted, whether they would apply to Notes prior to enactment. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value, marketability or tax status of the Notes. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Notes would be impacted. Purchasers of the Notes should consult their tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The opinions expressed by Bond Counsel are based upon existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the Notes, and Bond Counsel has expressed no opinion as of any date subsequent thereto or with respect to any proposed or pending legislation, regulatory initiatives or litigation.

## **Miscellaneous**

Prospective purchasers of the Notes should consult their own tax advisors regarding the foregoing matters.

## MUNICIPAL ADVISOR

Guardian Advisors, LLC (the "Municipal Advisor") is serving as municipal advisor to the County in connection with the issuance of the Notes. The Municipal Advisor, in its capacity as municipal advisor, has relied on the opinion of Bond Counsel and has not verified and does not assume any responsibility for the information, covenants and representations contained in any of the legal documents with respect to the federal or state income tax status of the Notes or the possible impact of any present, pending or future actions taken by any legislative or judicial bodies. The information set forth herein has been obtained from the County and other sources believed to be reliable but has not been independently verified by the Municipal Advisor.

The Municipal Advisor's fee, like the fee for Bond Counsel and certain other professionals involved in the issuance of the Notes, for services rendered with respect to the sale of the Notes is contingent upon the issuance and delivery of the Notes.

The Municipal Advisor has reviewed the information in this Official Statement in accordance with, and as part of, its responsibilities to the County and, as applicable, to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Municipal Advisor does not guarantee the accuracy or completeness of such information.

## THE UNDERWRITER

\_\_\_\_\_ (the "Underwriter"), acting for and on behalf of itself and such other securities dealers as may be designated, will purchase the Notes for an aggregate purchase price of \$\_\_\_\_\_ (consisting of \$\_\_\_\_\_ aggregate principal amount, less \$\_\_\_\_\_ underwriter's discount, plus \$\_\_\_\_\_ original issue premium, less \$\_\_\_\_\_ original issue discount), plus accrued interest to the date of delivery.

The Underwriter may offer and sell the Notes to certain dealers (including dealer banks and dealers depositing the Notes into investment trusts) and others at prices different from the public offering prices stated on the cover page of this Official Statement. Such initial public offering prices may be changed from time to time by the Underwriter.

## CONTINUING DISCLOSURE

The County will at the time the Notes are delivered execute a Continuing Disclosure Agreement under which it will covenant for the benefit of holders and beneficial owners of the Notes to provide certain financial information and operating data relating to the County and to provide notice of the occurrence of certain enumerated events. The financial information and operating data and notices of events will be filed by the County with the Municipal Securities Rulemaking Board ("MSRB") at [emma.msrb.org](http://emma.msrb.org) ("EMMA") and with any State Information Depository which may hereafter be established in Tennessee. The specific nature of the information to be contained in the Annual Report or the notices of events can be found in the form of the Continuing Disclosure Agreement attached hereto as Appendix B. These covenants have been made in order to assist the Underwriter in complying with Securities and Exchange Commission Rule 15c2-12(b), as it may be amended from time to time (the "Rule"). Financial information and operating data required to be filed by the County pursuant to prior continuing disclosure undertakings were included in the County's Annual Financial Reports and/or supplemental statements filed on EMMA in the same or different formats as set forth in prior official statement(s) of the County. The County believes that it has complied in all material respects within the previous five years with its continuing disclosure agreements entered into in connection with the Rule.

## MISCELLANEOUS

The references, excerpts and summaries of all documents referred to herein do not purport to be complete statements of the provisions of such documents, and reference is made to all such documents for full and complete statements of all matters of fact relating to the Notes, the security for the payment of the Notes, and the rights of the holders of the

Notes. Any of the estimates is subject to change without notice and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the County since the date hereof. This Official Statement is deemed near final for the purposes of the Rule and does not contain any untrue statement of a material fact which should be included in this Official Statement for the purpose for which the Official Statement is to be used, or which is necessary in order to make statements herein contained, in light of the circumstances under which they were made not misleading in any material respect.

#### **FORWARD-LOOKING STATEMENTS**

The statements contained in this Official Statement, and in any other information provided that are not purely historic, are forward-looking statements, including statements regarding the expectations, hopes, intentions, or strategies regarding the future. Readers should not place undue reliance on forward-looking statements. All forward-looking statements included in this Official Statement are based on information available on the date hereof, and assumes no obligation to update any such forward-looking statements.

The forward-looking statements herein are necessarily based on various assumptions and estimates and are inherently subject to various risks and uncertainties, including risks and uncertainties relating to the possible invalidity of the underlying assumptions and estimates and possible changes or developments in social, economic, business, industry, market, legal and regulatory circumstances and conditions and actions taken or omitted to be taken by third parties, including customers, suppliers, business partners and competitors, and legislative, judicial and other governmental authorities and officials. Assumptions related to the foregoing involve judgments with respect to, among other things, future economic, competitive, and market conditions and future business and policy decisions, all of which are difficult or impossible to predict accurately and, therefore, there can be no assurance that the forward-looking statements included in this Official Statement would prove to be accurate.

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**CERTIFICATE OF ISSUER**

I, Matt Adcock, do hereby certify that I am the duly qualified and acting County Mayor of DeKalb County, Tennessee, and as such official, I do hereby further certify with respect to the Official Statement issued in connection with the sale of its General Obligation Capital Outlay Notes, Series 2026, dated \_\_\_\_\_, 2026, of said County that to the best of my knowledge, information and belief (a) the description and statements contained in said Official Statement were at the time of the acceptance of the winning bid and are on the date hereof true and correct in all material respects; and (b) that said Official Statement did not at the time of acceptance of the winning bid and does not on the date hereof contain any untrue statement of a material fact or omit to state a material fact required to be stated where necessary to make the statements made, in light of the circumstances under which they are made, not misleading.

**WITNESS** my official signature this \_\_\_\_ day of \_\_\_\_\_, 2026

/s/ \_\_\_\_\_  
Mayor

I, James Poss, do hereby certify that I am the duly qualified and acting County Clerk of DeKalb County, Tennessee, and as such official I do hereby further certify that Matt Adcock is the duly qualified and acting County Mayor of said County and that the signature appended to the foregoing certificate is the true and genuine signature of such official.

**WITNESS** my official signature and the seal of DeKalb County, Tennessee as of the date subscribed to the foregoing certificate.

/s/ \_\_\_\_\_  
County Clerk

(SEAL)

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**APPENDIX A**

Proposed Form of Bond Counsel Opinion of Bass, Berry & Sims PLC,  
Nashville, Tennessee relating to the Notes.

(Proposed Form of Opinion of Bond Counsel)

Bass, Berry & Sims PLC  
21 Platform Way South, Suite 3500  
Nashville, Tennessee 37203

(Dated Closing Date)

We have acted as Bond Counsel to DeKalb County, Tennessee (the "Issuer") in connection with the issuance of \$\_\_\_\_\_ General Obligation Capital Outlay Notes, Series 2026, dated the date hereof (the "Notes"). We have examined the law and such certified proceedings and other papers as we deemed necessary to render this opinion.

As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certifications of public officials furnished to us without undertaking to verify such facts by independent investigation.

Based on our examination, we are of the opinion, as of the date hereof, as follows:

1. The Notes have been duly authorized, executed and issued in accordance with the constitution and laws of the State of Tennessee and constitute valid and binding general obligations of the Issuer.

2. The resolution of the County Commission of the Issuer authorizing the Notes has been duly and lawfully adopted, is in full force and effect and is a valid and binding agreement of the Issuer enforceable in accordance with its terms.

3. The Notes constitute general obligations of the Issuer for the payment of which the Issuer has validly and irrevocably pledged its full faith and credit. The principal of and interest on the Notes are payable from unlimited ad valorem taxes to be levied on all taxable property within the Issuer.

4. Interest on the Notes is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code") and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Notes may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. The opinion set forth in the preceding sentence is subject to the condition that the Issuer comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Notes in order that interest thereon be, or continue to be, excludable from gross income for federal income tax purposes under Section 103 of the Code. Failure to comply with certain of such requirements could cause interest on the Notes to be so includable in gross income for federal income tax purposes retroactively to the date of issuance of the Notes. The Issuer has covenanted to comply with all such requirements. Except as set forth in this Paragraph 4, we express no opinion regarding other federal tax consequences arising with respect to the Notes.

5. Under existing law, the Notes and the income therefrom are exempt from all present state, County and municipal taxes in Tennessee except (a) Tennessee excise taxes on all or a portion of the interest on any of the Notes during the period such Notes are held or beneficially owned by any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee and (b) Tennessee franchise taxes by reason of the inclusion of the book value of the Notes in the Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership doing business in the State of Tennessee.

It is to be understood that the rights of the owners of the Notes and the enforceability of the Notes and the resolution authorizing the Notes may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted and that their enforcement may be subject to the exercise of judicial discretion in accordance with general principles of equity.

We express no opinion herein as to the accuracy, adequacy or completeness of the Official Statement relating to the Notes.

This opinion is given as of the date hereof, and we assume no obligation to update or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

Yours truly,

**APPENDIX B**

Form of Continuing Disclosure Agreement.

FORM OF  
CONTINUING DISCLOSURE AGREEMENT

This Disclosure Agreement (this "Disclosure Agreement" or "Agreement") is executed and delivered this \_\_\_\_ day of \_\_\_\_\_, 2026 by DeKalb County, Tennessee (the "Issuer") in connection with the issuance of \$\_\_\_\_\_ in aggregate principal amount of its General Obligation Capital Outlay Notes, Series 2026 (the "Notes"). The Issuer hereby covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Agreement. This Agreement is being executed and delivered by the Issuer for the benefit of the Registered Owners and the Beneficial Owners of the Notes and in order to assist the Participating Underwriters in complying with Rule 15c2 12(b)(5) (the "Rule") of the Securities and Exchange Commission (the "SEC"). This Agreement is being executed and delivered by the Issuer under the authority of the Resolution, as defined herein.

SECTION 2. Definitions. In addition to the definitions set forth in the Resolution (as herein defined), which apply to any capitalized terms used in this Agreement unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

"Beneficial Owner" shall mean any person who (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Notes (including persons holding Notes through nominees, depositories or other intermediaries) or (b) is treated as the owner of any Notes for federal income tax purposes.

"Fiscal Year" shall mean any period of twelve consecutive months adopted by the Issuer as its fiscal year for financial reporting purposes and shall initially mean the period beginning on July of each calendar year and ending June 30 of the following calendar year.

"MSRB" shall mean the Municipal Securities Rulemaking Board, or any successor thereto.

"Official Statement" shall mean the Official Statement of the Issuer, dated \_\_\_\_\_, 2026, as thereafter supplemented, relating to the Notes.

"Participating Underwriters" shall mean any of the original underwriters of the Notes required to comply with the Rule in connection with offering of the Notes.

"Registered Owner" means any person who is identified as a holder of Notes on the registration records maintained by or on behalf of the Issuer with respect to the Notes.

"Resolution" shall mean the note resolution of the Issuer, pursuant to which the Notes were issued, adopted on February 23, 2026.

"State" shall mean the State of Tennessee.

"State Repository" shall mean any public or private depository or entity designated by the State as a state depository to which continuing disclosure information shall be sent pursuant to State law. As of the date of this Agreement, there is no State Repository.

SECTION 3. Continuing Disclosure. The Issuer hereby agrees to provide or cause to be provided the information set forth below:

(a) *Annual Financial Information.* For Fiscal Years ending on or after June 30, 2026, the Issuer shall provide annual financial information and operating data within 12 months after the end of the Fiscal Year. The annual financial information and operating data shall include:

(i) The Issuer's audited financial statements, prepared in accordance with generally accepted accounting principles, or, if the Issuer's audited financial statements are not available, then the Issuer's unaudited financial statements; and

(ii) Operating data of the type included under the following headings in Appendix C to the Official Statement, which data may be presented in a manner other than as set in the Official Statement and which may be included in the Issuer's audited financial statements:

1. "Combined Statement of Revenues and Expenditures – All Governmental Fund Types";
2. "Statement of Ending Fund Balances";
3. "Property Tax Base";
4. "Property Tax Rates, Assessments, Levies and Collections";
5. "Property Tax Rates and Allocations";
6. "Top Ten Taxpayers";
7. "Per Capita Ratios";
8. "Sales Tax Receipts"
9. "Outstanding Debt"; and
10. "Outstanding Debt Service Requirements".

*Audited Financial Statements.* For Fiscal Years ending on or after June 30, 2026, the Issuer shall provide audited financial statements, prepared in accordance with generally accepted accounting principles, if and when available, if such audited financial statements are not included with the annual financial information described in subsection (a) above.

(c) *Event Notices.* The Issuer will provide notice of the following events relating to the Notes in a timely manner, not in excess of ten business days after the occurrence of the event:

- (i) Principal and interest payment delinquencies;
- (ii) Non-payment related defaults, if material;
- (iii) Unscheduled draws on debt service reserves reflecting financial difficulties;
- (iv) Unscheduled draws on credit enhancements reflecting financial difficulties;
- (v) Substitution of credit or liquidity providers, or their failure to perform;
- (vi) Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Notes or other material events affecting the tax status of the Notes;
- (vii) Modifications to rights of Bondholders, if material;
- (viii) Bond calls, if material, and tender offers;

- (ix) Defeasances (including disclosure as to whether the Notes have been defeased to their maturity or to a preceding call date);
- (x) Release, substitution, or sale of property securing repayment of the securities, if material;
- (xi) Rating changes;
- (xii) Bankruptcy, insolvency, receivership or similar event of the obligated person;
- (xiii) The consummation of a merger, consolidation or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- (xiv) Appointment of a successor or additional trustee or the change of name of a trustee, if material;
- (xv) Incurrence of a financial obligation (as defined in the Rule) of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the Issuer, any of which affect security holders, if material; and
- (xvi) Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation (as defined in the Rule) of the Issuer, any of which reflect financial difficulties.

(d) *Notice of Failure to File Annual Financial Information.* The Issuer will provide timely notice of its failure to provide the annual financial information described in subsection (a) above within the time frame prescribed by subsection (a).

(e) *Notice of Amendment of Agreement.* The Issuer will provide timely notice of an amendment to this Agreement pursuant to the terms of Section 5(a) below.

#### SECTION 4. Methods of Providing Information.

(a) All disclosures required by Section 3 shall be transmitted to the MSRB using the MSRB's Electronic Municipal Market Access System ("EMMA") or by such other method as may be subsequently determined by the MSRB.

(b) Information shall be provided to the MSRB in an electronic format as prescribed by the MSRB, either directly, or indirectly through an indenture trustee or a designated dissemination agent.

(c) All transmissions to the MSRB shall be accompanied by identifying information as prescribed by the MSRB.

(d) Any required disclosure may be incorporated by reference to other documents filed with the MSRB in the manner required by subsection (a) above. The Issuer shall clearly identify each such other document so incorporated by reference.

(e) All disclosures transmitted to the MSRB hereunder shall be simultaneously transmitted to any State Repository.

#### SECTION 5. Amendment.

(a) This Agreement may be amended or modified so long as: (i) any such amendments are not violative of any rule or regulation of the SEC or MSRB, or other federal or state regulatory body; (ii) the amendment may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the obligated person, or type of business conducted; (iii) this Agreement,

as amended, would have complied with the requirements of the Rule at the time of the primary offering of the Notes, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and (iv) the amendment does not materially impair the interests of Beneficial Owners or Registered Owners, as determined either by parties unaffiliated with the Issuer (such as bond counsel), or by approving vote of the Beneficial Owners and Registered Owners pursuant to the terms of the Resolutions at the time of the amendment.

(b) In the event of any amendment or modification to the financial information or operating data required to be filed pursuant to Section 3(a) above, the Issuer shall describe such amendment in the next filing pursuant to Section 3(a), and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or, in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the Issuer. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, the next filing pursuant to Section 3(a) or 3(b), as applicable, shall present a comparison (in narrative form and also, if feasible, in quantitative form) between the financial statements as prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

SECTION 6. Termination of Reporting Obligation. The Issuer's obligations under this Agreement shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Notes.

SECTION 7. Additional Information. Nothing in this Agreement shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Agreement or any other means of communication, in addition to that which is required by this Agreement. If the Issuer chooses to include any information in any disclosure required hereunder, in addition to that which is specifically required by this Agreement, the Issuer shall have no obligation under this Agreement to update such information or include it in any future disclosure.

SECTION 8. Beneficiaries. This Agreement shall inure solely to the benefit of the Registered Owners and Beneficial Owners from time to time of the Notes, and shall create no rights in any other person or entity.

SECTION 9. Default. In the event of a failure of the Issuer to comply with any provision of this Agreement, any Registered Owner or Beneficial Owner may take such actions as may be necessary and appropriate, including seeking specific performance by court order, to cause the Issuer to comply with its obligations under this Agreement. A default under this Agreement shall not be deemed a default under the Resolution, and the sole remedy under this Agreement in the event of any failure of any party to comply with this Agreement shall be an action to compel performance.

SECTION 10. Governing Law. This Agreement shall be governed by and construed in accordance with the laws of the State.

SECTION 11. Severability. In case any one or more of the provisions of this Agreement shall for any reason be held to be illegal or invalid, such illegality or invalidity shall not affect any other provision of this Agreement, but this Agreement shall be construed and enforced as if such illegal or invalid provision had not been contained herein.

DEKALB COUNTY, TENNESSEE

By: \_\_\_\_\_  
Mayor

**APPENDIX C**

Supplemental Information Regarding the County.

## THE ISSUER

### The County

DeKalb County, Tennessee (or “County”) was established in 1837 and is governed by a County Mayor and a 14-member Board of Commissioners, all of which serve 4-year terms. DeKalb County is located in eastern-Middle Tennessee and has three main geographical areas: Smith Fork Valley, Caney Fork and the Highland Rim Plateau. The County has an approximate land area of 202,880 acres, with approximately 49% being in farmland. In addition to livestock and livestock products, principal crops include corn, soybeans, hay, tobacco and other grains. DeKalb County is approximately 65 miles east of Nashville and 125 miles west of Knoxville, Tennessee.

The County is known primarily for outdoor activities associated with Center Hill Lake, an 18,200 acre reservoir created in 1948 to help control flooding. Also within the County are well established wholesale and retail horticultural nurseries and the Edgar Evins State Park. Also of note is the world renowned “Fiddlers Jamboree and Craft Festival” a two-day event held on the first weekend in July every year. The County provides public services including law enforcement, fire protection, highway and bridge maintenance, public education, ambulance and emergency response services and solid waste disposal. The County currently has 711 employees, of which approximately 463 are employed by the DeKalb County Board of Education. Transportation facilities are provided by U.S. Highway 70 and State Highways 56, 53, 96 and 146, while Interstate 40 is within seven (7) miles of DeKalb County.

The County has four incorporated municipalities: Smithville; the County seat (2020 Census population 5,004), Alexandria (2020 census population 981), Dowelltown (2020 census population 342) and Liberty (2020 census population 334).

Population trends for the entire County is as follows:

1970 .....	11,151
1980 .....	13,589
1990 .....	14,360
2000.....	17,423
2010.....	18,723
2020.....	20,080

Source: U.S. Census Bureau

### Industry

Leading industries and companies located in the County are as follows:

<u>Industry</u>	<u>Employees</u>	<u>Type Business</u>
S&W Mfg (Shiroki America)	443	Auto seals/window parts
Tenneco	345	Automotive exhaust system
Star Manufacturing	270	Foodservice & Concession Appliances
Anchor Fabrication	209	Metal Fabrication
Smithport Cabinetry	122	Cabinetry
620 Pelham	81	Military Uniforms
DeKalb Telephone	70	Telecommunications
Middle TN Gas	61	Natural Gas Distributor
AAA Coating	55	Protective Coating
Industrial Machine Co.	49	Tool & Die Custom Machining
Tenneco Braking	*	Automotive Brakes

\* Undisclosed.

Source: DeKalb County Chamber of Commerce; DeKalb County Mayor.

## Employment

Employment information for DeKalb County and the State of Tennessee was supplied by the Tennessee Department of Labor and Workforce Development.

<u>Year</u>	<u>Labor Force</u>		<u>Employed Persons</u>		<u>Unemployment Rate</u>	
	<u>County</u>	<u>State</u>	<u>County</u>	<u>State</u>	<u>County</u>	<u>State</u>
2015	7,340	3,057,301	6,835	2,885,145	6.9%	5.6%
2016	7,520	3,123,283	7,103	2,976,105	5.5%	4.7%
2017	7,643	3,185,241	7,273	3,065,279	4.8%	3.8%
2018	7,754	3,254,261	7,404	3,139,888	4.5%	3.5%
2019	7,855	3,344,849	7,516	3,231,501	4.3%	3.4%
2020	8,038	3,294,793	7,346	3,049,480	8.6%	7.4%
2021	8,019	3,316,876	7,657	3,168,586	4.5%	4.5%
2022	8,184	3,361,656	7,888	3,248,260	3.6%	3.4%
2023	8,170	3,380,108	7,858	3,270,602	3.8%	3.2%
2024	7,949	3,420,373	7,620	3,303,023	4.1%	3.4%
* 2025	7,962	3,484,546	7,632	3,360,159	4.2%	3.6%
** Dec/2025	8,079	3,527,850	7,773	3,409,536	3.8%	3.4%

\* Unofficial estimate.

\*\* Latest Estimates.

## Basis of Accounting and Presentation

The accounts of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The modified accrual basis of accounting is used to account for all governmental fund types of the County. Revenues for such funds are recognized as they become measurable and available as net current assets. Expenditures, other than interest or long-term debt, are recognized when incurred and measurable. All proprietary funds are accounted for using the accrual basis of accounting, whereby revenues are recognized when they are earned and expenses are recognized when they are incurred except for prepaid expenses, which are fully expended at the time of payment.

## Investment and Cash Management Policies

Investment of County operating funds is controlled by state statute and local policies and administered by the County Trustee. Generally, such policies limit investment instruments to direct United States Government obligations, those issued by United States Agencies or Certificates of Deposit. As required by prevailing statutes, all demand deposits or Certificates of Deposit are secured by collateral pledges at 110% of market value for amounts in excess of that guaranteed through federally sponsored insurance programs. Deposits with savings and loans associations must be collateralized as shown above, by an irrevocable letter of credit issued by the Federal Home Loan Bank or by providing notes secured by the first mortgages or first deeds of trusts upon residential property in the state equal to at least 150% of the amount of uninsured deposits. All collateral must be held in a third party escrow account for the benefit of the County. For reporting purposes, all investments are stated at cost, which approximates market value. The County Trustee is responsible for all County investments.

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\* Combined Statement of Revenues and Expenditures, All Governmental Fund Types  
(extracted from audited annual reports)

	Audited <u>2022</u>	Audited <u>2023</u>	Audited <u>2024</u>	Audited <u>2025</u>
<b>Revenues:</b>				
Local Taxes	\$ 17,176,705	\$ 17,933,366	\$ 19,875,199	\$ 24,175,839
Licenses & Permits	\$ 65,950	\$ 63,710	\$ 53,291	\$ 81,741
Forfeitures & Penalties	\$ 88,187	\$ 102,554	\$ 99,112	\$ 69,611
Charges for Current Services	\$ 1,672,475	\$ 2,708,234	\$ 2,200,859	\$ 2,086,409
Other Local Revenues	\$ 1,209,484	\$ 1,770,984	\$ 3,014,396	\$ 4,039,641
Fees from County Officials	\$ 1,042,594	\$ 1,047,559	\$ 1,103,845	\$ 1,155,198
State of Tennessee	\$ 23,786,047	\$ 26,212,627	\$ 29,526,848	\$ 30,301,017
Federal Government	\$ 6,406,582	\$ 10,310,706	\$ 8,917,410	\$ 10,466,659
Other Governmental Groups	\$ 1,818,564	\$ 1,911,284	\$ 2,112,187	\$ 2,228,033
<b>Total Revenues</b>	<b>\$ 53,266,588</b>	<b>\$ 62,061,024</b>	<b>\$ 66,903,147</b>	<b>\$ 74,604,148</b>
<b>Other Sources:</b>				
Proceeds from Refunding Debt	\$ -	\$ -	\$ -	\$ -
New Debt Proceeds	\$ -	\$ -	\$ -	\$ -
Premiums on Debt Issued	\$ -	\$ -	\$ -	\$ -
Proceeds from Sale of Capital Assets	\$ -	\$ -	\$ -	\$ -
Insurance Recovery	\$ -	\$ 37,312	\$ -	\$ 69,402
Operating Transfers	\$ 418,945	\$ 1,668,710	\$ 449,465	\$ 601,481
<b>Total Revenues/Other sources</b>	<b>\$ 53,685,533</b>	<b>\$ 63,767,046</b>	<b>\$ 67,352,612</b>	<b>\$ 75,275,031</b>
<b>Expenditures:</b>				
General	\$ 1,632,664	\$ 2,561,388	\$ 2,166,644	\$ 2,386,459
Finance	\$ 893,309	\$ 986,500	\$ 1,015,656	\$ 1,087,344
Administration of Justice	\$ 924,216	\$ 1,046,512	\$ 1,137,855	\$ 1,179,509
Public Safety	\$ 4,472,673	\$ 4,727,891	\$ 5,619,172	\$ 6,008,240
Public Health & Welfare	\$ 3,835,459	\$ 4,464,190	\$ 4,773,019	\$ 5,002,489
Social, Cultural & Recreational	\$ 281,803	\$ 295,512	\$ 317,691	\$ 327,112
Agricultural & Natural Resources	\$ 95,944	\$ 114,622	\$ 146,052	\$ 160,276
Other Operations	\$ 661,149	\$ 2,233,269	\$ 1,431,809	\$ 952,936
Highways	\$ 4,614,198	\$ 4,184,181	\$ 3,508,428	\$ 3,182,185
Support Services	\$ 6,302	\$ 3,487	\$ 8,450	\$ 2,003
Education Instruction	\$ 17,179,624	\$ 19,318,290	\$ 20,326,636	\$ 21,926,727
Support Services for Education	\$ 9,181,862	\$ 10,898,971	\$ 10,372,811	\$ 11,395,475
Non-Instructional Services	\$ 3,646,773	\$ 4,162,725	\$ 4,317,235	\$ 4,706,906
Education Capital Outlay	\$ 774,515	\$ 980,461	\$ 512,287	\$ 546,498
Principal on Debt	\$ 1,215,000	\$ 1,240,000	\$ 1,265,000	\$ 1,300,000
Interest on Debt	\$ 124,783	\$ 101,125	\$ 75,813	\$ 48,847
Other Debt Service	\$ 14,840	\$ 16,964	\$ 17,456	\$ 82,696
Capital Projects (includes proj's)	\$ 2,328,674	\$ 2,239,207	\$ 2,213,206	\$ 4,139,504
<b>Total Expenditures/Other sources</b>	<b>\$ 51,883,788</b>	<b>\$ 59,575,295</b>	<b>\$ 59,225,220</b>	<b>\$ 64,435,206</b>
<b>Other Uses:</b>				
Payments to Rfg Debt Escrow Agent	\$ -	\$ -	\$ -	\$ -
Operating Transfers	\$ (418,945)	\$ (1,668,710)	\$ (449,465)	\$ (601,481)
<b>Total Expenditures</b>	<b>\$ 52,302,733</b>	<b>\$ 61,244,005</b>	<b>\$ 59,674,685</b>	<b>\$ 65,036,687</b>
<b>Excess (Deficiency)</b>	<b>\$ 1,382,800</b>	<b>\$ 2,523,041</b>	<b>\$ 7,677,927</b>	<b>\$ 10,238,344</b>
<b>Combined Fund Balance (Beginning)</b>	<b>\$ 36,041,730</b>	<b>\$ 37,424,530</b>	<b>\$ 39,947,571</b>	<b>\$ 47,625,498</b>
<b>Prior Period Adjustment</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Combined Fund Balance (Ending)</b>	<b>\$ 37,424,530</b>	<b>\$ 39,947,571</b>	<b>\$ 47,625,498</b>	<b>\$ 57,863,842</b>

\* Compiled by the Municipal Advisor from audited annual reports. Revenues from Local Taxes in Fiscal Year 2025 include effect of a property tax rate increase in Tax Year 2024. See "Property Tax Rates, Assessments, Levies and Collections" herein.

**Statement of Ending Fund Balances (extracted from audited annual reports)**

	<u>AUDIT</u> <u>06/30/2022</u>	<u>AUDIT</u> <u>06/30/2023</u>	<u>AUDIT</u> <u>06/30/2024</u>	<u>AUDIT</u> <u>06/30/2025</u>
General Fund	\$ 5,976,378	\$ 6,340,424	\$ 7,318,891	\$ 7,908,164
Local Purpose	7,547,895	9,969,337	12,587,447	15,228,793
Highways/Public Works	2,326,628	2,982,455	2,724,023	2,178,426
Debt Service Fund	2,004,158	2,030,098	2,091,743	5,361,700
Solid Waste	4,065,846	4,550,804	6,174,930	6,717,874
* Non-Major Gen/Gov Funds(s)	1,613,498	1,253,482	1,716,374	2,722,613
Major School Funds	11,882,483	10,911,170	13,344,284	15,906,986
Non-Major School Fund(s)	<u>\$ 2,007,644</u>	<u>\$ 1,909,801</u>	<u>\$ 1,667,806</u>	<u>\$ 1,839,286</u>
	\$37,424,530	\$ 39,947,571	\$ 47,625,498	* \$ 57,863,842

\* Audited fund balances for Fiscal Year 2025 include non-budgeted funds not shown in the Statement of Proposed Operations for Fiscal Year 2026 below. Non-Budgeted funds equal \$1,157,181 which consist of Constitutional Officers Fee's, School Internal Service and School Federal Projects.

**Statement of Proposed Operations for Fiscal Year 2026**

	<u>Beginning Balance</u>	<u>Revenues</u>	<u>Funds Available</u>	<u>Expenditures</u>	<u>Ending Balance</u>
County General	\$ 7,908,164	\$ 16,047,669	\$ 23,955,833	\$ 17,019,900	\$ 6,935,933
Courthouse/Jail Maint	71,389	76,000	147,389	75,800	71,589
Other Special Revenue	26,716	0	26,716	26,716	0
Local Purpose	15,228,793	4,775,000	20,003,793	3,370,510	16,633,283
Drug Control	111,641	24,425	136,066	70,281	65,785
Capital Projects	2,488,331	2,132,771	4,621,102	2,151,723	2,469,379
Highways	2,178,426	5,514,821	7,693,247	6,546,552	1,146,695
Gen. Purpose School	15,576,247	34,930,760	50,507,007	39,059,642	11,447,365
Central Cafeteria	825,571	3,352,000	4,177,571	3,514,600	662,971
Education Cap Projects	211,809	1,300,000	1,511,809	1,300,000	211,809
Solid Waste	6,717,874	3,259,240	9,977,114	3,429,503	6,547,611
Debt Service	<u>5,361,700</u>	<u>4,263,086</u>	<u>9,624,786</u>	<u>3,290,616</u>	<u>6,334,170</u>
Totals	\$ 56,706,661	\$ 75,675,772	\$ 132,382,433	\$ 79,855,843	\$ 52,526,590

Source: Fiscal Year 2026 DeKalb County Budget

**Property Tax**

The County is authorized to levy a tax on all property within the County without limitation as to rate or amount. All real and personal property within the County is assessed in accordance with the State constitution and statutory provisions by the County Tax Assessor except most utility property, which is assessed by the State Public Service Commission. All property taxes are due on October 1 of each year based on appraisals as of January 1 of the same calendar. All property taxes are delinquent on March 1 of the following calendar year.

All property in the State of Tennessee must be appraised on a continuous six (6) year cycle composed of an on-sight review of each parcel of property over a five (5) year period followed by reevaluation of all such property in the year following the completion of the review as required by Title 67, Chapter 5, Part 16, Tennessee Code Annotated, as amended. In the second and fourth years of the review, all real property values must be updated by application of an index or indexes established for each jurisdiction by the State Board of Equalization, so as to maintain real property values at full value as defined in Title 67, Chapter 5, Part 6, Tennessee Code Annotated, as amended. The State Board of Equalization must also consider any plan submitted by a local tax assessor which would have the effect of maintaining real property values at full value. This alternative plan may be used instead of indexing.

Upon completion of the reappraisal and reassessment processes, the governing body of the County and the municipalities located in the County must determine and certify a tax rate which will provide the same ad valorem

tax revenue for the jurisdiction as was levied prior to reappraisal and reassessment, as required by Title 67, Chapter 5, Part 17, Tennessee Code Annotated, as amended. The estimated assessed value of all new construction and improvements placed on the tax rolls since the previous year, and the assessed value of all deletions from the previous tax roll are excluded in computing the new tax rate. As a result, the property tax rate is adjusted preventing a taxing unit from collecting additional property tax revenues solely as a result of reappraisal. Upon compliance with state law and certification of a tax rate providing the same property tax revenue as was collected before reappraisal, a governing body may vote thereafter to approve a tax rate change which would produce more or less tax revenue. The County's last reappraisal program, conducted by the State Board of Equalization, Division of Property Assessment, was completed and went into effect in Tax Year 2021.

**Property Tax Base**

The following information on assessed property tax values for Tax Year 2025 was supplied by the DeKalb County Assessor of Property Office.

<u>Property Classification:</u>	<u>Assessed Value:</u>
Real Property:	
Industrial/Commercial	\$ 107,426,765
Residential	410,036,695
Farm/Open Space/Agricultural/Forest and Mineral	104,051,385
Public Utility	<u>14,436,366</u>
Total Real Property	\$ 635,951,211
Personal Property:	
Industrial, Commercial and Public Utility	<u>\$ 24,106,807</u>
Total Real and Personal Property	\$ 670,058,018

**Property Tax Rates, Assessments, Levies and Collections**

<u>Tax Year</u>	<u>Tax Rate</u>	<u>Assessed Valuations</u>	<u>Taxes Levied</u>	<u>Uncollected Taxes Filed in Chancery Court as of 6/30/2025</u>
2011	\$ 1.6200	\$ 459,607,569	\$ 7,445,643	\$ 0
2012	1.6200	461,799,581	7,481,153	4,538
2013	1.6200	467,386,342	7,571,659	4,981
2014	1.6200	477,902,694	7,742,024	4,546
2015	1.7800	482,955,266	8,596,604	5,908
2016	1.8335	479,831,040	8,797,702	6,655
2017	1.8335	493,570,052	9,049,607	7,204
2018	1.8335	497,872,352	9,128,490	16,974
2019	2.1235	503,412,533	10,689,965	13,457
2020	2.1235	505,099,179	10,725,781	9,038
2021	1.7308	632,965,895	10,955,374	12,470
2022	1.7308	651,523,243	11,276,564	33,158
2023	2.0000	643,507,039	12,870,141	67,983
2024	2.5100	661,806,023	16,611,131	N/A
* 2025	2.5100	670,058,018	16,818,456	N/A

\* Unaudited.

Source:: TN Div of Property Assessments; Annual Financial Reports of the County; DeKalb County Clerk & Master.

**Property Tax Rates and Allocations**

<u>Tax Year</u>	<u>Gen Fund</u>	<u>Cap Proj</u>	<u>Highways</u>	<u>Schools</u>	<u>Debt Service</u>	<u>Total</u>
2015	0.9400	0.1100	0.0400	0.5700	0.1200	1.7800
2016	0.9535	0.1100	0.0400	0.6100	0.1200	1.8335
2017	0.9635	0.1100	0.0300	0.6100	0.1200	1.8335
2018	0.9635	0.1000	0.0300	0.6100	0.1300	1.8335
2019	1.2135	0.0900	0.0400	0.6500	0.1300	2.1235
2020	1.2135	0.0900	0.0400	0.6500	0.1300	2.1235
2021	0.9891	0.0733	0.0326	0.5298	0.1060	1.7308
2022	0.9891	0.0733	0.0326	0.5298	0.1060	1.7308
2023	1.2583	0.0733	0.0326	0.5298	0.1060	2.0000
2024	1.2583	0.0733	0.0326	0.5298	0.6160	2.5100
2025	1.2583	0.0733	0.0326	0.5298	0.6160	2.5100

Source: DeKalb County Mayor; State of TN: Division of Property Assessments.

**Top Ten Taxpayers for Tax Year 2025**

<u>Taxpayer</u>	<u>Type Business</u>	<u>Assessed Value</u>	<u>Taxes Levied</u>
S&W (Shiroki)	Auto seals/window parts	\$ 7,172,742	\$ 290,122
Tenneco	Automotive Exhaust Systems	7,121,868	178,759
Tenneco Braking	Automotive	6,955,144	174,574
Caney Fork Electric	Electric Co-op	6,749,185	169,404
DeKalb Telephone	Telecommunications	3,635,210	91,244
Toyota Motor	Automotive	3,391,749	85,133
Star Manufacturing	Food Service Appliances	3,061,823	76,852
Individual	Commercial Real Estate	2,819,430	71,048
General Motors	Automotive	2,773,626	69,618
400 Moog, LLC	Automotive Coatings	<u>2,676,000</u>	<u>67,168</u>
		\$ 46,356,777	\$ 1,273,922

The top ten taxpayers for the Tax Year 2025, as shown above, represent approximately 6.918323% of the total amount of assessed value of \$ 670,058,018.

Source: DeKalb County Trustee's Office; DeKalb County Assessor of Property, State of TN; Division of Property Assessments.

**Per Capita Ratios as of April 02, 2026 (including the estimated effect of the Notes) \***

<u>Taxable Property</u>		<u>Total Debt:</u>	
Assessed .....	\$ 33,369.42	Gross .....	\$ 1,778.14
Actual Market Value .....	\$125,994.79	Net .....	\$ 1,464.39
	Direct Gross Debt	\$ 35,705,000	
	Less: Debt Service Funds	<u>-6,300,072</u>	
	Net Direct Debt	\$ 29,404,928	
Per Capita			
<u>Overlapping Debt</u>	<u>Gross Debt</u>	<u>Net Debt</u>	<u>Net Debt Per Capita</u>
DeKalb County	\$ 35,705,000	\$ 29,404,928	\$ 1,464.39
Smithville	2,030,284	0	0
Alexandria	844,618	0	0
Dowelltown	0	0	0
Liberty	<u>0</u>	<u>0</u>	<u>0</u>
Total	\$ 38,579,902	\$ 29,404,928	\$ 1,464.39

\* Preliminary, subject to change based upon sale terms of the Notes.

## DeKalb County School System

The DeKalb County Board of Education (the "Board") provides administrative and operational direction for the DeKalb County School System (the "School System"). Members of the Board are elected by the voters of DeKalb County and consist of seven (7) members. The present members of the Board, their terms of office and their occupations are as follows:

<u>Board Member</u>	<u>Current Term</u>	<u>Occupation</u>
Danny Parkerson	2022 – 2026	Retired Teacher
Thomas Alan Hayes	2022 – 2026	Private Industry
Jim Beshearse	2022 – 2026	Business owner
Eric Ervin	2022 – 2026	Business Owner
Megan Moore	2024 – 2028	Business owner
Jason Miller	2024 – 2028	Business Owner
Shaun Tubbs	2022 – 2026	X-ray Technician

Mr. Patrick Cripps was appointed Director of Schools by the Board of Education on July 18, 2015 and his current contract will expire June 30, 2028.

## Enrollment and Attendance

Enrollment and average daily attendance of the School System for prior years and the average for the current school year was provided by the Board and is detailed in the following table:

<u>School Year</u>	<u>Net Enrollment (1<sup>st</sup> month Membership)</u>	<u>Average Daily Membership</u>
2019-2020	2,830	2,799
2020-2021	2,819	2,831
2021-2022	2,816	2,817
2022-2023	3,007	2,782
2023-2024	2,816	2,790
2024-2025	3,552	3,642
*2025-2026	4,204	4,157

\* School System estimates includes 1,450 virtual students. Enrollment increase since 2022 due to virtual school option.

## Existing School Facilities

The Board currently operates five (5) schools within DeKalb County which contain approximately 480,856 square feet of school floor space. In Smithville, TN, there is one (80,266 sq ft) K-2 elementary school, one (89,813 sq ft) 3-5 elementary school, one (99,989 sq ft) 6-8 Middle School and one (145,511 sq ft) 9-12 High School. In Liberty, TN, there is one (65,277 sq ft) K-8 school. The Board also operates a School Bus Garage and School Maintenance Facility, while the Central Office Building operations are on the public square in Smithville, the County seat.

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## Sales Tax

### Local Option Sales Tax

Counties and incorporated municipalities are authorized to levy a local option sales tax ("Sales Tax") on the same privileges on which the State levies a sales tax pursuant to Title 67, Chapter 6, Part 7 of Tennessee Code Annotated, as amended (the "Sales Tax Act"). Any Sales Tax rate levied by a county or municipality is limited to two and three-quarters percent (2-3/4%), in addition to the State sales tax rate of seven percent (7%). One-half of all Sales Tax collected throughout the County from a county implemented tax rate, must be expended for educational purposes. The remaining one-half is remitted to the County or the municipalities located within the County, depending on the jurisdiction in which the tax is collected, and may be used for any County or municipal purpose. However, a county or municipality may provide, by contract, for other distribution of the one-half not required to be allocated to school purposes.

The County voted by referendum to increase its sales tax rate 1.25% to the maximum rate of 2-3/4% on May 17, 2007. On June 19, 2006, an agreement allocating sales tax revenues was entered into by and between the DeKalb County Board of Education, DeKalb County and the municipalities of Smithville, Alexandria, Dowelltown and Liberty. The agreement designates 2/3<sup>rd</sup>s (two-thirds) of the total 2.75% local sales tax rate to be distributed to the Education Local Purpose Fund which is to be used for debt retirement, purchase of land, construction of new buildings, purchase of new equipment or operation of DeKalb County Schools. The agreements will expire July 16, 2055. The Sales Tax shall continue until such time as said tax shall be terminated by action of the Board of County Commissioners.

The Sales Tax is collected and administered by the State of Tennessee Department of Revenue (the "Department") and is disbursed to the County Trustee on a monthly basis, net of collection and administration fees incurred by the Department. The County Trustee disburses the Sales Tax revenues among the County and its incorporated municipalities.

Total audited sales tax receipts within the County for prior years are as follows:

<u>Fiscal Year</u>	<u>Total Sales Tax Receipts</u>	<u>Sales Tax Allocation to Local Purpose Fund</u>
2010	\$ 3,539,278	\$ 2,587,338
2011	3,476,406	2,200,413
2012	3,522,714	2,215,872
2013	3,554,408	2,250,446
2014	3,735,053	2,362,657
2015	3,738,456	2,391,347
2016	4,131,927	2,600,685
2017	4,136,315	2,653,386
2018	4,412,730	2,783,609
2019	4,676,323	2,957,254
2020	5,084,917	3,198,862
2021	5,971,538	3,748,748
2022	6,638,288	4,116,722
2023	7,121,747	4,415,644
2024	7,501,045	4,653,811
2025	8,227,277	5,054,782

Source: Comprehensive Annual Reports; County Mayor; County Trustee

Outstanding Debt (as of April 02, 2026)

Description of Debt

	<u>Original Amount</u>	<u>Unpaid Principal</u>	<u>Coupon Rate</u>	<u>Remaining FY Debt Service</u>	<u>Final Maturity</u>
<u>Capital Outlay Notes</u>					
	\$ -	0	0.00%	\$ -	
<b>TOTALS</b>	<b>\$ -</b>	<b>\$ -</b>		<b>\$ -</b>	

General Obligation Bonds

School Bonds, Series 2013, dated 6/10/10	\$ 3,000,000	\$ 705,000	3.00%-3.25%	\$ -	10/1/2028
<b>TOTALS</b>	<b>\$ 3,000,000</b>	<b>\$ 705,000</b>		<b>\$ -</b>	
<b>Grand Total-All Debt</b>	<b>\$ 3,000,000</b>	<b>\$ 705,000</b>		<b>\$ -</b>	

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Outstanding Debt Service Requirements (as of 04/02/2026)

	School Bonds, Series 2013		* ADD: General Obligation Capital Outlay Notes, Series 2026		Total P&I
2026	\$ -	\$ -	\$ -	\$ -	\$ -
2027	\$ 225,000	\$ 18,975	\$ 2,255,000	\$ 1,651,527	\$ 4,150,502
2028	\$ 235,000	\$ 11,781	\$ 2,305,000	\$ 1,600,650	\$ 4,152,431
2029	\$ 245,000	\$ 3,981	\$ 2,420,000	\$ 1,485,400	\$ 4,154,381
2030	\$ -	\$ -	\$ 2,540,000	\$ 1,364,400	\$ 3,904,400
2031	\$ -	\$ -	\$ 2,670,000	\$ 1,237,400	\$ 3,907,400
2032	\$ -	\$ -	\$ 2,805,000	\$ 1,103,900	\$ 3,908,900
2033	\$ -	\$ -	\$ 2,945,000	\$ 963,650	\$ 3,908,650
2034	\$ -	\$ -	\$ 3,090,000	\$ 816,400	\$ 3,906,400
2035	\$ -	\$ -	\$ 3,245,000	\$ 661,900	\$ 3,906,900
2036	\$ -	\$ -	\$ 3,405,000	\$ 499,650	\$ 3,904,650
2037	\$ -	\$ -	\$ 3,580,000	\$ 329,400	\$ 3,909,400
2038	\$ -	\$ -	\$ 3,740,000	\$ 168,300	\$ 3,908,300
2039	\$ -	\$ -	\$ -	\$ -	\$ -
2040	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ 705,000	\$ 34,738	\$ 35,000,000	\$ 11,882,577	\$ 47,622,315

\* Preliminary, subject to change. Interest calculated using a true interest rate of 3.714025%.

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**APPENDIX D**

Audited Financial Statements of DeKalb County, Tennessee  
for the Fiscal Year ended June 30, 2025.

49519137.3



## ANNUAL FINANCIAL REPORT

# DeKalb County, Tennessee

*For the Year Ended June 30, 2025*

**Jason E. Mumpower**  
*Comptroller of the Treasury*



**DIVISION OF  
LOCAL GOVERNMENT AUDIT**

**ANNUAL FINANCIAL REPORT**  
**DeKALB COUNTY, TENNESSEE**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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

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

*STEVE REEDER, CPA, CGFM, CFE*  
*Audit Manager*

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

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# Summary of Audit Findings

Annual Financial Report  
DeKalb County, Tennessee  
For the Year Ended June 30, 2025

## *Scope*

We have audited the basic financial statements of DeKalb County as of and for the year ended June 30, 2025.

## *Results*

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

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

## *Findings*

The following is a summary of the audit finding:

### **OFFICE OF ROAD SUPERVISOR**

- ◆ The Highway/Public Works Fund required material audit adjustments for proper financial statement presentation.



# INTRODUCTORY SECTION

# DeKALB COUNTY OFFICIALS

June 30, 2025

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## Officials

Matt Adcock, County Mayor  
Danny Hale, Road Supervisor  
Patrick Cripps, Director of Schools  
Sean Driver, Trustee  
Shannon Cantrell, Assessor of Property  
James Poss, County Clerk  
Susan Martin, Circuit, General Sessions and Juvenile Courts Clerk  
Nicole Wright, Clerk and Master  
Daniel Seber, Register of Deeds  
Patrick Ray, Sheriff

## Board of County Commissioners

Matt Adcock, County Mayor, Chairman  
Mathias Anderson  
Jeff Barnes  
Tom Chandler  
Daniel Cripps  
Tony Culwell  
Brandon Donnell  
Sabrina Farler

Larry Green  
Tony Luna  
Greg Matthews  
Glynn Merriman  
Andy Pack  
Beth Pafford  
Myron Rhody

## Board of Education

Shaun Tubbs, Chairman  
Jim Beshearse  
Eric Ervin  
Thomas Hayes

Jason Miller  
Megan Moore  
Danny Parkerson

## Purchasing Committee

Matt Adcock, County Mayor, Chairman  
Danny Hale, Road Supervisor  
Patrick Cripps, Director of Schools  
Jeff Barnes  
Larry Green  
Myron Rhody

## Audit Committee

Tom Janney, Chairman  
Daniel Cripps  
Andy Pack  
Myron Rhody

# FINANCIAL SECTION



JASON E. MUMPOWER  
*Comptroller*

## Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

### Report on the Audit of the Financial Statements

#### *Opinions*

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 DeKalb County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of DeKalb County, Tennessee, as of June 30, 2025, and the respective changes in financial position and the respective budgetary comparison for the General, Solid Waste/Sanitation, Local Purpose Tax, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund of the DeKalb County School Department (a discretely presented component unit), which represent 2.01 percent, 2.28 percent, and 2.87 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Internal School Fund of the DeKalb County School Department, is based solely on the report of the other auditors.

#### *Basis for Opinions*

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

### ***Changes in Accounting Principle***

As described in Note V.B., DeKalb County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences* and GASB Statement No. 102, *Certain Risk Disclosures*. GASB 101 updates the recognition and measurement guidance for compensated absences under a unified model and amends certain previously required disclosures. GASB 102 provides users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints.

### ***Emphasis of Matter***

We draw attention to Note I.D.9. to the financial statements, which describes restatements to the beginning Governmental Activities net position totaling (\$6,998) for the primary government and (\$144,123) for the discretely presented DeKalb County School Department. These restatements were necessary because of the transitional requirements of GASB Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

### ***Responsibilities of Management for the Financial Statements***

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

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of DeKalb County's internal control. Accordingly, no such opinion is expressed.

- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about DeKalb County's ability to continue as a going concern for a reasonable period of time.

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

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

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

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

### ***Supplementary Information***

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

### ***Other Information***

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 7, 2025, on our consideration of DeKalb 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 DeKalb 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 DeKalb County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

October 7, 2025

# BASIC FINANCIAL STATEMENTS SECTION

**DeKALB COUNTY, TENNESSEE**  
**Statement of Net Position**  
**June 30, 2025**

	<b>Primary Governmental Activities</b>	<b>Component Unit DeKalb County School Department</b>
<b>ASSETS</b>		
Cash	\$ 27,791	\$ 801,662
Equity in Pooled Cash and Investments	39,474,075	15,270,464
Inventories	0	531
Accounts Receivable	929,396	0
Allowance for Uncollectibles	(318,237)	0
Due from Other Governments	2,519,981	1,264,729
Property Taxes Receivable	13,496,532	3,346,588
Allowance for Uncollectible Property Taxes	(224,625)	(69,636)
Restricted Assets - Amounts Accumulated for Pension Benefits	0	575,353
Net Pension Asset - Teacher Retirement Plan	0	178,003
Net Pension Asset - Teacher Legacy Pension Plan	0	5,109,974
Capital Assets:		
Assets Not Depreciated:		
Land	2,189,638	1,254,587
Construction in Progress	996,951	0
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	2,619,338	10,176,483
Infrastructure	2,434,649	0
Other Capital Assets	4,268,664	1,905,379
Total Assets	<u>\$ 68,414,153</u>	<u>\$ 39,814,117</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Pension Changes in Experience	\$ 612,333	\$ 1,740,584
Pension Changes in Assumptions	273,093	232,711
Pension Changes in Proportion	0	113,621
Pension Changes in Contributions after Measurement Date	395,929	1,092,511
OPEB Changes in Experience	0	79,920
OPEB Changes in Proportion	0	62,563
OPEB Changes in Assumptions	0	589,657
OPEB Changes in Contributions after Measurement Date	0	62,686
Total Deferred Outflows of Resources	<u>\$ 1,281,355</u>	<u>\$ 3,974,253</u>

(Continued)

**DeKALB COUNTY, TENNESSEE**  
**Statement of Net Position (Cont.)**

	<b>Primary Governmental Activities</b>	<b>Component Unit DeKalb County School Department</b>
<b>LIABILITIES</b>		
Accounts Payable	\$ 234,030	\$ 287
Accrued Payroll	0	29,997
Accrued Interest Payable	12,742	0
Payroll Deductions Payable	15,551	138,996
Contracts Payable	600,946	0
Retainage Payable	8,618	468
Due to State of Tennessee	16,156	0
Due to Other Governments	678,829	0
Noncurrent Liabilities:		
Due Within One Year - Debt	220,000	0
Due Within One Year - Other	215,517	187,956
Due in More Than One Year - Debt	705,000	0
Due in More Than One Year - Other	2,423,860	2,852,529
Total Liabilities	<u>\$ 5,131,249</u>	<u>\$ 3,210,233</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred Current Property Taxes	\$ 12,949,931	\$ 3,208,843
Pension Changes in Experience	0	54,687
Pension Changes in Investment Earnings	169,709	1,125,899
Pension Changes in Proportion	0	149,303
OPEB Changes in Experience	0	404,045
OPEB Changes in Proportion	0	170,060
OPEB Changes in Assumptions	0	246,421
Total Deferred Inflows of Resources	<u>\$ 13,119,640</u>	<u>\$ 5,359,258</u>
<b>NET POSITION</b>		
Net Investment in Capital Assets	\$ 12,509,240	\$ 13,336,449
Restricted for:		
General Government	228,680	0
Administration of Justice	101,606	0
Public Safety	140,777	0
Public Health and Welfare	482,263	0
Highway/Public Works	2,435,330	0
Debt Service	5,440,295	0
Education	15,661,681	0
Capital Projects	2,494,162	1,845,041
Pensions	0	5,863,330
Unrestricted	<u>11,950,585</u>	<u>14,174,059</u>
Total Net Position	<u>\$ 51,444,619</u>	<u>\$ 35,218,879</u>

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

**DeKALB COUNTY, TENNESSEE**  
**Statement of Activities**  
**For the Year Ended June 30, 2025**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component Unit
					Governmental Total	DeKalb County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 3,061,133	\$ 296,754	\$ 71,645	\$ 45,000	\$ (2,647,734)	\$ 0
Finance	1,097,827	981,771	2,165	0	(113,891)	0
Administration of Justice	1,178,951	296,000	84,704	0	(798,247)	0
Public Safety	7,521,514	135,043	548,764	0	(6,837,707)	0
Public Health and Welfare	4,669,468	1,720,975	4,118,979	15,485	1,185,971	0
Social, Cultural, and Recreational Services	359,954	51,461	23,025	0	(285,468)	0
Agriculture and Natural Resources	160,248	0	0	0	(160,248)	0
Highways/Public Works	3,356,893	0	2,241,883	29,319	(1,085,691)	0
Education	1,913,965	0	140,000	0	(1,773,965)	0
Interest on Long-term Debt	39,002	0	0	0	(39,002)	0
<b>Total Governmental Activities</b>	<b>\$ 23,358,955</b>	<b>\$ 3,482,004</b>	<b>\$ 7,231,165</b>	<b>\$ 89,804</b>	<b>\$ (12,555,982)</b>	<b>\$ 0</b>
<b>Total Primary Government</b>	<b>\$ 23,358,955</b>	<b>\$ 3,482,004</b>	<b>\$ 7,231,165</b>	<b>\$ 89,804</b>	<b>\$ (12,555,982)</b>	<b>\$ 0</b>
Component Unit:						
DeKalb County School Department	\$ 39,667,385	\$ 151,613	\$ 11,472,605	\$ 0	\$ 0	\$ (28,043,167)
<b>Total Component Unit</b>	<b>\$ 39,667,385</b>	<b>\$ 151,613</b>	<b>\$ 11,472,605</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ (28,043,167)</b>

(Continued)

**DeKALB COUNTY, TENNESSEE**  
**Statement of Activities (Cont.)**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Unit
					Total Governmental Activities	DeKalb County School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes				\$ 9,237,096	\$ 3,538,403	
Property Taxes Levied for Debt Service				4,051,229	0	
Local Option Sales Taxes				6,347,752	0	
Litigation Tax				118,881	0	
Wholesale Beer Tax				77,630	0	
Business Tax				284,859	0	
Hotel/Motel Tax				325,978	0	
Mixed Drink Tax				39,335	34,380	
Other Local Taxes				55,635	0	
Grants and Contributions Not Restricted to Specific Programs				1,181,070	26,276,668	
Unrestricted Investment Earnings				308,253	50,208	
Miscellaneous				186,201	47,181	
Sale of Equipment				61,319	855	
Total General Revenues				<u>\$ 22,275,238</u>	<u>\$ 29,947,695</u>	
Insurance Recovery				<u>\$ 65,284</u>	<u>\$ 4,118</u>	
Change in Net Position				\$ 9,784,540	\$ 1,908,646	
Net Position, July 1, 2024				41,667,077	33,454,356	
Restatement - See Note I.D.9.				<u>(6,998)</u>	<u>(144,123)</u>	
Net Position, June 30, 2025				<u><u>\$ 51,444,619</u></u>	<u><u>\$ 35,218,879</u></u>	

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

**DeKALB COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds**  
**June 30, 2025**

**Major Funds**

	General	Solid Waste / Sanitation	Local Purpose Tax	Highway / Public Works	General Debt Service
<b>ASSETS</b>					
Cash	\$ 650	\$ 500	\$ 0	\$ 0	0
Equity in Pooled Cash and Investments	7,480,040	6,585,588	14,795,905	1,990,658	5,352,900
Accounts Receivable	841,291	53,165	0	2,074	0
Allowance for Uncollectibles	(318,237)	0	0	0	0
Due from Other Governments	522,352	318,169	865,776	398,404	0
Due from Other Funds	34,971	0	0	0	0
Property Taxes Receivable	8,576,218	0	0	222,240	4,198,482
Allowance for Uncollectible Property Taxes	(142,764)	0	0	(3,655)	(69,890)
Total Assets	<u>\$ 16,994,521</u>	<u>\$ 6,957,422</u>	<u>\$ 15,661,681</u>	<u>\$ 2,609,721</u>	<u>\$ 9,481,492</u>
<b>LIABILITIES</b>					
Accounts Payable	\$ 89,289	\$ 128,183	\$ 0	\$ 0	0
Payroll Deductions Payable	3,768	0	0	11,783	0
Contracts Payable	312,679	0	0	0	0
Retainage Payable	0	0	0	0	0
Due to Other Funds	0	0	0	0	0
Due to State of Tennessee	5	0	0	16,151	0
Due to Other Governments	0	0	0	0	0
Total Liabilities	<u>\$ 405,741</u>	<u>\$ 128,183</u>	<u>\$ 0</u>	<u>\$ 27,934</u>	<u>0</u>

(Continued)

**DeKALB COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds (Cont.)**

	<b>Major Funds</b>				
	General	Solid Waste / Sanitation	Local Purpose Tax	Highway / Public Works	General Debt Service
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Current Property Taxes	\$ 8,228,904	\$ 0	\$ 0	\$ 213,212	\$ 4,028,455
Deferred Delinquent Property Taxes	109,325	0	0	2,666	91,337
Other Deferred/Unavailable Revenue	342,387	111,365	432,888	187,483	0
Total Deferred Inflows of Resources	<u>\$ 8,680,616</u>	<u>\$ 111,365</u>	<u>\$ 432,888</u>	<u>\$ 403,361</u>	<u>\$ 4,119,792</u>
<b>FUND BALANCES</b>					
Restricted:					
Restricted for General Government	\$ 157,291	\$ 0	\$ 0	\$ 0	0
Restricted for Administration of Justice	101,606	0	0	0	0
Restricted for Public Safety	29,136	0	0	0	0
Restricted for Public Health and Welfare	482,263	0	0	0	0
Restricted for Other Operations	93,592	0	0	0	0
Restricted for Highways/Public Works	0	0	0	2,178,426	0
Restricted for Education	0	0	15,228,793	0	0
Restricted for Capital Outlay	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	5,361,700
Committed:					
Committed for General Government	0	0	0	0	0
Committed for Finance	0	0	0	0	0
Committed for Public Health and Welfare	0	6,717,874	0	0	0
Committed for Social, Cultural, and Recreational Services	261,129	0	0	0	0
Unassigned	6,783,147	0	0	0	0
Total Fund Balances	<u>\$ 7,908,164</u>	<u>\$ 6,717,874</u>	<u>\$ 15,228,793</u>	<u>\$ 2,178,426</u>	<u>\$ 5,361,700</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 16,994,521</u>	<u>\$ 6,957,422</u>	<u>\$ 15,661,681</u>	<u>\$ 2,609,721</u>	<u>\$ 9,481,492</u>

(Continued)

**DeKALB COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds (Cont.)**

	<b>Nonmajor Funds</b>	
	Other Govern- mental Funds	Total Governmental Funds
<b>ASSETS</b>		
Cash	\$ 26,641	\$ 27,791
Equity in Pooled Cash and Investments	3,268,984	39,474,075
Accounts Receivable	32,866	929,396
Allowance for Uncollectibles	0	(318,237)
Due from Other Governments	415,280	2,519,981
Due from Other Funds	0	34,971
Property Taxes Receivable	499,592	13,496,532
Allowance for Uncollectible Property Taxes	(8,316)	(224,625)
	<b>\$ 4,235,047</b>	<b>\$ 55,939,884</b>
<b>LIABILITIES</b>		
Accounts Payable	\$ 16,558	\$ 234,030
Payroll Deductions Payable	0	15,551
Contracts Payable	288,267	600,946
Retainage Payable	8,618	8,618
Due to Other Funds	34,971	34,971
Due to State of Tennessee	0	16,156
Due to Other Governments	678,829	678,829
Total Liabilities	<b>\$ 1,027,243</b>	<b>\$ 1,589,101</b>

(Continued)

**DeKALB COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds (Cont.)**

	<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
	Other Govern- mental Funds		Total Governmental Funds
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Current Property Taxes	\$ 479,360	\$	12,949,931
Deferred Delinquent Property Taxes	5,831		209,159
Other Deferred/Unavailable Revenue	0		1,074,123
Total Deferred Inflows of Resources	<u>\$ 485,191</u>	<u>\$</u>	<u>14,233,213</u>
<b>FUND BALANCES</b>			
Restricted:			
Restricted for General Government	\$ 71,389	\$	228,680
Restricted for Administration of Justice	0		101,606
Restricted for Public Safety	111,641		140,777
Restricted for Public Health and Welfare	0		482,263
Restricted for Other Operations	0		93,592
Restricted for Highways/Public Works	0		2,178,426
Restricted for Education	0		15,228,793
Restricted for Capital Outlay	2,488,331		2,488,331
Restricted for Debt Service	0		5,361,700
Committed:			
Committed for General Government	26,716		26,716
Committed for Finance	24,536		24,536
Committed for Public Health and Welfare	0		6,717,874
Committed for Social, Cultural, and Recreational Services	0		261,129
Unassigned	0		6,783,147
Total Fund Balances	<u>\$ 2,722,613</u>	<u>\$</u>	<u>40,117,570</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 4,235,047</u>	<u>\$</u>	<u>55,939,884</u>

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

**DeKALB COUNTY, TENNESSEE**  
**Reconciliation of the Balance Sheet of Governmental**  
**Funds to the Statement of Net Position**  
**June 30, 2025**

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)		\$ 40,117,570
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 2,189,638	
Add: construction in progress	996,951	
Add: buildings and improvements net of accumulated depreciation	2,619,338	
Add: infrastructure net of accumulated depreciation	2,434,649	
Add: other capital assets net of accumulated depreciation	<u>4,268,664</u>	12,509,240
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (925,000)	
Less: accrued interest on bonds and notes	(12,742)	
Less: landfill closure/postclosure care costs	(2,506,812)	
Less: compensated absences payable	(126,371)	
Less: net pension liability	<u>(6,194)</u>	(3,577,119)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 1,281,355	
Less: deferred inflows of resources related to pensions	<u>(169,709)</u>	1,111,646
(4) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>1,283,282</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 51,444,619</u></u>

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

**DeKALB COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Governmental Funds**  
**For the Year Ended June 30, 2025**

	<b>Major Funds</b>					
	General	Solid Waste / Sanitation	Local Purpose Tax	<i>Formerly Major</i> Other Special Revenue	Highway / Public Works	General Debt Service
<b>Revenues</b>						
Local Taxes	\$ 9,123,037	\$ 1,628,161	\$ 5,054,782	\$ 0	\$ 273,455	\$ 3,968,560
Licenses and Permits	79,567	0	0	0	0	0
Fines, Forfeitures, and Penalties	64,889	0	0	0	0	0
Charges for Current Services	744,066	1,010,965	0	0	0	0
Other Local Revenues	695,373	46,427	0	0	60,085	0
Fees Received From County Officials	1,155,198	0	0	0	0	0
State of Tennessee	1,703,103	650,511	0	0	2,241,883	0
Federal Government	807,906	0	0	0	0	0
Other Governments and Citizens Groups	138,931	0	0	0	0	140,000
<b>Total Revenues</b>	<b>\$ 14,512,070</b>	<b>\$ 3,336,064</b>	<b>\$ 5,054,782</b>	<b>\$ 0</b>	<b>\$ 2,575,423</b>	<b>\$ 4,108,560</b>
<b>Expenditures</b>						
Current:						
General Government	\$ 2,312,443	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Finance	922,247	0	0	0	0	0
Administration of Justice	1,179,509	0	0	0	0	0
Public Safety	5,949,243	0	0	0	0	0
Public Health and Welfare	2,209,369	2,793,120	0	0	0	0
Social, Cultural, and Recreational Services	327,112	0	0	0	0	0
Agriculture and Natural Resources	160,276	0	0	0	0	0
Other Operations	866,717	0	0	0	0	0

(Continued)

**DeKALB COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Governmental Funds (Cont.)**

	<b>Major Funds</b>					
	General	Solid Waste / Sanitation	Local Purpose Tax	<i>Formerly Major</i> Other Special Revenue	Highway / Public Works	General Debt Service
<b>Expenditures (Cont.)</b>						
Current (Cont.)						
Highways	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,182,185	\$ 0
Support Services	0	0	0	0	0	0
Debt Service:						
Principal on Debt	0	0	0	0	0	1,160,000
Interest on Debt	0	0	0	0	0	48,847
Other Debt Service	0	0	0	0	0	82,696
Capital Projects	0	0	1,960,496	0	0	0
Total Expenditures	<u>\$ 13,926,916</u>	<u>\$ 2,793,120</u>	<u>\$ 1,960,496</u>	<u>\$ 0</u>	<u>\$ 3,182,185</u>	<u>\$ 1,291,543</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 585,154</u>	<u>\$ 542,944</u>	<u>\$ 3,094,286</u>	<u>\$ 0</u>	<u>\$ (606,762)</u>	<u>\$ 2,817,017</u>
<b>Other Financing Sources (Uses)</b>						
Insurance Recovery	\$ 4,119	\$ 0	\$ 0	\$ 0	\$ 61,165	\$ 0
Transfers In	0	0	0	0	0	452,940
Transfers Out	0	0	(452,940)	0	0	0
Total Other Financing Sources (Uses)	<u>\$ 4,119</u>	<u>\$ 0</u>	<u>\$ (452,940)</u>	<u>\$ 0</u>	<u>\$ 61,165</u>	<u>\$ 452,940</u>
Net Change in Fund Balances	\$ 589,273	\$ 542,944	\$ 2,641,346	\$ 0	\$ (545,597)	\$ 3,269,957
Change to or Within the Reporting Entity	0	0	0	159,953	0	0
Fund Balance, July 1, 2024	<u>7,318,891</u>	<u>6,174,930</u>	<u>12,587,447</u>	<u>(159,953)</u>	<u>2,724,023</u>	<u>2,091,743</u>
Fund Balance, June 30, 2025	<u>\$ 7,908,164</u>	<u>\$ 6,717,874</u>	<u>\$ 15,228,793</u>	<u>\$ 0</u>	<u>\$ 2,178,426</u>	<u>\$ 5,361,700</u>

(Continued)

**DeKALB COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Governmental Funds (Cont.)**

	<b>Nonmajor Funds</b>	
	Other Govern- mental Funds	Total Governmental Funds
<b>Revenues</b>		
Local Taxes	\$ 555,061	\$ 20,603,056
Licenses and Permits	0	79,567
Fines, Forfeitures, and Penalties	4,722	69,611
Charges for Current Services	179,765	1,934,796
Other Local Revenues	1,916,855	2,718,740
Fees Received From County Officials	0	1,155,198
State of Tennessee	0	4,595,497
Federal Government	915,176	1,723,082
Other Governments and Citizens Groups	0	278,931
<b>Total Revenues</b>	<b>\$ 3,571,579</b>	<b>\$ 33,158,478</b>
<b>Expenditures</b>		
Current:		
General Government	\$ 74,016	\$ 2,386,459
Finance	165,097	1,087,344
Administration of Justice	0	1,179,509
Public Safety	58,997	6,008,240
Public Health and Welfare	0	5,002,489
Social, Cultural, and Recreational Services	0	327,112
Agriculture and Natural Resources	0	160,276
Other Operations	86,219	952,936

(Continued)

**DeKALB COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Governmental Funds (Cont.)**

	<b>Nonmajor Funds</b>	
	Other Govern- mental Funds	Total Governmental Funds
<b>Expenditures (Cont.)</b>		
Current (Cont.)		
Highways	\$ 0	\$ 3,182,185
Support Services	2,003	2,003
Debt Service:		
Principal on Debt	0	1,160,000
Interest on Debt	0	48,847
Other Debt Service	0	82,696
Capital Projects	2,179,008	4,139,504
Total Expenditures	<u>\$ 2,565,340</u>	<u>\$ 25,719,600</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,006,239</u>	<u>\$ 7,438,878</u>
<b>Other Financing Sources (Uses)</b>		
Insurance Recovery	\$ 0	\$ 65,284
Transfers In	0	452,940
Transfers Out	0	(452,940)
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ 65,284</u>
Net Change in Fund Balances	\$ 1,006,239	\$ 7,504,162
Change to or Within the Reporting Entity	(159,953)	0
Fund Balance, July 1, 2024	<u>1,876,327</u>	<u>32,613,408</u>
Fund Balance, June 30, 2025	<u>\$ 2,722,613</u>	<u>\$ 40,117,570</u>

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

**DeKALB 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, 2025**

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)		\$ 7,504,162
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 2,314,691	
Less: current-year depreciation expense	<u>(1,203,661)</u>	1,111,030
(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 assets disposed		(451)
(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, 2025	\$ 1,283,282	
Less: deferred delinquent property taxes and other deferred June 30, 2024	<u>(1,176,629)</u>	106,653
(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 bonds	\$ 845,000	
Add: principal payments on notes	<u>315,000</u>	1,160,000
(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 on notes and bonds	\$ 9,845	
Change in compensated absences payable	7,657	
Change in closure/postclosure care costs	72,331	
Change in net pension asset/liability	342,067	
Change in deferred outflows of resources related to pensions	(376,366)	
Change in deferred inflows of resources related to pensions	<u>(152,388)</u>	<u>(96,854)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 9,784,540</u>

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

**DeKALB COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
 General Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 9,123,037	\$ 8,780,167	\$ 8,780,167	\$ 342,870
Licenses and Permits	79,567	59,200	59,200	20,367
Fines, Forfeitures, and Penalties	64,889	69,805	69,805	(4,916)
Charges for Current Services	744,066	863,075	863,075	(119,009)
Other Local Revenues	695,373	402,500	475,037	220,336
Fees Received From County Officials	1,155,198	1,045,950	1,045,950	109,248
State of Tennessee	1,703,103	1,500,434	1,679,374	23,729
Federal Government	807,906	85,500	662,582	145,324
Other Governments and Citizens Groups	138,931	62,710	206,714	(67,783)
<b>Total Revenues</b>	<b>\$ 14,512,070</b>	<b>\$ 12,869,341</b>	<b>\$ 13,841,904</b>	<b>\$ 670,166</b>
<b>Expenditures</b>				
General Government				
County Commission	\$ 127,082	\$ 153,473	\$ 153,473	\$ 26,391
Board of Equalization	562	2,500	2,500	1,938
Beer Board	37	500	500	463
County Mayor/Executive	289,078	301,489	301,489	12,411
County Attorney	24,000	27,400	27,400	3,400
Election Commission	256,344	281,556	281,556	25,212
Register of Deeds	200,216	222,026	222,026	21,810
Planning	19,413	21,860	21,860	2,447
County Buildings	386,568	366,623	426,964	40,396
Other Facilities	119,663	142,296	142,296	22,633
Other General Administration	889,480	772,593	924,187	34,707
Finance				
Property Assessor's Office	319,010	346,981	346,981	27,971
County Trustee's Office	225,547	256,991	256,991	31,444
County Clerk's Office	377,690	410,271	421,050	43,360
Administration of Justice				
Circuit Court	351,715	361,984	361,984	10,269
General Sessions Court	261,529	293,485	295,085	33,556
Drug Court	188,891	209,373	210,973	22,082
Chancery Court	190,843	200,025	200,666	9,823
Juvenile Court	136,129	166,992	166,992	30,863

(Continued)

**DeKALB 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	
<b>Expenditures (Cont.)</b>				
Administration of Justice (Cont.)				
Judicial Commissioners	\$ 50,402	\$ 54,419	\$ 54,419	\$ 4,017
Public Safety				
Sheriff's Department	2,688,603	2,823,644	2,994,315	305,712
Special Patrols	72,223	75,688	77,306	5,083
Traffic Control	19,554	22,396	22,396	2,842
Correctional Incentive Program Improvements	2,287,017	2,071,832	2,522,625	235,608
Fire Prevention and Control	436,930	368,418	438,115	1,185
Civil Defense	12,362	18,197	18,197	5,835
Other Emergency Management	169,139	169,888	172,139	3,000
County Coroner/Medical Examiner	93,300	92,749	137,749	44,449
Public Safety Grants Program	64,947	77,578	75,960	11,013
Other Public Safety	105,168	113,730	113,730	8,562
Public Health and Welfare				
Local Health Center	147,280	191,016	191,016	43,736
Rabies and Animal Control	38,675	39,805	39,805	1,130
Ambulance/Emergency Medical Services	1,758,317	1,833,033	1,878,287	119,970
Alcohol and Drug Programs	199,236	121,226	199,666	430
Regional Mental Health Center	5,385	7,180	7,180	1,795
Other Public Health and Welfare	60,476	0	80,000	19,524
Social, Cultural, and Recreational Services				
Senior Citizens Assistance	87,322	88,919	113,919	26,597
Libraries	217,859	232,409	232,409	14,550
Parks and Fair Boards	7,500	9,000	9,000	1,500
Other Social, Cultural, and Recreational	14,431	0	14,431	0
Agriculture and Natural Resources				
Agricultural Extension Service	75,461	76,375	76,375	914
Soil Conservation	84,815	96,969	96,969	12,154
Other Operations				
Industrial Development	20	1,000	1,000	980
Housing and Urban Development	0	80,000	80,000	80,000
Other Economic and Community Development	599,528	90,000	632,428	32,900
Veterans' Services	14,860	23,186	23,186	8,326
Other Charges	204,838	207,614	217,614	12,776

(Continued)

**DeKALB 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	
<b>Expenditures (Cont.)</b>				
Other Operations (Cont.)				
Contributions to Other Agencies	\$ 21,121	\$ 27,117	\$ 27,117	\$ 5,996
Employee Benefits	9,111	10,600	10,600	1,489
Miscellaneous	17,239	21,700	21,700	4,461
Total Expenditures	<u>\$ 13,926,916</u>	<u>\$ 13,584,106</u>	<u>\$ 15,344,626</u>	<u>\$ 1,417,710</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 585,154</u>	<u>\$ (714,765)</u>	<u>\$ (1,502,722)</u>	<u>\$ 2,087,876</u>
<b>Other Financing Sources (Uses)</b>				
Insurance Recovery	\$ 4,119	\$ 0	\$ 4,119	\$ 0
Total Other Financing Sources	<u>\$ 4,119</u>	<u>\$ 0</u>	<u>\$ 4,119</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 589,273	\$ (714,765)	\$ (1,498,603)	\$ 2,087,876
Fund Balance, July 1, 2024	<u>7,318,891</u>	<u>6,518,926</u>	<u>6,518,926</u>	<u>799,965</u>
Fund Balance, June 30, 2025	<u>\$ 7,908,164</u>	<u>\$ 5,804,161</u>	<u>\$ 5,020,323</u>	<u>\$ 2,887,841</u>

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

**DeKALB COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Solid Waste/Sanitation Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 1,628,161	\$ 1,373,300	\$ 1,373,300	\$ 254,861
Charges for Current Services	1,010,965	710,000	710,000	300,965
Other Local Revenues	46,427	25,500	25,500	20,927
State of Tennessee	650,511	557,745	645,245	5,266
Total Revenues	<u>\$ 3,336,064</u>	<u>\$ 2,666,545</u>	<u>\$ 2,754,045</u>	<u>\$ 582,019</u>
<b>Expenditures</b>				
Public Health and Welfare				
Waste Pickup	\$ 375,901	\$ 404,015	\$ 428,015	\$ 52,114
Convenience Centers	409,348	418,341	418,341	8,993
Transfer Stations	1,927,082	1,814,701	2,051,766	124,684
Other Waste Disposal	32,689	29,332	39,332	6,643
Postclosure Care Costs	48,100	60,000	60,000	11,900
Total Expenditures	<u>\$ 2,793,120</u>	<u>\$ 2,726,389</u>	<u>\$ 2,997,454</u>	<u>\$ 204,334</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 542,944</u>	<u>\$ (59,844)</u>	<u>\$ (243,409)</u>	<u>\$ 786,353</u>
<b>Other Financing Sources (Uses)</b>				
Insurance Recovery	\$ 0	\$ 0	\$ 4,065	\$ (4,065)
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,065</u>	<u>\$ (4,065)</u>
Net Change in Fund Balance	\$ 542,944	\$ (59,844)	\$ (239,344)	\$ 782,288
Fund Balance, July 1, 2024	<u>6,174,930</u>	<u>4,450,618</u>	<u>4,450,618</u>	<u>1,724,312</u>
Fund Balance, June 30, 2025	<u>\$ 6,717,874</u>	<u>\$ 4,390,774</u>	<u>\$ 4,211,274</u>	<u>\$ 2,506,600</u>

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

**DeKALB COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
 Local Purpose Tax Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 5,054,782	\$ 4,420,000	\$ 4,420,000	\$ 634,782
Total Revenues	\$ 5,054,782	\$ 4,420,000	\$ 4,420,000	\$ 634,782
<b>Expenditures</b>				
Capital Projects				
Other General Government Projects	\$ 1,960,496	\$ 2,411,560	\$ 1,962,620	\$ 2,124
Total Expenditures	\$ 1,960,496	\$ 2,411,560	\$ 1,962,620	\$ 2,124
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,094,286	\$ 2,008,440	\$ 2,457,380	\$ 636,906
<b>Other Financing Sources (Uses)</b>				
Transfers Out	\$ (452,940)	\$ 0	\$ (452,940)	\$ 0
Total Other Financing Sources	\$ (452,940)	\$ 0	\$ (452,940)	\$ 0
Net Change in Fund Balance	\$ 2,641,346	\$ 2,008,440	\$ 2,004,440	\$ 636,906
Fund Balance, July 1, 2024	12,587,447	12,059,497	12,059,497	527,950
Fund Balance, June 30, 2025	\$ 15,228,793	\$ 14,067,937	\$ 14,063,937	\$ 1,164,856

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

**DeKALB COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Highway/Public Works Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 273,455	\$ 241,316	\$ 241,316	\$ 32,139
Other Local Revenues	60,085	0	0	60,085
State of Tennessee	2,241,883	5,695,257	5,695,257	(3,453,374)
Total Revenues	<u>\$ 2,575,423</u>	<u>\$ 5,936,573</u>	<u>\$ 5,936,573</u>	<u>\$ (3,361,150)</u>
<b>Expenditures</b>				
Highways				
Administration	\$ 191,924	\$ 266,077	\$ 266,077	\$ 74,153
Highway and Bridge Maintenance	1,913,747	1,993,000	2,772,994	859,247
Operation and Maintenance of Equipment	261,027	414,000	414,000	152,973
Quarry Operations	135,414	179,000	179,000	43,586
Other Charges	151,392	200,500	200,500	49,108
Employee Benefits	356,261	430,000	430,000	73,739
Capital Outlay	172,420	3,849,565	3,069,571	2,897,151
Total Expenditures	<u>\$ 3,182,185</u>	<u>\$ 7,332,142</u>	<u>\$ 7,332,142</u>	<u>\$ 4,149,957</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (606,762)</u>	<u>\$ (1,395,569)</u>	<u>\$ (1,395,569)</u>	<u>\$ 788,807</u>
<b>Other Financing Sources (Uses)</b>				
Insurance Recovery	\$ 61,165	\$ 0	\$ 0	\$ 61,165
Total Other Financing Sources	<u>\$ 61,165</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 61,165</u>
Net Change in Fund Balance	\$ (545,597)	\$ (1,395,569)	\$ (1,395,569)	\$ 849,972
Fund Balance, July 1, 2024	<u>2,724,023</u>	<u>2,135,448</u>	<u>2,135,448</u>	<u>588,575</u>
Fund Balance, June 30, 2025	<u>\$ 2,178,426</u>	<u>\$ 739,879</u>	<u>\$ 739,879</u>	<u>\$ 1,438,547</u>

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

**DeKALB COUNTY, TENNESSEE**  
**Statement of Net Position - Fiduciary Funds**  
**June 30, 2025**

	<b>Custodial Funds</b>
	<hr/>
<b>ASSETS</b>	
Cash	\$ 2,871,629
Accounts Receivable	446
Due from Other Governments	323,814
Notes Receivable - Long-term	<u>121,023</u>
Total Assets	<u>\$ 3,316,912</u>
<b>LIABILITIES</b>	
Due to Other Taxing Units	<u>\$ 323,814</u>
Total Liabilities	<u>\$ 323,814</u>
<b>NET POSITION</b>	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 2,993,098</u>
Total Net Position	<u><u>\$ 2,993,098</u></u>

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

**DeKALB COUNTY, TENNESSEE**

**Statement of Revenues, Expenses, and Changes in Net Position - Fiduciary Funds  
For the Year Ended June 30, 2025**

	<b>Custodial Funds</b>
	<hr/>
<b>ADDITIONS</b>	
Sales Tax Collections for Other Governments	\$ 1,879,525
Fines/Fees and Other Collections	9,104,881
Total Additions	<u>\$ 10,984,406</u>
<b>DEDUCTIONS</b>	
Payment of Sales Tax Collections to Other Governments	\$ 1,879,525
Payments to State	3,421,904
Payments to Cities, Individuals and Others	4,877,683
Total Deductions	<u>\$ 10,179,112</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 805,294
Net Position, July 1, 2024	<u>2,187,804</u>
Net Position, June 30, 2025	<u><u>\$ 2,993,098</u></u>

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

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**DeKALB COUNTY, TENNESSEE**  
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**DeKALB COUNTY, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2025**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

DeKalb 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 DeKalb County:

**A. *Reporting Entity***

DeKalb County is a public municipal corporation governed by an elected 14-member board. As required by GAAP, these financial statements present DeKalb County (the primary government) and its component units. The financial statements of the DeKalb County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of this omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

The DeKalb County School Department operates the public school system in the county, and the voters of DeKalb County elect its board. The school department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the county commission's approval. The school department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

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

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

Administrative Office:

DeKalb County Emergency  
Communications District  
P.O. Box 346  
Smithville, TN 37166

**Related Organization** – The Industrial Development Board of DeKalb County provides assistance in industrial recruitment in DeKalb County, and the DeKalb County Commission appoints its eight-

member board. The authority acted as a decision-making board and did not have any financial activity during the year.

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

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

DeKalb County issues all debt for the discretely presented DeKalb County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2025.

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

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

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

Fund financial statements of DeKalb 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 balance/fund net position, revenues, and expenditures. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. DeKalb County has no proprietary funds to report.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. DeKalb County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the General Debt Service Fund for payments to be made early in the following year.

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

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

DeKalb County reports the following major governmental funds:

**General Fund** – This is the county’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

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

**Local Purpose Tax Fund** – This special revenue fund accounts for local sales tax collections, which are disbursed to other county funds and component units. Local option sales tax is the foundational revenue of this fund.

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

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

Additionally, DeKalb County reports the following fund types:

**General Capital Projects Fund** – This fund is used to account for resources that are restricted, committed, or assigned to expenditure for general capital outlays of the county.

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

The discretely presented DeKalb County School Department reports the following major governmental funds:

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

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

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

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

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY25) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY24) are presented in this report. We do not believe using the prior year balances will affect the independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at [Tennessee Comptroller of the Treasury's website](#).

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

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

**1. Deposits and Investments**

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented DeKalb County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General, Local Purpose Tax, and Solid Waste/Sanitation funds. DeKalb County and the school department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost.

Investments in the State Treasurer's Investment Pool are reported at amortized cost using a stable net asset value. The primary oversight responsibility for the investments and operations of the State Treasurer's Investment Pool rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. These policies were designed to comply with generally accepted accounting principles. In addition, state statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. Compliance with Funding Board policies is audited by the Tennessee Comptroller of the Treasury, Division of State Audit. The latest audit opinion issued by the Division of State Audit concluded that the State Treasurer's Investment Pool complied with accounting principles generally accepted in the United States of America.

Investments in the State Treasurer's Intermediate Term Investment Fund are reported at amortized cost using a floating net asset value. The primary oversight responsibility for the investments and operations of the State Treasurer's Intermediate Term Investment Fund rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. These policies were designed to comply with generally accepted accounting principles. In addition, state statutes require the state treasurer to administer the pool under the same terms and conditions as prescribed for other funds invested by the state treasurer. Compliance with Funding Board policies is audited by the Tennessee Comptroller of the Treasury, Division of State Audit. The latest audit opinion issued by the Division of State Audit concluded that the State Treasurer's Intermediate Term Investment Fund complied with accounting principles generally accepted in the United States of America. DeKalb County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value.

## **2. Receivables and Payables**

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

All ambulance service and property taxes receivables are shown with an allowance for uncollectibles. Ambulance receivables allowances for uncollectibles are based on historical collection data. The allowance for uncollectible property taxes is equal to 0.87 percent of total taxes levied.

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

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

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

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

Retainage payable amounts in the General Capital Projects and General Purpose School funds represent 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 in the respective funds.

### **3. Restricted Assets**

Restricted assets consist of amounts held in a pension stabilization trust by the Tennessee Consolidated Retirement System (TCRS) for the benefit of the discretely presented DeKalb 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 DeKalb County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the DeKalb County School Department has not withdrawn any funds from the trust to pay pension cost. Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

### **4. Capital Assets**

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

Capital assets, which include property, plant, equipment, infrastructure assets (e.g., roads, bridges, and similar items) are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$15,000 or more and an estimated useful life of more than one year (five years for the school department). 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 DeKalb County and the discretely presented DeKalb County School Department are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and Improvements	20 - 40
Infrastructure:	
Roads	8 - 20
Bridges	30
Other Capital Assets	5 - 15

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

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

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

**6. Compensated Absences**

**Primary Government**

It is the county’s policy, except for the highway department, not to allow for the accumulation of unused vacation and sick days beyond year end. The highway department’s policy permits employees to accumulate earned but unused vacation/sick leave benefits up to 20 days. Only a portion of the unpaid accumulated sick leave is accrued. The criteria for accrual includes a “more likely than not,” to be used or paid. Since DeKalb County does not have a policy to pay any amounts when employees separate from service with the government, only the portion of sick leave “more likely than not” expected to be used is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued. A liability for vacation pay or sick leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements and payable under the county’s policies.

**Discretely Presented DeKalb County School Department**

It is the policy of the discretely presented DeKalb County School Department to permit employees to accumulate earned but unused vacation and sick pay benefits. Vacation leave can be accumulated up to twelve days and there is no limit to the amount of sick leave that can be accumulated. Only a portion of the unpaid accumulated sick leave is accrued. The

criteria for accrual includes a “more likely than not,” to be used or paid. Since DeKalb County does not have a policy to pay any amounts when employees separate from service with the government, only the portion of sick leave “more likely than not” expected to be used is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued. A liability for vacation pay or sick leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements and payable under the county’s policies.

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

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

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

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

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

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

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

As of June 30, 2025, DeKalb County had \$925,000 in outstanding debt for capital purposes for the discretely presented DeKalb County School Department. This debt is a liability of DeKalb County; however, the capital assets acquired are reported in the financial statements of the school department. Therefore, DeKalb County has incurred a liability significantly

decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

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

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

## **9. Restatements**

With the implementation of GASB Statement 101, *Compensated Absences*, DeKalb County must recognize a restatement to the beginning net position in the Government-wide financial statements for the Primary Government and the discretely presented DeKalb County School Department to record a compensated absences liability. A restatement of (\$6,998) has been presented to reflect the beginning balance of the Primary Government and (\$144,123) and for discretely presented DeKalb County School Department. The following table reflects the restatement amounts necessary to implement this standard:

	Government Wide	
	Primary	Discretely Presented
	Government	DeKalb County School Department
Net Position, as previously reported	\$ 41,667,077	\$ 33,454,356
Adjustments for GASB 101 Implementation:		
Compensated Absences Liability	(6,998)	(144,123)
Net Change in Beginning Net Position	\$ (6,998)	\$ (144,123)
Net Position, June 30, 2024, Restated	<u>\$ 41,660,079</u>	<u>\$ 33,310,233</u>

## 10. Changes To or Within the Financial Reporting Entity

### Changes in Major Fund Classification (Column A)

Fund classifications are evaluated annually in accordance with the criteria established in GASB Statement No. 34. During fiscal year 2025, the following fund experienced a change in major fund status:

The Other Special Revenue Fund no longer met the quantitative threshold and is presented as a nonmajor governmental fund. The prior-year amount has been restated to reflect the fund within the Nonmajor Governmental Funds column.

These presentation changes are reported retrospectively in accordance with GASB Statement No. 100 and do not affect the previously reported total governmental fund balances or changes in fund balances.

	7-1-24 As Previously Reported	Change To or Within the Financial Reporting Entity (A)	7-1-24 As Restated
<b>Primary Government</b>			
Governmental Funds			
Major Fund:			
Other Special Revenue	\$ (159,953)	\$ 159,953	\$ 0
Nonmajor Funds	1,876,327	(159,953)	1,716,374
Total Governmental Funds	<u>\$ 1,716,374</u>	<u>\$ 0</u>	<u>\$ 1,716,374</u>

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

### **Discretely Presented DeKalb County School Department**

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

#### ***F. Other Postemployment Benefit (OPEB) Plan***

### **Discretely Presented DeKalb County School Department**

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

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

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

##### **Primary Government**

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

##### **Discretely Presented DeKalb County School Department**

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

### III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

#### *Budgetary Information*

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund and the school department's Internal School Fund (special revenue funds), which are not budgeted, and the school department's Education Capital Projects Fund, which adopts a project length budget. 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/Executive, County Attorney, etc.). Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

On June 30, 2025, the discretely presented school department's General Purpose School Fund had outstanding encumbrances totaling \$480,860.

### IV. DETAILED NOTES ON ALL FUNDS

#### *A. Deposits and Investments*

DeKalb County and the DeKalb County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Cash reflected on the balance sheets or statements of net position represents nonpooled amounts held separately by individual funds.

#### **Deposits**

**Legal Provisions.** All deposits with financial institutions must be secured by one of three methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 90 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

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

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

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

## **Investments**

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

**Investment Balances.** On June 30, 2025, DeKalb County had the following investment carried at fair value within the fair value hierarchy established by generally accepted accounting principles. All investments are in U.S. Treasury Notes. Separate disclosures concerning pooled investments cannot

be made for DeKalb County and the discretely presented DeKalb County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity	Maturities	Fair Value	
Investments at Fair Value:				
U.S. Treasury Notes	N/A	7-31-26	<u>\$ 5,990,142</u>	
			<u>Fair Value Measurements Using</u>	
			Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Investment by Fair Value Level	Fair Value 6-30-25	Fair Value (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Moreton Capital Markets-U.S. Treasury Notes	\$ 5,990,142	\$ 5,990,142	\$ 0	\$ 0

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

**Interest Rate Risk.** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. DeKalb 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. DeKalb County has no investment policy that would further limit its investment choices.

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

Further information concerning the legal provisions, investment policies, investment types, and credit risks for the State Treasurer's Investment Pool and the State Treasurer's Intermediate Term Investment Fund can be obtained by reviewing the State of Tennessee Annual Comprehensive Financial Report at [State of Tennessee Annual Comprehensive Financial Report](#).

### TCRS Stabilization Trust

**Legal Provisions.** The DeKalb 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 DeKalb County School Department may not impose any restrictions on investments placed by the trust on their behalf. It is the intent of the plan trustees to allocate these funds in the future to offset pension costs.

On June 30, 2025, the DeKalb County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose School Fund of the school department.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 178,359
Developed Market International Equity	N/A	N/A	80,549
Emerging Market International Equity	N/A	N/A	23,014
U.S. Fixed Income	N/A	N/A	115,071
Real Estate	N/A	N/A	57,535
Short-term Securities	N/A	N/A	5,754
NAV - Private Equity and Strategic Lending	N/A	N/A	115,071
Total			\$ 575,353

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at [Tennessee Department of Treasury website](#).

**B. Notes Receivable**

In a prior year, the county sold its hospital to a private corporation. On May 10, 1971, the chancellor ordered that a portion of the proceeds of this sale be used to provide loans to "...deserving young men and women, who are preparing themselves for the practice of medicine or the practice of nursing..." These proceeds were deposited in the Office of Clerk and Master and were earmarked for loans to students in medical-related fields. Notes receivable of \$121,023 in the Constitutional Officers - Custodial Fund represent the total of these student loans outstanding on June 30, 2025. These loans are repayable to the county on or before five years after the borrower begins his or her practice in the field they have chosen. These loans carry an interest rate of two percent below the prime interest rate as published in the *Wall Street Journal*.

**C. Capital Assets**

Capital assets activity for the year ended June 30, 2025, was as follows:

**Primary Government**

**Governmental Activities:**

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 2,190,088	\$ 0	\$ (450)	\$ 2,189,638
Construction in Progress	39,978	956,973	0	996,951
<b>Total Capital Assets Not Depreciated</b>	<b>\$ 2,230,066</b>	<b>\$ 956,973</b>	<b>\$ (450)</b>	<b>\$ 3,186,589</b>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 10,901,840	\$ 0	\$ 0	\$ 10,901,840
Infrastructure	18,995,127	0	0	18,995,127
Other Capital Assets	10,010,526	1,357,718	(148,835)	11,219,409
<b>Total Capital Assets Depreciated</b>	<b>\$ 39,907,493</b>	<b>\$ 1,357,718</b>	<b>\$ (148,835)</b>	<b>\$ 41,116,376</b>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 7,963,470	\$ 319,032	\$ 0	\$ 8,282,502
Infrastructure	16,402,534	157,944	0	16,560,478
Other Capital Assets	6,372,894	726,685	(148,834)	6,950,745
<b>Total Accumulated Depreciation</b>	<b>\$ 30,738,898</b>	<b>\$ 1,203,661</b>	<b>\$ (148,834)</b>	<b>\$ 31,793,725</b>
<b>Total Capital Assets Depreciated, Net</b>	<b>\$ 9,168,595</b>	<b>\$ 154,057</b>	<b>\$ (1)</b>	<b>\$ 9,322,651</b>
<b>Governmental Activities Capital Assets, Net</b>	<b>\$ 11,398,661</b>	<b>\$ 1,111,030</b>	<b>\$ (451)</b>	<b>\$ 12,509,240</b>

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

**Governmental Activities:**

General Government	\$ 217,001
Finance	10,957
Public Safety	355,974
Public Health and Welfare	269,546
Highways/Public Works	<u>350,183</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,203,661</u>

**Net Investment in Capital Assets**

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Capital Assets	\$ 12,509,240
Add:	
Outstanding principal of school debt	(925,000)
Less:	
Outstanding principal of capital debt	925,000
Net Investment in Capital Assets	<u>\$ 12,509,240</u>

## Discretely Presented DeKalb County School Department

### Governmental Activities:

	Balance 7-1-24	Increases	Balance 6-30-25
Capital Assets			
Not Depreciated:			
Land	\$ 1,254,587	\$ 0	\$ 1,254,587
Total Capital Assets	\$ 1,254,587	\$ 0	\$ 1,254,587
Not Depreciated	\$ 1,254,587	\$ 0	\$ 1,254,587
Capital Assets			
Depreciated:			
Buildings and			
Improvements	\$ 22,059,802	\$ 207,594	\$ 22,267,396
Other Capital Assets	4,217,956	326,326	4,544,282
Total Capital Assets	\$ 26,277,758	\$ 533,920	\$ 26,811,678
Depreciated	\$ 26,277,758	\$ 533,920	\$ 26,811,678
Less Accumulated			
Depreciation For:			
Buildings and			
Improvements	\$ 11,575,746	\$ 515,167	\$ 12,090,913
Other Capital Assets	2,370,484	268,419	2,638,903
Total Accumulated	\$ 13,946,230	\$ 783,586	\$ 14,729,816
Depreciation	\$ 13,946,230	\$ 783,586	\$ 14,729,816
Total Capital Assets			
Depreciated, Net	\$ 12,331,528	\$ (249,666)	\$ 12,081,862
Governmental Activities			
Capital Assets, Net	\$ 13,586,115	\$ (249,666)	\$ 13,336,449

There were no decreases in capital assets to report during the year ended June 30, 2025.

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

### Governmental Activities:

Instruction	\$ 388,635
Support Services	387,290
Operation of Non-instructional Services	7,661
Total Depreciation Expense - Governmental Activities	\$ 783,586

### *D. Construction Commitments*

On June 30, 2025, the school department had uncompleted construction contracts of approximately \$440,461 for renovations at DeKalb County High School and DeKalb County Middle School. Funding has been received for these future expenditures.

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

The composition of interfund balances as of June 30, 2025, was as follows:

**Due to/from Other Funds:**

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 34,971

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

**Interfund Transfers:**

Interfund transfers for the year ended June 30, 2025, consisted of the following amounts:

**Primary Government**

Transfer Out	Transfer In General Debt Service Fund	Purpose
Local Purpose Tax Fund	\$ 452,940	Debt retirement

**Discretely Presented DeKalb County School Department**

Transfer Out	Transfer In General Purpose School Fund	Purpose
School Federal Projects Fund	\$ 148,541	Indirect costs

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.

**F. Long-term Debt**

**Primary Government**

**General Obligation Bonds and Notes**

**General Obligation Bonds** - DeKalb 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 bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 15 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, 2025, will be retired from the General Debt Service Fund.

General obligation bonds outstanding as of June 30, 2025, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-25
General Obligation Bonds	2 to 3.25 %	10-1-28	\$ 3,000,000	\$ 925,000

The annual requirements to amortize general obligation bonds as of June 30, 2025, including interest payments, are presented in the following table:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 220,000	\$ 25,484	\$ 245,484
2027	225,000	18,975	243,975
2028	235,000	11,780	246,780
2029	245,000	3,983	248,983
Total	\$ 925,000	\$ 60,222	\$ 985,222

There is \$5,361,700 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$46, based on the 2020 federal census.

The school department annually contributes funds to service some of the debt issued on its behalf by the primary government. The amount of the contribution is subject to annual budgetary restrictions. During the year ending June 30, 2025, the school department contributed \$140,000 to the General Debt Service Fund for debt retirement.

### Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2025, was as follows:

#### Governmental Activities:

	Bonds	Notes - Direct Placement
Balance, July 1, 2024	\$ 1,770,000	\$ 315,000
Reductions	(845,000)	(315,000)
Balance, June 30, 2025	\$ 925,000	\$ 0
Balance Due Within One Year	\$ 220,000	\$ 0

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	\$ 925,000
Less: Balance Due Within One Year - Debt	<u>(220,000)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u><u>\$ 705,000</u></u>

**G. Long-term Obligations**

**Primary Government**

**Changes in Long-term Obligations**

Long-term obligations activity for the year ended June 30, 2025, was as follows:

**Governmental Activities:**

	Compensated Absences*	Landfill Closure/ Postclosure Care Costs	Net Pension Liability - Agent Plan
Balance, July 1, 2024	\$ 134,028	\$ 2,579,143	\$ 348,261
Additions	0	58,753	1,832,059
Reductions	(7,657)	(131,084)	(2,174,126)
Balance, June 30, 2025	<u>\$ 126,371</u>	<u>\$ 2,506,812</u>	<u>\$ 6,194</u>
Balance Due Within One Year	<u>\$ 84,908</u>	<u>\$ 130,609</u>	<u>\$ 0</u>

\* Restated beginning balance - see Note I.D.9. The change in compensated absences is presented as a net change.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2025	\$ 2,639,377
Less: Balance Due Within One Year - Other	<u>(215,517)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u><u>\$ 2,423,860</u></u>

Compensated absences and pension liabilities will be paid from the employing funds, primarily the General and Highway/Public Works funds. Closure/postclosure care costs will be paid from the Solid Waste/Sanitation Fund.

**Discretely Presented DeKalb County School Department**

**Changes in Long-term Obligations**

Long-term obligations activity for the discretely presented DeKalb County School Department for the year ended June 30, 2025, was as follows:

**Governmental Activities:**

	Net Pension Liability - Agent Plan	Compensated Absences*	Other Postemployment Benefits
Balance, July 1, 2024	\$ 193,021	\$ 144,123	\$ 2,810,097
Additions	1,095,124	0	305,548
Reductions	(1,284,472)	(18,853)	(204,103)
Balance, June 30, 2025	<u>\$ 3,673</u>	<u>\$ 125,270</u>	<u>\$ 2,911,542</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 125,270</u>	<u>\$ 62,686</u>

\* Restated beginning balance - see Note I.D.9. The change in compensated absences is presented as a net change.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2025	\$ 3,040,485
Less: Balance Due Within One Year - Other	<u>(187,956)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 2,852,529</u>

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

**H. On-Behalf Payments**

**Discretely Presented DeKalb County School Department**

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the DeKalb 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 Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2025, were \$53,239. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

**V. OTHER INFORMATION**

**A. Risk Management**

**Primary Government**

The county is exposed to various risks related to general liability, property, casualty, and workers' compensation. The county participates in the Local Government Property and Casualty Fund (LGPCF) and the Local Government Workers' Compensation Fund (LWCF) as opposed to purchasing commercial insurance for these risks. The LGPCF and LWCF are public entity risk pools established by the Tennessee County Services Association, an association of member counties. The county pays annual premiums to these pools for their insurance coverage. These pools are to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding \$250,000 for property and \$450,000 for liability for each insured

event. The LGWCF reinsures through commercial insurance companies for claims exceeding \$500,000.

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

### **Discretely Presented DeKalb County School Department**

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

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

### ***B. Accounting Changes***

GASB Statement No. 101, *Compensated Absences*, became effective for the fiscal year ending June 30, 2025. This statement updates the recognition and measurement guidance for compensated absences under a unified model and amends certain previously required disclosures.

GASB Statement No. 102, *Certain Risk Disclosures*, became effective for the fiscal year ending June 30, 2025. This statement provides users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints.

### ***C. Contingent Liabilities***

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

Counties are often involved in threatened or pending lawsuits due to the nature of the services that they provide; however, on June 30, 2025, county officials and attorneys representing the school department did not identify any significant threatened or pending lawsuits against DeKalb County or the discretely presented DeKalb County School Department.

*D. Change in Administration*

On June 27, 2025, Debra Malone left the Office of Clerk and Master and was succeeded by Nicole Wright.

*E. Landfill Closure and Postclosure Care Costs*

DeKalb County has four active permits on file with the state Department of Environment and Conservation for sanitary landfills. The county has provided financial assurances for estimated closure and postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the Department of Environment and Conservation.

All landfill tracts in DeKalb County have been closed. The county closed the Midway landfill in 1994, the Felts Tract and expansion in 2002, and the lateral expansions in 2020. State and federal laws and regulations require the county to perform certain maintenance and monitoring functions at the site for 30 years after closure. The county reports actual postclosure care costs as an operating expense each year and reports the remaining estimated postclosure care costs as a liability on the government-wide Statement of Net Position. The \$2,506,812 reported as postclosure care liability on June 30, 2025, represents \$185,650 for the Midway landfill, \$252,607 for the Felts Tract, \$200,285 for the Felts Tract Expansion, and \$1,868,270 for the Felts Tract Lateral Expansion based on what it would cost to perform all estimated postclosure care in 2025. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. Future postclosure care costs will be handled by the county through the Solid Waste/Sanitation Fund.

*F. Joint Venture*

The Thirteenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Thirteenth Judicial District, Clay, DeKalb, DeKalb, Overton, Pickett, Putnam, and White counties, and participating municipalities within the district. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. DeKalb County did not make appropriations to the DTF for the year ended June 30, 2025.

DeKalb County does not have an equity interest in the above-noted joint venture. Complete financial statements for the DTF can be obtained from its administrative office at the following address:

Administrative Office:

Office of District Attorney General  
Thirteenth Judicial District Drug Task Force  
1519A East Spring Street  
Cookeville, TN 38506

**G. Retirement Commitments**

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

**Primary Government**

*General Information About the Pension Plan*

*Plan Description.* Employees of DeKalb County and non-certified employees of the discretely presented DeKalb County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 62.77 percent, the non-certified employees of the discretely presented school department comprise 37.23 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 [Tennessee Department of Treasury website](#).

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

*Employees Covered by Benefit Terms.* At the measurement date of June 30, 2024, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	205
Inactive Employees Entitled to But Not Yet Receiving Benefits	459
Active Employees	298
Total	<u><u>962</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. DeKalb County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2025, the employer contribution for DeKalb County was \$631,497 based on a rate of 5.41 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept DeKalb 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)*

DeKalb County's net pension liability (asset) was measured as of June 30, 2024, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The total pension liability as of the June 30, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2024, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

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

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	4.88 %	31 %
International Equity Emerging Market	5.37	14
International Equity Private Equity and Strategic Lending	6.09	4
U.S. Fixed Income	6.57	20
Real Estate	1.20	20
Short-term Securities	4.38	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 6.75 percent based on a blending of the factors described above.

*Discount Rate.* The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from DeKalb 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, 2023	\$ 24,299,667	\$ 23,758,385	\$ 541,282
Changes for the Year:			
Service Cost	\$ 855,722	\$ 0	\$ 855,722
Interest	1,658,190	0	1,658,190
Differences Between Expected and Actual Experience	367,816	0	367,816
Contributions-Employer	0	584,542	(584,542)
Contributions-Employees	0	550,158	(550,158)
Net Investment Income	0	2,315,400	(2,315,400)
Benefit Payments, Including Refunds of Employee Contributions	(1,179,222)	(1,179,222)	0
Administrative Expense	0	(36,957)	36,957
Net Changes	<u>\$ 1,702,506</u>	<u>\$ 2,233,921</u>	<u>\$ (531,415)</u>
Balance, June 30, 2024	<u>\$ 26,002,173</u>	<u>\$ 25,992,306</u>	<u>\$ 9,867</u>

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	62.77%	\$ 16,321,564	\$ 16,315,370	\$ 6,194
School Department	37.23%	9,680,609	9,676,936	3,673
Total		<u>\$ 26,002,173</u>	<u>\$ 25,992,306</u>	<u>\$ 9,867</u>

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

	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
DeKalb County			
Net Pension Liability (Asset)	\$ 3,547,162	\$ 9,867	\$ (2,868,444)

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

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, DeKalb County recognized pension expense (negative pension expense) of \$892,684.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, DeKalb 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	\$ 975,518	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	270,367
Changes in Assumptions	435,069	0
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	631,497	N/A
Total	<u>\$ 2,042,084</u>	<u>\$ 270,367</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2024,” will be recognized as a reduction (increase) to net pension liability (asset) in the subsequent fiscal period.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 1,281,355	\$ 169,709
School Department	760,729	100,658
Total	<u>\$ 2,042,084</u>	<u>\$ 270,367</u>

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

Year Ending June 30	Amount
2026	\$ 439,306
2027	680,201
2028	90,035
2029	(69,329)
2030	0
Thereafter	0

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

### **Discretely Presented DeKalb County School Department - Non-certified Employees**

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

*Plan Description.* As noted above under the primary government, employees of DeKalb County and non-certified employees of the discretely presented DeKalb County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 62.77 percent and the non-certified employees of the discretely presented school department comprise 37.23 percent of the plan based on contribution data.

### **Discretely Presented DeKalb County School Department - Certified Employees - Teacher Retirement Plan**

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

*Plan Description.* Teachers of the DeKalb 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 [Tennessee Department of Treasury website](#).

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A

variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLAs, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2025, to the Teacher Retirement Plan were \$177,015 which is three percent of covered payroll. In addition, employer contributions of \$62,280, which is one percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liabilities (Assets).* On June 30, 2025, the school department reported a liability (asset) of (\$178,003) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2024, the school department's proportion was 0.249791 percent. The proportion as of June 30, 2023, was 0.260984 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of \$147,356.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, 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	\$ 14,704	\$ 54,687
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	30,026
Changes in Assumptions	70,735	0
Changes in Proportion of Net Pension Liability (Asset)	11,279	21,447
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	177,015	N/A
Total	<u>\$ 273,733</u>	<u>\$ 106,160</u>

The school department's employer contributions of \$177,015 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2026. 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
2026	\$ (18,772)
2027	22,771
2028	(12,450)
2029	(12,285)
2030	2,131
Thereafter	9,161

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, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2024, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June

30, 2020. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

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

Asset Class	Percentage Long-term Expected Real Rate of Return		Percentage Target Allocations	
U.S. Equity Developed Market	4.88	%	31	%
International Equity Emerging Market	5.37		14	
International Equity Private Equity and Strategic Lending	6.09		4	
U.S. Fixed Income	6.57		20	
Real Estate	1.20		20	
Short-term Securities	4.38		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 6.75 percent based on a blending of the factors described above.

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 469,450	\$ (178,003)	\$ (659,843)

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

### **Discretely Presented DeKalb County School Department - Certified Employees - Teacher Legacy Pension Plan**

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

*Plan Description.* Teachers of the DeKalb 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 [Tennessee Department of Treasury website](#).

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 55. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required

to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the DeKalb County School Department for the year ended June 30, 2025, to the Teacher Legacy Pension Plan were \$679,928, which is 6.36 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liability (Assets).* On June 30, 2025, the school department reported a liability (asset) of (\$5,109,974) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, 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, 2024, the school department’s proportion was 0.296598 percent. The proportion measured on June 30, 2023, was 0.304297 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, the DeKalb County School Department recognized pension expense (negative pension expense) of \$1,054,208.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, 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
	<u>                    </u>	<u>                    </u>
Difference Between Expected and Actual Experience	\$ 1,362,695	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	995,215
Changes in Proportion of Net Pension Liability (Asset)	102,342	127,856
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	<u>679,928</u>	<u>N/A</u>
Total	<u>\$ 2,144,965</u>	<u>\$ 1,123,071</u>

The school department’s employer contributions of \$679,928 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as reduction (increase) to the net pension liability (asset) in the year ending June 30, 2026. 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
2026	\$ (611,104)
2027	1,996,290
2028	(519,234)
2029	(523,987)
2030	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, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2024, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

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

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	4.88 %	31 %
International Equity Emerging Market	5.37	14
International Equity Private Equity and Strategic Lending	6.09	4
U.S. Fixed Income	6.57	20
Real Estate	1.20	20
Short-term Securities	4.38	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 6.75 percent based on a blending of the factors described above.

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
Net Pension Liability (Asset)	\$ 6,491,438	\$ (5,109,974)	\$ (14,731,762)

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

## 2. Deferred Compensation

DeKalb County offers its employees two deferred compensation plans, one established pursuant to IRC Section 457 and the other pursuant to IRC Section 401(k). All costs of

administering and funding these programs are the responsibility of plan participants. Section 401(k) and Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 401(k) and 457 establish participation, contribution, and withdrawal provisions for the plans.

The school department offers its employees a deferred compensation plan established pursuant to IRC Section 403(b). All costs of administering and funding the program are the responsibility of plan participants. The 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 403(b) establishes participation, contribution, and withdrawal provisions for the plan.

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$512,762 and teachers contributed \$197,647 to this deferred compensation pension plan.

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

##### **Discretely Presented DeKalb County School Department**

DeKalb County School Department provides OPEB benefits to its certified and non-certified 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 meet the criteria of paragraph 4 of GASB Statement No. 75.

##### **OPEB Provided through State Administered Public Entity Risk Pools**

The DeKalb County School Department provides healthcare benefits to its certified retirees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of DeKalb County School Department may then join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare.

The school department's total OPEB liability for each plan was measured as of June 30, 2024, and was determined by an actuarial valuation as of that date.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the June 30, 2024, actuarial valuation of each plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2021, TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.93%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 10.68% for pre-65 retirees in the 2024 calendar year, and decreasing annually over a 13-year period to an ultimate trend rate of 4.5%
Retirees Share of Benefit Related Cost	Discussed under each plan

The discount rate was 3.93 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, 2024, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2024, valuations were the same as those employed in the July 1, 2020, Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to reflect more closely actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality, with mortality improvement projected generationally with MP-2021 from 2010. Post-retirement rates are headcount-weighted below median healthy annuitant and adjusted with a 19 percent load for males and an 18 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

*Changes in Assumptions.* The discount rate changed from 3.65 percent as of the beginning of the measurement period to 3.93 percent as of the measurement date of June 30, 2024. This change in assumption decreased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2024 plan year was revised from 10.31 percent to 10.68 percent.

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

*Plan Description.* Employees of the DeKalb County School Department who were hired prior to July 1, 2015, are provided with pre-65 retiree health insurance benefits through the closed Local Education Plan (LEP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired teachers, support staff, and disability participants of local education agencies, who choose coverage, participate in the LEP. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

*Benefits Provided.* The DeKalb County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance

committee created in accordance with *TCA* 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. DeKalb County does not provide a direct subsidy and is only subject to the implicit subsidy. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees' premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

*Employees Covered by Benefit Terms.* At the measurement date of June 30, 2024, the following employees were covered by the benefit terms:

Inactive Employees Currently Receiving Benefits	8
Inactive Employees Entitled To But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	<u>199</u>
Total	<u><u>207</u></u>

An insurance committee, created in accordance with *TCA* 8-27-701, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2025, the county paid \$62,686 to the LGP for OPEB benefits as they came due.

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

	Share of Collective Liability		
	DeKalb County School Department 59.92%	State of TN 40.08%	Total OPEB Liability
Balance July 1, 2023	\$ 2,810,097	\$ 1,902,252	\$ 4,712,349
Changes for the Year:			
Service Cost	\$ 127,009	\$ 84,957	\$ 211,966
Interest	106,589	71,298	177,887
Changes in Proportions	13,509	(13,509)	0
Difference between Expected and Actual Experience	(142,789)	(95,514)	(238,303)
Changes in Assumption Benefit Payments	58,442 (61,315)	39,092 (41,016)	97,534 (102,331)
Net Changes	<u>\$ 101,445</u>	<u>\$ 45,308</u>	<u>\$ 146,753</u>
Balance June 30, 2024	<u><u>\$ 2,911,542</u></u>	<u><u>\$ 1,947,560</u></u>	<u><u>\$ 4,859,102</u></u>

The DeKalb 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 DeKalb County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the

projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department is required by GASB Statement No. 75 to recognize revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department employees. The amount of the subsidy is equal to the nonemployer share of collective OPEB expenses. The school department recognized \$179,482 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the DeKalb County School Department's proportionate share of the collective OPEB liability was 59.92 percent and the State of Tennessee's share was 40.08 percent.

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, the school department recognized OPEB expense of \$392,302, including the state's share of the expense. On June 30, 2025, 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 Actual and Expected Experience	\$ 79,920	\$ 404,045
Changes in Proportion	62,563	170,060
Changes of Assumptions	589,657	246,421
Benefits Paid After the Measurement Date of June 30, 2024	62,686	0
Total	<u>\$ 794,826</u>	<u>\$ 820,526</u>

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

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

Year Ending June 30	School Department
2026	\$ (20,778)
2027	(20,778)
2028	(13,718)
2029	5,951
2030	(18,471)
Thereafter	(20,592)

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.

<b>Discount Rate</b>	1% Decrease 2.93%	Current Discount Rate 3.93%	1% Increase 4.93%
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Proportionate Share of the Collective Total OPEB Liability	\$ 3,121,261	\$ 2,911,542	\$ 2,710,519
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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.

<b>Healthcare Cost Trend Rate</b>	1% Decrease 9.68 to 3.5%	Current Trend Rate 10.68 to 4.5%	1% Increase 11.68 to 5.5%
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Proportionate Share of the Collective Total OPEB Liability	\$ 2,620,554	\$ 2,911,542	\$ 3,246,114
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## ***I. Purchasing Laws***

### **Offices of County Mayor and Road Supervisor**

Purchasing procedures for the funds administered by the county mayor and road supervisor are governed by provisions of Chapter 63, Private Acts of 1979, as amended. Purchasing procedures for the highway department are also governed by Section 54-7-113, *Tennessee Code Annotated (TCA)*, (Uniform Road Law). Chapter 63, Private Acts of 1979, as amended, provides for the establishment of a Purchasing Committee, and designates the county mayor as purchasing agent for purchases approved by the committee. All purchases of materials, supplies, equipment, or services estimated to exceed \$10,000 for the county and \$25,000 for the highway department are required to be made by the Purchasing Committee on the basis of competitive bids solicited through newspaper advertisement. Other purchases may be made by the department heads. Requisitions and purchase orders are required for all purchases.

### **Office of Director of Schools**

Purchasing procedures for the discretely presented DeKalb County School Department are governed by provisions of Chapter 63, Private Acts of 1979, as amended, and by Section 49-2-203, *TCA*. Chapter 63, Private Acts of 1979, as amended, provides for the establishment of a Purchasing Committee, and designates the county mayor as purchasing agent for purchases approved by the committee. All purchases of materials, supplies, equipment, or services estimated to exceed \$10,000 are required to be made by the Purchasing Committee on the basis of competitive bids solicited through newspaper advertisement. Other purchases may be made by the department heads. Requisitions and purchase orders are required for all purchases.

*J. Subsequent Event*

On June 23, 2025, the county commission approved the issuance of a 12-year capital outlay note not to exceed \$35,000,000. The proceeds will be used for the purchase of land and construction of a new jail. As of the date of this report, the note has not been issued.

# REQUIRED SUPPLEMENTARY INFORMATION SECTION

**DeKALB 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**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Total Pension Liability</b>										
Service Cost	\$ 499,326	\$ 516,910	\$ 543,588	\$ 565,648	\$ 587,084	\$ 620,682	\$ 636,257	\$ 729,042	\$ 814,886	\$ 855,722
Interest	896,508	963,480	1,007,698	1,064,688	1,118,336	1,208,948	1,272,150	1,407,589	1,521,145	1,658,190
Differences Between Actual and Expected Experience	118,817	(232,528)	(177,218)	(170,886)	326,831	(134,601)	45,657	494,509	790,549	367,816
Changes in Assumptions	0	0	527,839	0	0	0	2,175,345	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(587,776)	(690,781)	(679,155)	(670,013)	(811,833)	(820,203)	(857,519)	(974,317)	(1,095,023)	(1,179,222)
Net Change in Total Pension Liability	\$ 926,875	\$ 557,081	\$ 1,222,752	\$ 789,437	\$ 1,220,418	\$ 874,826	\$ 3,271,890	\$ 1,656,823	\$ 2,031,557	\$ 1,702,506
Total Pension Liability, Beginning	11,748,008	12,674,883	13,231,964	14,454,716	15,244,153	16,464,571	17,339,397	20,611,287	22,268,110	24,299,667
Total Pension Liability, Ending (a)	\$ 12,674,883	\$ 13,231,964	\$ 14,454,716	\$ 15,244,153	\$ 16,464,571	\$ 17,339,397	\$ 20,611,287	\$ 22,268,110	\$ 24,299,667	\$ 26,002,173
<b>Plan Fiduciary Net Position</b>										
Contributions - Employer	\$ 371,908	\$ 380,998	\$ 395,240	\$ 408,344	\$ 445,436	\$ 449,746	\$ 463,192	\$ 509,151	\$ 550,210	\$ 584,542
Contributions - Employee	349,028	352,126	365,288	377,399	411,681	415,665	428,092	471,053	508,515	550,158
Net Investment Income	388,277	346,598	1,524,352	1,248,854	1,217,197	872,146	4,764,494	(888,549)	1,498,509	2,315,400
Benefit Payments, Including Refunds of Employee Contributions	(587,776)	(690,781)	(679,155)	(670,013)	(811,833)	(820,203)	(857,519)	(974,317)	(1,095,023)	(1,179,222)
Administrative Expense	(14,909)	(22,090)	(25,036)	(28,526)	(26,834)	(25,633)	(25,654)	(28,951)	(29,969)	(36,957)
Other Charges	0	0	12	0	0	0	0	0	(50)	0
Net Change in Plan Fiduciary Net Position	\$ 506,528	\$ 366,851	\$ 1,580,701	\$ 1,336,058	\$ 1,235,647	\$ 891,721	\$ 4,772,605	\$ (911,613)	\$ 1,432,192	\$ 2,233,921
Plan Fiduciary Net Position, Beginning	12,547,695	13,054,223	13,421,074	15,001,775	16,337,833	17,573,480	18,465,201	23,237,806	22,326,193	23,758,385
Plan Fiduciary Net Position, Ending (b)	\$ 13,054,223	\$ 13,421,074	\$ 15,001,775	\$ 16,337,833	\$ 17,573,480	\$ 18,465,201	\$ 23,237,806	\$ 22,326,193	\$ 23,758,385	\$ 25,992,306
Net Pension Liability (Asset), Ending (a - b)	\$ (379,340)	\$ (189,110)	\$ (547,059)	\$ (1,093,680)	\$ (1,108,909)	\$ (1,125,804)	\$ (2,626,519)	\$ (58,083)	\$ 541,282	\$ 9,867
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	102.99%	101.43%	103.78%	107.17%	106.74%	106.49%	112.74%	100.26%	97.77%	99.96%
Covered Payroll	\$ 6,879,540	\$ 7,042,582	\$ 7,305,724	\$ 7,547,948	\$ 8,233,555	\$ 8,313,252	\$ 8,560,875	\$ 9,411,306	\$ 10,170,250	\$ 10,776,374
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(5.51)%	(2.69)%	(7.49)%	(14.49)%	(13.47)%	(13.54)%	(30.68)%	(0.62)%	5.32%	0.09%

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.

**DeKALB 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**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Actuarially Determined Contribution	\$ 380,998	\$ 230,130	\$ 224,174	\$ 244,537	\$ 211,988	\$ 218,325	\$ 239,988	\$ 482,070	\$ 510,801	\$ 631,497
Less: Contributions in Relation to the Actuarially Determined Contribution	(380,998)	(395,240)	(408,344)	(445,436)	(449,746)	(463,192)	(509,151)	(550,210)	(583,003)	(631,497)
Contribution Deficiency (Excess)	\$ 0	\$ (165,110)	\$ (184,170)	\$ (200,899)	\$ (237,758)	\$ (244,867)	\$ (269,163)	\$ (68,140)	\$ (72,202)	\$ 0
Covered Payroll	\$ 7,042,582	\$ 7,305,724	\$ 7,547,948	\$ 8,233,555	\$ 8,313,252	\$ 8,560,875	\$ 9,411,306	\$ 10,170,250	\$ 10,776,374	\$ 11,672,813
Contributions as a Percentage of Covered Payroll	5.41%	5.41%	5.41%	5.41%	5.41%	5.41%	5.41%	5.41%	5.41%	5.41%

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.

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Contributions Based on Participation in the Teacher**  
**Retirement Plan of TCRS**  
 Discretely Presented DeKalb County School Department  
**For the Fiscal Year Ended June 30**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 43,375	\$ 51,968	\$ 72,732	\$ 47,376	\$ 62,653	\$ 69,788	\$ 87,562	\$ 148,985	\$ 173,105	\$ 177,015
Less: Contributions in Relation to the Contractually Required Contribution	(43,375)	(51,968)	(72,732)	(47,376)	(62,653)	(69,788)	(87,562)	(148,985)	(173,105)	(177,015)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 1,084,370	\$ 1,299,202	\$ 1,818,295	\$ 2,442,006	\$ 3,086,348	\$ 3,454,819	\$ 4,356,274	\$ 5,191,088	\$ 5,867,950	\$ 5,900,488
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%	3.00%

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

- 2019: Pension - 1.94%, SRT - 2.02%
- 2020: Pension - 2.03%, SRT - 1.97%
- 2021: Pension - 2.02%, SRT - 1.98%
- 2022: Pension - 2.01%, SRT - 1.99%
- 2023: Pension - 2.87%, SRT - 1.13%
- 2024: Pension - 2.95%, SRT - 1.05%
- 2025: Pension - 3.00%, SRT - 1.00%

**DeKALB COUNTY, TENNESSEE**

**Schedule of Contributions Based on Participation in the Teacher**

**Legacy Pension Plan of TCRS**

Discretely Presented DeKalb County School Department

**For the Fiscal Year Ended June 30**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 926,674	\$ 922,414	\$ 892,162	\$ 973,695	\$ 981,135	\$ 957,826	\$ 1,006,419	\$ 858,102	\$ 667,865	\$ 679,928
Less: Contributions in Relation to the Contractually Required Contribution	(926,674)	(922,414)	(892,162)	(973,695)	(981,135)	(957,826)	(1,006,419)	(858,102)	(667,865)	(679,928)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 10,250,832	\$ 10,203,712	\$ 9,825,557	\$ 9,308,744	\$ 9,229,861	\$ 9,326,445	\$ 9,771,053	\$ 9,874,588	\$ 9,807,127	\$ 10,690,702
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%	6.81%	6.36%

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Proportionate Share of the Net Pension Asset**  
**in the Teacher Retirement Plan of TCRS**  
 Discretely Presented DeKalb County School Department  
**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School Department's Proportion of the Net Pension Liability (Asset)	0.326051%	0.246447%	0.197947%	0.208072%	0.230772%	0.244578%	0.239383%	0.255097%	0.260984%	0.249791%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (13,393)	\$ (25,656)	\$ (52,226)	\$ (94,366)	\$ (130,268)	\$ (139,077)	\$ (259,303)	\$ (77,275)	\$ (110,666)	\$ (178,003)
Covered Payroll	\$ 691,718	\$ 1,084,370	\$ 1,299,202	\$ 1,818,295	\$ 2,442,006	\$ 3,086,348	\$ 3,454,819	\$ 4,356,274	\$ 5,191,088	\$ 5,867,950
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%	(2.13)%	(3.03)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%	106.49%

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Proportionate Share of the Net Pension Asset**  
**in the Teacher Legacy Pension Plan of TCRS**  
 Discretely Presented DeKalb County School Department  
**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School Department's Proportion of the Net Pension Liability (Asset)	0.286263%	0.283972%	0.288652%	0.280596%	0.277613%	0.277318%	0.284155%	0.296908%	0.304297%	0.296598%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ 117,263	\$ 1,774,668	\$ (94,440)	\$ (987,395)	\$ (2,854,357)	\$ (2,114,756)	\$ (12,256,276)	\$ (3,641,296)	\$ (3,587,587)	\$ (5,109,974)
Covered Payroll	\$ 10,716,254	\$ 10,250,832	\$ 10,203,712	\$ 9,825,557	\$ 9,308,744	\$ 9,229,861	\$ 9,326,445	\$ 9,771,053	\$ 9,874,588	\$ 9,807,127
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	1.09%	17.31%	(0.93)%	(10.05)%	(30.66)%	(22.91)%	(131.41)%	(37.27)%	(36.33)%	(52.10)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	99.81%	99.81%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%	104.11%	105.76%

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan**  
 Discretely Presented DeKalb County School Department  
**For the Fiscal Year Ended June 30**

	2017	2018	2019	2020	2021	2022	2023	2024
<b>Total OPEB Liability</b>								
Service Cost	\$ 197,436	\$ 182,348	\$ 165,295	\$ 149,364	\$ 190,857	\$ 252,675	\$ 196,014	\$ 211,966
Interest	108,676	128,979	116,804	117,991	89,927	100,897	156,393	177,887
Differences Between Actual and Expected Experience	0	(590,821)	281,965	34,854	(285,237)	22,562	(149,158)	(238,303)
Changes in Assumptions or Other Inputs	(173,338)	100,114	(248,968)	512,318	683,101	(442,427)	353,834	97,534
Benefit Payments	(210,690)	(222,249)	(179,227)	(148,913)	(147,622)	(129,054)	(132,044)	(102,331)
Net Change in Total OPEB Liability	\$ (77,916)	\$ (401,629)	\$ 135,869	\$ 665,614	\$ 531,026	\$ (195,347)	\$ 425,039	\$ 146,753
Total OPEB Liability, Beginning	3,629,693	3,551,777	3,150,148	3,286,017	3,951,631	4,482,657	4,287,310	4,712,349
Total OPEB Liability, Ending	\$ 3,551,777	\$ 3,150,148	\$ 3,286,017	\$ 3,951,631	\$ 4,482,657	\$ 4,287,310	\$ 4,712,349	\$ 4,859,102
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 1,277,095	\$ 1,083,222	\$ 1,272,881	\$ 1,485,789	\$ 1,638,097	\$ 1,649,807	\$ 1,902,252	\$ 1,947,560
Employer Proportionate Share of the Total OPEB Liability	2,274,682	2,066,926	2,013,136	2,465,842	2,844,560	2,637,503	2,810,097	2,911,542
Covered Employee Payroll	\$ 14,630,934	\$ 15,009,641	\$ 15,217,018	\$ 15,750,305	\$ 17,761,928	\$ 18,699,329	\$ 19,693,035	\$ 20,945,474
Net OPEB Liability as a Percentage of Covered Employee Payroll	24.28%	20.99%	21.59%	25.09%	25.24%	22.93%	23.93%	23.20%

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

Note 2: Changes in assumptions.

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

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%
2020	2.21%
2021	2.16%
2022	3.54%
2023	3.65%
2024	3.93%

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

For the 2019 plan year - from 5.4% to 6.75%
For the 2020 plan year - from 6.75% to 6.03%
For the 2021 plan year - from 6.03% to 9.02%
For the 2022 plan year - from 9.02% to 7.36%
For the 2023 plan year - from 7.36% to 8.37%
For the 2024 plan year - from 8.37% to 10.31%
For the 2025 plan year - from 10.31% to 10.68%

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

**DeKALB COUNTY, TENNESSEE**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**For the Year Ended June 30, 2025**

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM**

*Valuation Date:* Actuarially determined contribution rates for fiscal year 2025 were calculated based on the June 30, 2023, 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 Fair Value
Inflation	2.25%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, averaging 4%
Investment Rate of Return	6.75%, Net of Investment Expense, Including Inflation
Retirement Age	Pattern of Retirement Determined by Experience Study
Mortality	Customized Table Based on Actual Experience Including an Adjustment for Some Anticipated Improvement
Cost of Living Adjustment	2.125%

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

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

# NONMAJOR GOVERNMENTAL FUNDS

## SPECIAL REVENUE FUNDS

---

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

**Courthouse and Jail Maintenance Fund** – The Courthouse and Jail Maintenance Fund is used to account for a special tax levied by private act on litigation.

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

**Other Special Revenue Fund** – This special revenue fund accounts for proceeds received from the American Rescue Plan Act.

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

## CAPITAL PROJECT FUNDS

---

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

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

**DeKALB COUNTY, TENNESSEE**  
**Combining Balance Sheet - Nonmajor Governmental Funds**  
**June 30, 2025**

	<b>Special Revenue Funds</b>				
	Courthouse and Jail Maintenance	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Total
<b>ASSETS</b>					
Cash	\$ 0	\$ 0	\$ 0	\$ 26,641	\$ 26,641
Equity in Pooled Cash and Investments	71,943	111,641	748,711	0	932,295
Accounts Receivable	0	0	0	32,866	32,866
Due from Other Governments	0	0	0	0	0
Property Taxes Receivable	0	0	0	0	0
Allowance for Uncollectible Property Taxes	0	0	0	0	0
<b>Total Assets</b>	<b>\$ 71,943</b>	<b>\$ 111,641</b>	<b>\$ 748,711</b>	<b>\$ 59,507</b>	<b>\$ 991,802</b>
<b>LIABILITIES</b>					
Accounts Payable	\$ 554	\$ 0	\$ 0	\$ 0	\$ 554
Contracts Payable	0	0	42,304	0	42,304
Retainage Payable	0	0	862	0	862
Due to Other Funds	0	0	0	34,971	34,971
Due to Other Governments	0	0	678,829	0	678,829
<b>Total Liabilities</b>	<b>\$ 554</b>	<b>\$ 0</b>	<b>\$ 721,995</b>	<b>\$ 34,971</b>	<b>\$ 757,520</b>

(Continued)

**DeKALB COUNTY, TENNESSEE**

**Combining Balance Sheet - Nonmajor Governmental Funds (Cont.)**

**Special Revenue Funds**

	Courthouse and Jail Maintenance	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Total
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	0	0	0	0	0
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>FUND BALANCES</b>					
Restricted:					
Restricted for General Government	\$ 71,389	\$ 0	\$ 0	\$ 0	\$ 71,389
Restricted for Public Safety	0	111,641	0	0	111,641
Restricted for Capital Outlay	0	0	0	0	0
Committed:					
Committed for General Government	0	0	26,716	0	26,716
Committed for Finance	0	0	0	24,536	24,536
Total Fund Balances	<u>\$ 71,389</u>	<u>\$ 111,641</u>	<u>\$ 26,716</u>	<u>\$ 24,536</u>	<u>\$ 234,282</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 71,943</u>	<u>\$ 111,641</u>	<u>\$ 748,711</u>	<u>\$ 59,507</u>	<u>\$ 991,802</u>

(Continued)

**DeKALB COUNTY, TENNESSEE**  
**Combining Balance Sheet - Nonmajor Governmental Funds (Cont.)**

	<b>Capital Projects Fund</b>	Total Nonmajor Governmental Funds
<b>ASSETS</b>		
Cash	\$ 0	\$ 26,641
Equity in Pooled Cash and Investments	2,336,689	3,268,984
Accounts Receivable	0	32,866
Due from Other Governments	415,280	415,280
Property Taxes Receivable	499,592	499,592
Allowance for Uncollectible Property Taxes	(8,316)	(8,316)
	<b>\$ 3,243,245</b>	<b>\$ 4,235,047</b>
<b>LIABILITIES</b>		
Accounts Payable	\$ 16,004	\$ 16,558
Contracts Payable	245,963	288,267
Retainage Payable	7,756	8,618
Due to Other Funds	0	34,971
Due to Other Governments	0	678,829
Total Liabilities	<b>\$ 269,723</b>	<b>\$ 1,027,243</b>

(Continued)

**DeKALB COUNTY, TENNESSEE**

**Combining Balance Sheet - Nonmajor Governmental Funds (Cont.)**

	<b>Capital Projects Fund</b>		<b>Total Nonmajor Governmental Funds</b>
	<u>General Capital Projects</u>		<u>Funds</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Current Property Taxes	\$ 479,360	\$	479,360
Deferred Delinquent Property Taxes	5,831		5,831
Total Deferred Inflows of Resources	<u>\$ 485,191</u>	\$	<u>485,191</u>
<b>FUND BALANCES</b>			
Restricted:			
Restricted for General Government	\$ 0	\$	71,389
Restricted for Public Safety	0		111,641
Restricted for Capital Outlay	2,488,331		2,488,331
Committed:			
Committed for General Government	0		26,716
Committed for Finance	0		24,536
Total Fund Balances	<u>\$ 2,488,331</u>	\$	<u>2,722,613</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 3,243,245</u>	\$	<u>4,235,047</u>

**DeKALB COUNTY, TENNESSEE**  
**Combining Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2025**

	<b>Special Revenue Funds</b>				
	Courthouse and Jail Maintenance	Drug Control	<i>Formerly Major Other Special Revenue</i>	Constitu - tional Officers - Fees	Total
<b>Revenues</b>					
Local Taxes	\$ 64,270	\$ 0	\$ 0	\$ 0	\$ 64,270
Fines, Forfeitures, and Penalties	0	4,722	0	0	4,722
Charges for Current Services	0	0	0	179,765	179,765
Other Local Revenues	0	64,370	15,485	0	79,855
Federal Government	0	0	257,360	0	257,360
<b>Total Revenues</b>	<b>\$ 64,270</b>	<b>\$ 69,092</b>	<b>\$ 272,845</b>	<b>\$ 179,765</b>	<b>\$ 585,972</b>
<b>Expenditures</b>					
Current:					
General Government	\$ 74,016	\$ 0	\$ 0	\$ 0	\$ 74,016
Finance	0	0	0	165,097	165,097
Public Safety	0	58,997	0	0	58,997
Other Operations	0	43	86,176	0	86,219
Support Services	0	2,003	0	0	2,003
Capital Projects	0	0	0	0	0
<b>Total Expenditures</b>	<b>\$ 74,016</b>	<b>\$ 61,043</b>	<b>\$ 86,176</b>	<b>\$ 165,097</b>	<b>\$ 386,332</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ (9,746)	\$ 8,049	\$ 186,669	\$ 14,668	\$ 199,640
Net Change in Fund Balances	\$ (9,746)	\$ 8,049	\$ 186,669	\$ 14,668	\$ 199,640
Change to or Within the Reporting Entity	0	0	(159,953)	0	(159,953)
Fund Balance, July 1, 2024	81,135	103,592	0	9,868	194,595
Fund Balance, June 30, 2025	\$ 71,389	\$ 111,641	\$ 26,716	\$ 24,536	\$ 234,282

(Continued)

**DeKALB COUNTY, TENNESSEE****Combining Statement of Revenues, Expenditures, and Changes  
in Fund Balances - Nonmajor Governmental Funds (Cont.)**

	<b>Capital Projects Fund</b>	
	General Capital Projects	Total Nonmajor Governmental Funds
<b>Revenues</b>		
Local Taxes	\$ 490,791	\$ 555,061
Fines, Forfeitures, and Penalties	0	4,722
Charges for Current Services	0	179,765
Other Local Revenues	1,837,000	1,916,855
Federal Government	657,816	915,176
Total Revenues	<u>\$ 2,985,607</u>	<u>\$ 3,571,579</u>
<b>Expenditures</b>		
Current:		
General Government	\$ 0	\$ 74,016
Finance	0	165,097
Public Safety	0	58,997
Other Operations	0	86,219
Support Services	0	2,003
Capital Projects	2,179,008	2,179,008
Total Expenditures	<u>\$ 2,179,008</u>	<u>\$ 2,565,340</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 806,599</u>	<u>\$ 1,006,239</u>
Net Change in Fund Balances	\$ 806,599	\$ 1,006,239
Change to or Within the Reporting Entity	0	(159,953)
Fund Balance, July 1, 2024	<u>1,681,732</u>	<u>1,876,327</u>
Fund Balance, June 30, 2025	<u>\$ 2,488,331</u>	<u>\$ 2,722,613</u>

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
 Courthouse and Jail Maintenance Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 64,270	\$ 70,800	\$ 70,800	\$ (6,530)
Total Revenues	\$ 64,270	\$ 70,800	\$ 70,800	\$ (6,530)
<b>Expenditures</b>				
General Government				
County Buildings	\$ 74,016	\$ 76,800	\$ 76,800	\$ 2,784
Total Expenditures	\$ 74,016	\$ 76,800	\$ 76,800	\$ 2,784
Excess (Deficiency) of Revenues Over Expenditures	\$ (9,746)	\$ (6,000)	\$ (6,000)	\$ (3,746)
Net Change in Fund Balance	\$ (9,746)	\$ (6,000)	\$ (6,000)	\$ (3,746)
Fund Balance, July 1, 2024	81,135	81,135	81,135	0
Fund Balance, June 30, 2025	\$ 71,389	\$ 75,135	\$ 75,135	\$ (3,746)

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Drug Control Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Fines, Forfeitures, and Penalties	\$ 4,722	\$ 10,200	\$ 10,200	\$ (5,478)
Other Local Revenues	64,370	5,100	5,100	59,270
Total Revenues	<u>\$ 69,092</u>	<u>\$ 15,300</u>	<u>\$ 15,300</u>	<u>\$ 53,792</u>
<b>Expenditures</b>				
Public Safety				
Sheriff's Department	\$ 48,472	\$ 50,000	\$ 50,000	\$ 1,528
Drug Enforcement	10,525	10,000	20,525	10,000
Other Operations				
Other Charges	43	176	176	133
Support Services				
Other Student Support	2,003	10,000	10,000	7,997
Total Expenditures	<u>\$ 61,043</u>	<u>\$ 70,176</u>	<u>\$ 80,701</u>	<u>\$ 19,658</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 8,049</u>	<u>\$ (54,876)</u>	<u>\$ (65,401)</u>	<u>\$ 73,450</u>
Net Change in Fund Balance	\$ 8,049	\$ (54,876)	\$ (65,401)	\$ 73,450
Fund Balance, July 1, 2024	<u>103,592</u>	<u>91,674</u>	<u>91,674</u>	<u>11,918</u>
Fund Balance, June 30, 2025	<u><u>\$ 111,641</u></u>	<u><u>\$ 36,798</u></u>	<u><u>\$ 26,273</u></u>	<u><u>\$ 85,368</u></u>

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Other Special Revenue Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Other Local Revenues	\$ 15,485	\$ 10,000	\$ 10,000	\$ 5,485
Federal Government	257,360	0	0	257,360
Total Revenues	<u>\$ 272,845</u>	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 262,845</u>
<b>Expenditures</b>				
Other Operations				
American Rescue Plan Act Grant #1	\$ 86,176	\$ 715,871	\$ 715,871	\$ 629,695
Total Expenditures	<u>\$ 86,176</u>	<u>\$ 715,871</u>	<u>\$ 715,871</u>	<u>\$ 629,695</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 186,669</u>	<u>\$ (705,871)</u>	<u>\$ (705,871)</u>	<u>\$ 892,540</u>
Net Change in Fund Balance	\$ 186,669	\$ (705,871)	\$ (705,871)	\$ 892,540
Changes to or Within the Financial Reporting Entity	(159,953)	0	0	(159,953)
Fund Balance, July 1, 2024	<u>0</u>	<u>1,751,688</u>	<u>1,751,688</u>	<u>(1,751,688)</u>
Fund Balance, June 30, 2025	<u>\$ 26,716</u>	<u>\$ 1,045,817</u>	<u>\$ 1,045,817</u>	<u>\$ (1,019,101)</u>

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
 General Capital Projects Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 490,791	\$ 476,071	\$ 476,071	\$ 14,720
Other Local Revenues	1,837,000	700,000	700,000	1,137,000
State of Tennessee	0	352,497	3,172,104	(3,172,104)
Federal Government	657,816	0	657,816	0
Total Revenues	<u>\$ 2,985,607</u>	<u>\$ 1,528,568</u>	<u>\$ 5,005,991</u>	<u>\$ (2,020,384)</u>
<b>Expenditures</b>				
Capital Projects				
General Administration Projects	\$ 149,056	\$ 33,628	\$ 173,628	\$ 24,572
Public Safety Projects	1,706,355	1,484,604	1,970,523	264,168
Public Health and Welfare Projects	323,597	0	3,477,423	3,153,826
Total Expenditures	<u>\$ 2,179,008</u>	<u>\$ 1,518,232</u>	<u>\$ 5,621,574</u>	<u>\$ 3,442,566</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 806,599</u>	<u>\$ 10,336</u>	<u>\$ (615,583)</u>	<u>\$ 1,422,182</u>
Net Change in Fund Balance	\$ 806,599	\$ 10,336	\$ (615,583)	\$ 1,422,182
Fund Balance, July 1, 2024	<u>1,681,732</u>	<u>1,653,957</u>	<u>1,653,957</u>	<u>27,775</u>
Fund Balance, June 30, 2025	<u><u>\$ 2,488,331</u></u>	<u><u>\$ 1,664,293</u></u>	<u><u>\$ 1,038,374</u></u>	<u><u>\$ 1,449,957</u></u>

## MAJOR GOVERNMENTAL FUND

### GENERAL DEBT SERVICE FUND

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

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
 General Debt Service Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 3,968,560	\$ 3,901,713	\$ 3,901,713	\$ 66,847
Other Governments and Citizens Groups	140,000	140,000	140,000	0
Total Revenues	<u>\$ 4,108,560</u>	<u>\$ 4,041,713</u>	<u>\$ 4,041,713</u>	<u>\$ 66,847</u>
<b>Expenditures</b>				
Principal on Debt				
General Government	\$ 630,000	\$ 630,000	\$ 630,000	\$ 0
Education	530,000	530,000	530,000	0
Interest on Debt				
General Government	14,175	14,175	14,175	0
Education	34,672	34,673	34,673	1
Other Debt Service				
General Government	80,734	47,447	87,447	6,713
Education	1,962	2,500	2,500	538
Total Expenditures	<u>\$ 1,291,543</u>	<u>\$ 1,258,795</u>	<u>\$ 1,298,795</u>	<u>\$ 7,252</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,817,017</u>	<u>\$ 2,782,918</u>	<u>\$ 2,742,918</u>	<u>\$ 74,099</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	\$ 452,940	\$ 452,940	\$ 452,940	\$ 0
Total Other Financing Sources	<u>\$ 452,940</u>	<u>\$ 452,940</u>	<u>\$ 452,940</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 3,269,957	\$ 3,235,858	\$ 3,195,858	\$ 74,099
Fund Balance, July 1, 2024	2,091,743	2,072,172	2,072,172	19,571
Fund Balance, June 30, 2025	<u>\$ 5,361,700</u>	<u>\$ 5,308,030</u>	<u>\$ 5,268,030</u>	<u>\$ 93,670</u>

## CUSTODIAL FUNDS

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

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

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

**DeKALB COUNTY, TENNESSEE**  
**Combining Statement of Net Position - Custodial Funds**  
**June 30, 2025**

	<u>Custodial Funds</u>		
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Total
<b>ASSETS</b>			
Cash	\$ 0	\$ 2,871,629	\$ 2,871,629
Accounts Receivable	0	446	446
Due from Other Governments	323,814	0	323,814
Notes Receivable - Long-term	0	121,023	121,023
Total Assets	<u>\$ 323,814</u>	<u>\$ 2,993,098</u>	<u>\$ 3,316,912</u>
<b>LIABILITIES</b>			
Due to Other Taxing Units	\$ 323,814	\$ 0	\$ 323,814
Total Liabilities	<u>\$ 323,814</u>	<u>\$ 0</u>	<u>\$ 323,814</u>
<b>NET POSITION</b>			
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 2,993,098	\$ 2,993,098
Total Net Position	<u>\$ 0</u>	<u>\$ 2,993,098</u>	<u>\$ 2,993,098</u>

**DeKALB COUNTY, TENNESSEE**  
**Combining Statement of Changes in Net Position - Custodial Funds**  
**For the Year Ended June 30, 2025**

	<b>Custodial Funds</b>		
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Total
<b>Additions</b>			
Sales Tax Collections for Other Governments	\$ 1,879,525	\$ 0	\$ 1,879,525
Fines/Fees and Other Collections	0	9,104,881	9,104,881
Total Additions	<u>\$ 1,879,525</u>	<u>\$ 9,104,881</u>	<u>\$ 10,984,406</u>
<b>Deductions</b>			
Payment of Sales Tax Collections for Other Governments	\$ 1,879,525	\$ 0	\$ 1,879,525
Payments to State	0	3,421,904	3,421,904
Payments to Cities, Individuals and Others	0	4,877,683	4,877,683
Total Deductions	<u>\$ 1,879,525</u>	<u>\$ 8,299,587</u>	<u>\$ 10,179,112</u>
Change in Net Position	\$ 0	\$ 805,294	\$ 805,294
Net Position July 1, 2024	0	2,187,804	2,187,804
Net Position June 30, 2025	<u><u>\$ 0</u></u>	<u><u>\$ 2,993,098</u></u>	<u><u>\$ 2,993,098</u></u>

# DeKALB COUNTY SCHOOL DEPARTMENT

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

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

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

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

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

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

**DeKALB COUNTY, TENNESSEE****Statement of Activities**

Discretely Presented DeKalb County School Department

**June 30, 2025**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>		<b>Net (Expense)</b>
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Revenue and Changes in Net Position Total Governmental Activities</b>
Governmental Activities:				
Instruction	\$ 22,961,416	\$ 54,187	\$ 6,990,924	\$ (15,916,305)
Support Services	11,992,966	0	179,482	(11,813,484)
Operation of Non-instructional Services	4,713,003	97,426	4,302,199	(313,378)
<b>Total Governmental Activities</b>	<b>\$ 39,667,385</b>	<b>\$ 151,613</b>	<b>\$ 11,472,605</b>	<b>\$ (28,043,167)</b>
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 3,538,403
Mixed Drink Tax				34,380
Grants and Contributions Not Restricted to Specific Programs				26,276,668
Unrestricted Investment Earnings				50,208
Miscellaneous				47,181
Sale of Equipment				855
<b>Total General Revenues</b>				<b>\$ 29,947,695</b>
Insurance Recovery				\$ 4,118
Change in Net Position				\$ 1,908,646
Net Position, July 1, 2024				33,454,356
Restatement - Note I.D.9				(144,123)
<b>Net Position, June 30, 2025</b>				<b>\$ 35,218,879</b>

**DeKALB COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds**  
 Discretely Presented DeKalb County School Department  
**June 30, 2025**

	<b>Major Funds</b>		<b>Nonmajor Funds</b>	<b>Total Governmental Funds</b>
	<b>General Purpose School</b>	<b>School Federal Projects</b>	<b>Other Govern-mental Funds</b>	
<b>ASSETS</b>				
Cash	\$ 0	\$ 0	\$ 801,662	\$ 801,662
Equity in Pooled Cash and Investments	14,126,317	329,598	814,549	15,270,464
Inventories	0	0	531	531
Due from Other Governments	1,040,757	1,141	222,831	1,264,729
Property Taxes Receivable	3,346,588	0	0	3,346,588
Allowance for Uncollectible Property Taxes	(69,636)	0	0	(69,636)
Restricted Assets	575,353	0	0	575,353
<b>Total Assets</b>	<b>\$ 19,019,379</b>	<b>\$ 330,739</b>	<b>\$ 1,839,573</b>	<b>\$ 21,189,691</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 0	\$ 0	\$ 287	\$ 287
Accrued Payroll	29,997	0	0	29,997
Payroll Deductions Payable	138,996	0	0	138,996
Retainage Payable	468	0	0	468
<b>Total Liabilities</b>	<b>\$ 169,461</b>	<b>\$ 0</b>	<b>\$ 287</b>	<b>\$ 169,748</b>

(Continued)

**DeKALB COUNTY, TENNESSEE**

**Balance Sheet - Governmental Funds**

Discretely Presented DeKalb County School Department (Cont.)

	<b>Major Funds</b>		<b>Nonmajor Funds</b>	<b>Total Governmental Funds</b>
	<b>General Purpose School</b>	<b>School Federal Projects</b>	<b>Other Govern-mental Funds</b>	
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Current Property Taxes	\$ 3,208,843	\$ 0	\$ 0	\$ 3,208,843
Deferred Delinquent Property Taxes	64,828	0	0	64,828
Total Deferred Inflows of Resources	<u>\$ 3,273,671</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,273,671</u>
<b>FUND BALANCES</b>				
Nonspendable:				
Inventory	\$ 0	\$ 0	\$ 531	\$ 531
Restricted:				
Restricted for Education	5,016	739	1,626,946	1,632,701
Restricted for Capital Outlay	0	0	211,809	211,809
Restricted for Hybrid Retirement Stabilization Funds	575,353	0	0	575,353
Committed:				
Committed for Education	0	330,000	0	330,000
Assigned:				
Assigned for Education	480,860	0	0	480,860
Assigned for Support Services	5,154	0	0	5,154
Assigned for Operation of Non-instructional Services	5,409	0	0	5,409
Unassigned	14,504,455	0	0	14,504,455
Total Fund Balances	<u>\$ 15,576,247</u>	<u>\$ 330,739</u>	<u>\$ 1,839,286</u>	<u>\$ 17,746,272</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 19,019,379</u>	<u>\$ 330,739</u>	<u>\$ 1,839,573</u>	<u>\$ 21,189,691</u>

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

Discretely Presented DeKalb County School Department

**For the Year Ended June 30, 2025**

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

Total fund balances - balance sheet - governmental funds (Exhibit I-2)		\$ 17,746,272
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,254,587	
Add: buildings and improvements net of accumulated depreciation	10,176,483	
Add: other capital assets net of accumulated depreciation	<u>1,905,379</u>	13,336,449
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: net pension liability - agent plan	\$ (3,673)	
Less: compensated absences	(125,270)	
Less: OPEB liability	<u>(2,911,542)</u>	(3,040,485)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 3,179,427	
Less: deferred inflows of resources related to pensions	(1,329,889)	
Add: deferred outflows of resources related to OPEB	794,826	
Less: deferred inflows of resources related to OPEB	<u>(820,526)</u>	1,823,838
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - teacher retirement plan	\$ 178,003	
Add: net pension asset - teacher legacy pension plan	<u>5,109,974</u>	5,287,977
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>64,828</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 35,218,879</u></u>

**DeKALB COUNTY, TENNESSEE**

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

Discretely Presented DeKalb County School Department

**For the Year Ended June 30, 2025**

	<b>Major Funds</b>		<b>Nonmajor Funds</b>	<b>Total Governmental Funds</b>
	General Purpose School	School Federal Projects	Other Govern-mental Funds	
<b>Revenues</b>				
Local Taxes	\$ 3,572,783	\$ 0	\$ 0	\$ 3,572,783
Licenses and Permits	2,174	0	0	2,174
Charges for Current Services	54,187	0	97,426	151,613
Other Local Revenues	109,644	0	1,211,257	1,320,901
State of Tennessee	25,688,076	0	17,444	25,705,520
Federal Government	244,902	5,891,612	2,607,063	8,743,577
Other Governments and Citizens Groups	1,949,102	0	0	1,949,102
<b>Total Revenues</b>	<b>\$ 31,620,868</b>	<b>\$ 5,891,612</b>	<b>\$ 3,933,190</b>	<b>\$ 41,445,670</b>
<b>Expenditures</b>				
Current:				
Instruction	\$ 17,730,118	\$ 4,196,609	\$ 0	\$ 21,926,727
Support Services	10,064,196	1,331,279	0	11,395,475
Operation of Non-Instructional Services	726,655	218,541	3,761,710	4,706,906
Capital Outlay	546,498	0	0	546,498
Debt Service:				
Principal on Debt	140,000	0	0	140,000
<b>Total Expenditures</b>	<b>\$ 29,207,467</b>	<b>\$ 5,746,429</b>	<b>\$ 3,761,710</b>	<b>\$ 38,715,606</b>

(Continued)

**DeKALB COUNTY, TENNESSEE**

**Statement of Revenues, Expenditures, and Changes**

**in Fund Balances - Governmental Funds**

Discretely Presented DeKalb County School Department (Cont.)

	<b>Major Funds</b>		<b>Nonmajor Funds</b>	<b>Total Governmental Funds</b>
	General Purpose School	School Federal Projects	Other Govern-mental Funds	
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,413,401	\$ 145,183	\$ 171,480	\$ 2,730,064
<b>Other Financing Sources (Uses)</b>				
Insurance Recovery	\$ 4,118	\$ 0	\$ 0	\$ 4,118
Transfers In	148,541	0	0	148,541
Transfers Out	0	(148,541)	0	(148,541)
Total Other Financing Sources (Uses)	\$ 152,659	\$ (148,541)	\$ 0	\$ 4,118
Net Change in Fund Balances	\$ 2,566,060	\$ (3,358)	\$ 171,480	\$ 2,734,182
Fund Balance, July 1, 2024	13,010,187	334,097	1,667,806	15,012,090
Fund Balance, June 30, 2025	\$ 15,576,247	\$ 330,739	\$ 1,839,286	\$ 17,746,272

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

Discretely Presented DeKalb County School Department

**For the Year Ended June 30, 2025**

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

Net change in fund balances - total governmental funds (Exhibit I-4)		\$ 2,734,182
(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	\$ 533,920	
Less: current-year depreciation expense	<u>(783,586)</u>	(249,666)
(2) 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, 2025	\$ 64,828	
Less: deferred delinquent property taxes and other deferred June 30, 2024	<u>(64,828)</u>	0
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in compensated absences payable	\$ 18,853	
Change in net pension asset/liability - agent plan	189,348	
Change in net pension asset - teacher retirement plan	67,337	
Change in net pension asset - teacher legacy pension plan	1,522,387	
Change in deferred outflows related to pensions	(1,388,588)	
Change in deferred inflows related to pensions	(835,073)	
Change in OPEB liability	(101,445)	
Change in deferred outflows related to OPEB	(80,953)	
Change in deferred inflows related to OPEB	<u>32,264</u>	<u>(575,870)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 1,908,646</u>

**DeKALB COUNTY, TENNESSEE**  
**Combining Balance Sheet - Nonmajor Governmental Funds**  
 Discretely Presented DeKalb County School Department  
**June 30, 2025**

	<u>Special Revenue Funds</u>			<u>Capital Projects Fund</u>	Total Nonmajor Governmental Funds
	Central Cafeteria	Internal School	Total	Education Capital Projects	
<b>ASSETS</b>					
Cash	\$ 0	\$ 801,662	\$ 801,662	\$ 0	\$ 801,662
Equity in Pooled Cash and Investments	602,740	0	602,740	211,809	814,549
Inventories	0	531	531	0	531
Due from Other Governments	222,831	0	222,831	0	222,831
Total Assets	<u>\$ 825,571</u>	<u>\$ 802,193</u>	<u>\$ 1,627,764</u>	<u>\$ 211,809</u>	<u>\$ 1,839,573</u>
<b>LIABILITIES</b>					
Accounts Payable	\$ 0	\$ 287	\$ 287	\$ 0	\$ 287
Total Liabilities	<u>\$ 0</u>	<u>\$ 287</u>	<u>\$ 287</u>	<u>\$ 0</u>	<u>\$ 287</u>
<b>FUND BALANCES</b>					
Nonspendable:					
Inventory	\$ 0	\$ 531	\$ 531	\$ 0	\$ 531
Restricted:					
Restricted for Education	825,571	801,375	1,626,946	0	1,626,946
Restricted for Capital Outlay	0	0	0	211,809	211,809
Total Fund Balances	<u>\$ 825,571</u>	<u>\$ 801,906</u>	<u>\$ 1,627,477</u>	<u>\$ 211,809</u>	<u>\$ 1,839,286</u>
Total Liabilities and Fund Balances	<u>\$ 825,571</u>	<u>\$ 802,193</u>	<u>\$ 1,627,764</u>	<u>\$ 211,809</u>	<u>\$ 1,839,573</u>

**DeKALB COUNTY, TENNESSEE**  
**Combining Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Nonmajor Governmental Funds**  
 Discretely Presented DeKalb County School Department  
**For the Year Ended June 30, 2025**

	Special Revenue Funds			Capital Projects Fund	Total Nonmajor Governmental Funds
	Central Cafeteria	Internal School	Total	Education Capital Projects	
<b>Revenues</b>					
Charges for Current Services	\$ 97,426	\$ 0	\$ 97,426	\$ 0	\$ 97,426
Other Local Revenues	19,590	1,191,667	1,211,257	0	1,211,257
State of Tennessee	17,444	0	17,444	0	17,444
Federal Government	2,607,063	0	2,607,063	0	2,607,063
<b>Total Revenues</b>	<b>\$ 2,741,523</b>	<b>\$ 1,191,667</b>	<b>\$ 3,933,190</b>	<b>\$ 0</b>	<b>\$ 3,933,190</b>
<b>Expenditures</b>					
Current:					
Operation of Non-Instructional Services	\$ 2,638,792	\$ 1,122,918	\$ 3,761,710	\$ 0	\$ 3,761,710
<b>Total Expenditures</b>	<b>\$ 2,638,792</b>	<b>\$ 1,122,918</b>	<b>\$ 3,761,710</b>	<b>\$ 0</b>	<b>\$ 3,761,710</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ 102,731	\$ 68,749	\$ 171,480	\$ 0	\$ 171,480
Net Change in Fund Balances	\$ 102,731	\$ 68,749	\$ 171,480	\$ 0	\$ 171,480
Fund Balance, July 1, 2024	722,840	733,157	1,455,997	211,809	1,667,806
<b>Fund Balance, June 30, 2025</b>	<b>\$ 825,571</b>	<b>\$ 801,906</b>	<b>\$ 1,627,477</b>	<b>\$ 211,809</b>	<b>\$ 1,839,286</b>

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual (Budgetary Basis) and Budget**  
 Discretely Presented DeKalb County School Department  
 General Purpose School Fund  
**For the Year Ended June 30, 2025**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 3,572,783	\$ 0	\$ 0	\$ 3,572,783	\$ 5,193,557	\$ 3,475,454	\$ 97,329
Licenses and Permits	2,174	0	0	2,174	1,500	1,500	674
Charges for Current Services	54,187	0	0	54,187	43,500	43,500	10,687
Other Local Revenues	109,644	0	0	109,644	47,000	65,196	44,448
State of Tennessee	25,688,076	0	0	25,688,076	23,268,277	23,808,981	1,879,095
Federal Government	244,902	0	0	244,902	0	0	244,902
Other Governments and Citizens Groups	1,949,102	0	0	1,949,102	10,000	1,939,102	10,000
<b>Total Revenues</b>	<b>\$ 31,620,868</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 31,620,868</b>	<b>\$ 28,563,834</b>	<b>\$ 29,333,733</b>	<b>\$ 2,287,135</b>
<b>Expenditures</b>							
<b>Instruction</b>							
Regular Instruction Program	\$ 13,930,308	\$ 0	\$ 0	\$ 13,930,308	\$ 16,032,257	\$ 16,171,483	\$ 2,241,175
Alternative Instruction Program	138,691	0	0	138,691	151,075	151,075	12,384
Special Education Program	2,760,423	0	0	2,760,423	3,319,900	3,392,803	632,380
Career and Technical Education Program	900,696	0	0	900,696	1,593,323	1,075,397	174,701
<b>Support Services</b>							
Attendance	178,150	0	0	178,150	192,900	196,350	18,200
Health Services	425,017	0	0	425,017	503,750	522,230	97,213
Other Student Support	556,885	0	0	556,885	677,000	678,195	121,310

(Continued)

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual (Budgetary Basis) and Budget**  
 Discretely Presented DeKalb County School Department  
 General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Support Services (Cont.)							
Regular Instruction Program	\$ 760,334	\$ 0	\$ 0	\$ 760,334	\$ 814,570	\$ 831,172	\$ 70,838
Special Education Program	925,339	0	0	925,339	933,650	964,313	38,974
Career and Technical Education Program	93,593	0	0	93,593	178,255	187,721	94,128
Technology	368,091	0	0	368,091	498,050	495,887	127,796
Other Programs	153,768	(92)	0	153,676	101,025	154,264	588
Board of Education	448,652	0	0	448,652	501,775	513,852	65,200
Director of Schools	159,566	0	0	159,566	190,485	190,485	30,919
Office of the Principal	1,800,567	0	0	1,800,567	1,785,100	1,881,630	81,063
Fiscal Services	245,466	0	0	245,466	245,680	253,953	8,487
Operation of Plant	1,609,334	0	0	1,609,334	1,777,000	1,701,995	92,661
Maintenance of Plant	365,960	0	0	365,960	439,500	434,296	68,336
Transportation	1,973,474	0	0	1,973,474	2,290,950	2,337,811	364,337
Operation of Non-Instructional Services							
Food Service	18,306	0	0	18,306	0	20,600	2,294
Community Services	141,585	0	0	141,585	0	225,000	83,415
Early Childhood Education	566,764	0	0	566,764	560,208	621,433	54,669
Capital Outlay							
Regular Capital Outlay	546,498	0	480,860	1,027,358	710,000	1,169,481	142,123

(Continued)

**DeKALB COUNTY, TENNESSEE**

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

Discretely Presented DeKalb County School Department  
General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Principal on Debt							
Education	\$ 140,000	\$ 0	\$ 0	\$ 140,000	\$ 140,000	\$ 140,000	\$ 0
Total Expenditures	\$ 29,207,467	\$ (92)	\$ 480,860	\$ 29,688,235	\$ 33,636,453	\$ 34,311,426	\$ 4,623,191
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 2,413,401	\$ 92	\$ (480,860)	\$ 1,932,633	\$ (5,072,619)	\$ (4,977,693)	\$ 6,910,326
<b>Other Financing Sources (Uses)</b>							
Insurance Recovery	\$ 4,118	\$ 0	\$ 0	\$ 4,118	\$ 30,000	\$ 0	\$ 4,118
Transfers In	148,541	0	0	148,541	16,000	8,000	140,541
Total Other Financing Sources	\$ 152,659	\$ 0	\$ 0	\$ 152,659	\$ 46,000	\$ 8,000	\$ 144,659
Net Change in Fund Balance	\$ 2,566,060	\$ 92	\$ (480,860)	\$ 2,085,292	\$ (5,026,619)	\$ (4,969,693)	\$ 7,054,985
Fund Balance, July 1, 2024	13,010,187	(92)	0	13,010,095	8,637,415	8,637,415	4,372,680
Fund Balance, June 30, 2025	\$ 15,576,247	\$ 0	\$ (480,860)	\$ 15,095,387	\$ 3,610,796	\$ 3,667,722	\$ 11,427,665

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Discretely Presented DeKalb County School Department  
School Federal Projects Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Federal Government	\$ 5,891,612	\$ 5,832,357	\$ 6,751,379	\$ (859,767)
Total Revenues	\$ 5,891,612	\$ 5,832,357	\$ 6,751,379	\$ (859,767)
<b>Expenditures</b>				
Instruction				
Regular Instruction Program	\$ 3,314,310	\$ 3,167,560	\$ 3,675,815	\$ 361,505
Special Education Program	829,904	939,839	1,064,242	234,338
Career and Technical Education Program	52,395	46,306	52,395	0
Support Services				
Other Student Support	271,152	225,514	321,978	50,826
Regular Instruction Program	385,133	360,899	536,332	151,199
Special Education Program	25,817	45,000	45,000	19,183
Career and Technical Education Program	1,066	3,000	1,066	0
Technology	154,377	145,000	154,377	0
Transportation	493,734	510,700	493,934	200
Operation of Non-Instructional Services				
Food Service	9,950	10,000	9,950	0
Community Services	208,591	230,000	247,749	39,158
Total Expenditures	\$ 5,746,429	\$ 5,683,818	\$ 6,602,838	\$ 856,409
Excess (Deficiency) of Revenues Over Expenditures	\$ 145,183	\$ 148,539	\$ 148,541	\$ (3,358)
<b>Other Financing Sources (Uses)</b>				
Transfers Out	\$ (148,541)	\$ (148,541)	\$ (148,541)	\$ 0
Total Other Financing Sources	\$ (148,541)	\$ (148,541)	\$ (148,541)	\$ 0
Net Change in Fund Balance	\$ (3,358)	\$ (2)	\$ 0	\$ (3,358)
Fund Balance, July 1, 2024	334,097	0	0	334,097
Fund Balance, June 30, 2025	\$ 330,739	\$ (2)	\$ 0	\$ 330,739

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Discretely Presented DeKalb County School Department  
Central Cafeteria Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Charges for Current Services	\$ 97,426	\$ 155,000	\$ 155,000	\$ (57,574)
Other Local Revenues	19,590	43,000	43,000	(23,410)
State of Tennessee	17,444	0	0	17,444
Federal Government	2,607,063	2,944,450	2,944,450	(337,387)
Total Revenues	<u>\$ 2,741,523</u>	<u>\$ 3,142,450</u>	<u>\$ 3,142,450</u>	<u>\$ (400,927)</u>
<b>Expenditures</b>				
Operation of Non-Instructional Services				
Food Service	\$ 2,638,792	\$ 3,286,450	\$ 3,286,450	\$ 647,658
Total Expenditures	<u>\$ 2,638,792</u>	<u>\$ 3,286,450</u>	<u>\$ 3,286,450</u>	<u>\$ 647,658</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 102,731</u>	<u>\$ (144,000)</u>	<u>\$ (144,000)</u>	<u>\$ 246,731</u>
Net Change in Fund Balance	\$ 102,731	\$ (144,000)	\$ (144,000)	\$ 246,731
Fund Balance, July 1, 2024	<u>722,840</u>	<u>895,483</u>	<u>895,483</u>	<u>(172,643)</u>
Fund Balance, June 30, 2025	<u><u>\$ 825,571</u></u>	<u><u>\$ 751,483</u></u>	<u><u>\$ 751,483</u></u>	<u><u>\$ 74,088</u></u>

## MISCELLANEOUS SCHEDULES

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Changes in Long-term Bonds and Notes**  
**For the Year Ended June 30, 2025**

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-24	Paid and/or Matured During Period	Outstanding 6-30-25
<b>BONDS PAYABLE</b>							
Payable through General Debt Service Fund							
General Obligation Refunding, Series 2018	\$ 2,615,000	2 to 2.5 %	2-8-18	2-1-25	\$ 400,000	\$ 400,000	\$ 0
General Obligation Improvement Bonds, Series 2018	1,500,000	2 to 2.5	2-8-18	2-1-25	230,000	230,000	0
General Obligation School Bonds, Series 2013	3,000,000	2 to 3.25	10-28-13	10-1-28	1,140,000	215,000	925,000
Total Bonds Payable					<u>\$ 1,770,000</u>	<u>\$ 845,000</u>	<u>\$ 925,000</u>
<b>NOTES PAYABLE</b>							
Payable through General Debt Service Fund							
School Capital Outlay Notes, Series 2012	3,400,000	1 to 2	9-21-12	3-1-25	\$ 315,000	\$ 315,000	\$ 0
Total Notes Payable					<u>\$ 315,000</u>	<u>\$ 315,000</u>	<u>\$ 0</u>

**DeKALB COUNTY, TENNESSEE**

**Schedule of Long-term Debt Requirements by Year**

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 220,000	\$ 25,484	\$ 245,484
2027	225,000	18,975	243,975
2028	235,000	11,780	246,780
2029	245,000	3,983	248,983
Total	\$ 925,000	\$ 60,222	\$ 985,222

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Notes Receivable**  
**June 30, 2025**

Description	Original Amount of Loan	Date of Issue	Date of Maturity	Interest Rate	Balance 7-1-24	Issued/ Retired During Period	Balance 6-30-25
<b>PRIMARY GOVERNMENT</b>							
Constitutional Officers - Custodial Fund							
Snow	\$ 18,000	7-13-04	(1)	(2)	\$ 16,400	\$ 0	\$ 16,400
Johnson	12,500	12-19-07	(1)	(2)	11,923	0	11,923
Scott	80,000	5-4-12	(1)	(2)	80,000	0	80,000
Taylor	22,000	5-11-20	(1)	(2)	17,000	(4,300)	12,700
Total					<u>\$ 125,323</u>	<u>\$ (4,300)</u>	<u>\$ 121,023</u>

- (1) Five years after borrower begins his/her practice according to the individual court order authorizing each loan.  
(2) Two percent below prime interest rate as published in the *Wall Street Journal*.

**DeKALB COUNTY, TENNESSEE**

**Schedule of Transfers**

Primary Government and Discretely Presented DeKalb County School Department

**For the Year Ended June 30, 2025**

<b>From Fund</b>	<b>To Fund</b>	<b>Purpose</b>	<b>Amount</b>
<b>PRIMARY GOVERNMENT</b>			
Local Purpose Tax	General Debt Service	Debt retirement	\$ 452,940
Total Transfers Primary Government			<u>\$ 452,940</u>
<b>DISCRETELY PRESENTED DeKALB COUNTY SCHOOL DEPARTMENT</b>			
School Federal Projects	General Purpose School	Indirect costs	\$ 148,541
Total Transfers Discretely Presented DeKalb County School Department			<u>\$ 148,541</u>

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

Primary Government and Discretely Presented Dekalb County School Department

**For the Year Ended June 30, 2025**

<b>Official</b>	<b>Salary</b>	<b>Authorization</b>	<b>Bond</b>	<b>Surety</b>
<b>County Mayor</b>				
Base salary/Total compensation	<u>\$ 105,396</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
<b>Road Supervisor</b>				
Base salary/Total compensation	<u>\$ 100,377</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
<b>Director of Schools</b>				
Base salary	\$ 109,000	State Board of Education and County Board of Education	\$ 100,000	Cincinnati Insurance Company
Chief executive officer training supplement	1,000			
Total compensation	<u>\$ 110,000</u>			
<b>Trustee</b>				
Base salary/Total compensation	<u>\$ 91,252</u>	Section 8-24-102, <i>TCA</i>	1,248,413	Cincinnati Insurance Company
<b>Assessor of Property</b>				
Base salary/Total compensation	<u>\$ 91,252</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
<b>County Clerk</b>				
Base salary/Total compensation	<u>\$ 91,252</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
<b>Circuit, General Sessions and Juvenile Courts Clerk</b>				
Base salary	\$ 91,252	Section 8-24-102, <i>TCA</i> and Circuit Court Judge	(1)	Local Government Insurance Pool
Special commissioner fees	3,452			
Total compensation	<u>\$ 94,704</u>			
<b>Clerk and Master - Debra Malone (7/1/24 - 6/27/25)</b>				
Base salary/Total compensation	<u>\$ 91,252</u>	Section 8-24-102, <i>TCA</i>	150,000	RLI Insurance Company
<b>Clerk and Master - Nicole Wright (6/28/25 - 6/30/25)</b>				
Base salary/Total compensation	\$ 0 (2)	Section 8-24-102, <i>TCA</i>	150,000	RLI Insurance Company
Total Clerk and Master compensation	<u>\$ 91,252</u>			
<b>Register of Deeds</b>				
Base salary/Total compensation	<u>\$ 91,252</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
<b>Sheriff</b>				
Base salary	\$ 100,377	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Law enforcement training supplement	1,600			
Total compensation	<u>\$ 101,977</u>			
<b>Administrator of Elections</b>				
Base salary/Total compensation	<u>\$ 82,127</u>	Section 2-12-208, <i>TCA</i>		
<b>Employee Blanket Bonds:</b>				
Employee Fidelity - County Departments			400,000	Local Government Insurance Pool
Employee Fidelity - School Department			500,000	Tennessee Risk Management Trust

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

(2) Nicole Wright became clerk and master on June 28, 2025. This was the first day of the pay period for fiscal year 2026.

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Detailed Revenues -**  
**All Governmental Fund Types**  
**For the Year Ended June 30, 2025**

	<b>Special Revenue Funds</b>					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Local Purpose Tax	Drug Control	Other Special Revenue
<b>Local Taxes</b>						
County Property Taxes						
Current Property Tax	\$ 8,029,742	\$ 0	\$ 0	\$ 0	\$ 0	0
Trustee's Collections - Prior Year	285,472	0	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	48,089	0	0	0	0	0
Interest and Penalty	58,708	0	0	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	0	0	107	0	0	0
Payments in-Lieu-of Taxes - Other	0	0	127,944	0	0	0
County Local Option Taxes						
Local Option Sales Tax	0	0	1,279,246	5,054,782	0	0
Hotel/Motel Tax	321,438	0	4,540	0	0	0
Litigation Tax - General	354	42,277	0	0	0	0
Litigation Tax - Special Purpose	9,392	3,366	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	18,627	0	0	0	0
Litigation Tax - Courthouse Security	44,865	0	0	0	0	0
Business Tax	284,859	0	0	0	0	0
Mixed Drink Tax	39,335	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
Other County Local Option Taxes	783	0	0	0	0	0

(Continued)

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

	<b>Special Revenue Funds</b>					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Local Purpose Tax	Drug Control	Other Special Revenue
<b>Local Taxes (Cont.)</b>						
Statutory Local Taxes						
Bank Excise Tax	\$ 0	\$ 0	\$ 138,694	\$ 0	\$ 0	0
Wholesale Beer Tax	0	0	77,630	0	0	0
<b>Total Local Taxes</b>	<b>\$ 9,123,037</b>	<b>\$ 64,270</b>	<b>\$ 1,628,161</b>	<b>\$ 5,054,782</b>	<b>\$ 0</b>	<b>0</b>
<b>Licenses and Permits</b>						
Licenses						
Cable TV Franchise	\$ 75,751	\$ 0	\$ 0	\$ 0	\$ 0	0
Permits						
Beer Permits	3,816	0	0	0	0	0
<b>Total Licenses and Permits</b>	<b>\$ 79,567</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>0</b>
<b>Fines, Forfeitures, and Penalties</b>						
Circuit Court						
Fines	\$ 6,052	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	4,958	0	0	0	0	0
Drug Control Fines	0	0	0	0	2,850	0
Drug Court Fees	399	0	0	0	0	0
Veterans Treatment Court Fees	285	0	0	0	0	0

(Continued)

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

	<b>Special Revenue Funds</b>					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Local Purpose Tax	Drug Control	Other Special Revenue
<b>Fines, Forfeitures, and Penalties (Cont.)</b>						
Circuit Court (Cont.)						
Jail Fees	\$ 574	\$ 0	\$ 0	\$ 0	\$ 0	0
DUI Treatment Fines	998	0	0	0	0	0
Data Entry Fee - Circuit Court	978	0	0	0	0	0
Courtroom Security Fee	6	0	0	0	0	0
General Sessions Court						
Fines	7,360	0	0	0	0	0
Officers Costs	18,503	0	0	0	0	0
Game and Fish Fines	374	0	0	0	0	0
Drug Control Fines	119	0	0	0	0	0
Drug Court Fees	2,253	0	0	0	0	0
Veterans Treatment Court Fees	1,662	0	0	0	0	0
Jail Fees	3,786	0	0	0	0	0
DUI Treatment Fines	3,508	0	0	0	0	0
Data Entry Fee - General Sessions Court	6,684	0	0	0	0	0
Courtroom Security Fee	919	0	0	0	0	0
Juvenile Court						
Fines	935	0	0	0	0	0
Officers Costs	666	0	0	0	0	0

(Continued)

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

	<b>Special Revenue Funds</b>					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Local Purpose Tax	Drug Control	Other Special Revenue
<b>Fines, Forfeitures, and Penalties (Cont.)</b>						
Juvenile Court (Cont.)						
Data Entry Fee - Juvenile Court	\$ 208	\$ 0	\$ 0	\$ 0	\$ 0	0
Courtroom Security Fee	36	0	0	0	0	0
Chancery Court						
Data Entry Fee - Chancery Court	1,894	0	0	0	0	0
Courtroom Security Fee	23	0	0	0	0	0
Other Courts - In-county						
Fines	1,709	0	0	0	0	0
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	0	0	0	0	1,872	0
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 64,889</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 4,722</b>	<b>\$ 0</b>
<b>Charges for Current Services</b>						
General Service Charges						
Residential Waste Collection Charge	\$ 0	\$ 0	\$ 8,200	\$ 0	\$ 0	0
Tipping Fees	0	0	990,093	0	0	0
Surcharge - Waste Tire Disposal	0	0	12,672	0	0	0
Patient Charges	632,347	0	0	0	0	0
Other General Service Charges	1,385	0	0	0	0	0

(Continued)

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

	<b>Special Revenue Funds</b>					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Local Purpose Tax	Drug Control	Other Special Revenue
<b>Charges for Current Services (Cont.)</b>						
Fees						
Subdivision Lot Fees	\$ 8,191	\$ 0	\$ 0	\$ 0	\$ 0	0
Recreation Fees	42,331	0	0	0	0	0
Copy Fees	300	0	0	0	0	0
Library Fees	8,980	0	0	0	0	0
Greenbelt Late Application Fee	150	0	0	0	0	0
Telephone Commissions	2,916	0	0	0	0	0
Additional Fees - Titling and Registration	18,995	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Data Processing Fee - Register	8,958	0	0	0	0	0
Data Processing Fee - Sheriff	1,212	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	3,600	0	0	0	0	0
Data Processing Fee - County Clerk	7,836	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	6,865	0	0	0	0	0
<b>Total Charges for Current Services</b>	<b>\$ 744,066</b>	<b>\$ 0</b>	<b>\$ 1,010,965</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>0</b>
<b>Other Local Revenues</b>						
Recurring Items						
Investment Income	\$ 308,253	\$ 0	\$ 0	\$ 0	\$ 0	15,485

(Continued)

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

	<b>Special Revenue Funds</b>					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Local Purpose Tax	Drug Control	Other Special Revenue
<b>Other Local Revenues (Cont.)</b>						
Recurring Items (Cont.)						
Lease/Rentals/PPP	\$ 56,790	\$ 0	\$ 0	\$ 0	\$ 0	0
Commissary Sales	4,079	0	0	0	0	0
Sale of Recycled Materials	0	0	46,427	0	0	0
Miscellaneous Refunds	104,426	0	0	0	0	0
Nonrecurring Items						
Sale of Equipment	50,267	0	0	0	63,870	0
Sale of Property	158,123	0	0	0	0	0
Contributions and Gifts	13,435	0	0	0	500	0
Performance Bond Forfeitures	0	0	0	0	0	0
<b>Total Other Local Revenues</b>	<b>\$ 695,373</b>	<b>\$ 0</b>	<b>\$ 46,427</b>	<b>\$ 0</b>	<b>\$ 64,370</b>	<b>\$ 15,485</b>
<b>Fees Received From County Officials</b>						
Excess Fees						
General Sessions Court Clerk	\$ 996	\$ 0	\$ 0	\$ 0	\$ 0	0
Trustee	515,938	0	0	0	0	0
Fees In-Lieu-of Salary						
County Clerk	247,560	0	0	0	0	0
Circuit Court Clerk	63,465	0	0	0	0	0

(Continued)

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

	<b>Special Revenue Funds</b>					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Local Purpose Tax	Drug Control	Other Special Revenue
<b>Fees Received From County Officials (Cont.)</b>						
Fees In-Lieu-of Salary (Cont.)						
General Sessions Court Clerk	\$ 106,511	\$ 0	\$ 0	\$ 0	\$ 0	0
Clerk and Master	54,065	0	0	0	0	0
Juvenile Court Clerk	4,220	0	0	0	0	0
Register	147,064	0	0	0	0	0
Sheriff	15,379	0	0	0	0	0
<b>Total Fees Received From County Officials</b>	<b>\$ 1,155,198</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>0</b>
<b>State of Tennessee</b>						
General Government Grants						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	0
Aging Programs	11,025	0	0	0	0	0
Solid Waste Grants	0	0	95,439	0	0	0
Public Safety Grants						
Law Enforcement Training Programs	14,394	0	0	0	0	0
Drug Control Grants	139,000	0	0	0	0	0
School Resource Officer Grants	375,000	0	0	0	0	0
Other Public Safety Grants	85,645	0	0	0	0	0

(Continued)

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

	<b>Special Revenue Funds</b>					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Local Purpose Tax	Drug Control	Other Special Revenue
<b>State of Tennessee (Cont.)</b>						
Health and Welfare Grants						
Other Health and Welfare Grants	\$ 180,909	\$ 0	\$ 0	\$ 0	\$ 0	0
Public Works Grants						
Litter Program	117,258	0	0	0	0	0
Other State Revenues						
Flood Control	411,565	0	0	0	0	0
Beer Tax	0	0	17,752	0	0	0
Vehicle Certificate of Title Fees	2,165	0	0	0	0	0
Alcoholic Beverage Tax	0	0	57,950	0	0	0
Opioid Settlement Funds - TN Abatement Council	93,789	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	479,370	0	0	0
State Revenue Sharing - Telecommunications	56,404	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	29,319	0	0	0	0	0
Contracted Prisoner Boarding	105,985	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Hybrid/Electric Vehicle Registration Fee	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	50,000	0	0	0	0	0

(Continued)

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

	<b>Special Revenue Funds</b>					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Local Purpose Tax	Drug Control	Other Special Revenue
<b>State of Tennessee (Cont.)</b>						
Other State Revenues (Cont.)						
Other State Revenues	\$ 6,481	\$ 0	\$ 0	\$ 0	\$ 0	0
Total State of Tennessee	<u>\$ 1,703,103</u>	<u>\$ 0</u>	<u>\$ 650,511</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
<b>Federal Government</b>						
Federal Through State						
Community Development	\$ 547,200	\$ 0	\$ 0	\$ 0	\$ 0	0
Medicaid	49,070	0	0	0	0	0
American Rescue Plan Act Grant #3	0	0	0	0	0	0
Other Federal through State	199,636	0	0	0	0	0
Direct Federal Revenue						
American Rescue Plan Act Grant #6	0	0	0	0	0	31,712
American Rescue Plan Act Grant #7	0	0	0	0	0	225,648
Other Direct Federal Revenue	12,000	0	0	0	0	0
Total Federal Government	<u>\$ 807,906</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>257,360</u>
<b>Other Governments and Citizens Groups</b>						
Other Governments						
Contributions	\$ 73,822	\$ 0	\$ 0	\$ 0	\$ 0	0
Other						
Opioid Settlement Funds - Past Remediation	\$ 65,109	\$ 0	\$ 0	\$ 0	\$ 0	0
Total Other Governments and Citizens Groups	<u>\$ 138,931</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
Total	<u>\$ 14,512,070</u>	<u>\$ 64,270</u>	<u>\$ 3,336,064</u>	<u>\$ 5,054,782</u>	<u>\$ 69,092</u>	<u>\$ 272,845</u>

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<b>Local Taxes</b>					
County Property Taxes					
Current Property Tax	\$ 0	\$ 207,888	\$ 3,927,395	\$ 466,869	\$ 12,631,894
Trustee's Collections - Prior Year	0	7,630	25,613	17,155	335,870
Circuit Clerk/Clerk and Master Collections - Prior Years	0	1,480	4,566	3,158	57,293
Interest and Penalty	0	1,605	10,986	3,609	74,908
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	107
Payments in-Lieu-of Taxes - Other	0	0	0	0	127,944
County Local Option Taxes					
Local Option Sales Tax	0	0	0	0	6,334,028
Hotel/Motel Tax	0	0	0	0	325,978
Litigation Tax - General	0	0	0	0	42,631
Litigation Tax - Special Purpose	0	0	0	0	12,758
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	18,627
Litigation Tax - Courthouse Security	0	0	0	0	44,865
Business Tax	0	0	0	0	284,859
Mixed Drink Tax	0	0	0	0	39,335
Mineral Severance Tax	0	54,852	0	0	54,852
Other County Local Option Taxes	0	0	0	0	783

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<b>Local Taxes (Cont.)</b>					
Statutory Local Taxes					
Bank Excise Tax	\$ 0	\$ 0	\$ 0	\$ 0	138,694
Wholesale Beer Tax	0	0	0	0	77,630
<b>Total Local Taxes</b>	<b>\$ 0</b>	<b>\$ 273,455</b>	<b>\$ 3,968,560</b>	<b>\$ 490,791</b>	<b>\$ 20,603,056</b>
<b>Licenses and Permits</b>					
Licenses					
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	75,751
Permits					
Beer Permits	0	0	0	0	3,816
<b>Total Licenses and Permits</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>79,567</b>
<b>Fines, Forfeitures, and Penalties</b>					
Circuit Court					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	6,052
Officers Costs	0	0	0	0	4,958
Drug Control Fines	0	0	0	0	2,850
Drug Court Fees	0	0	0	0	399
Veterans Treatment Court Fees	0	0	0	0	285

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<b>Fines, Forfeitures, and Penalties (Cont.)</b>					
Circuit Court (Cont.)					
Jail Fees	\$ 0	\$ 0	\$ 0	\$ 0	574
DUI Treatment Fines	0	0	0	0	998
Data Entry Fee - Circuit Court	0	0	0	0	978
Courtroom Security Fee	0	0	0	0	6
General Sessions Court					
Fines	0	0	0	0	7,360
Officers Costs	0	0	0	0	18,503
Game and Fish Fines	0	0	0	0	374
Drug Control Fines	0	0	0	0	119
Drug Court Fees	0	0	0	0	2,253
Veterans Treatment Court Fees	0	0	0	0	1,662
Jail Fees	0	0	0	0	3,786
DUI Treatment Fines	0	0	0	0	3,508
Data Entry Fee - General Sessions Court	0	0	0	0	6,684
Courtroom Security Fee	0	0	0	0	919
Juvenile Court					
Fines	0	0	0	0	935
Officers Costs	0	0	0	0	666

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<b>Fines, Forfeitures, and Penalties (Cont.)</b>					
Juvenile Court (Cont.)					
Data Entry Fee - Juvenile Court	\$ 0	\$ 0	\$ 0	\$ 0	208
Courtroom Security Fee	0	0	0	0	36
Chancery Court					
Data Entry Fee - Chancery Court	0	0	0	0	1,894
Courtroom Security Fee	0	0	0	0	23
Other Courts - In-county					
Fines	0	0	0	0	1,709
Other Fines, Forfeitures, and Penalties					
Proceeds from Confiscated Property	0	0	0	0	1,872
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>69,611</b>
<b>Charges for Current Services</b>					
General Service Charges					
Residential Waste Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	8,200
Tipping Fees	0	0	0	0	990,093
Surcharge - Waste Tire Disposal	0	0	0	0	12,672
Patient Charges	0	0	0	0	632,347
Other General Service Charges	0	0	0	0	1,385

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<b>Charges for Current Services (Cont.)</b>					
Fees					
Subdivision Lot Fees	\$ 0	\$ 0	\$ 0	\$ 0	8,191
Recreation Fees	0	0	0	0	42,331
Copy Fees	0	0	0	0	300
Library Fees	0	0	0	0	8,980
Greenbelt Late Application Fee	0	0	0	0	150
Telephone Commissions	0	0	0	0	2,916
Additional Fees - Titling and Registration	0	0	0	0	18,995
Constitutional Officers' Fees and Commissions	179,765	0	0	0	179,765
Data Processing Fee - Register	0	0	0	0	8,958
Data Processing Fee - Sheriff	0	0	0	0	1,212
Sexual Offender Registration Fee - Sheriff	0	0	0	0	3,600
Data Processing Fee - County Clerk	0	0	0	0	7,836
Vehicle Insurance Coverage and Reinstatement Fees	0	0	0	0	6,865
<b>Total Charges for Current Services</b>	<b>\$ 179,765</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>1,934,796</b>
<b>Other Local Revenues</b>					
Recurring Items					
Investment Income	\$ 0	\$ 0	\$ 0	1,792,000	\$ 2,115,738

(Continued)

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

	<b>Special Revenue Funds</b>		<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<b>Other Local Revenues (Cont.)</b>					
Recurring Items (Cont.)					
Lease/Rentals/PPP	\$ 0	\$ 0	\$ 0	\$ 0	56,790
Commissary Sales	0	0	0	0	4,079
Sale of Recycled Materials	0	0	0	0	46,427
Miscellaneous Refunds	0	32,839	0	0	137,265
Nonrecurring Items					
Sale of Equipment	0	27,246	0	0	141,383
Sale of Property	0	0	0	0	158,123
Contributions and Gifts	0	0	0	0	13,935
Performance Bond Forfeitures	0	0	0	45,000	45,000
<b>Total Other Local Revenues</b>	<b>\$ 0</b>	<b>\$ 60,085</b>	<b>\$ 0</b>	<b>\$ 1,837,000</b>	<b>\$ 2,718,740</b>
<b>Fees Received From County Officials</b>					
Excess Fees					
General Sessions Court Clerk	\$ 0	\$ 0	\$ 0	\$ 0	996
Trustee	0	0	0	0	515,938
Fees In-Lieu-of Salary					
County Clerk	0	0	0	0	247,560
Circuit Court Clerk	0	0	0	0	63,465

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<b>Fees Received From County Officials (Cont.)</b>					
Fees In-Lieu-of Salary (Cont.)					
General Sessions Court Clerk	\$ 0	\$ 0	\$ 0	\$ 0	106,511
Clerk and Master	0	0	0	0	54,065
Juvenile Court Clerk	0	0	0	0	4,220
Register	0	0	0	0	147,064
Sheriff	0	0	0	0	15,379
<b>Total Fees Received From County Officials</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>1,155,198</b>
<b>State of Tennessee</b>					
General Government Grants					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	9,000
Aging Programs	0	0	0	0	11,025
Solid Waste Grants	0	0	0	0	95,439
Public Safety Grants					
Law Enforcement Training Programs	0	0	0	0	14,394
Drug Control Grants	0	0	0	0	139,000
School Resource Officer Grants	0	0	0	0	375,000
Other Public Safety Grants	0	0	0	0	85,645

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<b>State of Tennessee (Cont.)</b>					
Health and Welfare Grants					
Other Health and Welfare Grants	\$ 0	\$ 0	\$ 0	\$ 0	180,909
Public Works Grants					
Litter Program	0	0	0	0	117,258
Other State Revenues					
Flood Control	0	0	0	0	411,565
Beer Tax	0	0	0	0	17,752
Vehicle Certificate of Title Fees	0	0	0	0	2,165
Alcoholic Beverage Tax	0	0	0	0	57,950
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	93,789
State Revenue Sharing - T.V.A.	0	0	0	0	479,370
State Revenue Sharing - Telecommunications	0	0	0	0	56,404
State Shared Sports Gaming Privilege Tax	0	0	0	0	29,319
Contracted Prisoner Boarding	0	0	0	0	105,985
Gasoline and Motor Fuel Tax	0	2,199,005	0	0	2,199,005
Hybrid/Electric Vehicle Registration Fee	0	28,464	0	0	28,464
Petroleum Special Tax	0	14,414	0	0	14,414
Registrar's Salary Supplement	0	0	0	0	15,164
Other State Grants	0	0	0	0	50,000

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Constitu - tional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<b>State of Tennessee (Cont.)</b>					
Other State Revenues (Cont.)					
Other State Revenues	\$ 0	\$ 0	\$ 0	\$ 0	6,481
Total State of Tennessee	\$ 0	\$ 2,241,883	\$ 0	\$ 0	4,595,497
<b>Federal Government</b>					
Federal Through State					
Community Development	\$ 0	\$ 0	\$ 0	352,497	\$ 899,697
Medicaid	0	0	0	0	49,070
American Rescue Plan Act Grant #3	0	0	0	305,319	305,319
Other Federal through State	0	0	0	0	199,636
Direct Federal Revenue					
American Rescue Plan Act Grant #6	0	0	0	0	31,712
American Rescue Plan Act Grant #7	0	0	0	0	225,648
Other Direct Federal Revenue	0	0	0	0	12,000
Total Federal Government	\$ 0	\$ 0	\$ 0	657,816	\$ 1,723,082
<b>Other Governments and Citizens Groups</b>					
Other Governments					
Contributions	\$ 0	\$ 0	140,000	\$ 0	\$ 213,822
Other					
Opioid Settlement Funds - Past Remediation	\$ 0	\$ 0	\$ 0	\$ 0	65,109
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 140,000	\$ 0	278,931
Total	\$ 179,765	\$ 2,575,423	\$ 4,108,560	\$ 2,985,607	\$ 33,158,478

**DeKALB COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented DeKalb County School Department

**For the Year Ended June 30, 2025**

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
<b>Local Taxes</b>					
County Property Taxes					
Current Property Tax	\$ 3,378,516	\$ 0	\$ 0	\$ 0	\$ 3,378,516
Trustee's Collections - Prior Year	111,919	0	0	0	111,919
Circuit Clerk/Clerk and Master Collections - Prior Years	22,822	0	0	0	22,822
Interest and Penalty	25,146	0	0	0	25,146
County Local Option Taxes					
Mixed Drink Tax	34,380	0	0	0	34,380
Total Local Taxes	<u>\$ 3,572,783</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,572,783</u>
<b>Licenses and Permits</b>					
Licenses					
Marriage Licenses	\$ 2,174	\$ 0	\$ 0	\$ 0	\$ 2,174
Total Licenses and Permits	<u>\$ 2,174</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,174</u>
<b>Charges for Current Services</b>					
Education Charges					
Tuition - Regular Day Students	\$ 22,175	\$ 0	\$ 0	\$ 0	\$ 22,175
Lunch Payments - Adults	0	0	44,559	0	44,559

(Continued)

**DeKALB COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented DeKalb County School Department (Cont.)

	<u>Special Revenue Funds</u>				Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	
<b>Charges for Current Services (Cont.)</b>					
Education Charges (Cont.)					
A la Carte Sales	\$ 0	\$ 0	\$ 52,867	\$ 0	\$ 52,867
Receipts from Individual Schools	32,012	0	0	0	32,012
<b>Total Charges for Current Services</b>	<b>\$ 54,187</b>	<b>\$ 0</b>	<b>\$ 97,426</b>	<b>\$ 0</b>	<b>\$ 151,613</b>
<b>Other Local Revenues</b>					
Recurring Items					
Investment Income	\$ 50,208	\$ 0	\$ 19,590	\$ 0	\$ 69,798
Miscellaneous Refunds	47,181	0	0	0	47,181
Nonrecurring Items					
Sale of Equipment	855	0	0	0	855
Contributions and Gifts	11,400	0	0	0	11,400
Other Local Revenues					
Other Local Revenues	0	0	0	1,191,667	1,191,667
<b>Total Other Local Revenues</b>	<b>\$ 109,644</b>	<b>\$ 0</b>	<b>\$ 19,590</b>	<b>\$ 1,191,667</b>	<b>\$ 1,320,901</b>

(Continued)

**DeKALB COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented DeKalb County School Department (Cont.)

	<u>Special Revenue Funds</u>				Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	
<b>State of Tennessee</b>					
General Government Grants					
On-behalf Contributions for OPEB	\$ 53,239	\$ 0	\$ 0	\$ 0	\$ 53,239
State Education Funds					
Tennessee Investment in Student Achievement	24,113,503	0	0	0	24,113,503
TISA - On-behalf Payments	36,072	0	0	0	36,072
Early Childhood Education	466,435	0	0	0	466,435
School Food Service	0	0	17,444	0	17,444
Other State Education Funds	413,124	0	0	0	413,124
Paid Parental Leave	153,035	0	0	0	153,035
Career Ladder Program	19,364	0	0	0	19,364
Other Vocational	433,304	0	0	0	433,304
Total State of Tennessee	<u>\$ 25,688,076</u>	<u>\$ 0</u>	<u>\$ 17,444</u>	<u>\$ 0</u>	<u>\$ 25,705,520</u>
<b>Federal Government</b>					
Federal Through State					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,699,027	\$ 0	\$ 1,699,027
USDA - Commodities	0	0	188,582	0	188,582
Breakfast	0	0	644,257	0	644,257

(Continued)

**DeKALB COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented DeKalb County School Department (Cont.)

	<u>Special Revenue Funds</u>				Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	
<b>Federal Government (Cont.)</b>					
Federal Through State (Cont.)					
USDA - Other	\$ 0	\$ 0	\$ 75,197	\$ 0	\$ 75,197
Vocational Education - Basic Grants to States	0	66,191	0	0	66,191
Title I Grants to Local Education Agencies	0	893,637	0	0	893,637
Special Education - Grants to States	260	685,315	0	0	685,575
Special Education Preschool Grants	0	31,759	0	0	31,759
English Language Acquisition Grants	0	18,986	0	0	18,986
Rural Education	0	1,237	0	0	1,237
Eisenhower Professional Development State Grants	0	158,190	0	0	158,190
American Rescue Plan Act Grant #1	0	3,714,536	0	0	3,714,536
American Rescue Plan Act Grant #4	0	9,977	0	0	9,977
Other Federal through State	80,225	311,784	0	0	392,009
Direct Federal Revenue					
Public Law 874 - Maintenance and Operation	164,417	0	0	0	164,417
<b>Total Federal Government</b>	<b>\$ 244,902</b>	<b>\$ 5,891,612</b>	<b>\$ 2,607,063</b>	<b>\$ 0</b>	<b>\$ 8,743,577</b>
<b>Other Governments and Citizens Groups</b>					
Other Governments					
Contributions	\$ 1,910,000	\$ 0	\$ 0	\$ 0	\$ 1,910,000
Citizens Groups					
Donations	39,102	0	0	0	39,102
<b>Total Other Governments and Citizens Groups</b>	<b>\$ 1,949,102</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 1,949,102</b>
<b>Total</b>	<b>\$ 31,620,868</b>	<b>\$ 5,891,612</b>	<b>\$ 2,741,523</b>	<b>\$ 1,191,667</b>	<b>\$ 41,445,670</b>

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Detailed Expenditures -**  
**All Governmental Fund Types**  
**For the Year Ended June 30, 2025**

**General Fund**

General Government

**County Commission**

Board and Committee Members Fees	\$	59,075	
Social Security		3,660	
Pensions		1,119	
Unemployment Compensation		1	
Employer Medicare		856	
Audit Services		8,835	
Contracts with Private Agencies		1,000	
Fiscal Agent Charges		22,500	
Legal Notices, Recording, and Court Costs		5,353	
Travel		71	
Judgments		2,010	
Tax Relief Program		22,502	
Other Charges		100	
Total County Commission			\$ 127,082

**Board of Equalization**

Board and Committee Members Fees	\$	562	
Total Board of Equalization			562

**Beer Board**

Other Contracted Services	\$	37	
Total Beer Board			37

**County Mayor/Executive**

County Official/Administrative Officer	\$	105,396	
Assistant(s)		107,505	
Social Security		12,660	
Pensions		11,518	
Employee and Dependent Insurance		19,800	
Unemployment Compensation		38	
Employer Medicare		2,961	
Data Processing Services		20,883	
Maintenance and Repair Services - Vehicles		144	
Gasoline		1,292	
Office Supplies		5,454	
Other Charges		1,427	
Total County Mayor/Executive			289,078

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**County Attorney**

County Official/Administrative Officer	\$ 24,000	
Total County Attorney	<u>24,000</u>	\$ 24,000

**Election Commission**

County Official/Administrative Officer	\$ 82,127	
Part-time Personnel	1,272	
Other Salaries and Wages	43,908	
Election Commission	5,700	
Election Workers	38,759	
In-service Training	206	
Social Security	7,708	
Pensions	6,819	
Employee and Dependent Insurance	12,925	
Unemployment Compensation	21	
Employer Medicare	1,803	
Advertising	3,094	
Printing, Stationery, and Forms	2,675	
Other Contracted Services	27,286	
Office Supplies	853	
Other Supplies and Materials	7,518	
Other Charges	13,670	
Total Election Commission	<u>256,344</u>	256,344

**Register of Deeds**

County Official/Administrative Officer	\$ 91,252	
Assistant(s)	72,090	
Social Security	10,127	
Pensions	8,837	
Unemployment Compensation	42	
Employer Medicare	2,368	
Other Contracted Services	422	
Office Supplies	735	
Data Processing Equipment	13,501	
Other Equipment	842	
Total Register of Deeds	<u>200,216</u>	200,216

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Planning**

Board and Committee Members Fees	\$	6,150	
Social Security		177	
Pensions		45	
Employer Medicare		41	
Other Contracted Services		13,000	
Total Planning			\$ 19,413

**County Buildings**

Guards	\$	27,468	
Custodial Personnel		62,424	
Part-time Personnel		9,918	
Social Security		5,984	
Pensions		4,834	
Employee and Dependent Insurance		17,600	
Unemployment Compensation		105	
Employer Medicare		1,399	
Maintenance and Repair Services - Buildings		139,436	
Utilities		117,400	
Total County Buildings			386,568

**Other Facilities**

Supervisor/Director	\$	39,239	
Part-time Personnel		44,760	
Other Salaries and Wages		7,420	
Social Security		5,135	
Pensions		2,123	
Employee and Dependent Insurance		6,600	
Unemployment Compensation		113	
Employer Medicare		1,201	
Maintenance and Repair Services - Equipment		911	
Other Supplies and Materials		1,246	
Other Charges		10,915	
Total Other Facilities			119,663

**Other General Administration**

Other Salaries and Wages	\$	6,500	
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(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Other General Administration (Cont.)**

Social Security	\$	379	
Pensions		352	
Unemployment Compensation		2	
Employer Medicare		89	
Communication		50,249	
Dues and Memberships		15,146	
Lease/SBITA Payments		11,257	
Postal Charges		42,072	
Office Supplies		1,245	
Periodicals		45	
Liability Insurance		488,594	
Premiums on Corporate Surety Bonds		1,381	
Workers' Compensation Insurance		272,169	
Total Other General Administration	\$		889,480

Finance

**Property Assessor's Office**

County Official/Administrative Officer	\$	91,252	
Deputy(ies)		147,282	
Social Security		13,703	
Pensions		12,682	
Employee and Dependent Insurance		19,250	
Unemployment Compensation		122	
Employer Medicare		3,205	
Dues and Memberships		1,700	
Maintenance and Repair Services - Vehicles		146	
Travel		2,319	
Other Contracted Services		25,763	
Gasoline		772	
Office Supplies		814	
Total Property Assessor's Office			319,010

**County Trustee's Office**

County Official/Administrative Officer	\$	91,252	
Assistant(s)		69,124	
Social Security		9,535	

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

**County Trustee's Office (Cont.)**

Pensions	\$	8,565	
Employee and Dependent Insurance		6,600	
Unemployment Compensation		77	
Employer Medicare		2,230	
Data Processing Services		27,920	
Legal Notices, Recording, and Court Costs		557	
Maintenance and Repair Services - Records		7,080	
Office Supplies		2,532	
Other Equipment		75	
Total County Trustee's Office			\$ 225,547

**County Clerk's Office**

County Official/Administrative Officer	\$	91,252	
Deputy(ies)		189,453	
Social Security		16,194	
Pensions		15,136	
Employee and Dependent Insurance		18,975	
Unemployment Compensation		107	
Employer Medicare		3,787	
Contracts with Private Agencies		18,692	
Travel		1,790	
Office Supplies		6,541	
Other Charges		4,984	
Data Processing Equipment		10,779	
Total County Clerk's Office			377,690

Administration of Justice

**Circuit Court**

County Official/Administrative Officer	\$	91,252	
Deputy(ies)		154,218	
Jury and Witness Expense		6,625	
Social Security		14,337	
Pensions		13,280	
Employee and Dependent Insurance		31,900	
Unemployment Compensation		84	
Employer Medicare		3,353	

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Circuit Court (Cont.)**

Data Processing Services	\$	26,656	
Other Contracted Services		2,460	
Office Supplies		6,066	
Other Charges		1,484	
Total Circuit Court			\$ 351,715

**General Sessions Court**

County Official/Administrative Officer	\$	123,514	
Secretary(ies)		10,400	
Attendants		92,379	
Social Security		13,958	
Pensions		11,680	
Employee and Dependent Insurance		4,400	
Unemployment Compensation		63	
Employer Medicare		3,264	
Travel		460	
Office Supplies		1,361	
Other Charges		50	
Total General Sessions Court			261,529

**Drug Court**

Other Salaries and Wages	\$	124,655	
Social Security		7,605	
Pensions		6,744	
Employee and Dependent Insurance		13,200	
Unemployment Compensation		63	
Employer Medicare		1,779	
Communication		3,520	
Travel		7,295	
Drugs and Medical Supplies		6,627	
Office Supplies		633	
Other Charges		16,770	
Total Drug Court			188,891

**Chancery Court**

County Official/Administrative Officer	\$	91,252	
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(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Chancery Court (Cont.)**

Secretary(ies)	\$	35,817	
Part-time Personnel		14,682	
Social Security		7,794	
Pensions		6,874	
Employee and Dependent Insurance		12,925	
Unemployment Compensation		81	
Employer Medicare		1,823	
Data Processing Services		14,280	
Office Supplies		2,364	
Other Charges		2,310	
Data Processing Equipment		641	
Total Chancery Court			\$ 190,843

**Juvenile Court**

Youth Service Officer(s)	\$	60,000	
Other Salaries and Wages		45,000	
Social Security		6,353	
Pensions		5,680	
Employee and Dependent Insurance		6,600	
Unemployment Compensation		42	
Employer Medicare		1,486	
Contracts with Other Public Agencies		1,050	
Other Charges		9,918	
Total Juvenile Court			136,129

**Judicial Commissioners**

County Official/Administrative Officer	\$	44,699	
Social Security		2,771	
Unemployment Compensation		63	
Employer Medicare		648	
Travel		552	
Office Supplies		1,669	
Total Judicial Commissioners			50,402

(Continued)

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

**General Fund (Cont.)**

Public Safety

**Sheriff's Department**

County Official/Administrative Officer	\$	101,977	
Deputy(ies)		1,261,768	
School Resource Officer		345,617	
Overtime Pay		144,509	
In-service Training		29,273	
Social Security		113,045	
Pensions		100,135	
Employee and Dependent Insurance		111,100	
Unemployment Compensation		648	
Employer Medicare		26,438	
Communication		38,200	
Contracts with Private Agencies		850	
Lease/SBITA Payments		2,368	
Maintenance and Repair Services - Vehicles		117,517	
Travel		6,265	
Gasoline		121,180	
Instructional Supplies and Materials		633	
Law Enforcement Supplies		3,781	
Office Supplies		9,002	
Uniforms		18,447	
Utilities		62,086	
Other Supplies and Materials		37,185	
Other Charges		135	
Law Enforcement Equipment		24,414	
Motor Vehicles		12,030	
Total Sheriff's Department			\$ 2,688,603

**Special Patrols**

Laborers	\$	46,623	
Other Salaries and Wages		4,200	
Social Security		3,030	
Pensions		2,750	
Employee and Dependent Insurance		3,850	
Unemployment Compensation		22	
Employer Medicare		709	
Gasoline		2,199	
Instructional Supplies and Materials		8,840	
Total Special Patrols			72,223

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Traffic Control**

Part-time Personnel	\$	3,025	
Other Salaries and Wages		15,314	
Social Security		949	
Unemployment Compensation		44	
Employer Medicare		222	
Total Traffic Control			\$ 19,554

**Correctional Incentive Program Improvements**

Other Salaries and Wages	\$	894,485	
Social Security		54,384	
Pensions		45,491	
Employee and Dependent Insurance		51,150	
Unemployment Compensation		538	
Employer Medicare		12,719	
Contracts with Private Agencies		438,592	
Medical and Dental Services		194,602	
Food Supplies		178,621	
Other Supplies and Materials		25,623	
Other Charges		390,812	
Total Correctional Incentive Program Improvements			2,287,017

**Fire Prevention and Control**

Part-time Personnel	\$	36,118	
In-service Training		11,299	
Social Security		2,239	
Unemployment Compensation		68	
Employer Medicare		524	
Communication		2,412	
Forest Resource Services		1,500	
Maintenance and Repair Services - Buildings		14,256	
Maintenance and Repair Services - Equipment		47,239	
Equipment and Machinery Parts		58,024	
Gasoline		14,845	
Instructional Supplies and Materials		1,495	
Utilities		21,943	
Other Supplies and Materials		17,408	

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Fire Prevention and Control (Cont.)**

Liability Insurance	\$	2,645	
In Service/Staff Development		62,110	
Other Charges		16,500	
Communication Equipment		11,605	
Law Enforcement Equipment		61,200	
Other Equipment		53,500	
Total Fire Prevention and Control			\$ 436,930

**Civil Defense**

Other Salaries and Wages	\$	5,200	
Social Security		322	
Unemployment Compensation		16	
Employer Medicare		75	
Communication		3,327	
Maintenance and Repair Services - Vehicles		392	
Other Charges		3,030	
Total Civil Defense			12,362

**Other Emergency Management**

Contributions	\$	160,000	
Liability Insurance		9,139	
Total Other Emergency Management			169,139

**County Coroner/Medical Examiner**

Evaluation and Testing	\$	83,600	
Other Contracted Services		9,700	
Total County Coroner/Medical Examiner			93,300

**Public Safety Grants Program**

Guards	\$	45,103	
Social Security		2,796	
Pensions		2,440	
Unemployment Compensation		20	
Employer Medicare		654	
Other Charges		13,934	
Total Public Safety Grants Program			64,947

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Other Public Safety**

Part-time Personnel	\$	294	
Social Security		18	
Unemployment Compensation		1	
Employer Medicare		4	
Contributions		104,256	
Travel		595	
Total Other Public Safety			\$ 105,168

Public Health and Welfare

**Local Health Center**

Social Workers	\$	40,143	
Medical Personnel		50,065	
Custodial Personnel		7,809	
Social Security		5,987	
Pensions		4,818	
Employee and Dependent Insurance		1,650	
Unemployment Compensation		81	
Employer Medicare		1,400	
Communication		4,113	
Contracts with Government Agencies		10,478	
Contracts with Private Agencies		2,308	
Travel		801	
Custodial Supplies		296	
Drugs and Medical Supplies		300	
Office Supplies		192	
Utilities		11,496	
Other Supplies and Materials		83	
Workers' Compensation Insurance		158	
Other Charges		5,102	
Total Local Health Center			147,280

**Rabies and Animal Control**

Contracts with Other Public Agencies	\$	1,870	
Contributions		36,805	
Total Rabies and Animal Control			38,675

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Ambulance/Emergency Medical Services**

County Official/Administrative Officer	\$	61,840	
Medical Personnel		797,369	
Secretary(ies)		45,626	
Part-time Personnel		147,848	
Overtime Pay		191,528	
In-service Training		5,346	
Social Security		75,388	
Pensions		57,673	
Employee and Dependent Insurance		58,025	
Unemployment Compensation		744	
Employer Medicare		17,631	
Communication		10,855	
Lease/SBITA Payments		6,267	
Licenses		2,375	
Maintenance and Repair Services - Buildings		1,994	
Maintenance and Repair Services - Equipment		1,500	
Maintenance and Repair Services - Vehicles		74,432	
Disposal Fees		752	
Other Contracted Services		56,627	
Custodial Supplies		2,030	
Diesel Fuel		33,623	
Drugs and Medical Supplies		58,460	
Instructional Supplies and Materials		1,876	
Office Supplies		3,412	
Uniforms		5,565	
Utilities		8,719	
Other Supplies and Materials		5,804	
Refunds		1,015	
Other Charges		6,339	
Other Equipment		17,654	
Total Ambulance/Emergency Medical Services			\$ 1,758,317

**Alcohol and Drug Programs**

Travel	\$	12,479	
Other Contracted Services		142,511	
Office Supplies		19,543	

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Alcohol and Drug Programs (Cont.)**

Other Supplies and Materials	\$ 22,620	
Other Charges	2,083	
Total Alcohol and Drug Programs	\$ 199,236	

**Regional Mental Health Center**

Contributions	\$ 5,385	
Total Regional Mental Health Center	5,385	

**Other Public Health and Welfare**

Other Charges	\$ 60,476	
Total Other Public Health and Welfare	60,476	

Social, Cultural, and Recreational Services

**Senior Citizens Assistance**

Clerical Personnel	\$ 34,676	
Other Salaries and Wages	29,201	
Social Security	3,795	
Pensions	4,585	
Employee and Dependent Insurance	13,200	
Unemployment Compensation	42	
Employer Medicare	888	
Other Supplies and Materials	935	
Total Senior Citizens Assistance	87,322	

**Libraries**

Librarians	\$ 49,277	
Clerical Personnel	63,878	
Part-time Personnel	45,588	
Social Security	9,811	
Pensions	6,121	
Unemployment Compensation	156	
Employer Medicare	2,294	
Communication	5,718	
Library Books/Media	9,850	
Periodicals	1,497	
Utilities	9,491	

(Continued)

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

**General Fund (Cont.)**

Social, Cultural, and Recreational Services (Cont.)

**Libraries (Cont.)**

Other Supplies and Materials	\$	12,678	
Other Equipment		1,500	
Total Libraries			\$ 217,859

**Parks and Fair Boards**

Other Charges	\$	7,500	
Total Parks and Fair Boards			7,500

**Other Social, Cultural, and Recreational**

Other Charges	\$	14,431	
Total Other Social, Cultural, and Recreational			14,431

Agriculture and Natural Resources

**Agricultural Extension Service**

Assistant(s)	\$	27,695	
Supervisor/Director		16,351	
Clerical Personnel		7,712	
Other Fringe Benefits		19,203	
Travel		2,250	
Other Supplies and Materials		2,250	
Total Agricultural Extension Service			75,461

**Soil Conservation**

Secretary(ies)	\$	38,326	
Other Salaries and Wages		29,429	
Social Security		4,132	
Pensions		3,666	
Employee and Dependent Insurance		8,250	
Unemployment Compensation		46	
Employer Medicare		966	
Total Soil Conservation			84,815

Other Operations

**Industrial Development**

Other Charges	\$	20	
Total Industrial Development			20

(Continued)

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

**General Fund (Cont.)**

Other Operations (Cont.)

**Other Economic and Community Development**

Contributions	\$	35,000	
Other Contracted Services		557,200	
Other Charges		7,328	
Total Other Economic and Community Development			\$ 599,528

**Veterans' Services**

Supervisor/Director	\$	12,983	
Social Security		805	
Unemployment Compensation		18	
Employer Medicare		188	
Travel		132	
Other Charges		734	
Total Veterans' Services			14,860

**Other Charges**

Contributions	\$	12,000	
Trustee's Commission		192,838	
Total Other Charges			204,838

**Contributions to Other Agencies**

Contributions	\$	21,121	
Total Contributions to Other Agencies			21,121

**Employee Benefits**

Employee and Dependent Insurance	\$	9,111	
Total Employee Benefits			9,111

**Miscellaneous**

Pauper Burials	\$	500	
Road Signs		5,956	
Other Charges		10,783	
Total Miscellaneous			17,239

Total General Fund			\$ 13,926,916
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**DeKALB COUNTY, TENNESSEE**  
**Schedule of Detailed Expenditures -**  
**All Governmental Fund Types (Cont.)**

**Courthouse and Jail Maintenance Fund**

General Government

**County Buildings**

Maintenance and Repair Services - Buildings	\$	29,795	
Custodial Supplies		42,940	
Trustee's Commission		1,281	
Total County Buildings			<u>\$ 74,016</u>

Total Courthouse and Jail Maintenance Fund \$ 74,016

**Solid Waste/Sanitation Fund**

Public Health and Welfare

**Waste Pickup**

Laborers	\$	155,899	
Overtime Pay		5,686	
Social Security		9,993	
Pensions		7,038	
Employee and Dependent Insurance		3,300	
Unemployment Compensation		164	
Employer Medicare		2,337	
Maintenance and Repair Services - Vehicles		67,815	
Diesel Fuel		68,669	
Motor Vehicles		55,000	
Total Waste Pickup			<u>\$ 375,901</u>

**Convenience Centers**

Laborers	\$	367,285	
Social Security		22,732	
Unemployment Compensation		606	
Employer Medicare		5,316	
Communication		4,680	
Other Supplies and Materials		8,729	
Total Convenience Centers			<u>409,348</u>

**Transfer Stations**

Supervisor/Director	\$	58,750	
Laborers		61,362	
Overtime Pay		3,368	
Social Security		7,440	

(Continued)

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

**Solid Waste/Sanitation Fund (Cont.)**

Public Health and Welfare (Cont.)

**Transfer Stations (Cont.)**

Pensions	\$	6,510	
Employee and Dependent Insurance		19,250	
Unemployment Compensation		99	
Employer Medicare		1,740	
Communication		2,509	
Lease/SBITA Payments		19,067	
Maintenance and Repair Services - Vehicles		41,602	
Other Contracted Services		1,536,728	
Crushed Stone		4,565	
Diesel Fuel		5,822	
Utilities		19,628	
Other Supplies and Materials		10,796	
Other Charges		21,802	
Solid Waste Equipment		106,044	
Total Transfer Stations			\$ 1,927,082

**Other Waste Disposal**

Trustee's Commission	\$	32,689	
Total Other Waste Disposal			32,689

**Postclosure Care Costs**

Landfill Closure/Postclosure Care Costs	\$	48,100	
Total Postclosure Care Costs			48,100

Total Solid Waste/Sanitation Fund \$ 2,793,120

**Local Purpose Tax Fund**

Capital Projects

**Other General Government Projects**

Contributions	\$	1,910,000	
Trustee's Commission		50,496	
Total Other General Government Projects			\$ 1,960,496

Total Local Purpose Tax Fund 1,960,496

(Continued)

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

**Drug Control Fund**

Public Safety

**Sheriff's Department**

Other Charges	\$	16,190	
Motor Vehicles		32,282	
Total Sheriff's Department			\$ 48,472

**Drug Enforcement**

Other Charges	\$	10,525	
Total Drug Enforcement			10,525

Other Operations

**Other Charges**

Trustee's Commission	\$	43	
Total Other Charges			43

Support Services

**Other Student Support**

Other Supplies and Materials	\$	2,003	
Total Other Student Support			2,003

Total Drug Control Fund \$ 61,043

**Other Special Revenue Fund**

Other Operations

**American Rescue Plan Act Grant #1**

Other Charges	\$	86,176	
Total American Rescue Plan Act Grant #1			\$ 86,176

Total Other Special Revenue Fund 86,176

**Constitutional Officers - Fees Fund**

Finance

**County Trustee's Office**

Constitutional Officers' Operating Expenses	\$	165,097	
Total County Trustee's Office			\$ 165,097

Total Constitutional Officers - Fees Fund 165,097

(Continued)

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

**Highway/Public Works Fund**

Highways

**Administration**

County Official/Administrative Officer	\$	100,377	
Secretary(ies)		37,584	
Communication		5,730	
Data Processing Services		19,716	
Dues and Memberships		4,188	
Legal Services		10,000	
Legal Notices, Recording, and Court Costs		29	
Postal Charges		346	
Printing, Stationery, and Forms		298	
Travel		2,368	
Electricity		3,792	
Natural Gas		4,131	
Office Supplies		3,082	
Water and Sewer		283	
Total Administration			\$ 191,924

**Highway and Bridge Maintenance**

Equipment Operators	\$	54,100	
Truck Drivers		200,132	
Laborers		278,504	
Other Contracted Services		12,060	
Asphalt - Liquid		1,170,581	
Concrete		20,688	
Crushed Stone		127,078	
Pipe - Metal		38,840	
Structural Steel		8,387	
Uniforms		243	
Wood Products		1,296	
Other Charges		1,838	
Total Highway and Bridge Maintenance			1,913,747

**Operation and Maintenance of Equipment**

Mechanic(s)	\$	72,592	
Maintenance and Repair Services - Equipment		17,654	
Diesel Fuel		57,639	
Equipment and Machinery Parts		45,562	

(Continued)

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

**Highway/Public Works Fund (Cont.)**

Highways (Cont.)

**Operation and Maintenance of Equipment (Cont.)**

Garage Supplies	\$	6,400	
Gasoline		43,173	
Lubricants		5,042	
Small Tools		2,256	
Tires and Tubes		10,709	
Total Operation and Maintenance of Equipment			\$ 261,027

**Quarry Operations**

Equipment Operators	\$	35,496	
Maintenance and Repair Services - Equipment		12,342	
Electricity		14,930	
Equipment and Machinery Parts		70,010	
In Service/Staff Development		2,636	
Total Quarry Operations			135,414

**Other Charges**

Liability Insurance	\$	72,557	
Trustee's Commission		27,183	
Workers' Compensation Insurance		51,463	
Other Charges		189	
Total Other Charges			151,392

**Employee Benefits**

Social Security	\$	59,377	
Pensions		39,546	
Employee and Dependent Insurance		248,715	
Unemployment Compensation		8,623	
Total Employee Benefits			356,261

**Capital Outlay**

Highway Equipment	\$	24,990	
Motor Vehicles		133,930	
State Aid Projects		13,500	
Total Capital Outlay			172,420

Total Highway/Public Works Fund \$ 3,182,185

(Continued)

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

**General Debt Service Fund**

Principal on Debt

**General Government**

Principal on Bonds	\$ 630,000	
Total General Government	<u>630,000</u>	\$ 630,000

**Education**

Principal on Bonds	\$ 215,000	
Principal on Notes	315,000	
Total Education	<u>530,000</u>	530,000

Interest on Debt

**General Government**

Interest on Bonds	\$ 14,175	
Total General Government	<u>14,175</u>	14,175

**Education**

Interest on Bonds	\$ 31,522	
Interest on Notes	3,150	
Total Education	<u>34,672</u>	34,672

Other Debt Service

**General Government**

Trustee's Commission	\$ 79,324	
Other Debt Service	1,410	
Total General Government	<u>80,734</u>	80,734

**Education**

Other Debt Service	\$ 1,962	
Total Education	<u>1,962</u>	1,962

Total General Debt Service Fund

\$ 1,291,543

**General Capital Projects Fund**

Capital Projects

**General Administration Projects**

Trustee's Commission	\$ 27,728	
Building Construction	105,452	
Building Improvements	15,876	
Total General Administration Projects	<u>149,056</u>	\$ 149,056

(Continued)

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

**General Capital Projects Fund (Cont.)**

Capital Projects (Cont.)

**Public Safety Projects**

Matching Share	\$ 57,716	
Other Charges	5,223	
Motor Vehicles	1,003,416	
Other Equipment	<u>640,000</u>	
Total Public Safety Projects		\$ 1,706,355

**Public Health and Welfare Projects**

Building Construction	<u>\$ 323,597</u>	
Total Public Health and Welfare Projects		<u>323,597</u>

Total General Capital Projects Fund \$ 2,179,008

Total Governmental Funds - Primary Government \$ 25,719,600

**DeKALB COUNTY, TENNESSEE**  
**Schedule of Detailed Expenditures -**  
**All Governmental Fund Types**  
Discretely Presented DeKalb County School Department  
**For the Year Ended June 30, 2025**

**General Purpose School Fund**

Instruction

**Regular Instruction Program**

Teachers	\$	9,529,499	
Career Ladder Program		8,600	
Homebound Teachers		27,544	
Educational Assistants		370,844	
Other Salaries and Wages		277,739	
Certified Substitute Teachers		13,248	
Non-certified Substitute Teachers		162,832	
Social Security		617,884	
Pensions		742,617	
Medical Insurance		1,467,484	
Dental Insurance		73,439	
Unemployment Compensation		1,233	
Employer Medicare		139,340	
Other Contracted Services		25,118	
Instructional Supplies and Materials		63,367	
Textbooks - Bound		111,198	
Software		4,926	
Other Supplies and Materials		885	
Fee Waivers		7,187	
TISA - On-behalf Payments		36,072	
Other Charges		11,738	
Regular Instruction Equipment		237,514	
Total Regular Instruction Program			\$ 13,930,308

**Alternative Instruction Program**

Teachers	\$	75,504	
Educational Assistants		28,129	
Social Security		5,755	
Pensions		6,324	
Medical Insurance		21,102	
Dental Insurance		521	
Unemployment Compensation		10	
Employer Medicare		1,346	
Total Alternative Instruction Program			138,691

(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Instruction (Cont.)

**Special Education Program**

Teachers	\$	1,468,717	
Career Ladder Program		1,000	
Homebound Teachers		41,315	
Educational Assistants		458,032	
Other Salaries and Wages		57,962	
Certified Substitute Teachers		128	
Non-certified Substitute Teachers		8,662	
Social Security		132,091	
Pensions		155,704	
Medical Insurance		332,116	
Dental Insurance		13,386	
Unemployment Compensation		267	
Employer Medicare		30,892	
Lease/SBITA Payments		14,757	
Instructional Supplies and Materials		19,205	
Other Supplies and Materials		17,941	
Special Education Equipment		8,248	
Total Special Education Program			\$ 2,760,423

**Career and Technical Education Program**

Teachers	\$	584,982	
Career Ladder Program		1,000	
Other Salaries and Wages		62,994	
Non-certified Substitute Teachers		3,393	
Social Security		37,029	
Pensions		43,749	
Medical Insurance		94,783	
Dental Insurance		5,151	
Unemployment Compensation		60	
Employer Medicare		8,660	
Instructional Supplies and Materials		13,000	
Software		15,000	
Other Supplies and Materials		13,447	
Vocational Instruction Equipment		17,448	
Total Career and Technical Education Program			900,696

(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services

**Attendance**

Supervisor/Director	\$	77,615	
Career Ladder Program		1,000	
Clerical Personnel		49,480	
Social Security		7,547	
Pensions		7,677	
Medical Insurance		12,846	
Dental Insurance		521	
Unemployment Compensation		10	
Employer Medicare		1,765	
Other Contracted Services		18,429	
Other Supplies and Materials		434	
In Service/Staff Development		826	
Total Attendance			\$ 178,150

**Health Services**

Medical Personnel	\$	291,485	
Social Security		16,254	
Pensions		18,455	
Medical Insurance		51,784	
Dental Insurance		2,084	
Unemployment Compensation		25	
Employer Medicare		3,801	
Other Contracted Services		25,500	
Drugs and Medical Supplies		2,223	
Other Supplies and Materials		7,844	
In Service/Staff Development		702	
Other Equipment		4,860	
Total Health Services			425,017

**Other Student Support**

Career Ladder Program	\$	1,000	
Guidance Personnel		368,449	
Other Salaries and Wages		3,675	
Social Security		25,778	
Pensions		28,390	

(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Other Student Support (Cont.)**

Medical Insurance	\$	52,096	
Dental Insurance		3,126	
Unemployment Compensation		30	
Employer Medicare		6,029	
Contracts with Government Agencies		68,312	
Total Other Student Support			\$ 556,885

**Regular Instruction Program**

Supervisor/Director	\$	177,226	
Career Ladder Program		3,000	
Librarians		364,247	
Educational Assistants		21,938	
Social Security		33,045	
Pensions		35,815	
Medical Insurance		61,374	
Dental Insurance		3,647	
Unemployment Compensation		40	
Employer Medicare		7,728	
Travel		1,095	
Food Supplies		16,978	
Library Books/Media		14,905	
Other Supplies and Materials		489	
In Service/Staff Development		18,807	
Total Regular Instruction Program			760,334

**Special Education Program**

Supervisor/Director	\$	82,261	
Psychological Personnel		62,357	
Medical Personnel		60,861	
Secretary(ies)		36,828	
Speech Pathologist		192,973	
Other Salaries and Wages		77,173	
Social Security		29,664	
Pensions		37,096	
Medical Insurance		61,306	

(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Special Education Program (Cont.)**

Dental Insurance	\$	3,126	
Unemployment Compensation		35	
Employer Medicare		6,938	
Postal Charges		381	
Travel		4,034	
Other Contracted Services		255,037	
Other Supplies and Materials		8,800	
In Service/Staff Development		6,469	
Total Special Education Program			\$ 925,339

**Career and Technical Education Program**

Supervisor/Director	\$	82,098	
Social Security		5,085	
Pensions		5,221	
Employer Medicare		1,189	
Total Career and Technical Education Program			93,593

**Technology**

Supervisor/Director	\$	52,338	
Instructional Computer Personnel		113,217	
Social Security		9,077	
Pensions		7,717	
Medical Insurance		37,075	
Unemployment Compensation		18	
Employer Medicare		2,123	
Maintenance and Repair Services - Equipment		12,662	
Internet Connectivity		81,936	
Travel		379	
Cabling		2,096	
Software		44,637	
In Service/Staff Development		1,202	
Other Charges		3,614	
Total Technology			368,091

(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Other Programs**

Supervisor/Director	\$	66,505	
Clerical Personnel		5,995	
Social Security		4,495	
Pensions		3,598	
Unemployment Compensation		8	
Employer Medicare		1,051	
On-behalf Payments to OPEB		53,239	
Other Supplies and Materials		16,573	
In Service/Staff Development		2,304	
Total Other Programs			\$ 153,768

**Board of Education**

Clerical Personnel	\$	5,000	
Board and Committee Members Fees		10,450	
Social Security		958	
Pensions		270	
Employer Medicare		224	
Audit Services		6,500	
Dues and Memberships		15,500	
Legal Services		12,581	
Other Contracted Services		1,020	
Liability Insurance		73,396	
Trustee's Commission		100,936	
Workers' Compensation Insurance		203,337	
In Service/Staff Development		3,176	
Refund to Applicant for Criminal Investigation		3,604	
Other Charges		11,700	
Total Board of Education			448,652

**Director of Schools**

County Official/Administrative Officer	\$	109,000	
Other Salaries and Wages		1,000	
Social Security		6,613	
Pensions		6,996	
Medical Insurance		6,057	

(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Director of Schools (Cont.)**

Dental Insurance	\$	521	
Unemployment Compensation		5	
Employer Medicare		1,546	
Communication		21,166	
Dues and Memberships		160	
Postal Charges		2,982	
Travel		275	
In Service/Staff Development		2,264	
Other Charges		981	
Total Director of Schools			\$ 159,566

**Office of the Principal**

Principals	\$	435,933	
Career Ladder Program		1,000	
Assistant Principals		470,570	
Secretary(ies)		424,236	
Social Security		74,049	
Pensions		78,860	
Medical Insurance		239,176	
Dental Insurance		5,631	
Unemployment Compensation		121	
Employer Medicare		17,318	
Communication		18,500	
Dues and Memberships		26,000	
Travel		1,972	
Other Contracted Services		5,338	
Other Charges		1,863	
Total Office of the Principal			1,800,567

**Fiscal Services**

Accountants/Bookkeepers	\$	93,136	
Secretary(ies)		49,480	
Social Security		7,674	
Pensions		7,716	
Medical Insurance		33,208	

(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Fiscal Services (Cont.)**

Unemployment Compensation	\$	15	
Employer Medicare		1,795	
Dues and Memberships		150	
Lease/SBITA Payments		2,311	
Travel		110	
Other Contracted Services		35,757	
Data Processing Supplies		2,902	
Office Supplies		5,205	
In Service/Staff Development		5,586	
Other Charges		421	
Total Fiscal Services			\$ 245,466

**Operation of Plant**

Other Contracted Services	\$	563,790	
Electricity		567,367	
Natural Gas		96,329	
Water and Sewer		113,142	
Other Supplies and Materials		68,844	
Boiler Insurance		4,097	
Building and Contents Insurance		194,993	
Other Charges		772	
Total Operation of Plant			1,609,334

**Maintenance of Plant**

Supervisor/Director	\$	61,144	
Maintenance Personnel		110,195	
Social Security		9,909	
Pensions		8,444	
Medical Insurance		27,947	
Unemployment Compensation		20	
Employer Medicare		2,317	
Travel		135	
Other Contracted Services		19,321	
Other Supplies and Materials		116,972	
Maintenance Equipment		9,556	
Total Maintenance of Plant			365,960

(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Transportation**

Supervisor/Director	\$	52,230	
Mechanic(s)		60,805	
Bus Drivers		854,596	
Other Salaries and Wages		183,352	
Social Security		64,809	
Pensions		53,515	
Medical Insurance		58,057	
Unemployment Compensation		217	
Employer Medicare		16,111	
Contracts with Other School Systems		3,000	
Contracts with Parents		753	
Other Contracted Services		11,095	
Diesel Fuel		122,010	
Garage Supplies		339	
Gasoline		11,260	
Lubricants		13,228	
Tires and Tubes		20,550	
Vehicle Parts		54,545	
Other Supplies and Materials		15,010	
Vehicle and Equipment Insurance		44,779	
Other Charges		3,187	
Transportation Equipment		330,026	
Total Transportation			\$ 1,973,474

## Operation of Non-Instructional Services

**Food Service**

Cafeteria Personnel	\$	14,830	
Social Security		919	
Pensions		634	
Employer Medicare		215	
Other Supplies and Materials		1,708	
Total Food Service			18,306

**Community Services**

Supervisor/Director	\$	6,810	
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(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**General Purpose School Fund (Cont.)**

Operation of Non-Instructional Services (Cont.)

**Community Services (Cont.)**

Teachers	\$	98,302	
Educational Assistants		2,709	
Other Salaries and Wages		14,228	
Social Security		7,567	
Pensions		7,958	
Employer Medicare		1,770	
Travel		42	
Instructional Supplies and Materials		1,820	
Other Supplies and Materials		339	
In Service/Staff Development		40	
Total Community Services			\$ 141,585

**Early Childhood Education**

Teachers	\$	295,276	
Educational Assistants		139,387	
Non-certified Substitute Teachers		3,432	
Social Security		24,902	
Pensions		28,523	
Medical Insurance		61,686	
Dental Insurance		2,605	
Unemployment Compensation		50	
Employer Medicare		5,824	
Communication		907	
Food Supplies		1,769	
Instructional Supplies and Materials		998	
Other Supplies and Materials		1,405	
Total Early Childhood Education			566,764

## Capital Outlay

**Regular Capital Outlay**

Architects	\$	42,790	
Building Construction		69,748	
Building Improvements		26,877	
Other Capital Outlay		407,083	
Total Regular Capital Outlay			546,498

(Continued)

**DeKALB COUNTY, TENNESSEE**

**Schedule of Detailed Expenditures -**

**All Governmental Fund Types**

Discretely Presented DeKalb County School Department (Cont.)

**General Purpose School Fund (Cont.)**

Principal on Debt

**Education**

Debt Service Contribution to Primary Government

\$ 140,000

Total Education

\$ 140,000

Total General Purpose School Fund

\$ 29,207,467

**School Federal Projects Fund**

Instruction

**Regular Instruction Program**

Teachers

\$ 784,715

Educational Assistants

54,478

Other Salaries and Wages

65,105

Certified Substitute Teachers

1,062

Non-certified Substitute Teachers

2,145

Social Security

36,262

Pensions

38,800

Medical Insurance

77,706

Dental Insurance

4,156

Unemployment Compensation

71

Employer Medicare

8,481

Instructional Supplies and Materials

561,499

Textbooks - Bound

22,615

Software

216,348

Other Supplies and Materials

9,975

Regular Instruction Equipment

1,430,892

Total Regular Instruction Program

\$ 3,314,310

**Special Education Program**

Teachers

\$ 135,980

Educational Assistants

405,652

Certified Substitute Teachers

42

Non-certified Substitute Teachers

5,655

Social Security

29,904

Pensions

28,868

Medical Insurance

77,554

Dental Insurance

521

(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Instruction (Cont.)

**Special Education Program (Cont.)**

Unemployment Compensation	\$	91	
Employer Medicare		7,294	
Instructional Supplies and Materials		138,321	
Other Supplies and Materials		22	
Total Special Education Program			\$ 829,904

**Career and Technical Education Program**

Maintenance and Repair Services - Equipment	\$	215	
Instructional Supplies and Materials		14,163	
Software		4,468	
Other Supplies and Materials		4,899	
Vocational Instruction Equipment		28,650	
Total Career and Technical Education Program			52,395

## Support Services

**Other Student Support**

Other Salaries and Wages	\$	209,679	
Social Security		8,227	
Pensions		8,304	
Medical Insurance		6,135	
Unemployment Compensation		5	
Employer Medicare		1,924	
Travel		999	
Other Supplies and Materials		15,828	
In Service/Staff Development		5,937	
Other Charges		14,114	
Total Other Student Support			271,152

**Regular Instruction Program**

Supervisor/Director	\$	133,220	
Clerical Personnel		6,900	
Instructional Coaches		50,356	
Other Salaries and Wages		24,308	
Certified Substitute Teachers		1,870	
Social Security		12,870	

(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Support Services (Cont.)

**Regular Instruction Program (Cont.)**

Pensions	\$	13,669	
Medical Insurance		14,024	
Dental Insurance		924	
Unemployment Compensation		5	
Employer Medicare		3,015	
Travel		1,762	
Other Contracted Services		2,800	
Other Supplies and Materials		1,687	
In Service/Staff Development		117,309	
Other Charges		414	
Total Regular Instruction Program		<u>          </u>	\$ 385,133

**Special Education Program**

Evaluation and Testing	\$	3,442	
Other Contracted Services		18,758	
In Service/Staff Development		3,617	
Total Special Education Program		<u>          </u>	25,817

**Career and Technical Education Program**

In Service/Staff Development	\$	1,066	
Total Career and Technical Education Program		<u>          </u>	1,066

**Technology**

Communication	\$	154,377	
Total Technology		<u>          </u>	154,377

**Transportation**

Bus Drivers	\$	340	
Social Security		21	
Pensions		18	
Employer Medicare		5	
Transportation Equipment		493,350	
Total Transportation		<u>          </u>	493,734

(Continued)

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

Discretely Presented DeKalb County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Operation of Non-Instructional Services

**Food Service**

Other Supplies and Materials	\$ 9,950	
Total Food Service		\$ 9,950

**Community Services**

Supervisor/Director	\$ 18,700	
Teachers	117,060	
Other Salaries and Wages	30,250	
Social Security	10,293	
Pensions	10,351	
Employer Medicare	2,407	
Instructional Supplies and Materials	19,530	
Total Community Services		<u>208,591</u>

Total School Federal Projects Fund		\$ 5,746,429
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**Central Cafeteria Fund**

## Operation of Non-Instructional Services

**Food Service**

Supervisor/Director	\$ 64,426	
Accountants/Bookkeepers	49,480	
Cafeteria Personnel	812,885	
Social Security	50,864	
Pensions	43,366	
Medical Insurance	172,830	
Unemployment Compensation	252	
Employer Medicare	12,170	
Communication	2,656	
Maintenance and Repair Services - Equipment	9,386	
Travel	3,950	
Other Contracted Services	9,565	
Food Supplies	1,096,830	
USDA - Commodities	188,582	
Other Supplies and Materials	77,340	
In Service/Staff Development	4,884	
Other Charges	6,911	
Food Service Equipment	32,415	
Total Food Service		<u>\$ 2,638,792</u>

Total Central Cafeteria Fund		2,638,792
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(Continued)

**DeKALB COUNTY, TENNESSEE**

**Schedule of Detailed Expenditures -**

**All Governmental Fund Types**

Discretely Presented DeKalb County School Department (Cont.)

**Internal School Fund**

Operation of Non-Instructional Services

**Community Services**

Other Charges

\$ 1,122,918

Total Community Services

\$ 1,122,918

Total Internal School Fund

\$ 1,122,918

Total Governmental Funds - DeKalb County School Department

\$ 38,715,606

# SINGLE AUDIT SECTION



JASON E. MUMPOWER  
*Comptroller*

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

DeKalb County Mayor and  
Board of County Commissioners  
DeKalb 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 DeKalb County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise DeKalb County's basic financial statements as listed in the table of contents, and have issued our report thereon dated October 7, 2025. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the DeKalb County School Department (a discretely presented component unit) as described in our report on DeKalb County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Report on Internal Control Over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs, that we consider to be a material weakness: 2025-001.

## Report on Compliance and Other Matters

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

### DeKalb County's Response to Finding

*Government Auditing Standards* requires the auditor to perform limited procedures on DeKalb County's response to the finding identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. DeKalb County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

October 7, 2025

JEM/gc



JASON E. MUMPOWER  
*Comptroller*

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

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

To the County Mayor and Board of County Commissioners:

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited DeKalb County's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of DeKalb County's major federal programs for the year ended June 30, 2025. DeKalb County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, DeKalb County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

***Basis for Opinion on Each Major Federal Program***

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

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

***Responsibilities of Management for Compliance***

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

## *Auditor's Responsibilities for the Audit of Compliance*

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

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

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

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

### **Report on Internal Control Over Compliance**

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

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

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

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

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

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of DeKalb County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise DeKalb County's basic financial statements. We issued our report thereon dated October 7, 2025, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

October 7, 2025

JEM/gc

**DeKALB COUNTY, TENNESSEE, AND THE DeKALB COUNTY SCHOOL DEPARTMENT**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7)**  
**For the Year-Ended June 30, 2025**

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Local Food for Schools Cooperative Agreement Program	10.185	AM23CPLFS000C019	\$ 38,948
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	N/A	636,399
National School Lunch Program	10.555	N/A	1,729,754 (6)
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program(Commodities - Noncash Assistance)	10.555	N/A	188,582 (6)
Rebate of Storage and Distribution Fees	10.555	N/A	13,380 (6)
Total U.S. Department of Agriculture			<u>\$ 2,607,063</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Economic and Community Development:			
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	(4)	\$ 352,497
Total U.S. Department of Housing and Urban Development			<u>\$ 352,497</u>
U.S. Department of the Treasury:			
Direct Programs:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	N/A	\$ 31,712 (6)
COVID 19 - Local Assistance and Tribal Consistency Fund (ARP)	21.032	N/A	225,648
Passed-through State Department of Health:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	(4)	305,319 (6)
Passed-through State Department of Environment and Conservation:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	(4)	547,200 (6)
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	(4)	80,225 (6)
Total U.S. Department of the Treasury			<u>\$ 1,190,104</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 893,637
Special Education Cluster (IDEA): (5)			
Special Education Grants to States	84.027	N/A	685,575
Special Education Preschool Grants	84.173	N/A	31,759
Career and Technical Education -- Basic Grants to States	84.048	N/A	66,191
Twenty-First Century Community Learning Centers	84.287	N/A	208,590
Rural Education	84.358	N/A	1,237
English Language Acquisition State Grants	84.365	N/A	18,986
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	84.367	N/A	158,190
Student Support and Academic Enrichment Program	84.424	N/A	103,194
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	N/A	3,714,536 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund - Homeless Children and Youth (ESSER ARP)	84.425W	N/A	9,977 (6)
Direct Program:			
Impact Aid	84.041	N/A	164,417
Total U.S. Department of Education			<u>\$ 6,056,289</u>

(Continued)

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

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services:			
Passed-through Upper Cumberland Development District:			
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	(4)	\$ 5,000
Aging Cluster: (5)			
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	(4)	14,776
COVID 19 - Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	(4)	4,118
Passed-through State Department of Mental Health and Substance Abuse Services:			
Medicaid Cluster: (5)			
Medical Assistance Program	93.778	(4)	12,511
Opioid STR	93.788	(4)	18,661
Block Grants for Prevention and Treatment of Substance Abuse	93.959	(4)	72,000 (6)
COVID 19 - Block Grants for Prevention and Treatment of Substance Abuse	93.959	(4)	62,759 (6)
Total U.S. Department of Health and Human Services			<u>\$ 189,825</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(4)	\$ 9,811
Total U.S. Department of Homeland Security			<u>\$ 9,811</u>
Total Expenditures of Federal Grants			<u>\$ 10,405,589</u>

State Grants		<u>Contract Number</u>	
State Supplemental Juvenile Court Improvement Funds - State Department of Children's Services	N/A	N/A	\$ 9,000
Volunteer Firefighter Equipment and Training Grant Program - State Department of Commerce and Insurance	N/A	N/A	61,200
ThreeStar Grant - State Department of Economic and Community Development	N/A	N/A	50,000
Innovative School Models - State Department of Education	N/A	N/A	433,304
Lottery for Education: Afterschool Programs - State Department of Education	N/A	N/A	141,945
State Special Education Preschool - State Department of Education	N/A	N/A	74,551
Summer Learning Camps - State Department of Education	N/A	N/A	124,535
Summer Learning Transportation - State Department of Education	N/A	N/A	41,368
Voluntary PreK - State Department of Education	N/A	N/A	391,884
Recycling Equipment Grant - State Department of Environment and Conservation	N/A	N/A	95,439
Local Health Services Grant - State Department of Health	N/A	GG-25-82974-00	105,205
Coalitions Program - State Department of Mental Health and Substance Abuse Services	N/A	N/A	24,445
Safe Baby Courts - State Department of Mental Health and Substance Abuse Services	N/A	N/A	75,704
Tennessee Certified Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	N/A	139,000
Statewide School Resource Officer (SRO) Grant Program - State Department of Safety and Homeland Security	N/A	N/A	375,000
Litter Program - State Department of Transportation	N/A	N/A	117,258
Training Equipment Grant - Tennessee Corrections Institute	N/A	N/A	14,394
Aging Program - Upper Cumberland Development District	N/A	N/A	11,025
Total State Grants			<u>\$ 2,285,257</u>

(Continued)

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

ALN = Assistance Listing Number  
 N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) DeKalb County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) No amounts (\$0) were passed-through to subrecipients.
- (4) Information not available.
- (5) Child Nutrition Cluster total \$2,568,115; Special Education Cluster (IDEA) total \$717,334; Aging Cluster total \$18,894; Medicaid Cluster total \$12,511.
- (6) Total for ALN 10.555 is \$1,931,716; Total for ALN 21.027 is \$964,456; Total for ALN 84.425 is \$3,724,513; Total for ALN 93.959 is \$134,759.
- (7) CONSOLIDATED ADMINISTRATION  
 The following amounts were consolidated for administration purposes:

Program Title	ALN	Amount Provided to Consolidated Administration
Title I Grants to Local Educational Agencies	84.010	\$ 93,605
English Language Acquisition State Grants	84.365	82
Supporting Effective Instruction State Grant	84.367	27,080
Student Support and Academic Enrichment Program	84.424	1,270
Total amounts consolidated for administration purposes		<u>\$ 122,037</u>

**DeKALB COUNTY, TENNESSEE**  
**Summary Schedule of Prior-year Findings**  
**For the Year Ended June 30, 2025**

*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 DeKalb County, Tennessee, for the year ended June 30, 2025.

**Prior-year Financial Statement Findings**

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
<b>OFFICE OF ROAD SUPERVISOR</b>					
2024	184	2024-001	The Highway/Public Works Fund required material audit adjustments for proper financial statement presentation.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2024	184	2024-002	Appropriations exceeded estimated available funds in the Highway Public Works Fund.	N/A	Corrected
<b>OFFICE OF DIRECTOR OF SCHOOLS</b>					
2024	185	2024-003	The school department violated state statutes in the administration of a stadium bleachers construction project.	N/A	Corrected
<b>OFFICE OF COUNTY CLERK</b>					
2024	186	2024-004	The office did not review all of its software audit logs.	N/A	Corrected
<b>OFFICE OF CIRCUIT AND GENERAL SESSIONS COURTS CLERK</b>					
2024	186	2024-005	Unclaimed funds were not reported and paid to the state.	N/A	Corrected

**Prior-year Federal Awards Findings**

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

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**DeKALB COUNTY, TENNESSEE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2025**

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements:**

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

**Federal Awards:**

4. Internal Control Over Major Federal Programs:
  - \* Material weakness identified? **NO**
  - \* Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
  - \* Assistance Listing Numbers: 10.553 and 10.555 Child Nutrition Cluster: School Breakfast Program and National School Lunch Program
  - \* Assistance Listing Number: 21.027 COVID 19 - Coronavirus State and Local Fiscal Recovery Funds
  - \* Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **NO**

## PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

### OFFICE OF ROAD SUPERVISOR

FINDING 2025-001

#### **THE HIGHWAY/PUBLIC WORKS FUND REQUIRED MATERIAL AUDIT ADJUSTMENTS FOR PROPER FINANCIAL STATEMENT PRESENTATION**

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

On June 30, 2025, certain general ledger account balances reflected in the accounting records of the Highway/Public Works Fund were not materially correct, and audit adjustments for accounts receivable totaling \$210,920 were required for the financial statements to be materially correct at year-end. Generally accepted accounting principles require the highway department to have adequate internal controls over the maintenance of its accounting records. Material audit adjustments were required because the department's financial reporting system did not prevent, detect, or correct potential misstatements in the accounting records. It is a strong indicator of a material weakness in internal controls if the county has ineffective controls over the maintenance of its accounting records, which are used to prepare the financial statements, including the related notes to the financial statements. This deficiency is the result of a lack of management oversight and management's failure to correct the finding noted in the prior-year audit report and the failure to implement their corrective action plans. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report.

### RECOMMENDATION

The highway department should have appropriate processes in place to ensure its accounting records and subsequent financial statements are materially correct.

### MANAGEMENT'S RESPONSE – ROAD SUPERVISOR

We concur with this finding. We will get our numbers for motor fuel tax and set them up.

### **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, 2025.

**DeKALB COUNTY, TENNESSEE**  
**MANAGEMENT'S CORRECTIVE ACTION PLAN**  
**For the Year Ended June 30, 2025**

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 ROAD SUPERVISOR**

2025-001	The Highway/Public Works Fund required material audit adjustments for proper financial statement presentation.	201
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DeKalb Highway Department  
720 Smith Rd  
Smithville Tn 37166

*Corrective Action Plan*

**FINDING 2025-001: THE HIGHWAY/PUBLIC WORKS FUND REQUIRED MATERIAL AUDIT ADJUSTMENTS FOR PROPER FINANCIAL STATEMENT PRESENTATION**

**Response and Corrective Action Plan Prepared by:**  
Danny Hale, Road Supervisor

**Person Responsible for Implementing the Corrective Action:**  
Danny Hale, Road Supervisor

**Anticipated Completion Date of Corrective Action:**  
10/7/2025

**Repeat Finding:**  
Yes

**Reason Corrective Action was Not Taken in the Prior Year:**  
We didn't know how to set up receivables.

**Planned Corrective Action:**  
Audit has showed us how to set up.

Signature:

 \_\_\_\_\_

## **BEST PRACTICE**

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

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

### **DEKALB COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING**

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