

PRELIMINARY OFFICIAL STATEMENT DATED JULY 8, 2025
BONDS TO BE SOLD JULY 15, 2025, AT 9:30 A.M. C.D.T.

New Issue
Book-Entry Only

Ratings: Moody's "Aaa"
S&P "AAA"
Fitch "AAA"

In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the County, interest on the Bonds 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 Bonds 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 Bonds and the income therefrom will be exempt from state, county and municipal taxation in the State of Tennessee. (See "Tax Matters" herein).

\$108,000,000*

RUTHERFORD COUNTY, TENNESSEE
GENERAL OBLIGATION SCHOOL BONDS, SERIES 2025B

Dated: Date of Issuance (projected to be July 30, 2025)

Due: April 1, as shown below

Rutherford County, Tennessee (the "County") will issue its \$108,000,000* General Obligation School Bonds, Series 2025B (the "Bonds") in fully registered form, without coupons, and, when issued, the Bonds will be registered 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 Bonds. Individual purchases of beneficial ownership interest in the Bonds will be made in book-entry form only, in denominations of \$5,000 or multiples thereof through DTC Participants. Interest on the Bonds will be payable semiannually on April 1 and October 1 of each year, commencing on April 1, 2026, calculated on the basis of a 360-day year consisting of twelve 30-day months.

Payments of principal of and interest on the Bonds are to be made to purchasers by DTC through the Participants (as such term is herein defined). Purchasers will not receive physical delivery of Bonds purchased by them. See "The Bonds—Book-Entry-Only System." Principal of and interest on the Bonds are payable by the County to the designated trust office of U.S. Bank Trust Company, National Association, Nashville, Tennessee, as registration and paying agent (the "Registration Agent").

The Bonds are subject to optional redemption as set forth herein. (See "The Bonds – Redemption" herein). The Bonds are payable on April 1 of each year as follows:

Maturity (April 1)*	Principal*	Interest Rate	Price or Yield	CUSIP Number**	Maturity (April 1)*	Principal*	Interest Rate	Price or Yield	CUSIP Number**
2026	\$4,000,000				2036	\$5,420,000			
2027	3,500,000				2037	5,640,000			
2028	3,670,000				2038	5,860,000			
2029	3,850,000				2039	6,100,000			
2030	4,050,000				2040	6,350,000			
2031	4,250,000				2041	6,610,000			
2032	4,460,000				2042	6,900,000			
2033	4,700,000				2043	7,200,000			
2034	4,910,000				2044	7,500,000			
2035	5,170,000				2045	7,860,000			

The Bonds 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 Bonds, the full faith and credit of the County are irrevocably pledged (See "The Bonds – Security and Sources of Payment" and "Levy of Tax" herein).

The Bonds 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 Bonds. Certain legal matters will be passed upon for the County by Nicholas C. Christiansen, Esq., County Attorney. Stephens Inc. is serving as Municipal Advisor to the County. The Bonds, in book-entry form, are expected to be available for delivery through The Depository Trust Company in New York, New York, on or about July 30, 2025.*

_____, 2025

*Preliminary, subject to change as provided in the Detailed Notice of Sale.

**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 Bondholders only at the time of issuance of the Bonds, and the County 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 Bonds 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 Bonds.

This Preliminary Official Statement and the information contained herein are subject to change, completion or amendment without notice. The Bonds 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 Bonds 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.

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 Rutherford County, Tennessee (the "County"), is an Official Statement with respect to the Bonds 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 Bonds 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 Stephens Inc. (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 Bonds 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 Bonds has been filed with the Securities and Exchange Commission or with any state securities agency. The Bonds 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 Rutherford County, Tennessee General Obligation School Bonds, Series 2025B.

Table of Contents

Officials	i
Notice of Sale.....	ii
Detailed Notice of Sale	iii
Summary Statement	xviii
Official Statement	1
Introduction.....	1
The Bonds	1
Description	1
Redemption.....	2
Security and Sources of Payment	4
Levy of Tax	4
Discharge and Satisfaction of Bonds	5
Remedies of Bondholders.....	5
Book-Entry-Only System	5
Plan of Financing	7
Ratings	8
Continuing Disclosure	8
General	8
Annual Report.....	9
Reporting of Significant Events.....	9
Termination of Reporting Obligation	11
Amendment	11
Default	11
Investment Considerations.....	11
General	11
Enforceability of Remedies	12
Secondary Market Prices	12
Adverse Weather Events.....	12
Cyber Security	13
COVID-19 and Other Public Health Emergencies	13
Future Issues	14
Litigation.....	14
Approval of Legal Proceedings.....	14
Tax Matters	14
Federal	14
State Taxes.....	16
Changes in Federal and State Tax Law.....	16
Municipal Advisor	16
Underwriting.....	17
Forward-Looking Statements.....	17
Miscellaneous	17
Certificate of County Mayor.....	18
Form of Legal Opinion.....	Appendix A
Demographics and Financial Information Related to the County.....	Appendix B
Comprehensive Annual Financial Report of the County for the Fiscal Year Ended June 30, 2024	Appendix C

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**RUTHERFORD COUNTY, TENNESSEE
Rutherford County Courthouse
Suite 101, Public Square
Murfreesboro, Tennessee 37130**

Officials

Joe Carr
County Mayor

Board of Commissioners

Jeff Phillips - Chairman

Hope Oliver
Steve Percy
Michael Wrather
Robert Peay, Jr.
Laura Davidson
Jonathan Beverly
Michael Kusch
Pettus Read
Joshua James
Phil Wilson

Anthony Johnson
Carl Boyd
Paul Johnson
Wayne Irvin
Craig Harris
Phil Dodd
Allen McAdoo
Romel McMurry
Trey Gooch
Chantho Sourinho

County Officials

Assessor of Property
County Clerk
Budget and Finance Director
Director of Schools
Register of Deeds
Sheriff
Superintendent of Highways
Trustee

Rob Mitchell
Lisa Duke Crowell
Michael Smith
James Sullivan
Heather Dawbarn
Mike Fitzhugh
Greg Brooks
Thomas E. Batey

County Attorney

Nicholas C. Christiansen
Murfreesboro, Tennessee

Bond Counsel

Bass, Berry & Sims PLC
Nashville, Tennessee

Registration and Paying Agent

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

Municipal Advisor

Stephens Inc.
Nashville, Tennessee

Underwriter

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NOTICE OF SALE

\$108,000,000*

RUTHERFORD COUNTY, TENNESSEE

GENERAL OBLIGATION SCHOOL BONDS, SERIES 2025B

Notice is hereby given that the County Mayor of Rutherford 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 \$108,000,000* General Obligation School Bonds, Series 2025B (the “Bonds”) until:

9:30 A.M. C.D.T. on July 15, 2025.

Written bids must be addressed and delivered to the County to the attention of the County Mayor, Suite 101, Public Square, Rutherford County Courthouse, Murfreesboro, Tennessee 37130. Electronic bids must be submitted to PARITY® via the 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 sealed 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. If any provisions of this Notice of Sale conflict with information provided by BiDCOMP/PARITY® as the approved provider of electronic bidding services, this Notice of Sale shall control. ***The sale of all the Bonds on July 15, 2025, may be postponed prior to the time bids are to be received and as published on 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 I-dealProspectus.com upon forty-eight hours’ notice.***

The Bonds will be dated the date of delivery. The interest rate or rates on the Bonds shall not exceed 5.00% per annum and shall be payable semi-annually on April 1 and October 1, commencing April 1, 2026. No bid for the Bonds will be considered for less than 99.00% of par nor more than 120% of par, as described in the Detailed Notice of Sale. In addition, each maturity of Bonds must be reoffered at a price of not less than 98% of the par amount of such maturity. The Bonds will mature on April 1 in the years 2026 through 2045, inclusive, with term bonds optional and will be awarded on the sale date by the County Mayor to the bidder whose bid results in the lowest true interest cost on the Bonds. The Bonds shall not be subject to redemption prior to maturity at the option of the County.

After opening the bids, the County reserves the right to adjust the principal amount of each maturity of the Bonds as described in the Detailed Notice of Sale.

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 Bonds. Bids will not be subject to cancellation in the event that the competitive sale requirements of applicable Treasury Regulations are not satisfied.

The Bonds in book-entry only form (except as otherwise set forth in the Detailed Notice of Sale) 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 undersigned at the office of the Budget and Finance Director, Rutherford County Courthouse, Public Square, Murfreesboro, Tennessee 37130, or from Stephens Inc. Attention: Sam Crewse, One American Center, 3100 West End Avenue, Suite 630, Nashville, Tennessee 37203, Telephone: (615) 279-4336 or (615) 279-4338; Fax: (615) 279-4351.

Joe Carr
County Mayor

* Preliminary, subject to change as provided in the Detailed Notice of Sale.

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DETAILED NOTICE OF SALE
\$108,000,000*
RUTHERFORD COUNTY, TENNESSEE
GENERAL OBLIGATION SCHOOL BONDS, SERIES 2025B

Time and Place of Sale

Notice is hereby given that the County Mayor of Rutherford 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 \$108,000,000* General Obligation School Bonds, Series 2025B (the “Bonds”) until:

9:30 A.M. C.D.T. on July 15, 2025.

The written bids must be addressed and delivered to the County to the attention of the County Mayor, Suite 101, Public Square, Rutherford County Courthouse, Murfreesboro, Tennessee 37130. Electronic bids must be submitted to PARITY® via the 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 sealed 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. If any provisions of this Notice of Sale conflict with information provided by BiDCOMP/PARITY® as the approved provider of electronic bidding services, this Notice of Sale shall control. *The sale of all the Bonds on July 15, 2025, may be postponed prior to the time bids are to be received and as published on 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 I-dealProspectus.com upon forty-eight hours’ notice.* The Bonds will be awarded on such date by the County Mayor of the County.

Description of Bonds

The Bonds will be issued in fully registered, book-entry form (except as otherwise provided herein), without coupons, 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, and will mature and be payable on April 1 of each year as follows:

<u>Year* (April 1)</u>	<u>Principal*</u>
2026	\$4,000,000
2027	3,500,000
2028	3,670,000
2029	3,850,000
2030	4,050,000
2031	4,250,000
2032	4,460,000
2033	4,700,000
2034	4,910,000
2035	5,170,000
2036	5,420,000
2037	5,640,000
2038	5,860,000
2039	6,100,000
2040	6,350,000
2041	6,610,000
2042	6,900,000
2043	7,200,000
2044	7,500,000
2045	7,860,000

* Preliminary, subject to change as provided herein.

Registration and Depository Participation

The Bonds will be issued by means of a book-entry system with no physical distribution of bond certificates made to the public. One Bond certificate for each maturity of each series of Bonds 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 Bonds 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 Bonds, shall be required to deposit the Bond certificates with DTC, registered in the name of Cede & Co., nominee of DTC. Interest on the Bonds will be payable semiannually on April 1 and October 1, beginning April 1, 2026, and principal of the Bonds will be payable, at maturity or upon redemption, to DTC or its nominee as registered owner of the Bonds. 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 Bonds 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.

In the event that the book-entry only system for the Bonds is discontinued and a successor securities depository is not appointed by the County, Bond 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. In addition, if the successful bidder for the Bonds certifies that it has no present intent to reoffer the Bonds, the Bonds may be issued in fully registered form only. The ownership of Bonds 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 Bonds, 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 Bonds.

Optional Redemption

The Bonds maturing on or before April 1, 2035, are not subject to redemption prior to maturity at the option of the County. Bonds maturing on April 1, 2036, and thereafter shall be subject to redemption prior to maturity at the option of the County on and after April 1, 2035, 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 Bonds shall be called for redemption, the maturities to be redeemed shall be selected by the Board of County Commissioners of the County in its discretion. If less than all of the Bonds 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 Bonds are being held under a Book-Entry System by DTC, or a successor Depository, the Bonds 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 Bonds are not being held under a Book-Entry System by DTC, or a successor Depository, the Bonds 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

The successful bidder for each series of Bonds shall have the option to designate certain consecutive serial maturities of such Bonds as one or more Term Bonds, each Term Bond bearing a single interest rate. If a successful bidder designates certain consecutive serial maturities to be combined into one or more Term Bonds, each Term Bond shall be subject to mandatory sinking fund redemption by the County at a redemption price equal to 100% of the principal amount thereof, together with accrued interest to the date fixed for redemption at the rate stated in the Term Bonds to be redeemed. Each such mandatory sinking fund redemption shall be made on the date on which a consecutive maturity included as part of a Term Bond is payable in accordance with the proposal of the successful bidder for the Bonds and in the amount of the maturing principal installment for the Bonds listed above for such principal payment date. Term Bonds to be redeemed within a single maturity shall be selected as follows:

- (i) if the Bonds are being held under a Book-Entry System by DTC, or a successor Depository, the Bonds 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 Bonds are not being held under a Book-Entry System by DTC, or a successor Depository, the Bonds 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.

Purpose and Authority of Bonds

The Bonds are being issued to provide funds to (i) finance the (a) acquisition of land for, design, site development, construction, improvement, renovation, repair and equipping of County schools and school facilities and the acquisition of transportation equipment for schools; (b) payment of legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing; (c) acquisition of all property, real and personal, related to the foregoing (collectively, the “Projects”); (d) if required by applicable law, the payment of funds required to be shared with the City of Murfreesboro, Tennessee, to the extent not waived, pursuant to Sections 9-21-129 and 49-3-1003, Tennessee Code Annotated, as amended; (ii) reimburse the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (iii) pay costs incident to the issuance and sale of the Bonds.

The Bonds are being issued under and in full compliance with the constitution and statutes of the State of Tennessee, including Sections 9-21-101 et seq., Tennessee Code Annotated, and a bond resolution duly adopted by the Board of County Commissioners on May 15, 2025 (the “Resolution”).

Security and Sources of Payment

The Bonds are 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 Bonds, the full faith and credit of the County are pledged.

Levy of Tax

Pursuant to the Resolution, the County has covenanted to annually levy and collect a tax upon all taxable property within the County, in addition to all other taxes authorized by law, sufficient to pay principal of and interest on the Bonds when due, and levy a direct annual tax in such amount as may be found necessary each year to pay principal and interest coming due on the Bonds in said year. Principal and interest falling due at any time when there are insufficient funds on hand from this tax levy will be paid from the current funds of the County and reimbursement therefor will be made out of the taxes provided for under the Resolution to be levied when collected. Such tax may be reduced to the extent of any appropriations from other legally available funds, taxes and revenues of the County, to the payment of debt service on the Bonds.

Under Tennessee law, the County's legislative body is authorized to levy a tax on all taxable property within the County, or a portion thereof, without limitation as to rate or amount, and a referendum is neither required nor permitted to set the rate or amount. For a more complete statement of the general covenants and provisions to which the Bonds are issued, reference is hereby made to the Resolution.

Submission of Bid

All bids submitted, electronic or otherwise, must be submitted as set forth under the heading **"Time and Place of Sale"**, set forth above.

A written bid for the Bonds must be enclosed in a sealed envelope bearing the name and address of the bidder, clearly and legibly marked on the outside **"Bid for Bonds"** and addressed and delivered to the following address:

Office of the County Mayor
Suite 101, Public Square
Rutherford County Courthouse
Murfreesboro, Tennessee 37130

Written bids must be submitted on the applicable Bid Form included with the Preliminary Official Statement or on a reasonable facsimile thereof. Electronic bids for the Bonds 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 sealed 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 office of the County Mayor and/or BiDCOMP/PARITY®, respectively, before the time stated above. Bidders shall be required to comply with the provisions regarding a Good Faith Deposit as described below in the section entitled **"Good Faith Deposit"**. 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.

Form of Bids

All bids for the Bonds must be for not less than all of the Bonds. Bidders must bid not less than 99.00% of par nor greater than 120% of par (the **"Purchase Price"**) for the Bonds. In addition, each maturity of

the Bonds must be reoffered at a price not less than 98% of the par amount of such maturity. Bidders must name the reoffering prices and must name the interest rate or rates the Bonds are to bear in multiples of one-eighth ($1/8^{\text{th}}$) or one-one hundredth ($1/100^{\text{th}}$) of one percent (1%), but no rate specified for the Bonds shall be in excess of 5.00% per annum. There will be no limitation on the number of rates of interest which may be specified for the Bonds, but one rate of interest shall apply to all of the Bonds of a maturity. With respect to the Bonds, bidders may designate two or more consecutive serial maturities as one or more Term Bond maturities equal in aggregate principal amount to, and with mandatory redemption requirements corresponding to, such designated serial maturities.

Revised Maturity Schedule and/or Bid Parameters

The aggregate principal amount of the Bonds (the "Preliminary Aggregate Principal Amount") and the annual principal amounts of Bonds (the "Preliminary Annual Principal Amounts" and collectively, with reference to the Preliminary Aggregate Principal Amounts, the "Preliminary Amounts") set forth in this Detailed Notice of Sale may be revised before the viewing of bids for the purchase of the Bonds, as may the bid parameters set forth herein. Any such revisions (the "Revised Aggregate Principal Amount", the "Revised Annual Principal Amounts" and the "Revised Amounts") WILL BE GIVEN BY NOTIFICATION PUBLISHED ON www.I-dealProspectus.com NOT LATER THAN 4:00 P.M., CENTRAL STANDARD 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, and the bid parameters shall remain as set forth herein. BIDDERS SHALL SUBMIT BIDS BASED ON THE REVISED AMOUNTS AND BID PARAMETERS, IF ANY. Prospective bidders may request notification by facsimile transmission of any revisions in the Preliminary Amounts and bid parameters by so advising and faxing their telecopier number(s) to Stephens Inc., Municipal Advisor to the County, at (615) 279-4351 by 12:00 Noon, Central Standard Time, at least one day prior to the date for receipt of the bids.

Changes to Maturity Schedule

The County reserves the right to change the Revised Aggregate Principal Amount of the Bonds and the Revised Annual Principal Amounts of the Bonds after determination of the winning bidder, by increasing or decreasing the Revised Aggregate Principal Amount and the Revised Annual Principal Amount of each maturity of the Bonds by up to 30%; provided, however, that the aggregate principal amount of the issue shall not exceed \$112,000,000. No changes beyond this amount will be made without the consent of the successful bidder. Such changes, if any, will determine the final annual principal amount of the Bonds (the "Final Annual Principal Amounts") and the final aggregate principal amount of the Bonds (the "Final Aggregate Principal Amount"). The dollar amount bid by the successful bidder will be adjusted to reflect any adjustments in the Final Aggregate Principal Amount of the Bonds. 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 of the Bonds and the Final Aggregate Principal Amount of Bonds will be communicated to the successful bidder prior to the award of the Bonds. THE DOLLAR AMOUNT BID BY THE SUCCESSFUL BIDDER FOR THE PURCHASE OF THE BONDS WILL BE ADJUSTED TO REFLECT ANY CHANGE IN THE ANNUAL PRINCIPAL AMOUNTS BASED UPON THE ASSUMPTION THAT THE COUPON RATES, REOFFERING PRICES, 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.

Basis of Award

If an award is made, the Bonds will be awarded to the bidder whose bid results in the lowest true interest cost to the County for the Bonds as determined by reference to the Revised Aggregate Principal Amount as discussed above. The lowest true interest cost of the Bonds will be calculated as that rate which when used in computing the present worth of all payments of principal and interest on such Bonds (compounded semi-annually from the dated date of such Bonds) produces a value equal to the purchase price of such Bonds. For the purpose of calculating the true interest cost, the principal amount of Term Bonds scheduled for mandatory sinking fund redemption as part of a Term Bond 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 Bonds at the same lowest true interest cost, the County Mayor shall determine in his sole discretion which of the bidders shall be awarded the Bonds.

The County Mayor reserves the right to waive any irregularity or informality in any bid, and to reject any or all bids, and notice of rejection of any bid will be made promptly. Unless all bids are rejected, award of the Bonds will be made by the County Mayor on the sale date.

Good Faith Deposit

The successful bidder is required to submit, in the manner described below, a good faith deposit (the "Deposit") in the amount of \$1,080,000.00 for the Bonds to secure the faithful performance of the terms of the bid to purchase the Bonds. The Deposit will be delivered to the County by wire transfer or certified check for the prescribed amount. The Deposit may be provided in the form of:

1. **Federal Funds Wire Transfer.** A federal funds wire transfer submitted to the County or the County's Municipal Advisor by the successful bidder by 3:00 p.m. C.D.T. on the day of the sale provided the County awards the bid by 1:00 p.m. C.D.T.; otherwise the wire shall be received not later than 12:00 noon C.D.T. on the next business day following the award. The County Mayor reserves the right to adjust the time the deposit is to be received if there are problems with electronic transfers of funds or other acceptable reasons.
2. **Certified Check.** A bank certified check, bank cashier's check or a treasurer's check drawn upon an incorporated bank or trust company payable unconditionally to the order of the County. If a check is used, it must accompany a bid and be received by the time and date bids are required. If the successful bidder's Deposit is by check, the check will be deposited on the date of the sale.

Wire transfer instructions are available from Stephens Inc., Attn: Sam Crewse, One American Center, 3100 West End Avenue, Suite 630, Nashville, Tennessee 37203, Telephone (615) 279-4336 or (615) 279-4338; Fax: (615) 279-4351. In the event the successful bidder fails to timely submit the Deposit, the award may be terminated by the County Mayor, and the County Mayor in his discretion may award the Bonds to the bidder whose bid results in the next lowest true interest cost to the County as the lowest complying bidder or hold a subsequent sale of the Bonds. The County shall have no liability to any bidder who fails to properly submit a Deposit.

The Deposit of the successful bidder will be deposited by the County and the proceeds thereof credited with no interest allowed thereon against the total purchase price to be paid for the Bonds upon their delivery or retained as and for full liquidated damages if the successful bidder fails to accept delivery of and pay for such Bonds. Checks of unsuccessful bidders will be returned promptly upon the award of the Bonds. If a successful bidder fails to timely make the Deposit for the Bonds, the award may be

terminated in the discretion of the County Mayor and the County shall be entitled to an amount equal to the Deposit as liquidated damages for failure of the successful bidder to comply with the terms of the award of such Bonds.

Establishment of Issue Price

General. The winning bidder shall assist the County in establishing the issue price of the Bonds 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 Bonds 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 Bonds) will apply to the initial sale of the Bonds (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 Bonds to the bidder who submits a firm offer to purchase the Bonds 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 Bonds, 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 Bonds, the County intends to treat the initial offering prices of the Bonds to the public as the issue price of such Bonds (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 Bonds, (i) confirm that the underwriters have offered or will offer each maturity of the Bonds 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 Bonds, that the underwriters will neither offer nor sell unsold Bonds 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 Bonds 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 Bonds 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 Bonds 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 Bonds 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 Bonds of that maturity or all Bonds 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 Bonds 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 Bonds 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 Bonds 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 Bonds of that maturity or all Bonds 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 Bonds 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 Bonds 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 Bonds.

Definitions. Sales of any Bonds 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 Bonds 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 Bonds 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 Bonds to the public),
- a purchaser of any of the Bonds 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 Bonds are awarded by the County to the winning bidder.

Issue Price Certificate. The winning bidder of the Bonds 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 Bonds for sale to the Public (as defined herein) by the delivery date of the Bonds, 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 Bonds:

1. The initial offering prices or yields for the Bonds (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 Bonds 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.

CUSIP

The Municipal Advisor will request the assignment of CUSIP numbers prior to the sale of the Bonds. 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 Bonds (except where the Bonds 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 Bonds or the correctness of such numbers, and neither failure to print or type any such numbers on any Bond 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 Bonds.

Official Statement

The County will provide or cause to be provided, to the successful bidder, either in electronic format or printed copies, the final official statement sufficient in quantity to enable the successful bidder to comply with SEC Rule 15c2-12 and the rules of the Municipal Securities Rulemaking Board. Said final official statement 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 statement will be provided in sufficient time to accompany such confirmation.

Continuing Disclosure

The County will, at the time the Bonds are delivered, execute a Continuing Disclosure Agreement in which it will covenant for the benefit of holders and beneficial owners of the Bonds to provide certain financial information and operating data relating to the County not later than twelve months after each of the County's fiscal years (the "Annual Report"), and to provide notice of the occurrence of certain enumerated events and timely notice of failure to provide any required financial information of the

County. The Annual Report (and audited financial statements, if filed separately) and notices described above will be filed by the County with the Municipal Securities Rulemaking Board (“MSRB”) at www.emma.msrb.org and with any State Information Depository established in the State (the “SID”). 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 Bonds.

Legal Opinion and Transcript

The book-entry Bonds and the approving opinion of Bass, Berry & Sims PLC, Nashville, Tennessee, Bond Counsel (which will be delivered with the Bonds), together with the Bond transcript, including a certificate as to no litigation from the County dated as of the date of the delivery of the Bonds, will be furnished to the purchaser 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, based on existing law and assuming compliance with certain tax covenants of the County, interest on the Bonds 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 Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. Owners of the Bonds, however, may be subject to certain additional taxes or tax consequences arising with respect to ownership of the Bonds. For a discussion thereof, reference is hereby made to the Official Statement and the form of opinion contained therein.

Delivery and Payment

The Bonds are expected to be ready for delivery on July 30, 2025, in book-entry form. Delivery will be made through The Depository Trust Company, New York, New York, at the expense of the purchaser. Payment for the Bonds must be made in federal funds or other immediately available funds.

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 Bonds, 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 Bonds is less than \$250,000.

Further Information

Copies of the Preliminary Official Statement may be obtained from the undersigned at the office of the Budget and Finance Director, Public Square, Rutherford County Courthouse, Murfreesboro, Tennessee 37130, or from Stephens Inc., Attn: Sam Crewse, One American Center, 3100 West End Avenue, Suite 630, Nashville, Tennessee 37203, Telephone: (615) 279-4336 or (615) 279-4338; Fax: (615) 279-4351.

Joe Carr,
County Mayor

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Exhibit A to Detailed Notice of Sale

RUTHERFORD COUNTY, TENNESSEE

\$108,000,000*

GENERAL OBLIGATION SCHOOL BONDS, SERIES 2025B

ISSUE PRICE CERTIFICATE

The undersigned, on behalf of [NAME OF UNDERWRITER] (the “Purchaser”), hereby certifies as set forth below with respect to the sale of the above-captioned obligation (the “Bonds”).

[Assuming the Qualified Competitive Sale Requirements Are Satisfied]

1. *Reasonably Expected Initial Offering Price.*

(a) I am familiar with the facts herein certified, and I am duly authorized to execute and deliver this certificate on behalf of the Purchaser and any underwriting syndicate.

(b) As of the Sale Date, the reasonably expected initial offering prices of the Bonds to the Public by the Purchaser are the prices listed below (the “Expected Offering Prices”). The Expected Offering Prices are the prices for the Maturities of the Bonds used by the Purchaser in formulating its bid to purchase the Bonds. Attached as Exhibit A is a true and correct copy of the bid provided by the Purchaser to purchase the Bonds.

(c) The Purchaser was not given the opportunity to review other bids prior to submitting its bid.

(d) The bid submitted by the Purchaser constituted a firm offer to purchase the Bonds.

**[Assuming the Qualified Competitive Sale Requirements Are Not Satisfied
and the Hold-the-Offering-Price Rule Applies]**

2. *Initial Offering Price.*

(a) The Purchaser offered each Maturity of the Bonds to the Public for purchase at the respective initial offering prices listed in its bid attached hereto as Exhibit A (the “Initial Offering Prices”) on or before the Sale Date. A copy of the pricing wire or equivalent communication for the Bonds is attached to this Certificate as Exhibit B.

(b) As set forth in the Detailed Notice of Sale for the Bonds, the Purchaser has agreed in writing that, for each maturity of the Bonds, it would neither offer nor sell any of the Bonds of such Maturity to any person at a price that is higher than the Initial Offering Price for such maturity during the Holding Period (as defined below) for such Maturity, nor would it permit a related party to do so. Pursuant to such agreement, the Purchaser has neither offered nor sold any Maturity of the Bonds at a price that is higher than the respective Initial Offering Price for that Maturity of the Bonds during the Holding Period. As used in this paragraph, the term “Holding Period” means 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 at least 10% of such Maturity has been sold to the Public at a price that is no higher than the Initial Offering Price for such Maturity.

* Preliminary, subject to change as provided in the Detailed Notice of Sale.

2. *Defined Terms.*

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

(b) *County* means Rutherford County, Tennessee.

(c) *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.

(d) *Sale Date* means the first day on which there is a binding contract in writing for the sale or exchange the Bonds. The Sale Date of the Bonds is [_____, 2025].

(e) *Underwriter* means (i) 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 Bonds 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 Bonds 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 Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents the Purchaser’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 County with respect to certain of the representations set forth in the Federal Tax Certificate and Agreement and with respect to compliance with the federal income tax rules affecting the Bonds, and by Bass, Berry & Sims PLC in connection with rendering its opinion that the interest on the Bonds is excluded 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 County from time to time relating to the Bonds.

Dated: [_____, 2025]

[NAME OF PURCHASER, as Underwriter]

By: _____

Name: _____

Title: _____

RUTHERFORD COUNTY, TENNESSEE

\$108,000,000*

**GENERAL OBLIGATION SCHOOL BONDS, SERIES 2025B
OFFICIAL BID FORM**

The Honorable Joe Carr, County Mayor
Suite 101, Public Square
Rutherford County Courthouse
Murfreesboro, Tennessee 37130

July 15, 2025

For your legally issued, properly executed Rutherford County, Tennessee (the "County") \$108,000,000* General Obligation School Bonds, Series 2025B (the "Bonds") 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 Bonds will be dated the date of issuance, will mature on April 1 as shown below, and shall bear interest at the following rates:

Maturity (April 1)*	Amount*	Interest Rate	Reoffering Yield	Maturity (April 1)*	Amount*	Interest Rate	Reoffering Yield
2026	\$4,000,000	_____ %	_____ %	2036	\$5,420,000	_____ %	_____ %
2027	3,500,000	_____	_____	2037	5,640,000	_____	_____
2028	3,670,000	_____	_____	2038	5,860,000	_____	_____
2029	3,850,000	_____	_____	2039	6,100,000	_____	_____
2030	4,050,000	_____	_____	2040	6,350,000	_____	_____
2031	4,250,000	_____	_____	2041	6,610,000	_____	_____
2032	4,460,000	_____	_____	2042	6,900,000	_____	_____
2033	4,700,000	_____	_____	2043	7,200,000	_____	_____
2034	4,910,000	_____	_____	2044	7,500,000	_____	_____
2035	5,170,000	_____	_____	2045	7,860,000	_____	_____

Principal of and interest on the Bonds will be payable at the designated corporate trust office of U.S. Bank Trust Company, National Association, Nashville, Tennessee.

This bid is made with the understanding that the County will furnish without cost to the successful bidder the unqualified approving opinion of Bass, Berry & Sims PLC, Attorneys, Nashville, Tennessee, and the executed Bonds.

We have exercised the option to designate two or more consecutive serial maturities as Term Bonds as set forth below:

Term Bond 1, due April 1, _____ includes the following maturities: From April 1, _____ to April 1, _____.	
Term Bond 2, due April 1, _____ includes the following maturities: From April 1, _____ to April 1, _____.	
Firm Name	

* Preliminary, subject to change as provided in the Detailed Notice of Sale.

In accordance with the terms of the Detailed Notice of Sale, we have or will make a good faith deposit for \$1,080,000.00 as set forth in the Detailed Notice of Sale, which is to be applied in accordance with the Detailed Notice of Sale. The good faith deposit may be provided in the form of:

1. **Federal Funds Wire Transfer.** A federal funds wire transfer submitted to the County or the County's Municipal Advisor by the successful bidder by 3:00 p.m. C.D.T. on the day of the sale provided the County awards the bid by 1:00 p.m. C.D.T.; otherwise the wire shall be received not later than 12:00 noon C.D.T. on the next business day following the award. The County Mayor reserves the right to adjust the time the deposit is to be received if there are problems with electronic transfers of funds or other acceptable reasons.
2. **Certified Check.** A bank certified check, bank cashier's check or a treasurer's check drawn upon an incorporated bank or trust company payable unconditionally to the order of the County. If a check is used, it must accompany a bid and be received by the time and date bids are required. If the successful bidder's Deposit is by check, the check will be deposited on the date of the sale.

Wire transfer instructions are available from Stephens Inc., Attn: Sam Crewse, One American Center, 3100 West End Avenue, Suite 630, Nashville, Tennessee 37203, Telephone (615) 279-4336 or (615) 279-4338; Fax: (615) 279-4351. If a successful bidder fails to timely make the Deposit for a series of Bonds, the award may be terminated in the discretion of the County Mayor and the County shall be entitled to an amount equal to the Deposit as liquidated damages for failure of the successful bidder to comply with the terms of the award of such Bonds. The County Mayor in his discretion may award the Bonds to the bidder whose bid results in the next lowest true interest cost to the County as the lowest complying bidder or hold a subsequent sale of the Bonds. The County shall have no liability to any bidder who fails to properly submit a Deposit.

In the event this bid is accepted and should for any reason we fail to comply with the terms of this bid, said deposit will be forfeited by us as full liquidated damages; otherwise, said deposit will be credited against the purchase price of the Bonds at closing. In the event the County Mayor fails to deliver the Bonds to us as described in the Detailed Notice of Sale, said deposit will be returned to us.

Accepted this ___ day of July, 2025

Respectfully submitted,

County Mayor

Firm Name

Signature

Title

Telephone Number of Person to Submit Bid

The following is for information purposes only.

Total Interest Cost	
Plus discount or less premium, if any	
Net Interest Cost	
True Interest Rate (TIC)	

(The calculations of Net Interest Costs and True Interest Rate and the Reoffering Prices are for information purposes only and do not constitute a part of this bid.)

Summary Statement

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

ISSUER	Rutherford County, Tennessee (the “County”).
ISSUE	\$108,000,000* General Obligation School Bonds, Series 2025B (the “Bonds”).
PURPOSE	The Bonds are being issued to provide funds to (i) finance the (a) acquisition of land for, design, site development, construction, improvement, renovation, repair and equipping of County schools and school facilities and the acquisition of transportation equipment for schools; (b) payment of legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing; (c) acquisition of all property, real and personal, related to the foregoing (collectively, the “Projects”); (d) if required by applicable law, the payment of funds required to be shared with the City of Murfreesboro, Tennessee, to the extent not waived, pursuant to Sections 9-21-129 and 49-3-1003, Tennessee Code Annotated, as amended; (ii) reimburse the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (iii) pay costs incident to the issuance and sale of the Bonds.
DATED DATE	Date of Delivery of Bonds (projected to be July 30, 2025).
INTEREST DUE	Each April 1 and October 1, commencing April 1, 2026.
PRINCIPAL DUE	April 1, 2026, through April 1, 2045.
OPTIONAL REDEMPTION	The Bonds maturing on or before April 1, 2035, are not subject to redemption prior to maturity at the option of the County. The Bonds maturing on April 1, 2036, and thereafter shall be subject to redemption prior to maturity at the option of the County on and after April 1, 2035, as a whole or in part at any time at the redemption price of par, plus interest accrued to the redemption date. See “The Bonds – Redemption” herein.
SECURITY	The Bonds shall be payable from unlimited <u>ad valorem</u> taxes to be levied on all taxable property within the County. For the prompt payment of principal of and interest on the Bonds, the full faith and credit of the County are irrevocably pledged. See “The Bonds – Security and Sources of Payment” herein.
RATINGS	“Aaa” by Moody’s Investors Service (“Moody’s”), “AAA” by S&P Global Ratings, a Division of Standard & Poor’s Financial Services LLC (“S&P”), and “AAA” by Fitch Ratings, Inc. (“Fitch”) based on documents and other information provided by the County. The ratings reflect only the view of Moody’s, S&P and Fitch and neither the County, the Municipal Advisor nor the Underwriter

* Preliminary, subject to change as provided in the Detailed Notice of Sale.

make any representations as to the appropriateness of such ratings.

There is no assurance that such ratings will continue for any given period of time or that they will not be lowered or withdrawn. Any such downward change in or withdrawal of the ratings may have an adverse effect on the secondary market price of the Bonds. Any explanation of the significance of the ratings may be obtained from Moody's, S&P and Fitch. See "Ratings" herein.

TAX MATTERS In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the County, interest on the Bonds 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 Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. For an explanation of certain tax consequences under federal law which may result from the ownership of the Bonds, see the discussion under the heading "Tax Matters" herein. Under existing law, the Bonds and the income therefrom will be exempt from all state, county and municipal taxation in the State of Tennessee, except Tennessee franchise and excise taxes. (See "Tax Matters" herein).

REGISTRATION AND PAYING AGENT U.S. Bank Trust Company, National Association, Nashville, Tennessee.

MUNICIPAL ADVISOR..... Stephens Inc.

UNDERWRITER..... _____

Official Statement

\$108,000,000*

Rutherford County, Tennessee

General Obligation School Bonds, Series 2025B

Introduction

The Official Statement, including the cover page and appendices hereto, is furnished in connection with the issuance by Rutherford County, Tennessee (the “County”) of \$108,000,000* General Obligation School Bonds, Series 2025B (the “Bonds”).

The Bonds are being issued under and in full compliance with the constitution and statutes of the State of Tennessee (the “State”), including Sections 9-21-101 et seq., Tennessee Code Annotated, and a bond resolution duly adopted by the Board of County Commissioners on May 15, 2025 (the “Resolution”).

This Official Statement includes descriptions of, among other matters, the Bonds, the Resolution, and the County. Such descriptions and information do not purport to be comprehensive or definitive. All references to the Resolution are qualified in their entirety by reference to the definitive document, including the form of the Bonds included in the Resolution. During the period of the offering of the Bonds, copies of the Resolution and any other documents described herein or in the Resolution may be obtained from the County. After delivery of the Bonds, copies of such documents will be available for inspection at the County Mayor's office. All capitalized terms used in this Official Statement and not otherwise defined herein have the meanings set forth in the Resolution.

The Bonds

Description

The Bonds are being issued to provide funds to (i) finance the (a) acquisition of land for, design, site development, construction, improvement, renovation, repair and equipping of County schools and school facilities and the acquisition of transportation equipment for schools; (b) payment of legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing; (c) acquisition of all property, real and personal, related to the foregoing (collectively, the “Projects”); (d) if required by applicable law, the payment of funds required to be shared with the City of Murfreesboro, Tennessee, to the extent not waived, pursuant to Sections 9-21-129 and 49-3-1003, Tennessee Code Annotated, as amended; (ii) reimburse the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (iii) pay costs incident to the issuance and sale of the Bonds.

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

The Bonds will mature on the dates and in the amounts set forth on the cover page.

* Preliminary, subject to change as provided in the Detailed Notice of Sale.

The Bonds 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 Bonds.

U.S. Bank Trust Company, National Association, Nashville, Tennessee (the “Registration Agent”) will make all interest payments with respect to the Bonds on each Interest Payment Date directly to the registered owners as shown on the Bond registration records maintained by the Registration Agent as of the close of business on the fifteenth 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 Bonds, and all such payments shall discharge the obligations of the County in respect of such Bonds to the extent of the payments so made. Payment of principal of the Bonds shall be made upon presentation and surrender of such Bonds to the Registration Agent as the same shall become due and payable. In the event the Bonds 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 Bonds, payment of interest on such Bonds 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 Bond 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 Bonds 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 Bond 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 Bond registration records maintained by the Registration Agent as of the date of such notice. Nothing contained in the Resolution or in the Bonds 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 Bonds when due.

Redemption

Optional Redemption

The Bonds maturing on or before April 1, 2035, are not subject to redemption prior to maturity at the option of the County. The Bonds maturing on April 1, 2036, and thereafter shall be subject to redemption prior to maturity at the option of the County on and after April 1, 2035, 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 Bonds shall be called for redemption, the maturities to be redeemed shall be selected by the Board of County Commissioners of the County in its discretion. If less than all of the Bonds 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 Bonds are being held under a Book-Entry System by DTC, or a successor Depository, the Bonds 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 Bonds are not being held under a Book-Entry System by DTC, or a successor Depository, the Bonds 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 Bonds 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 Bonds, shall determine the interest of each Participant in the Bonds 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 Bonds, the Bonds 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 Bonds to be redeemed on said dates are as follows:

Final <u>Maturity</u>	Redemption <u>Date</u>	Principal Amount of Bonds <u>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 Bonds 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 Bonds 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 Bond 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 Bonds 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 Bonds to be redeemed by first-class mail or certified mail, postage prepaid, at the addresses shown on the Bond 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 Bonds 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 Bonds, all redemption notices shall be mailed by the Registration Agent to DTC, or such successor Depository, as the registered owner of the Bonds, 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 Bonds 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 Bondholders that the redemption did not occur and that the Bonds called for redemption and not so paid remain outstanding.

Security and Sources of Payment

The Bonds 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 Bonds, the full faith and credit of the County are irrevocably pledged.

Levy of Tax

Pursuant to the Resolution, the County has covenanted to annually levy and collect a tax upon all taxable property within the County, in addition to all other taxes authorized by law, sufficient to pay principal of and interest on the Bonds when due, and levy a direct annual tax in such amount as may be found necessary each year to pay principal and interest coming due on the Bonds in said year. Principal and interest falling due at any time when there are insufficient funds on hand from this tax levy will be paid from the current funds of the County and reimbursement therefor will be made out of the taxes provided for under the Resolution to be levied when collected. Such tax may be reduced to the extent of any appropriations from other legally available funds, taxes and revenues of the County, to the payment of debt service on the Bonds.

Under Tennessee law, the County's legislative body is authorized to levy a tax on all taxable property within the County, or a portion thereof, without limitation as to rate or amount, and a referendum is neither required nor permitted to set the rate or amount. For a more complete statement of the general covenants and provisions pursuant to which the Bonds are issued, reference is made to the Resolution.

Discharge and Satisfaction of Bonds

The Bonds may be discharged and defeased in any one or more of the following ways:

(a) By depositing sufficient funds as and when required with the Registration Agent, to pay the principal of and interest on such Bonds 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, sufficient money or Defeasance Obligations, as hereafter defined, the principal of and interest on which, when due and payable, will provide sufficient moneys to pay or redeem such Bonds and to pay interest thereon when due until the maturity date;

(c) By delivering such Bonds 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, 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 Bonds when due, then such Bonds shall be discharged and satisfied and all covenants, agreements and obligations of the County to the holders of such Bonds shall be fully discharged and satisfied.

If the County pays and discharges the indebtedness evidenced by any of the Bonds in the manner provided in either clause (a) or clause (b) above, then the registered owners of such Bonds shall thereafter be entitled only to payment out of the money or Defeasance Obligations.

Defeasance Obligations are direct obligations of, or obligations, the principal of and interest on which are guaranteed by, the United States of America, which bonds or other obligations shall not be subject to redemption prior to their maturity other than at the option of the registered owner thereof.

Remedies of Bondholders

Under Tennessee law, any Bondholder has the right, in addition to all other rights:

(1) By mandamus or other suit, action or proceeding in any court of competent jurisdiction to enforce its rights against the County, including, but not limited to, the right to require the County to assess, levy and collect taxes adequate to carry out any agreement as to, or pledge of, such taxes, fees, rents, tolls, or other charges, and to require the County to carry out any other covenants and agreements, or

(2) By action or suit in equity, to enjoin any acts or things which may be unlawful or a violation of the rights of such Bondholder.

Book-Entry-Only System

The Depository Trust Company ("DTC"), New York, NY, will act as securities depository for the securities (the "Securities"). The Securities will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Security certificate will be issued for the Securities, in the aggregate principal amount of such issue, and will be deposited with DTC.

DTC, the world's largest depository, 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 and provides asset servicing for over 2.2 million issues of U.S. and non-U.S. equity, corporate and municipal debt issues, and money market instrument from over 100 countries that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Fixed Income Clearing Corporation, and Emerging Markets Clearing Corporation (NSCC, FICC, and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange LLC, and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has S&P's rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com and www.dtc.org.

Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC's records. The ownership interest of each actual purchaser of each Security ("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. Beneficial Owners are, however, expected to receive written confirmations 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 interests in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Securities, except in the event that use of the book-entry system for the Securities is discontinued.

To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co. or such other nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Securities; DTC's records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect 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 DTC. If less than all of the Securities 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. (nor such other DTC nominee) will consent or vote with respect to the Securities unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to Issuer 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 Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts, upon DTC's receipt of funds and corresponding detail information from Issuer or Agent on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is 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 nor its nominee, Agent, or Issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of County or Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

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

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

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that County believes to be reliable, but 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 BONDS; (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 BONDHOLDERS; OR (IV) ANY CONSENT GIVEN OR OTHER ACTION TAKEN BY DTC OR CEDE & CO. AS BONDHOLDER.

Plan of Financing

The proceeds of the Bonds (other than proceeds used to pay issuance costs) authorized to be issued under the Resolution will be used to finance the Projects. Pursuant to the Resolution, a portion of the proceeds of the Bonds will be deposited in a construction fund (the "Construction Fund") to be held and invested in accordance with applicable law and used to pay costs of the Projects, to reimburse the County for any funds previously expended for costs of the Projects, and to pay costs of issuance of the Bonds. Moneys in the Construction Fund may be invested as permitted by Tennessee law and may not be used for any purpose other than the Projects or as otherwise provided in the Resolution. The County shall pay to the

Treasurer of the City those proceeds of the Bonds required to be shared with the City, to the extent not waived, pursuant to Sections 9-21-129 and 49-3-1003, Tennessee Code Annotated, as amended.

The following table sets forth the estimated sources and uses of funds in connection with the issuance of the Bonds.

Sources of Funds

Par Amount
Reoffering Premium
Total Sources

Uses of Funds

Deposit to Construction Fund
Payment to City of Murfreesboro
Costs of Issuance (includes Underwriter's
Discount and Expenses)
Total Uses

Ratings

The Bonds have been assigned ratings of “Aaa” by Moody’s Investors Service, Inc. (“Moody’s”), “AAA” by S&P Global Ratings, a Division of Standard & Poor’s Financial Services LLC (“S&P”), and “AAA” by Fitch Ratings, Inc. (“Fitch”), based on documents and other information provided by the County. The ratings reflect only the views of Moody’s, S&P and Fitch, and the County, the Municipal Advisor and the Underwriter make no representation as to the appropriateness of such ratings.

There is no assurance that such ratings will continue for any given period of time or that they will not be lowered or withdrawn entirely. Any such downward change in or withdrawal of the ratings may have an adverse effect on the secondary market price of the Bonds. Any explanation of the significance of the ratings may be obtained from Moody’s, S&P and Fitch.

Continuing Disclosure

General

The County will at the time the Bonds are delivered execute a Continuing Disclosure Agreement (“Disclosure Agreement”) under which it will covenant for the benefit of holders and beneficial owners of the Bonds to provide certain financial information and operating data relating to the County by not later than twelve months after the end of each fiscal year commencing with the fiscal year ending June 30, 2025 (the “Annual Report”), and to provide notice of the occurrence of certain enumerated events and timely notice of failure to provide any required financial information of the County. The Annual Report (and audited financial statements, if filed separately) and notices described above will be filed by the County with the Municipal Securities Rulemaking Board (“MSRB”) at www.emma.msrb.org (“EMMA”) and with any State Information Depository which may be established in Tennessee (the “SID”). The specific nature of the information to be contained in the Annual Report or the notices of events is summarized below. These covenants have been made in order to assist the Underwriters in complying with SEC Rule 15c2-12(b), as it may be amended from time to time (the “Rule”). The County has not failed to comply in any material respect with previous continuing disclosure undertakings in the past five years.

Annual Report

The County's Annual Report shall contain or incorporate by reference the General Purpose Financial Statements of the Issuer for the fiscal year, prepared in accordance with generally accepted accounting principles; provided, however, if the County's audited financial statements are not available by the time the Annual Report is required to be filed, the Annual Report shall contain unaudited financial statements in a format similar to the financial statements contained herein, and the audited financial statements shall be filed when available. The Annual Report shall also include the following information included in Appendix B to this Official Statement (which data may be presented in a format other than as set forth in the Official Statement) as follows.

1. "Summary of Outstanding Debt ";
2. "Debt Statement ";
3. "Per Capita Debt Ratios";
4. "Debt Ratios";
5. "Debt Trend";
6. "Debt Service Requirements";
7. "Property Valuation and Property Tax";
8. "Top Taxpayers";
9. "Fund Balances";
10. "Local Sales Tax Collections"; and
11. "Wheel Tax."

Any required disclosure may be incorporated by reference to other documents filed with the MSRB on EMMA or by such other method as may be subsequently determined by the MSRB. The County shall clearly identify each such other document so incorporated by reference. The County will provide, in a timely manner, notice of failure to provide the required annual financial information described above on or before the date specified above.

Reporting of Significant Events

The County will file notice of Listed Events (as defined in (3) below) with the MSRB and SID, if any, as follows:

1. Upon the occurrence of a Listed Event, the County shall in a timely manner, but in no event more than ten (10) business days after the occurrence of such event, file a notice of such occurrence with the MSRB and SID, if any.
2. For Listed Events where notice is only required upon a determination that such event would be material under applicable Federal securities laws, the County shall determine the materiality of such event as soon as possible after learning of its occurrence.

3. The following are the Listed Events:
- a. Principal and interest payment delinquencies;
 - b. Non-payment related defaults, if material;
 - c. Unscheduled draws on debt service reserves reflecting financial difficulties;
 - d. Unscheduled draws on credit enhancements reflecting financial difficulties;
 - e. Substitution of credit or liquidity providers, or their failure to perform;
 - f. 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 Bonds or other material events affecting the tax status of the Bonds;
 - g. Modifications to rights of Bondholders, if material;
 - h. Bond calls, if material, and tender offers;
 - i. Defeasances;
 - j. Release, substitution, or sale of property securing repayment of the securities, if material;
 - k. Rating changes;
 - l. Bankruptcy, insolvency, receivership or similar event of the obligated person;
 - m. 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;
 - n. Appointment of a successor or additional trustee or the change of name of a trustee, if material;
 - o. Incurrence of a financial obligation (as defined by the Rule) of the County, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the County, any of which affect security holders, if material; and
 - p. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation (as defined by the Rule) of the County, any of which reflect financial difficulties.

Termination of Reporting Obligation

The County's obligations under the Disclosure Agreement shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds.

Amendment

Notwithstanding any other provision of the Disclosure Agreement, the County may amend the Disclosure Agreement, provided that the following conditions are satisfied:

- (a) any such amendments are not violative of any rule or regulation of the SEC or MSRB, or other federal or state regulatory body;
- (b) the amendment is 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;
- (c) the Disclosure Agreement, as amended, would have complied with the requirements of the Rule at the time of the primary offering of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and
- (d) the amendment does not materially impair the interests of beneficial owners or registered owners, as determined either by parties unaffiliated with the County (such as bond counsel), or by approving vote of the beneficial owners and registered owners pursuant to the terms of the Resolution at the time of the amendment.

In the event of any amendment to the Disclosure Agreement, the County shall describe such amendment in the next Annual Report, and shall include, as applicable, a narrative explanation of the reason for the amendment 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 County. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, (i) notice of such change shall be given, and (ii) the Annual Report for the year in which the change is made should 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.

Default

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

Investment Considerations

General

The purchase of the Bonds 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 Bonds and which could also affect the marketability of, or the market price for, the Bonds. 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 Bond 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 Bonds.

Enforceability of Remedies

The remedies available to the holders or beneficial owners of the Bonds 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 Bonds 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 Bonds 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 Bonds will be available and no assurance can be given that the initial offering prices for the Bonds will continue for any period of time.

The Bonds may not constitute a liquid investment, and there is no assurance that a liquid secondary market will exist for the Bonds in the event a holder or beneficial owner thereof determines to solicit purchasers of the Bonds. Even if a liquid secondary market exists, there can be no assurance as to the price for which the Bonds may be sold. Such price may be lower than that paid by the current holder or beneficial owner of the Bonds, depending on existing market conditions and other factors.

Adverse Weather 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 more severe and frequent. Severe weather and natural disasters, generally, including tornadoes and other storm events, can affect the County and its residents in a number of ways, including by damaging County property, causing the temporary or permanent displacement of County residents and interrupting County services. The County cannot predict the timing, extent or severity of any adverse weather events and their 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. 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. In November 2024, the County experienced a cyber security incident that affected County school servers, interrupted certain school services and resulted in the unauthorized release of certain school employee and student personal information. Essential network services were restored within a week, and the County addressed the incident in accordance with law. Though the County is still reviewing the incident, there has not been any material impact and there is not expected to be any future material impact to the County's operations or finances as a result such incident. To mitigate against such risks, the County has continued to institute 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. The County also maintains insurance against cyber security incidents, though such insurance may not be sufficient to cover all losses incurred by the County as a result of any cyberattack. Despite the County's measures to safeguard its network infrastructure, there are no guarantees that such measures will be successful.

COVID-19 and Other Public Health Emergencies

The outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus, has affected and continues to affect the entire world, including the County. In March 2020, in response to the COVID-19 outbreak, the Governor of the State issued a state of emergency and the World Health Organization declared the COVID-19 outbreak to be a global health emergency. The spread of COVID-19 led, from time to time, to quarantine and other "social distancing" measures. 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. The Governor of the State lifted the state of emergency in April 2021. The World Health Organization declared an end to the global health emergency in May 2023. The County is unable to predict whether and to what extent any increases in COVID-19 cases or the emergence of any other epidemic or pandemic may disrupt the local or global economy, or whether any such disruption may adversely 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 B, 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 B to the Official Statement.

Future Issues

The County continues to experience significant population growth. This growth has created, and will likely continue to create, a need for capital improvement financings. Most of the projected capital projects will be for new school facilities to accommodate the growing enrollment. Rutherford County Schools projects the need for approximately \$400 million over the next four years to build, renovate or expand elementary, middle and high school facilities. With the exception of the Bonds, the funding for these new projects has not been approved by the County Commission, and the projects, amounts, and timing are all subject to change.

Litigation

The County, like other similar bodies, is subject to a variety of suits and proceedings arising in the ordinary conduct of its affairs. After reviewing the current status of all pending and threatened litigation with its counsel, the County believes that, while the outcome of litigation cannot be predicted, the final settlement of all lawsuits which have been filed and of any actions or claims pending or threatened against the County or its officials in such capacity are adequately covered by insurance or by sovereign immunity and/or will not have a material adverse effect upon the County's financial condition.

As of the date of this Official Statement, the County has no knowledge or information concerning any pending or threatened litigation contesting the authority of the County to issue, sell or deliver the Bonds. The County has no knowledge or information of any actions pending or expected that would materially affect the County's ability to pay the debt service requirements of the Bonds.

Approval of Legal Proceedings

Legal matters incident to the authorization and issuance of the Bonds are subject to the unqualified approving opinion of Bass, Berry & Sims PLC, Bond Counsel. A copy of the opinion will be available upon delivery of the Bonds. (See Appendix A). Certain legal matters will be passed upon for the County by Nicholas C. Christiansen, Esq., County Attorney.

Tax Matters

Federal

General. Bass, Berry & Sims PLC, Nashville, Tennessee, is Bond Counsel for the Bonds. 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 Bonds:

- 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 Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations.

The Code imposes requirements on the Bonds that the County must continue to meet after the Bonds are issued. These requirements generally involve the way that the Bond proceeds must be invested and ultimately used. If the County does not meet these requirements, it is possible that a bondholder may have to include interest on the Bonds 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 bondholder who is a particular kind of taxpayer may also have additional tax consequences from owning the Bonds. This is possible if a bondholder 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 Bonds.

If a bondholder 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 Bonds or affect the market price of the Bonds. 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 Bonds, or under State, local or foreign tax law.

Bond Premium. If a bondholder purchases a Bond for a price that is more than the principal amount, generally the excess is “bond premium” on that Bond. The tax accounting treatment of bond premium is complex. It is amortized over time and as it is amortized a bondholder’s tax basis in that Bond will be reduced. The holder of a Bond 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 Bonds. A bondholder in certain circumstances may realize a taxable gain upon the sale of a Bond with bond premium, even though the Bond is sold for an amount less than or equal to the owner’s original cost. If a bondholder owns any Bonds with bond premium, it should consult its tax advisor regarding the tax accounting treatment of bond premium.

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

Information Reporting and Backup Withholding. Information reporting requirements apply to interest on tax-exempt obligations, including the Bonds. In general, such requirements are satisfied if the interest recipient completes, and provides the payor with a Form W-9, “Request for Taxpayer Identification Number and Certification,” or if the recipient is one of a limited class of exempt recipients. A recipient not otherwise exempt from information reporting who fails to satisfy the information reporting requirements will be subject to “backup withholding,” which means that the payor is required to deduct and withhold a tax from the interest payment, calculated in the manner set forth in the Code. For the foregoing purpose, a “payor” generally refers to the person or entity from whom a recipient receives its payments of interest or who collects such payments on behalf of the recipient.

If an owner purchasing a Bond through a brokerage account has executed a Form W-9 in connection with the establishment of such account, as generally can be expected, no backup withholding should occur. In any event, backup withholding does not affect the excludability of the interest on the Bonds from gross

income for Federal income tax purposes. Any amounts withheld pursuant to backup withholding would be allowed as a refund or a credit against the owner's Federal income tax once the required information is furnished to the Internal Revenue Service.

State Taxes

Under existing law, the Bonds 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 Bonds during the period the Bonds are held or beneficially owned by any organization or entity, or other than a sole proprietorship or general partnership doing business in the State and (b) Tennessee franchise taxes by reason of the inclusion of the book value of the Bonds in the Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership, doing business in the State.

Changes in Federal and State Tax Law

From time to time, there are Presidential proposals, proposals of various federal 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 Bonds or otherwise prevent holders of the Bonds from realizing, where applicable, the full benefit of the tax exemption of interest on the Bonds. Further, such proposals may impact the marketability or market value of the Bonds simply by being proposed. It cannot be predicted whether or in what form any such proposal might be enacted or whether if enacted it would apply to bonds issued 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 Bonds. 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 Bonds would be impacted thereby. Purchasers of the Bonds 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 Bonds, 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.

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

Municipal Advisor

Stephens Inc. is serving as Municipal Advisor to the County in connection with the issuance of the Bonds. Stephens Inc., 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 Bonds 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 for services rendered with respect to the sale of the Bonds is contingent upon the issuance and delivery of the Bonds.

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.

Underwriting

_____, _____, _____, acting for and on behalf of itself and such other securities dealers as it may designate, will purchase the Bonds for an aggregate purchase price of \$_____, which is par, plus net original issue premium of \$_____, less \$_____ underwriter's discount.

The Underwriter may offer and sell the Bonds to certain dealers (including dealer banks and dealers depositing the Bonds 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.

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.

Miscellaneous

Any statement made in this Official Statement involving matters of opinion and estimates, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of the estimates will be realized.

The execution and delivery of this Official Statement was duly authorized by the County.

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Certificate of County Mayor

I, Joe Carr, do hereby certify that I am the duly qualified and acting County Mayor of Rutherford County, Tennessee, and as such official, I do hereby further certify with respect to the Official Statement dated _____, 2025, issued in connection with the sale of the County's \$_____ General Obligation School Bonds, Series 2025B and to the best of my knowledge, information, and belief (a) the descriptions and statements contained in said Official Statement were at the time of acceptance of the winning bids 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 the acceptance of the winning bids and does not on the date hereof contain an 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 _____, 2025.

/s/ _____
County Mayor

I, Lisa Duke Crowell, do hereby certify that I am the duly qualified and acting County Clerk of Rutherford County, Tennessee, and as such official, I do hereby certify that Joe Carr 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 said Rutherford County, Tennessee as of the date subscribed to the foregoing certificate.

/s/ _____
County Clerk

(SEAL)

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APPENDIX A

Form of Legal Opinion of Bass, Berry & Sims PLC, Attorneys,
Nashville, Tennessee relating to the Bonds.

(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 Rutherford County, Tennessee (the "Issuer") in connection with the issuance of \$_____ General Obligation School Bonds, Series 2025B, dated _____, 2025 (the "Bonds"). 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 Bonds 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 Board of County Commissioners of the Issuer authorizing the Bonds has been duly and lawfully adopted, is in full force and effect and is a valid and binding agreement of the Issuer.

3. The Bonds 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 Bonds are payable from unlimited ad valorem taxes to be levied on all taxable property within the County.

4. Interest on the Bonds 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 Bonds 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 Bonds 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 Bonds to be so includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds. The Issuer has covenanted to comply with all such requirements.

5. Under existing law, the Bonds 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 Bonds during the period such Bonds 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 Bonds 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.

The rights of the owners of the Bonds and the enforceability of the Bonds and the resolution authorizing the Bonds may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting the rights and remedies of creditors, and by equity principles, whether considered at law or in equity.

We express no opinion herein as to the accuracy, adequacy or completeness of the Official Statement relating to the Bonds. Further, we express no opinion herein regarding tax consequences arising with respect to the Bonds other than as expressly set forth herein.

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

Demographic and General Financial Information
Related to the County

PROFILE OF THE GOVERNMENT

Located in the middle of Tennessee with 615 square miles of land area, Rutherford County is the approximate geographic center of the state and the 5th largest county in the state. The County is adjacent to the southern border of the Metropolitan Government of Nashville and Davidson County. Rutherford County was incorporated in 1834 and is governed by an elected County Mayor and a 21-member County Commission. Elections are held every four years. The most recent election was held in August 2022. The new officials took office in September 2022. Virtually all of the County Commission's business is conducted through the committee system before moving to the full County Commission for a final vote.

The City of Murfreesboro is the County Seat of Rutherford County. Murfreesboro has an estimated population of 165,430. Murfreesboro is home to Middle Tennessee State University, the Saint Thomas Rutherford Hospital, and a large commercial and retail base. The Town of Smyrna is located in the northwestern part of the County. The Town of Smyrna is located near the Nashville – Davidson County border and has an estimated population of approximately 57,418. Smyrna is also notably the home to the TriStar Stonecrest Medical Center, a Motlow State Community College Campus and the large Nissan Assembly Plant. The City of La Vergne is adjacent to the Nashville-Davidson County border and has an estimated population of 39,597. La Vergne is known for its significant manufacturing, warehouse and distribution facilities. The County also includes the small City of Eagleville and numerous unincorporated areas.

The County provides a full range of services, including elementary and secondary education, law enforcement and corrections, judicial, solid waste collection, public health and welfare, and the construction and maintenance of highways and related infrastructure. Counties in Tennessee are political subdivisions of the State of Tennessee (the "State"). As a political subdivision of the State, a county only has authority delegated to it by the State. The State delegates authority and powers to counties through legislative action of the State's General Assembly, either through its Public or Private Acts. Public Acts apply to all counties in the State and are codified in the Tennessee Code Annotated which is revised and published on an annual basis and is widely available. Private Acts apply only to the counties named in the particular Private Act. Private Acts are available from the Secretary of State. Rutherford County operates under both Public and Private Acts. The majority of the Public Acts applicable to Rutherford County are found in Title 5 of the Tennessee Code Annotated, except to the extent such provisions have been modified by Private Acts specific to Rutherford County.

The Rutherford County Finance Department operates under Chapter 49, Private Acts of 1979, as amended. This legislation is specific only to Rutherford County and governs the authorities, responsibilities, and day-to-day operations of the Finance Department. The finance director reports directly to the County Commission and is responsible for establishing and maintaining an accounting system for all funds of the County in accordance with generally accepted accounting principles. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., sheriff). A formal budget is adopted annually by the County Commission and is reviewed daily by the Finance Department for compliance. No appropriation made by the County Commission may be legally exceeded, except by resolution of the full commission.

DEMOGRAPHIC DATA

Population

According to the 2024 U. S. Census estimate, the County is the fifth largest county in the state with a population of 376,996 reflecting a 43% increase since the 2010 census and a 10% increase since the 2020 Census.

	<u>County</u>	<u>Tennessee</u>
1980 U.S. Census	84,058	4,600,252
1990 U.S. Census	119,847	4,890,626
2000 U.S. Census	183,596	5,703,719
2010 U.S. Census	263,721	6,355,518
2020 U.S. Census	343,302	6,927,904
2021 U.S. Census Estimate	351,241	6,965,740
2022 U.S. Census Estimate	362,044	7,062,217
2023 U.S. Census Estimate	369,649	7,148,304
2024 U.S. Census Estimate	376,996	7,227,750

Source: U.S. Bureau of Census

Income and Housing

In 2023, the County had a per capita personal income of \$54,623, which was 88% percent of the State average of \$62,039.

	<u>County</u>	<u>Tennessee</u>	<u>% of State</u>
2014 Per Capita Personal Income	\$36,168	\$40,225	89.9%
2015 Per Capita Personal Income	\$37,661	\$41,937	89.8%
2016 Per Capita Personal Income	\$38,588	\$42,938	89.9%
2017 Per Capita Personal Income	\$39,347	\$44,407	88.6%
2018 Per Capita Personal Income	\$40,874	\$46,449	88.0%
2019 Per Capita Personal Income	\$43,020	\$48,903	88.0%
2020 Per Capita Personal Income	\$45,697	\$51,945	88.0%
2021 Per Capita Personal Income	\$50,100	\$57,491	87.1%
2022 Per Capita Personal Income	\$52,122	\$59,099	88.2%
2023 Per Capita Personal Income	\$54,623	\$62,039	88.0%

Source: Bureau of Economic Analysis

In 2023, the County's median housing value of \$404,000 compared favorably to the State's median of \$339,900.

	County	Tennessee	% of State
2014 Median Housing Value	163,000	166,000	98.2%
2015 Median Housing Value	182,250	175,000	104.1%
2016 Median Housing Value	199,000	185,000	107.6%
2017 Median Housing Value	230,000	196,800	116.9%
2018 Median Housing Value	247,000	210,000	117.6%
2019 Median Housing Value	264,990	226,000	117.3%
2020 Median Housing Value	279,900	244,900	114.3%
2021 Median Housing Value	335,720	283,410	118.5%
2022 Median Housing Value	405,000	325,000	124.6%
2023 Median Housing Value	404,000	339,900	118.9%

Source: Tennessee Housing Development Agency – This data reflects only the sales prices of new and existing homes that were sold in the respective years. This data may not be representative of the median value of all homes in the County or State.

LOCAL ECONOMY

The strength of Rutherford County's economy can be attributed to its diversity of manufacturing, retail establishments, warehouse facilities, higher education institutions, medical services and corporate call centers. The County's strong economy in turn attracts a growing population. Rutherford County has been recognized as one of the fastest growing counties in America. The citizenry has grown to 376,996 per the 2024 Census estimates, which is 10% above the 2020 Census and 43% above the 2010 Census. The County also benefits from being within a day's drive of 75 percent of the nation's markets and only minutes from three major interstates.

The County's largest manufacturing employers include Nissan USA, Ingram Content Group, Asurion, Adient, Schneider Electric, and General Mills. While manufacturing is one of the County's strongest economic segments, distribution, transportation, and other service related industries are also large contributors to the strength of the economy. Tennessee's second largest state university with an enrollment over 20,000, a regional veteran's facility with 347 hospital beds and 245 long-term care beds, a call center for the Veteran's Administration, and numerous other companies are all located in Rutherford County. In March 2025, Barret Firearms announced plans to expand their headquarters and build a new manufacturing and operations center in the County. This should result in an approximately \$76 million investment and create approximately 183 new jobs. Additionally, in May 2025, TriStar announced plans to build a new freestanding 24/7 Emergency Room Center in Murfreesboro.

Nissan, with approximately 8,500 employees from throughout the region, is a major employer in the County. The Nissan Vehicle Assembly Plant in Smyrna was opened in 1983. Nissan has reportedly invested over \$6.4 billion in manufacturing facilities. The Smyrna plant is located on over 884 acres and the facility covers over 5.9 million square feet. The plant capacity is over 500,000 vehicles per year. Currently, the Nissan plant produces the Murano, Pathfinder, Infiniti QX60 and the Rogue. On November 7, 2024, Nissan announced plans to reduce global production capacity by 20% and the global workforce by 9,000. Nissan's current global workforce is over 133,000 employees. Nissan also announced plans to close several automobile plants. Nissan did not disclose any specific plans or cuts, yet, related to the manufacturing

facility in Smyrna, Tennessee. In April 2025, however, the Chairman of Nissan Americas announced new plans to increase production and employment at the Nissan Smyrna plant. No timeline for this planned increase in production was provided.

MAJOR RUTHERFORD COUNTY EMPLOYERS

Employer	Employees	Product/Service
Nissan North America ⁽¹⁾	8,000	Automobile Manufacturing
Rutherford County Government and Board of Education	7,441	Government / Education
Amazon Fulfillment Center	2,700	Distribution Center
City of Murfreesboro (Includes Schools)	2,388	Government / Education
Middle Tennessee State University	2,205	Higher Education
Ascension St. Thomas Rutherford	1,741	Healthcare
Ingram Book Company	1,700	Media Publishing and Distribution
Taylor Farms	1,700	Food Manufacturing
Alvin C. York Veterans Administration Medical Center	1,300	Healthcare
Asurion	1,250	Wireless Devices - Refurbishing

Sources : Annual Financial Reports and Auditor's Report Prepared by State Comptroller of the Treasury for the fiscal year ending June 30, 2024.

(1) In November 2024, Nissan announced plans to cut 9,000 jobs and reduce global manufacturing capacity by 20%. The announced job reductions were global in nature, but some workforce reductions at the Smyrna plant were expected. In April 2025, however, the Chairman of Nissan Americas announced new plans to increase production and employment at the Nissan Smyrna plant. No timeline for this planned increase in production was provided.

LABOR FORCE, EMPLOYMENT AND UNEMPLOYMENT DATA

The labor force within the County has increased from 156,173 in 2015 to 212,362 in April 2025, reflecting a 36% increase. The Covid-19 outbreak, and the impact on economic conditions, resulted in a sharp increase in the unemployment rate in 2020. However, as of April 2025, the County's estimated unemployment rate is 2.3% which compares favorably to the State average of 3.5% and the U. S. average of 4.2%.

Year	Employment	Unemployment	Total Labor Force	Unemployment Percent		
				County	State	U.S.
2015	149,301	6,872	156,173	4.4%	5.5%	5.3%
2016	156,605	6,017	162,622	3.7%	4.7%	4.9%
2017	165,633	4,947	170,580	2.9%	3.7%	4.4%
2018	173,317	4,809	178,126	2.7%	3.5%	3.9%
2019	181,314	4,840	186,154	2.6%	3.3%	3.7%
2020	172,327	13,170	185,497	7.1%	7.5%	8.1%
2021	185,040	6,910	191,950	3.6%	4.5%	5.4%
2022	194,874	5,408	200,282	2.7%	3.4%	3.6%
2023	198,538	5,300	203,838	2.6%	3.2%	3.6%
2024	201,185	5,795	206,980	2.8%	3.4%	4.0%
Apr-25	207,478	4,884	212,362	2.3%	3.5%	4.2%

Source: Bureau of Labor Statistics and Tennessee Department of Labor and Workforce Development

EDUCATION

Two accredited public school systems—the Rutherford County Schools and the Murfreesboro City Schools—educate the majority of children in the County. In the 2023-2024 school year, the Rutherford County School System had an average daily membership of 50,751, an increase of 24% from the 2013-2014 school year. The Murfreesboro City School System had an average daily membership of 8,992 in the 2023-2024 school year, an increase of 27% from the 2013-2014 school year.

Average Daily Membership

School Year	Rutherford		School Year	Rutherford	
	County Schools	Murfreesboro City Schools		County Schools	Murfreesboro City Schools
2004-2005	31,002	6,029	2014-2015	41,425	7,528
2005-2006	32,704	6,358	2015-2016	42,650	7,981
2006-2007	34,384	6,661	2016-2017	43,789	8,015
2007-2008	35,706	6,849	2017-2018	44,843	8,353
2008-2009	36,497	6,859	2018-2019	45,888	8,423
2009-2010	37,238	6,903	2019-2020	46,879	8,690
2010-2011	38,122	6,837	2020-2021	46,716	8,523
2011-2012	38,645	7,069	2021-2022	48,921	8,922
2012-2013	39,969	7,151	2022-2023	49,954	8,923
2013-2014	40,932	7,072	2023-2024	50,751	8,992

Source: Tennessee Department of Education

Rutherford County is also the home to several institutions of higher education. Middle Tennessee State University, located in Murfreesboro, is the second largest university in Tennessee. MTSU has enrollment over 20,000 students and faculty of approximately 900. Motlow Community College has four campuses including one in Rutherford County. The Rutherford County campus in Smyrna serves over 2,000 students.

ACCOUNTING AND FINANCIAL REPORTING FOR RETIREMENT COMMITMENTS

Employees of Rutherford County and non-certified employees of the Rutherford County School Department and employees of Community Care of Rutherford County are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the Tennessee Consolidated Retirement System (TCRS). Teachers of the Rutherford 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 now closed to new membership. Teachers with membership in TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement 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 administrations of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/tcrs.

For detailed information on retirement commitments, see page 96, Note F, of the Comprehensive Annual Financial Report of the County for the Fiscal Year Ended June 30, 2024.

ACCOUNTING AND FINANCIAL REPORTING FOR OTHER POSTEMPLOYMENT BENEFITS

All full-time employees and eligible retirees of the primary government, the Smyrna-Rutherford County Airport Authority, Community Care of Rutherford County, Rutherford County Emergency Communications District and the Rutherford County School Department are eligible to participate in the health insurance cost-sharing plan accounted for in the Employee Insurance – Health Fund (internal service fund). For accounting purposes, the plan is an agent multiple-employer defined benefit OPEB plan. Benefits and premium requirements are established and amended by an insurance committee established by the County Commission. The plan is self-insured and financed on a pay-as-you-go basis. For detailed information on other post-employment benefits, see Appendix C, page 114, Note G of the Comprehensive Annual Financial Report of the County for the Fiscal Year Ended June 30, 2024.

PROPERTY TAX FREEZE PROGRAM

In its 2007 session, the 105th General Assembly enacted the Property Tax Freeze Act which authorizes the legislative body of any county and/or municipality to adopt the property tax freeze program for lower income senior citizens. The Act became effective on July 1, 2007.

Homeowners qualifying for an authorized program will have the property taxes on their principal residence frozen at a base tax amount, which is the amount of taxes owed in the year they first qualify for the program. Thereafter, as long as the owner continues to qualify for the program, the amount of property taxes owed for that property will not change, even if there is a property tax rate increase.

In order to qualify, the homeowner must file an application annually and must:

- Own their principal place of residence in a participating county and/or city
- Be 65 years of age or older by the end of the year in which the application is filed
- Have an income from all sources that does not exceed the county income limit established for that tax year

The Rutherford County Board of Commissioners created a property tax freeze program for qualifying citizens.

LONG-TERM FINANCIAL PLANNING AND RELEVANT FINANCIAL POLICIES

Significant financial demands continue as a result of the population growth rate being experienced by Rutherford County. A significant impact of this growth is the demand for additional capital investment. Tennessee statutes mandate to counties the primary responsibility for elementary and secondary education. Education is the largest single major expenditure function of the county. The Board of Education continues to forecast a need for additional schools and significant additions to existing schools within the next five years if growth continues.

In addition to the initial construction costs for new facilities, Rutherford County will incur significant additional recurring costs to staff, operate, and maintain the new facilities. The commissioners are aware of the significance of the additional costs and are expected to prepare the operating budgets accordingly.

Rutherford County is required to conduct a reappraisal of all taxable property every four years. The County completed a reappraisal process in 2022. The reappraisal resulted in a significant increase in recorded property valuations. Upon completion of a reappraisal a county is required to calculate a certified tax rate which is revenue neutral. For Rutherford County, the increase in property values resulted in a reduction of the prior tax rate of \$2.2194 per \$100 of assessed values down to a new certified tax rate of \$1.6162 per \$100 of assessed values.

For fiscal year 2023-2024, the County Commission increased the property tax rate from \$1.6162 to \$1.8762. This 16% increase in the property tax rate was approved to support the operations of the County and support the County's capital improvement plan. After the tax increase, the County's projected unassigned general fund balance is expected to exceed the minimum set by policy (15 percent). According to the Commission's policy, the excess is available to cover revenue shortfalls, unanticipated expenditures, and to ensure stable tax rates.

The County Commission maintained the \$1.8762 tax rate for the 2024-2025 fiscal year. County officials initially projected that the 2024-2025 ending General Fund balance and Debt Service Fund Balance would be approximately unchanged from the prior year. Due to conservative budgeting and strong performance, the County now expects a surplus of \$15 million to \$20 million. The County Commission has voted to maintain the \$1.8762 tax rate for FY 2025-2026.

To better serve the needs of the commission and the public, the commission reviewed the county's policy concerning the fund balance in the General Debt Service Fund. The last revision to this policy was approved April 17, 2014. The policy requires the finance director to determine or estimate the principal and interest requirements of the county and recommend sources of revenues to meet those actual or projected requirements. Additionally, the policy of the county requires that at the beginning of each fiscal year, the county will maintain an adequate amount in cash or investments in the General Debt Service Fund that is conservatively calculated to meet (1) cash flow needs, (2) budgeting contingencies, (3) emergency contingencies, (4) variable rate volatility contingencies, and (5) future forecasted needs. The ending fund balance of the General Debt Service Fund meets the debt service fund balance policy.

**RUTHERFORD COUNTY, TENNESSEE
GENERAL FINANCIAL INFORMATION
SUMMARY OF OUTSTANDING DEBT**

Amount Issued	Issue	Date Issued	Maturity Date	Interest Rate	Principal Outstanding 4/1/2025⁽¹⁾
88,800,000	GO Refunding Bonds, Series 2010	09/28/10	04/01/26	4.00% - 5.00%	4,840,000
2,570,000	GO Bonds, Series 2014B (Taxable)	06/12/14	04/01/34	1.20% - 4.10%	1,460,000
25,640,000	GO Refunding Bonds, Series 2016A	09/15/16	04/01/29	2.50% - 5.00%	11,550,000
101,000,000	GO Public Improvement & School Bonds, Series 2016B	09/28/16	04/01/36	2.50% - 5.00%	68,800,000
81,530,000	GO School Bonds, Series 2017	11/28/17	04/01/38	2.25% - 5.00%	59,955,000
40,680,000	GO School Bonds, Series 2018	08/30/18	04/01/38	2.80% - 5.00%	30,475,000
14,610,000	GO Bonds, Series 2019	09/20/19	04/01/29	5.00%	6,560,000
90,370,000	GO Bonds, Series 2020	10/15/20	04/01/40	1.50% - 5.00%	75,900,000
64,100,000	GO Refunding Bonds, Series 2020	11/12/20	04/01/32	0.27% - 1.73%	45,690,000
21,000,000	GO School Bonds, Series 2021A	09/01/21	04/01/41	2.00% - 5.00%	18,060,000
6,140,000	GO Bonds, Series 2021B (Taxable)	09/01/21	04/01/36	0.30% - 2.00%	4,995,000
171,240,000	GO Bonds, Series 2023	10/06/23	04/01/43	4.375% - 5.00%	160,770,000
43,510,000	GO Refunding and School Bonds, Series 2024	04/24/24	04/01/34	5.00%	39,975,000
20,130,000	GO Refunding Bonds, Series 2025A	01/08/25	04/01/32	5.00%	20,130,000
108,000,000	Proposed GO School Bonds, Series 2025B	TBD	04/01/45	TBD	108,000,000 ⁽²⁾
				Total	657,160,000
Total Current Outstanding Debt					\$657,160,000

**DEBT STATEMENT
(as of June 30, 2024)**

Current Debt	\$657,160,000
Net Direct Debt	\$657,160,000
Net Overlapping Debt (As of 6/30/2024)⁽³⁾	299,132,968
Overall Net Debt	\$956,292,968

DEBT RECORD

There is no record of a default on bond principal and interest from information available.

(1) As of 4/1/2025 and adjusted for Proposed GO School Bonds, Series 2025B.

(2) Preliminary, Subject to change.

(3) Consists of tax supported debt of Murfreesboro, Smyrna, Eagleville, and LaVergne.

Source: Annual Financial Reports prepared by State Comptroller of the Treasury for the fiscal year ending June 30, 2024 and County Officials.

POPULATION

	<u>County</u>	<u>Tennessee</u>
1980 U.S. Census	84,058	4,600,252
1990 U.S. Census	119,847	4,890,626
2000 U.S. Census	183,596	5,703,719
2010 U.S. Census	263,721	6,355,518
2020 U.S. Census	343,302	6,927,904
2021 U.S. Census Estimate	351,241	6,965,740
2022 U.S. Census Estimate	362,044	7,062,217
2023 U.S. Census Estimate	369,649	7,148,304
2024 U.S. Census Estimate	376,996	7,227,750

Source: U.S. Bureau of Census

PER CAPITA DEBT RATIOS

Net Direct Debt	\$1,743
Total Net Overlapping Debt	\$793
Overall Net Debt	\$2,537

DEBT RATIOS

	<u>Assessed Value ⁽¹⁾</u>	<u>Estimated Actual Value ⁽¹⁾</u>
Property Values	\$16,435,038,439	\$66,708,833,300
Net Direct Debt to	4.00%	0.99%
Total Net Overlapping Debt to	1.82%	0.45%
Overall Net Debt to	5.82%	1.43%

⁽¹⁾ Includes estimated value of property subject to in lieu of tax payments.

DEBT TREND For Fiscal Years Ending June 30

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Bonded Debt	\$602,030,000	\$446,435,000	\$485,150,000	\$496,400,000	\$439,745,000
Notes & Cap. Leases & Loans	235,887	602,800	1,241,008	1,872,868	2,493,728
Total Net Debt	<u>\$602,265,887</u>	<u>\$447,037,800</u>	<u>\$486,391,008</u>	<u>\$498,272,868</u>	<u>\$442,238,728</u>

Sources: Annual Financial Reports and Auditor's Report Prepared by State Comptroller of the Treasury for the fiscal years ending June 30, 2020-2024 and County Officials.

DEBT SERVICE REQUIREMENTS

		Existing Bonds (as of April 1, 2025)		Plus: Proposed GO School Bonds, Series 2025B ⁽¹⁾		New Debt Service			
Year Ended June 30		Principal	Interest	Principal	Interest	Principal	Percent of Principal Retired	Interest	Total
1	2026	\$45,690,000	\$20,647,026	\$4,000,000	\$3,301,713	\$49,690,000		\$23,948,739	\$73,638,739
2	2027	42,505,000	18,704,730	3,500,000	4,732,020	46,005,000		23,436,750	69,441,750
3	2028	44,115,000	16,954,901	3,670,000	4,557,020	47,785,000		21,511,921	69,296,921
4	2029	42,995,000	15,371,412	3,850,000	4,373,520	46,845,000		19,744,932	66,589,932
5	2030	39,680,000	13,825,030	4,050,000	4,181,020	43,730,000	35.6%	18,006,050	61,736,050
6	2031	37,590,000	12,330,215	4,250,000	3,978,520	41,840,000		16,308,735	58,148,735
7	2032	39,095,000	10,844,775	4,460,000	3,766,020	43,555,000		14,610,795	58,165,795
8	2033	34,070,000	9,352,933	4,700,000	3,543,020	38,770,000		12,895,953	51,665,953
9	2034	35,325,000	8,120,498	4,910,000	3,308,020	40,235,000		11,428,518	51,663,518
10	2035	30,705,000	6,863,614	5,170,000	3,062,520	35,875,000	66.1%	9,926,134	45,801,134
11	2036	31,745,000	5,831,569	5,420,000	2,804,020	37,165,000		8,635,589	45,800,589
12	2037	24,875,000	4,752,269	5,640,000	2,592,640	30,515,000		7,344,909	37,859,909
13	2038	25,760,000	3,857,988	5,860,000	2,367,040	31,620,000		6,225,028	37,845,028
14	2039	18,030,000	2,927,838	6,100,000	2,132,640	24,130,000		5,060,478	29,190,478
15	2040	18,635,000	2,317,363	6,350,000	1,882,540	24,985,000	88.7%	4,199,903	29,184,903
16	2041	13,170,000	1,676,288	6,610,000	1,619,015	19,780,000		3,295,303	23,075,303
17	2042	12,310,000	1,132,875	6,900,000	1,338,090	19,210,000		2,470,965	21,680,965
18	2043	12,865,000	578,925	7,200,000	1,034,490	20,065,000		1,613,415	21,678,415
19	2044			7,500,000	710,490	7,500,000		710,490	8,210,490
20	2045			7,860,000	365,490	7,860,000	100.0%	365,490	8,225,490
		\$549,160,000	\$156,090,244	\$108,000,000	\$55,649,848	\$657,160,000		\$211,740,092	\$868,900,092

(1) Preliminary, subject to change.

Source: Annual Financial Reports and Auditor's Report Prepared by State Comptroller of the Treasury for the fiscal year ending June 30, 2024 and County Officials.

Real Property Assessment, Tax Levy and Collection Procedures

State Taxation of Property; Classifications of Taxable Property; Assessment Rates

Under the Constitution and laws of the State of Tennessee, all real and personal property is subject to taxation, except to the extent that the General Assembly of the State of Tennessee (the “*General Assembly*”) exempts certain constitutionally permitted categories of property from taxation. Property exempt from taxation includes federal, state and local government property, property of housing authorities, certain low cost housing for elderly persons, property owned and used exclusively for certain religious, charitable, scientific and educational purposes and certain other property as defined under the *Tennessee Code Annotated*.

Under the Constitution and laws of the State of Tennessee, property is classified into three separate classes for purposes of taxation: Real Property; Tangible Personal Property; and Intangible Personal Property. Real Property includes lands, structures, improvements, machinery and equipment affixed to realty and related rights and interests. Real Property is required constitutionally to be classified into four sub classifications and assessed at the rates as follows:

- (a) Public Utility Property (which includes all property of every kind used or held for use in the operation of a public utility, such as railroad companies, certain telephone companies, freight and private car companies, street car companies, power companies, express companies and other public utility companies), to be assessed at 55% of its value;
- (b) Industrial and Commercial Property (which includes all property of every kind used or held for use for any commercial, mining, industrial, manufacturing, business or similar purpose), to be assessed at 40% of its value;
- (c) Residential Property (which includes all property which is used or held for use for dwelling purposes and contains no more than one rental unit), to be assessed at 25% of its value; and
- (d) Farm Property (which includes all real property used or held for use in agriculture), to be assessed at 25% of its value.

Tangible Personal Property includes personal property such as goods, chattels and other articles of value, which are capable of manual or physical possession and certain machinery and equipment. Tangible Personal Property is required constitutionally to be classified into three sub classifications and assessed at the rates as follows:

- (a) Public Utility Property, to be assessed at 55% of its value;
- (b) Industrial and Commercial Property, to be assessed at 30% of its value; and

- (c) All other Tangible Personal Property (including that used in agriculture), to be assessed at 5% of its value, subject to an exemption of \$7,500 worth of Tangible Personal Property for personal household goods and furnishings, wearing apparel and other tangible personal property in the hands of a taxpayer.

Intangible Personal Property includes personal property, such as money, any evidence of debt owed to a taxpayer, any evidence of ownership in a corporation or other business organization having multiple owners and all other forms of property, the value of which is expressed in terms of what the property represents rather than its own intrinsic value. The Constitution of the State of Tennessee empowers the General Assembly to classify Intangible Personal Property into sub classifications and to establish a ratio of assessment to value in each class or subclass and to provide fair and equitable methods of apportionment of the value to the State of Tennessee for purposes of taxation.

The Constitution of the State of Tennessee requires that the ratio of assessment to value of property in each class or subclass be equal and uniform throughout the State of Tennessee and that the General Assembly direct the method to ascertain the value and definition of property in each class or subclass. Each respective taxing authority is constitutionally required to apply the same tax rate to all property within its jurisdiction.

County Taxation of Property

The Constitution of the State of Tennessee empowers the General Assembly to authorize the several counties and incorporated towns in the State of Tennessee to impose taxes for county and municipal purposes in the manner prescribed by law. Under the *Tennessee Code Annotated*, the General Assembly has authorized the counties in Tennessee to levy an *ad valorem* tax on all taxable property within their respective jurisdictions, the amount of which is required to be fixed by the county legislative body of each county.

All property is required to be taxed according to its values upon the principles established in regard to State taxation as described above, including equality and uniformity. All counties, which levy and collect taxes to pay off any bonded indebtedness are empowered, through the respective county legislative bodies, to place all funds levied and collected into a special fund of the respective counties and to appropriate and use the money for the purpose of discharging any bonded indebtedness of the respective counties.

Assessment of Property

The function of assessment is to assess all property (with certain exceptions) to the person or persons owning or claiming to own such property on January 1 for the year for which the assessment is made. All assessment of real and personal property are required to be made annually and as of January 1 for the year to which the assessment applies. Not later than May 20 of each year, the assessor of property in each county is required to (a) make an assessment of all property in the county and (b) note upon the assessor's records the current classification and assessed value of all taxable property within the assessor's jurisdiction.

The assessment records are open to public inspection at the assessor's office during normal business hours. The assessor is required to notify each taxpayer of any change in the classification or assessed value of the taxpayer's property and to cause a notice to be published in a newspaper of general circulation stating where and when such records may be inspected and describing certain information concerning the convening of the county board of equalization. The notice to taxpayers and such published notice are required to be provided and published at least 10 days before the local board of equalization begins its annual session.

Valuation for Property Tax Purposes

The value of all property is based upon its sound, intrinsic and immediate value for purposes of sale between a willing seller and a willing buyer without consideration of speculative values. In determining the value of all property of every kind, the assessor is to be guided by, and follow the instructions of, the appropriate assessment manuals issued by the division of property assessments and approved by the State board of equalization. Such assessment manuals are required to take into account various factors that are generally recognized by appraisers as bearing on the sound, intrinsic and immediate economic value of property at the time of assessment.

Payment In Lieu of Tax Agreements

Rutherford County had payment in lieu of tax (PILOT) agreements with 22 companies in 2023-2024. Section 7-53-305, Tennessee Code Annotated, is the statutory basis for these agreements. This statute allows the County's Industrial Development Board to finance new development with revenue bonds and establish the payment agreements for the term of the bonds.

The value of the property covered by these agreements declined in FY 2024 because a large portion of the PILOT agreement for Nissan expired in FY 2023. A new PILOT agreement with Nissan was entered into for the 2024 Tax Year. This agreement is expected to result in approximately \$2.8 million in new revenue per year beginning with FY 2025.

PILOT revenues go directly to the General Fund of the County. The revenues shown in the County's financial statements include a portion which is allocable to the Town of Smyrna. Smyrna's portion of the revenues is excluded from the table below.

ASSESSED AND ESTIMATED ACTUAL VALUES OF IN-LIEU-OF TAX AGREEMENTS AND TAX PAYMENTS

Fiscal Year Ending	June 30	Tax Year	Estimated	Assessed	Tax Payments
2020	2019		\$2,086,766,418	\$724,470,608	\$5,751,196
2021	2020		\$2,123,583,821	\$727,122,146	\$5,676,655
2022	2021		\$2,147,759,351	\$724,194,857	\$5,647,756
2023	2022		\$2,213,575,621	\$786,195,518	\$4,269,576
2024	2023		\$747,191,513	\$272,388,051	\$1,969,367

Source: Annual Financial Reports and Auditor's Report Prepared by State Comptroller of the Treasury for the fiscal year ending June 30, 2024 and County Officials.

TOP TAXPAYERS

Business	Type of Business	Tax Year 2023 Assessed Value	Assessed Value as a % of Total Assessment	Tax Year 2023 Tax Levy	Tax Levy as a % of Total Levy
Nissan North America	Automobile Manufacturing	\$501,557,607 ⁽¹⁾	3.09%	\$8,063,569 ⁽²⁾⁽³⁾	2.70%
Middle Tennessee Electric	Public Utility	218,147,897	1.34%	4,059,344	1.36%
Progress Residential	Rental Housing	189,978,813	1.17%	3,579,871	1.20%
Prologis	Real Estate Development	155,860,360	0.96%	2,924,252	0.98%
American Homes 4 Rent LLC	Rental Housing	98,195,567	0.61%	1,859,209	0.62%
BVA Avenue	The Avenues (Retail Mall)	76,153,040	0.47%	1,428,783	0.48%
General Mills / Pillsbury	Food Products	64,295,676	0.40%	1,007,869	0.34%
Topre America Corp.	Automotive Supplier	52,218,635	0.32%	979,726	0.33%
Bridgestone/Firestone USA	Tire Manufacturing	50,411,076	0.31%	945,812	0.32%
Wal-mart	Retail	50,250,113	0.31%	942,792	0.32%
		\$1,457,068,784	8.98%	\$25,791,227	8.63%

⁽¹⁾ The Assessed value figures shown are disproportionate to the taxes levied based on an in lieu of tax payment agreement.

⁽²⁾ Nissan North America's Tax Year 2023 Tax Levy represents \$7,390,855 tax on real and personal property not covered by the PILOT agreement and \$661,782 net in lieu of tax payments.

⁽³⁾ Tax revenues are limited by the terms of the in lieu of tax payment agreements.

Source: Annual Financial Reports and Auditor's Report Prepared by State Comptroller of the Treasury for the fiscal year ending June 30, 2024 and County Officials.

PROPERTY VALUATION AND PROPERTY TAX

Fiscal Year Tax Year	2024-2025 2024	2023-2024 2023	Reappraisal 2022-2023 2022	2021-2022 2021	2020-2021 2020
ESTIMATED ACTUAL VALUES					
Residential & Farm	\$46,923,083,423	\$38,377,871,148	\$37,023,068,204	\$27,858,085,586	\$26,662,018,623
Commercial & Industrial	14,705,357,108	12,369,994,008	12,015,770,998	9,904,595,340	9,563,203,130
Personal Property	3,464,955,826	3,302,166,420	2,628,077,672	2,380,877,077	2,235,978,061
Public Utilities	868,245,430	971,454,646	882,211,132	767,059,601	537,173,837
In Lieu of Property Tax Payments ⁽¹⁾⁽²⁾	747,191,513 *	747,191,513	2,213,575,621	2,147,759,351	2,123,583,821
Total Estimated Actual Values	\$66,708,833,300	\$55,768,677,735	\$54,762,703,627	\$43,058,376,955	\$41,121,957,472
Annual Percentage Change	19.62%	1.84%	27.18%	4.71%	15.09%
Estimated Per Capita Amount	\$176,948	\$150,869	\$151,260	\$122,589	\$119,784
ASSESSED VALUES					
Residential & Farm (at 25%)	\$9,926,578,298	\$9,594,467,787	\$9,255,767,051	\$6,169,173,053	\$5,904,304,024
Commercial & Industrial (at 40%)	4,977,469,274	4,947,997,603	4,806,308,399	3,509,396,221	3,388,434,133
Personal Property (at 30% - 40%)	879,613,686	990,649,926	789,138,344	633,344,313	594,758,913
Public Utilities (at 30%-55%)	378,989,130	424,039,953	385,085,159	334,821,516	234,476,380
In Lieu of Property Tax Payments ⁽¹⁾⁽²⁾	272,388,051 *	272,388,051	786,195,518	724,194,857	727,122,146
Total Assessed Values	\$16,435,038,439	\$16,229,543,320	\$16,022,494,471	\$11,370,929,960	\$10,849,095,596
Annual Percentage Change	1.27%	1.29%	40.91%	4.81%	2.44%
Estimated Per Capita Amount	\$43,595	\$43,905	\$44,256	\$32,374	\$31,602
Appraisal Ratio	84.62%	100.00%	100.00%	88.58%	88.58%
Assessed Values to Actual Values	24.64%	29.10%	29.26%	26.41%	26.38%
Property Tax Rate					
General/Operating	\$0.7862	\$0.7862	\$0.5262	\$0.6470	\$0.6170
Schools	0.6927	0.6927	0.8027	1.1024	1.1224
General Debt Service	0.3973	0.3973	0.2873	0.4700	0.4800
Total Property Tax Rate	\$1.8762	\$1.8762	\$1.6162	\$2.2194	\$2.2194
Taxes Levied					
Property Taxes	303,243,646.58	\$298,726,697	\$246,067,008	\$236,550,895	\$224,488,310
In-lieu of Property Taxes ⁽³⁾	1,969,367 *	1,969,367	4,269,576	5,647,756	5,676,655
Total Taxes	\$305,213,014	\$300,696,064	\$250,336,584	\$242,198,651	\$230,164,965
Current Collections					
Current Fiscal Year ⁽⁴⁾	In Process	\$290,991,810	\$241,530,070	\$233,710,645	\$221,580,862
Percent Collected Current FY	In Process	97.41%	98.16%	98.80%	98.70%

⁽¹⁾ The value estimates for producing In-Lieu of Tax Payments were provided by the Rutherford County Trustee and Director of Finance. These values include Nissan which is the largest component.

⁽²⁾ Tax revenues from this line item are limited by the terms of the in lieu of tax payment agreements. Tax revenues from the other categories of assessed values are not limited as to rate or amount.

⁽³⁾ These values are net of the amount paid to the Town of Smyrna.

⁽⁴⁾ Does not include In-Lieu of Property Taxes levied and collected.

*Note: Tax Year 2024 In Lieu of Property Tax Payments are in process of being updated. 2023 Tax Year amounts have been assumed.

Source: State Board of Equalization, 2020 - 2024 Tax Aggregate Reports of Tennessee, the Rutherford County Director of Finance, Clerk and Master, and Property Assessor.

FUND BALANCES

The General Fund is the chief operating fund of Rutherford County Government. At the end of the 2023-2024 fiscal year, the total fund balance and unassigned fund balance of the General Fund were approximately \$135 million and \$115 million, respectively. The increase in the General Fund balance was attributable to an increase in the property tax rate, conservative budgeting, a national opioid settlement, and higher than expected investment income. The increase in the Debt Service Fund balance was attributable to the repayment of an internal loan, an increase in property tax revenues, conservative budgeting and higher than expected investment income. Through the first 10 months of Fiscal Year 2025, actual revenues are exceeding budgeted revenues. The County expects to end the fiscal year with a \$15 million to \$20 million surplus due to conservative budgeting and stronger than expected tax collections and investment income.

GOVERNMENTAL FUNDS	06/30/24	06/30/23	06/30/22	06/30/21	06/30/20
General Government Fund	\$135,434,114	\$88,494,329	\$87,719,976	\$58,270,952	\$54,631,928
Ambulance Service	16,273,154	13,078,452	12,353,218	9,375,847	6,216,710
Special Revenue Funds	55,143,082	48,299,154	43,360,536	37,148,306	33,188,887
Education Funds	166,202,772	167,899,316	141,559,151	104,200,305	70,682,446
Debt Service Funds	68,754,452	14,521,861 ⁽¹⁾	52,075,652	52,222,607	52,829,597
Capital Project - Gen. Government	36,407,800	13,376,009	14,275,045	9,826,118	6,724,116
Capital Project - Education	171,491,423	59,944,199	37,030,401	42,367,978	7,215,699
TOTAL ALL FUNDS	\$649,706,797	\$405,613,320	\$388,373,979	\$313,412,113	\$231,489,383

(1) - The General Debt Service Fund loaned \$35,000,000 to the school department for construction costs during the year ended June 30, 2023. These funds were replenished when bonds were issued in October 2023.

Sources: Annual Financial Reports and Auditor's Report Prepared by State Comptroller of the Treasury for the fiscal years ending June 30, 2020 - 2024 and County Officials.

WHEEL TAX

	FY2023-24	FY2022-23	FY2021-22	FY2020-21	FY2019-20
Rate	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00
General Fund	\$4,653,961	\$4,574,320	\$4,319,099	\$3,945,563	\$3,818,732
Highways	4,653,961	4,574,320	4,319,099	3,945,563	3,818,732
General Purpose School	5,303,506	5,218,523	4,908,773	4,495,203	4,323,155
Total Amount Collected	\$14,611,428	\$14,367,163	\$13,546,971	\$12,386,329	\$11,960,619
% of Increase	1.70%	6.05%	9.37%	3.56%	3.28%

Note - Beginning in FY2023, this table excludes wheel taxes collected on behalf of, and distributed to, the City School System.

Sources: Annual Financial Reports and Auditor's Report Prepared by State Comptroller of the Treasury for the fiscal years ending June 30, 2020-2024 and County Officials.

LOCAL SALES TAX

Tennessee counties may, by a resolution approved by the governing body, levy a sales tax on the same privileges subject to the State sales tax. The local option sales tax rate cannot exceed 2.75%. Additionally, the local option sales tax is only applicable to the first \$1,600 of any single article of personal property. The County's local sales tax collections for FY 2023-24 were over \$115 million, which excludes sales tax collected on behalf of, and distributed to, Cities within the County and the City School System. The County receives the portion of sales taxes originated in unincorporated areas. Sales tax revenues are an important part of the Rutherford County School budget but not a large part of the Rutherford County budget. Through May 2025, the County projects that sales tax collections are approximately 2.47% higher than the same period in Fiscal Year 2024.

	<u>FY2023-24</u>	<u>FY2022-23</u>	<u>FY2021-22</u>	<u>FY2020-21⁽¹⁾</u>	<u>FY2019-20</u>
Rate (Percent of retail sales)	2.75%	2.75%	2.75%	2.75%	2.75%
Distribution					
General Fund	\$2,174,458	\$2,164,191	\$2,056,369	\$1,581,277	\$1,076,066
Solid Waste/Sanitation	6,523,375	6,492,573	6,169,108	4,743,832	3,228,198
Highway/Public Works	2,174,458	2,164,191	2,056,369	1,581,277	1,076,066
General Purpose School	104,703,656	101,893,712	95,662,753	81,355,898	68,090,105
Total Amount Collected	<u>\$115,575,947</u>	<u>\$112,714,667</u>	<u>\$105,944,599</u>	<u>\$89,262,284</u>	<u>\$73,470,435</u>
% of Increase	2.54%	6.39%	18.69%	21.49%	4.74%

(1) - County Officials attribute a portion of the increase in 2020-2021 to changes in Tennessee law that impacted the collection and distribution of sale tax revenue related to remote and online sales.

Note - Beginning in FY2023, this table excludes sales taxes collected on behalf of, and distributed to, Cities within the County and the City School System.

Sources: Annual Financial Reports and Auditor's Report Prepared by State Comptroller of the Treasury for the fiscal years ending June 30, 2020-2024 and County Officials.

Statement of Revenues, Expenditures and Changes in Fund Balances
General Fund
Fiscal Year ended June 30

	2024	2023	2022	2021	2020
REVENUES					
Local Taxes	\$134,033,692	\$97,168,120	\$86,388,305	\$79,877,340	\$77,328,699
Licenses & Permits	4,197,911	3,050,368	3,029,865	3,152,246	2,545,137
Fines, Forfeitures, and Penalties	1,574,030	1,623,060	1,465,722	1,432,103	1,719,437
Charges for Current Services	4,610,414	2,601,806	2,338,096	2,400,828	2,314,776
Other Local Revenues	17,514,720	10,409,271	2,272,792	2,461,696	5,194,135
Fees Received from County Officials	15,829,286	14,158,961	14,826,786	13,592,675	12,250,722
State of Tennessee	14,555,977	13,225,295	5,693,986	7,142,891	9,985,651
Federal Government	4,880,208	5,230,680	26,905,720	10,462,249	1,890,308
Other Governments	1,173,318	2,622,921	397,757	484,865	369,466
Total Taxes and Revenues	198,369,556	150,090,482	143,319,029	121,006,893	113,598,331
Other Sources:					
Debt Proceeds					
Insurance Recovery	214,242	94,454	447,741	228,845	5,900
Operating Transfers In			23,790,423	692,550	660,394
Total Other Sources	214,242	94,454	24,238,164	921,395	666,294
Total Revenues & Other Sources	198,583,798	150,184,936	167,557,193	121,928,288	114,264,625
EXPENDITURES					
General Government	13,913,452	14,019,261	10,034,003	10,416,326	9,558,020
Finance	13,800,983	12,014,068	10,419,957	10,510,037	8,566,161
Administration of Justice	13,114,880	12,108,548	10,469,346	10,218,872	9,984,762
Public Safety	88,144,829	76,694,402	63,701,145	54,393,374	60,094,386
Public Health and Welfare	7,874,535	7,031,262	5,986,963	7,090,820	5,669,717
Social, Cultural, and Recreational Services	3,439,625	3,318,200	3,127,101	2,897,390	3,034,617
Agriculture and Natural Resources	1,335,719	1,307,472	1,179,199	1,129,070	1,121,303
Other Operations	9,119,990	13,304,675	31,985,031	20,827,466	7,744,712
Debt Service					
Total Expenditures	150,744,013	139,797,888	136,902,745	117,483,355	105,773,678
Payments to Refunded Bond Escrow Agent	-	-	-	-	-
Operating Transfers Out	900,000	9,612,695	1,205,424	805,909	4,171,954
Total Other Sources	900,000	9,612,695	1,205,424	805,909	4,171,954
Total Expenditures & Other Uses	151,644,013	149,410,583	138,108,169	118,289,264	109,945,632
Excess of Revenues & Other Sources					
Sources Over (Under) Expenditures	46,939,785	774,353	29,449,024	3,639,024	4,318,993
Fund Balance July 1	88,494,329	87,719,976	58,270,952	54,631,928	50,312,935
Prior Period Adjustment	-	-	-	-	-
Fund Balance, June 30	135,434,114	88,494,329	87,719,976	58,270,952	54,631,928

Sources: Annual Financial Reports and Auditor's Report Prepared by State Comptroller of the Treasury for the fiscal years ending June 30, 2020-2024 and County Officials.

SELECTED FINANCIAL INFORMATION REGARDING THE COUNTY

General

The County accounts for its financial resources on the basis of funds and account groups, each of which is considered a separate accounting entity. The General Fund is the general operating fund of the County. Other funds include Special Revenue Funds, the General Debt Service Fund, Capital Projects Funds, Internal Service Funds and Trust and Agency Funds. For additional information regarding the component units, see Notes to the General Purpose Financial Statements contained in Appendix C hereto.

Revenues received from ad valorem taxes levied on all taxable property within the boundaries of the County securing the payment of principal of and interest on the Obligations are deposited in the Debt Service Funds of the County. Such tax collections for the Obligations will be used exclusively to pay the principal of and interest on the Obligations. Included as Appendix C to this Official Statement are the General Purpose Financial Statements and notes thereto for the fiscal year ended June 30, 2024. Potential purchasers should read Appendix C in its entirety for more complete information concerning the County's financial position.

The County uses the modified accrual basis of accounting for all Governmental Funds, Expendable Trust Funds and Agency Funds. Under the modified accrual basis of accounting, revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized when the related fund liability is incurred. Funds where expenditures determine the eligibility for grants recognize revenue at the time of the expenditures. Grant proceeds received prior to meeting the aforementioned revenue recognition policy are recorded as deferred revenues. Principal and interest on general 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.

The primary revenues susceptible to accrual are revenues received from the State of Tennessee. Sales tax collected and held by the State at year-end on behalf of the County and its component units are also recognized as revenue.

All Proprietary Funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned and their expenses are recognized when incurred.

For additional information regarding these funds, see Notes to the Comprehensive Annual Financial Report of the County for the Fiscal Year Ended June 30, 2024, in Appendix C hereto.

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APPENDIX C

Comprehensive Annual Financial Report of the County for the
Fiscal Year Ended June 30, 2024

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**ANNUAL COMPREHENSIVE
FINANCIAL REPORT
RUTHERFORD COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2024**



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

Report Prepared by:

MICHAEL SMITH, CPA
Director of Finance
Rutherford County, Tennessee

Independent Audit Performed by:

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

JEFF BAILEY, CPA, CGFM, CFE
Audit Manager

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

RUTHERFORD COUNTY, TENNESSEE

TABLE OF CONTENTS

	Exhibit	Page(s)
Summary of Audit Findings		9
INTRODUCTORY SECTION		40
Letter of Transmittal		11-16
GFOA Certificate of Achievement for FY23 Report		17
Organization Chart		18
Rutherford County Officials		19
FINANCIAL SECTION		20
Independent Auditor's Report		21-24
Management's Discussion and Analysis		25-40
BASIC FINANCIAL STATEMENTS:		41
Government-wide Financial Statements:		
Statement of Net Position	A	42-43
Statement of Activities	B	44-45
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C-1	46-47
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	C-2	48
Statement of Revenues, Expenditures, and Changes in Fund Balances	C-3	49-50
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	C-4	51
Statement of Revenues, Expenditures, and Changes in Fund Balance – Actual (Budgetary Basis) and Budget:		
General Fund	C-5	52-55
Proprietary Funds:		
Statement of Net Position	D-1	56
Statement of Revenues, Expenses, and Changes in Net Position	D-2	57-58
Statement of Cash Flows	D-3	59
Fiduciary Funds:		
Statement of Net Position	E-1	60
Statement of Changes in Net Position	E-2	61
Index and Notes to the Financial Statements		62-158

	Exhibit	Page(s)
REQUIRED SUPPLEMENTARY INFORMATION:		159
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	F-1	160
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on Participation in the Public Employee Pension Plan of TCRS – Discretely Presented Rutherford County School Department	F-2	161
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on Participation in the Public Employee Pension Plan of TCRS – Discretely Presented Community Care of Rutherford County	F-3	162
Schedule of Contributions Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	F-4	163
Schedule of Contributions Based on Participation in the Public Employee Pension Plan of TCRS – Discretely Presented Rutherford County School Department	F-5	164
Schedule of Contributions Based on Participation in the Public Employee Pension Plan of TCRS – Discretely Presented Community Care of Rutherford County	F-6	165
Schedule of Contributions Based on Participation in the Teacher Retirement Plan of TCRS – Discretely Presented Rutherford County School Department	F-7	166
Schedule of Contributions Based on Participation in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Rutherford County School Department	F-8	167
Schedule of Proportionate Share of the Net Pension Liability (Asset) in the Teacher Retirement Plan of TCRS – Discretely Presented Rutherford County School Department	F-9	168
Schedule of Proportionate Share of the Net Pension Liability (Asset) in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Rutherford County School Department	F-10	169
Schedule of Changes in the Total OPEB Liability and Related Ratios - Single-Employer Defined Benefit Plan - Primary Government, Discretely Presented Rutherford County School Department, Discretely Presented Community Care of Rutherford County, Discretely Presented Rutherford County Emergency Communications District, and Rutherford County Airport (joint venture)	F-11	170-171
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan - Discretely Presented Rutherford County School	F-12	172
Notes to the Required Supplementary Information		173
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:		174
Nonmajor Governmental Funds:		175
Combining Balance Sheet	G-1	176-179
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	G-2	180-183

	Exhibit	Page(s)
Schedules of Revenues, Expenditures, and Changes in Fund		
Balances – Actual (Budgetary Basis) and Budget:		
Solid Waste/Sanitation Fund	G-3	184
Ambulance Service Fund	G-4	185
Industrial/Economic Development Fund	G-5	186
Special Purpose Fund	G-6	187
Drug Control Fund	G-7	188
Other General Government Fund	G-8	189
Highway/Public Works Fund	G-9	190
Major Governmental Fund:		191
Schedule of Revenues, Expenditures, and Changes in Fund		
Balance – Actual and Budget:		
General Debt Service Fund	H	192
Proprietary Funds:		193
Combining Statement of Net Position	I-1	194
Combining Statement of Revenues, Expenses, and Changes in		
Net Position	I-2	195
Combining Statement of Cash Flows	I-3	196
Fiduciary Funds:		197
Combining Statement of Net Position - Custodial Funds	J-1	198
Combining Statement of Changes in Net Position –		
Custodial Funds	J-2	199
Component Unit:		
Discretely Presented Rutherford County School Department:		200
Statement of Activities	K-1	201
Balance Sheet – Governmental Funds	K-2	202-203
Reconciliation of the Balance Sheet of Governmental Funds		
to the Statement of Net Position	K-3	204
Statement of Revenues, Expenditures, and Changes in Fund		
Balances – Governmental Funds	K-4	205-206
Reconciliation of the Statement of Revenues, Expenditures,		
and Changes in Fund Balances of Governmental Funds		
to the Statement of Activities	K-5	207
Combining Balance Sheet – Nonmajor Governmental Funds	K-6	208
Combining Statement of Revenues, Expenditures, and		
Changes in Fund Balances – Nonmajor Governmental Funds	K-7	209
Schedules of Revenues, Expenditures, and Changes in Fund		
Balances – Actual (Budgetary Basis) and Budget:		
General Purpose School Fund	K-8	210-211
School Federal Projects Fund	K-9	212-213
Central Cafeteria Fund	K-10	214
Education Capital Projects Fund	K-11	215
Statement of Fiduciary Net Position	K-12	216
Statement of Changes in Fiduciary Net Position	K-13	217

	Exhibit	Page(s)
Miscellaneous Schedules:		218
Schedule of Changes in Long-term Other Loans and Bonds	L-1	219
Schedule of Long-term Debt Requirements by Year	L-2	220
Schedule of Notes Receivable	L-3	221
Schedule of Transfers – Primary Government and Discretely Presented Rutherford County School Department	L-4	222
Schedule of Salaries and Official Bonds of Principal Officials – Primary Government and Discretely Presented Rutherford County School Department	L-5	223-224
Schedule of Detailed Revenues – All Governmental Fund Types	L-6	225-248
Schedule of Detailed Revenues – All Governmental Fund Types – Discretely Presented Rutherford County School Department	L-7	249-256
Schedule of Detailed Expenditures – All Governmental Fund Types	L-8	257-289
Schedule of Detailed Expenditures – All Governmental Fund Types – Discretely Presented Rutherford County School Department	L-9	290-306
STATISTICAL SECTION	Table	307
Financial Trends:		
Net Position by Component	1	308
Changes in Net Position	2-2a	309-311
Governmental Activities Tax Revenue by Source	3-3a	312-313
Fund Balances of Governmental Funds	4-4a	314-315
Changes in Fund Balances of Governmental Funds	5-5a	316-318
Revenue Capacity:		
Assessed and Estimated Actual Value of Property	6	319
Property Tax Rates – Direct and Overlapping Governments	7	320
Principal Taxpayers	8	321
Property Tax Levies and Collections by Tax Year	9	322
Assessed and Estimated Actual Value of in-Lieu-of Tax Agreements and Tax Payments	10	323
Debt Capacity:		
Ratios of Net General Outstanding Bonded Debt	11	324
Direct and Overlapping Debt	12	325
Demographic and Economic Information:		
Demographic Statistics	13	326
Principal Employers	14	327
Operating Information:		
Full-time Employees by Function	15	328
Operating Indicators by Function	16	329
Capital Assets by Function	17	330

	Exhibit	Page(s)
SINGLE AUDIT SECTION		331
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 <i>Government Auditing Standards</i>		332-333
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 Uniform Guidance		334-336
Schedule of Expenditures of Federal Awards and State Grants		337-340
Summary Schedule of Prior-year Findings		341
Schedule of Findings and Questioned Costs		342-346
Management's Corrective Action Plan		347-351
Best Practice		352

Summary of Audit Findings

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

Scope

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

Results

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

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

Findings

The following is a summary of the audit findings:

OFFICES OF DIRECTOR OF FINANCE AND ASSESSOR OF PROPERTY

- ◆ Expenditures were misclassified in the accounting records of the general fund.

OFFICE OF ASSESSOR OF PROPERTY

- ◆ The assessor did not properly prorate improvements and new construction.
- ◆ The assessor did not properly pick up all improvements in the appropriate tax year.



INTRODUCTORY SECTION



RUTHERFORD COUNTY
FINANCE DEPARTMENT
Rutherford County Courthouse, Suite 201
Murfreesboro, Tennessee 37130
(615) 898-7795
FAX 904-7526

LETTER OF TRANSMITTAL

December 10, 2024

To the County Mayor, Board of County Commissioners, and Citizens
of Rutherford County, Tennessee

The Annual Comprehensive Financial Report (ACFR) of Rutherford County, Tennessee, for the year ended June 30, 2024, is hereby submitted as required by state statutes. These statutes require that all local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by the State of Tennessee's Comptroller of the Treasury, Division of Local Government Audit, or by independent public accountants within six months of the close of each fiscal year. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report of Rutherford County. This report was prepared by the County's Finance Department in conjunction with the above state agency.

This report consists of management's representations concerning the finances of Rutherford County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of Rutherford County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of financial statements in conformity with GAAP. The cost of internal controls should not outweigh their benefits in Rutherford County. The comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The goal of the independent audit was to provide reasonable assurance that the financial statements of Rutherford County, for the fiscal year ended June 30, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The financial statements of Rutherford County have been audited by the State of Tennessee's Comptroller of the Treasury, Division of Local Government Audit. The independent

auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion on the financial statements of Rutherford County, for the fiscal year ended June 30, 2024, that are fairly presented in accordance with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of Rutherford County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and compliance with legal requirements involving the administration of federal awards. These reports are available in a separate section of this annual comprehensive financial report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Rutherford County's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Located in the "Heart of Tennessee" with 615 square miles of land area, Rutherford County is the geographic center of the state and is the fifth largest county in the state. Rutherford County was incorporated in 1834 and is governed by an elected County Mayor and a 21-member County Commission. Virtually all the County Commission's business is conducted through the committee system before moving to the full County Commission for a final vote. The County provides a full range of services, including elementary and secondary education, law enforcement and corrections, judicial, solid waste collection, public health and welfare, and the construction and maintenance of highways and related infrastructure.

Rutherford County operates under Chapter 49, Private Acts of 1979, as amended. This legislation is specific only to Rutherford County and governs the authorities, responsibilities, and day-to-day operations of the Finance Department. The finance director reports directly to the County Commission and is responsible for establishing and maintaining an accounting system for all funds of the County in accordance with generally accepted accounting principles. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., sheriff). A formal budget is adopted annually by the County Commission for the General fund, Solid Waste fund, Ambulance fund, Industrial/Economic Development Fund, Special Purpose (DEA) fund, Drug Control fund, Highway Dept. fund, and General Debt Service fund. In the additional the County Commission, also approves the school department funds and is their funding body. These funds are reviewed daily by the Finance Department for compliance. No appropriation made by the County Commission may be legally exceeded, except by resolution of the full commission. The County Commission's budgetary control is at the major category level as defined by the County Uniform Chart of Accounts, prescribed by the Tennessee State Comptroller's Office. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, this comparison is presented on Exhibit C-5. For governmental funds with appropriated annual budgets, other than the General Fund, the information is presented on Exhibits G-3 through H.

The financial statements include separate reporting for three legally separate entities: (1) Rutherford County Board of Education, which operates the public school system in the County; (2) Community Care of Rutherford County, Inc., which provides nursing home care to the citizens of Rutherford County; and (3) Rutherford County Emergency Communications District, which provides a simplified means of securing emergency services through a uniform emergency number for the residents of Rutherford County. Rutherford County is financially accountable only for the Rutherford County Board of Education.

ECONOMIC CONDITION

Local Economy

The strength of Rutherford County's economy can be attributed to its diversity of manufacturing, retail establishments, warehouse facilities, higher education institutions, medical services and corporate call centers. The County's strong economy in turn attracts a growing population. Rutherford County has been recognized as one of the fastest growing counties in America. The citizenry has grown to 367,619 per the 2024 Census estimates, which is 27% above the 2015 Census.

The County's largest manufacturing employers include Nissan USA, Asurion, Bridgestone, Adient, Schneider Electric, and General Mills. While manufacturing is one of the County's strongest economic segments, distribution, transportation, and other service related industries are also large contributors to the strength of the economy. Tennessee's second largest state university with an enrollment of approximately 22,000, a regional veteran's facility with 347 hospital beds and 245 long-term care beds, a call center for the Veteran's Administration, and numerous other companies are all located in Rutherford County. The employees of the south-central regional office for State Farm Insurance continue to work remotely. The County also benefits from being within a day's drive of 75 percent of the nation's markets and only minutes from three major interstates.

Nissan, with approximately 8,000 employees from throughout the region, is a major employer in the County. The Nissan Vehicle Assembly Plant in Smyrna was opened in 1983. Nissan has reportedly invested over \$6.4 billion in manufacturing facilities. The Smyrna plant is located on over 884 acres and the facility covers over 5.9 million square feet. The plant capacity is over 640,000 vehicles per year. Currently, the Nissan plant produces the Maxima, Murano, Pathfinder, Leaf, Infiniti QX60 and the Rogue.

The economic base in the County continues to grow. In August 2022, Minnesota-based McNeilus Truck and Manufacturing, Inc., an Oshkosh Corporation company, announced that they were investing more than \$50 million to expand its manufacturing presence in Murfreesboro. McNeilus expected to occupy a new facility which will bring 230 new jobs to the area over the next five years. In July of 2023, McNeilus announced the investment of an additional \$25.2 million to expand its manufacturing presence. The new investment is expected to bring an additional 100 jobs for the fabrication and weldment of custom vehicle components.

Murfreesboro welcomed numerous new small businesses, construction projects, and started on a One East College infill downtown development project which is expected to vitalize downtown Murfreesboro to have more foot traffic. Additionally, the city and county approved a new development to revitalize portions of broad street in the Downtown area.

The labor force within the County has increased from 149,973 in 2014 to 199,566 in December 2023, reflecting a 33% increase. The Covid-19 outbreak, and the impact on economic conditions, resulted in a sharp increase in the unemployment rate in 2020. However, as of December 2023, the County's estimated unemployment rate is 2.4% which compares favorably to the State average of 3.5% and the U. S. average of 3.7%.

Using the local option sales tax revenue received by the General Purpose School Fund as another economic indicator for the County, since all local sales tax includes an education component, it's interesting to note during FY 2024 this revenue component increased 2.87 percent over the prior year to \$104.7 million. Rutherford County Board of Education depends on the education component of the local option sales tax to provide 19.5 percent of its income for the fiscal year.

Rutherford County had a major impact on tourism numbers in the Volunteer State last year. According to Rutherford County, the annual amount of money spent by visitors to Rutherford County increased by 3.78% between 2022 and 2023. A total of \$772 million was spent by guests in Rutherford County in 2023. Of the money spent locally, 30% went to the food and beverage industry, 30% was spent on transportation, 22% was used for lodging, 10% was spent in local retail stores and the remaining 8% was used for recreation.

Major Initiatives

Schools: Major financial pressures continue because of the very high population growth rate being experienced by Rutherford County. The most significant impact of this growth is the demand for additional capital investment. As expected, school enrollment increased by 929 students from the prior year.

In April 2024, the Commission approved funding of \$60 million for the construction of a new elementary school. The county was able fund \$30 million from reserves rather than borrowing the full amount.

Solid Waste: Besides the remarkable population growth, the County is experiencing, another pressing challenge facing the County and Municipal Governments is our locally available disposal capacity for both solid waste and debris. In August 2016, the County and city of Murfreesboro contracted with Gershman, Brickner & Bratton, Inc. (GBB) to prepare a solid waste strategic plan that would identify and evaluate available technologies to expand, create, supplement, or replace the existing infrastructure to manage the community's solid waste management needs into the next 20 to 40 years. To evaluate the situation, representatives from the County and cities of Murfreesboro, Eagleville, LaVergne and town of Smyrna participated in a Solid Waste Advisory/Steering Council (SWAC) organized by the County and City of Murfreesboro. The GBB Project Team conducted a planning and public decision-making process that reviewed key factors such as: technology and management options for the future solid waste management system; who the solid waste management system should serve; how the system should be implemented; and, how the system will be administered. In February 2018, at its final meeting, the SWAC endorsed the organizational option of creating a solid waste management authority under the Tennessee Solid Waste Authority Act of 1991. At the same meeting the SWAC recommended the solid waste authority pursue two management options. The first being a plan to extend the available time for disposing of waste at the Middle Point landfill, delaying closure and the loss of economic benefits (referred to as Middle Point 2.0). The second was the idea to develop two transfer stations in the County allowing waste and recyclables to be consolidated and better marketed for disposal or processing (referred to as Max-Flex system). In April 2018, the Rutherford County Commission dismissed the recommendation for Middle Point 2.0 and tabled a decision regarding the recommendation for the creation of an Authority but requested additional information regarding

the Max-Flex system. During the 2018-2019 fiscal year, key decision makers visited many solid waste and recycle facilities across the country and within Tennessee. During 2019-2020 many companies proposed various ideas for waste disposal and recycling efforts in response to a request for information issued by the County in June 2020. Based on the gathered information, the County engaged Caldwell Environmental Solutions, LLC in November 2020 to assist with a request for proposal process. As a result, nine companies responded and have presented their proposals to the Public Works Committee. In October 2022, the commission authorized \$200 thousand for the design and engineering of a transfer station. In October 2023, the commission borrowed \$20 million through a General Obligation Bond Debt issuance to fund the construction of a waste transfer station. As of December 2024, construction is ongoing and anticipated to be completed in Spring of 2025.

Long-term Financial Planning and Relevant Financial Policies

On June 24, 2024, the County Commission agreed to use \$312 of the unassigned fund balance to fund the General Fund operations for the 2024-2025 fiscal year. For fiscal year 2024-2025, the County Commission approved no change to the property tax rate of \$1.8775. The County's projected unassigned general fund balance is expected to exceed the minimum set by policy (15 percent). According to the Commission's policy, the excess is available to cover revenue shortfalls, unanticipated expenditures, and to ensure stable tax rates.

To better serve the needs of the commission and the public, the commission has reviewed the County's policy concerning the fund balance in the General Debt Service Fund. The policy requires the finance director to determine or estimate the principal and interest requirements of the County and recommend sources of revenues to meet those actual or projected requirements. Additionally, the policy of the County requires that at the beginning of each fiscal year, the County will maintain an adequate amount in cash or investments in the General Debt Service Fund that is conservatively calculated to meet (1) cash flow needs, (2) budgeting contingencies, (3) emergency contingencies, (4) variable rate volatility contingencies, and (5) future forecasted needs. The ending fund balance of the General Debt Service Fund meets the debt service fund balance policy.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its annual comprehensive financial report (ACFR) for the fiscal year ended June 30, 2023. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

To be awarded a Certificate of Achievement, the County had to publish an easily readable and efficiently organized ACFR that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Rutherford County has received the Certificate of Achievement for 28 consecutive fiscal years. We believe that our current ACFR continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department during the past fiscal year. They

are Mark Tucker, Teresa Jolly, Chrissi Caruthers, Reba Carleton, Sharon Richards, Jennifer Henson, Scott Magner, Lisa Boulanger, Kierstie Jensen, Patricia Newcomb, Denise Terranova, Megan Mckee and Alissa Phillips. I would also like to thank the staff of the County's Office of Information Technology for keeping our accounting system operational. Credit should also be given to the County Mayor and the governing body for their interest and support in planning and conducting the operations of Rutherford County government in a responsible and progressive manner.

Sincerely,

Michael Smith, CPA
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Rutherford County
Tennessee**

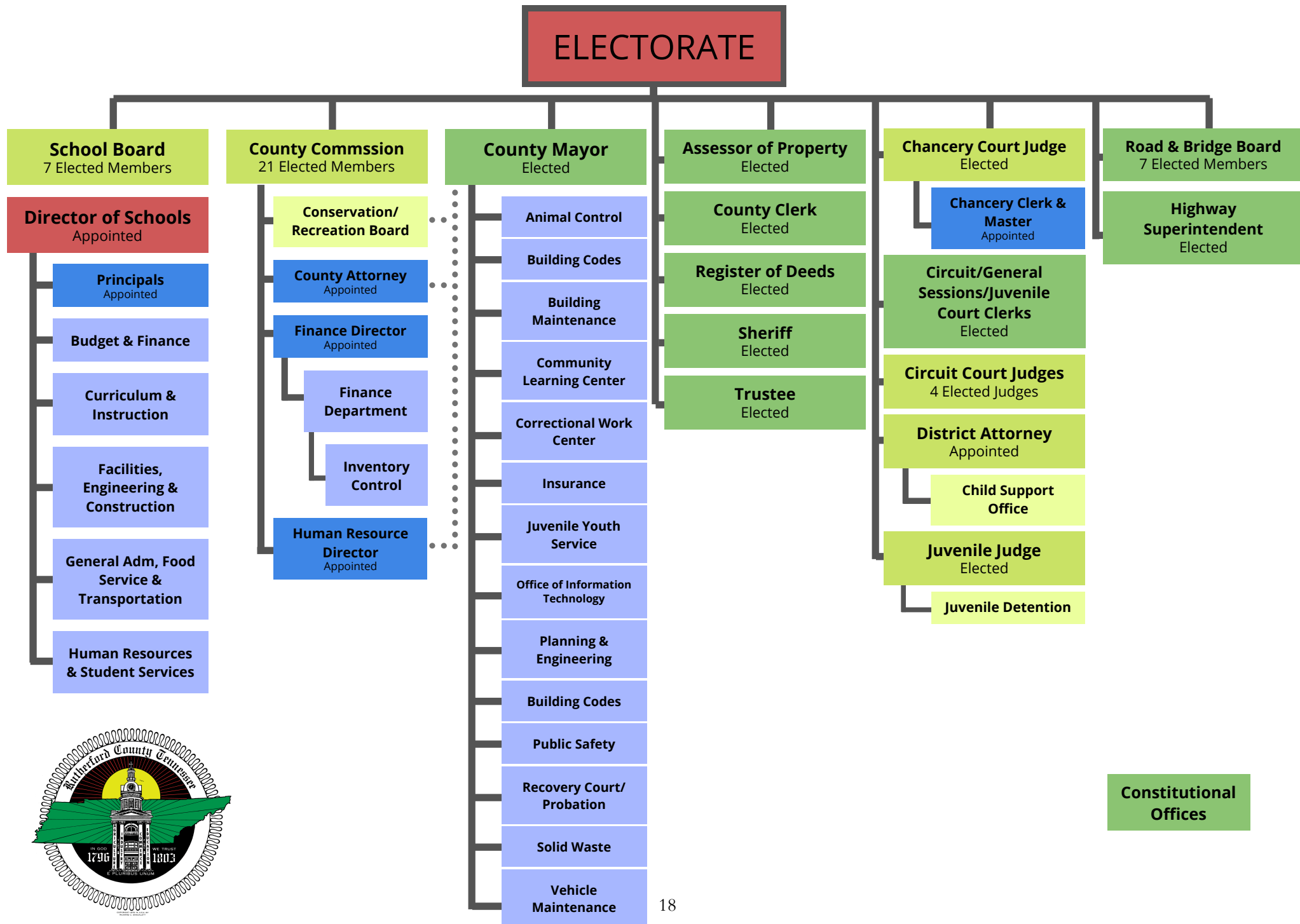
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO

Rutherford County Government Organizational Chart



RUTHERFORD COUNTY OFFICIALS

June 30, 2024

Officials

Joe Carr, County Mayor
Greg Brooks, Highway Superintendent
James Sullivan, Director of Schools
Thomas Batey, Trustee
Rob Mitchell, Assessor of Property
Lisa Crowell, County Clerk
Melissa Harrell, Circuit, General Sessions, and Juvenile Courts Clerk
Adam Dodd, Clerk and Master
Heather Dawbarn, Register of Deeds
Michael Fitzhugh, Sheriff
Michael Smith, Director of Finance

Board of County Commissioners

Jeff Phillips, Chairman	Phil Wilson
Hope Oliver	Anthony Johnson
Steve Percy	Carl Boyd
Michael Wrather	Paul Johnson
Robert Peay Jr.	Wayne Irvin
Laura Davidson	Craig Harris
Jonathan Beverly	Phil Dodd
Michael Kusch	Allen McAdoo
Pettus Reed	Romel McMurry
Joshua James	Trey Gooch
Chantho Sourinho	

Highway Commissioners

Mark Lee, Chairman	Michael Anderson
David Victory	Michael Shirley
Keith Bratcher	Keith Elrod
Paul Johnson	

Board of Education

Sheila Bratton, Chairman	Frances Rosales
Caleb Tidwell	Katie Darby
Tammy Sharp	Coy Young
Clair Maxwell	

Audit Committee

Barbara Sutton, Chairman	Hope Oliver
Craig Harris	Blair Haskins
Claire Maxwell	Suzanne Vandiver
Mark Lee	

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Rutherford County, Tennessee, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund 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 discretely presented Community Care of Rutherford County, Inc., which represent 0.49 percent, 0.54 percent, and 1.5 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. We did not audit the financial statements of the discretely presented Rutherford County Emergency Communications District, which represent 0.94 percent, .99 percent, and 0.36 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. We did not audit the financial statements of the Internal School Fund of the Rutherford County School Department (a discretely presented component unit), which represent one percent, 1.09 percent, and 2.9 percent, respectively, of the assets, net position, and revenues of the discretely presented school department component unit. Those amounts were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to amounts included for the discretely presented Community Care of Rutherford County, Inc., the Rutherford County Emergency Communications District, and the Internal School Fund of the discretely presented Rutherford County School Department is based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 Rutherford County, Tennessee, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

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

Emphasis of Matter

We draw attention to Note I.D.11. to the financial statements, which describes a change in accounting estimate. For the year ended June 30, 2024, the measurement date for the OPEB obligations changed from June 30 of the prior year to June 30 of the current year which resulted in two years of activity reflected in the current year's schedule. Also, the amortization period changed from 6.58 years to five years. 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 Rutherford 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 Rutherford 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 Rutherford 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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedules of changes in the county's and school department's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in the total OPEB liability and related ratios as listed 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 Rutherford 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 Rutherford 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 Rutherford 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 and statistical sections 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 December 10, 2024, on our consideration of Rutherford 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 Rutherford 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 Rutherford County's internal control over financial reporting and compliance.

Very truly yours,

A handwritten signature in blue ink, appearing to read "J.E. Mumpower", with a long horizontal flourish extending to the right.

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 10, 2024

JEM/gc

**Rutherford County, Tennessee
Management's Discussion and Analysis
For the Year Ended June 30, 2024**

As management for Rutherford County, Tennessee, we offer readers of the financial statements for Rutherford County, Tennessee, this narrative overview and analysis of the financial activities of the Rutherford County, Tennessee, government for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report. **All amounts, unless otherwise indicated, are expressed in thousands of dollars.**

Financial Highlights

- The assets and deferred outflows of resources of Rutherford County Government exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$105,115 (net position). Part of the liabilities (\$493,462) is long-term debt that is attributable to the Rutherford County Board of Education (RCBOE), a component unit. The related capital assets are reported in the financial statements of the RCBOE.
- From yearly activity, the government's total net position increased by \$7,648 resulting mostly from the primary government borrowing funds on behalf of RCBOE in the fiscal year.
- As of the close of the current fiscal year, the governmental funds of Rutherford County, Tennessee, reported combined ending fund balances of \$312,013, an increase of \$134,243 in comparison with the prior year. Most of the increase occurred in the General and General Debt Service funds, due to larger than expected investment income because of higher interest rates. Of the combined fund balances, \$240,793 is available for spending at the government's discretion (assigned and unassigned fund balances).
- At the end of the current fiscal year, an assigned fund balance of \$312 in the General Fund will be used to fund operations in the 2024-2025 fiscal year. Unassigned fund balance for the General Fund was \$115,707 or 76.76% of total General Fund expenditures.
- The total debt of Rutherford County, Tennessee increased by \$155,228 (34.72%) during the current fiscal year. During the fiscal year, the county retired \$40,585 of bonded debt, and retired principal balances of \$367 for other loans.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the basic financial statements of Rutherford County, Tennessee. The basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the finances of Rutherford County, Tennessee, in a manner similar to a private-sector business. The government-wide financial statements consist of two statements: the Statement of Net Position and the Statement of Activities.

The Statement of Net Position presents information on all of the assets, deferred outflows, liabilities, and deferred inflows for Rutherford County, Tennessee, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Rutherford County, Tennessee, is improving or deteriorating.

The Statement of Activities presents information showing how Rutherford County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Rutherford County, Tennessee, that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Rutherford County, Tennessee, include general government; finance; administration of justice; public safety; public health and welfare; social, cultural, and recreational services; agriculture and natural resources; and highways/public works. The Rutherford County Government has no business-type activities to report.

The government-wide financial statements include not only Rutherford County Government itself (known as the primary government), but also a legally separate school system for which the Rutherford County Government is financially accountable. These statements also include a legally separate E-911 district and a legally separate nursing home facility. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on Exhibits A and B of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Rutherford County, Tennessee, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Rutherford County, Tennessee, can be divided into three categories: governmental, proprietary, and fiduciary.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on

balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

Rutherford County, Tennessee, maintains 11 individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund and General Debt Service Fund, both of which are considered to be major funds. Data from the other nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Rutherford County, Tennessee, adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on Exhibits C-1 through C-5 of this report.

Proprietary funds. Rutherford County maintains one type of proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among Rutherford County's various functions. Rutherford County, Tennessee, uses internal service funds to account for the county's self-insured insurance funds (workers' compensation, employee health insurance, and liability). Because these services benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found on Exhibits D-1 through D-3 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Rutherford County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on Exhibits E-1 through E-2 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund

financial statements. The notes to the financial statements can be found after the Basic Financial Statements; see the table of contents for location.

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

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the notes to the required supplementary information. Combining and individual fund statements and schedules can be found on Exhibits G-1 through J-2 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Rutherford County, Tennessee, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$105,115 at the close of the fiscal year. The Constitution for the State of Tennessee allows only the local legislative body authorization to issue debt. Therefore, whenever the Rutherford County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by the Rutherford County Government. As of June 30, 2024, Rutherford County had outstanding debt totaling (\$493,462) for capital purposes of the Rutherford County Board of Education, but the capital assets are reported in the financial statements of the Rutherford County Board of Education. Rutherford County has incurred the related liability significantly decreasing its unrestricted net position without a corresponding increase in the county's capital assets.

Rutherford County, Tennessee, Net Position

	Governmental Activities	
	2023	2024
Assets:		
Current and other assets	\$ 442,832	\$ 571,309
Capital assets	389,305	409,989
Total assets	\$ 832,137	\$ 981,298
Deferred outflows of resources:		
Deferred charge on refunding	\$ 3,706	\$ 2,717
Pension related	35,473	41,528
OPEB related	2,773	0
Total deferred outflows of resources	\$ 41,952	\$ 44,245
Liabilities:		
Long-term liabilities outstanding	\$ 484,134	\$ 641,567
Unearned Revenue	21,139	7,169
Other liabilities	60,475	71,941
Total liabilities	\$ 565,748	\$ 720,677
Deferred inflows of resources:		
Deferred current property taxes	\$ 182,795	\$ 188,477
Pension related	3,906	2,948
OPEB related	24,172	8,325
Total deferred inflows of resources	\$ 210,873	\$ 199,750
Net position:		
Net investment in capital assets	\$ 287,739	\$ 318,772
Restricted	20,010	20,840
Unrestricted	(210,282)	(234,497)
Total net position	\$ 97,467	\$ 105,115

By far the largest portion of Rutherford County's net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) of \$318,772; less any related debt used to acquire those assets that is still outstanding. Rutherford County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Rutherford County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Rutherford County's Changes in Net Position

Governmental activities. Governmental activities increased Rutherford County Government's net position by \$7,648. Key elements of this increase are displayed on the Changes in Net Position Table. While revenues increased \$65,965 from the prior year, the largest portion coming from property taxes. Additionally, expenses increased \$91,226. The following table also presents 2023-2024 revenues and expenses as a percentage of total revenues and expenses.

CHANGES IN NET POSITION

	Governmental Activities		
	2023	2024	
Revenues:			
Program revenues:			
Charges for services	\$ 85,710	\$ 74,181	20%
Operating grants and contributions	20,404	18,400	5%
Capital grants and contributions	18,543	19,505	5%
General revenues:			
Property taxes	123,497	184,787	49%
Payment in-lieu-of taxes	4,001	2,775	1%
Local option sales taxes	10,637	10,898	3%
Hotel/Motel tax	6,136	6,059	2%
Wheel tax	9,149	9,308	2%
Business tax	4,936	6,087	2%
Mixed drink tax	22	28	0%
Litigation tax	2,993	3,492	1%
Development/School facilities tax	2,975	3,479	1%
Mineral severance tax	514	1,128	0%
Bank excise tax	1,695	1,806	0%
Wholesale beer tax	733	922	0%
Grants and contributions not restricted to specific programs	3,405	3,343	1%
Unrestricted investment income	12,831	27,221	7%
Other	321	1,049	0%
Total revenues	\$ 308,502	\$ 374,468	100%
Expenses:			
General government	\$ 39,417	\$ 31,723	9%
Finance	12,197	17,492	5%
Administration of justice	21,275	17,758	5%
Public safety	64,716	67,651	18%
Public health and welfare	37,503	28,106	8%
Social, cultural, and recreation services	4,320	4,426	1%
Agriculture and natural resources	1,456	1,481	0%
Highways	14,834	15,282	4%
Education	71,604	167,352	46%
Interest on long-term debt	8,272	15,549	4%
Total expenses	\$ 275,594	\$ 366,820	100%
Change in net position	\$ 32,908	\$ 7,648	
Net position, July 1	64,559	97,467	
Net position, June 30	\$ 97,467	\$ 105,115	

Changes in general revenue occurred primarily due to an increase in the property tax rate and investment income, and a decrease in program revenues due to the school system no longer participating in the county self-insured medical program. The County Trustee's offices collected 97.41 % of the current year tax levy by year end compared to 98.16% in the prior

year. The property tax rate increased 16.09% due to the county board of commissioners raising the tax rate.

Governmental Program Expenses

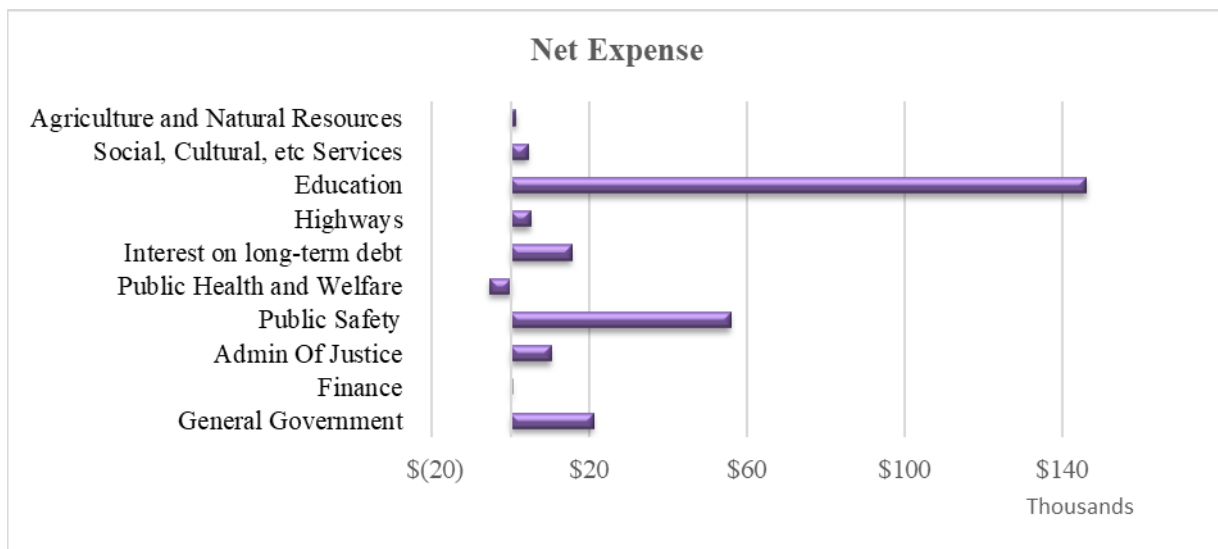
The cost of all governmental activities was \$366,820. However, as shown on the previous page, 30.56% of these costs (\$112,086) were paid either by those who directly benefited from the programs (\$74,181), by other governments and organizations that subsidized certain programs with operating grants and contributions (\$18,400), or by capital grants and contributions (\$19,505). The county paid for the remaining “public benefit” portion of governmental activities with taxes, general grants and contributions, and other miscellaneous revenue (69.44% of the cost of all governmental activities).

Education expenses of \$167,352, Public Safety expenses of \$67,651, General Government expenses of \$31,723 and Public Health and Welfare expenses of \$28,106 comprise the largest categories of expenses of Rutherford County, which when combined (\$294,832) comprise 80.4% of total expenses. Rutherford County’s Board of Education is a component unit of the primary government and does not have the authority to issue debt. Rutherford County issues debt on the Board of Education’s behalf; then contributes the proceeds to the Board so they can purchase, build, or renovate schools. For FY 2022-2023, the county issued \$35,000 in bond anticipation notes as a contribution to the Rutherford County School Department, repaid in October 2023 to the General Debt Service Fund as bonds issued. Additionally, the county issued Series 2023 bonds on October 6, 2023, with \$146,581 being for school construction and Series 2024 bonds on April 24, 2024, with \$26,845 being for school construction.

Expenses by Governmental Activities. The following table shows the “net (expense) revenue” as a percentage of the total expense. Net expense is all program expenses less all program revenue. Citizens must then pay for these governmental activities through taxes, unrestricted grants, contributions, and investment income. The next table shows the percentage of total expenses, along with the impact of the program on the local citizens’ tax base, as a percentage. For example, during the 2023-2024 fiscal year, 39.8% of Education expenses was covered by the local citizen tax base while 15.2% for Public Safety expenses was covered by the local citizen tax base. Seldom does program revenue exceed the government expenses; however, program revenue for Public Health and Welfare programs did indeed exceed the expense.

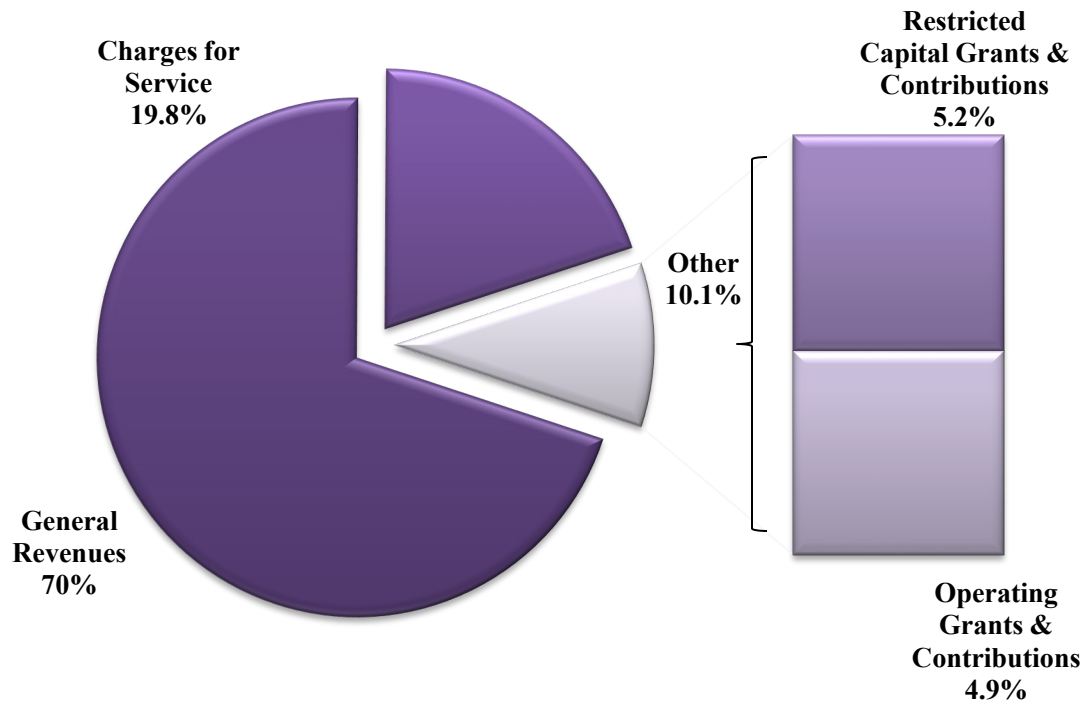
Net Program Cost to Taxpayers
Allocation of the Citizen Tax Base to Governmental Activities

Function - % of Total Expense	Program Revenue	Expense	Net (Expense) Revenue	Net Expense as % to Total Expense
General Gov't - 8.65%	\$ 10,640	\$ 31,723	\$ (21,083)	5.7%
Finance - 4.77%	17,041	17,493	(452)	0.1%
Admin. of Justice - 4.84%	7,462	17,758	(10,296)	2.8%
Public Safety - 18.44%	11,898	67,651	(55,753)	15.2%
Health & Welfare - 7.66%	33,496	28,106	5,390	-1.5%
Social, Cultural, Rec. Services - 1.21%	-	4,426	(4,426)	1.2%
Agri. & Natural Resources - .4%	158	1,481	(1,323)	0.4%
Highways - 4.17%	10,137	15,282	(5,144)	1.4%
Education -45.62%	21,254	167,352	(146,098)	39.8%
Interest on debt - 4.24%	-	15,549	(15,549)	4.2%
Total Governmental Activities	\$ 112,086	\$ 366,820	\$ (254,734)	69.4%



Revenues

Revenues on the government-wide statement of activities are broken into two major categories: program and general revenues. Of the total revenues, 29.98% is received from program revenues and 70.02 from general revenues.



Program revenues are of three types: charges for services/exchange type transactions (arise from charges to customers), operating grants and contributions that are restricted for a specific purpose, and capital grants and contributions that are restricted for a specific purpose. As depicted in the previous chart, the largest source of program revenue is from charges for services.

General revenues are all revenues that do not qualify as program revenues and by far are the largest revenue source. Within this major category, as in prior years, the largest single revenue source is property tax and payments in-lieu-of tax (PILOT) as illustrated in the following chart.

General Revenue	Revenue	% of total General Revenue
Property Taxes	\$ 184,787	70.43%
Payments in-Lieu-of Tax	2,775	1.06%
Local Option Sales Tax	10,898	4.15%
Hotel/Motel Tax	6,059	2.31%
Wheel Tax	9,308	3.55%
Business Tax	6,087	2.32%
Mixed Drink Tax	28	0.01%
Litigation Tax	3,492	1.33%
Adequate Facilities/Development Tax	3,479	1.33%
Mineral Severance Tax	1,128	0.43%
Bank Excise Tax	1,806	0.69%
Wholesale Beer Tax	922	0.35%
Grants and Contributions Not Restricted to Specific Programs	3,343	1.27%
Unrestricted Investment Income	27,221	10.37%
Miscellaneous	1,049	0.40%
Total	\$ 262,382	100%

Financial Analysis of the Government's Funds

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

Governmental funds. The focus of Rutherford County Government's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Rutherford County Government's financing requirements.

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: non-spendable, restricted, committed, assigned, or unassigned.

- Non-spendable Fund Balance, \$59 – 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, \$44,554 – 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, \$26,607 – 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.

- Assigned Fund Balance, \$125,086 – 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 authorized the Budget/Finance Committee by resolution to make assignments.
- Unassigned Fund Balance, \$115,707 – the residual classification of the General Fund. This classification generally represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

As of the end of the current fiscal year, Rutherford County Government's governmental funds reported combined ending fund balances of \$312,013, which was an increase of \$134,243 in comparison with the prior year. The County General Fund and General Debt Service Fund experienced most of the increase due to larger than expected investment income and a \$35,000 contribution to the Rutherford County school department in prior year, that was repaid to the debt service fund in October 2023.

The General Fund is the chief operating fund of Rutherford County Government. On a budgetary basis, the actual net change to fund balance was an increase of \$46,940. Revenues were less than final estimates by \$3,420. All of the negative performance was due to grant revenue budgeted but not received until next fiscal year. Estimates for local taxes and fees from county officials performed better than anticipated. The current property tax levy was estimated at 95.5% collected as of fiscal year end; however, the County Trustee's Office collected 97.41% of this tax. Unspent appropriations totaled \$23,782 which mostly resulted from unspent grant funds, salary, wages, and related benefits. Net other financing sources/uses was \$881 less than expected.

On a GAAP basis, the unassigned fund balance was \$115,707 while total General Fund balance was \$135,434, which is an increase of \$46,940 over the prior fiscal year. Assigned fund balance was \$312, which has been assigned for the purpose to fund operations in the next fiscal year. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 76.76% of total General Fund expenditures, while total fund balance represents 89.84% of that same amount. It should be noted that when the original budget for 2023-2024 was adopted, the assigned and unassigned fund balance was estimated at \$71,610 by June 30, 2024. The improvement to the estimate of unassigned fund balance was primarily due to the conservative budgeting of property tax collection, an increase in interest rates, which caused an increase in investment income, and receiving monies from the national opioid settlement. Additionally, all departments did not spend all their appropriations. Wages and related benefits are budgeted as if all positions would be filled for the entire year, which is rarely the case.

The General Debt Service Fund is the fund Rutherford County sets aside resources to meet current and future debt service requirements on general long-term debt. At the end of the current fiscal year, assigned fund balance in this fund was \$66,934 while total fund balance was \$68,754. The restricted fund balance offsets the Note Receivable due from the City of Murfreesboro Water and Sewer Department. The funding from the city will come from monies collected from sewer taps sold in the Rockvale area. The county and city both contributed to

the cost of a sewer line constructed to service Rockvale Middle School. As a measure of the debt service liquidity, it will be most useful to compare assigned fund balance to the total of debt service expenditures. The assigned fund balance represents 107.46% of total FY24 expenditures for debt service. However, \$35,000 of bonds issued was repaid to the General Debt Service Fund in October 2023, due to a temporary contribution made to the Rutheford County School District.

General Fund Budgetary Highlights

During the fiscal year, there was an increase of \$15,931 in appropriations from the original budget. These differences are summarized in the following table. Significant changes are displayed in the following table and discussed further by function below.

Net Change in Appropriation Budget Amended over (under) Original			
	2023	2024	
General Government	\$ 2,479	\$ 479	
Finance	325	149	
Admin. Of Justice	1,027	939	
Public Safety	3,845	5,951	
Public Health and Welfare	359	439	
Social, Cultural, and Rec.	100	60	
Agriculture & Nat. Resources	47	35	
Other Operations	15,416	7,879	
	\$ 23,598	\$ 15,931	

This fiscal year General Government had a net increase of \$479. Appropriations for the County Mayor increased \$108 to hire additional contracted security for county buildings. Additional appropriations totaling \$72 were needed in Building Maintenance to provide necessary repairs to county buildings and risk management had an increase of \$177 due to additional liability insurance costs.

The increase in Finance was primarily for the accounting office hiring additional personnel and the county's Office of Information Technology needed additional appropriations of \$68 for a grant received to provide additional security equipment.

The increase of \$939 in appropriations for Administration of Justice were needed for several departments and offices. Drug Court needed \$678 which was related to grants they received to run their various programs.

The increase in appropriations for Public Safety totaled \$5,951. Most related to the Jail. The \$1,048 increase in the jail was necessary to provide additional appropriations for medical services and facility repairs. Disaster Relief (\$1,226) also received additional appropriations for a radio communications contract.

Within Public Health and Welfare, an additional appropriation of \$439 was authorized for the expenditure of opioid grant funds.

For Social, Cultural, and Recreation - the Parks and Recreation department needed an additional \$60 for a contribution to the City of Murfreesboro for the county's obligation for maintenance of the greenway. The County contributes 5% of the collected hotel/ motel tax for this purpose. As discussed before, the hotel/motel tax collected during the year was more than anticipated, which caused the need for an increase in appropriations.

The increase in Agriculture and Natural Resources totaled \$35 and was mostly needed by the Agriculture Extension Service for various cleaning and maintenance projects and to add LED lighting in various areas.

The largest change to the original budget was \$7,879 for Other Operations which mostly resulted from federal grant funds awarded to Rutherford County. The county received an award of \$5,579 for water infrastructure projects. This project carried over from the prior year. An increase in appropriations was needed for Employee Benefits (\$250) to pay claims stemming from the workers compensation/on the job injury program. The County contributes 15% of the collected hotel motel tax to the Convention & Visitor's Bureau. As noted above, the hotel/motel tax collected during the year was more than anticipated, which required the additional appropriation of \$925 for Tourism. Because of improving estimated revenue, additional appropriation of \$1,100 was needed for the trustee's commission reflected in the Miscellaneous function. Also, in this function there was an additional appropriation of \$500 for judgements.

The actual results compared to the final budget are displayed on the next table. On a budgetary basis, at the close of the fiscal year, actual expenditures were \$23,782 less than budgetary estimates. Also, across all functions personnel and benefit line items left unspent totaled \$9,273. The county typically budgets all positions as being filled for the entire year. Because of turnover, there are normally appropriations left unspent in those cost categories. Unspent appropriations for services and supplies are estimated at approximately \$11,425 while unspent appropriations for other expenditures totaled approximately \$3,084.

Variance of Actual Results with Final Budget
Positive (Negative)

	<u>2023</u>	<u>2024</u>
General Government	\$ 2,190	\$ 2,042
Finance	1,474	1,396
Administration of Justice	1,680	1,590
Public Safety	8,860	12,443
Public, Health and Welfare	1,160	1,568
Social, Cultural and Recreational	50	35
Agriculture and Natural Resources	82	211
Other Operations	8,625	4,497
	<u>\$ 24,121</u>	<u>\$ 23,782</u>

Capital Assets and Debt Administration

Capital Assets. Rutherford County Government's investment in capital assets for its governmental funds as of June 30, 2024, totaled \$409,989 (net of accumulated depreciation). The investment in capital assets includes land, intangibles – right of ways, buildings and improvements, other capital assets (includes equipment), other intangibles, and infrastructure (roads, highways, and bridges). The increase in Rutherford County Government's investment in capital assets for the current fiscal year totaled \$20,684, which represented a 5.31% increase over the prior year.

	Governmental Activities	
	2023	2024
Land	\$ 45,815	\$ 45,815
Intangibles (Right of Way)	48,156	48,980
Buildings and Improvements	119,893	130,057
Infrastructure	104,730	105,124
Intangibles (Other)	1,807	1,783
Other Capital Assets	19,264	21,089
Other Operations	49,640	57,141
	<u>\$ 389,305</u>	<u>\$ 409,989</u>

Additional information on Rutherford County's capital assets can be found in Note IV.C. of the notes to the financial statements.

Long-term debt. At the end of the current fiscal year, Rutherford County Government had total bonded debt and loans outstanding of \$602,266. All debt is backed by the full faith and credit of the government.

Rutherford County, Tennessee, Outstanding Debt

Issued for:	Rutherford County Board of Education		General Government		Total Governmental Activities	
	2023	2024	2023	2024	2023	2024
Notes	\$ 603	\$ 236	\$ -	\$ -	\$ 603	\$ 236
Bonds	353,282	493,226	93,153	108,804	446,435	602,030
Total	<u>\$ 353,885</u>	<u>\$ 493,462</u>	<u>\$ 93,153</u>	<u>\$ 108,804</u>	<u>\$ 447,038</u>	<u>\$ 602,266</u>

Rutherford County Board of Education is currently servicing some of the debt on behalf of the primary government. In previous years, this debt was reflected as debt of the Board of Education; however, this debt has been reclassified as debt of the primary government because the primary government is legally obligated to repay the debt.

Rutherford County increased its long-term debt by \$155,228 (34.72%) during the 2023-2024 fiscal year. Rutherford County Government maintains a rating of "Aaa" from Moody's and a rating of "AA+" from Standard and Poor's for the general obligation bonds. Currently, state statutes do not limit the amount of general obligation debt a government entity may issue. Additional information on the Rutherford County Government's long-term debt can be found in Exhibits L-1, L-2, and Notes IV.F. of this report.

Economic Factors and Next Year's Budget and Rates

Rutherford County adopted a budget for the fiscal year ending June 30, 2024, on June 26, 2023. As in prior years, many factors were considered when adopting this budget. Rutherford County continues to be one of the fastest growing areas in the State of Tennessee. Based on continued increases in the local sales tax and revenues related to residential construction, it appears that the county's economy continues to be stable and strengthened in some areas. However, as in prior years, estimates for revenues from property tax, sales tax, development tax, hotel/motel tax and building related revenues were conservatively developed for the next fiscal year. Rutherford County's Board of Commissioners has strived to limit the tax burden on property owners but has always been cognizant of the financial policies they have set in place.

For calendar year 2024, the County Commission moved pennies to the General, Ambulance Fund, and Education Capital Projects Fund from the Rutherford County School General Purpose Fund. The county was able to do this due to other local revenues (i.e. Sales tax) increasing in the General Purpose School Fund. The chart below shows how the property tax rate was allocated to the various funds.

Distribution of the County Property Tax Rate

Fund	2023		2024	
	Adopted Tax Rate	Change	Adopted Tax Rate	
General	\$ 0.711	\$ 0.005	\$ 0.7160	
Ambulance Service	0.068	0.001	0.0690	
Highway/Public Works	0.0072	0.000	0.0072	
Education	0.5927	-0.020	0.5727	
Education Capital Projects	0.1000	0.014	0.1140	
Debt Service	0.3973	0.000	0.3973	
Total	\$ 1.8762	\$ 0.0000	\$ 1.8762	

Projected amounts were sufficient and available in the unassigned fund balance in the General Fund to allow a portion to be used to fund operations in the next fiscal year. Rutherford County Government has appropriated \$312 for spending in the 2024-2025 fiscal year. This is reflected as the Assigned for Other Purposes in the Balance Sheet of the Governmental Funds as of June 30, 2024. Unassigned fund balance in the General Fund was projected at \$115,707 as of June 30, 2024, which is 67% of the original 2024-2025 General Fund appropriations.

The Board of Education requested funding for three high school additions during FY23. The County Commission approved funding and issued a Bond Anticipation Note (BAN) in June 2023, for \$35 million. This BAN was repaid to the General Debt Service fund in October 2023 with the issuance of \$171 million in General Obligation Bonds on October 6, 2023. This debt issuance included money for three high school additions, construction of a solid waste transfer station and funding for a joint road project with the Tennessee Department of

Transportation. Additionally, with this bond issuance, in September 2023 Moody's maintained their rating of "Aaa" for the general obligation bonds of Rutherford County. Standard and Poor's maintained their "AA+" rating for the County. These ratings were reaffirmed with a debt refunding and new issuance in April 2024. This issuance was for construction of a new elementary school. Due to the strong financial position of the county, we were able to borrow for 10 years instead of 20 years and pay for almost half of the school without borrowing.

Request for Information

This financial report is designed to provide a general overview of the Rutherford County Government's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, Rutherford County Government, Historic Courthouse Suite 201, 1 Public Square, Murfreesboro, TN 37130.

BASIC FINANCIAL STATEMENTS SECTION

Exhibit A

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

	Primary Government	Component Units		
		Rutherford	Community	
		County	Care of	Emergency
		School	Rutherford	Communications
	Governmental			
	Activities	Department	County, Inc.	District
ASSETS				
Cash	\$ 3,300,480	\$ 12,223,834	\$ 3,454,375	\$ 7,254,756
Equity in Pooled Cash and Investments	355,144,682	345,190,523	0	0
Inventories	0	725,190	36,349	0
Accounts Receivable	11,774,458	342,126	1,256,294	1,523
Allowance for Uncollectibles	(4,414,417)	0	(80,374)	0
Lease Receivable	0	0	0	1,037
Property Taxes Receivable	196,896,708	99,919,797	0	0
Allowance for Uncollectible Property Taxes	(7,014,746)	(3,576,889)	0	0
Due from Other Governments	6,631,613	37,047,902	0	0
Due from Component Units	235,857	0	0	0
Other Current Assets	0	28,863	0	0
Prepaid Items	58,588	578	1,013	665,365
Restricted Assets:				
Amounts Accumulated for Pension Benefits	0	9,000,395	0	0
Cash-Patient's Funds	0	0	26,955	0
Notes Receivable - Long-term	8,695,785	0	0	0
Lease Receivable - Long-term	0	0	0	209,452
Net Pension Asset - Teacher Retirement Plan	0	2,108,750	0	0
Net Pension Asset - Teacher Legacy Pension Plan	0	56,453,740	0	0
Capital Assets:				
Assets Not Depreciated:				
Land	45,814,862	30,058,798	113,184	17,500
Intangible Assets (Right-of-Ways)	48,979,767	0	0	0
Construction in Progress	57,141,437	87,619,130	110,040	0
Other Capital Assets-not depreciated	0	0	0	79,924
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	130,056,698	545,933,052	0	747,648
Capital Improvements	0	0	658,449	0
Infrastructure	105,123,614	0	0	0
Intangible Assets	1,783,408	13,442	0	1,674,518
Other Capital Assets	21,088,783	7,375,118	524,105	1,085,643
Total Assets	\$ 981,297,577	\$ 1,230,464,349	\$ 6,100,390	\$ 11,737,366
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Amount on Refunding	\$ 2,717,324	\$ 0	\$ 0	0
Pension Changes in Experience	19,262,643	25,455,792	971,496	178,084
Pension Changes in Investment Earnings	2,095,960	11,629,750	105,708	11,533
Pension Changes in Assumptions	10,182,651	26,289,566	513,554	0
Pension Changes in Proportion	0	6,978	0	0
Pension Contribution after Measurement Date	9,986,744	21,024,307	545,775	0
OPEB Benefits Paid After Measurement Date	0	579,353	0	63,557
Total Deferred Outflows of Resources	\$ 44,245,322	\$ 84,985,746	\$ 2,136,533	\$ 253,174

(Continued)

Exhibit A

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

	Primary Government	Rutherford County School Department	Component Units Community Care of Rutherford County, Inc.		Emergency Communications District
LIABILITIES					
Accounts Payable	\$ 1,974,705	\$ 363,940	\$ 155,266	\$	6,077
Accrued Payroll	3,127,592	44,624,592	128,111		0
Payroll Deductions Payable	57,759	13,029,236	0		0
Accrued Leave	0	0	222,570		44,069
Accrued Other Benefits	0	0	26,955		0
Accrued Interest Payable	5,589,828	0	0		0
Due to Primary Government	0	235,857	0		0
Current Liabilities Payable from Restricted Assets:					
Customer Deposits Payable	3,237,826	0	0		0
Unearned/Unavailable Revenue	7,168,590	0	0		0
Noncurrent Liabilities:					
Due Within One Year - Debt	49,822,537	0	0		0
Due Within One Year - Other	8,131,316	4,620,707	23,763		2,375
Due in More Than One Year - Debt	600,465,464	0	0		0
Due in More Than One Year - Other	41,101,597	23,245,673	1,154,599		334,253
Total Liabilities	\$ 720,677,214	\$ 86,120,005	\$ 1,711,264	\$	386,774
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 188,477,156	\$ 95,622,913	\$ 0	\$	0
Deferred Lease Receivable	0	0	0		207,151
Pension Changes in Experience	2,947,583	5,676,902	148,659		1,173
Pension Changes in Proportion	0	2,302,071	0		0
OPEB Changes in Experience	8,325,566	2,157,782	198,972		46,111
Total Deferred Inflows of Resources	\$ 199,750,305	\$ 105,759,668	\$ 347,631	\$	254,435
NET POSITION					
Net Investment in Capital Assets	\$ 318,771,792	\$ 670,999,540	\$ 1,405,778	\$	3,605,233
Restricted for:					
General Government	881,626	0	0		0
Finance	144,073	0	0		0
Administrative of Justice	530,293	0	0		0
Public Safety	4,332,946	0	0		0
Public Health and Welfare	5,174,200	0	0		0
Debt Service	9,106,358	0	0		0
Capital Projects	671,390	133,931,490	0		0
Education	0	35,715,496	0		0
Pensions	0	67,562,885	0		0
Unrestricted	(234,497,298)	215,361,011	4,772,250		7,744,098
Total Net Position	\$ 105,115,380	\$ 1,123,570,422	\$ 6,178,028	\$	11,349,331

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

Exhibit B

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

Functions/Programs					Net (Expense) Revenue and Changes in Net Position			
	Expenses	Program Revenues			Primary Government Total Governmental Activities	Component Units		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Rutherford County School Department	Community Care of Rutherford County, Inc.	Emergency Communications District
Primary Government:								
General Government	\$ 31,723,199	\$ 8,205,146	\$ 252,774	\$ 2,181,945	\$ (21,083,334)	\$ 0	\$ 0	\$ 0
Finance	17,492,573	16,582,428	458,248	0	(451,897)	0	0	0
Administration of Justice	17,757,699	7,440,028	22,100	0	(10,295,571)	0	0	0
Public Safety	67,650,801	6,100,346	5,720,550	76,761	(55,753,144)	0	0	0
Public Health and Welfare	28,106,027	14,440,520	5,705,440	13,349,909	5,389,842	0	0	0
Social, Cultural, and Recreational Services	4,425,711	0	0	0	(4,425,711)	0	0	0
Agriculture and Natural Resources	1,481,029	158,244	0	0	(1,322,785)	0	0	0
Highways	15,281,582	0	6,240,676	3,896,734	(5,144,172)	0	0	0
Education	167,352,091	21,254,079	0	0	(146,098,012)	0	0	0
Interest on Long-term Debt	15,549,371	0	0	0	(15,549,371)	0	0	0
Total Primary Government	<u>\$ 366,820,083</u>	<u>\$ 74,180,791</u>	<u>\$ 18,399,788</u>	<u>\$ 19,505,349</u>	<u>\$ (254,734,155)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Component Units:								
Rutherford County School Department	\$ 514,659,830	\$ 8,629,816	\$ 85,088,601	\$ 150,359,780	\$ 0	\$ (270,581,633)	\$ 0	\$ 0
Community Care of Rutherford County, Inc.	11,143,090	11,864,617	618,812	0	0	0	1,340,339	0
Emergency Communications District	2,023,575	2,781,167	0	0	0	0	0	757,592
Total Component Units	<u>\$ 527,826,495</u>	<u>\$ 23,275,600</u>	<u>\$ 85,707,413</u>	<u>\$ 150,359,780</u>	<u>\$ 0</u>	<u>\$ (270,581,633)</u>	<u>\$ 1,340,339</u>	<u>\$ 757,592</u>

(Continued)

Exhibit B

RUTHERFORD 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	Component Units		
					Government Total Governmental Activities	Rutherford County School Department	Community Care of Rutherford County, Inc.	Emergency Communications District
General Revenues:								
Taxes:								
Property Taxes Levied for General Purposes					\$ 122,556,841	\$ 94,517,003	\$ 0	\$ 0
Property Taxes Levied for Debt Service					62,230,325	0	0	0
Payments in-Lieu-of Tax					2,774,445	139,591	0	0
Local Option Sales Tax					10,898,362	104,857,856	0	0
Hotel/Motel Tax					6,058,833	0	0	0
Wheel Tax					9,307,922	5,303,506	0	0
Business Tax					6,086,648	3,119,539	0	0
Mixed Drink Tax					27,836	716,914	0	0
Litigation Tax					3,491,829	0	0	0
Adequate Facilities/Development Tax					3,479,299	3,479,299	0	0
Mineral Severance Tax					1,127,854	0	0	0
Bank Excise Tax					1,806,184	0	0	0
Wholesale Beer Tax					921,945	0	0	0
Grants and Contributions Not Restricted to Specific Programs					3,342,998	351,356,427	0	164,000
Unrestricted Investment Income					27,221,441	7,168,171	10,357	69,430
Miscellaneous					1,049,324	163,075	0	4,708
Total General Revenues					<u>\$ 262,382,086</u>	<u>\$ 570,821,381</u>	<u>\$ 10,357</u>	<u>\$ 238,138</u>
Change in Net Position					\$ 7,647,931	\$ 300,239,748	\$ 1,350,696	\$ 995,730
Net Position, July 1, 2023					<u>97,467,449</u>	<u>823,330,674</u>	<u>4,827,332</u>	<u>10,353,601</u>
Net Position, June 30, 2024					<u><u>\$ 105,115,380</u></u>	<u><u>\$ 1,123,570,422</u></u>	<u><u>\$ 6,178,028</u></u>	<u><u>\$ 11,349,331</u></u>

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

RUTHERFORD COUNTY, TENNESSEE**Balance Sheet**

Governmental Funds

June 30, 2024

	Major Funds		Nonmajor Funds	
		General	Other	
	General	Debt	Govern-	Total
		Service	mental	Governmental
			Funds	Funds
ASSETS				
Cash	\$ 2,870	\$ 0	\$ 2,105,696	\$ 2,108,566
Equity in Pooled Cash and Investments	138,460,251	65,912,488	104,093,206	308,465,945
Accounts Receivable	3,237,577	166,145	8,290,486	11,694,208
Allowance for Uncollectibles	0	0	(4,414,417)	(4,414,417)
Due from Other Governments	2,792,060	816,220	3,023,333	6,631,613
Property Taxes Receivable	118,513,020	65,772,928	12,610,760	196,896,708
Allowance for Uncollectible Property Taxes	(4,218,337)	(2,348,855)	(447,554)	(7,014,746)
Prepaid Items	58,588	0	0	58,588
Notes Receivable - Long-term	0	1,820,785	6,875,000	8,695,785
Total Assets	<u>\$ 258,846,029</u>	<u>\$ 132,139,711</u>	<u>\$ 132,136,510</u>	<u>\$ 523,122,250</u>
LIABILITIES				
Accounts Payable	\$ 959,205	\$ 0	\$ 988,690	\$ 1,947,895
Accrued Payroll	2,367,611	0	759,981	3,127,592
Payroll Deductions Payable	41,616	0	16,143	57,759
Current Liabilities Payable From Restricted Assets	3,237,826	0	0	3,237,826
Unearned/Unavailable Revenue	409,024	0	6,759,566	7,168,590
Total Liabilities	<u>\$ 7,015,282</u>	<u>\$ 0</u>	<u>\$ 8,524,380</u>	<u>\$ 15,539,662</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Current Property Taxes	\$ 113,450,731	\$ 62,952,479	\$ 12,073,946	\$ 188,477,156
Deferred Delinquent Property Taxes	774,491	432,780	81,913	1,289,184
Other Deferred/Unavailable Revenue	2,171,411	0	3,632,235	5,803,646
Total Deferred Inflows of Resources	<u>\$ 116,396,633</u>	<u>\$ 63,385,259</u>	<u>\$ 15,788,094</u>	<u>\$ 195,569,986</u>
FUND BALANCES				
Nonspendable:				
Prepaid Items	\$ 58,588	\$ 0	\$ 0	\$ 58,588
Restricted:				
Restricted for General Government	820,889	0	0	820,889
Restricted for General Government - American Rescue Plan Act	0	0	2,149	2,149
Restricted for Finance	144,073	0	0	144,073
Restricted for Administration of Justice	530,293	0	0	530,293
Restricted for Public Safety	803,399	0	3,529,547	4,332,946
Restricted for Public Health and Welfare	5,171,186	0	3,014	5,174,200
Restricted for Debt Service	0	1,820,785	7,049,716	8,870,501
Restricted for Capital Projects	671,390	0	24,007,969	24,679,359

(Continued)

RUTHERFORD COUNTY, TENNESSEE**Balance Sheet**

Governmental Funds (Cont.)

	Major Funds		Nonmajor Funds	
		General	Other	Total
	General	Debt	Govern- mental	Governmental
		Service	Funds	Funds
FUND BALANCES (CONT.)				
Committed:				
Committed for General Government	\$ 466,157	\$ 0	\$ 0	\$ 466,157
Committed for Finance	158,673	0	0	158,673
Committed for Administration of Justice	33,732	0	0	33,732
Committed for Public Safety	3,371,685	0	0	3,371,685
Committed for Public Health and Welfare	6,320,598	0	0	6,320,598
Committed for Agriculture and Natural Resources	863,444	0	0	863,444
Committed for Other Operations	350	0	0	350
Committed for Highways/Public Works	0	0	2,992,212	2,992,212
Committed for Capital Projects	0	0	12,399,831	12,399,831
Assigned:				
Assigned for General Government	0	0	175,254	175,254
Assigned for Finance	0	0	753,831	753,831
Assigned for Administration of Justice	0	0	1,180,746	1,180,746
Assigned for Public Health and Welfare	0	0	31,307,699	31,307,699
Assigned for Other Operations	0	0	370,261	370,261
Assigned for Highways/Public Works	0	0	24,051,807	24,051,807
Assigned for Debt Service	0	66,933,667	0	66,933,667
Assigned for Other Purposes	312,333	0	0	312,333
Unassigned	115,707,324	0	0	115,707,324
Total Fund Balances	\$ 135,434,114	\$ 68,754,452	\$ 107,824,036	\$ 312,012,602
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 258,846,029	\$ 132,139,711	\$ 132,136,510	\$ 523,122,250

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

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

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

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 312,012,602
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 45,814,862	
Add: intangible assets – right-of-ways	48,979,767	
Add: construction in progress	57,141,437	
Add: buildings and improvements net of accumulated depreciation	130,056,698	
Add: infrastructure net of accumulated depreciation	105,123,614	
Add: intangible assets net of accumulated depreciation	1,783,408	
Add: other capital assets net of accumulated depreciation	<u>21,088,783</u>	409,988,569
(2) Internal service funds are used by management to charge the cost of liability insurance, workers' compensation insurance, and and employee health benefits to individual funds. The assets and liabilities are included in governmental activities in the statement of net position.		41,250,045
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (602,030,000)	
Less: other loans payable	(235,857)	
Add: deferred amount on refunding	2,717,324	
Add: debt to be contributed by the school department	235,857	
Less: unamortized premium on debt	(48,022,144)	
Less: OPEB liability	(14,707,156)	
Less: landfill closure/postclosure care costs	(1,197,350)	
Less: compensated absences payable	(10,265,381)	
Less: accrued interest on bonds and other loans	(5,589,828)	
Less: net pension liability	<u>(16,388,980)</u>	(695,483,515)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 41,527,998	
Less: deferred inflows of resources related to pensions	(2,947,583)	
Less: deferred inflows of resources related to OPEB	<u>(8,325,566)</u>	30,254,849
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>7,092,830</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 105,115,380</u></u>

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

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

Governmental Funds

For the Year Ended June 30, 2024

	Major Funds			Nonmajor Funds	
	General	General Debt Service	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
Revenues					
Local Taxes	\$ 134,033,692	\$ 69,711,405	\$ 0	\$ 26,584,187	\$ 230,329,284
Licenses and Permits	4,197,911	0	0	0	4,197,911
Fines, Forfeitures, and Penalties	1,574,030	0	0	2,057,954	3,631,984
Charges for Current Services	4,610,414	0	0	21,390,934	26,001,348
Other Local Revenues	17,514,720	9,523,574	0	2,780,688	29,818,982
Fees Received From County Officials	15,829,286	0	0	0	15,829,286
State of Tennessee	14,555,977	0	0	10,556,743	25,112,720
Federal Government	4,880,208	0	0	13,527,739	18,407,947
Other Governments and Citizens Groups	1,173,318	371,065	0	0	1,544,383
Total Revenues	\$ 198,369,556	\$ 79,606,044	\$ 0	\$ 76,898,245	\$ 354,873,845
Expenditures					
Current:					
General Government	\$ 13,913,452	\$ 1,353,545	\$ 0	\$ 868,513	\$ 16,135,510
Finance	13,800,983	0	0	3,065,537	16,866,520
Administration of Justice	13,114,880	0	0	3,239,760	16,354,640
Public Safety	88,144,829	0	0	879,909	89,024,738
Public Health and Welfare	7,874,535	0	0	26,222,555	34,097,090
Social, Cultural, and Recreational Services	3,439,625	0	0	0	3,439,625
Agriculture and Natural Resources	1,335,719	0	0	0	1,335,719
Other Operations	9,119,990	0	0	124,505	9,244,495
Highways	0	0	0	17,367,329	17,367,329
Debt Service:					
Principal on Debt	0	40,951,943	0	0	40,951,943
Interest on Debt	0	18,520,353	0	0	18,520,353
Other Debt Service	0	1,463,468	0	0	1,463,468

(Continued)

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

	Major Funds			Nonmajor Funds	
	General	General Debt Service	Education Capital Projects	Other Governmental Funds	Total Governmental Funds
Expenditures (Cont.)					
Capital Projects	\$ 0	\$ 0	\$ 148,875,697	\$ 18,305,639	\$ 167,181,336
Total Expenditures	\$ 150,744,013	\$ 62,289,309	\$ 148,875,697	\$ 70,073,747	\$ 431,982,766
Excess (Deficiency) of Revenues Over Expenditures	\$ 47,625,543	\$ 17,316,735	\$ (148,875,697)	\$ 6,824,498	\$ (77,108,921)
Other Financing Sources (Uses)					
Bonds Issued	\$ 0	\$ 38,070,490	\$ 134,014,510	\$ 26,000,000	\$ 198,085,000
Refunding Debt Issued	0	16,665,000	0	0	16,665,000
Premiums on Debt Sold	0	0	14,861,187	0	14,861,187
Insurance Recovery	214,242	0	0	40,788	255,030
Transfers In	0	694,865	0	900,000	1,594,865
Transfers Out	(900,000)	0	0	(694,865)	(1,594,865)
Payments to Refunded Debt Escrow Agent	0	(18,514,499)	0	0	(18,514,499)
Total Other Financing Sources (Uses)	\$ (685,758)	\$ 36,915,856	\$ 148,875,697	\$ 26,245,923	\$ 211,351,718
Net Change in Fund Balances	\$ 46,939,785	\$ 54,232,591	\$ 0	\$ 33,070,421	\$ 134,242,797
Fund Balance, July 1, 2023	88,494,329	14,521,861	0	74,753,615	177,769,805
Fund Balance, June 30, 2024	\$ 135,434,114	\$ 68,754,452	\$ 0	\$ 107,824,036	\$ 312,012,602

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

RUTHERFORD COUNTY, TENNESSEE**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2024**

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

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ 134,242,797
(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	\$ 32,267,218	
Less: current-year depreciation expense	<u>(11,502,437)</u>	20,764,781
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Less: book value of capital assets disposed		(81,496)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2023	\$ (6,622,114)	
Add: deferred delinquent property taxes and other deferred June 30, 2024	<u>7,092,830</u>	470,716
(4) The issuance of long-term debt (e.g. bond and other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.		
Add: principal payments on other loans	\$ 366,943	
Add: principal payments on bonds	40,585,000	
Add: payment to refunding agent	18,570,000	
Less: bond proceeds	<u>(214,750,000)</u>	
Less: change in premium on debt issuances	(8,997,208)	
Less: contributions from school department for other loans	(311,676)	
Less: change in deferred amount on refunding debt	<u>(988,642)</u>	(165,525,583)
(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	\$ (1,959,856)	
Change in net OPEB liability	5,520,221	
Change in deferred outflows of resources related to OPEB	(2,772,853)	
Change in deferred inflows of resources related to OPEB	15,846,021	
Change in compensated absences payable	(1,157,345)	
Change in deferred outflows of resources related to pensions	6,055,127	
Change in deferred inflows of resources related to pensions	958,877	
Change in net pension liability/asset	<u>(9,939,014)</u>	12,551,178
(6) Internal service funds are used by management to charge the cost of liability insurance, workers' compensation insurance, and employee health benefits to individual funds. The net expense of certain activities of the internal service funds is reported with governmental activities in the statement of activities.		
		<u>5,225,538</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 7,647,931</u>

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

Exhibit C-5

RUTHERFORD COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 134,033,692	\$ 0	\$ 0	\$ 134,033,692	\$ 125,295,643	\$ 133,687,836	\$ 345,856
Licenses and Permits	4,197,911	0	0	4,197,911	2,569,250	4,059,400	138,511
Fines, Forfeitures, and Penalties	1,574,030	0	0	1,574,030	1,402,050	1,466,485	107,545
Charges for Current Services	4,610,414	0	0	4,610,414	2,188,000	4,347,330	263,084
Other Local Revenues	17,514,720	0	0	17,514,720	5,130,500	17,188,994	325,726
Fees Received From County Officials	15,829,286	0	0	15,829,286	12,692,000	15,282,000	547,286
State of Tennessee	14,555,977	0	0	14,555,977	7,737,610	14,878,081	(322,104)
Federal Government	4,880,208	0	0	4,880,208	1,171,120	9,937,939	(5,057,731)
Other Governments and Citizens Groups	1,173,318	0	0	1,173,318	360,000	941,814	231,504
Total Revenues	\$ 198,369,556	\$ 0	\$ 0	\$ 198,369,556	\$ 158,546,173	\$ 201,789,879	\$ (3,420,323)
Expenditures							
General Government							
County Commission	\$ 373,394	\$ 0	\$ 0	\$ 373,394	\$ 434,876	\$ 440,876	\$ 67,482
Board of Equalization	18,623	0	0	18,623	47,336	47,336	28,713
County Mayor/Executive	1,200,510	(12,941)	1,386	1,188,955	1,376,377	1,483,877	294,922
Personnel Office	821,310	0	0	821,310	841,316	851,760	30,450
County Attorney	297,854	0	0	297,854	317,174	317,174	19,320
Election Commission	1,143,155	0	750	1,143,905	1,247,389	1,289,009	145,104
Register of Deeds	457,817	(71)	0	457,746	474,184	485,484	27,738
Planning	1,617,568	(9,470)	6,400	1,614,498	1,686,714	1,728,814	114,316
Geographical Information Systems	1,256,258	(641)	259,079	1,514,696	1,693,265	1,693,265	178,569
County Buildings	4,879,485	(252,270)	198,543	4,825,758	5,297,788	5,370,188	544,430
Preservation of Records	293,682	0	0	293,682	312,589	323,045	29,363
Risk Management	1,553,796	0	0	1,553,796	1,938,374	2,115,474	561,678

(Continued)

RUTHERFORD COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Finance							
Accounting and Budgeting	\$ 1,815,591	\$ (467)	\$ 0	\$ 1,815,124	\$ 1,916,147	\$ 1,968,197	\$ 153,073
Reappraisal Program	2,897,697	0	0	2,897,697	3,603,779	3,603,779	706,082
County Trustee's Office	1,162,358	(5,353)	3,200	1,160,205	1,307,080	1,310,930	150,725
County Clerk's Office	1,373,772	(44,293)	9,459	1,338,938	1,498,302	1,524,102	185,164
Data Processing	6,551,565	(324,065)	146,014	6,373,514	6,506,906	6,574,509	200,995
Administration of Justice							
Circuit Court	1,579,118	(109)	0	1,579,009	1,730,092	1,805,092	226,083
Circuit Court Judge	367,219	0	0	367,219	416,462	425,062	57,843
General Sessions Court	2,710,249	(1,517)	0	2,708,732	2,690,212	2,827,029	118,297
Drug Court	2,603,429	(17,333)	0	2,586,096	2,595,183	3,272,759	686,663
Chancery Court	1,351,834	0	0	1,351,834	1,380,502	1,406,402	54,568
Juvenile Court	1,029,581	(931)	33,077	1,061,727	1,153,329	1,155,829	94,102
District Attorney General	199,502	0	0	199,502	199,614	199,714	212
Office of Public Defender	216,905	0	0	216,905	231,430	232,630	15,725
Other Administration of Justice	1,644,213	0	655	1,644,868	1,889,734	1,889,734	244,866
Probation Services	1,097,246	0	0	1,097,246	1,171,620	1,173,620	76,374
Victim Assistance Programs	315,584	0	0	315,584	322,281	331,306	15,722
Public Safety							
Sheriff's Department	41,221,024	(1,521,421)	800,287	40,499,890	43,177,075	46,564,398	6,064,508
Special Patrols	40,232	0	0	40,232	43,804	43,804	3,572
Traffic Control	5,554	0	0	5,554	25,000	25,000	19,446
Administration of the Sexual Offender Registry	100,456	(1,350)	0	99,106	101,369	101,369	2,263
Jail	24,149,032	(246,427)	715,117	24,617,722	26,898,289	27,946,265	3,328,543
Workhouse	5,240,462	(72,508)	9,859	5,177,813	5,636,599	5,742,620	564,807
Juvenile Services	3,108,670	(6,504)	3,383	3,105,549	3,355,101	3,473,926	368,377

(Continued)

RUTHERFORD COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
 General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Public Safety (Cont.)							
Rural Fire Protection	\$ 8,357,211	\$ (8,731)	\$ 1,426,729	\$ 9,775,209	\$ 10,949,295	\$ 11,003,065	\$ 1,227,856
Disaster Relief	4,590,846	(194,273)	652,143	5,048,716	4,557,129	5,783,160	734,444
Inspection and Regulation	1,331,342	(673)	1,053	1,331,722	1,450,325	1,461,125	129,403
Public Health and Welfare							
Local Health Center	884,750	(9,867)	25,658	900,541	1,327,642	1,327,642	427,101
Rabies and Animal Control	2,597,457	(148,546)	8,435	2,457,346	2,997,234	3,045,734	588,388
Dental Health Program	9,715	(1,433)	2,296	10,578	11,850	11,850	1,272
Alcohol and Drug Programs	614,499	0	4,000	618,499	413,840	763,395	144,896
Other Local Health Services	2,876,696	0	0	2,876,696	3,279,465	3,280,215	403,519
General Welfare Assistance	55,750	0	0	55,750	55,750	55,750	0
Sanitation Management	42,937	0	0	42,937	42,937	42,937	0
Other Public Health and Welfare	792,731	0	0	792,731	755,000	795,000	2,269
Social, Cultural, and Recreational Services							
Adult Activities	37,800	0	0	37,800	37,800	37,800	0
Libraries	2,076,801	0	0	2,076,801	2,076,801	2,076,801	0
Parks and Fair Boards	708,166	0	0	708,166	683,024	743,024	34,858
Other Social, Cultural, and Recreational	616,858	0	0	616,858	616,858	616,858	0
Agriculture and Natural Resources							
Agricultural Extension Service	845,299	(256)	0	845,043	923,030	956,860	111,817
Soil Conservation	134,570	0	0	134,570	140,498	146,798	12,228
Storm Water Management	355,850	0	244	356,094	447,643	442,643	86,549

(Continued)

Exhibit C-5

RUTHERFORD COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Other Operations							
Tourism	\$ 999,675	\$ 0	\$ 0	\$ 999,675	\$ 810,850	\$ 1,060,850	\$ 61,175
Industrial Development	231,500	0	0	231,500	231,500	231,500	0
Other Economic and Community Development	30,184	0	0	30,184	0	122,385	92,201
Other Charges	299,931	(410)	350	299,871	371,078	377,078	77,207
Employee Benefits	977,278	0	0	977,278	1,225,000	1,446,350	469,072
American Rescue Plan Act Grant G	100,000	0	0	100,000	0	100,000	0
Miscellaneous	6,481,422	0	0	6,481,422	3,100,000	10,279,064	3,797,642
Total Expenditures	\$ 150,744,013	\$ (2,881,860)	\$ 4,308,117	\$ 152,170,270	\$ 160,021,841	\$ 175,952,262	\$ 23,781,992
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 47,625,543	\$ 2,881,860	\$ (4,308,117)	\$ 46,199,286	\$ (1,475,668)	\$ 25,837,617	\$ 20,361,669
Other Financing Sources (Uses)							
Insurance Recovery	\$ 214,242	\$ 0	\$ 0	\$ 214,242	\$ 0	\$ 179,111	\$ 35,131
Transfers In	0	0	0	0	916,175	916,175	(916,175)
Transfers Out	(900,000)	0	0	(900,000)	0	(900,000)	0
Total Other Financing Sources	\$ (685,758)	\$ 0	\$ 0	\$ (685,758)	\$ 916,175	\$ 195,286	\$ (881,044)
Net Change in Fund Balance	\$ 46,939,785	\$ 2,881,860	\$ (4,308,117)	\$ 45,513,528	\$ (559,493)	\$ 26,032,903	\$ 19,480,625
Fund Balance, July 1, 2023	88,494,329	(2,881,860)	0	85,612,469	71,609,642	71,609,642	14,002,827
Fund Balance, June 30, 2024	\$ 135,434,114	\$ 0	\$ (4,308,117)	\$ 131,125,997	\$ 71,050,149	\$ 97,642,545	\$ 33,483,452

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

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

Proprietary Funds

June 30, 2024

	Governmental Activities
	<u>Internal Service Funds</u>
ASSETS	
Current Assets:	
Cash	\$ 1,191,914
Equity in Pooled Cash and Investments	46,678,737
Accounts Receivable	80,250
Total Assets	<u>\$ 47,950,901</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	\$ 26,810
Claims and Judgments Payable	5,474,537
Total Current Liabilities	<u>\$ 5,501,347</u>
Noncurrent Liabilities:	
Claims and Judgments Payable	\$ 1,199,509
Total Noncurrent Liabilities	<u>\$ 1,199,509</u>
NET POSITION	
Unrestricted	<u>\$ 41,250,045</u>
Total Net Position	<u>\$ 41,250,045</u>

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

RUTHERFORD COUNTY, TENNESSEE**Statement of Revenues, Expenses, and Changes in Net Position**

Proprietary Funds

For the Year Ended June 30, 2024

	Governmental Activities
	<u>Internal Service Funds</u>
Operating Revenues	
Charges for Current Services:	
Self-Insurance Premiums/Contributions	\$ 21,684,196
Other Employee Benefits Charges/Contributions	642,228
Other Local Revenues:	
Retirees' Insurance Payments	2,248,871
Cobra Insurance Payments	51,763
Total Operating Revenues	<u>\$ 24,627,058</u>
Operating Expenses	
Employee Benefits:	
Supervisor/Director	\$ 64,135
Clerical Personnel	130,018
Part-time Personnel	23,091
Longevity Pay	225
Overtime Pay	7,410
Other Salaries and Wages	54,148
Board and Committee Members Fees	3,750
Social Security	16,789
Handling Charges and Administrative Costs	3,088,049
Pensions	27,209
Employee and Dependent Insurance	38,377
Disability Insurance	9,769
Employer Medicare	3,927
Bank Charges	4,500
Communication	692
Consultants	95,322
Unemployment Compensation	60
Dues and Memberships	132
Contracts with Private Agencies	260,144
Maintenance Agreements	726
Postal Charges	535
Travel	2,567
Other Contracted Services	11,985
Office Supplies	1,850

(Continued)

RUTHERFORD COUNTY, TENNESSEE**Statement of Revenues, Expenses, and Changes in Net Position**

Proprietary Funds (Cont.)

	Governmental Activities
	Internal Service Funds
Operating Expenses (Cont.)	
Medical Claims	\$ 16,407,348
Premiums on Corporate Surety Bonds	5,000
Liability Claims	2,184,244
Other Charges	9,266
Other Self-Insured Claims	285,468
Total Operating Expenses	<u>\$ 22,736,736</u>
Operating Income (Loss)	<u>\$ 1,890,322</u>
Nonoperating Revenues (Expenses)	
Insurance Recovery	\$ 3,335,216
Total Nonoperating Revenues (Expenses)	<u>\$ 3,335,216</u>
Income (Loss)	<u>\$ 5,225,538</u>
Change in Net Position	\$ 5,225,538
Net Position, July 1, 2023	<u>36,024,507</u>
Net Position, June 30, 2024	<u><u>\$ 41,250,045</u></u>

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

RUTHERFORD COUNTY, TENNESSEE**Statement of Cash Flows**

Proprietary Funds

For the Year Ended June 30, 2024

	Governmental Activities
	Internal Service Funds
Cash Flows from Operating Activities	
Receipts for Self-Insurance Premiums	\$ 24,621,243
Payments to Suppliers	(3,839,466)
Claims Paid	(21,858,987)
Insurance Recovery	3,335,216
Net Cash Provided By (Used In) Operating Activities	<u>\$ 2,258,006</u>
Net Increase (Decrease) in Cash	\$ 2,258,006
Cash, July 1, 2023	<u>45,612,645</u>
Cash, June 30, 2024	<u><u>\$ 47,870,651</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities	
Operating Income (Loss)	\$ 1,890,322
Insurance Recovery	3,335,216
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:	
Change in Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable	(5,815)
Increase (Decrease) in Accounts Payable	20,210
Increase (Decrease) in Claims and Judgments Payable	<u>(2,981,927)</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 2,258,006</u></u>
Reconciliation of Cash With Statement of Net Position	
Cash Per Net Position	\$ 1,191,914
Equity in Pooled Cash and Investments Per Net Position	<u>46,678,737</u>
Cash, June 30, 2024	<u><u>\$ 47,870,651</u></u>

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

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

Fiduciary Funds

June 30, 2024

	Other Employee Benefit Trust Fund		Flexible Benefits Fund		Custodial Funds	
ASSETS						
Cash	\$	509,497	\$	21,173,543		
Equity in Pooled Cash and Investments		86,263		662,518		
Accounts Receivable		554		0		
Due from Other Governments		0		22,098,472		
Property Taxes Receivable		0		13,786,227		
Allowance for Uncollectible Property Taxes		0		(544,833)		
Total Assets	\$	596,314	\$	57,175,927		
LIABILITIES						
Accounts Payable	\$	0	\$	55		
Accrued Payroll		0		711		
Due to Other Taxing Units		0		22,349,655		
Total Liabilities	\$	0	\$	22,350,421		
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$	0	\$	13,229,957		
Total Deferred Inflows of Resources	\$	0	\$	13,229,957		
NET POSITION						
Restricted For:						
Amounts Held for Other Employee Benefits	\$	596,314	\$	0		
Individuals, Organizations, and Other Governments		0		21,595,549		
Total Net Position	\$	596,314	\$	21,595,549		

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

RUTHERFORD COUNTY, TENNESSEE**Statement of Changes in Net Position**

Fiduciary Funds

For the Year Ended June 30, 2024

	Other Employee Benefit Trust Fund			Custodial Funds	
	<hr/> Flexible Benefits Fund			<hr/>	
Additions					
Other Employee Benefit Charges/Contributions	\$	849,126	\$	0	
Sales Tax Collections for Other Governments		0		111,796,630	
Property Tax Collections for Other Governments		0		15,094,983	
ADA - Educational Funds Collected for Cities		0		32,664,182	
Fines/Fees and Other Collections		0		86,514,842	
District Attorney General Collections		0		26,668	
				<hr/>	
Total Additions	\$	849,126	\$	246,097,305	
				<hr/>	
Deductions					
Other Fringe Benefits	\$	863,211	\$	0	
Payment of Sales Tax Collections to Other Governments		0		111,796,630	
Payment of Property Tax Collections to Other Governments		0		15,094,983	
Payments to City School Systems		0		32,664,182	
Payments to State		0		52,434,683	
Payments to Cities		0		466,708	
Payments to Individuals and Others		0		25,986,197	
Payment of District Attorney General Expenses		0		32,936	
				<hr/>	
Total Deductions	\$	863,211	\$	238,476,319	
				<hr/>	
Change in Net Position	\$	(14,085)	\$	7,620,986	
Net Position July 1, 2023		610,399		13,974,563	
				<hr/>	
Net Position June 30, 2024	\$	596,314	\$	21,595,549	
				<hr/>	

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

RUTHERFORD COUNTY, TENNESSEE

INDEX OF NOTES TO THE FINANCIAL STATEMENTS

Note	Page(s)
I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	
A. Reporting Entity	64
B. Government-wide and Fund Financial Statements	65
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	66
D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance	
1. Deposits and Investments	68
2. Receivables and Payables	69
3. Inventories and Prepaid Items	70
4. Restricted Assets	71
5. Capital Assets	71
6. Deferred Outflows/Inflows of Resources	72
7. Compensated Absences	72
8. Long-term Debt and Long-term Obligations	72
9. Net Position and Fund Balance	73
10. Minimum Fund Balance Policy	74
11. Change in Accounting Estimate	75
E. Pension Plans	75
F. Other Postemployment Benefit (OPEB) Plans	75
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	76
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	76
III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY	
A. Budgetary Information	76
B. Appropriations Exceeded Estimated Available Funding	77
C. Budgetary Basis Fund Deficit	77
IV. DETAILED NOTES ON ALL FUNDS	
A. Deposits and Investments	78
B. Notes Receivable	81
C. Capital Assets	82
D. Construction Commitments	85
E. Interfund Receivables, Payables, and Transfers	85
F. Long-term Debt	86
G. Long-term Obligations	90
H. Donor Restricted Endowments	92
I. On-Behalf Payments	92

(Continued)

RUTHERFORD COUNTY, TENNESSEE
INDEX OF NOTES TO THE FINANCIAL STATEMENTS (CONT.)

Note	Page(s)
V. OTHER INFORMATION	
A. Risk Management	92
B. Accounting Change	94
C. Contingent Liabilities	94
D. Landfill Closure/Postclosure Care Costs	94
E. Joint Ventures	95
F. Retirement Commitments	
1. Tennessee Consolidated Retirement System (TCRS)	96
2. Deferred Compensation	114
G. Other Postemployment Benefits (OPEB)	114
H. Office of Central Accounting and Budgeting	126
I. Purchasing Laws	126
VI. OTHER NOTES-DISCRETELY PRESENTED COMMUNITY CARE OF RUTHERFORD COUNTY, INC.	127
VII. OTHER NOTES-DISCRETELY PRESENTED RUTHERFORD COUNTY EMERGENCY COMMUNICATIONS DISTRICT	142

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Rutherford 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 Rutherford County:

A. Reporting Entity

Rutherford County is a public municipal corporation governed by an elected 21-member board. As required by GAAP, these financial statements present Rutherford County (the primary government) and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

The Rutherford County School Department operates the public school system in the county, and the voters of Rutherford 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.

Community Care of Rutherford County, Inc., provides nursing care to the citizens of Rutherford County, and the Rutherford County Commission appoints its governing body. Patient charges provide the majority of the revenues for the entity. Before the issuance of debt instruments, the entity must obtain the county commission's approval.

The Rutherford County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Rutherford County, and the Rutherford 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 Rutherford 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 Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Community Care of
Rutherford County, Inc.
901 East County Farm Road
Murfreesboro, TN 37127

Rutherford County Emergency
Communications District
591 Fortress Boulevard
Murfreesboro, TN 37128

Related Organizations – The Public Building Authority of Rutherford County and Rutherford County Industrial Development Board are related organizations of Rutherford County. The county's officials are responsible for appointing the members of the boards, but the county's accountability for these organizations does not extend beyond making the appointments.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all 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 Rutherford 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 Rutherford 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.

Rutherford County issues all debt for the discretely presented Rutherford County School Department. Net debt issues totaling \$148,875,697 were contributed by the county to the school department during the year ended June 30, 2024.

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary funds financial statements. 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 Rutherford 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/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Rutherford County reports three proprietary funds (internal service funds). It has no enterprise funds to report.

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

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

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

Proprietary funds and 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 an

employee benefit trust fund and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangement.

Rutherford 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.

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.

Education Capital Projects Fund – This fund accounts for debt issued by Rutherford County that is subsequently contributed to the discretely presented Rutherford County School Department for construction and renovation projects.

Additionally, Rutherford County reports the following fund types:

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

Internal Service Funds – The Self-Insurance, Employee Insurance - Health, and Workers’ Compensation funds are used to account for the county’s self-insured general liability, health, and workers’ compensation programs. Premiums charged to the various county funds/component units/joint venture and employee payroll deductions are placed in these funds for the payment of claims.

Other Employee Benefit Trust Fund – The Flexible Benefits Fund is used to account for operations of the flexible benefits program for Rutherford County employees.

Custodial Funds – These funds account for amounts collected in a custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Rutherford County, property taxes for the city of Smyrna and the city of Eagleville, the city school system’s share of educational revenues, restricted revenues held for the benefit of the Office of District Attorney General, and assets in a regional planning agency.

The discretely presented Rutherford 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.

Education Capital Projects Fund – This fund is used to account for projects and renovations of the school department.

Other Capital Projects Fund – This fund is used to account for building construction and additions of the school department.

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

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

Private-Purpose Trust Fund – The Endowment Fund is used to account for resources legally held in trust to fund a scholarship at a local high school. Earnings on invested resources may be used to fund the scholarship, but the principal is required to be maintained intact.

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 24) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 23) are presented in this report. We do not believe using the prior year balances will affect the independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has three proprietary funds, internal service funds used to account for self-insured liability, employees' health insurance, and workers' compensation programs. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenues of the county's internal service funds are charges for services. Operating expenses for the internal service funds include administrative expenses, liability insurance claims, and employee benefits.

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

1. Deposits and Investments

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

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Rutherford County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General and General Debt Service funds. In addition, an investment is held separately by the Constitutional Officers - Custodial Fund. Rutherford 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. Rutherford County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value.

2. Receivables and Payables

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

Accounts receivable in the General Fund include \$1,850,000 of payments in lieu of property taxes for certain local businesses. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable is reported as a deferred inflow of resources as of June 30.

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

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

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

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

Rutherford County has financed projects on behalf of other governmental entities and has reflected Notes Receivable totaling \$8,695,785 for the outstanding balances due from these entities in the fund(s) financing these projects. The outstanding balances of these receivables are also included in restricted fund balance.

Most payables are disaggregated on the face of the financial statements. Current liabilities payable from restricted assets reflected in the primary government funds represent deposits placed with Rutherford County for building codes certificates of occupancy \$21,100, deposits in-lieu-of bonds for developments \$3,165,165, agricultural facilities rentals \$42,300, and agricultural token sales program \$9,261.

3. Inventories and Prepaid Items

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

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

4. **Restricted Assets**

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

5. **Capital Assets**

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), and intangible right to use assets (e.g., easements, computer software, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$10,000 (infrastructure \$50,000 and intangible \$25,000) or more and an estimated useful life of more than two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

Assets	Years
Buildings and Improvements	50
Other Capital Assets	6 - 20
Infrastructure:	
Roads	75
Bridges	50
Intangibles	2 - 15

6. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net 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 a deferred charge on refunding, pension changes in experience, pension changes in assumptions, pension changes in investment earnings, and employer contributions made to the pension and OPEB plans after the measurement date. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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

7. Compensated Absences

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

8. Long-term Debt and Long-term Obligations

In the government-wide financial statements and the proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type 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, claims and judgments, 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.

9. Net Position and Fund Balance

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

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

The government-wide Statement of Net Position reports \$20,840,886 of restricted net position for the primary government, of which \$671,390 is restricted by enabling legislation.

As of June 30, 2024, Rutherford County had \$493,461,520 in outstanding debt for capital purposes for the discretely presented Rutherford County School Department. In accordance with state statutes, certain county school debt proceeds must be shared with other public-school systems in the county (Murfreesboro City School District) based on an average daily attendance proration. This debt is a liability of Rutherford County, but the capital assets acquired are reported in the financial statements of the Rutherford County School Department and Murfreesboro City School District. Therefore, Rutherford 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/Finance Committee to make assignments by 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.

10. Minimum Fund Balance Policy

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

General Fund – 15 percent of subsequent year appropriations.

General Debt Service Fund – fund balance adequate to meet (1) cash flow needs, (2) budgeting contingencies, (3) emergency contingencies, (4) variable rate volatility contingencies, and (5) future forecasted needs.

11. Change in Accounting Estimate

For the year ended June 30, 2024, the measurement date for the OPEB obligations changed from June 30 of the prior year to June 30 of the current year which resulted in two years of activity reflected in the current year's schedule. Also, the amortization period changed from 6.58 years to five years. These changes are reflected in Note V.G. Other Postemployment Benefits (OPEB).

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

Rutherford County, the Smyrna-Rutherford County Airport (a joint venture), and the discretely presented Rutherford County School Department, Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District (component units) provide OPEB benefits to their retirees through a single commercial insurance plan administered by Cigna Insurance Company. Subsequent to December 31, 2022, the discretely presented Rutherford County School Department provided OPEB benefits to their retirees through state administered public entity risk pools and commercial health insurance plans. For reporting purposes, the plan is considered a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by Rutherford County. For this purpose, Rutherford

County recognizes benefit payments when due and payable in accordance with benefit terms. Rutherford County'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 Rutherford County School Department

Exhibit K-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 Rutherford County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. *Budgetary Information*

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers – Fees Fund (special revenue fund) and school department's Internal School Fund (special revenue fund) which are not budgeted, the primary government's General Capital Projects Fund and the school department's Other Capital Projects Fund, which adopt project length budgets. 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, Personnel Office, etc.). Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

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

Funds	Amount
Primary Government:	
Major Fund:	
General	\$ 4,308,117
Nonmajor Funds:	
Solid/Waste Sanitation	43,261
Ambulance Service	675,167
Drug Control	102,657
Other General Government	1,002,294
School Department:	
Major Funds:	
General Purpose School	1,155,544
Education Capital Projects	11,643,819
Nonmajor Fund:	
Central Cafeteria	874,791

B. Appropriations Exceeded Estimated Available Funding

The budget and subsequent amendments approved by the county commission for the Industrial/Economic Development Fund resulted in appropriations exceeding estimated available funding by \$190,848.

C. Budgetary Basis Fund Deficit

The Other General Government Fund reported a budgetary basis deficit of \$1,000,145 on June 30, 2024. This resulted from the recognition of budgeted expenditures for outstanding encumbrances in the amount of \$1,002,294. These encumbrances were recorded to reflect outstanding commitments which will be funded by federal grants in the subsequent fiscal year.

IV. DETAILED NOTES ON ALL FUNDS

A. *Deposits and Investments*

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

Deposits

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

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

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

Deposit Account Registry Service (CDARS) and the Insured Cash Sweep (ICS), which operate through IntraFi Network, LLC.

Investments

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

Investment Balances. As of June 30, 2024, Rutherford County had the following investments carried at amortized cost using a Stable Net Asset Value or fair value within the fair value hierarchy established by generally accepted accounting principles. Except for the investment in U.S. Treasury Bills, investments are in the trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Rutherford County and the discretely presented Rutherford County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity	Maturities	Fair Value or Amortized Cost
Investments at Amortized Cost:			
State Treasurer's Investment Pool	1 to 48 days	N/A	\$ 363,587,628
Investments at Fair Value:			
U.S. Treasury Bills	N/A	Various	<u>114,960,722</u>
Total			<u><u>\$ 478,548,350</u></u>

		Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investment by Fair Value Level	Fair Value 6-30-24			
U.S. Treasury Bills	\$ 114,960,722	\$ 114,960,722	\$ 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. Rutherford 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. Rutherford County has an investment policy that further limits its investment choices. The policy limits the trustee's investments to collateralized certificates of deposit, U.S. Treasury Bills and Notes, the State Treasurer's Investment Pool, collateralized cash management accounts, shared certificates of deposit, and insured cash sweeps. As of June 30, 2024, Rutherford County's investment in the State Treasurer's Investment Pool was unrated.

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. Rutherford County places a limit on the amount the county may invest in one issuer. The policy allows the trustee to invest up to 70 percent of the portfolio in collateralized certificates of deposit, up to 100 percent of the portfolio in either U.S. Treasury Bills and Notes or the State Treasurer's Investment Pool, up to 70 percent of the portfolio in collateralized cash management accounts, up to 50 percent of the portfolio in shared certificates of deposit, and up to 70 percent of the portfolio in insured cash sweeps.

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

TCRS Stabilization Trust

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

On June 30, 2024, the Rutherford 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	\$ 2,790,122
Developed Market International Equity	N/A	N/A	1,260,055
Emerging Market International Equity	N/A	N/A	360,016
U.S. Fixed Income	N/A	N/A	1,800,079
Real Estate	N/A	N/A	900,040
Short-term Securities	N/A	N/A	90,004
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>1,800,079</u>
Total			<u><u>\$ 9,000,395</u></u>

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

B. Notes Receivable

The Industrial/Economic Development Fund had two long-term notes receivable of \$1,561,250 and \$5,313,750 on June 30, 2024, from financing projects for the Smyrna-Rutherford County Airport (joint venture) and is included in restricted fund balance.

The General Debt Service Fund had a long-term note receivable of \$1,820,785 on June 30, 2024, from financing projects for the city of Murfreesboro's Rockvale Utility District and is included in restricted fund balance.

C. Capital Assets

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

Primary Government

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 45,814,862	\$ 0	\$ 0	\$ 45,814,862
Intangible Assets (Right-of-Ways)	48,156,027	823,740	0	48,979,767
Construction in Progress	49,639,789	22,219,923	(14,718,275)	57,141,437
Total Capital Assets Not Depreciated	\$ 143,610,678	\$ 23,043,663	\$ (14,718,275)	\$ 151,936,066
Capital Assets Depreciated:				
Buildings and Improvements	\$ 179,908,712	\$ 14,771,479	\$ 0	\$ 194,680,191
Infrastructure	162,885,036	2,630,400	(16,833)	165,498,603
Intangible Assets	5,389,043	0	0	5,389,043
Other Capital Assets	59,426,743	6,539,951	(2,120,826)	63,845,868
Total Capital Assets Depreciated	\$ 407,609,534	\$ 23,941,830	\$ (2,137,659)	\$ 429,413,705
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 60,015,424	\$ 4,608,069	\$ 0	\$ 64,623,493
Infrastructure	58,154,219	2,228,705	(7,935)	60,374,989
Intangible Assets	3,582,208	23,427	0	3,605,635
Other Capital Assets	40,163,077	4,642,236	(2,048,228)	42,757,085
Total Accumulated Depreciation	\$ 161,914,928	\$ 11,502,437	\$ (2,056,163)	\$ 171,361,202
Total Capital Assets Depreciated, Net	\$ 245,694,606	\$ 12,439,393	\$ (81,496)	\$ 258,052,503
Governmental Activities Capital Assets, Net	\$ 389,305,284	\$ 35,483,056	\$ (14,799,771)	\$ 409,988,569

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

Governmental Activities:

General Government	\$ 1,153,421
Finance	248,377
Administration of Justice	2,034,171
Public Safety	3,601,216
Public Health and Welfare	1,383,458
Agriculture and Natural Resources	180,439
Highways	<u>2,901,355</u>

Total Depreciation Expense - Governmental Activities	<u><u>\$ 11,502,437</u></u>
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Net Investment in Capital Assets

Capital Assets (both tangible and intangible)	\$ 409,988,569
Add:	
Unspent proceeds of capital debt and other capital borrowings	24,007,969
Unamortized balance of capital-related deferred outflows of resources	2,717,324
Less:	
Outstanding principal of capital debt and other capital borrowings	(94,728,800)
Outstanding principal balance of debt and other borrowing used to refund capital-related debt	(14,075,538)
Unamortized balance of original issue premiums on outstanding capital-related debt	<u>(9,137,732)</u>
Net Investment in Capital Assets	<u><u>\$ 318,771,792</u></u>

Discretely Presented Rutherford County School Department

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 28,893,466	\$ 1,165,332	\$ 0	\$ 30,058,798
Construction in Progress	178,194,931	68,017,112	(158,592,913)	87,619,130
Total Capital Assets Not Depreciated	<u>\$ 207,088,397</u>	<u>\$ 69,182,444</u>	<u>\$ (158,592,913)</u>	<u>\$ 117,677,928</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 679,028,693	\$ 156,539,135	\$ (90,251)	\$ 835,477,577
Intangible Assets	416,167	0	0	416,167
Other Capital Assets	26,189,950	1,026,382	(294,416)	26,921,916
Total Capital Assets Depreciated	<u>\$ 705,634,810</u>	<u>\$ 157,565,517</u>	<u>\$ (384,667)</u>	<u>\$ 862,815,660</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 261,960,572	\$ 27,583,953	\$ 0	\$ 289,544,525
Intangible Assets	395,696	7,029	0	402,725
Other Capital Assets	18,351,426	1,489,788	(294,416)	19,546,798
Total Accumulated Depreciation	<u>\$ 280,707,694</u>	<u>\$ 29,080,770</u>	<u>\$ (294,416)</u>	<u>\$ 309,494,048</u>
Total Capital Assets Depreciated, Net	<u>\$ 424,927,116</u>	<u>\$ 128,484,747</u>	<u>\$ (90,251)</u>	<u>\$ 553,321,612</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 632,015,513</u></u>	<u><u>\$ 197,667,191</u></u>	<u><u>\$ (158,683,164)</u></u>	<u><u>\$ 670,999,540</u></u>

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

Governmental Activities:

Instruction	\$	7,029
Support Services		28,769,694
Operation of Non-instructional Services		<u>304,047</u>
Total Depreciation Expense - Governmental Activities	\$	<u>29,080,770</u>

D. Construction Commitments

On June 30, 2024, the primary government had uncompleted construction contracts of approximately \$1,847,831 and \$2,072,775 in the Other General Government and General Capital Projects funds, respectively. On June 30, 2024, the discretely presented Rutherford County School Department had uncompleted construction contracts of approximately \$52,903,715 and \$11,643,819 in the Other Capital Projects and Education Capital Projects funds, respectively, for the school building program. Funding has been received for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

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

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	\$ 294,575

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

Due to/from Primary Government and Component Unit:

Receivable Fund	Payable Fund	Amount
Primary Government:	Component Unit:	
Governmental Activities	School Department: Governmental Activities	\$ 235,857

The \$235,857 due to primary government from the discretely presented school department relates to primary government debt, which is being serviced by the school department.

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In		Purpose
	General Debt Service Fund	Nonmajor govern- mental funds	
General Fund	\$ 0	\$ 900,000	Building projects
Nonmajor governmental funds	694,865	0	Debt retirement
Total	<u>\$ 694,865</u>	<u>\$ 900,000</u>	

Discretely Presented Rutherford County School Department

Transfers Out	Transfers In		Purpose
	General Purpose School Fund	Other Capital Projects Fund	
General Purpose School Fund	\$ 0	\$ 34,840,600	Building projects
Nonmajor governmental funds	189,303	0	Indirect cost

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

F. Long-term Debt

Primary Government

General Obligation Bonds and Other Loans

General Obligation Bonds - Rutherford County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 20 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements - Rutherford County issues other loans to fund capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school department. Other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Other loans outstanding were issued for original terms of up to eight years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. Other loans included in long-term debt on June 30, 2024, will be retired from the General Debt Service Fund.

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

Type	Original Amount of Issue	Interest Rate	Final Maturity	Balance 6-30-24
Governmental Activities				
General Obligation Bonds:				
Refunding Bonds, Series 2010	\$ 13,764,000	2.4838 %	4-1-26	\$ 749,932
School Refunding Bonds, Series 2010	75,036,000	2.4838	4-1-26	4,090,068
Public Improvements, Series 2014B	2,570,000	3.6776	4-1-34	1,595,000
Public Improvements, Series 2015A	2,065,693	2.8757	4-1-35	1,373,720
School Facilities, Series 2015A	31,798,132	2.8757	4-1-35	21,146,280
Refunding Bonds, Series 2015B	4,139,890	2.2522	4-1-28	1,766,330
School Refunding Bonds, Series 2015 B	19,790,110	2.2522	4-1-28	8,443,670
Refunding Bonds, Series 2016A	1,217,900	1.5655	4-1-29	674,262
School Refunding Bonds, Series 2016A	24,422,100	1.5655	4-1-29	13,520,738
Public Improvements, Series 2016B	61,408,000	2.3686	4-1-36	44,849,120
School Facilities, Series 2016B	39,592,000	2.3686	4-1-36	28,915,880
School Facilities, Series 2017	81,530,000	2.6657	4-1-38	63,505,000
School Facilities, Series 2018	40,680,000	3.9826	4-1-38	32,200,000
Public Improvement, Series 2019	14,610,000	5.0000	4-1-29	8,010,000
Public Improvements, Series 2020A	10,826,326	2.7077	4-1-40	9,542,400
School Facilities, Series 2020A	79,543,674	2.7077	4-1-40	69,977,600
Refunding Bonds, Series 2020B	7,820,200	1.3137	4-1-32	7,035,130
Refunding Bonds, School, Series 2020B	56,279,800	1.3137	4-1-32	50,629,870
School Facilities, Series 2021A	21,000,000	1.6127	4-1-41	18,835,000
Public Improvements, Series 2021B	6,140,000	1.6094	6-30-36	5,420,000
Public Improvements, Series 2023	24,658,560	4.0975	4-1-43	23,938,560
School Facilities, Series 2023	146,581,440	4.0975	4-1-43	142,301,440
Refunding Bonds, Series 2024	3,849,615	2.8183	4-1-34	3,849,615
Refunding Bonds, School, Series 2024	12,815,385	2.8183	4-1-34	12,815,385
School Facilities, Series 2024	26,845,000	2.8183	4-1-34	26,845,000
Total General Obligation Bonds				<u>\$ 602,030,000</u>
Direct Borrowing and Direct Placement:				
Energy Efficiency Loan	2,133,645	1	3-1-25	<u>\$ 235,857</u>
Total Direct Borrowing and Direct Placement				<u>\$ 235,857</u>
Total Governmental Activities				<u><u>\$ 602,265,857</u></u>

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 44,435,000	\$ 22,358,982	\$ 66,793,982
2026	45,875,000	20,835,839	66,710,839
2027	42,700,000	18,884,292	61,584,292
2028	44,320,000	17,124,713	61,444,713
2029	43,195,000	15,549,876	58,744,876
2030-2034	190,960,000	55,451,638	246,411,638
2035-2039	133,565,000	24,312,895	157,877,895
2040-2043	56,980,000	5,705,450	62,685,450
Total	\$ 602,030,000	\$ 180,223,685	\$ 782,253,685

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2025	\$ 235,857	\$ 975	\$ 236,832
Total	\$ 235,857	\$ 975	\$ 236,832

There is \$68,754,452 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$1,763, based on the 2020 federal census. Total debt per capita, including bonds, other loans, and unamortized debt premiums, totaled \$1,604, based on the 2020 federal census.

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

Description of Debt	Outstanding 6-30-24
<u>Other Loans - Direct Placement</u>	
<u>Contributions from the General Purpose School Fund</u>	
Energy Efficiency Loan	\$ 235,857

Changes in Long-term Debt

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

Governmental Activities:

	Bonds	Unamortized Premium on Debt	Other Loans - Direct Placement
Balance, July 1, 2023	\$ 446,435,000	\$ 39,024,936	\$ 602,800
Additions	214,750,000	14,861,187	0
Reductions	(59,155,000)	(5,863,979)	(366,943)
Balance, June 30, 2024	<u>\$ 602,030,000</u>	<u>\$ 48,022,144</u>	<u>\$ 235,857</u>
Balance Due Within One Year	<u>\$ 44,435,000</u>	<u>\$ 5,151,680</u>	<u>\$ 235,857</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 650,288,001
Less: Balance Due Within One Year - Debt	<u>(49,822,537)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 600,465,464</u>

Current Refunding

On April 24, 2024, Rutherford County current refunded a general obligation bond issue with a separate general obligation bond issue. The county issued \$16,665,000 of general obligation refunding bonds to provide resources to purchase U.S. government securities that were placed in an irrevocable trust to generate resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered defeased, and the liability has been removed from the county's long-term debt. Because of the current refunding, total debt service payments over the next nine years will be reduced by \$682,210, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$582,498 was obtained.

G. Long-term Obligations

Primary Government

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences	Landfill Closure/ Postclosure Care Costs
Balance, July 1, 2023	\$ 9,108,036	\$ 1,197,350
Additions	12,049,779	0
Reductions	(10,892,434)	0
Balance, June 30, 2024	\$ 10,265,381	\$ 1,197,350
Balance Due Within One Year	\$ 307,963	\$ 978,000

	Claims and Judgments	Other Postemployment Benefits
Balance, July 1, 2023	\$ 9,655,973	\$ 20,227,377
Additions	18,877,060	23,085,926
Reductions	(21,858,987)	(28,606,147)
Balance, June 30, 2024	\$ 6,674,046	\$ 14,707,156
Balance Due Within One Year	\$ 5,474,537	\$ 1,370,816

	Net Pension Liability - Agent Plan
Balance, July 1, 2023	\$ 6,449,966
Additions	22,109,174
Reductions	(12,170,160)
Balance, June 30, 2024	\$ 16,388,980
Balance Due Within One Year	\$ 0

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2024	\$ 49,232,913
Less: Balance Due Within One Year - Other	<u>(8,131,316)</u>
Noncurrent Liabilities - Due in	
More Than One Year - Other - Exhibit A	<u>\$ 41,101,597</u>

The internal service funds primarily serve the governmental funds. Accordingly, long-term obligations for the internal service funds are included as part of the above totals for governmental activities. At year end, \$6,674,046 of claims and judgments is included in the above amounts. Compensated absences, pension liabilities, and other postemployment benefits will be paid from the employing funds, primarily the General, Solid Waste/Sanitation, and Highway/Public Works funds. Landfill closure/postclosure care costs did not change due to groundwater contamination issues and will be paid from the Solid Waste/Sanitation Fund.

Discretely Presented Rutherford County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2023	\$ 2,878,576	\$ 82,483,474
Additions	2,861,280	98,054,350
Reductions	<u>(2,851,719)</u>	<u>(165,713,742)</u>
Balance, June 30, 2024	<u>\$ 2,888,137</u>	<u>\$ 14,824,082</u>
Balance Due Within One Year	<u>\$ 86,644</u>	<u>\$ 4,534,063</u>

	Net Pension Liability - Agent Plan
Balance, July 1, 2023	\$ 4,374,255
Additions	13,560,864
Reductions	<u>(7,780,958)</u>
Balance, June 30, 2024	<u>\$ 10,154,161</u>
Balance Due Within One Year	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2024	\$ 27,866,380
Less: Balance Due Within One Year - Other	<u>(4,620,707)</u>
Noncurrent Liabilities - Due in	
More Than One Year - Other - Exhibit A	<u>\$ 23,245,673</u>

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

H. Donor Restricted Endowments

The discretely presented Rutherford County School Department accounts for an endowment in a private-purpose trust fund, the Endowment Fund. The principal amount must remain intact, while interest earned on the principal will fund a scholarship for the valedictorian of the senior class at Eagleville High School. During the year ended June 30, 2024, interest earned and expended totaled \$1,329 with no resulting effect on net position.

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

The State of Tennessee pays health insurance premiums for retired teachers on behalf of the Rutherford County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both plans are administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2024, were \$262,038. 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

Rutherford County and the discretely presented school department have chosen to establish the Self-Insurance Fund for liability risks. The Self-Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county and the school department are self-insured to a limit of \$350,000 per claim for general liability claims and \$350,000 per claim for automobile claims. The county and school department obtained commercial insurance for claims beyond the above-noted amounts. The maximum liability the county can incur is \$5,000,000 for general liability and \$5,000,000 for automobile claims.

Rutherford County and the discretely presented school department have chosen to establish the Employee Insurance - Health Fund for risks associated with the employees' health insurance plan. The Employee Insurance - Health Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county is self-insured to a limit of \$750,000 per person per agreement year. The county carries no aggregate reinsurance coverage. Group life and accident insurance premiums paid to a private insurance company are also recorded in this fund. As of January 1, 2023, the discretely presented school department chose to participate in the Local Education Group Insurance Fund (LEGIF) a public entity risk pool established to provide a program of health insurance coverage for employees of local education agencies. In accordance with Section 8-27-301, *TCA*, all local

education agencies are eligible to participate. The LEGIF is included in the Annual Comprehensive Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

Rutherford County and the discretely presented school department have chosen to establish the Workers' Compensation Fund for risks associated with workers' compensation claims. The Workers' Compensation Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county carries no reinsurance coverage.

Rutherford County and the discretely presented school department have chosen to establish an on-the-job injury program for risks associated with workplace injury. The on-the-job injury program is accounted for in the Workers' Compensation Fund (internal service fund) where assets are set aside for claims settlements. Qualified individuals shall receive two-thirds of their salary averaged over the past 52 weeks provided there is medical documentation from a county-designated physician stating that it is medically necessary for the qualified individual to remain off work, or to undergo therapy in relation to an on-the-job injury. Benefits (not including long-term disability benefits) shall not extend beyond one calendar year from the date of injury or illness.

All full-time employees of the primary government, the Smyrna-Rutherford County Airport (joint venture), and the discretely presented component units (school department, emergency communications district, and Community Care of Rutherford County, Inc.) are eligible to participate in the Employee Insurance – Health Fund. All full-time employees of the primary government and the discretely presented school department component unit are eligible to participate in the Workers' Compensation Fund. Premium charges are allocated to each fund that accounts for full-time employees. These charges are based on actuarial estimates of the amounts needed to pay prior- and current-year claims. Liabilities of the funds are reported when losses are probable, and the amounts of the losses can be reasonably estimated. The Employee Insurance - Health Fund and the Workers' Compensation Fund establish claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. Claims liabilities include incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years for the Self-Insurance, Employee Insurance – Health, and Workers' Compensation funds are as follows:

Self-Insurance Fund

		Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2022-23	\$	3,371,185	\$ 3,332,526	\$ (3,325,873)	3,377,838
2023-24		3,377,838	2,184,244	(3,928,951)	1,633,131

Employee Insurance - Health Fund

		Beginning of Fiscal Year Liability		Current-year Claims and Estimates		Payments		Balance at Fiscal Year-end
2022-23	\$	13,164,238	\$	39,794,369	\$	(48,036,572)	\$	4,922,035
2023-24		4,922,035		16,407,348		(17,217,468)		4,111,915

Workers' Compensation Fund

		Beginning of Fiscal Year Liability		Current-year Claims and Estimates		Payments		Balance at Fiscal Year-end
<i>Workers' Compensation Program</i>								
2022-23	\$	1,877,000	\$	25,328	\$	(1,712,328)	\$	190,000
2023-24		190,000		2,855		(91,855)		101,000

On-the-Job Injury Program

2022-23	\$	383,800	\$	1,039,618	\$	(257,318)	\$	1,166,100
2023-24		1,166,100		282,613		(620,713)		828,000

B. Accounting Change

GASB Statement No. 100, *Accounting Changes and Error Corrections*, became effective for the fiscal year ending June 30, 2024. This statement clarifies the financial accounting and reporting requirements for changes in accounting principles, changes in accounting estimates, error corrections, and changes within the reporting entity.

C. Contingent Liabilities

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

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

D. Landfill Closure/Postclosure Care Costs

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

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Rutherford County closed its sanitary landfill in 2000. The \$1,197,350 reported as postclosure care liability on June 30, 2024, represents amounts based on what it would cost to perform all postclosure care in 2024. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. Landfill closure/postclosure care costs did not change due to groundwater contamination issues.

E. Joint Ventures

The Linebaugh Public Library System is jointly owned by Rutherford County and the cities of Murfreesboro and Smyrna and is operated by an appointed board. The board comprises 14 members, seven of whom are appointed by the Rutherford County Commission, with two being residents of Smyrna. The remaining seven members are appointed by the city of Murfreesboro. Rutherford County has control over budgeting and financing the joint venture only to the extent of representation by the seven board members appointed. Rutherford County contributed \$2,076,081 to the operations of the libraries during the year ended June 30, 2024.

Rutherford County is a participant with Cannon, Coffee, and Warren counties in a multi-county Municipal Solid Waste Planning Region. This entity was created to promote the preparation of municipal solid waste regional plans to manage solid waste effectively and efficiently. This entity is governed by a 13-member board comprising appointees from Cannon County (2), Coffee County (2), Rutherford County (3), Warren County (2), the city of Manchester (1), the city of McMinnville (1), the city of Murfreesboro (1), and the city of Woodbury (1). Funding is provided from member contributions and grants. There are no separately issued financial statements for the Municipal Solid Waste Planning Region. Rutherford County has been designated as the fiscal agent for the Planning Region and accounts for its activities through the Joint Venture Fund (agency fund), which is included in the financial statements of this report.

The Smyrna-Rutherford County Airport is operated through a joint operations agreement between Rutherford County and the town of Smyrna, Tennessee. The agreement created a joint board of directors to manage the airport. The board comprises five members, two of whom are appointed by the Rutherford County Commission, two by the town of Smyrna, and one jointly appointed by Rutherford County and the town of Smyrna. Rutherford County has control over budgeting and financing the joint venture only to the extent of its representation by its board members.

The Joint Parking Authority of Rutherford County was created by Rutherford County and the city of Murfreesboro to operate and maintain a jointly owned parking garage. The Joint Parking Authority comprises seven members, three of whom are appointed by Rutherford County, three by the city of Murfreesboro, and one jointly by the county mayor and the city mayor. Rutherford County has control over budgeting and financing the joint venture only to the extent of representation by the three board members appointed. This agency had no financial activity to report.

The Rutherford County Chamber of Commerce Economic Development Council has been designated as the Joint Economic and Community Development Board for Rutherford County, the city of Murfreesboro, the town of Smyrna, the city of LaVergne, and the town of Eagleville. This designation was authorized by an interlocal agreement between the governments, as provided by Section 6-58-115(j), *Tennessee Code Annotated (TCA)*. The purpose of this board is to foster communication relative to economic and community development between and among governmental entities, industry, and private citizens. If funding through the Rutherford County Chamber of Commerce is inadequate, the funding formula established by the Comprehensive Growth Plan, Section 6-58-101, et seq., *TCA*, shall be followed. Rutherford County has control over budgeting and financing the board through the county mayor or designee to the board. Separate financial statements are not prepared for the board; however, financial information may be obtained through the Rutherford County Chamber of Commerce. Rutherford County contributed \$96,500 to the operations of the board during the year ended June 30, 2024.

Rutherford County does not have an equity interest in any of the above-noted joint ventures. Complete financial statements for the Rutherford County Library System and the Smyrna-Rutherford County Airport can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Linebaugh Public Library System
105 West Vine Street
Murfreesboro, TN 37130

Smyrna-Rutherford County Airport
278 Doug Warpoole Road
Smyrna, TN 37167

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Rutherford County, non-certified employees of the discretely presented Rutherford County School Department, and employees of the discretely presented Community Care of Rutherford County, Inc., 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 59.88 percent, the non-certified employees of the discretely presented school department comprise 37.1 percent, and the employees of the discretely presented Community Care of Rutherford County, Inc., comprise 3.02 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available

financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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

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

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

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	1,407
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	2,799
Active Employees	<u>3,055</u>
Total	<u><u>7,261</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 to the plan. Rutherford County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2024, the employer contributions for Rutherford County were \$9,986,744, \$6,427,367, and \$545,775, for the primary government, the non-certified employees of the discretely presented school department, and the discretely presented Community Care of Rutherford County, Inc., respectively, based on a rate of 11.11 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Rutherford 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)

Rutherford County's net pension liability (asset) was measured as of June 30, 2023, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Rutherford 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)
Primary Government			
Balance, July 1, 2022	\$ 241,747,437	\$ 235,297,471	\$ 6,449,966
Changes for the Year:			
Service Cost	\$ 6,633,321	\$ 0	\$ 6,633,321
Interest	17,325,532	0	17,325,532
Differences Between Expected and Actual Experience	10,564,673	0	10,564,673
Contributions-Employer		8,295,890	(8,295,890)
Contributions-Employee	0	36,978	(36,978)
Net Investment Income	0	16,412,829	(16,412,829)
Benefit Payments, Including Refunds of Employee Contributions	(7,533,957)	(7,533,957)	0
Administrative Expense	0	(161,185)	161,185
Net Changes	\$ 26,989,569	\$ 17,050,555	\$ 9,939,014
Balance, June 30, 2023	\$ 268,737,006	\$ 252,348,026	\$ 16,388,980

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
School Department			
Balance, July 1, 2022	\$ 162,341,468	\$ 157,967,213	\$ 4,374,255
Changes for the Year:			
Service Cost	\$ 4,109,823	\$ 0	\$ 4,109,823
Interest	10,356,390	0	10,356,390
Differences Between Expected and Actual Experience	6,545,581	0	6,545,581
Contributions-Employer	0	5,139,905	(5,139,905)
Contributions-Employee	0	22,911	(22,911)
Net Investment Income	0	10,168,938	(10,168,938)
Benefit Payments, Including Refunds of Employee Contributions	(4,667,833)	(4,667,833)	0
Administrative Expense	0	(99,866)	99,866
Net Changes	\$ 16,343,961	\$ 10,564,055	\$ 5,779,906
Balance, June 30, 2023	\$ 178,685,429	\$ 168,531,268	\$ 10,154,161

	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension	Fiduciary	Liability
	Liability	Net Position	(Asset)
Community Care	(a)	(b)	(a)-(b)
Balance, July 1, 2022	\$ 14,286,968	\$ 13,969,428	\$ 317,540
Changes for the Year:			
Service Cost	\$ 334,546	\$ 0	\$ 334,546
Interest	881,559	0	881,559
Differences Between Expected and Actual Experience	532,821	0	532,821
Contributions-Employer	0	418,397	(418,397)
Contributions-Employee	0	1,865	(1,865)
Net Investment Income	0	827,768	(827,768)
Benefit Payments, Including Refunds of Employee Contributions	(379,969)	(379,969)	0
Administrative Expense	0	(8,129)	8,129
Net Changes	\$ 1,368,957	\$ 859,932	\$ 509,025
Balance, June 30, 2023	\$ 15,655,925	\$ 14,829,360	\$ 826,565

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

	1% Decrease	Current	1% Increase
		Discount Rate	
Net Pension Liability (Asset)	5.75%	6.75%	7.75%
Primary Government	\$ 59,196,542	\$ 16,388,980	\$ (18,493,328)
School Department	36,679,568	10,154,161	(11,459,611)
Community Care	2,982,510	826,565	(931,042)
Total	\$ 98,858,620	\$ 27,369,706	\$ (30,883,981)

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

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, Rutherford County recognized pension expense (negative pension expense) of \$22,533,423.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, Rutherford County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Primary Government	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 19,262,643	\$ 2,947,583
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,095,960	0
Changes in Assumptions	10,182,651	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	9,986,744	N/A
Total	\$ 41,527,998	\$ 2,947,583

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

School Department	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 11,934,604	\$ 1,826,242
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,298,599	0
Changes in Assumptions	6,308,890	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	6,427,367	N/A
Total	\$ 25,969,460	\$ 1,826,242

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Community Care		
Difference Between Expected and Actual Experience	\$ 971,496	\$ 148,659
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	105,708	0
Changes in Assumptions	513,554	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	545,775	N/A
Total	<u>\$ 2,136,533</u>	<u>\$ 148,659</u>

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

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

Year Ending June 30	Primary Government	School Department	Community Care	Total
2025	\$ 5,680,305	\$ 3,519,361	\$ 286,482	\$ 9,486,148
2026	4,962,640	3,074,715	250,287	8,287,642
2027	12,011,700	7,442,119	605,801	20,059,620
2028	4,178,250	2,588,729	210,727	6,977,706
2029	1,760,776	1,090,928	88,802	2,940,506
Thereafter	0	0	0	0

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

Discretely Presented Rutherford County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Rutherford County, non-certified employees of the discretely presented Rutherford County School Department, and employees of the discretely presented Community Care of Rutherford County, Inc. 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 59.88

percent, the non-certified employees of the discretely presented school department comprise 37.1 percent, and the employees of the discretely presented Community Care of Rutherford County, Inc. comprise 3.02 percent of the plan based on contribution data.

Discretely Presented Rutherford County School Department - Certified Employees - Teacher Retirement Plan

General Information About the Pension Plan

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

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLAs, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic

cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2024, to the Teacher Retirement Plan were \$3,418,165, which is 2.95 percent of covered payroll. In addition, employer contributions of \$1,216,635, which is 1.05 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets). On June 30, 2024, the school department reported a liability (asset) of (\$2,108,750) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2023, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2023, the school department's proportion was 4.973071 percent. The proportion as of June 30, 2022, was 4.986174 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the Rutherford County School Department recognized pension expense (negative pension expense) of \$2,637,125.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department reported deferred outflows 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	\$ 71,032	\$ 1,230,830
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	536,137	0
Changes in Assumptions	1,586,504	0
Changes in Proportion of Net Pension Liability (Asset)	6,978	383,604
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	3,418,165	N/A
Total	<u>\$ 5,618,816</u>	<u>\$ 1,614,434</u>

The school department's employer contributions of \$3,418,165, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2025	\$ (41,503)
2026	(119,531)
2027	707,538
2028	6,330
2029	9,601
Thereafter	23,782

Actuarial Assumptions. The total pension liability as of the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

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

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

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

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

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

School Department's		Current	
Proportionate Share of	1%	Discount	1%
the Net Pension	Decrease	Rate	Increase
Liability (Asset)	5.75%	6.75%	7.75%

Net Pension Liability (Asset)	\$ 9,700,155	\$ (2,108,750)	\$ (10,610,195)
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Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

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

General Information About the Pension Plan

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

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

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

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Rutherford County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$11,178,775, which is 6.81 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liability (Assets). On June 30, 2024, the school department reported a liability (asset) of (\$56,453,740) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2023, the school department's proportion

was 4.788379 percent. The proportion measured on June 30, 2022, was 4.728487 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$13,339,816.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 13,450,156	\$ 2,619,830
Changes in Assumptions	18,394,172	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	9,795,014	0
Changes in Proportion of Net Pension Liability (Asset)	0	1,918,467
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	11,178,775	N/A
Total	\$ 52,818,117	\$ 4,538,297

The school department's employer contributions of \$11,178,775 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the pension liability (asset) in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2025	\$ 12,531,822
2026	(8,614,934)
2027	33,107,429
2028	76,728
2029	0
Thereafter	0

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

Actuarial Assumptions. The total pension liability as of the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from 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 net pension liability (asset) of Rutherford County calculated using the discount rate of 6.75 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75 percent) or one percentage point higher (7.75 percent) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
	5.75%	6.75%	7.75%

Net Pension Liability (Asset)	\$ 122,960,177	\$ (56,453,740)	\$ (205,675,528)
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Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

2. Deferred Compensation

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

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$6,023,386 and teachers contributed \$3,568,605 to this deferred compensation pension plan.

G. Other Postemployment Benefits (OPEB)

Rutherford County, the Smyrna-Rutherford County Airport (a joint venture), and the discretely presented Rutherford County School Department, Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District (component units) provide OPEB benefits to their retirees through a single commercial insurance plan administered by Cigna Insurance Company. Subsequent to December 31, 2022, the discretely presented Rutherford County School Department provided OPEB benefits to their retirees through state administered public entity risk pools and commercial health insurance plans. For reporting purposes, the plan is considered a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

Plan Description. All full-time employees and eligible retirees of Rutherford County, the Smyrna-Rutherford County Airport (a joint venture), and the discretely presented Rutherford County School Department, Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District (component units) are eligible to participate in the health insurance plan accounted for in the Employee Insurance – Health Fund (internal service fund).

The premium requirements of plan members are established and may be amended by the insurance committee comprised of 15 members, which include the County Mayor, three County Commissioners, four members at large, one highway representative, three employee representatives, two Board of Education representatives, and one Rutherford Education

Association representative. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. While the County Risk Management committee recommends the contribution policy, the county commission approves and authorizes the policy in terms of subsidizing active employees or retired employees' premiums.

Benefits Provided:

Employees Hired after December 31, 2010

All full-time employees and eligible retirees of Rutherford County, the Smyrna-Rutherford County Airport (a joint venture), and Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District (component units) are eligible to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. As well as eligible retirees of the discretely presented Rutherford County School Department (component unit). All medical plan benefits will end with Medicare eligibility.

Employees Hired on or Before December 31, 2010

On December 31, 2010, if employees had worked full-time at Rutherford County, the Smyrna-Rutherford County Airport (a joint venture), and the discretely presented Rutherford County School Department, Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District (component units) for a total of:

1. Less than six months of service, the eligibility requirements to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. All medical plan benefits will end with Medicare eligibility.
2. Six months up to seven years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. For pre-65 and post-65, the county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older (post-65) at retirement, there will not be any pharmacy benefits.
3. Seven up to ten years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. For pre-65 and post-65, the county will provide 50 percent for retirees and 25 percent for dependents of the adequate rate. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older (post-65) at retirement, there will not be any pharmacy benefit.

4. Ten up to 20 years of service and were age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire have been met. For pre-65, the county will provide 50 percent for retirees and 50 percent for dependents of the adequate rate. For post-65, the county pays 50 percent of adequate rate for Medicare supplement and county pharmacy plan.
5. Ten up to 20 years of service but you were not age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and ten years on the plan, or any age with 30 years of service and ten years on the plan. For pre-65 and post-65, the county pays 50 percent of adequate rate. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older and post-65 at retirement, there will not be any pharmacy benefit.
6. Twenty or more years of service as of December 31, 2009, the eligibility requirements to retire with medical insurance are age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan. For pre-65, the county will provide 50 percent of the adequate rate for retired employees and dependents. For post-65, the county pays 50 percent of adequate rate for Medicare supplement and county pharmacy plan for retired employees and dependents.
7. Twenty or more years of service as of December 31, 2009, the eligibility requirements to retire with medical insurance are age 60 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan. For pre-65, the county will provide a 50 percent adequate rate for retired employees and dependents. For post-65, the county pays 75 percent of adequate rate for themselves and 50 percent of the adequate rate for dependents for Medicare supplement and county pharmacy plan.

An employee who becomes disabled becomes eligible for retiree health coverage if they are under age 65 and have completed at least ten years of service prior to total disability termination plus the employee must have had active coverage for a continuous five-year period and have filed and qualified for Medicare disability coverage. If the retiree is eligible for health insurance coverage, the coverage is also provided for the retiree's spouse and/or dependent children. As of January 1, 2023, the discretely presented school department opted out of this plan; however, participating retirees as of December 31, 2022, remain part of this plan. This resulted in a change in the benefit plan.

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

Active Employees	1,304
Inactive Employees or Beneficiaries	507
Total	<u><u>1,811</u></u>

Total OPEB Liability

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

Actuarial Assumptions and Methods. The total OPEB liability on the June 30, 2024, measurement date was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Individual Entry Age Normal Cost Method - Level Percentage of Projected Salary
Inflation Rate	2.5%
Salary Increases	4%
Discount Rate	4.21% (1.71% real rate of return plus 2.5% inflation)
Healthcare Cost Trend Rate	4.5% trending downward to an ultimate rate
Retirees share of Benefit Related Cost	25% to 50% depending upon years of service and employment classification.

The discount rate was based on the Bond Buyer GO-20 municipal bond index.

Mortality rates were based on Mortality Table RPH-2014 total table with projection MP-2021.

The actuarial assumptions used for the June 30, 2024, fiscal year end were based on plan data and costs presented by Rutherford County with concurrence by the actuary.

Changes in Assumptions. The discount rate changed from 3.54 percent as of the beginning of the measurement period to 4.21 percent as of the measurement date of July 1, 2024.

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

	Share of Collective Liability		
	Primary Government	School Department	Community Care
Balance July 1, 2022	\$ 20,227,377	\$ 82,483,474	\$ 1,015,167
Changes for the Year:			
Service Cost	\$ 585,633	\$ 0	\$ 15,172
Interest	603,494	714,333	14,692
Experience	(3,761,814)	19,962,011	53,153
Change in Plan Benefits	(18,142,830)	(163,849,582)	(1,531,506)
Change in Assumptions	16,155,580	66,369,030	810,812
Benefit Payments	(960,284)	(1,864,160)	(25,693)
Net Changes	\$ (5,520,221)	\$ (78,668,368)	\$ (663,370)
Balance June 30, 2024	\$ 14,707,156	\$ 3,815,106	\$ 351,797

	Share of Collective Liability		Total
	Airport	E-911	
Balance July 1, 2022	\$ 394,899	\$ 68,341	\$ 104,189,258
Changes for the Year:			
Service Cost	\$ 3,810	\$ 8,254	\$ 612,869
Interest	916	3,867	1,337,302
Experience	(3,562)	(103,453)	16,146,335
Change in Plan Benefits	(205,747)	91,687	(183,637,978)
Change in Assumptions	(147,819)	28,220	83,215,823
Benefit Payments	(20,443)	(2,375)	(2,872,955)
Net Changes	\$ (372,845)	\$ 26,200	\$ (85,198,604)
Balance June 30, 2024	\$ 22,054	\$ 94,541	\$ 18,990,654

Due to a change in actuary and a change in measurement date, two years of activity was reflected in the prior tables. During the year, the plan member's proportionate share of the collective OPEB liability was as follows: primary government 77.44 percent, school department 20.09 percent, community care 1.85 percent, airport .12 percent, and E-911 0.5 percent.

Negative OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the plan recognized negative OPEB expense of (\$184,373,033) which was allocated as follows: primary government (\$18,854,310); school department (\$163,858,820); Community Care (\$1,548,639), Airport (\$203,544); E-911 \$92,280. On June 30, 2024, the plan reported deferred outflows of resources and deferred inflows of resources related to their proportionate share of OPEB from the following sources:

Primary Government	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 8,325,566
Changes of Assumptions/Inputs	0	0
Benefits Paid After the Measurement Date	0	0
Total	\$ 0	\$ 8,325,566

School Department

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 2,157,782
Changes of Assumptions/Inputs	0	0
Benefits Paid After the Measurement Date	0	0
Total	<u>\$ 0</u>	<u>\$ 2,157,782</u>

Community Care

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 198,972
Changes of Assumptions/Inputs	0	0
Benefits Paid After the Measurement Date	0	0
Total	<u>\$ 0</u>	<u>\$ 198,972</u>

Airport

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 12,473
Changes of Assumptions/Inputs	0	0
Benefits Paid After the Measurement Date	0	0
Total	<u>\$ 0</u>	<u>\$ 12,473</u>

E-911

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 46,111
Changes of Assumptions/Inputs	0	0
Benefits Paid After the Measurement Date	0	0
Total	<u>\$ 0</u>	<u>\$ 46,111</u>

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

Year Ending June 30	Primary Government	School Department	Community Care
2025	\$ (2,081,337)	\$ (539,462)	\$ (49,677)
2026	(2,081,337)	(539,462)	(49,677)
2027	(2,081,337)	(539,462)	(49,677)
2028	(2,081,555)	(539,396)	(49,941)
2029	0	0	0
Thereafter	0	0	0

Year Ending June 30	Airport	E-911	Total
2025	\$ (3,222)	\$ (11,528)	\$ (2,685,226)
2026	(3,222)	(11,528)	(2,685,226)
2027	(3,222)	(11,528)	(2,685,226)
2028	(2,807)	(11,527)	(2,685,226)
2029	0	0	0
Thereafter	0	0	0

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

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the proportionate share of the total OPEB liability of the plan members calculated using the discount rate of 4.21 percent, as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (3.21 percent) or one percentage point higher (5.21 percent) than the current rate:

<u>Discount Rate</u>	1% Decrease 3.21%	Current Discount Rate 4.21%	1% Increase 5.21%
OPEB Liability			
Primary Government	\$ 16,458,798	\$ 14,707,156	\$ 13,246,409
School Department	4,269,851	3,815,106	3,436,472
Community Care	393,192	351,797	316,450
Airport	25,504	22,054	20,526
E-911	106,268	94,541	85,527
Total	<u>\$ 21,253,613</u>	<u>\$ 18,990,654</u>	<u>\$ 17,105,384</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the proportionate share of total OPEB liability of the plan members calculated using the healthcare cost trend rate of 4.5 percent, as well as what the OPEB liability would be if it was calculated using a trend rate that is one percentage point lower (3.5 percent) or one percentage point higher (5.5 percent) than the current rate:

<u>Healthcare Cost Trend Rate</u>		Current	
	1%	Trend	1%
	Decrease	Rates	Increase
OPEB Liability	3.5%	4.5%	5.5%
Primary Government	\$ 12,821,121	\$ 14,707,156	\$ 17,035,004
School Department	3,326,140	3,815,106	4,419,334
Community Care	306,290	351,797	406,957
Airport	19,867	22,054	26,397
E-911	82,781	94,541	109,988
Total	<u>\$ 16,556,199</u>	<u>\$ 18,990,654</u>	<u>\$ 21,997,680</u>

OPEB Provided through State Administered Public Entity Risk Pools

Discretely Presented Rutherford County School Department

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

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

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

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

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

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

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2023, valuations were the same as those employed in the July 1, 2020, Pension Actuarial Valuation of the TCRS. These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality, 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 3.54 percent as of the beginning of the measurement period to 3.65 percent as of the measurement date of June 30, 2023. This change in assumption decreased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2023 plan year was revised from 8.37 percent to 10.31 percent.

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

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

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

	<u>Total</u>
Inactive Employees Currently Receiving Benefit Payments	66
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees Eligible For Benefits	<u>3,013</u>
Total	<u><u>3,079</u></u>

A state insurance committee, created in accordance with *TCA* 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$579,353 to the LEP for OPEB benefits as they came due.

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

	Share of Collective Liability		Total OPEB Liability
	Rutherford County School Department 66.5597%	State of TN 33.4403%	
Balance July 1, 2022	\$ 0	\$ 0	\$ 0
Changes for the Year:			
Service Cost	\$ 0	\$ 0	\$ 0
Interest	0	0	0
Changes in Benefit Terms	11,008,976	5,531,026	16,540,002
Difference between Expected and Actual Experience	0	0	0
Changes in Proportion	0	0	0
Changes in Assumption	0	0	0
Benefit Payments	0	0	0
Net Changes	\$ 11,008,976	\$ 5,531,026	\$ 16,540,002
Balance June 30, 2023	\$ 11,008,976	\$ 5,531,026	\$ 16,540,002

The Rutherford 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 Rutherford County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$5,531,026 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Rutherford County School Department's proportionate share of the collective OPEB liability was 66.5597 percent and the State of Tennessee's share was 33.4403 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department recognized OPEB expense of \$16,540,002, including the state's share of the expense. On June 30, 2024, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 0
Changes of Assumptions	0	0
Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employer and Nonemployer Contributors As Benefits Came Due	0	0
Benefits Paid After the Measurement Date of June 30, 2023	579,353	0
Total	\$ 579,353	\$ 0

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

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

Year Ending June 30	School Department
2025	\$ 0
2026	0
2027	0
2028	0
2029	0
Thereafter	0

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

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

<u>Discount Rate</u>	Current	
1%	Discount	1%
Decrease	Rate	Increase
2.65%	3.65%	4.65%

Proportionate Share of the Collective Total OPEB Liability	\$ 11,936,431	\$ 11,008,976	\$ 10,142,385
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Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the school department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

<u>Healthcare Cost Trend Rate</u>	Current	
1%	Rate	1%
Decrease		Increase
9.31 to 3.5%	10.31 to 4.5%	11.31 to 5.5%

Proportionate Share of the Collective Total OPEB Liability	\$ 9,753,198	\$ 11,008,976	\$ 12,492,665
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H. Office of Central Accounting and Budgeting

Office of Director of Finance

Rutherford County operates under Chapter 49, Private Acts of 1979, as amended. This act provides for a central system of accounting and budgeting covering all funds of the county. Accounting records of all funds are maintained under the supervision of the director of finance.

I. Purchasing Laws

Office of County Mayor

Rutherford County Purchasing Act of 2017, as amended, governs purchasing procedures for the general county government. This act provides for purchases to be made by the county mayor and for all purchases exceeding \$50,000 (excluding emergency purchases) to be made based on competitive bids solicited through newspaper advertisement.

Office of Highway Superintendent

Chapter 55, Private Acts of 1951, as amended, and Section 54-7-113, *Tennessee Code Annotated (TCA)* (Uniform Road Law), govern purchasing procedures for the highway department. These statutes require all purchases exceeding \$50,000 to be made on the basis of publicly advertised competitive bids.

Office of Director of Schools

Purchasing procedures for the discretely presented Rutherford County School Department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *TCA*, which provides for the county Board of Education, through its executive committee (director of schools and chairman of the Board of Education), to make all purchases. This statute also requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$50,000.

VI. OTHER NOTES – DISCRETELY PRESENTED COMMUNITY CARE OF RUTHERFORD COUNTY, INC

A. *Summary of Significant Accounting Policies*

The summary of significant accounting policies of Community Care of Rutherford County, Inc., (the nursing home) is presented to assist in understanding the nursing home's financial statements. The financial statements and notes are representations of the nursing home's management who is responsible for their integrity and objectivity. These accounting policies conform to Generally Accepted Accounting Principles.

Financial Reporting Entity – The nursing home is a component unit of the primary government of Rutherford County, Tennessee. The nursing home reports its financial information separately from Rutherford County; however, the county, in its financial report, also discretely presents the nursing home's financial information.

Legally, the nursing home is a separate nonprofit entity that has considerable legal, financial, and administrative autonomy. However, as the governing board is not elected, but is instead entirely appointed by the Rutherford County Commission, and the county is contingently liable for all the nursing home's debt obligations, the nursing home cannot be a primary government. Instead, it qualifies as a component unit according to the directives of GASB.

The GASB specifies that component units must be legally separate organizations, which have financial accountability to a primary government. Financial accountability exists *prima facie* if a special-purpose government is not fiscally independent. GASB states that to be fiscally independent, the government has to have the authority to do all of three activities. One of these activities is to issue bonded debt without approval by another government. The nursing home may not issue debt without Rutherford County's approval, as the county remains contingently liable for all debt obligations. Because the nursing home is both a legal entity and financially accountable to the primary government of Rutherford County as the county commission appoints all members of the governing board and by the nature of its fiscal dependence on Rutherford County as described above, it is a component unit of Rutherford County, Tennessee.

Basis of Presentation – The financial statements are presented on the full accrual basis of accounting and conform to accounting principles generally accepted in the United States of America.

As a component unit of Rutherford County, the accounts of the nursing home are organized on the basis of a proprietary fund type, specifically an enterprise fund. The activities of this fund are accounted for with a separate set of self-balancing accounts that comprise the nursing home's assets, deferred outflows, liabilities, deferred inflows, net position, revenues, and expenses. Enterprise funds account for activities (i) that are financed with debt that is secured

by a pledge of the net revenues from fees and charges of the activity; or (ii) that are required by laws or regulations that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenues; or (iii) that the pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

The accounting and financial reporting treatment applied to the nursing home is determined by its measurement focus. The transactions of the nursing home are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the Statement of Net Position. Net position (i.e., total assets plus net deferred outflows net of total liabilities and net deferred inflows) is segregated into net investment in capital assets, restricted for pensions, and unrestricted components.

When both restricted and unrestricted resources are available for use, it is the nursing home's policy to use restricted resources first and then unrestricted resources as they are needed.

Cash and Cash Equivalents – The nursing home presents its cash flow statement using the direct method. For purposes of cash flow presentation, the nursing home considers cash in operating bank accounts, demand deposits, cash on hand, and certificates of deposit, which have original maturities of three months or less as cash and cash equivalents. On June 30, 2024, there were no certificates of deposit that qualified as cash equivalents.

Accounts Receivable and Allowance for Doubtful Accounts – Patient accounts receivable are stated at the amount the nursing home expects to collect from outstanding balances. Patient accounts receivable are due within ten days after the issuance of the request for payment. Third-party payer receivables are usually collected within 60 days. Receivables past due more than 120 days are considered delinquent. The nursing home provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based upon a review of outstanding receivables, historical collection information, and existing economic conditions. Delinquent accounts are written off based on individual evaluation and specific circumstances. Some delinquent accounts deemed to be collectible are placed with an attorney for collection.

Patient Service Revenue – Gross patient revenue is recorded on an accrual basis based on services rendered at amounts equal to established rates. Allowances for contractual adjustments are recorded for the differences between established rates and amounts estimated to be paid by the Medicare and Medicaid programs and other third-party payors. Contractual adjustments are deducted from gross patient revenue to determine net patient revenue. Contractual adjustments and bad debt expense for the fiscal year ended June 30, 2024, amounted to \$673,992 and \$95,696, respectively. Amounts paid under Medicare and Medicaid programs are generally based on fixed rates per patient day, adjusted prospectively. All amounts earned under Medicare, Medicaid, and other governmental programs are subject to review by the third-party payors. Any differences between estimated settlements and final determinations are reflected in operations in the year finalized.

Inventories – Inventories consist of expendable supplies held for consumption and are reported at cost based on the first-in, first-out method.

Property and Equipment – Property and equipment are stated at cost. Donated capital assets are recorded at estimated fair value on the date donated. Depreciation of property and

equipment is provided using the straight-line method. Maintenance and repairs are charged to operations when incurred. The nursing home eliminates the costs and related allowances from the accounts for properties sold or retired, and any resulting gains or losses are included in income. The center estimates the useful lives of the respective classes of plant and equipment as follows:

Assets	Years
Leasehold Improvements	5 - 25
Transportation Equipment	4 - 5
Furniture and Equipment	3 - 20

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) until then. The nursing home has items that qualify for reporting in this category. Accordingly, the items are reported in the Statement of Net Position. These items are for pension changes in experience and assumptions; other postemployment benefit plan (OPEB) changes in assumptions, and contributions for the pension plan and OPEB benefits both paid after the measurement dates of the actuarial reports.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the Statement of Net Position. The deferred inflows relate to certain amounts related to pensions and OPEB, such as difference between projected and actual earnings on pension plan investments and changes in pension plan assumptions as well as changes in OPEB assumptions.

Compensated Absences – Nursing home employees accrue personal leave or compensated absences by a prescribed formula based on length of service. Compensated absences related to the nursing home employees are recorded within the period earned.

Operating Revenues and Expenses – The nursing home's operating revenues and expenses consist of revenues earned and expenses incurred relating to the operation and maintenance of its principal ongoing operations. All other revenues and expenses are reported as nonoperating revenues and expenses and consist of those revenues and expenses that are related to financing and investing type of activities and result from nonexchange transactions or ancillary activities.

Pensions – 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 Rutherford County's participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Rutherford County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement Plan. For this purpose, benefits (including refunds of employee contributions) are

recognized when due and payable in accordance with the benefit terms of the Public Employee Retirement Plan of the TCRS. Investments are reported at fair value.

Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes – The nursing home is exempt from income taxes as a nonprofit corporation described in Section 501(c)(3) of the Internal Revenue Code, and accordingly, the financial statements do not reflect a provision for income taxes.

Newly Adopted Accounting Pronouncements –The nursing home implemented the following Governmental Accounting Standards Board (GASB) statements during fiscal year 2024:

GASB Statement No. 100, *Accounting for Change and Error Corrections*, was issued in June 2022. This statement enhances accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The implementation did not have an effect on the nursing home's financial statements for fiscal year 2024.

Recent Accounting Pronouncements - GASB Statement No. 101, *Compensated Absences*, was issued in June 2022. This statement updates the recognition and measurement guidance for compensated absences. This statement requires liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. This statement will be effective for the nursing home in fiscal year 2025. The nursing home is in the process of evaluating the impact of GASB Statement No. 101.

B. Cash and Certificates of Deposit

State statutes authorize the nursing home to make investments in bonds, notes or treasury bills of the United States, certificates of deposit at Tennessee state chartered or federally chartered banks and savings and loan associations, Federal Loan Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes and debentures, banks or cooperative debentures, or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year, or in the pooled investment fund established under Tennessee law. Cash reserves for operations were held in bank checking and savings accounts.

State statutes require that all deposits with financial institutions must be collateralized by securities whose market value is equal to 105 percent of the value of uninsured deposits. This must be done by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. The Tennessee Bank Collateral Pool is a multiple financial institution collateral pool in which member financial institutions holding public funds pledge collateral securities equal to at least 105 percent of the average daily balance of public deposits held. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. The pool also has the ability to make additional assessments on a pro-rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

The second method is for deposits with financial institutions that do not participate in the bank collateral pool. In this case, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the organization who has the deposits.

During fiscal year 2024, the nursing home's deposit balances were fully collateralized by the State of Tennessee Bank Collateral Pool. Additionally, cash and the cash-patients' funds presented on the statement of net position includes \$450 of cash on hand and not included in cash deposits above.

On June 30, 2024, the carrying amount of cash deposits was \$3,454,375, and the bank balance was \$3,599,283. In addition, the nursing home held patient funds in trust with a carrying amount of \$26,955 on June 30, 2024.

C. Capital Assets

Capital asset activity for the year ended June 30, 2024, is summarized as follows:

Description	Balance 7-1-23	Additions	Retirements	Balance 6-30-24
Capital assets not being depreciated:				
Land	\$ 113,184	\$ 0	\$ 0	\$ 113,184
Construction in Progress	155,005	0	(44,965)	110,040
Subtotal	<u>\$ 268,189</u>	<u>\$ 0</u>	<u>\$ (44,965)</u>	<u>\$ 223,224</u>
Capital assets being depreciated:				
Land improvements	\$ 46,600	\$ 41,895	0	\$ 88,495
Leasehold improvements	1,199,036	0	(2,803)	1,196,233
Transportation equipment	207,533	0	0	207,533
Furniture, fixtures, and equipment	1,320,300	44,187	(47,036)	1,317,451
Total	<u>\$ 2,773,469</u>	<u>\$ 86,082</u>	<u>\$ (49,839)</u>	<u>\$ 2,809,712</u>
Accumulated depreciation:				
Land improvements	\$ 25,414	\$ 6,556	0	\$ 31,970
Leasehold improvements	538,692	58,035	(2,417)	594,310
Transportation equipment	89,903	29,408	0	119,311
Furniture, fixtures, and equipment	860,105	67,970	(46,508)	881,567
Total	<u>\$ 1,514,114</u>	<u>\$ 161,969</u>	<u>\$ (48,925)</u>	<u>\$ 1,627,158</u>
Capital assets being depreciated, net	<u>\$ 1,259,355</u>	<u>\$ (75,887)</u>	<u>\$ (914)</u>	<u>\$ 1,182,554</u>
Capital Assets, net	<u>\$ 1,527,544</u>	<u>\$ (75,887)</u>	<u>\$ (45,879)</u>	<u>\$ 1,405,778</u>

Depreciation expense for the fiscal year ended June 30, 2024, totaled \$161,969.

D. Long-Term Obligations

A summary of changes in the nursing home's governmental activities long-term obligations transactions for the year ended June 30, 2024, are as follows:

	Balance 7-1-23	Additions	Reductions	Balance 6-30-24	Due Within One Year
Compensated absences	\$ 200,542	\$ 22,028	\$ 0	\$ 222,570	\$ 222,570
Pension liability	317,540	509,025	0	826,565	0
OPEB liability	1,015,167	0	(663,370)	351,797	0
	<u>\$ 1,533,249</u>	<u>\$ 531,053</u>	<u>\$ (663,370)</u>	<u>\$ 1,400,932</u>	<u>\$ 222,570</u>

E. Funds Held in Trust

On June 30, 2024, the nursing home had a fiduciary responsibility for funds totaling \$26,955 on behalf of patients. This amount was held in a separate interest-bearing cash account.

The nursing home is required to maintain a cash account as a depository for patient funds. The fund is restricted in use and can be used only for providing spending money for patients, purchasing supplies for patients with cash in the fund, or paying amounts due to the nursing home for patient care, provided the amount does not include monies stipulated for patients' use only. All funds are required to be placed in an insured interest-bearing account.

F. Lease Commitment

The nursing home has a lease agreement with Rutherford County for the rental of the building, which it occupies. Under the lease terms, the nursing home will incur no lease expense as long as the nursing home meets its responsibility to pay timely its cost of the medical, hospital and life insurance premiums incurred. The lease agreement was renewed June 17, 2021, for an additional five-year period commencing July 1, 2021, and ending June 30, 2026, and may be terminated by either party upon a 90-day written notice. For the year ended June 30, 2024, medical, hospital and life insurance premiums in the amount of \$1,171,615 were paid timely.

G. Concentration of Credit Risk

The nursing home grants credits without collateral to its patients, most of whom are insured under third-party payer agreements. The mix of receivables from patients and third-party payers are as follows:

Medicaid	52 %
Medicare	40
Private	3
Insurance	5
	<hr/>
	100 %
	<hr/>

Approximately 97 percent of net patient revenue is derived from third-party payers.

H. Risk Management

The nursing home is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The nursing home maintains commercial insurance coverage on each area of risk. Exposure is limited to claims in excess of standard policy limitations. The nursing home annually reviews its insurance needs based on claims and/or potential claims to minimize exposure. There were no claims in excess of insurance coverage during the past three years.

All full-time employees of the nursing home are eligible to participate in Rutherford County's Employee Insurance – Health Fund, which is an internal service fund of Rutherford County. Premium charges are allocated to the nursing home and are based on actuarial estimates of the amounts needed to pay prior- and current-year claims.

I. Pension Plan

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

Since Community Care of Rutherford County, Inc., is a component unit of Rutherford County and does not have its own distinct agent multiple-employer pension plan, the plan is treated as a cost-sharing plan for purposes of Community Care of Rutherford County, Inc.'s stand-alone financial statements. On the measurement date of June 30, 2023, Community Care of Rutherford County, Inc., comprised 3.02 percent of the plan based on contributions, and the proportion measured as of June 30, 2022, was 2.85 percent.

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 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 are available under various eligibility criteria.

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

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees are non-contributory. Community Care of Rutherford County, Inc., makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2024, the employer contributions for Community Care of Rutherford County, Inc., were \$545,775 based on a rate of 10.16 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept state shared taxes of Rutherford County, the primary government, if required employer contributions are not remitted. The employer's actuarially determined contribution and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Pension Liability. On June 30, 2024, Community Care of Rutherford County, Inc., reported a liability of \$826,565 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The nursing home’s proportion of the net pension liability was based on a projection of the nursing home’s long-term share of contributions to the pension plan relative to the actuarially determined projected contributions of all participating entities. On June 30, 2024, Community Care of Rutherford County, Inc.’s proportion was 3.02 percent.

Actuarial Assumptions. The total pension liability as of the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Rutherford 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.

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

	1% Decrease	Current Discount Rate	1% Increase
Community Care of Rutherford County	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 2,985,530	\$ 826,565	\$ (932,696)

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

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, Community Care of Rutherford County, Inc., recognized a pension expense (negative pension expense) of \$680,509.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, Community Care of Rutherford County, Inc., reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 971,496	\$ 148,659
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	105,708	0
Changes in Assumptions	513,554	0
Contributions Subsequent to the Measurement Date of June 30, 2023	545,775	0
Total	<u>\$ 2,136,533</u>	<u>\$ 148,659</u>

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

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

Year Ending June 30	Amount
2025	\$ 286,482
2026	250,287
2027	605,801
2028	210,727
2029	88,802
Thereafter	0

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

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

Payable to the Pension Plan. On June 30, 2024, the nursing home reported a payable of \$45,369 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2024.

J. Other Postemployment Benefits (OPEB)

Community Care of Rutherford County, Inc., provides OPEB benefits to their retirees through a single commercial insurance plan of Rutherford County (the County), the primary government, administered by Cigna Insurance Company. 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 treated as a cost-sharing plan for purposes of the nursing home’s stand-alone financial statements. The plan is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

Plan Description. All full-time employees and eligible retirees of the nursing home are eligible to participate in the health insurance plan accounted for in the Employee Insurance – Health Fund (internal service fund) of the County.

The premium requirements of plan members are established and may be amended by the insurance committee comprised of 15 members, which include the County Mayor, three county commissioners, four members at large, one highway representative, three employee representatives, two Board of Education representatives, and one Rutherford Education Association representative. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. While the County Risk Management committee recommends the contribution policy, the County Commission approves and authorizes the policy in terms of subsidizing active employees or retired employees’ premiums. During the year, the nursing home paid \$56,797 to the plan for OPEB benefits as they became due.

Benefits Provided:

Employees Hired after December 31, 2010

All full-time employees and eligible retirees of Community Care of Rutherford County, Inc., are eligible to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. All medical plan benefits will end with Medicare eligibility.

Employees Hired on or Before December 31, 2010

On December 31, 2010, if employees had worked full-time at Community Care of Rutherford County, Inc., for a total of:

1. Less than six months of service, the eligibility requirements to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The county will provide \$1,000 per month or

the adequate rate, whichever is less, into a Health Reimbursement Account. All medical plan benefits will end with Medicare eligibility.

2. Six months up to seven years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. For pre-65 and post-65, the county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older (post-65) at retirement, there will not be any pharmacy benefits.
3. Seven up to ten years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. For pre-65 and post-65, the county will provide 50 percent for retirees and 25 percent for dependents of the adequate rate. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older (post-65) at retirement, there will not be any pharmacy benefit.
4. Ten up to 20 years of service and were age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire have been met. For pre-65, the county will provide 50 percent for retirees and 50 percent for dependents of the adequate rate. For post-65, the county pays 50 percent of the adequate rate for Medicare supplement and the county pharmacy plan.
5. Ten up to 20 years of service but you were not age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and ten years on the plan, or any age with 30 years of service and ten years on the plan. For pre-65 and post-65, the county pays 50 percent of the adequate rate. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older and post-65 at retirement, there will not be any pharmacy benefit.
6. Twenty up to 30 years of service as of December 31, 2009, the eligibility requirements to retire with medical insurance are age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan. For pre-65, the county will provide 50 percent of the adequate rate for retired employees and dependents. For post-65, the county pays 50 percent of the adequate rate for Medicare supplement and the county pharmacy plan for retired employees and dependents.
7. Twenty or more years of service as of December 31, 2009, the eligibility requirements to retire with medical insurance are any age with 30 years of service and five years on the plan. For pre-65, the county will provide 50 percent of the adequate rate for retired employees and dependents. For post-65, the county pays 75 percent of the adequate rate for themselves and 50 percent of the adequate rate for dependents for Medicare supplement and the county pharmacy plan.

An employee who becomes disabled becomes eligible for retiree health coverage if they are under age 65 and have completed at least ten years of service prior to total disability termination plus the employee must have had active coverage for a continuous five-year period and have filed and qualified for Medicare disability coverage. If the retiree is eligible

for health insurance coverage, the coverage is also provided for the retiree's spouse and/or dependent children.

Total OPEB Liability

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

Actuarial Assumptions and Methods. The total OPEB liability on the June 30, 2024, measurement date was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Individual Entry Age Normal Cost Method - Level Percentage of Projected Salary
Inflation Rate	2.5%
Salary Increases	4%
Discount Rate	4.21% (1.71% real rate of return plus 2.5% inflation)
Healthcare Cost Trend Rate	4.5% trending downward to an ultimate rate
Retirees share of Benefit Related Cost	25% to 50% depending upon years of service and employment classification.

The discount rate was based on the Bond Buyer GO-20 bond index.

Mortality rates were based on Mortality Table RPH-2014 total table with projection MP-2021.

The actuarial assumptions used for the June 30, 2024, fiscal year end were based on plan data and costs presented by Rutherford County with concurrence by the actuary.

Changes in Assumptions. The discount rate changed from 3.54 percent as of the beginning of the measurement period to 4.21 percent as of the measurement date of July 1, 2024.

Changes in the Total OPEB Liability:

Balance July 1, 2022	<u>\$ 1,015,167</u>
Changes for the Year:	
Service Cost	\$ 15,172
Interest	14,692
Experience	53,153
Change in Plan Benefits	(1,531,506)
Change in Assumptions	810,812
Benefit Payments	<u>(25,693)</u>
Net Changes	<u>\$ (663,370)</u>
Balance June 30, 2024	<u><u>\$ 351,797</u></u>

Due to a change in actuary and a change in measurement date, two years of activity was reflected in the prior tables. During the year, the nursing home's proportionate share of the collective OPEB liability was 1.85 percent.

OPEB Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the nursing home's portion of OPEB expense (negative OPEB expense) recognized by the plan was (\$1,548,639). On June 30, 2024, the plan reported deferred outflows of resources and deferred inflows of resources related to the nursing home's proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 198,972
Changes of Assumptions/Inputs	0	0
Benefits Paid After the Measurement Date	0	0
Total	<u>\$ 0</u>	<u>\$ 198,972</u>

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

Year Ending June 30	Amount
2025	\$ (49,677)
2026	(49,677)
2027	(49,677)
2028	(49,941)
2029	0
Thereafter	0

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

Sensitivity of the Nursing Home's Proportionate Share of the Total OPEB Liability to Changes in the Discount Rate. The following presents the nursing home's proportionate share of the total OPEB liability of the plan members calculated using the discount rate of 4.21 percent, as well as what the nursing home's proportionate share of the total OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (3.21 percent) or one percentage point higher (5.21 percent) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Community Care	3.21%	4.21%	5.21%

Total OPEB Liability	\$	393,192	\$	351,797	\$	316,450
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Sensitivity of the Nursing Home's Proportionate Share of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the nursing home's proportionate share of the total OPEB liability of the plan members calculated using the healthcare cost trend rate of 4.5 percent, as well as what the nursing home's proportionate share of the total OPEB liability would be if it was calculated using a trend rate that is one percentage point lower (3.5 percent) or one percentage point higher (5.5 percent) than the current rate:

	1% Decrease	Current Trend Rates	1% Increase
Community Care	3.5%	4.5%	5.5%

Total OPEB Liability	\$	306,290	\$	351,797	\$	406,957
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K Health Care Regulations

The health care industry is subject to numerous laws and regulations of federal, state, and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation, government health care program participation requirements, reimbursement for patient/resident services, and Medicare and Medicaid fraud and abuse. Recently, government activity has increased with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by health care providers. Violations of these laws and regulations could result in expulsion from government health care programs together with the imposition of significant fines and penalties, as well as repayments for patient/resident services previously billed. Management believes that the nursing home is in compliance with fraud and abuse statutes, as well as other applicable government laws and regulations. Compliance with such laws and regulations can be subject to future government review and interpretation as well as regulatory actions unknown or unasserted at this time.

VII. OTHER NOTES – DISCRETELY PRESENTED RUTHERFORD COUNTY EMERGENCY COMMUNICATIONS DISTRICT

A. Summary of Significant Accounting Policies

General Information – On May 15, 1984, the Tennessee state legislature approved the Tennessee Emergency Communications District Law (Acts 1984, Ch. 867), which enables a county, upon approval by voters, to create a district to provide local emergency telephone service. Subsequently, on May 6, 1986, the voters of Rutherford County approved the establishment of a district for their county, the Rutherford County Emergency Communications District.

As provided by the act, the district operates as a governmental organization through the directives of a board of directors and provides enhanced emergency telephone service for its service area. The directors serve without compensation for terms of four years. By their authority, they have employed a full-time director to assist the board in discharging its management responsibilities.

Financial Reporting Entity - Component Unit – The district is a component unit of the primary government of Rutherford County, Tennessee. The district reports its financial information separately from Rutherford County; however, the county in its financial report also presents the district's financial information.

Legally, the district is a separate governmental entity that has considerable legal, financial, and administrative autonomy. However, as the governing board is not elected, but instead is entirely appointed by the Rutherford County Mayor and confirmed by the Rutherford County Commission, the district cannot be a primary government. Instead, it qualifies as a component unit according to the directives of the Governmental Accounting Standards Board (GASB).

The GASB specifies that component units must be legally separate organizations, which have financial accountability to a primary government. Financial accountability exists prima facie if a special-purpose government is not fiscally independent. GASB states that to be fiscally independent, the government has to have the authority to do all of three activities. Two of these are to issue bonded debt without approval by another government and to levy taxes or set rates or charges without approval by another government. As provided by Section 7-86-114, *Tennessee Code Annotated*, before issuing negotiable bonds, the district must have approval of the legislative body of a county wherein a district is established. It also must have approval before making purchase contracts, lease agreements, and notes payable of over five years' duration. In addition, the Rutherford County Commission has the ability to adjust the district's service charges. Because the district is both a legal entity and is financially accountable to the primary government of Rutherford County, as the county commission appoints all members of the governing board and by the nature of its fiscal dependence on Rutherford County as described above, it is a component unit of Rutherford County.

On June 30, 2024, there were no related receivables or payables between Rutherford County and the district. The district did not engage in any activities that were subject to the approval of Rutherford County.

Basis of Presentation – The financial statements are presented on the full accrual basis of accounting and conform to accounting principles generally accepted in the United States of America.

As a component unit of Rutherford County, the accounts of the district are organized on the basis of a proprietary fund type, specifically an enterprise fund. The activities of this fund are accounted for with a separate set of self-balancing accounts that comprise the district's assets, liabilities, net position, revenues, and expenses. Enterprise funds account for activities (i) that are financed with debt that is secured by a pledge of the net revenues from fees and charges of the activity; or (ii) that are required by laws or regulations that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenues; or (iii) that the pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

The accounting and financial reporting treatment applied to the district is determined by its measurement focus. The transactions of the district are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the Statement of Net Position. Net position (i.e., total assets plus net deferred outflows net of total liabilities and net deferred inflows) is segregated into net investment in capital assets and unrestricted components.

When both restricted and unrestricted resources are available for use, it is the district's policy to use restricted resources first and then unrestricted resources as they are needed.

Cash Flow - Cash and Cash Equivalents – The district presents its cash flow statement using the direct method. For purposes of cash flow presentation, the district considers cash in operating bank accounts, cash on hand, and certificates of deposit that have original maturities of three months or less as cash and cash equivalents. On June 30, 2024, there were no certificates of deposit that qualified as cash equivalents.

Budgetary Law and Practice – The director of the district files an annual budget with the clerk of Rutherford County in accordance with *Tennessee Code Annotated*, Title 7, Chapter 86, Part 1. In April of each year, the director presents a preliminary budget to the board of directors, which is then discussed and amended as necessary for approval by the board.

The budget for operations is prepared on the cash receipts and disbursements basis by line-item accounts. Revenues are budgeted in the year receipt is expected, and disbursements are budgeted in the year that the disbursement is expected to occur.

Prepaid Expenses – The costs of prepaid insurance and any other applicable costs that are prepaid are charged to operations over the period of coverage. As of June 30, 2024, prepaid insurance and service contract costs were \$665,365.

Property and Equipment – Property and equipment are stated at cost. The district defines capital assets as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. For financial statement purposes, depreciation of property and equipment is provided using the straight-line method. Maintenance and repairs are charged to operations when incurred. Major renewals and betterments are capitalized. When items of property and equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts, and any gain or loss is included as nonoperating revenue or loss.

The estimated useful lives are as follows:

Assets	Years
Buildings and Improvements	10 - 40
Furniture and Fixtures	6 - 10
Office Equipment	3 - 10
Communications Equipment	5 - 10
Vehicles	5
Other Capital Assets	5 - 15

Compensated Absences – The Board of Directors voted to adopt a policy for vacation, sick leave, and holidays effective January 1, 1995. Full-time, permanent employees are granted

vacation benefits in varying amounts to specified maximums depending on tenure with the district. Excess days earned are transferred to sick leave days. Sick leave accrues to full-time, permanent employees at the rate of one day per month of service. An employee is entitled to accrue sick leave days without limitation on the number of days. If an employee should leave prior to the vesting benefits, no compensation will be paid for unused sick days. After an employee is eligible to receive vested benefits in the retirement plan, any sick leave that said employee has accrued will be credited to retirement service days. Non-exempt employees are entitled to overtime or compensatory time.

An estimated liability for vacation has been accrued under the vesting method. The estimated amount calculated for compensated absences recorded as a liability on June 30, 2024, is \$44,069.

Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Operating Revenues and Expenses – The district's operating revenues and expenses consist of revenues earned and expenses incurred relating to the operation and maintenance of its principal ongoing operations. All other revenues and expenses are reported as nonoperating revenues and expenses and consist of those revenues and expenses that are related to financing and investing type of activities and result from nonexchange transactions or ancillary activities.

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

Other Postemployment Benefits (OPEB) –The district provides OPEB benefits to its retirees through a single commercial insurance plan of Rutherford County (the county), the primary government, administered by Cigna Insurance Company. For reporting purposes, the plan is considered a single employer defined benefit OPEB plan based on criteria in GASB Statement No. 75. The plan is treated as a cost-sharing plan for purposes of the district's stand-alone financial statements. The plan is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

Deferred Outflows/Inflows of Resources – In addition to assets, the statement of financial 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) until then. The district has items that qualify for reporting in this category. Accordingly, the items are reported in the statement of net position. These items are for pension changes in experience and net pension changes in investment earnings.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The district has items that qualify for reporting in this category. These items include pension changes in experience, OPEB changes in experience and lease assets.

Implementation of GASB Statement No. 100 – GASB Statement No. 100, *Accounting Changes and Error Corrections*, became effective for the fiscal year ending June 30, 2024. This statement clarifies the financial accounting and reporting requirements for changes in accounting principles, changes in accounting estimates, error corrections, and changes within the reporting entity. The accounting change did not have a material effect on the financial statements of the district as of and for the year ending June 30, 2024.

B. Cash and Certificates of Deposit Investments

The district follows state statutes requiring all deposits with financial institutions to be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. The Tennessee Bank Collateral Pool (the pool) is a multiple financial institution collateral pool to which member financial institutions holding public funds pledge collateral securities. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. Public fund accounts covered by the pool are considered to be insured for purposes of custodial credit risk exposure.

The pool also has the ability to make additional assessments on a pro rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

The district does not have a formal policy regarding types of investments authorized. State Statutes authorize the district to make investments in bonds, notes, or treasury bills of the United States, Federal Land Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes and debentures, banks for cooperative debentures, or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year, or in the pooled investment fund established under Tennessee law. For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the government.

On June 30, 2024, the carrying amount of cash deposits was \$6,004,746 and the bank balance was \$6,187,439. All bank accounts earn a variable rate of interest. On June 30, 2024, the entire bank balance was covered by federal depository insurance or by collateral held in the Tennessee Bank Collateral Pool.

Certificates of Deposit – On June 30, 2024, the district held the following certificates of deposit:

Bank	Interest	Maturity	Carrying Amount
Wilson Bank & Trust	0.30 %	8-19-24	\$ 250,000
First Bank	5.00	7-9-24	250,000
First National Bank of Middle Tennessee	0.85	1-20-25	250,000
F&M Bank	4.91	10-24-24	250,010
Old National	4.41	7-18-24	250,000
Total			<u>\$ 1,250,010</u>

C. *Capital Assets*

Capital assets are summarized as follows:

	Balance 7-1-23	Additions	uct	Balance 6-30-24
Capital assets, not being depreciated/amortized				
Land	\$ 17,500	\$ 0	\$	17,500
Other assets-not depreciated	75,498	4,426		79,924
Total	<u>\$ 92,998</u>	<u>\$ 4,426</u>	<u>\$</u>	<u>97,424</u>
Capital assets, being depreciated/amortized				
Buildings and Improvements	\$ 1,442,312	\$ 0	\$	1,442,312
Furniture and Fixtures	87,667	0		87,667
Office Equipment	14,186	0		14,186
Communications Equipment	3,224,767	0		3,224,767
Vehicle	48,775	0		48,775
Other Capital Assets	538,129	0		538,129
Intangible(right-to-use)lease asset	1,238,230	0		1,238,230
Intangible(right-to-use)SBITA asset	165,739	0		165,739
Total	<u>\$ 6,759,805</u>	<u>\$ 0</u>	<u>\$</u>	<u>6,759,805</u>
Less: Accumulated Depreciation/Amortization				
Buildings and Improvements	\$ (656,562)	\$ (38,102)	\$	(694,664)
Furniture and Fixtures	(55,739)	(6,966)		(62,705)
Office Equipment	(14,186)	0		(14,186)
Communications Equipment	(1,433,864)	(179,327)		(1,613,191)
Vehicle	(48,775)	0		(48,775)
Other Capital Assets	(484,648)	(15,501)		(500,149)
Intangible(right-to-use)lease asset	(123,823)	(61,912)		(185,735)
Intangible(right-to-use)SBITA asset	(66,296)	(66,295)		(132,591)
Total	<u>\$ (2,883,893)</u>	<u>\$ (368,103)</u>	<u>\$</u>	<u>(3,251,996)</u>
Total	<u>\$ 3,875,912</u>	<u>\$ (368,103)</u>	<u>\$</u>	<u>3,507,809</u>
Total Capital Assets	<u>\$ 3,968,910</u>	<u>\$ (363,677)</u>	<u>\$</u>	<u>3,605,233</u>

D. *Intangible (Right-to-Use) Lease Asset*

During the fiscal year ended June 30, 2020, the district entered into a Master Dark Fiber IRU Agreement ("IRU Agreement") with United Communications. The IRU Agreement provides the district with an irrevocable right to use certain optical fibers in various portions of the United Communications network. As of June 30, 2024, the district has paid 100% of the contract in the amount of \$1,238,230. The construction was completed on June 18, 2021. The district has the right-to-use of the fibers for a period of 20 years. Amortization expense for the year ended June 30, 2024, was \$61,912. The net book value of the intangible (right-to-use) asset on June 30, 2024, was \$1,052,495. Amortization of the intangible right-to-use asset is \$61,912 for fiscal years ending June 30, 2025, through June 30, 2029, and \$742,935 thereafter.

E. *Retirement Plan*

General Information about the Pension Plan

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

Benefits Provided – *TCA*, Title 8, Chapters 34-37 establishes 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 service credit. Reduced benefits for early retirement are available at age 55 and vested. Members vest with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for 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 10 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 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

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

Inactive employees or beneficiaries currently receiving benefits	2
Inactive employees entitled to but not yet receiving benefits	3
Active employees	<u>4</u>
Total	<u><u>9</u></u>

Contributions – Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Rutherford County Emergency Communications District has adopted a noncontributory retirement plan for its employees. Rutherford County Emergency Communications District makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2024, the employer contributions for Rutherford County Emergency Communications District were \$63,557 based on a rate of 18.43 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Rutherford County Emergency Communications District's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contribution (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Pension liabilities (assets) - Rutherford County Emergency Communications District's net pension liability (asset) was measured as of June 30, 2023, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions – The total pension liability as of the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	Graded salary ranges from 8.72 to 3.44% based on age, including inflation, averaging 4%
Investment rate of return	6.75%, net of pension plan investment expenses, including inflation
Cost-of-living adjustment	2.125%

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

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

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historical market returns was used in a building-

block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 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	Long-Term Expected Real Rate of Return	Target Allocation
U.S. Equity	4.88	% 31 %
Developed market international equity	5.37	14
Emerging market international equity	6.09	4
Private equity and strategic lending	6.57	20
U.S. Fixed Income	1.20	20
Real Estate	4.38	10
Short-term securities	0.00	1
		<u>100 %</u>

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

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance, July 1, 2022	\$ 1,436,187	\$ 1,241,835	\$ 194,352
Changes for the year:			
Service Cost	\$ 14,167	\$ 0	\$ 14,167
Interest	96,458	0	96,458
Differences Between Expected and Actual Experience	50,145	0	50,145
Contributions-Employer	0	30,354	(30,354)
Net Investment Income	0	83,048	(83,048)
Benefit Payments, Including Refunds of Employee Contributions	(42,696)	(42,696)	0
Administrative Expense	0	(367)	367
Net Changes	\$ 118,074	\$ 70,339	\$ 47,735
Balance, June 30, 2023	\$ 1,554,261	\$ 1,312,174	\$ 242,087

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

	1% Decrease	Current Discount Rate	1% Increase
Rutherford County Emergency Communications District	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 479,931	\$ 242,087	\$ 46,671

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

Pension expense (negative pension expense) – For the year ended June 30, 2024, Rutherford County Emergency Communications District recognized pension expense (negative pension expense) of \$43,354.

Deferred outflows of resources and deferred inflows of resources – For the year ended June 30, 2024, Rutherford County Emergency Communications District reported deferred

outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 178,084	\$ 1,173
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	11,533	0
Changes in Assumptions	0	0
Contributions Subsequent to the Measurement Date of June 30, 2023	63,557	0
Total	<u>\$ 253,174</u>	<u>\$ 1,173</u>

The amount shown above for “Contributions subsequent to the measurement date of June 30, 2023,” will be recognized as a reduction (increase) to the net pension liability (asset) in the following measurement period.

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

Year Ending June 30:	Amount
2025	\$ 35,620
2026	32,522
2027	6,950
2028	42,424
2029	8,358

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

Payable to the Pension Plan – Rutherford County Emergency Communication District had no payables of required contributions to the pension plan as of June 30, 2024.

F. Risk Management

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district purchases commercial insurance for claims and for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

G. Other Postemployment Benefits (OPEB)

Plan Description – All full-time employees and eligible retirees of the district are eligible to participate in the health insurance plan accounted for in the Employee Insurance – Health Fund (internal service fund) of Rutherford County. The premium requirements of plan members are established and may be amended by the insurance committee comprised of 15 members, which include the county mayor, three county commissioners, four members at large, one highway representative, three employee representatives, two board of education representatives, and one Rutherford Education Association representative. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. While the county risk management committee recommends the contribution policy, the county commission approves and authorizes the policy in terms of subsidizing active employees or retired employees' premiums. During the year, the district paid \$2,375 to the plan for OPEB benefits as they became due.

Change in Benefits – The Rutherford County OPEB plan of which the district is a participant, as of January 1, 2023, no longer includes the board of education employees except for those retirees who retired as members of the county plan. The new actuarial valuation takes this change in benefits into account and the districts impact of the change is included as change in benefits and is expensed as incurred.

Benefits Provided

Employees Hired after December 31, 2010 –

All full-time employees and eligible retirees of the district are eligible to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The County will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. All medical plan benefits will end with Medicare eligibility.

Employees Hired on or Before December 31, 2010 –

On December 31, 2010, if employees had worked full-time at the district for a total of:

1. Less than six months of service, the eligibility requirements to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. Health Reimbursement Account funding will end with Medicare eligibility.
2. Six months up to seven years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. For pre-65 the County will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account established by Rutherford County. Eligible post-65 retirees will have the option to be enrolled in a Rutherford County sponsored Medicare Advantage Plan. The county pays 50% of the adequate rate for themselves and 25% of the adequate rate for dependents.
3. Seven up to ten years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30

years of service and 15 years on the plan. For pre-65 and post-65, the county will provide 50 percent for retirees and 25 percent for dependents of the adequate rate. Eligible post-65 retirees will have the option to be enrolled in a Rutherford County sponsored Medicare Advantage Plan.

4. Ten up to 20 years of service and were age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire have been met. For pre-65, the County will provide 50 percent for retirees and 50 percent for dependents of the adequate rate. For post-65, the county pays 50 percent of the adequate rate for the Rutherford County sponsored Medicare Advantage Plan.
5. Ten up to 20 years of service but were not age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and ten years on the plan, or any age with 30 years of service and ten years on the plan. For pre-65, the county pays 50 percent of the adequate rate. For post-65, the county pays 50 percent of the adequate rate for the Rutherford County sponsored Medicare Advantage Plan.
6. Twenty or more years of service and were age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan as of December 31, 2009. For pre-65, the county will provide 50 percent of the adequate rate for retired employees and dependents. For post-65, the County pays 75 percent of the adequate rate for the Rutherford County sponsored Medicare Advantage Plan for retirees and 50 percent for their dependents.
7. Twenty or more years of service but do not meet the requirements of #6 above, the eligibility requirements to retire with medical insurance are any age 60 with ten years of service or any age with 30 years of service and five years on the plan. For pre-65 and post-65, the county will provide 50 percent of the adequate rate for retired employees and dependents. For post-65 retirees will have the option to be enrolled in a Rutherford County sponsored Medicare Advantage Plan.

An employee who becomes disabled becomes eligible for retiree health coverage if they are under age 65 and have completed at least ten years of service prior to total disability termination plus the employee must have had active coverage for a continuous five-year period and have filed and qualified for Medicare disability coverage. If the retiree is eligible for health insurance coverage, the coverage is also provided for the retiree's spouse and/or dependent children.

Total OPEB Liability – On June 30, 2024, the district reported a liability of \$94,541 for its proportionate share of the total OPEB liability. The plan's total OPEB liability was measured as of June 30, 2024 and was determined by an actuarial valuation as of June 30, 2024.

Actuarial Assumptions and Methods. The total OPEB liability on the June 30, 2024, measurement date 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
Discount Rate	4.21
Inflation Rate	2.5%
Salary Increases	4%
Healthcare Cost Trend Rate	Level 4.5%
Retirees share of Benefit Related Cost	25% to 50% depending upon years of service and employment classification.
Future Participation Rates	1005 of all retiree who currently have healthcare coverage will continue with the same coverage. 100% of eligible actives who currently have healthcare coverage will continue upon retirement. 6% of retirees eligible for stipend will elect the contribution on an HRA.

The discount rate was based on the Bond Buyer GO-20 bond index.

Mortality rates for the plan were based on RPH-2014 Total Table with Projection MP-2021.

The actuarial assumptions used for the June 30, 2024, fiscal year end were based on plan data and costs presented by Rutherford County with concurrence by the actuary.

Changes in Assumptions - The discount rate changed from 3.54 percent as of the beginning of the measurement period to 4.21 percent as of the measurement date of June 30, 2024.

During the year, the district's proportionate share of the collective OPEB liability was .5%. The district's proportionate share was .07% in the prior year. The proportionate share of each plan member was allocated based on actual benefit payments paid by the group.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources - For the year ended June 30, 2024, the district's portion of OPEB expense recognized by the plan was \$92,280. On June 30, 2024, the district reported its proportionate share of deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 46,111
Total	\$ 0	\$ 46,111

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

Year Ending June 30	E-911 District
2025	\$ (11,528)
2026	(11,528)
2027	(11,528)
2028	(11,527)
2029	0
Thereafter	0

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

Sensitivity of the District's Proportionate Share of the Total OPEB Liability to Changes in the Discount Rate – The following presents the district's proportionate share of the total OPEB liability of the plan members calculated using the discount rate of 4.21 percent, as well as what the district's proportionate share of the total OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (3.21 percent) or one percentage point higher (5.21 percent) than the current rate:

<u>Discount Rate</u>		Current Discount Rate 4.21%	
	1% Decrease 3.21%		1% Increase 5.21%
Total OPEB Liability	\$ 106,268	\$ 94,541	\$ 85,527

Sensitivity of District's Proportionate Share of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate – The following presents the district's proportionate share of the total OPEB liability of the plan members calculated using the healthcare cost trend rate of 4.5 percent, as well as what the district's proportionate share of the total OPEB liability would be if it was calculated using a trend rate that is one percentage point lower (3.5 percent) or one percentage point higher (5.5 percent) than the current rate:

<u>Healthcare Cost Trend Rate</u>		Current Discount Rate 4.5%	
	1% Decrease 3.5%		1% Increase 5.5%
Total OPEB Liability	\$ 82,781	\$ 94,541	\$ 109,988

H. Transactions with Primary Government

Amounts paid to Rutherford County for mapping services and maintenance agreements totaled \$50,000. Rutherford County also administers the payroll reporting for the district. The district reimbursed Rutherford County \$492,411 for salaries and benefits paid on the district's behalf.

I. Option and Lease Agreement

On February 26, 2021, the district entered into an Option and Lease Agreement with Vogue Tower Partners VII, LLC (the tenant) for lease of property for the erection of a communications tower. Upon signing of the Agreement, the tenant was granted the right to perform certain testing at the tenant's expense for a period of one year from the effective date the "option period" to determine the suitability of the property for the communications tower. The tenant was granted two options to renew and commenced construction during the fiscal year ended June 30, 2024.

The construction and the lease portion of the agreement commenced on December 1, 2023. The initial term is for a period of five years following the commencement date. The tenant has the option to extend the term of the agreement for five successive terms of five years. Each renewal term shall commence automatically unless the tenant delivers notice to the district of its intent not to renew. Upon commencement date, the tenant shall pay the district a monthly rental payment of \$800. Commencing on the first day of the second year of the term, the rent due under the agreement shall be increased by an amount equal to two percent per year over the rent applicable during the previous year.

The initial lease receivable and deferred inflow of resources associated was recorded in the amount of \$211,859. The district used a discount rate of 4.09 percent to calculate the lease receivable and the deferred inflow of resources. As of June 30, 2024, the lease receivable balance was \$210,489 and the deferred inflow of resources – lease asset was \$207,151. The deferred inflow of resources associated with the lease will be recognized in revenue using the straight-line method over the term of the lease, which is reasonably expected to include all renewal periods, i.e. 30 years.

The following is a schedule of the minimum payments to be received under the lease that is included in the measurement of the lease receivable on June 30, 2024:

Year Ending June 30	Lease Asset		
	Principal	Interest	Total
2025	\$ 1,037	\$ 7,875	\$ 8,912
2026	1,364	8,542	9,906
2027	1,623	8,482	10,105
2028	1,896	8,410	10,306
2029	2,186	8,327	10,513
2030-2053	202,383	130,929	333,312
Total	\$ 210,489	\$ 172,565	\$ 383,054

J. Subscription-Based Information Technology Arrangements (SBITA)

The district implemented GASB Statement No. 96 during the year ended June 30, 2023. Due to this implementation, the district's arrangement for the use of communications software entered into a prior year met the criteria of a SBITA. As a result, an intangible right-to-use asset and a SBITA liability were recorded in the amount of \$165,739 as of July 1, 2022, the date of implementation.

The communications software arrangement ends on December 28, 2024, and is paid in advance in annual installments of \$67,783 in December of each fiscal year. The district used a 2.84 % discount rate to determine the present value of the intangible right-to-use asset and SBITA liability. The asset is being amortized over the term of the arrangement. Amortization in the amount of \$66,295 was reported in the Statement of Revenues, Expenses and Changes in Fund Net Position for the year ended June 30, 2024. In addition, interest expense in the amount of \$1,013 was reported during the year ended June 30, 2024. The intangible right-to-use asset in the amount of \$165,739, the related accumulated amortization in the amount of \$132,591 and the SBITA liability in the amount of \$0 were reported in the Statement of Net Position as of June 30, 2024.

K Long-Term Obligations

Long-term obligation activity for the year ended June 30, 2024, was as follows.

	Balance			Balance		Due Within
	7-1-23	Increases	Decreases	6-30-24		One Year
Compensated absences	\$ 42,203	\$ 1,866	\$ 0	\$ 44,069	\$	44,069
SBITA payable	65,911	0	(65,911)	0		0
OPEB	68,341	132,028	(105,828)	94,541		0

REQUIRED SUPPLEMENTARY INFORMATION SECTION

RUTHERFORD COUNTY, TENNESSEE**Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on****Participation in the Public Employee Pension Plan of TCRS**

Primary Government

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 2,569,896	\$ 3,618,341	\$ 3,686,202	\$ 4,017,655	\$ 4,387,268	\$ 4,541,169	\$ 4,843,016	\$ 5,076,560	\$ 5,675,732	\$ 6,633,321
Interest	6,111,706	8,816,901	9,357,749	10,414,555	10,845,557	11,615,285	12,608,260	13,833,450	14,802,907	17,325,532
Differences Between Actual and Expected Experience	2,079	(1,836,333)	693,814	148,760	(1,030,643)	(137,645)	2,436,324	(5,362,402)	13,941,174	10,564,673
Changes in Assumptions	0	0	0	3,256,002	0	0	0	19,851,748	0	0
Benefit Payments, Including Refunds of Employee Contributions	(2,070,807)	(3,075,600)	(3,357,210)	(3,811,933)	(4,066,583)	(4,522,728)	(5,314,921)	(5,913,281)	(6,452,621)	(7,533,957)
Other	0	28,910,338	(239,049)	3,606,102	(3,534,174)	555,509	2,294,387	0	0	0
Net Change in Total Pension Liability	\$ 6,612,874	\$ 36,433,646	\$ 10,141,507	\$ 17,631,142	\$ 6,601,425	\$ 12,051,590	\$ 16,867,066	\$ 27,486,075	\$ 27,967,192	\$ 26,989,569
Total Pension Liability, Beginning	79,954,920	86,567,794	123,001,440	133,142,947	150,774,089	157,375,514	169,427,104	186,294,170	213,780,245	241,747,437
Total Pension Liability, Ending (a)	\$ 86,567,794	\$ 123,001,440	\$ 133,142,947	\$ 150,774,089	\$ 157,375,514	\$ 169,427,104	\$ 186,294,170	\$ 213,780,245	\$ 241,747,437	\$ 268,737,006
Plan Fiduciary Net Position										
Contributions - Employer	\$ 4,371,110	\$ 5,590,866	\$ 5,826,912	\$ 5,701,929	\$ 5,849,461	\$ 6,142,236	\$ 6,343,408	\$ 6,559,118	\$ 7,220,366	\$ 8,295,889
Contributions - Employee	3,738	292	5,879	300	0	23,431	372	142	0	36,978
Net Investment Income	12,888,992	3,808,129	3,440,094	15,737,798	12,665,478	12,465,067	9,102,379	50,506,306	(9,364,298)	16,412,830
Benefit Payments, Including Refunds of Employee Contributions	(2,070,807)	(3,075,600)	(3,357,210)	(3,811,933)	(4,066,583)	(4,522,728)	(5,314,921)	(5,913,281)	(6,452,621)	(7,533,957)
Administrative Expense	(41,246)	(72,007)	(108,787)	(129,923)	(146,451)	(139,405)	(143,692)	(149,614)	(165,986)	(161,185)
Other	0	30,659,881	(250,160)	3,636,930	(3,642,840)	586,195	2,445,997	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 15,151,787	\$ 36,911,560	\$ 5,556,728	\$ 21,135,101	\$ 10,659,066	\$ 14,554,796	\$ 12,433,543	\$ 51,002,671	\$ (8,762,539)	\$ 17,050,555
Plan Fiduciary Net Position, Beginning	76,654,756	91,806,544	128,718,104	134,274,833	155,409,934	166,069,000	180,623,796	193,057,339	244,060,010	235,297,471
Plan Fiduciary Net Position, Ending (b)	\$ 91,806,544	\$ 128,718,104	\$ 134,274,833	\$ 155,409,934	\$ 166,069,000	\$ 180,623,796	\$ 193,057,339	\$ 244,060,010	\$ 235,297,471	\$ 252,348,026
Net Pension Liability (Asset), Ending (a - b)	\$ (5,238,749)	\$ (5,716,664)	\$ (1,131,886)	\$ (4,635,845)	\$ (8,693,486)	\$ (11,196,692)	\$ (6,763,169)	\$ (30,279,765)	\$ 6,449,966	\$ 16,388,980
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.05%	104.65%	100.85%	103.07%	105.52%	106.61%	103.63%	114.05%	97.34%	94.09%
Covered Payroll	\$ 46,043,005	\$ 46,712,485	\$ 48,858,829	\$ 53,670,979	\$ 55,032,657	\$ 57,744,945	\$ 62,438,801	\$ 64,558,223	\$ 71,668,093	\$ 78,927,929
Net Pension Liability (Asset) as a Percentage of Covered Payroll	15.21%	12.24%	2.33%	(8.67)%	(15.84)%	(19.43)%	(10.83)%	(47.04)%	9.07%	20.07%

RUTHERFORD COUNTY, TENNESSEE**Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on****Participation in the Public Employee Pension Plan of TCRS**

Discretely Presented Rutherford County School Department

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 3,177,998	\$ 2,465,714	\$ 2,512,934	\$ 2,636,889	\$ 3,081,773	\$ 3,140,323	\$ 3,268,174	\$ 3,347,555	\$ 3,850,108	\$ 4,109,823
Interest	7,557,888	6,008,266	6,379,305	6,835,337	7,618,305	8,032,237	8,508,334	9,121,972	9,571,399	10,356,390
Differences Between Actual and Expected Experience	2,571	(1,251,367)	472,982	97,635	(723,960)	(95,185)	1,644,085	(3,536,043)	9,456,934	6,545,581
Changes in Assumptions	0	0	0	2,136,997	0	0	0	13,090,522	0	0
Benefit Payments, Including Refunds of Employee Contributions	(2,560,812)	(2,095,864)	(2,288,655)	(2,501,869)	(2,856,512)	(3,127,571)	(3,586,627)	(3,899,301)	(4,377,108)	(4,667,833)
Other	0	(28,359,471)	(130,390)	(1,013,480)	4,469,690	(1,333,220)	(1,281,281)	0	0	0
Net Change in Total Pension Liability	\$ 8,177,646	\$ (23,232,722)	\$ 6,946,176	\$ 8,191,510	\$ 11,589,296	\$ 6,616,584	\$ 8,552,685	\$ 18,124,705	\$ 18,501,333	\$ 16,343,961
Total Pension Liability, Beginning	98,874,255	107,051,901	83,819,179	90,765,355	98,956,865	110,546,161	117,162,745	125,715,430	143,840,135	162,341,468
Total Pension Liability, Ending (a)	\$ 107,051,901	\$ 83,819,179	\$ 90,765,355	\$ 98,956,865	\$ 110,546,161	\$ 117,162,745	\$ 125,715,430	\$ 143,840,135	\$ 162,341,468	\$ 178,685,429
Plan Fiduciary Net Position										
Contributions - Employer	\$ 5,405,424	\$ 3,809,889	\$ 3,972,285	\$ 3,742,321	\$ 4,108,870	\$ 4,247,498	\$ 4,280,672	\$ 4,325,175	\$ 4,897,904	\$ 5,139,905
Contributions - Employee	4,623	199	4,008	197	0	16,203	250	94	0	22,911
Net Investment Income	15,938,851	2,595,045	2,345,158	10,329,117	8,896,683	8,619,880	6,142,486	33,304,569	(6,352,232)	10,168,938
Benefit Payments, Including Refunds of Employee Contributions	(2,560,812)	(2,095,864)	(2,288,655)	(2,501,869)	(2,856,512)	(3,127,571)	(3,586,627)	(3,899,301)	(4,377,108)	(4,667,833)
Administrative Expense	(51,006)	(49,069)	(74,162)	(85,272)	(102,872)	(96,401)	(96,966)	(98,658)	(112,596)	(99,866)
Other	0	(30,075,677)	(136,450)	(1,021,984)	4,607,119	(1,406,869)	(1,365,964)	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 18,737,080	\$ (25,815,478)	\$ 3,822,185	\$ 10,462,510	\$ 14,653,288	\$ 8,252,740	\$ 5,373,851	\$ 33,631,879	\$ (5,944,032)	\$ 10,564,055
Plan Fiduciary Net Position, Beginning	94,793,190	113,530,270	87,714,792	91,536,977	101,999,487	116,652,775	124,905,515	130,279,366	163,911,245	157,967,213
Plan Fiduciary Net Position, Ending (b)	\$ 113,530,270	\$ 87,714,792	\$ 91,536,977	\$ 101,999,487	\$ 116,652,775	\$ 124,905,515	\$ 130,279,366	\$ 163,911,245	\$ 157,967,213	\$ 168,531,268
Net Pension Liability (Asset), Ending (a - b)	\$ (6,478,369)	\$ (3,895,613)	\$ (771,622)	\$ (3,042,622)	\$ (6,106,614)	\$ (7,742,770)	\$ (4,563,936)	\$ (20,071,110)	\$ 4,374,255	\$ 10,154,161
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.05%	104.65%	100.85%	103.07%	105.52%	106.61%	103.63%	114.05%	97.34%	94.09%
Covered Payroll	\$ 29,077,624	\$ 31,820,841	\$ 33,273,947	\$ 35,214,136	\$ 38,648,492	\$ 39,943,296	\$ 42,135,086	\$ 42,570,601	\$ 47,258,950	\$ 53,540,414
Net Pension Liability (Asset) as a Percentage of Covered Payroll	15.21%	12.24%	2.33%	(8.67)%	(15.84)%	(19.43)%	(10.83)%	(47.04)%	9.07%	20.07%

RUTHERFORD COUNTY, TENNESSEE**Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on****Participation in the Public Employee Pension Plan of TCRS**

Discretely Presented Community Care of Rutherford County

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 308,896	\$ 308,774	\$ 326,270	\$ 270,060	\$ 274,107	\$ 305,087	\$ 292,447	\$ 273,092	\$ 279,855	\$ 334,546
Interest	734,615	752,396	828,266	700,048	677,608	780,345	761,353	744,167	909,854	881,559
Differences Between Actual and Expected Experience	250	(156,705)	61,410	9,999	(64,392)	(9,247)	147,118	(288,469)	687,400	532,821
Changes in Assumptions	0	0	0	218,863	0	0	0	1,067,920	0	0
Benefit Payments, Including Refunds of Employee Contributions	(248,907)	(262,458)	(297,151)	(256,231)	(254,072)	(303,848)	(320,943)	(318,104)	(318,161)	(379,969)
Other	0	(550,867)	369,438	(2,592,622)	(935,516)	777,711	(1,013,107)	0	0	0
Net Change in Total Pension Liability	\$ 794,854	\$ 91,140	\$ 1,288,234	\$ (1,649,884)	\$ (302,265)	\$ 1,550,048	\$ (133,132)	\$ 1,478,606	\$ 1,558,948	\$ 1,368,957
Total Pension Liability, Beginning	9,610,419	10,405,273	10,496,413	11,784,647	10,134,763	9,832,498	11,382,546	11,249,414	12,728,020	14,286,968
Total Pension Liability, Ending (a)	\$ 10,405,273	\$ 10,496,413	\$ 11,784,647	\$ 10,134,763	\$ 9,832,498	\$ 11,382,546	\$ 11,249,414	\$ 12,728,020	\$ 14,286,968	\$ 15,655,925
Plan Fiduciary Net Position										
Contributions - Employer	\$ 525,399	\$ 477,100	\$ 515,747	\$ 383,273	\$ 365,462	\$ 412,651	\$ 383,048	\$ 352,846	\$ 356,016	\$ 418,397
Contributions - Employee	449	25	520	20	0	1,575	22	8	0	1,865
Net Investment Income	1,549,231	324,969	304,487	1,057,866	791,313	837,433	549,649	2,716,974	(461,728)	827,768
Benefit Payments, Including Refunds of Employee Contributions	(248,907)	(262,458)	(297,151)	(256,231)	(254,072)	(303,848)	(320,943)	(318,104)	(318,161)	(379,969)
Administrative Expense	(4,958)	(6,145)	(9,629)	(8,733)	(9,150)	(9,366)	(8,677)	(8,048)	(8,184)	(8,129)
Other	0	(584,204)	386,609	(2,614,651)	(964,280)	820,674	(1,080,058)	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 1,821,214	\$ (50,713)	\$ 900,584	\$ (1,438,455)	\$ (70,727)	\$ 1,759,119	\$ (476,959)	\$ 2,743,676	\$ (432,057)	\$ 859,932
Plan Fiduciary Net Position, Beginning	9,213,746	11,034,960	10,984,248	11,884,832	10,446,376	10,375,649	12,134,768	11,657,809	14,401,485	13,969,428
Plan Fiduciary Net Position, Ending (b)	\$ 11,034,960	\$ 10,984,248	\$ 11,884,832	\$ 10,446,376	\$ 10,375,649	\$ 12,134,768	\$ 11,657,809	\$ 14,401,485	\$ 13,969,428	\$ 14,829,360
Net Pension Liability (Asset), Ending (a - b)	\$ (629,687)	\$ (487,835)	\$ (100,185)	\$ (311,613)	\$ (543,151)	\$ (752,222)	\$ (408,395)	\$ (1,673,465)	\$ 317,540	\$ 826,565
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.05%	104.65%	100.85%	103.07%	105.52%	106.61%	103.63%	114.05%	97.34%	94.09%
Covered Payroll	\$ 3,789,014	\$ 3,988,436	\$ 4,320,309	\$ 3,610,253	\$ 3,433,547	\$ 3,880,012	\$ 3,770,381	\$ 3,472,894	\$ 3,855,368	\$ 3,891,716
Net Pension Liability (Asset) as a Percentage of Covered Payroll	15.21%	12.24%	2.33%	(8.67)%	(15.84)%	(19.43)%	(10.83)%	(47.04)%	9.07%	20.07%

RUTHERFORD COUNTY, TENNESSEE**Schedule of Contributions Based on Participation in the Public****Employee Pension Plan of TCRS**

Primary Government

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 5,591,490	\$ 5,843,440	\$ 5,720,040	\$ 5,866,361	\$ 6,157,743	\$ 5,257,236	\$ 5,366,890	\$ 6,034,257	\$ 8,019,083	\$ 9,986,744
Less: Contributions in Relation to the Actuarially Determined Contribution	(5,591,490)	(5,843,440)	(5,720,040)	(5,866,361)	(6,157,743)	(6,343,408)	(6,475,962)	(7,281,242)	(8,019,083)	(9,986,744)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (1,086,172)	\$ (1,109,072)	\$ (1,246,985)	\$ 0	\$ 0
Covered Payroll	\$ 46,712,485	\$ 48,858,829	\$ 53,670,979	\$ 55,032,657	\$ 57,744,945	\$ 62,438,801	\$ 63,739,770	\$ 71,668,093	\$ 78,927,929	\$ 89,889,685
Contributions as a Percentage of Covered Payroll	11.97%	11.97%	10.66%	10.66%	10.66%	10.16%	10.16%	10.16%	10.16%	11.11%

RUTHERFORD COUNTY, TENNESSEE**Schedule of Contributions Based on Participation in the Public****Employee Pension Plan of TCRS**

Discretely Presented Rutherford County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 3,808,948	\$ 3,982,892	\$ 3,753,831	\$ 4,119,936	\$ 4,257,952	\$ 3,547,565	\$ 3,621,697	\$ 3,979,073	\$ 5,439,710	\$ 6,427,367
Less: Contributions in Relation to the Actuarially Determined Contribution	(3,808,948)	(3,982,892)	(3,753,831)	(4,119,936)	(4,257,952)	(4,280,672)	(4,370,124)	(4,801,352)	(5,439,710)	(6,427,367)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (733,107)	\$ (748,427)	\$ (822,279)	\$ 0	\$ 0
Covered Payroll	\$ 31,820,841	\$ 33,273,947	\$ 35,214,136	\$ 38,648,492	\$ 39,943,296	\$ 42,135,086	\$ 43,013,008	\$ 47,258,950	\$ 53,540,414	\$ 57,852,088
Contributions as a Percentage of Covered Payroll	11.97%	11.97%	10.66%	10.66%	10.66%	10.16%	10.16%	10.16%	10.16%	11.11%

RUTHERFORD COUNTY, TENNESSEE**Schedule of Contributions Based on Participation in the Public****Employee Pension Plan of TCRS**

Discretely Presented Community Care of Rutherford County

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 513,236	\$ 517,141	\$ 384,853	\$ 366,016	\$ 413,785	\$ 317,248	\$ 324,081	\$ 324,611	\$ 395,399	\$ 545,775
Less: Contributions in Relation to the Actuarially Determined Contribution	(513,236)	(517,141)	(384,853)	(366,016)	(413,785)	(383,048)	(391,053)	(391,692)	(395,399)	(545,775)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (65,800)	\$ (66,972)	\$ (67,081)	\$ 0	\$ 0
Covered Payroll	\$ 3,988,436	\$ 4,320,309	\$ 3,610,253	\$ 3,433,547	\$ 3,880,012	\$ 3,770,381	\$ 3,848,940	\$ 3,855,368	\$ 3,891,716	\$ 5,320,828
Contributions as a Percentage of Covered Payroll	11.97%	11.97%	10.66%	10.66%	10.66%	10.16%	10.16%	10.16%	10.16%	11.11%

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

Discretely Presented Rutherford County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 316,382	\$ 659,699	\$ 1,014,698	\$ 1,447,156	\$ 882,087	\$ 1,140,532	\$ 1,389,675	\$ 1,711,494	\$ 2,838,907	\$ 3,418,165
Less: Contributions in Relation to the Contractually Required Contribution	(316,382)	(659,699)	(1,014,698)	(1,447,156)	(882,087)	(1,140,532)	(1,389,675)	(1,711,494)	(2,838,907)	(3,418,165)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 7,909,475	\$ 16,492,393	\$ 25,827,905	\$ 36,178,724	\$ 45,468,436	\$ 56,192,539	\$ 68,807,340	\$ 85,149,193	\$ 98,918,653	\$ 115,870,000
Contributions as a Percentage of Covered Payroll	4.0%	4.0%	3.93%	4.0%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%

Note: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually 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%

2022: Pension - 2.87 %, SRT - 1.13%

2023: Pension - 2.95 %, SRT - 1.05%

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

Discretely Presented Rutherford County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 13,266,310	\$ 13,139,659	\$ 13,248,019	\$ 13,467,559	\$ 15,721,307	\$ 16,250,443	\$ 15,543,366	\$ 16,027,991	\$ 13,502,971	\$ 11,178,775
Less: Contributions in Relation to the Contractually Required Contribution	(13,266,310)	(13,139,659)	(13,248,019)	(13,467,559)	(15,721,307)	(16,250,443)	(15,543,366)	(16,027,991)	(13,502,971)	(11,178,775)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 146,751,255	\$ 145,350,015	\$ 146,087,228	\$ 148,321,247	\$ 150,299,326	\$ 152,873,395	\$ 151,347,256	\$ 155,611,738	\$ 155,390,967	\$ 164,311,635
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.07%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%	6.81%

RUTHERFORD COUNTY, TENNESSEE**Schedule of Proportionate Share of the Net Pension Liability (Asset)****in the Teacher Retirement Plan of TCRS**

Discretely Presented Rutherford County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	3.806811%	3.748250%	3.864995%	4.140032%	4.296752%	4.453875%	4.766823%	4.986174%	4.973071%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (153,146)	\$ (390,205)	\$ (1,019,719)	\$ (1,877,620)	\$ (2,425,458)	\$ (2,532,659)	\$ (5,163,480)	\$ (1,510,437)	\$ (2,108,750)
Covered Payroll	\$ 7,909,475	\$ 16,492,393	\$ 25,830,753	\$ 36,178,724	\$ 45,468,436	\$ 56,204,673	\$ 68,807,340	\$ 85,149,193	\$ 98,918,653
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(3.95)%	(5.19)%	(5.33)%	(4.51)%	(7.50)%	(1.77)%	(2.13)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%

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

RUTHERFORD COUNTY, TENNESSEE**Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Legacy Pension Plan of TCRS**

Discretely Presented Rutherford County School Department

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	3.837498%	3.920158%	4.026546%	4.145713%	4.235836%	4.482340%	4.593231%	4.611195%	4.728487%	4.788379%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (623,576)	\$ 1,605,831	\$ 25,163,682	\$ (1,356,408)	\$ (14,905,548)	\$ (46,086,527)	\$ (35,026,769)	\$ (198,891,912)	\$ (57,990,416)	\$ (56,453,740)
Covered Payroll	\$ 150,621,457	\$ 146,751,255	\$ 145,350,015	\$ 146,086,516	\$ 148,325,289	\$ 150,299,326	\$ 152,874,439	\$ 151,347,256	\$ 155,611,738	\$ 155,390,967
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(.414002)%	1.094253%	17.310000%	(.93)%	(10.05)%	(30.66)%	(22.91)%	(131.41)%	(37.27)%	(36.33)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%	104.11%

RUTHERFORD COUNTY, TENNESSEE**Schedule of Changes in the Total OPEB Liability and Related Ratios - Single-Employer Defined Benefit Plan**

Primary Government, Discretely Presented Rutherford County School Department, Discretely Presented

Community Care of Rutherford County, Rutherford County Airport (joint venture), and

Discretely Presented Rutherford County Emergency Communications District

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 6,297,303	\$ 5,350,641	\$ 3,874,438	\$ 4,465,070	\$ 6,080,786	\$ 6,174,290	\$ 0	\$ 612,869
Interest	5,958,633	7,001,893	6,119,904	6,169,371	4,314,053	4,168,120	0	1,337,302
Differences Between Actual and Expected Experience	0	(23,773,341)	0	2,990,845	0	(21,649,345)	29,572,465	(13,426,130)
Changes in Assumptions or Other Inputs	(22,493,216)	(22,183,253)	9,251,748	5,928,601	(11,073,157)	(70,473,530)	83,215,823	0
Change in Benefit Terms	0	0	0	0	0	0	(183,637,978)	0
Benefit Payments	(2,483,641)	(2,118,819)	(2,620,026)	(1,786,982)	(1,664,901)	(1,640,218)	(1,502,139)	(1,370,816)
Net Change in Total OPEB Liability	\$ (12,720,921)	\$ (35,722,879)	\$ 16,626,064	\$ 17,766,905	\$ (2,343,219)	\$ (83,420,683)	\$ (72,351,829)	\$ (12,846,775)
Total OPEB Liability, Beginning	204,003,991	191,283,070	155,560,191	172,186,255	189,953,160	187,609,941	104,189,258	31,837,429
Total OPEB Liability, Ending - As of the Measurement Date	\$ 191,283,070	\$ 155,560,191	\$ 172,186,255	\$ 189,953,160	\$ 187,609,941	\$ 104,189,258	\$ 31,837,429	\$ 18,990,654
Proportionate Share of Total OPEB Liability:								
Primary Government	\$ 32,782,293	\$ 28,983,874	\$ 32,081,681	\$ 37,513,293	\$ 36,944,295	\$ 20,227,377	\$ 23,483,281	\$ 14,707,156
School Department	155,772,597	124,372,444	137,665,254	149,056,443	147,335,929	82,483,474	7,599,861	3,815,106
Community Care	2,652,550	2,072,747	2,294,270	2,679,029	2,638,592	1,015,167	580,682	351,797
Airport	75,630	45,519	50,361	625,834	614,709	394,899	31,171	22,054
E-911	0	85,607	94,689	78,561	76,416	68,341	142,434	94,541
Covered Employee Payroll:								
Primary Government	\$ 50,967,314	\$ 51,985,924	\$ 54,538,342	\$ 62,624,119	\$ 64,960,125	\$ 70,880,756	\$ 78,927,929	\$ 89,889,685
School Department	207,129,268	223,174,798	235,708,059	251,346,116	266,346,089	289,608,938	0	0
Community Care	4,793,494	3,433,547	4,664,180	3,781,609	3,467,358	3,506,319	3,781,609	5,371,801
Airport	303,923	503,662	520,495	558,203	523,096	540,925	115,905	82,005
E-911	0	305,425	313,114	369,420	380,359	311,587	279,247	344,856
Net OPEB Liability as a Percentage of Covered Employee Payroll:								
Primary Government	64.32%	55.75%	58.82%	59.90%	56.87%	28.54%	29.75%	16.36%
School Department	75.21%	55.73%	58.40%	59.30%	55.32%	28.48%	0.00%	0.00%
Community Care	55.34%	60.37%	49.19%	70.84%	76.10%	28.95%	15.36%	6.55%
Airport	24.88%	9.04%	9.68%	112.12%	117.51%	73.00%	26.89%	26.89%
E-911	0.00%	28.03%	30.24%	21.27%	20.09%	21.93%	51.01%	27.41%

(Continued)

RUTHERFORD COUNTY, TENNESSEE**Schedule of Changes in the Total OPEB Liability and Related Ratios - Single-Employer Defined Benefit Plan**

Primary Government, Discretely Presented Rutherford County School Department, Discretely Presented

Community Care of Rutherford County, Rutherford County Airport (joint venture), and

Discretely Presented Rutherford County Emergency Communications District (Cont.)

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

Note 2: Changes in assumptions. Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2017	3.58%
2018	3.87%
2019	3.51%
2020	2.21%
2021	2.16%
2022	3.54%
2023	Not available.
2024	4.21%

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

Note 4: The school department removed its active employees from the plan in FY 2023.

Note 5: An actuarial valuation was not performed for FY 2023. The FY 2023 amounts were estimated based on the amounts provided by the actuary in the FY 2024 report.

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

Discretely Presented Rutherford County School Department

For the Fiscal Year Ended June 30

	<u>2023</u>
Total OPEB Liability	
Service Cost	\$ 0
Interest	0
Change in Benefit Terms	16,540,002
Differences Between Actual and Expected Experience	0
Changes in Assumptions	0
Benefit Payments	0
Net Change in Total OPEB Liability	\$ 16,540,002
Total OPEB Liability, Beginning	<u>0</u>
Total OPEB Liability, Ending	<u><u>\$ 16,540,002</u></u>
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 5,531,026
Employer Proportionate Share of the Total OPEB Liability	11,008,976
Covered Employee Payroll	\$ 280,181,635
Net OPEB Liability as a Percentage of Covered Employee Payroll	3.93%

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:

2023 3.65%

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

For the 2024 plan year - from 8.37% to 10.31%

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

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

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

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

Methods and assumptions used to determine contribution rates:

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

Changes of assumptions. In 2021, the following assumptions were changed: decreased inflation rate from 2.5 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 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.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for Rutherford County’s demolition landfill operations, convenience center operations, and postclosure care costs of the county’s closed landfill.

Ambulance Service Fund – The Ambulance Service Fund is used to account for ambulance service-related operations.

Industrial/Economic Development Fund – The Industrial/Economic Development Fund is used to account for the operations of the Smyrna Airport properties.

Special Purpose Fund – The Special Purpose Fund is used to account for revenues received from federal drug-related forfeitures and seizures.

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

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

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

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

CAPITAL PROJECTS FUND

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 – This fund accounts for and reports 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.

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

	Special Revenue Funds					
	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control	Other General Government Fund
ASSETS						
Cash	\$ 400	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	14,509,399	15,897,566	544,977	100,406	3,412,508	6,761,715
Accounts Receivable	66,773	8,171,360	0	0	0	0
Allowance for Uncollectibles	0	(4,414,417)	0	0	0	0
Due from Other Governments	1,218,709	29,691	0	512	16,121	0
Property Taxes Receivable	0	11,418,783	0	0	0	0
Allowance for Uncollectible Property Taxes	0	(404,974)	0	0	0	0
Notes Receivable - Long-term	0	0	6,875,000	0	0	0
Total Assets	<u>\$ 15,795,281</u>	<u>\$ 30,698,009</u>	<u>\$ 7,419,977</u>	<u>\$ 100,918</u>	<u>\$ 3,428,629</u>	<u>\$ 6,761,715</u>
LIABILITIES						
Accounts Payable	\$ 15,295	\$ 94,073	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Payroll	83,191	525,507	0	0	0	0
Payroll Deductions Payable	2,375	10,017	0	0	0	0
Unearned/Unavailable Revenue	0	0	0	0	0	6,759,566
Total Liabilities	<u>\$ 100,861</u>	<u>\$ 629,597</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,759,566</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 0	\$ 10,933,101	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	0	74,065	0	0	0	0
Other Deferred/Unavailable Revenue	656,861	2,788,092	0	0	0	0
Total Deferred Inflows of Resources	<u>\$ 656,861</u>	<u>\$ 13,795,258</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

RUTHERFORD COUNTY, TENNESSEE**Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds					
	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control	Other General Government Fund
FUND BALANCES						
Restricted:						
Restricted for General Government - American Rescue Plan Act	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	2,149
Restricted for Public Safety	0	0	0	100,918	3,428,629	0
Restricted for Public Health and Welfare	0	3,014	0	0	0	0
Restricted for Debt Service	0	0	7,049,716	0	0	0
Restricted for Capital Projects	0	0	0	0	0	0
Committed:						
Committed for Highways/Public Works	0	0	0	0	0	0
Committed for Capital Projects	0	0	0	0	0	0
Assigned:						
Assigned for General Government	0	0	0	0	0	0
Assigned for Finance	0	0	0	0	0	0
Assigned for Administration of Justice	0	0	0	0	0	0
Assigned for Public Health and Welfare	15,037,559	16,270,140	0	0	0	0
Assigned for Other Operations	0	0	370,261	0	0	0
Assigned for Highways/Public Works	0	0	0	0	0	0
Total Fund Balances	<u>\$ 15,037,559</u>	<u>\$ 16,273,154</u>	<u>\$ 7,419,977</u>	<u>\$ 100,918</u>	<u>\$ 3,428,629</u>	<u>\$ 2,149</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 15,795,281</u>	<u>\$ 30,698,009</u>	<u>\$ 7,419,977</u>	<u>\$ 100,918</u>	<u>\$ 3,428,629</u>	<u>\$ 6,761,715</u>

(Continued)

RUTHERFORD COUNTY, TENNESSEE
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds (Cont.)			Capital Projects Fund	Total Nonmajor Governmental Funds
	Constitu- tional Officers - Fees	Highway / Public Works	Total	General Capital Projects	
ASSETS					
Cash	\$ 2,105,296	\$ 0	\$ 2,105,696	\$ 0	\$ 2,105,696
Equity in Pooled Cash and Investments	0	26,487,701	67,714,272	36,378,934	104,093,206
Accounts Receivable	4,535	47,818	8,290,486	0	8,290,486
Allowance for Uncollectibles	0	0	(4,414,417)	0	(4,414,417)
Due from Other Governments	0	1,729,434	2,994,467	28,866	3,023,333
Property Taxes Receivable	0	1,191,977	12,610,760	0	12,610,760
Allowance for Uncollectible Property Taxes	0	(42,580)	(447,554)	0	(447,554)
Notes Receivable - Long-term	0	0	6,875,000	0	6,875,000
Total Assets	<u>\$ 2,109,831</u>	<u>\$ 29,414,350</u>	<u>\$ 95,728,710</u>	<u>\$ 36,407,800</u>	<u>\$ 132,136,510</u>
LIABILITIES					
Accounts Payable	\$ 0	\$ 879,322	\$ 988,690	\$ 0	\$ 988,690
Accrued Payroll	0	151,283	759,981	0	759,981
Payroll Deductions Payable	0	3,751	16,143	0	16,143
Unearned/Unavailable Revenue	0	0	6,759,566	0	6,759,566
Total Liabilities	<u>\$ 0</u>	<u>\$ 1,034,356</u>	<u>\$ 8,524,380</u>	<u>\$ 0</u>	<u>\$ 8,524,380</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 0	\$ 1,140,845	\$ 12,073,946	\$ 0	\$ 12,073,946
Deferred Delinquent Property Taxes	0	7,848	81,913	0	81,913
Other Deferred/Unavailable Revenue	0	187,282	3,632,235	0	3,632,235
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 1,335,975</u>	<u>\$ 15,788,094</u>	<u>\$ 0</u>	<u>\$ 15,788,094</u>

(Continued)

RUTHERFORD COUNTY, TENNESSEE**Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds (Cont.)			Capital Projects Fund	Total Nonmajor Governmental Funds
	Constitu - tional Officers - Fees	Highway / Public Works	Total	General Capital Projects	
FUND BALANCES					
Restricted:					
Restricted for General Government - American Rescue Plan Act	\$ 0	\$ 0	\$ 2,149	\$ 0	\$ 2,149
Restricted for Public Safety	0	0	3,529,547	0	3,529,547
Restricted for Public Health and Welfare	0	0	3,014	0	3,014
Restricted for Debt Service	0	0	7,049,716	0	7,049,716
Restricted for Capital Projects	0	0	0	24,007,969	24,007,969
Committed:					
Committed for Highways/Public Works	0	2,992,212	2,992,212	0	2,992,212
Committed for Capital Projects	0	0	0	12,399,831	12,399,831
Assigned:					
Assigned for General Government	175,254	0	175,254	0	175,254
Assigned for Finance	753,831	0	753,831	0	753,831
Assigned for Administration of Justice	1,180,746	0	1,180,746	0	1,180,746
Assigned for Public Health and Welfare	0	0	31,307,699	0	31,307,699
Assigned for Other Operations	0	0	370,261	0	370,261
Assigned for Highways/Public Works	0	24,051,807	24,051,807	0	24,051,807
Total Fund Balances	\$ 2,109,831	\$ 27,044,019	\$ 71,416,236	\$ 36,407,800	\$ 107,824,036
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 2,109,831	\$ 29,414,350	\$ 95,728,710	\$ 36,407,800	\$ 132,136,510

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

	Special Revenue Funds						
	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control	Other General Government Fund	
Revenues							
Local Taxes	\$ 6,523,375	\$ 10,954,911	\$ 0	\$ 0	\$ 0	\$ 0	
Fines, Forfeitures, and Penalties	0	0	0	0	2,057,954	0	
Charges for Current Services	855,130	12,701,115	0	0	0	0	
Other Local Revenues	264,697	12,762	143,396	5,860	142,866	0	
State of Tennessee	380,058	39,275	0	0	0	0	
Federal Government	0	155,854	0	21,976	0	13,349,909	
Total Revenues	\$ 8,023,260	\$ 23,863,917	\$ 143,396	\$ 27,836	\$ 2,200,820	\$ 13,349,909	
Expenditures							
Current:							
General Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
Finance	0	0	0	0	0	0	
Administration of Justice	0	0	0	0	0	0	
Public Safety	0	0	0	35,000	844,909	0	
Public Health and Welfare	5,541,304	20,681,251	0	0	0	0	
Other Operations	123,203	0	1,302	0	0	0	
Highways	0	0	0	0	0	0	
Capital Projects	0	0	0	0	0	13,349,909	
Total Expenditures	\$ 5,664,507	\$ 20,681,251	\$ 1,302	\$ 35,000	\$ 844,909	\$ 13,349,909	
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,358,753	\$ 3,182,666	\$ 142,094	\$ (7,164)	\$ 1,355,911	\$ 0	

(Continued)

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

	Special Revenue Funds					Other General Government Fund
	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control	
Other Financing Sources (Uses)						
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Insurance Recovery	8,293	12,036	0	0	0	0
Transfers In	0	0	0	0	0	0
Transfers Out	0	0	(694,865)	0	0	0
Total Other Financing Sources (Uses)	<u>\$ 8,293</u>	<u>\$ 12,036</u>	<u>\$ (694,865)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
Net Change in Fund Balances	\$ 2,367,046	\$ 3,194,702	\$ (552,771)	\$ (7,164)	\$ 1,355,911	0
Fund Balance, July 1, 2023	12,670,513	13,078,452	7,972,748	108,082	2,072,718	2,149
Fund Balance, June 30, 2024	<u><u>\$ 15,037,559</u></u>	<u><u>\$ 16,273,154</u></u>	<u><u>\$ 7,419,977</u></u>	<u><u>\$ 100,918</u></u>	<u><u>\$ 3,428,629</u></u>	<u><u>\$ 2,149</u></u>

(Continued)

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

	Special Revenue Funds (Cont.)			Capital Projects Fund	
	Constitu - tional Officers - Fees	Highway / Public Works	Total	General Capital Projects	Total Nonmajor Governmental Funds
Revenues					
Local Taxes	\$ 0	\$ 9,105,901	\$ 26,584,187	\$ 0	\$ 26,584,187
Fines, Forfeitures, and Penalties	0	0	2,057,954	0	2,057,954
Charges for Current Services	7,834,689	0	21,390,934	0	21,390,934
Other Local Revenues	0	1,123,586	1,693,167	1,087,521	2,780,688
State of Tennessee	0	10,137,410	10,556,743	0	10,556,743
Federal Government	0	0	13,527,739	0	13,527,739
Total Revenues	\$ 7,834,689	\$ 20,366,897	\$ 75,810,724	\$ 1,087,521	\$ 76,898,245
Expenditures					
Current:					
General Government	\$ 868,513	\$ 0	\$ 868,513	\$ 0	\$ 868,513
Finance	3,065,537	0	3,065,537	0	3,065,537
Administration of Justice	3,239,760	0	3,239,760	0	3,239,760
Public Safety	0	0	879,909	0	879,909
Public Health and Welfare	0	0	26,222,555	0	26,222,555
Other Operations	0	0	124,505	0	124,505
Highways	0	17,367,329	17,367,329	0	17,367,329
Capital Projects	0	0	13,349,909	4,955,730	18,305,639
Total Expenditures	\$ 7,173,810	\$ 17,367,329	\$ 65,118,017	\$ 4,955,730	\$ 70,073,747
Excess (Deficiency) of Revenues Over Expenditures	\$ 660,879	\$ 2,999,568	\$ 10,692,707	\$ (3,868,209)	\$ 6,824,498

(Continued)

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

	Special Revenue Funds (Cont.)			Capital Projects Fund	
	Constitu - tional Officers - Fees	Highway / Public Works	Total	General Capital Projects	Total Nonmajor Governmental Funds
Other Financing Sources (Uses)					
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 26,000,000	\$ 26,000,000
Insurance Recovery	0	20,459	40,788	0	40,788
Transfers In	0	0	0	900,000	900,000
Transfers Out	0	0	(694,865)	0	(694,865)
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ 20,459</u>	<u>\$ (654,077)</u>	<u>\$ 26,900,000</u>	<u>\$ 26,245,923</u>
Net Change in Fund Balances	\$ 660,879	\$ 3,020,027	\$ 10,038,630	\$ 23,031,791	\$ 33,070,421
Fund Balance, July 1, 2023	<u>1,448,952</u>	<u>24,023,992</u>	<u>61,377,606</u>	<u>13,376,009</u>	<u>74,753,615</u>
Fund Balance, June 30, 2024	<u>\$ 2,109,831</u>	<u>\$ 27,044,019</u>	<u>\$ 71,416,236</u>	<u>\$ 36,407,800</u>	<u>\$ 107,824,036</u>

Exhibit G-3

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 6,523,375	\$ 0	\$ 0	\$ 6,523,375	\$ 6,030,000	\$ 6,489,000	\$ 34,375
Charges for Current Services	855,130	0	0	855,130	970,000	849,000	6,130
Other Local Revenues	264,697	0	0	264,697	400,000	268,000	(3,303)
State of Tennessee	380,058	0	0	380,058	350,000	380,058	0
Total Revenues	\$ 8,023,260	\$ 0	\$ 0	\$ 8,023,260	\$ 7,750,000	\$ 7,986,058	\$ 37,202
Expenditures							
Public Health and Welfare							
Convenience Centers	\$ 4,138,691	\$ (640)	\$ 11,126	\$ 4,149,177	\$ 5,643,948	\$ 5,713,068	\$ 1,563,891
Other Waste Collection	293,213	0	0	293,213	307,672	411,197	117,984
Landfill Operation and Maintenance	973,063	0	12,135	985,198	1,335,147	1,392,147	406,949
Postclosure Care Costs	136,337	0	20,000	156,337	307,500	307,500	151,163
Other Operations							
Employee Benefits	30,000	0	0	30,000	30,000	30,000	0
Miscellaneous	93,203	0	0	93,203	125,733	130,733	37,530
Total Expenditures	\$ 5,664,507	\$ (640)	\$ 43,261	\$ 5,707,128	\$ 7,750,000	\$ 7,984,645	\$ 2,277,517
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,358,753	\$ 640	\$ (43,261)	\$ 2,316,132	\$ 0	\$ 1,413	\$ 2,314,719
Other Financing Sources (Uses)							
Insurance Recovery	\$ 8,293	\$ 0	\$ 0	\$ 8,293	\$ 0	\$ 8,293	\$ 0
Total Other Financing Sources	\$ 8,293	\$ 0	\$ 0	\$ 8,293	\$ 0	\$ 8,293	\$ 0
Net Change in Fund Balance	\$ 2,367,046	\$ 640	\$ (43,261)	\$ 2,324,425	\$ 0	\$ 9,706	\$ 2,314,719
Fund Balance, July 1, 2023	12,670,513	(640)	0	12,669,873	12,669,873	12,669,873	0
Fund Balance, June 30, 2024	\$ 15,037,559	\$ 0	\$ (43,261)	\$ 14,994,298	\$ 12,669,873	\$ 12,679,579	\$ 2,314,719

Exhibit G-4

RUTHERFORD COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Ambulance Service Fund
For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 10,954,911	\$ 0	\$ 0	\$ 10,954,911	\$ 10,483,079	\$ 10,957,972	\$ (3,061)
Charges for Current Services	12,701,115	0	0	12,701,115	11,620,000	12,311,000	390,115
Other Local Revenues	12,762	0	0	12,762	7,500	11,650	1,112
State of Tennessee	39,275	0	0	39,275	20,000	30,825	8,450
Federal Government	155,854	0	0	155,854	154,039	201,746	(45,892)
Total Revenues	<u>\$ 23,863,917</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 23,863,917</u>	<u>\$ 22,284,618</u>	<u>\$ 23,513,193</u>	<u>\$ 350,724</u>
Expenditures							
Public Health and Welfare							
Ambulance/Emergency Medical Services	\$ 20,681,251	\$ (610,813)	\$ 675,167	\$ 20,745,605	\$ 22,278,663	\$ 22,823,069	\$ 2,077,464
Total Expenditures	<u>\$ 20,681,251</u>	<u>\$ (610,813)</u>	<u>\$ 675,167</u>	<u>\$ 20,745,605</u>	<u>\$ 22,278,663</u>	<u>\$ 22,823,069</u>	<u>\$ 2,077,464</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 3,182,666</u>	<u>\$ 610,813</u>	<u>\$ (675,167)</u>	<u>\$ 3,118,312</u>	<u>\$ 5,955</u>	<u>\$ 690,124</u>	<u>\$ 2,428,188</u>
Other Financing Sources (Uses)							
Insurance Recovery	\$ 12,036	\$ 0	\$ 0	\$ 12,036	\$ 0	\$ 12,036	\$ 0
Total Other Financing Sources	<u>\$ 12,036</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 12,036</u>	<u>\$ 0</u>	<u>\$ 12,036</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 3,194,702	\$ 610,813	\$ (675,167)	\$ 3,130,348	\$ 5,955	\$ 702,160	\$ 2,428,188
Fund Balance, July 1, 2023	<u>13,078,452</u>	<u>(610,813)</u>	<u>0</u>	<u>12,467,639</u>	<u>12,462,677</u>	<u>12,462,677</u>	<u>4,962</u>
Fund Balance, June 30, 2024	<u><u>\$ 16,273,154</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (675,167)</u></u>	<u><u>\$ 15,597,987</u></u>	<u><u>\$ 12,468,632</u></u>	<u><u>\$ 13,164,837</u></u>	<u><u>\$ 2,433,150</u></u>

RUTHERFORD COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Industrial/Economic Development Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Other Local Revenues	\$ 143,396	\$ 143,401	\$ 143,401	\$ (5)
Total Revenues	\$ 143,396	\$ 143,401	\$ 143,401	\$ (5)
Expenditures				
Other Operations				
Industrial Development	\$ 1,302	\$ 696,299	\$ 1,434	\$ 132
Total Expenditures	\$ 1,302	\$ 696,299	\$ 1,434	\$ 132
Excess (Deficiency) of Revenues Over Expenditures	\$ 142,094	\$ (552,898)	\$ 141,967	\$ 127
Other Financing Sources (Uses)				
Transfers Out	\$ (694,865)	\$ 0	\$ (694,865)	\$ 0
Total Other Financing Sources	\$ (694,865)	\$ 0	\$ (694,865)	\$ 0
Net Change in Fund Balance	\$ (552,771)	\$ (552,898)	\$ (552,898)	\$ 127
Fund Balance, July 1, 2023	7,972,748	362,050	362,050	7,610,698
Fund Balance, June 30, 2024	\$ 7,419,977	\$ (190,848)	\$ (190,848)	\$ 7,610,825

RUTHERFORD COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Special Purpose Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Other Local Revenues	\$ 5,860	\$ 2,000	\$ 5,900	\$ (40)
Federal Government	21,976	0	24,251	(2,275)
Total Revenues	<u>\$ 27,836</u>	<u>\$ 2,000</u>	<u>\$ 30,151</u>	<u>\$ (2,315)</u>
Expenditures				
Public Safety				
Sheriff's Department	\$ 35,000	\$ 20,000	\$ 50,000	\$ 15,000
Total Expenditures	<u>\$ 35,000</u>	<u>\$ 20,000</u>	<u>\$ 50,000</u>	<u>\$ 15,000</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (7,164)</u>	<u>\$ (18,000)</u>	<u>\$ (19,849)</u>	<u>\$ 12,685</u>
Other Financing Sources (Uses)				
Transfers In	\$ 0	\$ 0	\$ 1	\$ (1)
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1</u>	<u>\$ (1)</u>
Net Change in Fund Balance	\$ (7,164)	\$ (18,000)	\$ (19,848)	\$ 12,684
Fund Balance, July 1, 2023	<u>108,082</u>	<u>108,082</u>	<u>108,082</u>	<u>0</u>
Fund Balance, June 30, 2024	<u><u>\$ 100,918</u></u>	<u><u>\$ 90,082</u></u>	<u><u>\$ 88,234</u></u>	<u><u>\$ 12,684</u></u>

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Fines, Forfeitures, and Penalties	\$ 2,057,954	\$ 0	\$ 0	\$ 2,057,954	\$ 377,000	\$ 2,084,691	\$ (26,737)
Other Local Revenues	142,866	0	0	142,866	25,000	125,000	17,866
Total Revenues	<u>\$ 2,200,820</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,200,820</u>	<u>\$ 402,000</u>	<u>\$ 2,209,691</u>	<u>\$ (8,871)</u>
Expenditures							
Public Safety							
Drug Enforcement	\$ 844,909	\$ (46,403)	\$ 102,657	\$ 901,163	\$ 438,000	\$ 1,285,000	\$ 383,837
Total Expenditures	<u>\$ 844,909</u>	<u>\$ (46,403)</u>	<u>\$ 102,657</u>	<u>\$ 901,163</u>	<u>\$ 438,000</u>	<u>\$ 1,285,000</u>	<u>\$ 383,837</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,355,911</u>	<u>\$ 46,403</u>	<u>\$ (102,657)</u>	<u>\$ 1,299,657</u>	<u>\$ (36,000)</u>	<u>\$ 924,691</u>	<u>\$ 374,966</u>
Other Financing Sources (Uses)							
Transfers Out	\$ 0	\$ 0	\$ 0	\$ 0	\$ (150,000)	\$ (150,001)	\$ 150,001
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (150,000)</u>	<u>\$ (150,001)</u>	<u>\$ 150,001</u>
Net Change in Fund Balance	\$ 1,355,911	\$ 46,403	\$ (102,657)	\$ 1,299,657	\$ (186,000)	\$ 774,690	\$ 524,967
Fund Balance, July 1, 2023	<u>2,072,718</u>	<u>(46,403)</u>	<u>0</u>	<u>2,026,315</u>	<u>2,026,315</u>	<u>2,026,315</u>	<u>0</u>
Fund Balance, June 30, 2024	<u><u>\$ 3,428,629</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (102,657)</u></u>	<u><u>\$ 3,325,972</u></u>	<u><u>\$ 1,840,315</u></u>	<u><u>\$ 2,801,005</u></u>	<u><u>\$ 524,967</u></u>

RUTHERFORD COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Other General Government Fund
For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Federal Government	\$ 13,349,909	\$ 0	\$ 0	\$ 13,349,909	\$ 0	\$ 13,349,909	\$ 0
Total Revenues	\$ 13,349,909	\$ 0	\$ 0	\$ 13,349,909	\$ 0	\$ 13,349,909	\$ 0
Expenditures							
Capital Projects							
American Rescue Plan Act Grant #1	\$ 13,349,909	\$ (6,758,077)	\$ 1,002,294	\$ 7,594,126	\$ 0	\$ 13,349,909	\$ 5,755,783
Total Expenditures	\$ 13,349,909	\$ (6,758,077)	\$ 1,002,294	\$ 7,594,126	\$ 0	\$ 13,349,909	\$ 5,755,783
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 6,758,077	\$ (1,002,294)	\$ 5,755,783	\$ 0	\$ 0	\$ 5,755,783
Net Change in Fund Balance	\$ 0	\$ 6,758,077	\$ (1,002,294)	\$ 5,755,783	\$ 0	\$ 0	\$ 5,755,783
Fund Balance, July 1, 2023	2,149	(6,758,077)	0	(6,755,928)	0	0	(6,755,928)
Fund Balance, June 30, 2024	\$ 2,149	\$ 0	\$ (1,002,294)	\$ (1,000,145)	\$ 0	\$ 0	\$ (1,000,145)

RUTHERFORD COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2024

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 9,105,901	\$ 7,879,935	\$ 8,576,839	\$ 529,062
Other Local Revenues	1,123,586	225,000	1,066,402	57,184
State of Tennessee	10,137,410	10,190,200	10,658,930	(521,520)
Total Revenues	<u>\$ 20,366,897</u>	<u>\$ 18,295,135</u>	<u>\$ 20,302,171</u>	<u>\$ 64,726</u>
Expenditures				
Highways				
Administration	\$ 918,341	\$ 1,034,839	\$ 1,138,584	\$ 220,243
Highway and Bridge Maintenance	9,450,972	9,334,350	10,106,615	655,643
Operation and Maintenance of Equipment	1,311,338	1,622,295	1,632,255	320,917
Other Charges	865,247	1,042,420	1,053,003	187,756
Employee Benefits	135,949	171,905	171,905	35,956
Capital Outlay	4,685,482	5,010,000	5,510,000	824,518
Total Expenditures	<u>\$ 17,367,329</u>	<u>\$ 18,215,809</u>	<u>\$ 19,612,362</u>	<u>\$ 2,245,033</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,999,568</u>	<u>\$ 79,326</u>	<u>\$ 689,809</u>	<u>\$ 2,309,759</u>
Other Financing Sources (Uses)				
Insurance Recovery	\$ 20,459	\$ 0	\$ 19,740	\$ 719
Total Other Financing Sources	<u>\$ 20,459</u>	<u>\$ 0</u>	<u>\$ 19,740</u>	<u>\$ 719</u>
Net Change in Fund Balance	\$ 3,020,027	\$ 79,326	\$ 709,549	\$ 2,310,478
Fund Balance, July 1, 2023	<u>24,023,992</u>	<u>24,023,992</u>	<u>24,023,992</u>	<u>0</u>
Fund Balance, June 30, 2024	<u><u>\$ 27,044,019</u></u>	<u><u>\$ 24,103,318</u></u>	<u><u>\$ 24,733,541</u></u>	<u><u>\$ 2,310,478</u></u>

MAJOR GOVERNMENTAL FUNDS

GENERAL DEBT SERVICE FUND

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

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 69,711,405	\$ 66,380,641	\$ 69,482,882	\$ 228,523
Other Local Revenues	9,523,574	644,150	8,677,608	845,966
Other Governments and Citizens Groups	371,065	0	371,065	0
Total Revenues	<u>\$ 79,606,044</u>	<u>\$ 67,024,791</u>	<u>\$ 78,531,555</u>	<u>\$ 1,074,489</u>
Expenditures				
General Government				
Other General Administration	\$ 1,353,545	\$ 1,220,000	\$ 1,870,000	\$ 516,455
Principal on Debt				
General Government	8,567,409	7,864,658	8,567,409	0
Education	32,384,535	27,720,343	32,384,536	1
Interest on Debt				
General Government	3,708,445	5,433,286	5,433,286	1,724,841
Education	14,811,908	27,285,106	18,929,520	4,117,612
Other Debt Service				
General Government	398,549	0	2,656,074	2,257,525
Education	1,064,918	0	1,064,918	0
Total Expenditures	<u>\$ 62,289,309</u>	<u>\$ 69,523,393</u>	<u>\$ 70,905,743</u>	<u>\$ 8,616,434</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 17,316,735</u>	<u>\$ (2,498,602)</u>	<u>\$ 7,625,812</u>	<u>\$ 9,690,923</u>
Other Financing Sources (Uses)				
Bonds Issued	\$ 38,070,490	\$ 0	\$ 38,070,490	\$ 0
Refunding Debt Issued	16,665,000	0	16,665,000	0
Transfers In	694,865	694,865	694,865	0
Payments to Refunded Debt Escrow Agent	(18,514,499)	0	(18,514,500)	1
Total Other Financing Sources	<u>\$ 36,915,856</u>	<u>\$ 694,865</u>	<u>\$ 36,915,855</u>	<u>\$ 1</u>
Net Change in Fund Balance	\$ 54,232,591	\$ (1,803,737)	\$ 44,541,667	\$ 9,690,924
Fund Balance, July 1, 2023	<u>14,521,861</u>	<u>47,701,076</u>	<u>47,701,076</u>	<u>(33,179,215)</u>
Fund Balance, June 30, 2024	<u>\$ 68,754,452</u>	<u>\$ 45,897,339</u>	<u>\$ 92,242,743</u>	<u>\$ (23,488,291)</u>

PROPRIETARY FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the county, or to other governments, on a cost-reimbursement basis.

Self-Insurance Fund – The Self-Insurance Fund is used to account for transactions of the county's self-insured liability insurance.

Employee Insurance - Health Fund – The Employee Insurance - Health Fund is used to account for the county's self-insured health program.

Workers' Compensation Fund – The Workers' Compensation Fund is used to account for the county's self-insured workers' compensation and on-the-job injury programs.

RUTHERFORD COUNTY, TENNESSEE
Combining Statement of Net Position
 Proprietary Funds
June 30, 2024

	Internal Service Funds			
	Self- Insurance	Employee Insurance - Health	Workers' Compensation	Total Proprietary Funds
ASSETS				
Current Assets:				
Cash	\$ 984,977	\$ 0	\$ 206,937	\$ 1,191,914
Equity in Pooled Cash and Investments	6,144,464	37,843,486	2,690,787	46,678,737
Accounts Receivable	0	80,250	0	80,250
Total Assets	<u>\$ 7,129,441</u>	<u>\$ 37,923,736</u>	<u>\$ 2,897,724</u>	<u>\$ 47,950,901</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	\$ 12,980	\$ 0	\$ 13,830	\$ 26,810
Claims and Judgments Payable	1,306,505	3,289,532	878,500	5,474,537
Total Current Liabilities	<u>\$ 1,319,485</u>	<u>\$ 3,289,532</u>	<u>\$ 892,330</u>	<u>\$ 5,501,347</u>
Noncurrent Liabilities:				
Claims and Judgments Payable	\$ 326,626	\$ 822,383	\$ 50,500	\$ 1,199,509
Total Noncurrent Liabilities	<u>\$ 326,626</u>	<u>\$ 822,383</u>	<u>\$ 50,500</u>	<u>\$ 1,199,509</u>
NET POSITION				
Unrestricted	<u>\$ 5,483,330</u>	<u>\$ 33,811,821</u>	<u>\$ 1,954,894</u>	<u>\$ 41,250,045</u>
Total Net Position	<u><u>\$ 5,483,330</u></u>	<u><u>\$ 33,811,821</u></u>	<u><u>\$ 1,954,894</u></u>	<u><u>\$ 41,250,045</u></u>

RUTHERFORD COUNTY, TENNESSEE**Combining Statement of Revenues, Expenses, and Changes in Net Position**

Proprietary Funds

For the Year Ended June 30, 2024

	Internal Service Funds			Total
	Self -	Employee	Workers'	Proprietary
	Insurance	Insurance - Health	Compensation	Funds
Operating Revenues				
Charges for Current Services:				
Self-Insurance Premiums/Contributions	\$ 2,234,702	\$ 18,094,028	\$ 1,355,466	\$ 21,684,196
Other Employee Benefit Charges/Contributions	0	642,228	0	642,228
Other Local Revenues:				
Retirees' Insurance Payments	0	2,248,871	0	2,248,871
Cobra Insurance Payments	0	51,763	0	51,763
Total Operating Revenues	\$ 2,234,702	\$ 21,036,890	\$ 1,355,466	\$ 24,627,058
Operating Expenses				
Employee Benefits:				
Supervisor/Director	\$ 0	\$ 64,135	\$ 0	\$ 64,135
Clerical Personnel	0	130,018	0	130,018
Part-time Personnel	0	23,091	0	23,091
Longevity Pay	0	225	0	225
Overtime Pay	0	7,410	0	7,410
Other Salaries and Wages	0	54,148	0	54,148
Board and Committee Members Fees	0	3,750	0	3,750
Social Security	0	16,789	0	16,789
Handling Charges and Administrative Costs	66,180	2,962,974	58,895	3,088,049
Pensions	0	27,209	0	27,209
Employee and Dependent Insurance	0	38,377	0	38,377
Disability Insurance	0	363	9,406	9,769
Employer Medicare	0	3,927	0	3,927
Bank Charges	0	4,500	0	4,500
Communication	0	692	0	692
Consultants	7,424	87,898	0	95,322
Unemployment Compensation	0	60	0	60
Dues and Memberships	0	132	0	132
Contracts with Private Agencies	0	260,144	0	260,144
Maintenance Agreements	0	726	0	726
Postal Charges	0	535	0	535
Travel	0	2,567	0	2,567
Other Contracted Services	0	11,985	0	11,985
Office Supplies	0	1,850	0	1,850
Medical Claims	0	16,407,348	0	16,407,348
Premiums on Corporate Surety Bonds	0	0	5,000	5,000
Liability Claims	2,184,244	0	0	2,184,244
Other Charges	3,737	0	5,529	9,266
Other Self-Insured Claims	0	0	285,468	285,468
Total Operating Expenses	\$ 2,261,585	\$ 20,110,853	\$ 364,298	\$ 22,736,736
Operating Income (Loss)	\$ (26,883)	\$ 926,037	\$ 991,168	\$ 1,890,322
Nonoperating Revenues (Expenses)				
Insurance Recovery	\$ 3,307,399	\$ 20,255	\$ 7,562	\$ 3,335,216
Total Nonoperating Revenues (Expenses)	\$ 3,307,399	\$ 20,255	\$ 7,562	\$ 3,335,216
Income (Loss)	\$ 3,280,516	\$ 946,292	\$ 998,730	\$ 5,225,538
Change in Net Position	\$ 3,280,516	\$ 946,292	\$ 998,730	\$ 5,225,538
Net Position, July 1, 2023	2,202,814	32,865,529	956,164	36,024,507
Net Position, June 30, 2024	\$ 5,483,330	\$ 33,811,821	\$ 1,954,894	\$ 41,250,045

RUTHERFORD COUNTY, TENNESSEE
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2024

	Internal Service Funds			Total
	Self - Insurance	Employee Insurance - Health	Workers' Compensation	Proprietary Funds
Cash Flows from Operating Activities				
Receipts for Self-Insurance Premiums	\$ 2,234,702	\$ 21,031,075	\$ 1,355,466	\$ 24,621,243
Payments to Suppliers	(64,361)	(3,703,505)	(71,600)	(3,839,466)
Claims Paid	(3,928,951)	(17,217,468)	(712,568)	(21,858,987)
Insurance Recovery	3,307,399	20,255	7,562	3,335,216
Net Cash Provided By (Used In) Operating Activities	<u>\$ 1,548,789</u>	<u>\$ 130,357</u>	<u>\$ 578,860</u>	<u>\$ 2,258,006</u>
Net Increase (Decrease) in Cash	\$ 1,548,789	\$ 130,357	\$ 578,860	\$ 2,258,006
Cash, July 1, 2023	5,580,652	37,713,129	2,318,864	45,612,645
Cash, June 30, 2024	<u>\$ 7,129,441</u>	<u>\$ 37,843,486</u>	<u>\$ 2,897,724</u>	<u>\$ 47,870,651</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities				
Operating Income (Loss)	\$ (26,883)	\$ 926,037	\$ 991,168	\$ 1,890,322
Insurance Recovery	3,307,399	20,255	7,562	3,335,216
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:				
Change in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	0	(5,815)	0	(5,815)
Increase (Decrease) in Accounts Payable	12,980	0	7,230	20,210
Increase (Decrease) in Claims and Judgments Payable	(1,744,707)	(810,120)	(427,100)	(2,981,927)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 1,548,789</u>	<u>\$ 130,357</u>	<u>\$ 578,860</u>	<u>\$ 2,258,006</u>
Reconciliation of Cash With Statement of Net Position				
Cash Per Net Position	\$ 984,977	\$ 0	\$ 206,937	\$ 1,191,914
Equity in Pooled Cash and Investments Per Net Position	6,144,464	37,843,486	2,690,787	46,678,737
Cash, June 30, 2024	<u>\$ 7,129,441</u>	<u>\$ 37,843,486</u>	<u>\$ 2,897,724</u>	<u>\$ 47,870,651</u>

CUSTODIAL FUNDS

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

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

Cities - Property Tax Fund – The Cities - Property Tax Fund is used to account for the property taxes of the city of Smyrna and city of Eagleville. These collections are remitted to the city monthly.

City School ADA - Murfreesboro Fund – The City School ADA - Murfreesboro Fund is used to account for the city school system's share of education revenues collected by the county that must be apportioned between the various school systems on an average daily attendance basis. These collections are remitted to the city school system on a monthly basis.

Joint Venture Fund – The Joint Venture Fund is used to account for transactions of the Central Tennessee Solid Waste Planning Board for Rutherford, Cannon, Warren, and Coffee counties.

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.

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

Exhibit J-1

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

	Custodial Funds						
	Cities - Sales Tax	Cities - Property Tax	City School ADA - Murfreesboro	Joint Venture	Constitu - tional Officers - Custodial	District Attorney General	Total
ASSETS							
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 21,173,543	\$ 0	\$ 21,173,543
Equity in Pooled Cash and Investments	0	23,978	216,023	8,529	0	413,988	662,518
Due from Other Governments	18,968,889	0	3,129,328	0	0	255	22,098,472
Property Taxes Receivable	0	0	13,786,227	0	0	0	13,786,227
Allowance for Uncollectible Property Taxes	0	0	(544,833)	0	0	0	(544,833)
Total Assets	<u>\$ 18,968,889</u>	<u>\$ 23,978</u>	<u>\$ 16,586,745</u>	<u>\$ 8,529</u>	<u>\$ 21,173,543</u>	<u>\$ 414,243</u>	<u>\$ 57,175,927</u>
LIABILITIES							
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 55	\$ 55
Accrued Payroll	0	0	0	0	0	711	711
Due to Other Taxing Units	18,968,889	23,978	3,356,788	0	0	0	22,349,655
Total Liabilities	<u>\$ 18,968,889</u>	<u>\$ 23,978</u>	<u>\$ 3,356,788</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 766</u>	<u>\$ 22,350,421</u>
DEFERRED INFLOWS OF RESOURCES							
Deferred Current Property Taxes	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,229,957</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,229,957</u>
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,229,957</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,229,957</u>
NET POSITION							
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 8,529</u>	<u>\$ 21,173,543</u>	<u>\$ 413,477</u>	<u>\$ 21,595,549</u>
Total Net Position	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 8,529</u></u>	<u><u>\$ 21,173,543</u></u>	<u><u>\$ 413,477</u></u>	<u><u>\$ 21,595,549</u></u>

Exhibit J-2

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

	Custodial Funds						
	Cities - Sales Tax	Cities - Property Tax	City School ADA - Murfreesboro	Joint Venture	Constitu- tional Officers - Custodial	District Attorney General	Total
Additions							
Sales Tax Collections for Other Governments	\$ 111,796,630	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 111,796,630
Property Tax Collections for Other Governments	0	15,094,983	0	0	0	0	15,094,983
ADA - Educational Funds Collected for Cities	0	0	32,664,182	0	0	0	32,664,182
Fines/Fees and Other Collections	0	0	0	0	86,514,842	0	86,514,842
District Attorney General Collections	0	0	0	0	0	26,668	26,668
Total Additions	\$ 111,796,630	\$ 15,094,983	\$ 32,664,182	\$ 0	\$ 86,514,842	\$ 26,668	\$ 246,097,305
Deductions							
Payment of Sales Tax Collections to Other Governments	\$ 111,796,630	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 111,796,630
Payment of Property Tax Collections to Other Governments	0	15,094,983	0	0	0	0	15,094,983
Payments to City School Systems	0	0	32,664,182	0	0	0	32,664,182
Payments to State	0	0	0	0	52,434,683	0	52,434,683
Payments to Cities	0	0	0	0	466,708	0	466,708
Payments to Individuals and Others	0	0	0	120	25,986,077	0	25,986,197
Payment of District Attorney General Expenses	0	0	0	0	0	32,936	32,936
Total Deductions	\$ 111,796,630	\$ 15,094,983	\$ 32,664,182	\$ 120	\$ 78,887,468	\$ 32,936	\$ 238,476,319
Change in Net Position	\$ 0	\$ 0	\$ 0	\$ (120)	\$ 7,627,374	\$ (6,268)	\$ 7,620,986
Net Position July 1, 2023	0	0	0	8,649	13,546,169	419,745	13,974,563
Net Position June 30, 2024	\$ 0	\$ 0	\$ 0	\$ 8,529	\$ 21,173,543	\$ 413,477	\$ 21,595,549

RUTHERFORD COUNTY SCHOOL DEPARTMENT

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

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

Endowment Fund – The Endowment Fund is used to account for an endowment received by the school department for which the principal amount must remain intact while interest earned on the principal is to fund a scholarship at Eagleville High School.

Exhibit K-1

RUTHERFORD COUNTY, TENNESSEE

Statement of Activities

Discretely Presented Rutherford County School Department

For the Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Governmental Activities:					
Instruction	\$ 262,876,437	\$ 253,082	\$ 18,719,487	\$ 0	\$ (243,903,868)
Support Services	203,802,490	945,867	48,471,692	150,359,780	(4,025,151)
Operation of Non-instructional Services	47,980,903	7,430,867	17,897,422	0	(22,652,614)
Total Governmental Activities	<u>\$ 514,659,830</u>	<u>\$ 8,629,816</u>	<u>\$ 85,088,601</u>	<u>\$ 150,359,780</u>	<u>\$ (270,581,633)</u>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 94,517,003
Payments in-Lieu-of Tax					139,591
Local Option Sales Tax					104,857,856
Wheel Tax					5,303,506
Business Tax					3,119,539
Mixed Drink Tax					716,914
Adequate Facilities/Development Tax					3,479,299
Grants and Contributions Not Restricted for Specific Programs					351,356,427
Unrestricted Investment Income					7,168,171
Miscellaneous					163,075
Total General Revenues					<u>\$ 570,821,381</u>
Change in Net Position					\$ 300,239,748
Net Position, July 1, 2023					<u>823,330,674</u>
Net Position, June 30, 2024					<u><u>\$ 1,123,570,422</u></u>

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

Discretely Presented Rutherford County School Department

June 30, 2024

	Major Funds			Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash	\$ 100	\$ 0	\$ 0	\$ 12,223,734	\$ 12,223,834
Equity in Pooled Cash and Investments	148,542,996	19,920,047	151,528,934	25,198,546	345,190,523
Inventories	0	0	0	725,190	725,190
Accounts Receivable	298,823	23,049	0	20,254	342,126
Due from Other Governments	32,895,071	9,624	0	4,143,207	37,047,902
Due from Other Funds	294,575	0	0	0	294,575
Property Taxes Receivable	81,104,838	18,814,959	0	0	99,919,797
Allowance for Uncollectible Property Taxes	(2,944,014)	(632,875)	0	0	(3,576,889)
Prepaid Items	578	0	0	0	578
Other Current Assets	0	0	0	28,863	28,863
Restricted Assets	9,000,395	0	0	0	9,000,395
Total Assets	\$ 269,193,362	\$ 38,134,804	\$ 151,528,934	\$ 42,339,794	\$ 501,196,894
LIABILITIES					
Accounts Payable	\$ 54,862	\$ 0	\$ 0	\$ 309,078	\$ 363,940
Accrued Payroll	43,043,295	0	0	1,581,297	44,624,592
Payroll Deductions Payable	13,020,623	0	0	8,613	13,029,236
Due to Other Funds	0	0	0	294,575	294,575
Total Liabilities	\$ 56,118,780	\$ 0	\$ 0	\$ 2,193,563	\$ 58,312,343

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

	Major Funds			Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Capital Projects	Other Governmental Funds	Total Governmental Funds
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 77,559,529	\$ 18,063,384	\$ 0	\$ 0	\$ 95,622,913
Deferred Delinquent Property Taxes	551,806	108,931	0	0	660,737
Other Deferred/Unavailable Revenue	8,906,706	0	0	0	8,906,706
Total Deferred Inflows of Resources	<u>\$ 87,018,041</u>	<u>\$ 18,172,315</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 105,190,356</u>
FUND BALANCES					
Nonspendable:					
Inventory	\$ 0	\$ 0	\$ 0	\$ 725,190	\$ 725,190
Prepaid Items	578	0	0	0	578
Restricted:					
Restricted for Education	568,687	0	0	34,421,041	34,989,728
Restricted for Capital Projects	0	15,968,893	117,853,666	0	133,822,559
Restricted for Hybrid Retirement Stabilization Funds	9,000,395	0	0	0	9,000,395
Committed:					
Committed for Education	264,474	0	0	5,000,000	5,264,474
Committed for Capital Projects	0	3,993,596	33,675,268	0	37,668,864
Assigned:					
Assigned for Education	12,549,557	0	0	0	12,549,557
Unassigned	103,672,850	0	0	0	103,672,850
Total Fund Balances	<u>\$ 126,056,541</u>	<u>\$ 19,962,489</u>	<u>\$ 151,528,934</u>	<u>\$ 40,146,231</u>	<u>\$ 337,694,195</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 269,193,362</u>	<u>\$ 38,134,804</u>	<u>\$ 151,528,934</u>	<u>\$ 42,339,794</u>	<u>\$ 501,196,894</u>

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

Discretely Presented Rutherford County School Department

June 30, 2024

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

Total fund balances - balance sheet - governmental funds (Exhibit K-2)		\$	337,694,195
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	30,058,798	
Add: construction in progress		87,619,130	
Add: buildings and improvements net of accumulated depreciation		545,933,052	
Add: intangible assets net of accumulated depreciation		13,442	
Add: other capital assets net of accumulated depreciation		<u>7,375,118</u>	670,999,540
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: contributions due on primary government debt for other loans	\$	(235,857)	
Less: OPEB liability		(14,824,082)	
Less: pension liability - agent plan		(10,154,161)	
Less: compensated absences payable		<u>(2,888,137)</u>	(28,102,237)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.			
Add: deferred outflows of resources related to pensions	\$	84,406,393	
Less: deferred inflows of resources related to pensions		(7,978,973)	
Add: deferred outflows of resources related to OPEB		579,353	
Less: deferred inflows of resources related to OPEB		<u>(2,157,782)</u>	74,848,991
(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	\$	2,108,750	
Add: net pension asset - teacher legacy pension plan		<u>56,453,740</u>	58,562,490
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.			<u>9,567,443</u>
Net position of governmental activities (Exhibit A)			<u><u>\$ 1,123,570,422</u></u>

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

Discretely Presented Rutherford County School Department

For the Year Ended June 30, 2024

	Major Funds			Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Capital Projects	Other Govern- mental Funds	Total Governmental Funds
Revenues					
Local Taxes	\$ 192,540,811	\$ 19,603,876	\$ 0	\$ 0	\$ 212,144,687
Licenses and Permits	14,925	0	0	0	14,925
Charges for Current Services	286,036	0	0	7,385,878	7,671,914
Other Local Revenues	7,622,003	0	2,750	24,630,333	32,255,086
State of Tennessee	349,317,118	0	0	180,297	349,497,415
Federal Government	1,878,182	0	0	55,552,618	57,430,800
Other Governments and Citizens Groups	1,461,233	0	148,875,697	0	150,336,930
Total Revenues	<u>\$ 553,120,308</u>	<u>\$ 19,603,876</u>	<u>\$ 148,878,447</u>	<u>\$ 87,749,126</u>	<u>\$ 809,351,757</u>
Expenditures					
Current:					
Instruction	\$ 345,118,008	\$ 0	\$ 0	\$ 22,477,194	\$ 367,595,202
Support Services	168,002,319	352,412	0	17,843,891	186,198,622
Operation of Non-Instructional Services	5,184,112	0	0	47,260,484	52,444,596
Capital Outlay	1,118,982	0	0	354,148	1,473,130
Debt Service:					
Other Debt Service	371,065	0	0	0	371,065
Capital Projects	0	18,744,171	72,679,116	0	91,423,287
Total Expenditures	<u>\$ 519,794,486</u>	<u>\$ 19,096,583</u>	<u>\$ 72,679,116</u>	<u>\$ 87,935,717</u>	<u>\$ 699,505,902</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 33,325,822</u>	<u>\$ 507,293</u>	<u>\$ 76,199,331</u>	<u>\$ (186,591)</u>	<u>\$ 109,845,855</u>

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

	Major Funds			Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Capital Projects	Other Govern- mental Funds	Total Governmental Funds
Other Financing Sources (Uses)					
Insurance Recovery	\$ 4,825	\$ 0	\$ 0	\$ 0	\$ 4,825
Transfers In	189,303	0	34,840,600	0	35,029,903
Transfers Out	(34,840,600)	0	0	(189,303)	(35,029,903)
Total Other Financing Sources (Uses)	<u>\$ (34,646,472)</u>	<u>\$ 0</u>	<u>\$ 34,840,600</u>	<u>\$ (189,303)</u>	<u>\$ 4,825</u>
Net Change in Fund Balances	\$ (1,320,650)	\$ 507,293	\$ 111,039,931	\$ (375,894)	\$ 109,850,680
Fund Balance, July 1, 2023	<u>127,377,191</u>	<u>19,455,196</u>	<u>40,489,003</u>	<u>40,522,125</u>	<u>227,843,515</u>
Fund Balance, June 30, 2024	<u><u>\$ 126,056,541</u></u>	<u><u>\$ 19,962,489</u></u>	<u><u>\$ 151,528,934</u></u>	<u><u>\$ 40,146,231</u></u>	<u><u>\$ 337,694,195</u></u>

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

Discretely Presented Rutherford County School Department

For the Year Ended June 30, 2024

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

Net change in fund balances - total governmental funds (Exhibit K-4)		\$ 109,850,680
(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	\$ 68,132,198	
Less: current-year depreciation expense	<u>(29,080,770)</u>	39,051,428
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Add: assets donated and capitalized	\$ 22,850	
Less: book value of capital assets disposed	<u>(90,251)</u>	(67,401)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2023	\$ (9,573,498)	
Add: deferred delinquent property taxes and other deferred June 30, 2024	<u>9,567,443</u>	(6,055)
(4) The contributions of long-term debt (e.g. bonds, other loans, leases) by the primary government provide current financial resources to governmental funds, while the contributions by the school department of the principal of long-term debt consume the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Add: principal contributions on loans to primary government		311,676
(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 net OPEB liability	\$ 67,659,392	
Change in compensated absences payable	(9,561)	
Change in deferred outflows of resources related to pensions	(4,693,151)	
Change in deferred outflows of resources related to OPEB	(9,443,992)	
Change in deferred inflows of resources related to pensions	7,473,469	
Change in deferred inflows of resources related to OPEB	96,831,532	
Change in net pension liability/asset - agent plan	(5,779,906)	
Change in net pension asset - teacher retirement plan	598,313	
Change in net pension asset - teacher legacy pension plan	<u>(1,536,676)</u>	151,099,420
Change in net position of governmental activities (Exhibit B)		<u><u>\$ 300,239,748</u></u>

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

Discretely Presented Rutherford County School Department

June 30, 2024

	Special Revenue Funds			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	
ASSETS				
Cash	\$ 0	\$ 57,350	\$ 12,166,384	\$ 12,223,734
Equity in Pooled Cash and Investments	2,953,949	22,244,597	0	25,198,546
Inventories	0	657,323	67,867	725,190
Accounts Receivable	660	3,916	15,678	20,254
Due from Other Governments	3,769,840	373,367	0	4,143,207
Other Current Assets	0	0	28,863	28,863
Total Assets	<u>\$ 6,724,449</u>	<u>\$ 23,336,553</u>	<u>\$ 12,278,792</u>	<u>\$ 42,339,794</u>
LIABILITIES				
Accounts Payable	\$ 181,660	\$ 64,640	\$ 62,778	\$ 309,078
Accrued Payroll	1,245,320	335,977	0	1,581,297
Payroll Deductions Payable	2,290	6,323	0	8,613
Due to Other Funds	294,575	0	0	294,575
Total Liabilities	<u>\$ 1,723,845</u>	<u>\$ 406,940</u>	<u>\$ 62,778</u>	<u>\$ 2,193,563</u>
FUND BALANCES				
Nonspendable:				
Inventory	\$ 0	\$ 657,323	\$ 67,867	\$ 725,190
Restricted:				
Restricted for Education	604	22,272,290	12,148,147	34,421,041
Committed:				
Committed for Education	5,000,000	0	0	5,000,000
Total Fund Balances	<u>\$ 5,000,604</u>	<u>\$ 22,929,613</u>	<u>\$ 12,216,014</u>	<u>\$ 40,146,231</u>
Total Liabilities and Fund Balances	<u>\$ 6,724,449</u>	<u>\$ 23,336,553</u>	<u>\$ 12,278,792</u>	<u>\$ 42,339,794</u>

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

Discretely Presented Rutherford County School Department

For the Year Ended June 30, 2024

	Special Revenue Funds			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	
Revenues				
Charges for Current Services	\$ 0	\$ 7,385,878	\$ 0	\$ 7,385,878
Other Local Revenues	0	1,034,218	23,596,115	24,630,333
State of Tennessee	0	180,297	0	180,297
Federal Government	37,835,493	17,717,125	0	55,552,618
Total Revenues	<u>\$ 37,835,493</u>	<u>\$ 26,317,518</u>	<u>\$ 23,596,115</u>	<u>\$ 87,749,126</u>
Expenditures				
Current:				
Instruction	\$ 22,477,194	\$ 0	\$ 0	\$ 22,477,194
Support Services	17,744,506	99,385	0	17,843,891
Operation of Non-Instructional Services	106,543	25,003,760	22,150,181	47,260,484
Capital Outlay	354,148	0	0	354,148
Total Expenditures	<u>\$ 40,682,391</u>	<u>\$ 25,103,145</u>	<u>\$ 22,150,181</u>	<u>\$ 87,935,717</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (2,846,898)</u>	<u>\$ 1,214,373</u>	<u>\$ 1,445,934</u>	<u>\$ (186,591)</u>
Other Financing Sources (Uses)				
Transfers Out	\$ (189,303)	\$ 0	\$ 0	\$ (189,303)
Total Other Financing Sources (Uses)	<u>\$ (189,303)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (189,303)</u>
Net Change in Fund Balances	\$ (3,036,201)	\$ 1,214,373	\$ 1,445,934	\$ (375,894)
Fund Balance, July 1, 2023	<u>8,036,805</u>	<u>21,715,240</u>	<u>10,770,080</u>	<u>40,522,125</u>
Fund Balance, June 30, 2024	<u>\$ 5,000,604</u>	<u>\$ 22,929,613</u>	<u>\$ 12,216,014</u>	<u>\$ 40,146,231</u>

RUTHERFORD COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Rutherford County School Department
General Purpose School Fund
For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 192,540,811	\$ 0	\$ 0	\$ 192,540,811	\$ 186,858,446	\$ 186,858,446	\$ 5,682,365
Licenses and Permits	14,925	0	0	14,925	13,000	13,000	1,925
Charges for Current Services	286,036	0	0	286,036	162,500	162,500	123,536
Other Local Revenues	7,622,003	0	0	7,622,003	2,153,000	2,154,100	5,467,903
State of Tennessee	349,317,118	0	0	349,317,118	326,234,000	363,472,689	(14,155,571)
Federal Government	1,878,182	0	0	1,878,182	1,350,000	1,609,406	268,776
Other Governments and Citizens Groups	1,461,233	0	0	1,461,233	0	1,461,233	0
Total Revenues	\$ 553,120,308	\$ 0	\$ 0	\$ 553,120,308	\$ 516,770,946	\$ 555,731,374	\$ (2,611,066)
Expenditures							
Instruction							
Regular Instruction Program	\$ 275,046,900	\$ (480,897)	\$ 74,436	\$ 274,640,439	\$ 271,351,951	\$ 285,144,430	\$ 10,503,991
Alternative Instruction Program	2,913,242	0	110	2,913,352	3,141,036	3,114,136	200,784
Special Education Program	44,258,157	0	5,000	44,263,157	44,650,616	46,020,911	1,757,754
Career and Technical Education Program	22,899,709	(108,852)	17,255	22,808,112	20,153,760	29,508,919	6,700,807
Support Services							
Attendance	1,459,700	0	0	1,459,700	1,526,191	1,522,444	62,744
Health Services	5,782,433	(18,831)	0	5,763,602	5,663,525	5,878,532	114,930
Other Student Support	17,161,284	0	1,525	17,162,809	17,670,344	19,064,045	1,901,236
Regular Instruction Program	13,504,663	(17,127)	8,173	13,495,709	14,625,979	14,081,801	586,092
Alternative Instruction Program	1,155,846	(323)	0	1,155,523	1,370,039	1,391,054	235,531
Special Education Program	3,093,015	(2,320)	172	3,090,867	3,275,978	3,322,914	232,047
Career and Technical Education Program	644,585	(7,117)	19,129	656,597	596,697	760,229	103,632
Technology	7,122,754	(89,268)	33,453	7,066,939	5,581,827	7,240,275	173,336
Other Programs	262,038	0	0	262,038	0	262,038	0
Board of Education	6,943,486	(17,150)	18,514	6,944,850	8,857,474	8,308,474	1,363,624
Director of Schools	1,718,887	(5,238)	2,640	1,716,289	1,594,407	1,784,659	68,370
Office of the Principal	31,447,805	(275)	4,088	31,451,618	30,936,462	33,015,421	1,563,803
Fiscal Services	1,689,931	(810)	7,874	1,696,995	1,863,091	1,837,613	140,618

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Support Services (Cont.)							
Human Services/Personnel	\$ 1,528,200	\$ 0	\$ 1,000	\$ 1,529,200	\$ 1,587,778	\$ 1,582,881	\$ 53,681
Operation of Plant	32,953,220	(761,212)	493,629	32,685,637	36,893,670	35,605,523	2,919,886
Maintenance of Plant	13,552,597	(1,375,928)	275,172	12,451,841	12,212,239	13,626,125	1,174,284
Transportation	27,981,875	(72,420)	29,110	27,938,565	28,380,418	29,574,225	1,635,660
Operation of Non-Instructional Services							
Community Services	14,153	0	0	14,153	10,000	15,000	847
Early Childhood Education	5,169,959	0	0	5,169,959	5,157,787	5,363,722	193,763
Capital Outlay							
Regular Capital Outlay	1,118,982	(698,164)	164,264	585,082	948,612	10,037,729	9,452,647
Principal on Debt							
Education	0	0	0	0	366,943	0	0
Interest on Debt							
Education	0	0	0	0	4,122	0	0
Other Debt Service							
Education	371,065	0	0	371,065	0	371,065	0
Total Expenditures	<u>\$ 519,794,486</u>	<u>\$ (3,655,932)</u>	<u>\$ 1,155,544</u>	<u>\$ 517,294,098</u>	<u>\$ 518,420,946</u>	<u>\$ 558,434,165</u>	<u>\$ 41,140,067</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 33,325,822</u>	<u>\$ 3,655,932</u>	<u>\$ (1,155,544)</u>	<u>\$ 35,826,210</u>	<u>\$ (1,650,000)</u>	<u>\$ (2,702,791)</u>	<u>\$ 38,529,001</u>
Other Financing Sources (Uses)							
Insurance Recovery	\$ 4,825	\$ 0	\$ 0	\$ 4,825	\$ 50,000	\$ 50,000	\$ (45,175)
Transfers In	189,303	0	0	189,303	1,600,000	2,692,491	(2,503,188)
Transfers Out	(34,840,600)	0	0	(34,840,600)	0	(34,840,600)	0
Total Other Financing Sources	<u>\$ (34,646,472)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (34,646,472)</u>	<u>\$ 1,650,000</u>	<u>\$ (32,098,109)</u>	<u>\$ (2,548,363)</u>
Net Change in Fund Balance	\$ (1,320,650)	\$ 3,655,932	\$ (1,155,544)	\$ 1,179,738	\$ 0	\$ (34,800,900)	\$ 35,980,638
Fund Balance, July 1, 2023	<u>127,377,191</u>	<u>(3,655,932)</u>	<u>0</u>	<u>123,721,259</u>	<u>115,783,557</u>	<u>115,783,557</u>	<u>7,937,702</u>
Fund Balance, June 30, 2024	<u>\$ 126,056,541</u>	<u>\$ 0</u>	<u>\$ (1,155,544)</u>	<u>\$ 124,900,997</u>	<u>\$ 115,783,557</u>	<u>\$ 80,982,657</u>	<u>\$ 43,918,340</u>

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

Discretely Presented Rutherford County School Department

School Federal Projects Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Federal Government	\$ 37,835,493	\$ 0	\$ 37,835,493	\$ 0	\$ 46,897,812	\$ (9,062,319)
Total Revenues	\$ 37,835,493	\$ 0	\$ 37,835,493	\$ 0	\$ 46,897,812	\$ (9,062,319)
Expenditures						
Instruction						
Regular Instruction Program	\$ 17,090,822	\$ (2,656,032)	\$ 14,434,790	\$ 0	\$ 16,737,965	\$ 2,303,175
Special Education Program	4,751,580	(24,892)	4,726,688	0	7,244,149	2,517,461
Career and Technical Education Program	634,792	0	634,792	0	634,792	0
Support Services						
Attendance	225,948	0	225,948	0	295,594	69,646
Health Services	106,823	0	106,823	0	168,812	61,989
Other Student Support	2,860,193	0	2,860,193	0	3,339,047	478,854
Regular Instruction Program	8,660,370	0	8,660,370	0	9,784,060	1,123,690
Special Education Program	4,033,469	(555)	4,032,914	0	4,891,373	858,459
Career and Technical Education Program	475	0	475	0	475	0
Technology	312,668	0	312,668	0	422,930	110,262
Office of the Principal	16,726	0	16,726	0	16,726	0
Fiscal Services	200,626	0	200,626	0	309,351	108,725
Human Services/Personnel	53,704	0	53,704	0	116,272	62,568
Operation of Plant	117,027	0	117,027	0	312,577	195,550
Transportation	1,156,477	0	1,156,477	0	1,430,115	273,638
Operation of Non-Instructional Services						
Food Service	106,543	0	106,543	0	160,000	53,457
Capital Outlay						
Regular Capital Outlay	354,148	(354,148)	0	0	0	0
Total Expenditures	\$ 40,682,391	\$ (3,035,627)	\$ 37,646,764	\$ 0	\$ 45,864,238	\$ 8,217,474

(Continued)

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

Discretely Presented Rutherford County School Department

School Federal Projects Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Excess (Deficiency) of Revenues Over Expenditures	\$ (2,846,898)	\$ 3,035,627	\$ 188,729	\$ 0	\$ 1,033,574	\$ (844,845)
Other Financing Sources (Uses)						
Transfers Out	\$ (189,303)	\$ 0	\$ (189,303)	\$ 0	\$ (1,033,574)	\$ 844,271
Total Other Financing Sources	\$ (189,303)	\$ 0	\$ (189,303)	\$ 0	\$ (1,033,574)	\$ 844,271
Net Change in Fund Balance	\$ (3,036,201)	\$ 3,035,627	\$ (574)	\$ 0	\$ 0	\$ (574)
Fund Balance, July 1, 2023	8,036,805	(3,035,627)	5,001,178	0	0	5,001,178
Fund Balance, June 30, 2024	\$ 5,000,604	\$ 0	\$ 5,000,604	\$ 0	\$ 0	\$ 5,000,604

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

Discretely Presented Rutherford County School Department

Central Cafeteria Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Charges for Current Services	\$ 7,385,878	\$ 0	\$ 0	\$ 7,385,878	\$ 7,810,000	\$ 7,810,000	\$ (424,122)
Other Local Revenues	1,034,218	0	0	1,034,218	25,000	25,000	1,009,218
State of Tennessee	180,297	0	0	180,297	190,000	190,000	(9,703)
Federal Government	17,717,125	0	0	17,717,125	21,690,000	21,690,000	(3,972,875)
Total Revenues	\$ 26,317,518	\$ 0	\$ 0	\$ 26,317,518	\$ 29,715,000	\$ 29,715,000	\$ (3,397,482)
Expenditures							
Support Services							
Board of Education	\$ 56,000	\$ 0	\$ 0	\$ 56,000	\$ 72,000	\$ 72,000	\$ 16,000
Maintenance of Plant	43,385	0	0	43,385	0	43,385	0
Operation of Non-Instructional Services							
Food Service	25,003,760	(120,471)	874,791	25,758,080	34,134,090	34,134,090	8,376,010
Total Expenditures	\$ 25,103,145	\$ (120,471)	\$ 874,791	\$ 25,857,465	\$ 34,206,090	\$ 34,249,475	\$ 8,392,010
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,214,373	\$ 120,471	\$ (874,791)	\$ 460,053	\$ (4,491,090)	\$ (4,534,475)	\$ 4,994,528
Other Financing Sources (Uses)							
Transfers Out	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (1,197,668)	\$ 1,197,668
Total Other Financing Sources	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (1,197,668)	\$ 1,197,668
Net Change in Fund Balance	\$ 1,214,373	\$ 120,471	\$ (874,791)	\$ 460,053	\$ (4,491,090)	\$ (5,732,143)	\$ 6,192,196
Fund Balance, July 1, 2023	21,715,240	(120,471)	0	21,594,769	21,234,769	21,234,769	360,000
Fund Balance, June 30, 2024	\$ 22,929,613	\$ 0	\$ (874,791)	\$ 22,054,822	\$ 16,743,679	\$ 15,502,626	\$ 6,552,196

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 19,603,876	\$ 0	\$ 0	\$ 19,603,876	\$ 18,088,561	\$ 18,088,561	\$ 1,515,315
Total Revenues	\$ 19,603,876	\$ 0	\$ 0	\$ 19,603,876	\$ 18,088,561	\$ 18,088,561	\$ 1,515,315
Expenditures							
Support Services							
Board of Education	\$ 352,412	\$ 0	\$ 0	\$ 352,412	\$ 575,000	\$ 575,000	\$ 222,588
Capital Projects							
Education Capital Projects	18,744,171	(13,577,898)	11,643,819	16,810,092	17,513,561	17,513,561	703,469
Total Expenditures	\$ 19,096,583	\$ (13,577,898)	\$ 11,643,819	\$ 17,162,504	\$ 18,088,561	\$ 18,088,561	\$ 926,057
Excess (Deficiency) of Revenues Over Expenditures	\$ 507,293	\$ 13,577,898	\$ (11,643,819)	\$ 2,441,372	\$ 0	\$ 0	\$ 2,441,372
Net Change in Fund Balance	\$ 507,293	\$ 13,577,898	\$ (11,643,819)	\$ 2,441,372	\$ 0	\$ 0	\$ 2,441,372
Fund Balance, July 1, 2023	19,455,196	(13,577,898)	0	5,877,298	5,877,298	5,877,298	0
Fund Balance, June 30, 2024	\$ 19,962,489	\$ 0	\$ (11,643,819)	\$ 8,318,670	\$ 5,877,298	\$ 5,877,298	\$ 2,441,372

RUTHERFORD COUNTY, TENNESSEE
Statement of Fiduciary Net Position
Discretely Presented Rutherford County School Department
Fiduciary Fund
June 30, 2024

	Private- Purpose Trust Fund
	Endowment Fund
ASSETS	
Equity in Pooled Cash and Investments	\$ 28,783
Total Assets	\$ 28,783
NET POSITION	
Held in Trust for Scholarships	\$ 28,783

RUTHERFORD COUNTY, TENNESSEE**Statement of Changes in Fiduciary Net Position**

Discretely Presented Rutherford County School Department

Fiduciary Fund**For the Year Ended June 30, 2024**

	Private- Purpose Trust Fund
	Endowment Fund
ADDITIONS	
Investment Income:	
Interest	\$ 1,329
Total Additions	\$ 1,329
DEDUCTIONS	
Education:	
Scholarship	\$ 1,329
Total Deductions	\$ 1,329
Change in Net Position	\$ 0
Net Position, July 1, 2023	28,783
Net Position, June 30, 2024	\$ 28,783

MISCELLANEOUS SCHEDULES

Exhibit L-1

RUTHERFORD COUNTY, TENNESSEE
Schedule of Changes in Long-term Other Loans and Bonds
For the Year Ended June 30, 2024

	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-23	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-24	
OTHER LOANS PAYABLE										
Payable by School Department Contributions from the General Purpose School Fund to the General Debt Service Fund										
Energy Efficiency Loan	\$ 2,133,645	1	%	3-20-17	3-1-25	\$ 547,533	\$ 0	\$ 311,676	\$ 0	\$ 235,857
Payable through General Debt Service Fund										
Energy Efficiency Loan	980,761	1		6-5-19	8-1-23	55,267	0	55,267	0	0
Total Other Loans Payable						\$ 602,800	\$ 0	\$ 366,943	\$ 0	\$ 235,857
BONDS PAYABLE										
Payable through General Debt Service Fund										
Refunding Bonds, Series 2010	13,764,000	2.4838	9-28-10	4-1-26	\$ 1,834,544	\$ 0	\$ 1,084,612	\$ 0	\$ 749,932	
School Refunding Bonds, Series 2010	75,036,000	2.4838	9-28-10	4-1-26	10,005,456	0	5,915,388	0	4,090,068	
Public Improvements, and Refunding Note, Series 2014A	7,161,000	2.8396	6-12-14	4-24-24	4,636,170	0	346,500	4,289,670	0	
School Facilities and Refunding Note, Series 2014A	23,839,000	2.8396	6-12-14	4-24-24	15,433,830	0	1,153,500	14,280,330	0	
Public Improvements, Series 2014B	2,570,000	3.6776	6-12-14	4-1-34	1,725,000	0	130,000	0	1,595,000	
Public Improvements, Series 2015A	2,065,693	2.8757	5-14-15	4-1-35	1,468,575	0	94,855	0	1,373,720	
School Facilities, Series 2015A	31,798,132	2.8757	5-14-15	4-1-35	22,606,425	0	1,460,145	0	21,146,280	
Refunding Bonds, Series 2015B	4,139,890	2.2522	5-14-15	4-1-28	2,202,290	0	435,960	0	1,766,330	
School Refunding Bonds, Series 2015 B	19,790,110	2.2522	5-14-15	4-1-28	10,527,710	0	2,084,040	0	8,443,670	
Refunding Bonds, Series 2016A	1,217,900	1.5655	9-15-16	4-1-29	793,725	0	119,463	0	674,262	
School Refunding Bonds, Series 2016A	24,422,100	1.5655	9-15-16	4-1-29	15,916,275	0	2,395,537	0	13,520,738	
Public Improvements, Series 2016B	61,408,000	2.3686	9-28-16	4-1-36	47,724,960	0	2,875,840	0	44,849,120	
School Facilities, Series 2016B	39,592,000	2.3686	9-28-16	4-1-36	30,770,040	0	1,854,160	0	28,915,880	
School Facilities, Series 2017	81,530,000	2.6657	11-28-17	4-1-38	66,885,000	0	3,380,000	0	63,505,000	
School Facilities, Series 2018	40,680,000	3.9826	8-30-18	4-1-38	33,850,000	0	1,650,000	0	32,200,000	
Public Improvement, Series 2019	14,610,000	5.0000	9-20-19	4-1-29	9,390,000	0	1,380,000	0	8,010,000	
Public Improvements, Series 2020A	10,826,326	2.7077	10-15-20	4-1-40	9,939,207	0	396,807	0	9,542,400	
School Facilities, Series 2020A	79,543,674	2.7077	10-15-20	4-1-40	73,025,793	0	3,048,193	0	69,977,600	
Refunding Bonds, Series 2020B	7,820,200	1.3137	11-12-20	4-1-32	7,598,770	0	563,640	0	7,035,130	
Refunding Bonds, School, Series 2020B	56,279,800	1.3137	11-12-20	4-1-32	54,686,230	0	4,056,360	0	50,629,870	
School Facilities, Series 2021A	21,000,000	1.6127	9-1-21	4-1-41	19,575,000	0	740,000	0	18,835,000	
Public Improvements, Series 2021B	6,140,000	1.6094	9-1-21	6-30-36	5,840,000	0	420,000	0	5,420,000	
Public Improvements, Series 2023	24,658,560	4.0975	10-6-23	4-1-43	0	24,658,560	720,000	0	23,938,560	
School Facilities, Series 2023	146,581,440	4.0975	10-6-23	4-1-43	0	146,581,440	4,280,000	0	142,301,440	
Refunding Bonds, Series 2024	3,849,615	2.8183	4-24-24	4-1-34	0	3,849,615	0	0	3,849,615	
Refunding Bonds, School, Series 2024	12,815,385	2.8183	4-24-24	4-1-34	0	12,815,385	0	0	12,815,385	
School Facilities, Series 2024	26,845,000	2.8183	4-24-24	4-1-34	0	26,845,000	0	0	26,845,000	
Total Bonds Payable						\$ 446,435,000	\$ 214,750,000	\$ 40,585,000	\$ 18,570,000	\$ 602,030,000

Exhibit L-2

RUTHERFORD COUNTY, TENNESSEE

Schedule of Long-term Debt Requirements by Year

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2025	\$ 235,857	\$ 975	\$ 236,832
Total	\$ 235,857	\$ 975	\$ 236,832

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 44,435,000	\$ 22,358,982	\$ 66,793,982
2026	45,875,000	20,835,839	66,710,839
2027	42,700,000	18,884,292	61,584,292
2028	44,320,000	17,124,713	61,444,713
2029	43,195,000	15,549,876	58,744,876
2030	39,870,000	14,013,192	53,883,192
2031	37,765,000	12,529,329	50,294,329
2032	39,260,000	11,056,436	50,316,436
2033	36,370,000	9,578,496	45,948,496
2034	37,695,000	8,274,185	45,969,185
2035	33,155,000	6,943,241	40,098,241
2036	31,745,000	5,831,569	37,576,569
2037	24,875,000	4,752,269	29,627,269
2038	25,760,000	3,857,979	29,617,979
2039	18,030,000	2,927,837	20,957,837
2040	18,635,000	2,317,363	20,952,363
2041	13,170,000	1,676,287	14,846,287
2042	12,310,000	1,132,875	13,442,875
2043	12,865,000	578,925	13,443,925
Total	\$ 602,030,000	\$ 180,223,685	\$ 782,253,685

RUTHERFORD COUNTY, TENNESSEE
Schedule of Notes Receivable
Primary Government
For the Year Ended June 30, 2024

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-24
Industrial/Economic Development Fund:						
Construction/Renovations	Smyrna/Rutherford County Airport	\$ 2,570,000	4-17-14	4-1-34	3.6 %	\$ 1,561,250
"	"	6,140,000	9-1-21	4-1-36	1.6	5,313,750
General Debt Service Fund:						
Rockvale Utility District Waterlines	City of Murfreesboro, Tennessee	1,820,785	Various	Various	0	<u>1,820,785</u>
Total						<u><u>\$ 8,695,785</u></u>

Exhibit L-4

RUTHERFORD COUNTY, TENNESSEE

Schedule of Transfers

Primary Government and Discretely Presented Rutherford County School Department

For the Year Ended June 30, 2024

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General	General Capital Projects	Building projects	\$ 900,000
Industrial/Economic Development	General Debt Service	Debt retirement	<u>694,865</u>
Total Transfers Primary Government			<u><u>\$ 1,594,865</u></u>
DISCRETELY PRESENTED RUTHERFORD COUNTY SCHOOL DEPARTMENT			
General Purpose School	Other Capital Projects	Building projects	\$ 34,840,600
School Federal Projects	General Purpose School	Indirect cost	<u>189,303</u>
Total Transfers Discretely Presented Rutherford County School Department			<u><u>\$ 35,029,903</u></u>

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

Primary Government and Discretely Presented Rutherford County School Department

For the Year Ended June 30, 2024

Official	Salary	Authorization	Bond	Surety
County Mayor		Section 8-24-102, <i>TCA</i>	\$ 500,000	Traveler's Casualty and Surety Company of America
Base salary/Total compensation	<u>\$ 186,172</u>			
Highway Superintendent		Section 8-24-102, <i>TCA</i>	500,000	Traveler's Casualty and Surety Company of America
Base salary/Total compensation	<u>\$ 177,307</u>			
Director of Schools		State Board of Education and	500,000	Traveler's Casualty and Surety Company of America
Base salary	\$ 230,750	County Board of Education		
Career Ladder supplement	1,000			
Total compensation	<u>\$ 231,750</u>			
Trustee		Section 8-24-102, <i>TCA</i>	22,178,493	Cincinnati Insurance Company
Base salary/Total compensation	<u>\$ 146,535</u>			
Assessor of Property		Section 8-24-102, <i>TCA</i>	500,000	Traveler's Casualty and Surety Company of America
Base salary	\$ 146,535			
Certified Public Administrator	1,000			
Total compensation	<u>\$ 147,535</u>			
County Clerk		Section 8-24-102, <i>TCA</i>	500,000	Traveler's Casualty and Surety Company of America
Base salary/Total compensation	<u>\$ 146,535</u>			
Circuit, General Sessions, and Juvenile Courts Clerk		Section 8-24-102, <i>TCA</i>	500,000	Traveler's Casualty and Surety Company of America
Base salary	\$ 146,535			
Additional 10% for overseeing more than one court	14,654			
Total compensation	<u>\$ 161,189</u>			

(Continued)

RUTHERFORD COUNTY, TENNESSEE**Schedule of Salaries and Official Bonds of Principal Officials (Cont.)**

Official	Salary	Authorization	Bond	Surety
Clerk and Master		Section 8-24-102, <i>TCA</i>	\$ 500,000	Traveler's Casualty and Surety Company of America
Base salary	\$ 146,535			
Special commissioner fees	31,755			
Total compensation	<u>\$ 178,290</u>			
Register of Deeds		Section 8-24-102, <i>TCA</i>	500,000	Traveler's Casualty and Surety Company of America
Base salary/Total compensation	<u>\$ 146,535</u>			
Sheriff		Section 8-24-102, <i>TCA</i>	500,000	Traveler's Casualty and Surety Company of America
Base salary	\$ 177,307			
Law enforcement training supplement	800			
Total compensation	<u>\$ 178,107</u>			
Director of Finance		County Commission	500,000	Traveler's Casualty and Surety Company of America
Base salary/Total compensation	<u>\$ 169,114</u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			500,000	Traveler's Casualty and Surety Company of America
Employee Fidelity - School Department			500,000	Traveler's Casualty and Surety Company of America

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
Local Taxes					
County Property Taxes					
Current Property Tax	\$ 110,178,176	\$ 0	\$ 10,523,944	\$ 0	\$ 0
Trustee's Collections - Prior Year	224,334	0	21,427	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	342,066	0	32,705	0	0
Interest and Penalty	135,383	0	12,860	0	0
Pickup Taxes	147,901	0	14,127	0	0
Payments in-Lieu-of Taxes - T.V.A.	5,772	0	551	0	0
Payments in-Lieu-of Taxes - Other	2,349,651	0	0	0	0
County Local Option Taxes					
Local Option Sales Tax	2,174,458	6,523,375	0	0	0
Hotel/Motel Tax	6,058,833	0	0	0	0
Wheel Tax	4,653,961	0	0	0	0
Litigation Tax - General	797,121	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0
Litigation Tax - Courthouse Security	553,065	0	0	0	0
Business Tax	3,657,006	0	349,297	0	0
Mixed Drink Tax	27,836	0	0	0	0
Mineral Severance Tax	0	0	0	0	0
Adequate Facilities/Development Tax	0	0	0	0	0
Statutory Local Taxes					
Bank Excise Tax	1,806,184	0	0	0	0
Wholesale Beer Tax	921,945	0	0	0	0
Total Local Taxes	\$ 134,033,692	\$ 6,523,375	\$ 10,954,911	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
Licenses and Permits					
Licenses					
Animal Registration	\$ 299,164	\$ 0	\$ 0	\$ 0	\$ 0
Animal Vaccination	30,736	0	0	0	0
Cable TV Franchise	833,760	0	0	0	0
Permits					
Building Permits	2,267,417	0	0	0	0
Electrical Permits	11,025	0	0	0	0
Plumbing Permits	164,343	0	0	0	0
Other Permits	591,466	0	0	0	0
Total Licenses and Permits	<u>\$ 4,197,911</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Fines, Forfeitures, and Penalties					
Circuit Court					
Fines	\$ 22,315	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	135,312	0	0	0	0
Drug Control Fines	0	0	0	0	0
Drug Court Fees	15,942	0	0	0	0
Veterans Treatment Court Fees	7,203	0	0	0	0
Jail Fees	19,678	0	0	0	0
Data Entry Fee - Circuit Court	12,930	0	0	0	0
Courtroom Security Fee	36,997	0	0	0	0
Criminal Court					
Officers Costs	87	0	0	0	0
Veterans Treatment Court Fees	3,364	0	0	0	0
DUI Treatment Fines	4,441	0	0	0	0
Victims Assistance Assessments	13,580	0	0	0	0

(Continued)

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
Fines, Forfeitures, and Penalties (Cont.)					
General Sessions Court					
Fines	\$ 139,689	\$ 0	\$ 0	\$ 0	0
Officers Costs	356,454	0	0	0	0
Game and Fish Fines	837	0	0	0	0
Drug Control Fines	0	0	0	0	0
Drug Court Fees	18,912	0	0	0	0
Veterans Treatment Court Fees	12,918	0	0	0	0
Jail Fees	58,710	0	0	0	0
Judicial Commissioner Fees	3	0	0	0	0
DUI Treatment Fines	54,490	0	0	0	0
Data Entry Fee - General Sessions Court	90,022	0	0	0	0
Courtroom Security Fee	8,642	0	0	0	0
Victims Assistance Assessments	79,621	0	0	0	0
Juvenile Court					
Fines	3,664	0	0	0	0
Officers Costs	20,443	0	0	0	0
Jail Fees	363,650	0	0	0	0
Data Entry Fee - Juvenile Court	5,277	0	0	0	0
Courtroom Security Fee	119	0	0	0	0
Chancery Court					
Data Entry Fee - Chancery Court	17,379	0	0	0	0
Other Courts - In-county					
Fines	48,886	0	0	0	0
Judicial District Drug Program					
Victims Assistance Assessments	22,465	0	0	0	0

(Continued)

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
Fines, Forfeitures, and Penalties (Cont.)					
Other Fines, Forfeitures, and Penalties					
Proceeds from Confiscated Property	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Fines, Forfeitures, and Penalties	\$ 1,574,030	\$ 0	\$ 0	\$ 0	\$ 0
Charges for Current Services					
General Service Charges					
Tipping Fees	\$ 0	\$ 84,395	\$ 0	\$ 0	\$ 0
Surcharge - Host Agency	0	770,735	0	0	0
Patient Charges	112,394	0	10,785,936	0	0
Past Due Collections - Ambulance	0	0	341,285	0	0
Zoning Studies	253,104	0	0	0	0
Work Release Charges for Board	54,827	0	0	0	0
Other General Service Charges	0	0	1,428,486	0	0
Fees					
Subdivision Lot Fees	947,415	0	0	0	0
Engineer Review Fees	795,510	0	0	0	0
Archives and Records Management Fee	141,598	0	0	0	0
Greenbelt Late Application Fee	200	0	0	0	0
Telephone Commissions	587,784	0	0	0	0
Additional Fees - Titling and Registration	325,064	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0
Data Processing Fee - Register	92,173	0	0	0	0
Probation Fees	257,374	0	0	0	0
Data Processing Fee - Sheriff	27,580	0	0	0	0
Sexual Offender Registration Fee - Sheriff	9,450	0	0	0	0

(Continued)

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
Charges for Current Services (Cont.)					
Fees (Cont.)					
Data Processing Fee - County Clerk	\$ 51,643	\$ 0	\$ 0	\$ 0	\$ 0
Vehicle Registration Reinstatement Fees	71,942	0	0	0	0
Education Charges					
Contract for Administrative Services with Other LEA's	741,102	0	0	0	0
TBI Criminal Background Fee	10,770	0	0	0	0
Other Charges for Services	130,484	0	145,408	0	0
Total Charges for Current Services	\$ 4,610,414	\$ 855,130	\$ 12,701,115	\$ 0	\$ 0
Other Local Revenues					
Recurring Items					
Investment Income	\$ 16,236,837	\$ 0	\$ 0	\$ 143,396	\$ 5,860
Lease/Rentals/PPP	419,871	0	0	0	0
Sale of Materials and Supplies	29,544	0	10,012	0	0
Commissary Sales	285,955	0	0	0	0
Sale of Maps	415	0	0	0	0
Sale of Recycled Materials	1,344	264,697	0	0	0
Sale of Animals/Livestock	27,477	0	0	0	0
Miscellaneous Refunds	200,019	0	0	0	0
Nonrecurring Items					
Sale of Equipment	18,405	0	0	0	0
Damages Recovered from Individuals	7,707	0	0	0	0
Contributions and Gifts	33,888	0	2,750	0	0
Performance Bond Forfeitures	253,258	0	0	0	0
Total Other Local Revenues	\$ 17,514,720	\$ 264,697	\$ 12,762	\$ 143,396	\$ 5,860

(Continued)

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
Fees Received From County Officials					
Excess Fees					
County Clerk	\$ 4,494,433	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	375,000	0	0	0	0
Register	1,082,875	0	0	0	0
Trustee	9,280,796	0	0	0	0
Fees In-Lieu-of Salary					
Clerk and Master	493,325	0	0	0	0
Sheriff	102,857	0	0	0	0
Total Fees Received From County Officials	\$ 15,829,286	\$ 0	\$ 0	\$ 0	0
State of Tennessee					
General Government Grants					
Juvenile Services Program	\$ 4,500	\$ 0	\$ 0	\$ 0	0
Public Safety Grants					
Law Enforcement Training Programs	266,000	0	0	0	0
School Resource Officer Grants	3,675,000	0	0	0	0
Health and Welfare Grants					
Health Department Programs	1,925,716	0	0	0	0
Other Health and Welfare Grants	189,710	0	0	0	0
Public Works Grants					
State Aid Program	0	0	0	0	0
Litter Program	111,591	0	0	0	0
Other State Revenues					
Flood Control	0	0	0	0	0
Income Tax	1,485	0	0	0	0
Beer Tax	18,498	0	0	0	0

(Continued)

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
State of Tennessee (Cont.)					
Other State Revenues (Cont.)					
Vehicle Certificate of Title Fees	\$ 40,003	\$ 0	\$ 0	\$ 0	\$ 0
Alcoholic Beverage Tax	602,062	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	1,496,407	0	0	0	0
State Revenue Sharing - Telecommunications	356,067	0	0	0	0
State Shared Sports Gaming Privilege Tax	178,435	0	0	0	0
Contracted Prisoner Boarding	3,518,807	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0
Other State Grants	1,697,284	0	0	0	0
Other State Revenues	459,248	380,058	39,275	0	0
Total State of Tennessee	\$ 14,555,977	\$ 380,058	\$ 39,275	\$ 0	\$ 0
Federal Government					
Federal Through State					
Civil Defense Reimbursement	\$ 76,761	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	39,558	0	0	0	0
Homeland Security Grants	156,763	0	0	0	0
Law Enforcement Grants	33,842	0	0	0	0
COVID-19 Grant #2	38,127	0	0	0	0
COVID-19 Grant #4	2,181,945	0	0	0	0
Other Federal through State	1,358,407	0	0	0	0
Direct Federal Revenue					
Police Service (Lake Area)	16,965	0	0	0	0

(Continued)

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
Federal Government (Cont.)					
Direct Federal Revenue (Cont.)					
Asset Forfeiture Funds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 21,976
Public Safety Partnership and Community Policing - COPS	107,783	0	0	0	0
American Rescue Plan Act Grant F	0	0	0	0	0
American Rescue Plan Act Grant G	50,000	0	0	0	0
Other Direct Federal Revenue	820,057	0	155,854	0	0
Total Federal Government	<u>\$ 4,880,208</u>	<u>\$ 0</u>	<u>\$ 155,854</u>	<u>\$ 0</u>	<u>\$ 21,976</u>
Other Governments and Citizens Groups					
Other Governments					
Prisoner Board	\$ 9,434	\$ 0	\$ 0	\$ 0	\$ 0
Contributions	26,153	0	0	0	0
Contracted Services	561,020	0	0	0	0
Other					
Other	150	0	0	0	0
Opioid Settlement Funds - Past Remediation	576,561	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 1,173,318</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 198,369,556</u>	<u>\$ 8,023,260</u>	<u>\$ 23,863,917</u>	<u>\$ 143,396</u>	<u>\$ 27,836</u>

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional - Officers - Fees	Highway / Public Works	General Debt Service
Local Taxes					
County Property Taxes					
Current Property Tax	\$ 0	\$ 0	\$ 0	\$ 1,104,396	\$ 61,569,279
Trustee's Collections - Prior Year	0	0	0	2,249	125,367
Circuit Clerk/Clerk and Master Collections - Prior Years	0	0	0	3,427	191,026
Interest and Penalty	0	0	0	1,348	75,234
Pickup Taxes	0	0	0	1,483	82,653
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	58	3,226
Payments in-Lieu-of Taxes - Other	0	0	0	0	0
County Local Option Taxes					
Local Option Sales Tax	0	0	0	2,174,458	0
Hotel/Motel Tax	0	0	0	0	0
Wheel Tax	0	0	0	4,653,961	0
Litigation Tax - General	0	0	0	0	49,585
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	2,092,058
Litigation Tax - Courthouse Security	0	0	0	0	0
Business Tax	0	0	0	36,667	2,043,678
Mixed Drink Tax	0	0	0	0	0
Mineral Severance Tax	0	0	0	1,127,854	0
Adequate Facilities/Development Tax	0	0	0	0	3,479,299
Statutory Local Taxes					
Bank Excise Tax	0	0	0	0	0
Wholesale Beer Tax	0	0	0	0	0
Total Local Taxes	\$ 0	\$ 0	\$ 0	\$ 9,105,901	\$ 69,711,405

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
Licenses and Permits					
Licenses					
Animal Registration	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Animal Vaccination	0	0	0	0	0
Cable TV Franchise	0	0	0	0	0
Permits					
Building Permits	0	0	0	0	0
Electrical Permits	0	0	0	0	0
Plumbing Permits	0	0	0	0	0
Other Permits	0	0	0	0	0
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fines, Forfeitures, and Penalties					
Circuit Court					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	0	0	0	0	0
Drug Control Fines	23,381	0	0	0	0
Drug Court Fees	0	0	0	0	0
Veterans Treatment Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
Criminal Court					
Officers Costs	0	0	0	0	0
Veterans Treatment Court Fees	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0
Victims Assistance Assessments	0	0	0	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
Fines, Forfeitures, and Penalties (Cont.)					
General Sessions Court					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	0	0	0	0	0
Game and Fish Fines	0	0	0	0	0
Drug Control Fines	16,399	0	0	0	0
Drug Court Fees	0	0	0	0	0
Veterans Treatment Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
Judicial Commissioner Fees	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
Victims Assistance Assessments	0	0	0	0	0
Juvenile Court					
Fines	0	0	0	0	0
Officers Costs	0	0	0	0	0
Jail Fees	0	0	0	0	0
Data Entry Fee - Juvenile Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
Chancery Court					
Data Entry Fee - Chancery Court	0	0	0	0	0
Other Courts - In-county					
Fines	0	0	0	0	0
Judicial District Drug Program					
Victims Assistance Assessments	0	0	0	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
Fines, Forfeitures, and Penalties (Cont.)					
Other Fines, Forfeitures, and Penalties					
Proceeds from Confiscated Property	\$ 2,018,174	\$ 0	\$ 0	\$ 0	\$ 0
Total Fines, Forfeitures, and Penalties	\$ 2,057,954	\$ 0	\$ 0	\$ 0	\$ 0
Charges for Current Services					
General Service Charges					
Tipping Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Surcharge - Host Agency	0	0	0	0	0
Patient Charges	0	0	0	0	0
Past Due Collections - Ambulance	0	0	0	0	0
Zoning Studies	0	0	0	0	0
Work Release Charges for Board	0	0	0	0	0
Other General Service Charges	0	0	0	0	0
Fees					
Subdivision Lot Fees	0	0	0	0	0
Engineer Review Fees	0	0	0	0	0
Archives and Records Management Fee	0	0	0	0	0
Greenbelt Late Application Fee	0	0	0	0	0
Telephone Commissions	0	0	0	0	0
Additional Fees - Titling and Registration	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	7,802,934	0	0
Special Commissioner Fees/Special Master Fees	0	0	31,755	0	0
Data Processing Fee - Register	0	0	0	0	0
Probation Fees	0	0	0	0	0
Data Processing Fee - Sheriff	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
Charges for Current Services (Cont.)					
Fees (Cont.)					
Data Processing Fee - County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Vehicle Registration Reinstatement Fees	0	0	0	0	0
Education Charges					
Contract for Administrative Services with Other LEA's	0	0	0	0	0
TBI Criminal Background Fee	0	0	0	0	0
Other Charges for Services	0	0	0	0	0
Total Charges for Current Services	\$ 0	\$ 0	\$ 7,834,689	\$ 0	\$ 0
Other Local Revenues					
Recurring Items					
Investment Income	\$ 142,866	\$ 0	\$ 0	\$ 1,082,038	\$ 9,345,966
Lease/Rentals/PPP	0	0	0	0	177,608
Sale of Materials and Supplies	0	0	0	41,548	0
Commissary Sales	0	0	0	0	0
Sale of Maps	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	0
Sale of Animals/Livestock	0	0	0	0	0
Miscellaneous Refunds	0	0	0	0	0
Nonrecurring Items					
Sale of Equipment	0	0	0	0	0
Damages Recovered from Individuals	0	0	0	0	0
Contributions and Gifts	0	0	0	0	0
Performance Bond Forfeitures	0	0	0	0	0
Total Other Local Revenues	\$ 142,866	\$ 0	\$ 0	\$ 1,123,586	\$ 9,523,574

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
Fees Received From County Officials					
Excess Fees					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	0	0	0	0	0
Register	0	0	0	0	0
Trustee	0	0	0	0	0
Fees In-Lieu-of Salary					
Clerk and Master	0	0	0	0	0
Sheriff	0	0	0	0	0
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	0
State of Tennessee					
General Government Grants					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	0
Public Safety Grants					
Law Enforcement Training Programs	0	0	0	0	0
School Resource Officer Grants	0	0	0	0	0
Health and Welfare Grants					
Health Department Programs	0	0	0	0	0
Other Health and Welfare Grants	0	0	0	0	0
Public Works Grants					
State Aid Program	0	0	0	3,896,734	0
Litter Program	0	0	0	0	0
Other State Revenues					
Flood Control	0	0	0	47,468	0
Income Tax	0	0	0	0	0
Beer Tax	0	0	0	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
State of Tennessee (Cont.)					
Other State Revenues (Cont.)					
Vehicle Certificate of Title Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Alcoholic Beverage Tax	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	0
State Revenue Sharing - Telecommunications	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	0	0	0	0	0
Contracted Prisoner Boarding	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	5,942,894	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	24,051	0
Petroleum Special Tax	0	0	0	226,263	0
Registrar's Salary Supplement	0	0	0	0	0
Other State Grants	0	0	0	0	0
Other State Revenues	0	0	0	0	0
Total State of Tennessee	\$ 0	\$ 0	\$ 0	\$ 10,137,410	\$ 0
Federal Government					
Federal Through State					
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	0	0	0	0	0
Homeland Security Grants	0	0	0	0	0
Law Enforcement Grants	0	0	0	0	0
COVID-19 Grant #2	0	0	0	0	0
COVID-19 Grant #4	0	0	0	0	0
Other Federal through State	0	0	0	0	0
Direct Federal Revenue					
Police Service (Lake Area)	0	0	0	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
Federal Government (Cont.)					
Direct Federal Revenue (Cont.)					
Asset Forfeiture Funds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Public Safety Partnership and Community Policing - COPS	0	0	0	0	0
American Rescue Plan Act Grant F	0	13,349,909	0	0	0
American Rescue Plan Act Grant G	0	0	0	0	0
Other Direct Federal Revenue	0	0	0	0	0
Total Federal Government	<u>\$ 0</u>	<u>\$ 13,349,909</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Other Governments and Citizens Groups					
Other Governments					
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contributions	0	0	0	0	371,065
Contracted Services	0	0	0	0	0
Other					
Other	0	0	0	0	0
Opioid Settlement Funds - Past Remediation	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 371,065</u>
Total	<u>\$ 2,200,820</u>	<u>\$ 13,349,909</u>	<u>\$ 7,834,689</u>	<u>\$ 20,366,897</u>	<u>\$ 79,606,044</u>

(Continued)

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

	Capital Projects Fund	
	General Capital Projects	Total
Local Taxes		
County Property Taxes		
Current Property Tax	\$ 0	\$ 183,375,795
Trustee's Collections - Prior Year	0	373,377
Circuit Clerk/Clerk and Master Collections - Prior Years	0	569,224
Interest and Penalty	0	224,825
Pickup Taxes	0	246,164
Payments in-Lieu-of Taxes - T.V.A.	0	9,607
Payments in-Lieu-of Taxes - Other	0	2,349,651
County Local Option Taxes		
Local Option Sales Tax	0	10,872,291
Hotel/Motel Tax	0	6,058,833
Wheel Tax	0	9,307,922
Litigation Tax - General	0	846,706
Litigation Tax - Jail, Workhouse, or Courthouse	0	2,092,058
Litigation Tax - Courthouse Security	0	553,065
Business Tax	0	6,086,648
Mixed Drink Tax	0	27,836
Mineral Severance Tax	0	1,127,854
Adequate Facilities/Development Tax	0	3,479,299
Statutory Local Taxes		
Bank Excise Tax	0	1,806,184
Wholesale Beer Tax	0	921,945
Total Local Taxes	\$ 0	\$ 230,329,284

(Continued)

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

	Capital Projects Fund		
	General Capital Projects		Total
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Licenses and Permits			
Licenses			
Animal Registration	\$	0	\$ 299,164
Animal Vaccination		0	30,736
Cable TV Franchise		0	833,760
Permits			
Building Permits		0	2,267,417
Electrical Permits		0	11,025
Plumbing Permits		0	164,343
Other Permits		0	591,466
Total Licenses and Permits	<u>\$</u>	<u>0</u>	<u>\$ 4,197,911</u>
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Fines, Forfeitures, and Penalties			
Circuit Court			
Fines	\$	0	\$ 22,315
Officers Costs		0	135,312
Drug Control Fines		0	23,381
Drug Court Fees		0	15,942
Veterans Treatment Court Fees		0	7,203
Jail Fees		0	19,678
Data Entry Fee - Circuit Court		0	12,930
Courtroom Security Fee		0	36,997
Criminal Court			
Officers Costs		0	87
Veterans Treatment Court Fees		0	3,364
DUI Treatment Fines		0	4,441
Victims Assistance Assessments		0	13,580

(Continued)

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

	Capital Projects Fund		
	General Capital Projects		Total
Fines, Forfeitures, and Penalties (Cont.)			
General Sessions Court			
Fines	\$	0	\$ 139,689
Officers Costs		0	356,454
Game and Fish Fines		0	837
Drug Control Fines		0	16,399
Drug Court Fees		0	18,912
Veterans Treatment Court Fees		0	12,918
Jail Fees		0	58,710
Judicial Commissioner Fees		0	3
DUI Treatment Fines		0	54,490
Data Entry Fee - General Sessions Court		0	90,022
Courtroom Security Fee		0	8,642
Victims Assistance Assessments		0	79,621
Juvenile Court			
Fines		0	3,664
Officers Costs		0	20,443
Jail Fees		0	363,650
Data Entry Fee - Juvenile Court		0	5,277
Courtroom Security Fee		0	119
Chancery Court			
Data Entry Fee - Chancery Court		0	17,379
Other Courts - In-county			
Fines		0	48,886
Judicial District Drug Program			
Victims Assistance Assessments		0	22,465

(Continued)

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

	Capital Projects Fund	
	General Capital Projects	Total
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Fines, Forfeitures, and Penalties (Cont.)		
Other Fines, Forfeitures, and Penalties		
Proceeds from Confiscated Property	\$ 0	\$ 2,018,174
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 3,631,984
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Charges for Current Services		
General Service Charges		
Tipping Fees	\$ 0	\$ 84,395
Surcharge - Host Agency	0	770,735
Patient Charges	0	10,898,330
Past Due Collections - Ambulance	0	341,285
Zoning Studies	0	253,104
Work Release Charges for Board	0	54,827
Other General Service Charges	0	1,428,486
Fees		
Subdivision Lot Fees	0	947,415
Engineer Review Fees	0	795,510
Archives and Records Management Fee	0	141,598
Greenbelt Late Application Fee	0	200
Telephone Commissions	0	587,784
Additional Fees - Titling and Registration	0	325,064
Constitutional Officers' Fees and Commissions	0	7,802,934
Special Commissioner Fees/Special Master Fees	0	31,755
Data Processing Fee - Register	0	92,173
Probation Fees	0	257,374
Data Processing Fee - Sheriff	0	27,580
Sexual Offender Registration Fee - Sheriff	0	9,450

(Continued)

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

	Capital Projects Fund	
	General Capital Projects	Total
Charges for Current Services (Cont.)		
Fees (Cont.)		
Data Processing Fee - County Clerk	\$ 0	\$ 51,643
Vehicle Registration Reinstatement Fees	0	71,942
Education Charges		
Contract for Administrative Services with Other LEA's	0	741,102
TBI Criminal Background Fee	0	10,770
Other Charges for Services	0	275,892
Total Charges for Current Services	\$ 0	\$ 26,001,348
Other Local Revenues		
Recurring Items		
Investment Income	\$ 264,478	\$ 27,221,441
Lease/Rentals/PPP	0	597,479
Sale of Materials and Supplies	0	81,104
Commissary Sales	0	285,955
Sale of Maps	0	415
Sale of Recycled Materials	0	266,041
Sale of Animals/Livestock	0	27,477
Miscellaneous Refunds	823,043	1,023,062
Nonrecurring Items		
Sale of Equipment	0	18,405
Damages Recovered from Individuals	0	7,707
Contributions and Gifts	0	36,638
Performance Bond Forfeitures	0	253,258
Total Other Local Revenues	\$ 1,087,521	\$ 29,818,982

(Continued)

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

	Capital Projects Fund		
	General Capital Projects		Total
<hr/>			
Fees Received From County Officials			
Excess Fees			
County Clerk	\$	0	\$ 4,494,433
Circuit Court Clerk		0	375,000
Register		0	1,082,875
Trustee		0	9,280,796
Fees In-Lieu-of Salary			
Clerk and Master		0	493,325
Sheriff		0	102,857
Total Fees Received From County Officials	\$	0	\$ 15,829,286
<hr/>			
State of Tennessee			
General Government Grants			
Juvenile Services Program	\$	0	\$ 4,500
Public Safety Grants			
Law Enforcement Training Programs		0	266,000
School Resource Officer Grants		0	3,675,000
Health and Welfare Grants			
Health Department Programs		0	1,925,716
Other Health and Welfare Grants		0	189,710
Public Works Grants			
State Aid Program		0	3,896,734
Litter Program		0	111,591
Other State Revenues			
Flood Control		0	47,468
Income Tax		0	1,485
Beer Tax		0	18,498

(Continued)

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

	Capital Projects Fund		
	General Capital Projects		Total
<hr/>			
State of Tennessee (Cont.)			
Other State Revenues (Cont.)			
Vehicle Certificate of Title Fees	\$	0	\$ 40,003
Alcoholic Beverage Tax		0	602,062
Opioid Settlement Funds - TN Abatement Council		0	1,496,407
State Revenue Sharing - Telecommunications		0	356,067
State Shared Sports Gaming Privilege Tax		0	178,435
Contracted Prisoner Boarding		0	3,518,807
Gasoline and Motor Fuel Tax		0	5,942,894
Hybrid/Electric Vehicle Registration Fee		0	24,051
Petroleum Special Tax		0	226,263
Registrar's Salary Supplement		0	15,164
Other State Grants		0	1,697,284
Other State Revenues		0	878,581
Total State of Tennessee	\$	0	\$ 25,112,720
<hr/>			
Federal Government			
Federal Through State			
Civil Defense Reimbursement	\$	0	\$ 76,761
Disaster Relief		0	39,558
Homeland Security Grants		0	156,763
Law Enforcement Grants		0	33,842
COVID-19 Grant #2		0	38,127
COVID-19 Grant #4		0	2,181,945
Other Federal through State		0	1,358,407
Direct Federal Revenue			
Police Service (Lake Area)		0	16,965

(Continued)

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

	Capital Projects Fund	
	General Capital Projects	Total
Federal Government (Cont.)		
Direct Federal Revenue (Cont.)		
Asset Forfeiture Funds	\$ 0	\$ 21,976
Public Safety Partnership and Community Policing - COPS	0	107,783
American Rescue Plan Act Grant F	0	13,349,909
American Rescue Plan Act Grant G	0	50,000
Other Direct Federal Revenue	0	975,911
Total Federal Government	<u>\$ 0</u>	<u>\$ 18,407,947</u>
Other Governments and Citizens Groups		
Other Governments		
Prisoner Board	\$ 0	\$ 9,434
Contributions	0	397,218
Contracted Services	0	561,020
Other		
Other	0	150
Opioid Settlement Funds - Past Remediation	0	576,561
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 1,544,383</u>
Total	<u>\$ 1,087,521</u>	<u>\$ 354,873,845</u>

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

Discretely Presented Rutherford County School Department

For the Year Ended June 30, 2024

	Special Revenue Funds				Capital Projects Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects
Local Taxes					
County Property Taxes					
Current Property Tax	\$ 78,464,024	\$ 0	\$ 0	\$ 0	\$ 15,489,421
Trustee's Collections - Prior Year	159,825	0	0	0	31,550
Circuit Clerk/Clerk and Master Collections - Prior Years	242,663	0	0	0	48,764
Interest and Penalty	95,908	0	0	0	18,933
Pickup Taxes	105,370	0	0	0	20,800
Payments in-Lieu-of Taxes - T.V.A.	4,112	0	0	0	812
Payments in-Lieu-of Taxes - Local Utilities	139,591	0	0	0	0
County Local Option Taxes					
Local Option Sales Tax	104,703,656	0	0	0	0
Wheel Tax	5,303,506	0	0	0	0
Business Tax	2,605,242	0	0	0	514,297
Mixed Drink Tax	716,914	0	0	0	0
Adequate Facilities/Development Tax	0	0	0	0	3,479,299
Total Local Taxes	\$ 192,540,811	\$ 0	\$ 0	\$ 0	\$ 19,603,876
Licenses and Permits					
Licenses					
Marriage Licenses	\$ 14,925	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 14,925	\$ 0	\$ 0	\$ 0	\$ 0
Charges for Current Services					
Education Charges					
Tuition - Summer School	\$ 2,250	\$ 0	\$ 0	\$ 0	\$ 0
Tuition - Other	62,978	0	0	0	0

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

	Special Revenue Funds				Capital Projects Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects
Charges for Current Services (Cont.)					
Education Charges (Cont.)					
Lunch Payments - Children	\$ 0	\$ 0	\$ 6,411,430	\$ 0	\$ 0
Lunch Payments - Adults	0	0	74,459	0	0
Income from Breakfast	0	0	287,763	0	0
A la Carte Sales	0	0	612,226	0	0
Contract for Instructional Services with Other LEA's	34,086	0	0	0	0
Charter Authorizer Fee	2,500	0	0	0	0
Other Charges for Services	184,222	0	0	0	0
Total Charges for Current Services	<u>\$ 286,036</u>	<u>\$ 0</u>	<u>\$ 7,385,878</u>	<u>\$ 0</u>	<u>\$ 0</u>
Other Local Revenues					
Recurring Items					
Investment Income	\$ 6,169,421	\$ 0	\$ 998,750	\$ 0	\$ 0
Lease/Rentals/PPP	44,989	0	0	0	0
Sale of Materials and Supplies	3,632	0	0	0	0
E-Rate Funding	215,488	0	0	0	0
Miscellaneous Refunds	84,705	0	35,468	0	0
Nonrecurring Items					
Sale of Equipment	40,152	0	0	0	0
Contributions and Gifts	154,335	0	0	0	0
Other Local Revenues					
Other Local Revenues	909,281	0	0	23,596,115	0
Total Other Local Revenues	<u>\$ 7,622,003</u>	<u>\$ 0</u>	<u>\$ 1,034,218</u>	<u>\$ 23,596,115</u>	<u>\$ 0</u>

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

	Special Revenue Funds				Capital Projects Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects
State of Tennessee					
General Government Grants					
On-behalf Contributions for OPEB	\$ 262,038	\$ 0	\$ 0	\$ 0	0
State Education Funds					
Tennessee Investment in Student Achievement	334,489,301	0	0	0	0
TISA - On-behalf Payments	1,089,566	0	0	0	0
Early Childhood Education	2,041,878	0	0	0	0
School Food Service	0	0	180,297	0	0
Driver Education	313,083	0	0	0	0
Other State Education Funds	2,753,431	0	0	0	0
Career Ladder Program	283,579	0	0	0	0
Other Vocational	2,439,194	0	0	0	0
Other State Revenues					
State Revenue Sharing - T.V.A.	3,168,016	0	0	0	0
Other State Grants	1,162,379	0	0	0	0
Safe Schools	294,064	0	0	0	0
Other State Revenues	1,020,589	0	0	0	0
Total State of Tennessee	\$ 349,317,118	\$ 0	\$ 180,297	\$ 0	0
Federal Government					
Federal Through State					
USDA School Lunch Program	\$ 0	\$ 0	11,634,784	\$ 0	0
USDA - Commodities	0	0	1,015,262	0	0
Breakfast	0	0	3,759,098	0	0
USDA - Other	0	0	1,307,981	0	0
Vocational Education - Basic Grants to States	0	762,924	0	0	0

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

	Special Revenue Funds				Capital Projects Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects
Federal Government (Cont.)					
Federal Through State (Cont.)					
Title I Grants to Local Education Agencies	\$ 0	\$ 6,426,808	\$ 0	\$ 0	\$ 0
Special Education - Grants to States	411,585	10,533,333	0	0	0
Special Education Preschool Grants	0	142,418	0	0	0
English Language Acquisition Grants	0	738,834	0	0	0
Education for Homeless Children and Youth	0	213,170	0	0	0
Eisenhower Professional Development State Grants	0	1,029,815	0	0	0
COVID-19 Grant B	0	45,630	0	0	0
American Rescue Plan Act Grant #1	398,360	16,729,394	0	0	0
American Rescue Plan Act Grant #2	0	383,780	0	0	0
American Rescue Plan Act Grant #3	0	15,655	0	0	0
American Rescue Plan Act Grant #4	0	211,341	0	0	0
Other Federal through State	259,406	602,391	0	0	0
Direct Federal Revenue					
ROTC Reimbursement	808,831	0	0	0	0
Total Federal Government	\$ 1,878,182	\$ 37,835,493	\$ 17,717,125	\$ 0	\$ 0
Other Governments and Citizens Groups					
Other Governments					
Contributions	\$ 1,461,233	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	\$ 1,461,233	\$ 0	\$ 0	\$ 0	\$ 0
Total	\$ 553,120,308	\$ 37,835,493	\$ 26,317,518	\$ 23,596,115	\$ 19,603,876

(Continued)

RUTHERFORD COUNTY, TENNESSEE**Schedule of Detailed Revenues -**

All Governmental Fund Types

Discretely Presented Rutherford County School Department (Cont.)

	Capital Projects Fund	
	Other Capital Projects	Total
Local Taxes		
County Property Taxes		
Current Property Tax	\$ 0	\$ 93,953,445
Trustee's Collections - Prior Year	0	191,375
Circuit Clerk/Clerk and Master Collections - Prior Years	0	291,427
Interest and Penalty	0	114,841
Pickup Taxes	0	126,170
Payments in-Lieu-of Taxes - T.V.A.	0	4,924
Payments in-Lieu-of Taxes - Local Utilities	0	139,591
County Local Option Taxes		
Local Option Sales Tax	0	104,703,656
Wheel Tax	0	5,303,506
Business Tax	0	3,119,539
Mixed Drink Tax	0	716,914
Adequate Facilities/Development Tax	0	3,479,299
Total Local Taxes	\$ 0	\$ 212,144,687
Licenses and Permits		
Licenses		
Marriage Licenses	\$ 0	\$ 14,925
Total Licenses and Permits	\$ 0	\$ 14,925
Charges for Current Services		
Education Charges		
Tuition - Summer School	\$ 0	\$ 2,250
Tuition - Other	0	62,978

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

	Capital Projects Fund	
	Other Capital Projects	Total
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Charges for Current Services (Cont.)		
Education Charges (Cont.)		
Lunch Payments - Children	\$ 0	\$ 6,411,430
Lunch Payments - Adults	0	74,459
Income from Breakfast	0	287,763
A la Carte Sales	0	612,226
Contract for Instructional Services with Other LEA's	0	34,086
Charter Authorizer Fee	0	2,500
Other Charges for Services	0	184,222
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 7,671,914</u>
 Other Local Revenues		
Recurring Items		
Investment Income	\$ 0	\$ 7,168,171
Lease/Rentals/PPP	0	44,989
Sale of Materials and Supplies	0	3,632
E-Rate Funding	0	215,488
Miscellaneous Refunds	2,750	122,923
Nonrecurring Items		
Sale of Equipment	0	40,152
Contributions and Gifts	0	154,335
Other Local Revenues		
Other Local Revenues	0	24,505,396
Total Other Local Revenues	<u>\$ 2,750</u>	<u>\$ 32,255,086</u>

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

	Capital Projects Fund	
	Other Capital Projects	Total
State of Tennessee		
General Government Grants		
On-behalf Contributions for OPEB	\$ 0	\$ 262,038
State Education Funds		
Tennessee Investment in Student Achievement	0	334,489,301
TISA - On-behalf Payments	0	1,089,566
Early Childhood Education	0	2,041,878
School Food Service	0	180,297
Driver Education	0	313,083
Other State Education Funds	0	2,753,431
Career Ladder Program	0	283,579
Other Vocational	0	2,439,194
Other State Revenues		
State Revenue Sharing - T.V.A.	0	3,168,016
Other State Grants	0	1,162,379
Safe Schools	0	294,064
Other State Revenues	0	1,020,589
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 349,497,415</u>
Federal Government		
Federal Through State		
USDA School Lunch Program	\$ 0	\$ 11,634,784
USDA - Commodities	0	1,015,262
Breakfast	0	3,759,098
USDA - Other	0	1,307,981
Vocational Education - Basic Grants to States	0	762,924

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

	Capital Projects Fund	
	Other Capital Projects	Total
Federal Government (Cont.)		
Federal Through State (Cont.)		
Title I Grants to Local Education Agencies	\$ 0	\$ 6,426,808
Special Education - Grants to States	0	10,944,918
Special Education Preschool Grants	0	142,418
English Language Acquisition Grants	0	738,834
Education for Homeless Children and Youth	0	213,170
Eisenhower Professional Development State Grants	0	1,029,815
COVID-19 Grant B	0	45,630
American Rescue Plan Act Grant #1	0	17,127,754
American Rescue Plan Act Grant #2	0	383,780
American Rescue Plan Act Grant #3	0	15,655
American Rescue Plan Act Grant #4	0	211,341
Other Federal through State	0	861,797
Direct Federal Revenue		
ROTC Reimbursement	0	808,831
Total Federal Government	<u>\$ 0</u>	<u>\$ 57,430,800</u>
Other Governments and Citizens Groups		
Other Governments		
Contributions	<u>\$ 148,875,697</u>	<u>\$ 150,336,930</u>
Total Other Governments and Citizens Groups	<u>\$ 148,875,697</u>	<u>\$ 150,336,930</u>
Total	<u>\$ 148,878,447</u>	<u>\$ 809,351,757</u>

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

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	169,175	
Other Per Diem and Fees		124,000	
Social Security		16,503	
Employer Medicare		4,251	
Dues and Memberships		59,465	
Total County Commission			\$ 373,394

Board of Equalization

Board and Committee Members Fees	\$	5,850	
Social Security		363	
Employer Medicare		85	
Consultants		11,649	
Legal Notices, Recording, and Court Costs		676	
Total Board of Equalization			18,623

County Mayor/Executive

County Official/Administrative Officer	\$	186,172	
Assistant(s)		194,902	
Secretary(ies)		120,470	
Longevity Pay		500	
Overtime Pay		6,922	
Other Salaries and Wages		89,747	
Social Security		34,875	
Pensions		66,698	
Employee and Dependent Insurance		64,484	
Disability Insurance		748	
Employer Medicare		8,425	
Communication		3,362	
Dues and Memberships		8,460	
Legal Services		60,377	
Legal Notices, Recording, and Court Costs		11,120	
Maintenance Agreements		775	
Postal Charges		894	
Other Contracted Services		295,110	
Gasoline		250	
Office Supplies		592	
Other Charges		35,252	
Motor Vehicles		10,375	
Total County Mayor/Executive			1,200,510

Personnel Office

County Official/Administrative Officer	\$	154,544	
Assistant(s)		237,706	
Supervisor/Director		88,586	
Longevity Pay		1,125	
Social Security		28,877	
Pensions		53,654	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Personnel Office (Cont.)

Employee and Dependent Insurance	\$	48,149	
Disability Insurance		647	
Employer Medicare		6,754	
Communication		2	
Dues and Memberships		488	
Evaluation and Testing		124,672	
Maintenance Agreements		871	
Postal Charges		179	
Travel		3,029	
Other Contracted Services		26,800	
Office Supplies		3,754	
Other Charges		41,473	
Total Personnel Office			\$ 821,310

County Attorney

County Official/Administrative Officer	\$	89,250	
Secretary(ies)		59,661	
Longevity Pay		325	
Social Security		8,516	
Pensions		6,627	
Employee and Dependent Insurance		41,112	
Disability Insurance		223	
Employer Medicare		1,992	
Legal Services		90,148	
Total County Attorney			297,854

Election Commission

County Official/Administrative Officer	\$	131,881	
Part-time Personnel		24,660	
Longevity Pay		1,725	
Overtime Pay		930	
Other Salaries and Wages		408,460	
Election Commission		11,350	
Election Workers		140,625	
Social Security		40,755	
Pensions		59,701	
Employee and Dependent Insurance		79,610	
Disability Insurance		774	
Employer Medicare		9,532	
Communication		4,057	
Dues and Memberships		604	
Legal Notices, Recording, and Court Costs		7,889	
Maintenance Agreements		53,212	
Postal Charges		30,972	
Printing, Stationery, and Forms		10,193	
Rentals		5,944	
Travel		4,352	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Data Processing Supplies	\$	4,180	
Office Supplies		26,370	
Other Charges		1,877	
Data Processing Equipment		47,341	
Furniture and Fixtures		2,161	
Voting Machines		34,000	
Total Election Commission			\$ 1,143,155

Register of Deeds

In-service Training	\$	555	
Social Security		52,905	
Pensions		101,443	
Employee and Dependent Insurance		196,392	
Disability Insurance		1,301	
Employer Medicare		12,373	
Communication		426	
Data Processing Services		46,360	
Maintenance Agreements		25,347	
Postal Charges		707	
Data Processing Supplies		5,178	
Office Supplies		1,493	
Data Processing Equipment		13,337	
Total Register of Deeds			457,817

Planning

County Official/Administrative Officer	\$	138,939	
Assistant(s)		493,655	
Supervisor/Director		143,844	
Secretary(ies)		208,744	
Longevity Pay		3,150	
Board and Committee Members Fees		37,450	
In-service Training		6,886	
Social Security		60,340	
Pensions		105,523	
Employee and Dependent Insurance		149,791	
Disability Insurance		1,376	
Employer Medicare		14,149	
Communication		2,377	
Consultants		77,000	
Dues and Memberships		30,411	
Engineering Services		5,151	
Lease/SBITA Payments		4,369	
Legal Notices, Recording, and Court Costs		5,816	
Maintenance Agreements		8,306	
Postal Charges		2,853	
Data Processing Supplies		2,300	
Gasoline		8,396	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Planning (Cont.)

Office Supplies	\$	8,805	
Periodicals		95	
Other Supplies and Materials		5,083	
Data Processing Equipment		2,002	
Furniture and Fixtures		7,332	
Motor Vehicles		83,425	
Total Planning			\$ 1,617,568

Geographical Information Systems

Data Processing Personnel	\$	274,126	
Longevity Pay		1,350	
Overtime Pay		605	
Social Security		15,681	
Pensions		29,580	
Employee and Dependent Insurance		71,748	
Disability Insurance		394	
Employer Medicare		3,667	
Data Processing Services		39,206	
Dues and Memberships		120	
Licenses		340,600	
Travel		15,564	
Data Processing Supplies		4,223	
Data Processing Equipment		11,140	
Other Capital Outlay		448,254	
Total Geographical Information Systems			1,256,258

County Buildings

Assistant(s)	\$	75,695	
Supervisor/Director		82,719	
Clerical Personnel		94,967	
Maintenance Personnel		847,065	
Part-time Personnel		29,515	
Longevity Pay		3,200	
Overtime Pay		1,789	
Social Security		67,643	
Pensions		122,491	
Employee and Dependent Insurance		183,718	
Disability Insurance		1,648	
Employer Medicare		15,820	
Communication		60,560	
Contracts with Government Agencies		54,044	
Lease/SBITA Payments		43,398	
Maintenance and Repair Services - Buildings		194,624	
Travel		9,136	
Other Contracted Services		1,062,960	
Custodial Supplies		11,986	
Gasoline		26,463	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Utilities	\$	1,142,064	
Other Supplies and Materials		187,118	
Building Improvements		517,677	
Data Processing Equipment		2,181	
Maintenance Equipment		5,700	
Motor Vehicles		35,304	
Total County Buildings			\$ 4,879,485

Preservation of Records

County Official/Administrative Officer	\$	85,278	
Assistant(s)		75,838	
Part-time Personnel		5,899	
Longevity Pay		500	
Social Security		9,411	
Pensions		17,994	
Employee and Dependent Insurance		46,338	
Disability Insurance		253	
Employer Medicare		2,201	
Communication		603	
Dues and Memberships		595	
Maintenance Agreements		328	
Postal Charges		95	
Travel		559	
Other Contracted Services		984	
Gasoline		245	
Office Supplies		1,445	
Other Supplies and Materials		14,249	
Other Charges		30,867	
Total Preservation of Records			293,682

Risk Management

Supervisor/Director	\$	69,266	
Clerical Personnel		140,832	
Part-time Personnel		24,726	
Longevity Pay		225	
Overtime Pay		7,410	
Other Salaries and Wages		59,160	
Board and Committee Members Fees		3,750	
Social Security		18,117	
Pensions		29,699	
Employee and Dependent Insurance		38,377	
Disability Insurance		363	
Unemployment Compensation		60	
Employer Medicare		4,237	
Communication		826	
Dues and Memberships		132	
Maintenance Agreements		726	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Risk Management (Cont.)

Postal Charges	\$	556	
Travel		2,567	
Other Contracted Services		11,985	
Office Supplies		2,472	
Building and Contents Insurance		424,472	
Liability Insurance		713,216	
Premiums on Corporate Surety Bonds		14	
Data Processing Equipment		608	
Total Risk Management			\$ 1,553,796

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	169,114	
Accountants/Bookkeepers		1,026,239	
Salary Supplements		3,600	
Part-time Personnel		3,999	
Longevity Pay		3,600	
Overtime Pay		8,225	
Board and Committee Members Fees		1,950	
Social Security		69,285	
Pensions		129,183	
Employee and Dependent Insurance		158,636	
Disability Insurance		1,600	
Employer Medicare		16,898	
Audit Services		146,839	
Bank Charges		34,094	
Communication		235	
Dues and Memberships		1,810	
Maintenance Agreements		702	
Postal Charges		15,879	
Travel		2,603	
Other Contracted Services		875	
Gasoline		424	
Office Supplies		9,961	
Data Processing Equipment		1,216	
Office Equipment		8,624	
Total Accounting and Budgeting			1,815,591

Reappraisal Program

County Official/Administrative Officer	\$	146,535	
Deputy(ies)		1,705,235	
Salary Supplements		3,500	
Longevity Pay		6,550	
Overtime Pay		21	
In-service Training		1,604	
Social Security		111,582	
Pensions		205,370	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Reappraisal Program (Cont.)

Employee and Dependent Insurance	\$	297,316	
Disability Insurance		2,679	
Employer Medicare		26,096	
Communication		9,716	
Consultants		8,994	
Contracts with Private Agencies		91,100	
Data Processing Services		164,432	
Dues and Memberships		2,900	
Lease/SBITA Payments		6,677	
Licenses		15,891	
Maintenance Agreements		4,067	
Maintenance and Repair Services - Vehicles		14	
Postal Charges		21,973	
Travel		762	
Other Contracted Services		26,610	
Gasoline		9,015	
Office Supplies		6,080	
Uniforms		410	
Other Supplies and Materials		2,374	
Data Processing Equipment		18,834	
Furniture and Fixtures		1,360	
Total Reappraisal Program			\$ 2,897,697

County Trustee's Office

Social Security	\$	32,575	
Pensions		61,511	
Employee and Dependent Insurance		109,540	
Disability Insurance		765	
Employer Medicare		7,618	
Communication		478	
Legal Notices, Recording, and Court Costs		209	
Maintenance Agreements		580	
Postal Charges		45,046	
Other Contracted Services		69,864	
Office Supplies		10,979	
Tax Relief Program		823,193	
Total County Trustee's Office			1,162,358

County Clerk's Office

Social Security	\$	148,237	
Pensions		275,703	
Employee and Dependent Insurance		476,872	
Disability Insurance		3,533	
Unemployment Compensation		794	
Employer Medicare		35,032	
Communication		3,977	
Data Processing Services		62,687	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Lease/SBITA Payments	\$	5,250	
Maintenance Agreements		3,604	
Maintenance and Repair Services - Equipment		1,578	
Postal Charges		149,092	
Other Contracted Services		50,057	
Data Processing Supplies		49,908	
Gasoline		1,568	
Office Supplies		43,179	
Other Supplies and Materials		11,689	
Data Processing Equipment		26,512	
Office Equipment		24,500	
Total County Clerk's Office			\$ 1,373,772

Data Processing

County Official/Administrative Officer	\$	165,798	
Data Processing Personnel		1,831,251	
Part-time Personnel		113,370	
Longevity Pay		4,100	
Overtime Pay		502	
Social Security		125,284	
Pensions		221,358	
Employee and Dependent Insurance		298,472	
Disability Insurance		2,875	
Employer Medicare		29,300	
Communication		614,472	
Data Processing Services		408,949	
Dues and Memberships		1,273	
Lease/SBITA Payments		13,256	
Licenses		1,062,012	
Maintenance Agreements		476,982	
Postal Charges		41	
Travel		32,064	
Data Processing Supplies		5,369	
Gasoline		946	
Data Processing Equipment		1,088,688	
Other Equipment		55,203	
Total Data Processing			6,551,565

Administration of Justice

Circuit Court

Jury and Witness Expense	\$	74,951	
Social Security		191,248	
Pensions		343,937	
Employee and Dependent Insurance		529,909	
Disability Insurance		4,427	
Unemployment Compensation		1,570	
Employer Medicare		44,961	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Communication	\$	1,449	
Data Processing Services		91,137	
Legal Services		23,944	
Maintenance Agreements		20,047	
Postal Charges		39,295	
Office Supplies		56,422	
Other Charges		143,898	
Data Processing Equipment		10,966	
Office Equipment		957	
Total Circuit Court			\$ 1,579,118

Circuit Court Judge

Assistant(s)	\$	69,908	
Deputy(ies)		197,595	
Longevity Pay		525	
Social Security		16,064	
Pensions		29,701	
Employee and Dependent Insurance		48,363	
Disability Insurance		389	
Employer Medicare		3,757	
Postal Charges		102	
Other Supplies and Materials		815	
Total Circuit Court Judge			367,219

General Sessions Court

Judge(s)	\$	774,089	
Assistant(s)		88,320	
Deputy(ies)		221,568	
Longevity Pay		3,875	
Overtime Pay		9,270	
Other Salaries and Wages		850,211	
Social Security		110,787	
Pensions		214,042	
Employee and Dependent Insurance		259,205	
Disability Insurance		2,351	
Employer Medicare		27,231	
Communication		1,287	
Contracts with Government Agencies		14,200	
Contracts with Private Agencies		87,194	
Data Processing Services		1,680	
Dues and Memberships		5,754	
Evaluation and Testing		18,200	
Maintenance Agreements		1,571	
Postal Charges		114	
Travel		3,785	
Other Contracted Services		3,320	
Office Supplies		12,195	
Total General Sessions Court			2,710,249

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Drug Court

Supervisor/Director	\$	87,682	
Secretary(ies)		98,862	
Part-time Personnel		32,156	
Longevity Pay		1,425	
Other Salaries and Wages		1,236,936	
Social Security		86,454	
Pensions		158,130	
Employee and Dependent Insurance		249,619	
Disability Insurance		2,149	
Employer Medicare		20,219	
Communication		9,402	
Contracts with Other Public Agencies		59,337	
Contracts with Private Agencies		42,319	
Data Processing Services		13,728	
Dues and Memberships		915	
Licenses		5,674	
Maintenance Agreements		1,016	
Postal Charges		156	
Travel		53,481	
Other Contracted Services		301,043	
Gasoline		1,166	
Office Supplies		3,143	
Other Supplies and Materials		14,936	
Other Charges		28,356	
Data Processing Equipment		69,312	
Furniture and Fixtures		12,131	
Other Equipment		13,682	
Total Drug Court			\$ 2,603,429

Chancery Court

County Official/Administrative Officer	\$	146,535	
Deputy(ies)		699,886	
Attendants		47,660	
Part-time Personnel		59,087	
Longevity Pay		4,325	
Overtime Pay		520	
Jury and Witness Expense		74	
Social Security		57,607	
Pensions		97,911	
Employee and Dependent Insurance		135,519	
Disability Insurance		1,254	
Employer Medicare		13,473	
Communication		215	
Data Processing Services		36,368	
Dues and Memberships		1,655	
Maintenance Agreements		2,326	
Maintenance and Repair Services - Equipment		453	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Postal Charges	\$	20,305	
Travel		91	
Other Contracted Services		705	
Office Supplies		22,424	
Other Supplies and Materials		486	
Data Processing Equipment		2,955	
Total Chancery Court			\$ 1,351,834

Juvenile Court

Judge(s)	\$	193,522	
Deputy(ies)		48,345	
Secretary(ies)		52,041	
Part-time Personnel		68,534	
Longevity Pay		350	
Other Salaries and Wages		405,819	
Social Security		44,791	
Pensions		77,928	
Employee and Dependent Insurance		56,464	
Disability Insurance		883	
Employer Medicare		10,874	
Communication		3	
Contracts with Private Agencies		38,871	
Dues and Memberships		5,817	
Maintenance Agreements		72	
Travel		4,112	
Other Contracted Services		11,482	
Library Books/Media		4,807	
Office Supplies		2,544	
Other Supplies and Materials		1,572	
Data Processing Equipment		750	
Total Juvenile Court			1,029,581

District Attorney General

Assistant(s)	\$	167,053	
Social Security		10,363	
Pensions		18,570	
Employee and Dependent Insurance		42	
Disability Insurance		250	
Employer Medicare		2,424	
Dues and Memberships		800	
Total District Attorney General			199,502

Office of Public Defender

Assistant(s)	\$	162,968	
Longevity Pay		400	
Social Security		9,638	
Pensions		16,907	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Office of Public Defender (Cont.)

Employee and Dependent Insurance	\$	23,472	
Disability Insurance		217	
Employer Medicare		2,254	
Dues and Memberships		906	
Postal Charges		143	
Total Office of Public Defender			\$ 216,905

Other Administration of Justice

County Official/Administrative Officer	\$	85,794	
Probation Officer(s)		960,001	
Longevity Pay		2,450	
Social Security		61,651	
Pensions		116,618	
Employee and Dependent Insurance		190,713	
Disability Insurance		1,576	
Employer Medicare		14,418	
Communication		1,005	
Contracts with Private Agencies		80,618	
Data Processing Services		33,600	
Licenses		405	
Maintenance Agreements		739	
Postal Charges		504	
Other Contracted Services		70,325	
Gasoline		94	
Office Supplies		8,984	
Other Supplies and Materials		14,718	
Total Other Administration of Justice			1,644,213

Probation Services

County Official/Administrative Officer	\$	100,917	
Assistant(s)		80,451	
Youth Service Officer(s)		272,182	
Secretary(ies)		39,235	
Longevity Pay		2,075	
In-service Training		950	
Social Security		29,350	
Pensions		55,088	
Employee and Dependent Insurance		81,249	
Disability Insurance		740	
Employer Medicare		6,864	
Communication		2,746	
Contracts with Private Agencies		417,696	
Data Processing Services		750	
Maintenance Agreements		732	
Postal Charges		233	
Travel		3,409	
Office Supplies		2,079	
Other Supplies and Materials		500	
Total Probation Services			1,097,246

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Victim Assistance Programs

Assistant(s)	\$	81,917	
Part-time Personnel		18,013	
Longevity Pay		150	
Other Salaries and Wages		151,298	
Social Security		15,393	
Pensions		25,195	
Employee and Dependent Insurance		17,529	
Disability Insurance		339	
Employer Medicare		3,600	
Maintenance Agreements		512	
Office Supplies		1,638	
Total Victim Assistance Programs			\$ 315,584

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	177,307	
Assistant(s)		457,452	
Detective(s)		1,964,047	
Captain(s)		706,343	
Lieutenant(s)		1,270,898	
Youth Service Officer(s)		3,640,080	
Sergeant(s)		3,548,214	
Accountants/Bookkeepers		492,019	
Data Processing Personnel		695,139	
Salary Supplements		190,800	
Dispatchers/Radio Operators		1,020,048	
Clerical Personnel		771,943	
Part-time Personnel		545,862	
Longevity Pay		82,800	
Overtime Pay		1,969,708	
Other Salaries and Wages		6,440,831	
In-service Training		264,411	
Social Security		1,423,315	
Pensions		2,555,575	
Employee and Dependent Insurance		3,540,939	
Disability Insurance		30,891	
Employer Medicare		333,040	
Communication		219,233	
Contracts with Other Public Agencies		48,565	
Contracts with Private Agencies		45,725	
Data Processing Services		913,218	
Dues and Memberships		16,709	
Lease/SBITA Payments		772,520	
Maintenance Agreements		124,201	
Maintenance and Repair Services - Equipment		11,533	
Maintenance and Repair Services - Office Equipment		19,008	
Maintenance and Repair Services - Vehicles		261,547	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Postal Charges	\$	10,994	
Printing, Stationery, and Forms		11,331	
Internet Connectivity		224,833	
Travel		3,032	
Veterinary Services		696	
Other Contracted Services		202,867	
Animal Food and Supplies		1,581	
Data Processing Supplies		84,842	
Gasoline		728,631	
Instructional Supplies and Materials		5,968	
Law Enforcement Supplies		63,901	
Office Supplies		30,206	
Periodicals		422	
Uniforms		264,091	
Vehicle Parts		56,731	
Other Supplies and Materials		48,863	
Judgments		15,911	
Communication Equipment		31,250	
Data Processing Equipment		1,300,474	
Furniture and Fixtures		11,414	
Law Enforcement Equipment		618,783	
Motor Vehicles		2,934,349	
Office Equipment		15,933	
Total Sheriff's Department			\$ 41,221,024

Special Patrols

Nightwatchmen	\$	33,940	
Social Security		2,031	
Pensions		3,786	
Employer Medicare		475	
Total Special Patrols			40,232

Traffic Control

Utilities	\$	5,554	
Total Traffic Control			5,554

Administration of the Sexual Offender Registry

Longevity Pay	\$	600	
Overtime Pay		110	
Other Salaries and Wages		76,449	
Social Security		4,673	
Pensions		8,563	
Employee and Dependent Insurance		5,467	
Disability Insurance		101	
Employer Medicare		1,093	
Other Charges		3,400	
Total Administration of the Sexual Offender Registry			100,456

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail

Assistant(s)	\$	97,182	
Captain(s)		102,561	
Lieutenant(s)		390,017	
Sergeant(s)		599,297	
Guards		5,452,293	
Clerical Personnel		104,123	
Maintenance Personnel		358,581	
Part-time Personnel		69,424	
Longevity Pay		21,175	
Overtime Pay		1,192,197	
Other Salaries and Wages		1,076,196	
In-service Training		51,796	
Social Security		562,857	
Pensions		1,028,401	
Employee and Dependent Insurance		1,548,250	
Disability Insurance		12,047	
Unemployment Compensation		451	
Employer Medicare		131,636	
Dues and Memberships		686	
Maintenance Agreements		105,226	
Maintenance and Repair Services - Buildings		54,543	
Maintenance and Repair Services - Equipment		8,053	
Maintenance and Repair Services - Office Equipment		9,134	
Printing, Stationery, and Forms		6,100	
Transportation - Other than Students		131,214	
Other Contracted Services		7,298,618	
Custodial Supplies		113,534	
Data Processing Supplies		54,708	
Food Preparation Supplies		7,890	
Food Supplies		1,453,698	
Law Enforcement Supplies		2,732	
Office Supplies		11,940	
Prisoners Clothing		97,849	
Uniforms		68,252	
Utilities		825,085	
Other Supplies and Materials		429,614	
Building Improvements		404,289	
Data Processing Equipment		152,737	
Food Service Equipment		6,689	
Maintenance Equipment		2,484	
Office Equipment		9,300	
Other Equipment		96,173	
Total Jail			\$ 24,149,032

Workhouse

County Official/Administrative Officer	\$	109,798
Captain(s)		87,931

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Workhouse (Cont.)

Lieutenant(s)	\$	165,170	
Sergeant(s)		348,562	
Guards		1,633,664	
Secretary(ies)		57,924	
Clerical Personnel		200,164	
Part-time Personnel		31,115	
Longevity Pay		7,950	
Overtime Pay		51,973	
Other Salaries and Wages		93,420	
Board and Committee Members Fees		6,300	
In-service Training		3,254	
Social Security		163,869	
Pensions		302,496	
Employee and Dependent Insurance		483,041	
Disability Insurance		3,976	
Employer Medicare		38,653	
Communication		7,325	
Dues and Memberships		409	
Lease/SBITA Payments		21,548	
Maintenance Agreements		37,773	
Maintenance and Repair Services - Buildings		45,537	
Maintenance and Repair Services - Equipment		26,503	
Maintenance and Repair Services - Vehicles		2,369	
Postal Charges		8	
Other Contracted Services		909,867	
Animal Food and Supplies		1,197	
Custodial Supplies		21,892	
Data Processing Supplies		1,309	
Drugs and Medical Supplies		1,099	
Equipment and Machinery Parts		273	
Gasoline		17,099	
Instructional Supplies and Materials		24,908	
Law Enforcement Supplies		928	
Office Supplies		5,633	
Prisoners Clothing		1,933	
Uniforms		4,508	
Utilities		215,000	
Other Supplies and Materials		16,577	
Other Equipment		87,507	
Total Workhouse			\$ 5,240,462

Juvenile Services

County Official/Administrative Officer	\$	121,571
Captain(s)		83,446
Lieutenant(s)		72,454
Sergeant(s)		321,120
Guards		356,374

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Juvenile Services (Cont.)

Secretary(ies)	\$	116,504	
Attendants		742,157	
Part-time Personnel		86,894	
Longevity Pay		4,250	
Overtime Pay		112,092	
Other Salaries and Wages		65,436	
Board and Committee Members Fees		9,300	
In-service Training		6,000	
Social Security		124,523	
Pensions		216,956	
Employee and Dependent Insurance		297,026	
Disability Insurance		2,719	
Employer Medicare		29,124	
Communication		5,115	
Data Processing Services		32,547	
Dues and Memberships		400	
Lease/SBITA Payments		5,420	
Maintenance Agreements		10,007	
Medical and Dental Services		186,271	
Postal Charges		408	
Printing, Stationery, and Forms		206	
Travel		1,817	
Other Contracted Services		51,696	
Gasoline		335	
Office Supplies		3,629	
Uniforms		2,680	
Other Supplies and Materials		40,193	
Total Juvenile Services			\$ 3,108,670

Rural Fire Protection

County Official/Administrative Officer	\$	119,265
Salary Supplements		64,600
Educational Assistants		52,952
Part-time Personnel		15,083
Longevity Pay		5,325
Overtime Pay		262,790
Other Salaries and Wages		4,368,417
Social Security		290,260
Pensions		534,712
Employee and Dependent Insurance		808,923
Disability Insurance		6,685
Employer Medicare		67,883
Communication		31,830
Contributions		2,000
Data Processing Services		55,048
Dues and Memberships		3,914
Evaluation and Testing		45,455

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Rural Fire Protection (Cont.)

Maintenance Agreements	\$	15,464	
Maintenance and Repair Services - Equipment		31,304	
Maintenance and Repair Services - Vehicles		240,828	
Pest Control		2,134	
Postal Charges		29	
Travel		6,531	
Other Contracted Services		260,000	
Custodial Supplies		10,715	
Diesel Fuel		136,517	
Drugs and Medical Supplies		17,787	
Gasoline		16,386	
Instructional Supplies and Materials		15,374	
Office Supplies		5,336	
Uniforms		82,463	
Utilities		56,727	
Other Supplies and Materials		45,401	
Other Charges		7,703	
Administration Equipment		217,229	
Data Processing Equipment		20,306	
Furniture and Fixtures		12,081	
Motor Vehicles		231,746	
Other Equipment		190,008	
Total Rural Fire Protection			\$ 8,357,211

Disaster Relief

County Official/Administrative Officer	\$	135,447	
Assistant(s)		98,216	
Supervisor/Director		278,329	
Dispatchers/Radio Operators		1,063,151	
Secretary(ies)		46,648	
Part-time Personnel		64,775	
Longevity Pay		5,850	
Overtime Pay		122,796	
Other Salaries and Wages		462,826	
In-service Training		9,706	
Social Security		135,155	
Pensions		244,829	
Employee and Dependent Insurance		320,193	
Disability Insurance		3,047	
Employer Medicare		31,609	
Communication		40,356	
Contracts with Private Agencies		938,568	
Dues and Memberships		3,181	
Maintenance Agreements		32,072	
Maintenance and Repair Services - Buildings		14,911	
Maintenance and Repair Services - Equipment		20,551	
Maintenance and Repair Services - Vehicles		2,761	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Disaster Relief (Cont.)

Rentals	\$	9,409	
Travel		16,372	
Other Contracted Services		86,920	
Custodial Supplies		1,290	
Diesel Fuel		739	
Gasoline		7,064	
Office Supplies		2,980	
Uniforms		6,741	
Utilities		37,583	
Other Supplies and Materials		9,765	
Other Charges		34,889	
Communication Equipment		133,564	
Data Processing Equipment		26,223	
Furniture and Fixtures		17,140	
Motor Vehicles		56,558	
Other Equipment		68,632	
Total Disaster Relief			\$ 4,590,846

Inspection and Regulation

County Official/ Administrative Officer	\$	100,239	
Assistant(s)		82,757	
Deputy(ies)		463,012	
Clerical Personnel		231,094	
Part-time Personnel		8,631	
Longevity Pay		2,900	
Social Security		52,130	
Pensions		97,844	
Employee and Dependent Insurance		176,317	
Disability Insurance		1,318	
Employer Medicare		12,192	
Communication		12,923	
Dues and Memberships		1,192	
Lease/SBITA Payments		5,133	
Maintenance Agreements		3,459	
Postal Charges		583	
Printing, Stationery, and Forms		1,184	
Travel		5,003	
Other Contracted Services		441	
Gasoline		18,490	
Office Supplies		5,848	
Uniforms		3,005	
Other Supplies and Materials		3,657	
In Service/Staff Development		3,201	
Data Processing Equipment		3,329	
Motor Vehicles		35,460	
Total Inspection and Regulation			1,331,342

(Continued)

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

General Fund (Cont.)

Public Health and Welfare

Local Health Center

Longevity Pay	\$	575	
Other Salaries and Wages		428,186	
Social Security		25,156	
Pensions		47,710	
Employee and Dependent Insurance		85,440	
Disability Insurance		636	
Employer Medicare		5,883	
Communication		4,216	
Contracts with Government Agencies		125,623	
Maintenance and Repair Services - Buildings		6,785	
Travel		3,383	
Other Contracted Services		54,215	
Drugs and Medical Supplies		2,498	
Utilities		78,450	
Other Supplies and Materials		11,648	
In Service/Staff Development		375	
Other Charges		192	
Building Improvements		3,779	
Total Local Health Center			\$ 884,750

Rabies and Animal Control

County Official/Administrative Officer	\$	119,265	
Supervisor/Director		108,752	
Attendants		1,035,661	
Part-time Personnel		39,597	
Longevity Pay		1,725	
Overtime Pay		24,944	
Other Salaries and Wages		132,572	
Social Security		86,962	
Pensions		157,193	
Employee and Dependent Insurance		268,217	
Disability Insurance		2,029	
Unemployment Compensation		5	
Employer Medicare		20,338	
Advertising		11,411	
Communication		15,179	
Dues and Memberships		1,770	
Lease/SBITA Payments		43,180	
Maintenance Agreements		28,580	
Maintenance and Repair Services - Buildings		24,300	
Maintenance and Repair Services - Vehicles		8,879	
Postal Charges		198	
Travel		7,922	
Veterinary Services		21,190	
Other Contracted Services		14,103	
Animal Food and Supplies		15,869	
Custodial Supplies		19,637	

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Drugs and Medical Supplies	\$	99,185	
Gasoline		34,076	
Office Supplies		8,539	
Uniforms		5,075	
Utilities		48,545	
Other Supplies and Materials		17,852	
Building Improvements		33,360	
Motor Vehicles		140,457	
Other Equipment		890	
Total Rabies and Animal Control			\$ 2,597,457

Dental Health Program

Medical and Dental Services	\$	9,715	
Total Dental Health Program			9,715

Alcohol and Drug Programs

Advertising	\$	54,366	
Contracts with Other Public Agencies		77,555	
Other Charges		482,578	
Total Alcohol and Drug Programs			614,499

Other Local Health Services

Medical Personnel	\$	2,074,819	
Longevity Pay		8,050	
Social Security		122,279	
Pensions		219,391	
Employee and Dependent Insurance		401,774	
Disability Insurance		2,979	
Unemployment Compensation		487	
Employer Medicare		28,598	
Travel		12,074	
Liability Insurance		6,245	
Total Other Local Health Services			2,876,696

General Welfare Assistance

Contributions	\$	55,750	
Total General Welfare Assistance			55,750

Sanitation Management

Contracts with Private Agencies	\$	42,937	
Total Sanitation Management			42,937

Other Public Health and Welfare

Medical and Dental Services	\$	18,000	
Other Contracted Services		774,731	
Total Other Public Health and Welfare			792,731

(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services

Adult Activities

Contributions	\$ 37,800	
Total Adult Activities		\$ 37,800

Libraries

Contributions	\$ 2,076,801	
Total Libraries		2,076,801

Parks and Fair Boards

Supervisor/Director	\$ 37,191	
Other Salaries and Wages	203,292	
Board and Committee Members Fees	4,100	
Social Security	14,127	
Employer Medicare	3,546	
Contributions	302,942	
Travel	382	
Other Contracted Services	126,500	
Equipment and Machinery Parts	16,086	
Total Parks and Fair Boards		708,166

Other Social, Cultural, and Recreational

Contributions	\$ 616,858	
Total Other Social, Cultural, and Recreational		616,858

Agriculture and Natural Resources

Agricultural Extension Service

Part-time Personnel	\$ 21,390	
Other Salaries and Wages	47,673	
Board and Committee Members Fees	2,400	
Social Security	4,412	
Pensions	5,311	
Employee and Dependent Insurance	21	
Disability Insurance	71	
Employer Medicare	1,036	
Advertising	3,749	
Communication	641	
Contracts with Government Agencies	544,084	
Postal Charges	952	
Fertilizer, Lime, and Seed	1,818	
Gasoline	2,516	
Office Supplies	1,951	
Utilities	131,318	
Other Supplies and Materials	75,956	
Total Agricultural Extension Service		845,299

Soil Conservation

Assistant(s)	\$ 50,267	
Longevity Pay	200	

(Continued)

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Soil Conservation (Cont.)

Other Salaries and Wages	\$	33,271	
Social Security		5,060	
Pensions		9,330	
Employee and Dependent Insurance		15,137	
Disability Insurance		122	
Employer Medicare		1,183	
Contributions		20,000	
Total Soil Conservation			\$ 134,570

Storm Water Management

Assistant(s)	\$	110,433	
Part-time Personnel		51,653	
Longevity Pay		350	
Other Salaries and Wages		85,664	
In-service Training		1,540	
Social Security		14,892	
Pensions		21,883	
Employee and Dependent Insurance		31,107	
Disability Insurance		284	
Employer Medicare		3,483	
Communication		3,911	
Dues and Memberships		1,466	
Engineering Services		240	
Postal Charges		89	
Printing, Stationery, and Forms		700	
Travel		1,879	
Other Contracted Services		3,777	
Data Processing Supplies		489	
Gasoline		3,694	
Office Supplies		1,400	
Uniforms		856	
Other Supplies and Materials		10,107	
Data Processing Equipment		5,953	
Total Storm Water Management			355,850

Other Operations

Tourism

Contributions	\$	999,675	
Total Tourism			999,675

Industrial Development

Contracts with Other Public Agencies	\$	135,000	
Contributions		96,500	
Total Industrial Development			231,500

Other Economic and Community Development

Contracts with Private Agencies	\$	2,800	
Other Equipment		27,384	
Total Other Economic and Community Development			30,184

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Other Charges

Mechanic(s)	\$	83,255	
Laborers		106,074	
Longevity Pay		1,425	
Overtime Pay		1,074	
Social Security		11,685	
Pensions		19,893	
Employee and Dependent Insurance		17,032	
Disability Insurance		261	
Employer Medicare		2,733	
Lease/SBITA Payments		4,302	
Equipment and Machinery Parts		4,746	
Gasoline		4,942	
Utilities		13,316	
Vehicle Parts		23,094	
Other Supplies and Materials		5,059	
Other Equipment		1,040	
Total Other Charges			\$ 299,931

Employee Benefits

Employee and Dependent Insurance	\$	675	
Other Fringe Benefits		351,603	
Workers' Compensation Insurance		625,000	
Total Employee Benefits			977,278

American Rescue Plan Act Grant G

Other Charges	\$	100,000	
Total American Rescue Plan Act Grant G			100,000

Miscellaneous

Contracts with Other Public Agencies	\$	2,181,945	
Judgments		1,500,000	
Trustee's Commission		2,799,477	
Total Miscellaneous			6,481,422

Total General Fund \$ 150,744,013

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Supervisor/Director	\$	102,406	
Foremen		63,054	
Truck Drivers		686,316	
Laborers		611,321	
Clerical Personnel		48,523	
Maintenance Personnel		106,649	
Part-time Personnel		453,310	
Longevity Pay		2,425	

(Continued)

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Convenience Centers (Cont.)

Overtime Pay	\$	142,409	
Social Security		133,709	
Pensions		191,650	
Employee and Dependent Insurance		235,824	
Disability Insurance		2,375	
Unemployment Compensation		723	
Employer Medicare		31,271	
Advertising		7,267	
Communication		10,327	
Contracts with Private Agencies		58,060	
Engineering Services		928	
Evaluation and Testing		3,244	
Maintenance and Repair Services - Buildings		14,326	
Maintenance and Repair Services - Equipment		36,363	
Maintenance and Repair Services - Vehicles		151,710	
Postal Charges		19	
Rentals		13,877	
Towing Services		3,550	
Travel		20	
Crushed Stone		12,367	
Diesel Fuel		272,713	
Equipment and Machinery Parts		54,583	
Gasoline		3,479	
Lubricants		18,753	
Office Supplies		41	
Small Tools		4,843	
Tires and Tubes		89,698	
Uniforms		15,689	
Utilities		32,148	
Other Supplies and Materials		3,614	
Data Processing Equipment		1,318	
Motor Vehicles		380,396	
Site Development		137,393	
Total Convenience Centers			\$ 4,138,691

Other Waste Collection

Laborers	\$	39,663	
Part-time Personnel		16,458	
Overtime Pay		2,138	
Social Security		3,530	
Pensions		4,656	
Employee and Dependent Insurance		9,672	
Disability Insurance		59	
Employer Medicare		826	
Communication		400	
Contracts with Private Agencies		29,006	
Other Contracted Services		185,231	
Other Supplies and Materials		1,574	
Total Other Waste Collection			293,213

(Continued)

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Landfill Operation and Maintenance

Laborers	\$	36,171	
Clerical Personnel		50,211	
Longevity Pay		150	
Overtime Pay		10,288	
Social Security		5,855	
Pensions		10,661	
Employee and Dependent Insurance		7,171	
Disability Insurance		124	
Employer Medicare		1,369	
Communication		1,980	
Contracts with Private Agencies		16,987	
Engineering Services		4,865	
Legal Services		60,020	
Maintenance and Repair Services - Equipment		15,195	
Disposal Fees		333,756	
Crushed Stone		11,414	
Data Processing Supplies		2,448	
Equipment Parts - Light		973	
Equipment and Machinery Parts		18,347	
Utilities		7,396	
Other Supplies and Materials		1,268	
Solid Waste Equipment		376,414	
Total Landfill Operation and Maintenance	\$		973,063

Postclosure Care Costs

Contracts with Private Agencies	\$	84,800	
Engineering Services		20,933	
Contracts for Postclosure Care Costs		3,951	
Crushed Stone		5,028	
Testing		21,625	
Total Postclosure Care Costs			136,337

Other Operations

Employee Benefits

Workers' Compensation Insurance	\$	30,000	
Total Employee Benefits			30,000

Miscellaneous

Building and Contents Insurance	\$	5,802	
Liability Insurance		9,730	
Trustee's Commission		77,671	
Total Miscellaneous			93,203

Total Solid Waste/Sanitation Fund \$ 5,664,507

(Continued)

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

Ambulance Service Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

County Official/Administrative Officer	\$ 108,779	
Supervisor/Director	1,873,403	
Accountants/Bookkeepers	256,650	
Paraprofessionals	6,893,043	
Part-time Personnel	737,969	
Longevity Pay	28,675	
Overtime Pay	2,639,087	
In-service Training	36,498	
Social Security	746,786	
Pensions	1,256,032	
Employee and Dependent Insurance	1,832,823	
Disability Insurance	15,785	
Employer Medicare	174,652	
Communication	59,587	
Contracts with Private Agencies	78,590	
Evaluation and Testing	383	
Lease/SBITA Payments	14,733	
Maintenance and Repair Services - Buildings	22,028	
Maintenance and Repair Services - Vehicles	19,255	
Medical and Dental Services	37,855	
Pest Control	5,941	
Postal Charges	781	
Printing, Stationery, and Forms	444	
Travel	6,007	
Other Contracted Services	569,551	
Custodial Supplies	11,264	
Data Processing Supplies	3,753	
Drugs and Medical Supplies	604,670	
Gasoline	314,016	
Instructional Supplies and Materials	8,706	
Office Supplies	2,230	
Uniforms	91,969	
Utilities	94,679	
Vehicle Parts	117,143	
Other Supplies and Materials	52,972	
Building and Contents Insurance	6,000	
Liability Insurance	38,450	
Refunds	43,663	
Trustee's Commission	342,455	
Workers' Compensation Insurance	60,000	
In Service/Staff Development	24,420	
Fines, Assessments, and Penalties	481,820	
Other Charges	7,093	
Building Improvements	38,311	
Data Processing Equipment	3,498	
Motor Vehicles	583,006	
Health Equipment	335,796	
Total Ambulance/Emergency Medical Services		\$ 20,681,251

Total Ambulance Service Fund

\$ 20,681,251

(Continued)

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

Industrial/Economic Development Fund

Other Operations

Industrial Development

Trustee's Commission

\$ 1,302

Total Industrial Development

\$ 1,302

Total Industrial/Economic Development Fund

\$ 1,302

Special Purpose Fund

Public Safety

Sheriff's Department

Confidential Drug Enforcement Payments

\$ 35,000

Total Sheriff's Department

\$ 35,000

Total Special Purpose Fund

35,000

Drug Control Fund

Public Safety

Drug Enforcement

Overtime Pay

\$ 126,304

In-service Training

43,903

Social Security

7,831

Pensions

14,033

Employer Medicare

1,832

Confidential Drug Enforcement Payments

175,000

Maintenance and Repair Services - Buildings

39,073

Maintenance and Repair Services - Vehicles

29,991

Veterinary Services

4,029

Animal Food and Supplies

27,147

Other Supplies and Materials

14,101

Trustee's Commission

21,024

Other Charges

4,283

Data Processing Equipment

77,329

Law Enforcement Equipment

68,843

Motor Vehicles

190,186

Total Drug Enforcement

\$ 844,909

Total Drug Control Fund

844,909

Other General Government Fund

Capital Projects

American Rescue Plan Act Grant #1

Architects

\$ 170,549

Building Construction

12,582,939

Data Processing Equipment

596,421

Total American Rescue Plan Act Grant #1

\$ 13,349,909

Total Other General Government Fund

13,349,909

(Continued)

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

Constitutional Officers - Fees Fund

General Government

Register of Deeds

Constitutional Officers' Operating Expenses	\$ 868,513	
Total Register of Deeds		\$ 868,513

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$ 610,867	
Total County Trustee's Office		610,867

County Clerk's Office

Constitutional Officers' Operating Expenses	\$ 2,454,670	
Total County Clerk's Office		2,454,670

Administration of Justice

Circuit Court

Constitutional Officers' Operating Expenses	\$ 3,208,005	
Total Circuit Court		3,208,005

Chancery Court

Special Commissioner Fees/Special Master Fees	\$ 31,755	
Total Chancery Court		31,755

Total Constitutional Officers - Fees Fund \$ 7,173,810

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 177,307
Assistant(s)	91,707
Secretary(ies)	158,080
Longevity Pay	2,250
Board and Committee Members Fees	37,500
Social Security	26,956
Pensions	47,831
Employee and Dependent Insurance	80,778
Disability Insurance	537
Employer Medicare	6,427
Communication	4,710
Dues and Memberships	10,000
Janitorial Services	8,940
Legal Notices, Recording, and Court Costs	1,473
Maintenance and Repair Services - Office Equipment	271
Postal Charges	980
Printing, Stationery, and Forms	1,938
Electricity	19,774
Natural Gas	7,371
Office Supplies	2,608
Water and Sewer	6,186

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Building and Contents Insurance	\$	6,677	
Liability Insurance		46,403	
Trustee's Commission		162,768	
Other Charges		8,018	
Office Equipment		851	
Total Administration	\$		918,341

Highway and Bridge Maintenance

Foremen	\$	355,504	
Equipment Operators		1,812,107	
Truck Drivers		412,513	
Longevity Pay		13,975	
Overtime Pay		35,118	
Social Security		152,857	
Pensions		291,222	
Employee and Dependent Insurance		651,182	
Disability Insurance		3,871	
Employer Medicare		35,749	
Other Contracted Services		512,644	
Asphalt		4,834,597	
Crushed Stone		124,001	
General Construction Materials		8,507	
Pipe - Metal		66,090	
Road Signs		42,033	
Salt		73,584	
Uniforms		25,418	
Total Highway and Bridge Maintenance			9,450,972

Operation and Maintenance of Equipment

Foremen	\$	63,814	
Mechanic(s)		277,260	
Laborers		114,816	
Longevity Pay		2,250	
Overtime Pay		6,343	
Social Security		27,644	
Pensions		50,727	
Employee and Dependent Insurance		83,745	
Disability Insurance		677	
Employer Medicare		6,465	
Maintenance and Repair Services - Equipment		65,670	
Other Contracted Services		30,530	
Diesel Fuel		230,730	
Equipment and Machinery Parts		192,875	
Garage Supplies		6,431	
Gasoline		51,787	
Lubricants		18,764	
Tires and Tubes		59,072	
Other Supplies and Materials		21,738	
Total Operation and Maintenance of Equipment			1,311,338

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges

Assistant(s)	\$	84,594	
Data Processing Personnel		54,600	
Salary Supplements		10,000	
Foremen		72,072	
Equipment Operators		199,166	
Secretary(ies)		65,862	
Longevity Pay		2,350	
Overtime Pay		4,533	
In-service Training		926	
Social Security		28,820	
Pensions		54,942	
Employee and Dependent Insurance		110,295	
Disability Insurance		714	
Employer Medicare		6,740	
Communication		1,273	
Legal Notices, Recording, and Court Costs		114	
Maintenance and Repair Services - Equipment		18,636	
Postal Charges		17	
Other Contracted Services		1,180	
Crushed Stone		5,404	
Diesel Fuel		22,508	
Equipment and Machinery Parts		8,952	
Gasoline		4,454	
General Construction Materials		5,048	
Lubricants		1,118	
Pipe - Metal		7,199	
Tires and Tubes		4,422	
Other Supplies and Materials		1,203	
Other Equipment		88,105	
Total Other Charges			\$ 865,247

Employee Benefits

Other Fringe Benefits	\$	77,864	
Workers' Compensation Insurance		58,085	
Total Employee Benefits			135,949

Capital Outlay

Bridge Construction	\$	93,825	
Building Improvements		20,000	
Highway Equipment		756,902	
Right-of-Way		10,726	
State Aid Projects		3,804,029	
Total Capital Outlay			4,685,482

Total Highway/Public Works Fund \$ 17,367,329

(Continued)

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

General Debt Service Fund

General Government

Other General Administration

Trustee's Commission	\$ 1,346,557	
Other Debt Service	<u>6,988</u>	
Total Other General Administration		\$ 1,353,545

Principal on Debt

General Government

Principal on Bonds	\$ <u>8,567,409</u>	
Total General Government		8,567,409

Education

Principal on Bonds	\$ 32,017,592	
Principal on Other Loans	<u>366,943</u>	
Total Education		32,384,535

Interest on Debt

General Government

Interest on Bonds	\$ <u>3,708,445</u>	
Total General Government		3,708,445

Education

Interest on Bonds	\$ 14,807,786	
Interest on Other Loans	<u>4,122</u>	
Total Education		14,811,908

Other Debt Service

General Government

Underwriter's Discount	\$ 71,033	
Other Debt Issuance Charges	85,040	
Other Debt Service	<u>242,476</u>	
Total General Government		398,549

Education

Underwriter's Discount	\$ 479,958	
Other Debt Issuance Charges	<u>584,960</u>	
Total Education		<u>1,064,918</u>

Total General Debt Service Fund \$ 62,289,309

General Capital Projects Fund

Capital Projects

General Administration Projects

Engineering Services	\$ 104,410	
Legal Services	16,410	
Permits	402	
Building Construction	337,517	
Data Processing Equipment	3,958	
Furniture and Fixtures	<u>4,571</u>	
Total General Administration Projects		\$ 467,268

(Continued)

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

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Public Safety Projects

Architects	\$	231,182	
Engineering Services		53,014	
Legal Services		45,676	
Permits		16,021	
Communication Equipment		463,829	
Data Processing Equipment		55,404	
Furniture and Fixtures		139,896	
Total Public Safety Projects			\$ 1,005,022

Public Health and Welfare Projects

Engineering Services	\$	674,875	
Permits		734	
Site Development		2,807,831	
Total Public Health and Welfare Projects			<u>3,483,440</u>

Total General Capital Projects Fund \$ 4,955,730

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Contributions	\$	148,875,697	
Total Education Capital Projects			<u>\$ 148,875,697</u>

Total Education Capital Projects Fund 148,875,697

Total Governmental Funds - Primary Government \$ 431,982,766

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

Discretely Presented Rutherford County School Department

For the Year Ended June 30, 2024**General Purpose School Fund**

Instruction

Regular Instruction Program

Teachers	\$ 190,799,376	
Career Ladder Program	165,613	
Educational Assistants	6,829,442	
Other Salaries and Wages	1,776,532	
Social Security	11,793,881	
Pensions	14,739,630	
Life Insurance	67,790	
Medical Insurance	29,545,666	
Unemployment Compensation	1,386	
Employer Medicare	2,781,505	
Other Fringe Benefits	290,511	
Contracts with Private Agencies	187,700	
Maintenance and Repair Services - Equipment	6,900	
Contracts for Substitute Teachers - Certified	919,017	
Contracts for Substitute Teachers - Non-certified	2,805,568	
Other Contracted Services	523,177	
Instructional Supplies and Materials	3,271,095	
Textbooks - Bound	1,766,863	
Software	1,818,886	
Fee Waivers	85,813	
TISA - On-behalf Payments	292,584	
Other Charges	19,360	
Regular Instruction Equipment	4,558,605	
Total Regular Instruction Program		\$ 275,046,900

Alternative Instruction Program

Teachers	\$ 2,032,566	
Career Ladder Program	3,500	
Educational Assistants	230,546	
Social Security	134,169	
Pensions	170,326	
Life Insurance	838	
Medical Insurance	294,465	
Unemployment Compensation	361	
Employer Medicare	31,515	
Other Fringe Benefits	3,350	
Other Contracted Services	1,487	
Instructional Supplies and Materials	8,780	
Other Equipment	1,339	
Total Alternative Instruction Program		2,913,242

Special Education Program

Teachers	\$ 18,374,315
Career Ladder Program	14,798
Educational Assistants	8,781,428
Speech Pathologist	2,796,826

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Other Salaries and Wages	\$ 405,551	
Social Security	1,764,334	
Pensions	2,526,181	
Life Insurance	15,059	
Medical Insurance	5,795,356	
Unemployment Compensation	19,208	
Employer Medicare	418,380	
Other Fringe Benefits	46,057	
Contracts with Private Agencies	1,469,037	
Evaluation and Testing	104,595	
Contracts for Substitute Teachers - Certified	158,558	
Contracts for Substitute Teachers - Non-certified	490,467	
Other Contracted Services	15,026	
Instructional Supplies and Materials	151,757	
Textbooks - Bound	5,556	
Other Supplies and Materials	100,292	
TISA - On-behalf Payments	796,982	
Other Charges	2,709	
Special Education Equipment	5,685	
Total Special Education Program		\$ 44,258,157

Career and Technical Education Program

Teachers	\$ 14,305,615	
Career Ladder Program	5,900	
Clerical Personnel	298,304	
Educational Assistants	28,632	
Other Salaries and Wages	600,246	
Social Security	900,945	
Pensions	1,138,383	
Life Insurance	4,797	
Medical Insurance	2,288,110	
Employer Medicare	212,021	
Other Fringe Benefits	22,295	
Maintenance and Repair Services - Equipment	55,045	
Other Contracted Services	60,524	
Instructional Supplies and Materials	355,957	
T&I Construction Materials	80,497	
Textbooks - Bound	301,588	
Other Supplies and Materials	682,213	
Vocational Instruction Equipment	1,558,637	
Total Career and Technical Education Program		22,899,709

Support Services

Attendance

Supervisor/Director	\$ 187,779
Career Ladder Program	3,000

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

Social Workers	\$	363,189	
Clerical Personnel		264,193	
Other Salaries and Wages		90,240	
Social Security		50,800	
Pensions		74,595	
Life Insurance		202	
Medical Insurance		123,398	
Employer Medicare		12,675	
Other Fringe Benefits		1,099	
Travel		4,351	
Other Contracted Services		275,437	
Other Supplies and Materials		3,383	
In Service/Staff Development		2,500	
Attendance Equipment		2,859	
Total Attendance			\$ 1,459,700

Health Services

Supervisor/Director	\$	201,344	
Medical Personnel		3,985,614	
Other Salaries and Wages		47,366	
Social Security		252,479	
Pensions		383,024	
Life Insurance		1,264	
Medical Insurance		517,905	
Employer Medicare		59,075	
Other Fringe Benefits		5,927	
Travel		12,133	
Other Contracted Services		167,240	
Drugs and Medical Supplies		8,226	
Other Supplies and Materials		63,081	
In Service/Staff Development		10,286	
Health Equipment		67,469	
Total Health Services			5,782,433

Other Student Support

Career Ladder Program	\$	13,000	
Guidance Personnel		8,021,925	
Social Workers		951,383	
Clerical Personnel		435,035	
Other Salaries and Wages		2,985,370	
Social Security		737,786	
Pensions		973,782	
Life Insurance		3,895	
Medical Insurance		1,792,933	
Employer Medicare		172,547	
Other Fringe Benefits		18,077	

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Contracts with Government Agencies	\$ 679,872	
Travel	14,933	
Other Contracted Services	248,025	
Other Supplies and Materials	24,068	
In Service/Staff Development	31,457	
Other Equipment	57,196	
Total Other Student Support		\$ 17,161,284

Regular Instruction Program

Supervisor/Director	\$ 1,093,121	
Career Ladder Program	18,265	
Librarians	4,196,279	
Materials Supervisor	74,409	
Instructional Computer Personnel	409,398	
Secretary(ies)	93,705	
Clerical Personnel	118,490	
Educational Assistants	796,522	
Other Salaries and Wages	2,922,900	
In-service Training	4,200	
Social Security	581,434	
Pensions	721,130	
Life Insurance	2,806	
Medical Insurance	1,316,690	
Employer Medicare	136,139	
Other Fringe Benefits	13,570	
Travel	85,836	
Other Contracted Services	249,644	
Library Books/Media	249,812	
Other Supplies and Materials	168,408	
In Service/Staff Development	231,148	
Other Equipment	20,757	
Total Regular Instruction Program		13,504,663

Alternative Instruction Program

Supervisor/Director	\$ 259,010	
Career Ladder Program	1,500	
Guidance Personnel	168,924	
Librarians	67,146	
Clerical Personnel	74,393	
Other Salaries and Wages	304,470	
Social Security	52,412	
Pensions	66,442	
Life Insurance	231	
Medical Insurance	110,760	
Employer Medicare	12,258	
Other Fringe Benefits	1,221	

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Alternative Instruction Program (Cont.)

Other Contracted Services	\$	2,736	
Library Books/Media		2,488	
Other Supplies and Materials		28,019	
In Service/Staff Development		2,342	
Other Equipment		1,494	
Total Alternative Instruction Program			\$ 1,155,846

Special Education Program

Supervisor/Director	\$	140,672	
Career Ladder Program		4,000	
Medical Personnel		1,281,512	
Clerical Personnel		197,542	
Other Salaries and Wages		640,528	
Social Security		133,482	
Pensions		184,660	
Life Insurance		595	
Medical Insurance		232,521	
Employer Medicare		31,871	
Retirement - Hybrid Stabilization		6,753	
Other Fringe Benefits		3,061	
Travel		103,440	
Other Contracted Services		24,709	
Other Supplies and Materials		55,401	
In Service/Staff Development		24,112	
Other Charges		4,572	
Other Equipment		23,584	
Total Special Education Program			3,093,015

Career and Technical Education Program

Supervisor/Director	\$	131,134	
Clerical Personnel		53,851	
Other Salaries and Wages		223,352	
Social Security		24,603	
Pensions		30,139	
Life Insurance		84	
Medical Insurance		45,492	
Employer Medicare		5,754	
Other Fringe Benefits		567	
Travel		58,542	
Other Supplies and Materials		17,999	
In Service/Staff Development		36,395	
Other Equipment		16,673	
Total Career and Technical Education Program			644,585

Technology

Supervisor/Director	\$	118,069	
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(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology (Cont.)

Computer Programmer(s)	\$ 1,863,697	
Other Salaries and Wages	102,766	
Social Security	124,858	
Pensions	227,887	
Life Insurance	584	
Medical Insurance	295,606	
Employer Medicare	29,201	
Retirement - Hybrid Stabilization	13	
Other Fringe Benefits	3,007	
Maintenance and Repair Services - Equipment	320	
Internet Connectivity	1,896,007	
Travel	10,487	
Other Contracted Services	761,977	
Cabling	19,733	
Software	249,192	
Other Supplies and Materials	501,926	
In Service/Staff Development	4,349	
Other Equipment	913,075	
Total Technology		\$ 7,122,754

Other Programs

On-behalf Payments to OPEB	\$ 262,038	
Total Other Programs		262,038

Board of Education

Secretary to Board	\$ 118,873	
Board and Committee Members Fees	112,701	
Social Security	13,696	
Pensions	13,176	
Life Insurance	42	
Medical Insurance	1,182,911	
Unemployment Compensation	846	
Employer Medicare	3,203	
Other Fringe Benefits	147	
Audit Services	57,000	
Dues and Memberships	10,193	
Legal Services	324,373	
Other Contracted Services	8,538	
Other Supplies and Materials	642	
Liability Insurance	1,350,000	
Trustee's Commission	3,126,269	
Workers' Compensation Insurance	526,381	
In Service/Staff Development	16,801	
Criminal Investigation of Applicants - TBI	77,694	
Total Board of Education		6,943,486

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools

County Official/Administrative Officer	\$	230,750	
Deputy(ies)		119,603	
Career Ladder Program		1,000	
Secretary(ies)		103,692	
Other Salaries and Wages		578,155	
Social Security		57,373	
Pensions		97,709	
Life Insurance		242	
Medical Insurance		116,738	
Employer Medicare		14,264	
Other Fringe Benefits		1,285	
Communication		86,402	
Dues and Memberships		14,915	
Postal Charges		31,888	
Travel		6,364	
Other Contracted Services		137,057	
Other Supplies and Materials		28,343	
In Service/Staff Development		24,544	
Other Charges		57,858	
Administration Equipment		10,705	
Total Director of Schools	\$		1,718,887

Office of the Principal

Principals	\$	6,393,106	
Career Ladder Program		22,170	
Accountants/Bookkeepers		1,844,522	
Assistant Principals		11,026,027	
Secretary(ies)		1,779,458	
Clerical Personnel		2,497,426	
Social Security		1,405,466	
Pensions		1,867,506	
Life Insurance		6,936	
Medical Insurance		3,394,433	
Unemployment Compensation		170	
Employer Medicare		328,698	
Retirement - Hybrid Stabilization		10,661	
Other Fringe Benefits		32,394	
Communication		136,595	
Dues and Memberships		28,598	
Other Contracted Services		376,878	
Office Supplies		649	
Other Supplies and Materials		415	
In Service/Staff Development		910	
Other Charges		288,947	
Administration Equipment		5,840	
Total Office of the Principal			31,447,805

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services

Supervisor/Director	\$	285,492	
Accountants/Bookkeepers		693,649	
Purchasing Personnel		192,538	
Social Security		69,297	
Pensions		126,275	
Life Insurance		320	
Medical Insurance		187,690	
Employer Medicare		16,207	
Other Fringe Benefits		1,586	
Travel		922	
Other Contracted Services		87,118	
Office Supplies		15,861	
Other Supplies and Materials		684	
In Service/Staff Development		6,246	
Administration Equipment		6,046	
Total Fiscal Services			\$ 1,689,931

Human Services/Personnel

Supervisor/Director	\$	366,938	
Career Ladder Program		1,500	
Clerical Personnel		319,999	
Other Salaries and Wages		318,451	
Social Security		59,039	
Pensions		96,296	
Life Insurance		301	
Medical Insurance		142,609	
Employer Medicare		14,068	
Retirement - Hybrid Stabilization		1,166	
Other Fringe Benefits		1,419	
Travel		1,648	
Other Contracted Services		186,694	
Other Supplies and Materials		12,844	
In Service/Staff Development		1,700	
Administration Equipment		3,528	
Total Human Services/Personnel			1,528,200

Operation of Plant

Custodial Personnel	\$	9,790,066	
Other Salaries and Wages		123,128	
Social Security		585,319	
Pensions		1,042,369	
Life Insurance		5,049	
Medical Insurance		1,701,159	
Employer Medicare		138,780	
Other Fringe Benefits		14,341	
Other Contracted Services		1,346,972	

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant (Cont.)

Custodial Supplies	\$	1,814,315	
Electricity		11,050,051	
Natural Gas		928,104	
Water and Sewer		1,506,982	
Other Supplies and Materials		220,097	
Building and Contents Insurance		2,150,000	
Other Charges		48,624	
Plant Operation Equipment		487,864	
Total Operation of Plant			\$ 32,953,220

Maintenance of Plant

Supervisor/Director	\$	663,492	
Secretary(ies)		156,026	
Maintenance Personnel		3,946,138	
Social Security		281,766	
Pensions		525,242	
Life Insurance		2,146	
Medical Insurance		857,045	
Employer Medicare		65,897	
Other Fringe Benefits		7,063	
Laundry Service		31,296	
Maintenance and Repair Services - Buildings		875,382	
Maintenance and Repair Services - Equipment		27,892	
Travel		1,637	
Other Contracted Services		2,569,565	
Other Supplies and Materials		1,854,441	
Vehicle and Equipment Insurance		70,999	
In Service/Staff Development		13,649	
Other Charges		1,591	
Administration Equipment		1,477,721	
Maintenance Equipment		123,609	
Total Maintenance of Plant			13,552,597

Transportation

Supervisor/Director	\$	194,006	
Attendants		569,264	
Other Salaries and Wages		487,035	
Social Security		74,207	
Pensions		122,760	
Life Insurance		1,097	
Medical Insurance		196,028	
Employer Medicare		17,668	
Other Fringe Benefits		1,806	
Contracts with Vehicle Owners		25,149,773	
Travel		2,026	
Other Contracted Services		376,963	

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Other Supplies and Materials	\$ 17,193	
Vehicle and Equipment Insurance	70,820	
In Service/Staff Development	8,670	
Other Charges	26,828	
Administration Equipment	8,039	
Transportation Equipment	<u>657,692</u>	
Total Transportation		\$ 27,981,875

Operation of Non-Instructional Services

Community Services

Other Charges	\$ 14,153	
Total Community Services		14,153

Early Childhood Education

Teachers	\$ 2,570,687	
Career Ladder Program	1,000	
Educational Assistants	1,242,715	
Social Security	225,160	
Pensions	321,043	
Life Insurance	1,944	
Medical Insurance	704,383	
Employer Medicare	52,658	
Retirement - Hybrid Stabilization	8,402	
Other Fringe Benefits	5,867	
Travel	1,095	
Other Contracted Services	364	
Instructional Supplies and Materials	28,419	
In Service/Staff Development	3,650	
Other Equipment	<u>2,572</u>	
Total Early Childhood Education		5,169,959

Capital Outlay

Regular Capital Outlay

Other Contracted Services	\$ 18,458	
Building Construction	90,264	
Building Improvements	79,051	
Other Capital Outlay	<u>931,209</u>	
Total Regular Capital Outlay		1,118,982

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$ 371,065	
Total Education		<u>371,065</u>

Total General Purpose School Fund		\$ 519,794,486
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(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 5,049,906	
Educational Assistants	296,344	
In-service Training	9,600	
Social Security	324,120	
Pensions	399,455	
Life Insurance	898	
Medical Insurance	426,846	
Employer Medicare	75,907	
Other Fringe Benefits	3,653	
Contracts for Substitute Teachers - Certified	30,160	
Contracts for Substitute Teachers - Non-certified	109,657	
Other Contracted Services	19,826	
Instructional Supplies and Materials	500,388	
Textbooks - Bound	5,874,390	
Other Supplies and Materials	569,671	
Regular Instruction Equipment	3,400,001	
Total Regular Instruction Program		\$ 17,090,822

Special Education Program

Teachers	\$ 931,496	
Homebound Teachers	60,434	
Educational Assistants	1,714,395	
Speech Pathologist	82,427	
Other Salaries and Wages	241,818	
Social Security	178,171	
Pensions	290,770	
Life Insurance	1,868	
Medical Insurance	624,160	
Employer Medicare	41,669	
Other Fringe Benefits	4,584	
Contracts with Private Agencies	71,684	
Contracts for Substitute Teachers - Certified	5,191	
Contracts for Substitute Teachers - Non-certified	16,781	
Instructional Supplies and Materials	15,089	
Software	22,415	
Other Supplies and Materials	252,019	
Other Charges	20,684	
Special Education Equipment	175,925	
Total Special Education Program		4,751,580

Career and Technical Education Program

Other Supplies and Materials	\$ 75,249	
Vocational Instruction Equipment	559,543	
Total Career and Technical Education Program		634,792

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services

Attendance

Social Workers	\$	176,287	
Social Security		10,469	
Pensions		11,939	
Life Insurance		42	
Medical Insurance		24,500	
Employer Medicare		2,448	
Other Fringe Benefits		263	
Total Attendance			\$ 225,948

Health Services

Medical Personnel	\$	72,362	
Social Security		4,486	
Pensions		6,486	
Employer Medicare		1,049	
Other Supplies and Materials		22,440	
Total Health Services			106,823

Other Student Support

Guidance Personnel	\$	3,875	
Psychological Personnel		405,947	
Social Workers		299,336	
Educational Assistants		399,915	
Other Salaries and Wages		556,471	
Social Security		97,742	
Pensions		136,262	
Life Insurance		692	
Medical Insurance		281,844	
Employer Medicare		23,106	
Other Fringe Benefits		2,503	
Contracts with Government Agencies		45,423	
Evaluation and Testing		20,847	
Travel		70,165	
Other Contracted Services		229,361	
Other Supplies and Materials		180,510	
In Service/Staff Development		53,200	
Other Charges		6,599	
Other Equipment		46,395	
Total Other Student Support			2,860,193

Regular Instruction Program

Supervisor/Director	\$	578,291	
Secretary(ies)		56,425	
Other Salaries and Wages		3,757,113	
In-service Training		183,150	
Social Security		275,533	
Pensions		328,151	

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Life Insurance	\$	755	
Medical Insurance		422,678	
Employer Medicare		64,735	
Other Fringe Benefits		4,544	
Communication		5,500	
Travel		10,655	
Other Contracted Services		331,727	
Software		95,900	
Other Supplies and Materials		40,284	
In Service/Staff Development		984,245	
Other Equipment		1,520,684	
Total Regular Instruction Program			\$ 8,660,370

Special Education Program

Supervisor/Director	\$	116,026	
Psychological Personnel		1,981,818	
Medical Personnel		245,388	
Other Salaries and Wages		585,979	
Social Security		173,654	
Pensions		213,016	
Life Insurance		692	
Medical Insurance		383,478	
Employer Medicare		40,940	
Other Fringe Benefits		4,327	
Communication		7,510	
Contracts with Private Agencies		69,113	
Other Supplies and Materials		16,842	
In Service/Staff Development		62,637	
Other Equipment		132,049	
Total Special Education Program			4,033,469

Career and Technical Education Program

In Service/Staff Development	\$	475	
Total Career and Technical Education Program			475

Technology

Computer Programmer(s)	\$	168,860	
Social Security		10,363	
Pensions		18,658	
Life Insurance		63	
Medical Insurance		14,548	
Employer Medicare		2,424	
Other Fringe Benefits		252	
Software		97,500	
Total Technology			312,668

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Office of the Principal

Principals	\$	6,160	
Assistant Principals		5,600	
Secretary(ies)		2,750	
Social Security		900	
Pensions		1,106	
Employer Medicare		210	
Total Office of the Principal			\$ 16,726

Fiscal Services

Accountants/Bookkeepers	\$	138,599	
Social Security		8,006	
Pensions		15,398	
Life Insurance		38	
Medical Insurance		30,637	
Employer Medicare		1,872	
Other Fringe Benefits		204	
Other Contracted Services		5,872	
Total Fiscal Services			200,626

Human Services/Personnel

Supervisor/Director	\$	45,141	
Social Security		2,799	
Pensions		5,015	
Life Insurance		19	
Employer Medicare		655	
Other Fringe Benefits		75	
Total Human Services/Personnel			53,704

Operation of Plant

Other Salaries and Wages	\$	61,360	
Social Security		3,455	
Pensions		6,817	
Life Insurance		21	
Medical Insurance		18,847	
Employer Medicare		808	
Other Fringe Benefits		92	
Other Contracted Services		25,627	
Total Operation of Plant			117,027

Transportation

Other Salaries and Wages	\$	277,062	
Social Security		16,112	
Pensions		26,193	
Life Insurance		149	
Medical Insurance		67,794	
Employer Medicare		3,768	

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Other Fringe Benefits	\$	338	
Contracts with Parents		1,454	
Contracts with Vehicle Owners		19,476	
Maintenance and Repair Services - Vehicles		5,675	
Other Contracted Services		605,920	
Gasoline		5,311	
Transportation Equipment		127,225	
Total Transportation			\$ 1,156,477

Operation of Non-Instructional Services

Food Service

Food Supplies	\$	106,543	
Total Food Service			106,543

Capital Outlay

Regular Capital Outlay

Building Improvements	\$	354,148	
Total Regular Capital Outlay			354,148

Total School Federal Projects Fund \$ 40,682,391

Central Cafeteria Fund

Support Services

Board of Education

Workers' Compensation Insurance	\$	56,000	
Total Board of Education			\$ 56,000

Maintenance of Plant

Maintenance Personnel	\$	28,758	
Social Security		2,690	
Pensions		4,522	
Life Insurance		25	
Medical Insurance		6,700	
Employer Medicare		629	
Other Fringe Benefits		61	
Total Maintenance of Plant			43,385

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	190,237	
Accountants/Bookkeepers		112,189	
Cafeteria Personnel		8,905,785	
Other Salaries and Wages		291,575	
Social Security		571,974	
Pensions		541,940	
Life Insurance		2,882	

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Medical Insurance	\$ 1,069,241	
Unemployment Compensation	1,415	
Employer Medicare	133,980	
Other Fringe Benefits	7,528	
Transportation - Other than Students	212,400	
Travel	24,859	
Other Contracted Services	516,531	
Food Preparation Supplies	909,371	
Food Supplies	9,178,438	
Office Supplies	19,438	
Uniforms	6,603	
USDA - Commodities	1,015,262	
Other Supplies and Materials	328,183	
In Service/Staff Development	24,773	
Food Service Equipment	939,156	
Total Food Service		<u>\$ 25,003,760</u>

Total Central Cafeteria Fund \$ 25,103,145

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	<u>\$ 22,150,181</u>	
Total Community Services		<u>\$ 22,150,181</u>

Total Internal School Fund 22,150,181

Education Capital Projects Fund

Support Services

Board of Education

Trustee's Commission	<u>\$ 352,412</u>	
Total Board of Education		<u>\$ 352,412</u>

Capital Projects

Education Capital Projects

Architects	\$ 55,214	
Maintenance and Repair Services - Buildings	17,043,731	
Other Contracted Services	158,420	
Building Purchases	<u>1,486,806</u>	
Total Education Capital Projects		<u>18,744,171</u>

Total Education Capital Projects Fund 19,096,583

(Continued)

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

Discretely Presented Rutherford County School Department (Cont.)

Other Capital Projects Fund

Capital Projects

Education Capital Projects

Architects	\$ 4,419,219	
Engineering Services	234,684	
Other Charges	4,457,832	
Building Construction	55,141,410	
Furniture and Fixtures	804,338	
Land	2,232	
Regular Instruction Equipment	2,326,361	
Site Development	4,126,421	
Other Equipment	1,287	
Other Capital Outlay	<u>1,165,332</u>	
Total Education Capital Projects		<u>\$ 72,679,116</u>

Total Other Capital Projects Fund	<u>\$ 72,679,116</u>
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Total Governmental Funds - Rutherford County School Department	<u><u>\$ 699,505,902</u></u>
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STATISTICAL SECTION

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

	Table(s)	Page(s)
Financial Trends:		
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	1-5	308-318
Revenue Capacity:		
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	6-10	319-323
Debt Capacity:		
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future. The tables on legal debt margin information and pledged-revenue coverage are not applicable to counties in Tennessee.	11-12	324-325
Demographic and Economic Information:		
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	13-14	326-327
Operating Information:		
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	15-17	328-330

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

Table 1

<u>Rutherford County, Tennessee</u> <u>Net Position by Component</u> <u>Primary Government and Discretely Presented Component Unit</u> <u>Last Ten Fiscal Years (in thousands)</u> <u>(accrual basis of accounting)</u>										
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
PRIMARY GOVERNMENT: (Note 1, 2)										
Governmental activities										
Net investment in capital assets	\$ 215,139	\$ 222,753	\$ 203,279	\$ 234,473	\$ 236,379	\$ 255,537	\$ 264,669	\$ 255,735	\$ 287,739	\$ 318,772
Restricted for:										
Capital Projects	1,064	2,630	27,160	3,196	4,688	795	4,363	11,273	904	671
Debt Service	2,895	2,861	2,711	2,559	2,403	2,245	3,902	10,753	9,979	9,106
General	426	490	542	603	659	729	821	1,284	884	882
Finance	71	97	131	129	124	111	133	138	153	144
Admin. of Justice	1,034	1,013	658	768	783	502	465	489	599	530
Public Safety	1,230	1,112	1,386	860	879	938	1,481	2,100	2,756	4,333
Public Health & Welfare	241	71	123	53	9	15	37	50	4,736	5,174
Pensions	-	-	1,132	4,636	8,693	11,197	6,763	30,280	-	-
Other Purposes	5,239	5,717	-	-	-	-	-	-	-	-
Unrestricted (2)	(235,427)	(204,313)	(206,887)	(265,825)	(270,143)	(231,793)	(281,092)	(247,543)	(210,283)	(234,497)
Total Governmental Activities Net Position	\$ (8,088)	\$ 32,431	\$ 30,235	\$ (18,548)	\$ (15,526)	\$ 40,276	\$ 1,542	\$ 64,559	\$ 97,467	\$ 105,115
COMPONENT UNIT - Rutherford County Schools (Note 2)										
Governmental activities										
Net investment in capital assets	\$ 430,627	\$ 438,406	\$ 471,814	\$ 563,928	\$ 580,266	\$ 585,331	\$ 608,804	\$ 628,787	\$ 632,016	\$ 671,000
Restricted for:										
Capital Projects	34,697	15,110	29,878	15,676	22,822	7,280	42,414	37,066	60,072	133,931
Education	-	8,981	5,002	4,055	4,586	3,443	15,337	30,057	36,195	35,715
Pensions	-	-	1,162	5,419	23,869	58,401	46,281	229,653	66,533	67,563
Central Cafeteria	4,271	-	-	-	-	-	-	-	-	-
Other Purposes	7,453	-	-	-	-	-	-	-	-	-
Unrestricted	(73,349)	(48,641)	(42,317)	(109,709)	(96,009)	(117,279)	(67,940)	(175,620)	28,515	215,361
Total Governmental Activities Net Position	\$ 403,699	\$ 413,856	\$ 465,539	\$ 479,369	\$ 535,534	\$ 537,176	\$ 644,896	\$ 749,943	\$ 823,331	\$ 1,123,570

Notes:

- (1) Rutherford County Government does not engage in any business-type activities.
- (2) Rutherford County Board of Education is not part of the Primary Government, but is reflected as a component unit. The primary government is responsible for the debt issued to finance construction/improvement of education facilities; however, the physical structures are considered assets of the component unit.
- (3) GASB Statement 67 and 68 were implemented for the fiscal year ended June 30, 2015, which affects the comparability of restricted net position in prior periods.
- (4) GASB Statement 75 was implemented for the fiscal year ended June 30, 2018, which affects the comparability of restricted net position in prior periods.

Table 2

<u>Rutherford County, Tennessee</u> <u>Changes in Net Position</u> <u>Last Ten Fiscal Years (in thousands)</u> <u>(accrual basis of accounting)</u>										
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
EXPENSES (Note 1)										
Governmental activities:										
General Government	\$ 17,083	\$ 17,666	\$ 20,667	\$ 16,560	\$ 19,487	\$ 19,985	\$ 36,137	\$ 21,192	\$ 39,417	\$ 31,723
Finance	8,314	8,193	9,927	10,038	10,238	10,819	13,019	13,030	12,197	17,492
Administration of Justice	7,491	8,108	10,043	9,834	13,501	7,344	9,076	16,172	21,275	17,758
Public Safety	45,705	48,198	50,725	53,328	55,844	61,485	58,727	64,321	64,716	67,651
Public Health & Welfare	19,704	19,650	21,775	22,638	24,001	25,485	29,752	50,028	37,503	28,106
Social, Cultural & Rec. Services	2,307	2,687	2,802	2,920	2,974	3,028	2,915	3,976	4,320	4,426
Agriculture & Natural Resources	1,388	1,171	1,268	1,278	1,376	1,298	1,330	1,047	1,456	1,481
Highways/Public Works	12,038	8,885	12,683	11,622	13,309	12,319	13,798	15,257	14,834	15,282
Education (Pymts to Comp. Unit)	84,906	52,801	98,912	138,705	100,404	62,050	156,244	87,328	71,604	167,352
Interest on Long-Term Debt	14,203	13,124	10,924	16,400	16,207	15,186	15,421	14,418	8,271	15,549
Total Governmental activities expenses	\$ 213,139	\$ 180,483	\$ 239,726	\$ 283,323	\$ 257,341	\$ 218,999	\$ 336,419	\$ 286,769	\$ 275,593	\$ 366,820
PROGRAM REVENUES										
Governmental activities:										
Charges for Services:										
General Government	\$ 4,215	\$ 4,546	\$ 4,884	\$ 5,408	\$ 5,267	\$ 5,995	\$ 7,723	\$ 11,716	\$ 5,425	\$ 8,205
Finance	8,505	9,431	10,093	10,094	11,782	10,823	11,885	11,592	17,489	16,583
Administration of Justice	5,861	6,422	6,520	6,068	6,337	5,845	5,288	2,869	5,935	7,440
Public Safety	4,489	7,208	5,290	6,755	6,279	7,348	6,070	3,967	4,586	6,100
Public Health & Welfare	10,489	11,892	12,354	11,936	11,194	12,337	13,952	16,198	13,719	14,441
Social, Cultural & Rec. Services	-	-	-	-	-	-	16	-	-	-
Agriculture & Natural Resources	99	265	297	327	333	310	338	173	338	158
Highways/Public Works	-	155	121	-	-	4	22	-	-	-
Education	52,276	48,584	51,218	57,789	61,757	62,172	64,069	66,829	38,218	21,254
Operating Grants and Contributions	9,705	8,505	9,277	10,119	10,158	11,755	13,647	63,474	20,404	18,400
Capital grants and Contributions	3,053	3,900	5,170	3,877	2,745	3,409	12,584	7,639	18,543	19,505
Total Governmental activities program revenues	\$ 98,692	\$ 100,908	\$ 105,224	\$ 112,373	\$ 115,852	\$ 119,998	\$ 135,594	\$ 184,457	\$ 124,657	\$ 112,086

(Continued)

Table 2

<u>Rutherford County, Tennessee</u> <u>Changes in Net Position (Cont.)</u> <u>Last Ten Fiscal Years (in thousands)</u> <u>(accrual basis of accounting)</u>										
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Net (expense)/Revenue Governmental Activities	\$ (114,447)	\$ (79,575)	\$ (134,502)	\$ (170,950)	\$ (141,489)	\$ (99,001)	\$ (200,825)	\$ (102,312)	\$ (150,936)	\$ (254,734)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property tax levied for general purposes	\$ 46,711	\$ 47,850	\$ 47,990	\$ 50,271	\$ 51,698	\$ 61,295	\$ 63,155	\$ 69,294	\$ 80,166	\$ 122,557
Property tax levied for debt services	36,958	37,883	43,250	45,938	47,259	47,066	48,590	50,279	43,331	62,230
Payments in Lieu of Taxes	7,778	8,380	8,399	7,780	7,943	7,531	7,841	3,445	4,001	2,775
Local Option Sales Tax	3,463	4,141	4,252	4,379	4,919	5,452	8,164	10,546	10,637	10,898
Hotel/Motel Tax	1,708	2,061	4,248	4,517	4,494	3,551	3,974	5,393	6,136	6,059
Wheel Tax	6,449	6,684	6,988	7,232	7,390	7,637	7,891	8,638	9,149	9,308
Business Tax	2,454	2,455	2,739	2,814	3,051	3,196	3,684	4,129	4,936	6,087
Mixed Drink Tax	17	17	10	-	6	8	15	23	22	28
Litigation Tax	2,080	2,092	3,191	3,378	3,447	2,894	2,497	2,776	2,993	3,492
Development/School Facilities Tax	3,353	5,189	6,196	5,807	6,484	6,143	6,152	2,742	2,975	3,479
Mineral Severance Tax	346	433	478	445	549	456	491	541	514	1,128
Bank Excise Tax	152	283	461	513	627	1,014	965	1,124	1,695	1,806
Wholesale Beer Tax	969	1,064	1,089	1,019	998	1,070	960	785	733	922
Interstate Telecommunications Tax	8	7	6	-	-	-	-	-	-	-
Unrestricted grants and contributions	820	863	1,173	1,147	1,002	887	5,600	3,660	3,405	3,343
Investment earnings	319	609	1,712	3,636	4,619	6,522	1,198	1,127	12,831	27,221
Gain on disposal of capital assets	-	-	-	-	-	-	465	-	-	-
Miscellaneous	96	83	124	125	25	81	449	827	321	1,049
Total Governmental activities	\$ 113,681	\$ 120,094	\$ 132,306	\$ 139,001	\$ 144,511	\$ 154,803	\$ 162,091	\$ 165,329	\$ 183,845	\$ 262,382
Change in Net Position	\$ (766)	\$ 40,519	\$ (2,196)	\$ (31,949)	\$ 3,022	\$ 55,802	\$ (38,734)	\$ 63,017	\$ 32,909	\$ 7,648

Notes:

(1) Rutherford County Government does not engage in any business-type activities.

Rutherford County, Tennessee
Changes in Net Position - Rutherford County Board of Education
Last Ten Fiscal Years (in thousands)
(accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
EXPENSES (Note 1)										
Governmental activities:										
Education										
Instruction	\$ 203,109	\$ 214,997	\$ 223,312	\$ 238,880	\$ 244,861	\$ 270,509	\$ 286,190	\$ 269,862	\$ 315,355	\$ 262,876
Support Services	115,090	115,179	128,038	135,735	147,066	151,518	171,325	167,103	195,004	203,803
Operation of Non-instructional Services	18,330	19,263	20,886	22,559	22,181	21,105	36,437	37,128	44,395	47,981
Total Governmental activities expenses	\$ 336,529	\$ 349,439	\$ 372,236	\$ 397,174	\$ 414,108	\$ 443,132	\$ 493,952	\$ 474,093	\$ 554,754	\$ 514,660
PROGRAM REVENUES										
Governmental activities:										
Charges for Services - Education	\$ 6,514	\$ 6,769	\$ 7,274	\$ 7,728	\$ 7,943	\$ 7,096	\$ 20,141	\$ 15,719	\$ 10,480	\$ 8,630
Operating Grants and Contributions	22,834	23,459	25,072	24,824	27,887	25,845	46,106	69,591	79,052	85,088
Capital grants and Contributions	97	605	-	556	-	216	4,261	3,229	35,000	150,360
Total Governmental activities program revenues	\$ 29,445	\$ 30,833	\$ 32,346	\$ 33,108	\$ 35,830	\$ 33,157	\$ 70,508	\$ 88,539	\$ 124,532	\$ 244,078
Net (expense)/Revenue Governmental Activities	<u>\$ (307,084)</u>	<u>\$ (318,606)</u>	<u>\$ (339,890)</u>	<u>\$ (364,066)</u>	<u>\$ (378,278)</u>	<u>\$ (409,975)</u>	<u>\$ (423,444)</u>	<u>\$ (385,554)</u>	<u>\$ (430,222)</u>	<u>\$ (270,582)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property Tax levied for general purposes	\$ 66,830	\$ 79,584	\$ 79,769	\$ 82,810	\$ 85,271	\$ 94,709	\$ 98,181	\$ 101,445	\$ 106,352	\$ 94,517
Payments in-Lieu-of Taxes	941	987	935	942	886	974	139	168	96	140
Local Option Sales Tax	50,348	54,870	59,370	62,304	65,528	68,430	82,960	97,095	101,709	104,858
Wheel Tax	3,654	3,787	3,965	4,096	4,191	4,323	4,495	4,909	5,219	5,303
Business Tax	1,960	2,272	2,395	2,422	2,631	2,809	3,260	3,504	4,198	3,120
Mixed Drink Tax	492	403	424	494	537	512	546	734	733	717
Development/School Facilities Tax	-	-	-	-	-	-	-	2,742	2,975	3,479
Interstate Telecommunications Tax	22	19	19	-	-	-	-	-	-	-
Unrestricted grants and contributions	212,588	186,632	244,215	305,865	274,229	237,710	333,868	279,942	277,650	351,356
Investment earnings	73	157	401	856	1,141	2,118	1,000	30	4,499	7,168
Pension Income	231	-	-	-	-	-	-	-	-	-
Miscellaneous	30	51	80	74	29	32	277	31	179	163
Total Governmental activities	<u>\$ 337,169</u>	<u>\$ 328,762</u>	<u>\$ 391,573</u>	<u>\$ 459,863</u>	<u>\$ 434,443</u>	<u>\$ 411,617</u>	<u>\$ 524,726</u>	<u>\$ 490,600</u>	<u>\$ 503,610</u>	<u>\$ 570,821</u>
Change in Net Position	<u>\$ 30,085</u>	<u>\$ 10,156</u>	<u>\$ 51,683</u>	<u>\$ 95,797</u>	<u>\$ 56,165</u>	<u>\$ 1,642</u>	<u>\$ 101,282</u>	<u>\$ 105,046</u>	<u>\$ 73,388</u>	<u>\$ 300,239</u>

Notes:

(1) Rutherford County Schools do not engage in any business-type activities.

Table 3

Rutherford County, Tennessee
Governmental Activities Tax Revenue by Source
General Government
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax for General Purposes	Property Tax for Debt Service	Payment in Lieu of Taxes	Sales Tax - Primary Government	Hotel/Motel Tax	Wheel Tax	Business Tax	Mixed Drink Tax	Litigation Tax	Development / School Facilities Tax	Mineral Severance Tax	Wholesale Beer Tax	Bank Excise Tax	Interstate Telecom. Tax	Total
2015	\$ 46,711	\$ 36,958	\$ 7,778	\$ 3,463	\$ 1,708	\$ 6,449	\$ 2,454	\$ 17	\$ 2,080	\$ 3,353	\$ 346	\$ 969	\$ 152	\$ 8	\$ 112,446
2016	47,850	37,883	8,380	4,141	2,061	6,684	2,455	17	2,092	5,188	433	1,064	283	7	118,538
2017	47,990	43,250	8,399	4,252	4,248	6,988	2,739	10	3,191	6,196	478	1,089	461	6	129,297
2018	50,271	45,938	7,780	4,379	4,517	7,232	2,814	0	3,378	5,807	445	1,019	513	0	134,093
2019	51,698	47,259	7,942	4,919	4,494	7,390	3,051	6	3,447	6,484	549	998	627	0	138,864
2020	61,295	47,066	7,531	5,452	3,551	7,637	3,196	8	2,894	6,143	456	1,070	1,014	0	147,313
2021	63,155	48,590	7,841	8,164	3,974	7,891	3,684	15	2,497	6,152	491	960	965	0	154,379
2022	69,294	50,279	3,445	10,546	5,393	8,638	4,129	23	2,776	2,742	541	785	1,124	0	159,715
2023	80,166	43,331	4,001	10,637	6,136	9,149	4,936	22	2,993	2,975	514	733	1,695	0	167,288
2024	122,557	62,230	2,774	10,898	6,059	9,308	6,087	28	3,492	3,479	1,128	922	1,806	0	230,768

Table 3a

Rutherford County, Tennessee
Governmental Activities Tax Revenue by Source
Rutherford County Board of Education
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax for Ruth. Co. Schools	Payment in Lieu of Taxes	Sales Tax - Ruth. Co. Schools	Wheel Tax	Business Tax	Mixed Drink Tax	Interstate Telecom. Tax	Development / School Facilities Tax	Total
2015	\$ 66,830	\$ 941	\$ 50,348	\$ 3,654	\$ 1,960	\$ 492	\$ 22	-	\$ 124,247
2016	79,583	987	54,870	3,787	2,272	403	19	-	141,921
2017	79,769	935	59,370	3,965	2,395	424	19	-	146,877
2018	82,810	942	62,304	4,096	2,422	494	-	-	153,068
2019	85,271	886	65,528	4,191	2,631	537	-	-	159,044
2020	94,709	974	68,430	4,323	2,809	512	-	-	171,757
2021	98,181	139	82,960	4,495	3,260	546	-	-	189,581
2022	101,445	168	97,095	4,909	3,504	734	-	2,742	210,597
2023	106,352	96	101,709	5,219	4,198	733	-	2,975	221,282
2024	94,517	140	104,858	5,303	3,120	717	-	3,479	212,134

Rutherford County, Tennessee
General Government Fund Balances - Primary Government
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Table 4

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
PRIMARY GOVERNMENT										
General Fund										
Nonspendable: Prepaid Items	\$ 41	\$ 29	\$ 42	\$ 37	\$ 89	\$ 42	\$ 63	\$ 78	\$ 63	\$ 59
Restricted										
General Government	426	490	542	603	660	729	757	802	819	821
Finance	71	97	131	129	124	111	133	138	153	144
Admin of Justice	1,034	1,013	658	768	783	502	465	488	599	530
Public Safety	246	11	85	35	120	-	34	73	576	804
Public Health & Welfare	212	71	116	53	8	9	31	44	4,731	5,171
Other Operations	-	-	-	-	-	-	-	404	-	-
Capital Projects	1,636	2,630	2,839	2,150	3,232	2,573	4,149	3,183	671	671
Committed										
General Government	105	422	662	1,200	265	1,096	140	373	275	466
Finance	233	454	237	201	187	149	216	556	374	159
Admin of Justice	5	252	21	13	14	15	12	5	3	34
Public Safety	381	969	479	661	594	157	1,068	1,031	1,717	3,372
Public Health & Welfare	102	132	136	84	113	106	183	5,237	5,158	6,321
Agriculture & Natural Resources	231	292	412	493	506	563	631	898	1,188	863
Other Operations	-	4	2	1	1	-	1	1	1	-
Assigned for Other Purposes	6,351	6,159	8,089	7,400	7,183	9,675	13,350	21,169	559	312
Unassigned	20,017	23,625	24,267	31,198	36,434	38,905	37,038	53,240	71,607	115,707
Total General Fund	<u>\$ 31,091</u>	<u>\$ 36,650</u>	<u>\$ 38,718</u>	<u>\$ 45,026</u>	<u>\$ 50,313</u>	<u>\$ 54,632</u>	<u>\$ 58,271</u>	<u>\$ 87,720</u>	<u>\$ 88,494</u>	<u>\$ 135,434</u>
All Other Governmental Funds										
Restricted										
General Government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2	\$ 2
Public Safety	984	1,101	1,301	824	759	938	1,447	2,028	2,181	3,530
Public Health & Welfare	29	-	6	-	1	6	7	6	5	3
Debt Service	2,895	2,861	2,711	2,559	2,403	2,244	3,902	9,897	9,431	8,870
Capital Projects	5,975	-	24,321	2,015	1,455	6,724	8,410	8,090	438	24,008
Committed										
Highways/Public Works	1,992	2,125	2,228	2,306	2,283	2,533	2,756	2,572	2,804	2,992
Capital Projects	-	-	-	-	-	-	717	6,108	12,938	12,400
Debt Service	1,821	1,821	1,821	1,821	1,821	1,821	-	-	-	-
Assigned										
General Government	-	256	181	175	175	175	177	175	175	175
Finance	125	672	650	525	550	550	571	571	715	754
Admin of Justice	81	125	304	602	464	464	421	327	559	1,181
Public Health & Welfare	9,068	10,650	11,635	12,712	12,556	15,989	21,421	22,703	25,744	31,308
Other Operations	275	201	127	166	206	245	285	323	362	369
Highways/Public Works	8,441	10,301	11,332	13,452	14,845	16,261	17,359	19,045	21,220	24,052
Debt Service	33,646	33,903	41,009	47,538	50,871	51,009	50,402	50,255	12,701	66,934
Capital Projects	-	-	-	-	-	-	698	76	-	-
Unassigned	-	(3,332)	-	-	-	-	-	(112)	-	-
Total All Other Governmental Funds	<u>\$ 65,332</u>	<u>\$ 60,684</u>	<u>\$ 97,626</u>	<u>\$ 84,695</u>	<u>\$ 88,389</u>	<u>\$ 98,959</u>	<u>\$ 108,573</u>	<u>\$ 122,064</u>	<u>\$ 89,275</u>	<u>\$ 176,578</u>

Table 4a

Rutherford County, Tennessee
General Government Fund Balances - Rutherford County Board of Education
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
COMPONENT UNIT - Rutherford County Board of Education										
General Purpose School Fund										
Nonspendable: Prepaid Items	\$ 5	\$ 6	\$ 4	\$ 13	\$ 571	\$ 217	\$ 112	\$ 1	\$ 3	\$ 1
Nonspendable: Note Receivable	-	-	-	-	-	-	-	3,000	-	-
Restricted	352	-	-	-	-	-	-	-	-	-
For Education	-	414	430	364	203	747	1,018	1,237	670	569
For Capital Projects	-	120	34	34	-	-	-	-	-	-
For Hybrid Retirement Stabilization	-	-	-	-	979	2,146	4,158	5,527	7,032	9,000
Committed	-	-	-	5,336	294	294	266	264	264	264
Assigned	12,183	7,868	9,763	18,173	21,736	19,521	17,705	31,434	3,642	12,550
Unassigned	17,330	33,493	32,688	27,409	38,638	43,475	64,734	72,277	115,766	103,673
Total General Purpose School Fund	<u>\$ 29,870</u>	<u>\$ 41,901</u>	<u>\$ 42,919</u>	<u>\$ 51,329</u>	<u>\$ 62,421</u>	<u>\$ 66,400</u>	<u>\$ 87,993</u>	<u>\$ 113,740</u>	<u>\$ 127,377</u>	<u>\$ 126,057</u>
All other School Funds										
Nonspendable: Inventory	\$ 193	\$ 180	\$ 224	\$ 243	\$ 222	\$ 586	\$ 514	\$ 516	\$ 694	\$ 725
Restricted										
Education	4,271	4,339	4,348	3,690	4,383	2,696	13,693	25,304	34,828	34,421
Capital projects	34,697	14,990	29,844	67,392	22,822	7,216	42,368	37,030	59,944	133,823
Committed										
Education	1,000	1,000	1,000	1,000	1,000	1,000	2,000	2,000	5,000	5,000
Capital projects	-	-	-	-	-	-	-	-	-	37,669
Total all other School Funds	<u>\$ 40,161</u>	<u>\$ 20,509</u>	<u>\$ 35,416</u>	<u>\$ 72,325</u>	<u>\$ 28,427</u>	<u>\$ 11,498</u>	<u>\$ 58,575</u>	<u>\$ 64,850</u>	<u>\$ 100,466</u>	<u>\$ 211,638</u>

Rutherford County, Tennessee
Changes in Fund Balances - Governmental Funds - Primary Government
Last Ten Fiscal Years
(amounts expressed in thousands)

Table 5

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Taxes	\$ 112,660	\$ 118,102	\$ 129,425	\$ 134,395	\$ 138,692	\$ 147,640	\$ 154,189	\$ 163,558	\$ 168,776	\$ 230,329
Licenses & Permits	1,923	2,224	2,513	2,590	2,584	2,545	3,152	3,030	3,050	4,198
Fines & Forfeitures	2,691	2,743	2,395	2,559	2,224	2,156	2,217	2,341	2,076	3,632
Charges for Service	12,852	15,658	16,778	17,936	17,108	17,983	18,811	20,135	22,906	26,001
Other Local Revenue	2,073	2,309	3,399	5,548	5,959	7,828	3,553	3,614	14,640	29,819
Fees from Co. Officials	(1) 10,603	(1) 9,938	(2) 10,740	(2) 11,040	(2) 11,774	(2) 12,251	(2) 13,593	14,827	14,159	15,829
State Revenues	11,566	12,441	13,114	16,134	16,163	15,831	16,882	15,183	20,481	25,113
Federal Revenues	1,823	1,556	1,289	1,044	1,259	2,234	10,578	57,840	19,161	18,408
Other Govt/Citizens	2,171	1,084	1,443	1,298	2,518	978	1,337	1,272	3,474	1,545
Total revenues	<u>\$ 158,362</u>	<u>\$ 166,055</u>	<u>\$ 181,096</u>	<u>\$ 192,544</u>	<u>\$ 198,281</u>	<u>\$ 209,446</u>	<u>\$ 224,312</u>	<u>\$ 281,800</u>	<u>\$ 268,723</u>	<u>\$ 354,874</u>
Expenditures										
General Government	(1) \$ 9,270	(1) \$ 9,421	(2) \$ 10,453	(2) \$ 13,128	(2) \$ 12,092	(2) \$ 11,309	(2) \$ 12,233	\$ 12,117	\$ 15,846	\$ 16,136
Finance	(1) 9,335	(1) 8,900	(2) 9,892	(2) 9,959	(2) 10,364	(2) 10,727	(2) 12,813	13,132	14,813	16,867
Admin. Of Justice	7,808	8,229	10,208	10,312	11,576	12,311	12,632	13,560	15,200	16,355
Public Safety	47,955	49,929	51,332	53,529	55,571	60,387	54,628	65,932	77,262	89,025
Public Health/Welfare	18,928	19,589	21,409	22,698	23,734	24,269	25,694	25,361	31,073	34,097
Social, Cultural/Rec.	2,307	2,687	2,802	2,920	2,974	3,035	2,897	3,129	3,318	3,440
Agriculture & Natural Resource	1,030	999	1,092	1,087	1,214	1,121	1,129	1,196	1,307	1,336
Other Operations	5,621	6,213	7,330	6,067	7,036	7,880	20,938	32,111	13,446	9,244
Highway & Bridge	8,622	7,684	10,887	10,154	11,588	10,419	11,168	14,068	13,583	17,367
Debt Service:										
Principal	27,906	29,017	28,574	30,505	34,148	36,701	38,044	39,022	39,353	40,952
Interest	13,693	13,739	14,188	16,558	18,455	18,144	17,791	17,800	16,281	18,520
Other charges	9,282	-	3,671	499	355	141	672	276	35,000	1,463
Capital Projects	39,639	9,358	87,954	110,345	45,976	16,583	103,430	31,727	24,365	167,181
	<u>\$ 201,396</u>	<u>\$ 165,765</u>	<u>\$ 259,792</u>	<u>\$ 287,761</u>	<u>\$ 235,083</u>	<u>\$ 213,027</u>	<u>\$ 314,069</u>	<u>\$ 269,431</u>	<u>\$ 300,847</u>	<u>\$ 431,983</u>
Excess of revenues over (under) expenditures	<u>\$ (43,034)</u>	<u>\$ 290</u>	<u>\$ (78,696)</u>	<u>\$ (95,217)</u>	<u>\$ (36,802)</u>	<u>\$ (3,581)</u>	<u>\$ (89,757)</u>	<u>\$ 12,369</u>	<u>\$ (32,124)</u>	<u>\$ (77,109)</u>

(1) Effective October 1, 2010, all fees from the offices of Register of Deeds and County Clerk were remitted to the county and the salaries for their operations are included in the Primary Government.

(2) Effective January 1, 2016, offices of Register of Deeds and County Clerk became excess fee offices, and the salaries for their operations are NOT included in the Primary Government.

(Continued)

Rutherford County, Tennessee

Table 5

Changes in Fund Balances - Governmental Funds - Primary Government

Last Ten Fiscal Years

(amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Other financing sources (uses)										
Transfers in	\$ 1,304	\$ 1,064	\$ 2,554	\$ 2,025	\$ 1,707	\$ 5,030	\$ 1,908	\$ 31,263	\$ 10,352	\$ 1,595
Transfers out	(748)	(514)	(1,962)	(1,421)	(1,079)	(4,420)	(1,265)	(31,263)	(10,352)	(1,595)
Insurance Recovery	48	71	64	127	214	39	241	546	110	255
Capital Lease Issued	341	-	-	-	-	-	-	-	-	-
Bond proceeds	33,864	-	101,000	81,530	40,680	14,610	90,370	27,140	-	198,085
Other Loans Issued	-	-	2,163	639	444	529	8	-	-	-
Refunding Debt Issued	30,526	-	25,640	-	-	-	64,100	-	-	16,665
Payments to refunded bond escrow agent	(25,730)	-	(27,320)	-	-	-	(63,855)	-	-	(18,514)
Premiums on Debt Issued	8,549	-	15,567	5,694	3,817	2,682	11,503	2,886	-	14,861
TOTAL OTHER SOURCES	\$ 48,154	\$ 621	\$ 117,706	\$ 88,594	\$ 45,783	\$ 18,470	\$ 103,010	\$ 30,572	\$ 110	\$ 211,352
 Net change in fund balances	 \$ 5,120	 \$ 911	 \$ 39,010	 \$ (6,623)	 \$ 8,981	 \$ 14,889	 \$ 13,253	 \$ 42,941	 \$ (32,014)	 \$ 134,243
 Debt Service as a percentage of noncapital expenditures	 21.3%	 28.1%	 20.1%	 18.3%	 22.8%	 29.6%	 18.8%	 21.7%	 20.5%	 14.9%
Capital Expenditures	\$ 6,268	\$ 13,551	\$ 46,623	\$ 30,149	\$ 4,539	\$ 28,021	\$ 16,551	\$ 7,562	\$ 29,412	\$ 32,267

General Governmental TAX Revenues by Source

Last Ten Fiscal Years (expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Property Tax & PILOT	\$ 91,753	\$ 93,712	\$ 99,664	\$ 104,408	\$ 106,858	\$ 116,292	\$ 119,654	\$ 127,126	\$ 128,802	\$ 187,148
Sales Tax	3,370	4,106	4,355	4,262	4,788	5,380	7,906	10,282	10,821	10,872
Hotel/Motel Tax	1,709	2,061	4,248	4,517	4,494	3,551	3,974	5,393	6,136	6,059
Wheel Tax	6,449	6,684	6,989	7,232	7,390	7,637	7,891	8,638	9,149	9,308
Litigation Tax	2,080	2,092	3,191	3,378	3,447	2,894	2,497	2,775	2,993	3,492
Business Tax	2,454	2,455	2,739	2,814	3,051	3,196	3,684	4,129	4,936	6,087
Mixed Drink Tax	17	17	9	-	6	8	15	23	22	28
Mineral Severance	346	433	478	445	549	456	491	541	514	1,128
Develop./School Facilities	3,353	5,188	6,196	5,807	6,484	6,142	6,152	2,742	2,975	3,479
Bank Excise Tax	152	283	461	513	627	1,014	965	1,124	1,695	1,806
Wholesale Beer Tax	969	1,064	1,089	1,019	998	1,070	960	785	733	922
Other Statutory Tax	8	7	6	-	-	-	-	-	-	-
	\$ 112,660	\$ 118,102	\$ 129,425	\$ 134,395	\$ 138,692	\$ 147,640	\$ 154,189	\$ 163,558	\$ 168,776	\$ 230,329

Rutherford County, Tennessee
Changes in Fund Balances - Governmental Funds - Rutherford County School Department
Last Ten Fiscal Years
(amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Taxes	\$ 123,915	\$ 141,531	\$ 146,700	\$ 152,564	\$ 158,635	\$ 171,578	\$ 188,221	\$ 209,154	\$ 221,267	\$ 212,145
Licenses & Permits	13	12	14	13	12	11	13	14	15	15
Charges for Service	6,466	6,661	7,183	7,320	7,790	6,612	1,398	1,972	9,488	7,672
Other Local Revenue	326	607	715	1,436	1,959	3,165	21,397	14,954	26,798	32,255
State Revenues	175,350	184,802	200,020	217,057	227,973	234,624	244,194	255,492	276,880	349,497
Federal Revenues	24,265	25,541	25,861	27,362	28,914	27,873	49,358	72,405	59,017	57,431
Other Govt/Citizens	35,625	-	45,406	87,349	44,586	529	89,297	23,697	35,000	150,337
Total revenues	<u>\$ 365,960</u>	<u>\$ 359,154</u>	<u>\$ 425,899</u>	<u>\$ 493,101</u>	<u>\$ 469,869</u>	<u>\$ 444,392</u>	<u>\$ 593,878</u>	<u>\$ 577,688</u>	<u>\$ 628,465</u>	<u>\$ 809,352</u>
Expenditures										
Education										
Instruction	\$ 206,071	\$ 219,513	\$ 224,316	\$ 246,325	\$ 259,080	\$ 277,106	\$ 296,090	\$ 306,808	\$ 330,706	\$ 367,595
Support Services	100,128	103,746	110,561	120,208	126,709	134,297	135,973	157,385	168,422	186,199
Operational Services	18,418	19,327	20,806	22,432	22,435	21,711	36,773	38,649	45,575	52,445
Capital Outlay	41	49	33	5	45	41	303	3,402	1,910	1,473
Other Debt Service	550	510	424	547	725	605	649	648	648	371
Capital Projects	17,531	23,635	53,867	58,700	93,716	23,585	61,858	38,776	31,972	91,423
	<u>\$ 342,739</u>	<u>\$ 366,780</u>	<u>\$ 410,007</u>	<u>\$ 448,217</u>	<u>\$ 502,710</u>	<u>\$ 457,345</u>	<u>\$ 531,646</u>	<u>\$ 545,668</u>	<u>\$ 579,233</u>	<u>\$ 699,506</u>
Excess of revenues over (under) expenditures	<u>\$ 23,221</u>	<u>\$ (7,626)</u>	<u>\$ 15,892</u>	<u>\$ 44,884</u>	<u>\$ (32,841)</u>	<u>\$ (12,953)</u>	<u>\$ 62,232</u>	<u>\$ 32,020</u>	<u>\$ 49,232</u>	<u>\$ 109,846</u>
Other financing sources (uses)										
Transfers in	\$ 223	\$ 148	\$ 19,307	\$ 4,763	\$ 311	\$ 989	\$ 2,942	\$ 1,479	\$ 3,868	\$ 35,030
Transfers out	(223)	(148)	(19,307)	(4,763)	(311)	(989)	(2,942)	(1,479)	(3,868)	(35,030)
Insurance Recovery	-	3	34	435	36	4	-	1	22	5
TOTAL OTHER SOURCES	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ 34</u>	<u>\$ 435</u>	<u>\$ 36</u>	<u>\$ 4</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 22</u>	<u>\$ 5</u>
Net change in fund balances	<u>\$ 23,221</u>	<u>\$ (7,623)</u>	<u>\$ 15,926</u>	<u>\$ 45,319</u>	<u>\$ (32,805)</u>	<u>\$ (12,949)</u>	<u>\$ 62,232</u>	<u>\$ 32,021</u>	<u>\$ 49,254</u>	<u>\$ 109,851</u>
Debt Service as a percentage of noncapital expenditures	0.2%	0.1%	0.1%	0.1%	0.2%	0.1%	0.1%	0.1%	0.1%	0.1%
Capital expenditures	\$ 14,800	\$ 21,388	\$ 47,181	\$ 54,739	\$ 83,640	\$ 21,115	\$ 40,439	\$ 38,633	\$ 23,734	\$ 68,132

General Governmental TAX Revenues by Source - Rutherford County School Department
Last Ten Fiscal Years (expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Property Tax & PILOT	\$ 67,812	\$ 80,435	\$ 80,870	\$ 83,703	\$ 85,922	\$ 95,843	\$ 98,564	\$ 101,602	\$ 106,247	\$ 94,822
Sales Tax	49,976	54,616	59,027	61,849	65,354	68,090	81,356	95,663	101,894	104,704
Wheel Tax	3,654	3,787	3,965	4,096	4,191	4,323	4,495	4,909	5,219	5,303
Business Tax	1,960	2,272	2,395	2,422	2,631	2,810	3,260	3,504	4,198	3,120
Mixed Drink Tax	492	402	424	494	537	512	546	734	733	717
Other Statutory Tax	22	19	19	-	-	-	-	-	-	-
Develop./School Facilities	-	-	-	-	-	-	-	2,742	2,975	3,479
	<u>\$ 123,916</u>	<u>\$ 141,531</u>	<u>\$ 146,700</u>	<u>\$ 152,564</u>	<u>\$ 158,635</u>	<u>\$ 171,578</u>	<u>\$ 188,221</u>	<u>\$ 209,154</u>	<u>\$ 221,266</u>	<u>\$ 212,145</u>

Table 6

Rutherford County, Tennessee
Assessed and Estimated Actual Value of Property
Last Ten Fiscal Years

Fiscal Year Ending June 30	Tax Year	Tax Rate	<u>Real Property</u>		<u>Personal Property</u>		<u>Public Utilities</u>		Equalization Ratio	<u>Total</u>		Ratio of Total Assessed Value To Total Estimated Actual Value
			Estimated	Assessed	Estimated	Assessed	Estimated	Assessed		Estimated	Assessed	
2015	2014	\$2.4867	\$21,958,803,500	\$5,835,198,655	\$1,454,341,773	\$436,351,047	\$343,768,392	\$189,072,616	100.00%	\$23,756,913,665	\$6,460,622,318	27.19%
2016	2015	2.6800	22,388,256,768	5,965,452,501	1,439,914,594	432,002,439	372,429,031	204,835,967	100.00%	24,200,600,393	6,602,290,907	27.28%
2017	2016	2.6800	23,465,756,790	6,214,946,839	1,634,689,379	446,605,834	458,944,060	200,329,082	90.95%	28,102,683,045	6,861,881,755	24.42%
2018	2017	2.6800	24,448,618,078	6,484,653,382	1,826,626,737	498,900,870	452,694,692	197,601,233	90.95%	29,387,509,079	7,181,155,485	24.44%
2019	2018	2.0994	29,756,086,216	8,621,391,968	1,988,454,170	597,068,154	527,227,031	230,134,599	100.00%	32,271,767,417	9,448,594,721	29.28%
2020	2019	2.2194	33,644,344,347	8,990,796,267	2,091,229,863	627,954,052	560,217,666	244,535,011	100.00%	36,295,791,876	9,863,285,330	27.17%
2021	2020	2.2194	36,225,221,753	9,292,738,157	2,235,978,061	594,758,913	537,173,837	234,476,380	88.58%	44,026,161,268	10,121,973,450	22.99%
2022	2021	2.2194	37,762,680,926	9,678,569,274	2,380,877,077	633,344,313	767,059,601	334,821,516	88.58%	46,184,937,462	10,646,735,103	23.05%
2023	2022	1.6162	49,038,839,202	14,062,075,450	2,628,077,672	789,138,344	882,211,132	385,085,159	100.00%	52,549,128,006	15,236,298,953	28.99%
2024	2023	1.8762	50,747,865,156	14,542,465,390	3,302,166,420	990,649,926	971,454,646	424,039,953	100.00%	55,021,486,222	15,957,155,269	29.00%

Sources: Trustee Tax Rolls, Assessor Geographic Tax Rolls, Public Service Commission, Comptroller's Tax Aggregate Report

Table 7

Rutherford County, Tennessee
Property Tax Rates (per \$100 assessed value)
Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year Ending June 30	Tax Year	Rutherford County				(1) Average Daily Attendance Factor	(2) Net County Rate	Percent of Direct Tax Rate Collected for Benefit of the City of Murfreesboro	Overlapping Rate				Total Direct & Overlapping Rate (3)
		County Operating	Education	Debt Service	Total County Rate				City of Murfreesboro	Town of Smyrna	City of LaVergne	City of Eagleville	
2015	2014**	\$0.7182	\$1.2002	\$0.5683	\$2.4867	0.1494	\$2.3139	6.95%	\$1.2066	\$0.8840	\$1.0000	\$0.7282	\$6.3055
2016	2015	0.7182	1.3935	0.5683	2.6800	0.1501	2.4783	7.53%	1.2066	0.8840	0.9750	0.7282	6.4738
2017	2016	0.6982	1.3535	0.6283	2.6800	0.1490	2.4870	7.20%	1.2066	0.8840	0.9500	0.7282	6.4488
2018	2017	0.6982	1.3435	0.6383	2.6800	0.1503	2.4871	7.20%	1.2066	0.8840	0.9500	0.7282	6.4488
2019	2018**	0.5470	1.0524	0.5000	2.0994	0.1495	1.9491	7.16%	0.9494	0.7007	0.7100	0.5570	5.0165
2020	2019	0.6170	1.1224	0.4800	2.2194	0.1508	2.0615	7.11%	0.9494	0.7007	0.7100	0.5570	5.1365
2021	2020	0.6170	1.1224	0.4800	2.2194	0.1460	2.0665	6.89%	1.2894	0.7007	0.7100	0.5570	5.4765
2022	2021	0.6470	1.1024	0.4700	2.2194	0.1475	2.0649	6.96%	1.2894	0.7007	0.7100	0.5570	5.4765
2023	2022	0.5262	0.8027	0.2873	1.6162	0.1446	1.5160	6.20%	0.9526	0.5257	0.5363	0.4051	4.0359
2024	2023	0.7862	0.6927	0.3973	1.8762	0.1453	1.3696	4.59%	0.9526	0.5270	0.5363	0.4051	4.2972

Source: Rutherford County Trustee, Rutherford County Assessor and City/Town Recorders,

(1) Average daily attendance factor is the weighted full time equivalent determined by the Tennessee Department of Education and is based on the number of students attending county and city school systems. By law, Rutherford County must share locally generated revenue directed to the school's general operating fund with the City of Murfreesboro for its school system.

(2) Net county rate is arrived at by multiplying the portion of the tax rate designated for school operating purposes by the ADA factor and subtracting from the total county rate.

(3) Overlapping rates are those of local governments that apply to property owners within Rutherford County. Not all overlapping rates apply to all Rutherford County property owners (e.g., the rates for the city/town apply only to the portion of the Rutherford County property owners whose property is located within the geographic boundaries of the city/town.)

** Reappraisal year

Table 8

Rutherford County, Tennessee
Principal Taxpayers
For the Fiscal Year Ended June 30, 2024

<u>Taxpayer</u>	Type of Business	<u>2023</u>			Percentage of Total Taxes Levied (2)	<u>2014</u>			Percentage of Total Taxes Levied (2)
		Rank	Assessed Valuation	2023 Tax Liability		Rank	Assessed Valuation	2014 Tax Liability	
Nissan Motor Mfg. Co. Automobile Maker		1	\$ 501,557,607	\$ 8,063,569 (1)	2.70%	1	\$ 634,666,061	\$ 5,430,831 (1)	3.38%
Middle Tennessee Electric Public Utility-Electric Company		2	218,147,897	4,059,344	1.36%	2	65,520,432	1,629,297	1.03%
Progress Residential Real Estate Residential Rentals		3	189,978,813	3,579,871	1.20%				
Prologis Real Estate Development		4	155,860,360	2,924,252	0.98%	6	48,036,240	1,194,518	0.76%
American Homes 4 Rent LLC Real Estate Residential Rentals		5	\$ 98,195,567	\$ 1,859,209					
BVA Avenue Retail Mall (The Avenues)		6	76,153,040	1,428,783	0.48%	4	55,735,704	1,385,979	0.88%
Pillsbury Co./General Mills Bakery Goods		7	64,295,676	1,007,869	0.34%	3	66,996,517	1,457,911	0.92%
Topre America Corp. Automobile Supplier		8	52,218,635	979,726	0.33%				
Bridgestone Americas Tire Tire Maker		9	50,411,076	945,812		5	50,912,635	1,266,045	0.80%
Wal-Mart Retail		10	50,250,113	942,792	0.32%	10	18,887,552	469,677	0.30%
Swanson Development Commercial Properties						7	32,396,615	810,823	0.51%
HCA Health Services Stone Crest Medical Center						8	26,534,730	663,353	0.42%
Transwestern Stones River Shopping Mall (Stones River Mall)						9	24,370,120	606,012	0.38%
					<u>7.69%</u>				
									<u>9.40%</u>

Source: Trustee Tax Rolls, In-Lieu-of Tax Agreements

- (1) The taxes represent \$7,390,855 (2023 tax year) and \$593,033 (2013 tax year) collected on real and personal property not covered by the PILOT agreement. The remaining amounts of \$661,782 (2023) and \$4,834,411 (2013) represent net tax payments collected through payment in-lieu of tax agreements.
- (2) This information is presented instead of the percent of assessed value, since Nissan's payment is principally based on a payment in-lieu-of tax agreement that is not assessment driven.

Table 9

Rutherford County, Tennessee
Property Tax Levies and Collections-By Tax Year
Last Ten Fiscal Years
As of June 30, 2024

Tax Year	Total Tax Levy	Fiscal Year Tax Collections	Percent of Fiscal Year Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
2014	\$ 160,554,547	\$ 157,029,432	97.80%	\$ 3,411,872	\$ 160,441,304	99.93%	\$ 113,243	0.07%
2015	177,329,882	173,966,599	98.10%	3,244,676	177,211,275	99.93%	118,607	0.07%
2016	183,684,656	180,789,656	98.42%	2,758,967	183,548,623	99.93%	136,034	0.07%
2017	192,522,373	189,470,950	98.42%	2,807,934	192,278,884	99.87%	243,489	0.13%
2018	197,965,359	194,416,867	98.21%	3,305,415	197,722,282	99.88%	243,077	0.12%
2019	218,454,575	214,957,808	98.40%	3,346,508	214,957,808	98.40%	150,259	0.07%
2020	224,479,123	221,580,861	98.71%	2,676,788	221,580,861	98.71%	221,474	0.10%
2021	236,549,724	233,710,645	98.80%	2,452,509	233,710,645	98.80%	386,570	0.16%
2022	246,067,008	241,530,070	98.16%	3,661,965	241,530,070	98.16%	874,973	0.36%
2023	298,726,697	290,991,810	97.41%	(1)	290,991,810	97.41%	7,734,887	2.59%

Source: Trustee tax collection records and tax rolls, clerk and master tax collection records.

(1) Taxes are current until August 1st of the following year.

Rutherford County, Tennessee
Assessed and Estimated Actual Value of In-Lieu-of Tax Agreements
and Tax Payments
Last Ten Fiscal Years

Fiscal Year				
Ending	Tax			Tax
June 30	Year	Estimated	Assessed	Payments
2015	2014	\$2,104,185,762	\$722,166,495	\$6,055,327
2016	2015	2,015,195,277	691,418,633	6,051,274
2017	2016	2,027,809,763	684,509,281	6,097,602
2018	2017	2,005,770,586	683,852,116	6,189,101
2019	2018	2,159,563,288	746,458,126	6,174,236
2020	2019	2,086,766,418	724,470,608	5,751,196
2021	2020	2,123,583,821	727,122,146	5,676,655
2022	2021	2,147,759,351	724,194,857	5,647,756
2023	2022	2,213,575,621	786,195,518	4,269,576
2024	2023	747,191,513	272,388,051	1,969,367

Source: In lieu of tax agreements

NOTE: Property subject to in-lieu-of tax payment is included in the agreement with each company. The county had PILOT agreements with 22 companies in 2023-2024. A large portion of the Nissan PILOT expired in FY23 and is part of the tax roll for FY24. Section 7-53-305, TCA is the statutory basis for these agreements, which allows the county's Industrial Development Board to finance new development with revenue bonds, and establish these agreements during the term of the bonds.

In-lieu-of tax revenues are included in the General Fund. The revenues reflected in the financial statements include payments received from Nissan for the Town of Smyrna, Tennessee. Smyrna's portion of the payment has not been reflected in this table.

Table 11

Rutherford County, Tennessee
Ratio of Net General Obligation Bonded Debt
Last Ten Fiscal Years

Fiscal Year	General Net Bonded Debt	Assessed Value	% of Net Bonded Debt to Assessed Value	(1) Population	% of Net Bonded Debt to Total Personal Income (2)	Net Bonded Debt per Capita	% of Net Bonded Debt to Total Personal Income (2)
2015	\$ 395,513,771	\$ 6,460,622,318	6.12%	288,906	3.90%	\$ 1,369	3.90%
2016	363,657,798	6,602,290,907	5.51%	298,612	3.48%	1,218	3.48%
2017	447,234,285	6,861,881,755	6.52%	308,251	3.98%	1,451	3.98%
2018	500,776,297	7,181,155,485	6.97%	317,157	4.26%	1,579	4.26%
2019	507,486,072	9,448,594,721	5.37%	324,890	4.00%	1,562	4.00%
2020	484,257,422	9,863,285,330	4.91%	332,285	3.55%	1,457	3.55%
2021	547,855,462	10,121,973,450	5.41%	341,486	3.76%	1,604	3.76%
2022	534,212,789	10,646,735,103	5.02%	352,182	3.34%	1,517	3.34%
2023	486,062,736	15,236,298,953	3.19%	360,619	2.73%	1,348	2.73%
2024	650,288,001	15,957,155,269	4.08%	367,101	3.59%	1,771	3.59%

Sources: Table 6, Tennessee Dept. of Economic & Community Development, Census Bureau

(1) Population figures are estimated for all years except the 2011 fiscal year.

(2) See Table 13 for personal income data

NOTE: General Bonded Debt on this table includes capital outlay notes.

Table 12

Rutherford County, Tennessee
Direct and Overlapping Debt
General Obligation Bonds and Notes
As of June 30, 2024

			% of Estimated Property Value (1)	% of Assessed Property Value (1)
<u>Direct Debt</u>				
General Bonded Debt	\$ 602,030,000			
County School District of Rutherford (Notes)	235,857			
Unamortized Premium	<u>48,022,144</u>			
Total Direct Debt	.	\$ 650,288,001	100.00%	100.00%
<u>Overlapping Debt</u>				
City of Murfreesboro	\$ 258,860,461		44.15%	45.98%
Town of Smyrna	16,612,400		17.37%	18.40%
City of LaVergne	18,680,000		10.56%	45.98%
City of Eagleville	<u>4,881,880</u>		0.33%	0.31%
Total Overlapping Debt		<u>299,034,741</u>		
Total Direct and Overlapping Debt		<u><u>\$ 949,322,742</u></u>		

Source: City Recorders, Table 6, State of Tennessee 2023 Tax Aggregate Report,

(1) The percentages represent the ratio of the overlapping government's property value to the county's property value.

Table 13

Rutherford County, Tennessee
Demographic Statistics
Last Ten Fiscal Years

Fiscal Year Ending June 30	(1) Population	Per Capita Income	Total Personal Income	(2) Median Age	County School Enrollment	Average Unemployment rate
2015	288,906	\$35,113	\$10,144,356,378	32.1	41,376	5.10%
2016	298,612	36,194	10,456,560,000	32.8	42,556	3.89%
2017	308,251	37,654	11,244,031,000	32.9	43,850	3.70%
2018	317,157	38,098	11,743,613,000	32.9	44,768	2.63%
2019	324,890	39,968	12,676,094,000	33.1	45,848	2.58%
2020	332,285	41,031	13,633,985,835	32.2	47,027	5.21%
2021	341,486	42,712	14,585,550,032	34.1	46,865	5.00%
2022	352,182	45,374	15,979,906,068	33.6	48,808	2.78%
2023	360,619	49,411	17,818,545,409	33.6	49,624	2.63%
2024	367,101	49,411	18,138,827,511	33.6	50,553	3.00%

Source: University of Tennessee, Center for Business & Economic Research,
Tennessee Department of Education, Bureau of Economic Analysis &
Business and Economic Research Center, TACIR
Tennessee Department of Economic & Community Development

(1) Populations are estimated for all years except fiscal year 2021.

(2) The Census Bureau determines the median age for local areas each decade. TNECD information used for 2016-2024. Unemployment from TN Department of Labor and Workforce.

Table 14

Rutherford County, Tennessee
Principal Employers
Current Year and Nine Years Ago

Employer	2024			2015		
	Estimated Employees	Rank	% of Total County Employment	Employees	Rank	% of Total County Employment
Nissan Motor Manufacturing Corp. USA	8,000	1	2.25%	8,000	1	5.15%
Rutherford County Government & Board of Education	7,441	2	2.09%	6,073	2	3.91%
Amazon Fulfillment Center	2,700	3	0.76%	1,550	8	1.00%
City of Murfreesboro (includes schools)	2,388	4	0.67%	1,912	6	1.23%
Middle Tennessee State University	2,205	5	0.62%	2,205	3	1.42%
Ascension St. Thomas Rutherford	1,741	6	0.49%			
Ingram Book Company	1,700	7	0.48%	2,000	5	1.29%
Taylor Farms	1,700	8	0.48%			
Alvin C. York Veterans Administration Medical Center	1,300	9	0.37%	1,300	10	0.84%
Asurion	1,250	10	0.35%			
National Healthcare Corp.				2,071	4	1.33%
St. Thomas Rutherford				1,400	9	0.90%
State Farm Insurance				1,650	7	1.06%
Total			<u>8.55%</u>			<u>18.13%</u>

Source: Rutherford County Chamber of Commerce, Tennessee ECD
Bureau of Labor Statistics

Table 15

Rutherford County, Tennessee
Full-Time Employees by Function
Last Ten Years

	Employees as of June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Function:										
General Government	82	84	87	89	93	96	101	103	117	118
Finance	91	88	90	93	94	94	92	100	106	106
Justice	94	116	133	141	159	161	163	165	173	184
Public Safety	528	534	580	580	611	621	635	676	736	797
Health & Welfare	218	221	222	242	252	252	263	257	302	323
Agriculture	7	5	5	5	6	6	5	5	5	6
Other	3	3	3	3	3	3	3	3	3	3
Road & Bridge	64	60	65	65	67	70	71	72	74	73
Total	1087	1111	1185	1218	1285	1303	1333	1381	1516	1610
COMPONENT UNIT:										
Education	4911.5	4981.4	5095	5264	5396	5703	5714	5805	5925	6235

Source: Rutherford County Finance Department & Rutherford County Board of Education

Rutherford County, Tennessee
Operating Indicators by Function

FUNCTION	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>General Government</u>										
Registered Voters (1)	151,276	158,899	158,723	163,963	167,963	180,032	197,107	202,496	209,752	215,016
Building Permits Issued										
Single Family Homes	638	634	739	713	737	412	1,056	905	944	861
All other permits	2,016	2,189	2,625	2,682	2,492	3,438	3,374	3,153	4,068	3,758
<u>Public Safety</u>										
Number of warrants										
State - Issued	15,557	14,708	14,227	12,862	12,364	10,581	20,383	17,201	10,322	11,168
State - Served	13,626	11,513	10,670	10,561	9,939	7,203	7,400	7,725	8,203	9,200
Civil - Issued	19,804	19,526	18,663	17,325	18,237	17,902	17,270	17,492	21,212	20,368
Civil - Served	19,542	12,108	12,308	10,809	11,305	17,355	20,288	19,702	23,913	24,381
Rural Fire - Call Volume	2,683	2,738	3,747	6,312	5,803	6,829	6,516	6,859	7,443	9,023
<u>Public Health</u>										
Ambulance- Call Volume	28,700	31,433	34,920	34,343	35,055	35,905	44,866	41,515	45,402	49,298
Response Time -avg. minutes	8.00	8.00	7.90	7.60	6.90	6.50	6.80	7.40	7.05	6.58
Animal Control										
Requests for service	18,707	18,681	18,837	20,825	21,555	20,098	19,535	17,828	15,148	13,924
Animals Impounded	6,876	6,949	6,701	7,286	6,615	6,527	6,030	5,420	4,709	4,811
Animals Adopted	1,939	2,516	3,104	3,735	3,176	2,764	2,122	1,862	1,426	1,193
<u>Road & Bridge</u>										
Street Resurfaced (miles)	35.1	36.5	48.1	41.2	48.2	41.9	52.6	61.2	75.4	52.7
<u>Sanitation</u>										
(tons per day)										
Refuse Collected	113.1	120.8	112.4	120.4	122.0	120.3	102.9	119.5	106.1	34.4
Recyclables Collected	13.6	11.3	24.9	15.7	17.2	17.9	29.5	14.9	14.5	7.1
Tires Collected	13.7	9.8	10.1	11.2	12.9	12.1	11.7	15.6	8.6	8.5

N/A = Information is not available for this time period.

Source: Election Commission, Building Codes, Sheriff's Office, Rural Fire Department, Ambulance Department, PAWS, Highway Department, and Convenience Center Department

(1) The Election Commission purged 11,000 records in June, 2017.

Rutherford County, Tennessee
Capital Assets by Function

FUNCTION	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Highways and Streets										
Number of Streets in System	2,150	2,200	2,246	2,286	2,359	2,326	2,382	2,419	2,482	2,541
Number of Miles	971	973	980	974	972	970	975	980	984	986
Number of Bridges	166	166	166	166	167	167	167	167	167	168
Public Safety										
Number of Correctional Facilities	3	3	3	3	3	3	3	3	3	3
Health and Welfare										
Nursing Home	1	1	1	1	1	1	1	1	1	1
Number of Beds	131	131	131	131	131	131	131	131	131	131
Dispatch Station	1	1	1	1	1	1	1	1	1	1
Special Operations	1	1	1	1	1	1	1	1	1	1
Ambulance Stations	12	12	12	12	12	12	12	12	15	18
Number of ambulance units	29	28	32	34	33	31	33	30	32	36
Sanitation/Landfill										
Number of SW trucks	17	18	18	18	21	22	19	22	23	22
Health Department Facilities	2	2	2	2	2	2	2	2	2	2
<u>Facilities and Services Not Included in the Primary Government</u>										
Education:										
Form of Administration										
Number of Employees	4,912	4,981	5,095	5,264	5,396	5,703	5,714	5,805	5,925	6,647
Elementary Schools	24	24	24	24	24	24	24	25	25	23
Middle Schools	10	10	10	11	11	11	11	11	11	11
High Schools	8	8	8	8	8	9	9	9	9	9
K-12 School	1	1	1	1	1	1	1	1	1	1
Alternative School	2	2	2	2	2	2	2	2	2	3
Magnet School	1	1	1	1	1	1	1	1	1	3
Virtual School	-	-	-	-	-	-	-	1	1	1

Source: Rutherford County Highway Dept., Sheriff's Department, Ambulance Department, Convenience Center Department, Board of Education

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*

Rutherford County Mayor and
Board of County Commissioners
Rutherford 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 Rutherford County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Rutherford County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated December 10, 2024. Our report includes a reference to other auditors who audited the financial statements of the discretely presented Community Care of Rutherford County, Inc., Rutherford County Emergency Communications District, and the Internal School Fund of Rutherford County School Department (a discretely presented component unit), as described in our report on Rutherford County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified the following deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs, that we consider to be a significant deficiency: 2024-001.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Rutherford County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2024-002 and 2024-003.

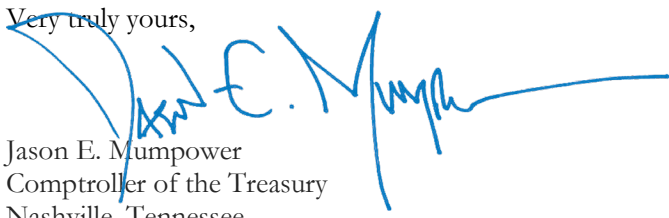
Rutherford County's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Rutherford County's responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Rutherford County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

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

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 10, 2024

JEM/gc



JASON E. MUMPOWER
Comptroller

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

Rutherford County Mayor and
Board of County Commissioners
Rutherford 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 Rutherford 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 Rutherford County's major federal programs for the year ended June 30, 2024. Rutherford 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, Rutherford County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of Rutherford 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 Rutherford 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 Rutherford 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 Rutherford 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 Rutherford 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 Rutherford 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 Rutherford 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 Rutherford 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 Rutherford County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Rutherford County's basic financial statements. We issued our report thereon dated December 10, 2024, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 10, 2024

JEM/gc

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

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Agriculture:				
Passed-through State Department of Agriculture:				
Child Nutrition Cluster: (5)				
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(4)	\$ 0	\$ 1,015,262 (6)
National School Lunch Program (Cash Assistance)	10.555	(4)	0	1,251,671 (6)
National School Lunch Program (Commodity Rebate - Food Storage)	10.555	(4)	0	50,131 (6)
Passed-through State Department of Education:				
Child Nutrition Cluster: (5)				
School Breakfast Program	10.553	(4)	0	3,759,098
National School Lunch Program	10.555	(4)	0	11,634,784 (6)
COVID 19 - State Pandemic Electronic Benefit Transfer (P-EBT)				
Administrative Costs Grant	10.649	(4)	0	6,180
Passed-through State Department of Health:				
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	(4)	0	772,963
Total U.S. Department of Agriculture				<u>\$ 18,490,089</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	14.228	(4)	0	\$ 27,384
Total U.S. Department of Housing and Urban Development				<u>\$ 27,384</u>
U.S. Department of Interior:				
Direct Program:				
Payments in Lieu of Taxes	15.226	N/A	0	\$ 56,089
Total U.S. Department of Interior				<u>\$ 56,089</u>
U.S. Department of Justice:				
Direct Programs:				
State Criminal Alien Assistance Program (SCAAP)	16.606	N/A	0	\$ 102,226
Public Safety Partnership and Community Policing Grants	16.710	N/A	0	107,783
Edward Byrne Memorial Justice Assistance Grant Program	16.738	N/A	0	215,115
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	N/A	0	893
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	N/A	0	8,138
Second Chance Act Reentry Initiative	16.812	N/A	0	140,184
Body Worn Camera Policy and Implementation	16.835	N/A	0	76,695
Comprehensive Opioid Abuse Site-Based Program	16.838	N/A	0	174,591
Equitable Sharing Program	16.922	N/A	0	21,976
Passed-through State Department of Mental Health and Substance Abuse Services:				
Drug Court Discretionary Grant Program	16.585	(4)	0	167,466
Passed-through State Department of Finance and Administration:				
Violence Against Women Formula Grants	16.588	(4)	0	70,914
Passed-through City of Murfreesboro:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	(4)	0	33,842
Total U.S. Department of Justice				<u>\$ 1,119,823</u>
U.S. Department of Transportation:				
Passed-through State Department of Safety and Homeland Security:				
Highway Safety Cluster: (5)				
State and Community Highway Safety	20.600	Z21THS252	0	\$ 174,236
Passed-through State Department of Military:				
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	(4)		24,471
Total U.S. Department of Transportation			0	<u>\$ 198,707</u>

(Continued)

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

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Treasury:				
Direct Program:				
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	\$ 0	\$ 13,349,909 (6)
Passed-through State Department of Environment and Conservation:				
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(4)	(3) 2,181,945	2,181,945 (6)
Passed-through State Department of Education:				
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(4)	0	246,442 (6)
Passed-through State Department of Health:				
COVID 19 - Local Assistance and Tribal Consistency Fund	21.032	(4)	0	50,000
Total U.S. Department of Treasury				<u>\$ 15,828,296</u>
U.S. Department of Education:				
Passed-through State Department of Education:				
Title 1 Grants to Local Educational Agencies	84.010	(4)	0	\$ 6,249,682
Title 1 State Agency Program for Neglected and Delinquent Children and Youth	84.013	(4)	0	120,126
Special Education Cluster: (5)				
Special Education - Grants to States	84.027	(4)	0	10,970,365 (6)
COVID 19 - American Rescue Plan - Special Education - Grants to States	84.027	(4)	0	383,780 (6)
Special Education - Preschool Grants	84.173	(4)	0	338,471 (6)
COVID 19 - American Rescue Plan - Special Education - Preschool Grants	84.173	(4)	0	15,655 (6)
Career and Technical Education - Basic Grants to States	84.048	(4)	0	762,924
Education for Homeless Children and Youth	84.196	(4)	0	213,170
English Language Acquisition State Grants	84.365	(4)	0	749,730
Supporting Effective Instruction State Grants	84.367	(4)	0	1,079,815
Student Support and Academic Enrichment Program	84.424	(4)	0	408,735
COVID 19 - Education Stabilization Fund Program - Elementary and				
Secondary School Emergency Relief Fund (ESSER II)	84.425D	(4)	0	399,778 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and				
Secondary School Emergency Relief Fund (ESSER III)	84.425D	(4)	0	17,329,515 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and			0	
Secondary School Emergency Relief Fund (ESSER-ARP)	84.425U	(4)	0	398,360 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund - Homeless Children and Youth (ESSER-ARP)	84.425W	(4)	0	211,342 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and				
Secondary School Emergency Relief Fund - Tennessee All Corps	84.425D	(4)	0	2,050,191 (6)
Total U.S. Department of Education				<u>\$ 41,681,639</u>
U.S. Delta Regional Authority:				
Passed-through State Division of Elections:				
2018 HAVA Election Security Grants	90.404	30501-03020-75	0	\$ 28,332
Total U.S. Delta Regional Authority				<u>\$ 28,332</u>
U.S. Department of Health and Human Services:				
Passed-through State Department of Health:				
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	Z-23-272578-00	0	\$ 52,122
Maternal and Child Health Services Block Grant to the States	93.994	(4)	0	178,016
Passed-through the State Department of Human Services:				
Child Support Enforcement	93.563	34513	0	29,969
Passed-through the State Department of Education:				
CCDF Cluster: (5)				
COVID 19 - Child Care and Development Block Grant	93.575	(4)	0	12,964
Total U.S. Department of Health and Human Services				<u>\$ 273,071</u>

(Continued)

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

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Homeland Security:				
Passed-through State Department of Military:				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	(4)	\$ 0	\$ 38,127
Emergency Management Performance Grant	97.042	(4)	0	76,761
Homeland Security Grant Program	97.067	(4)	0	156,763
Total U.S. Department of Homeland Security				<u>\$ 271,651</u>
Total Expenditures of Federal Awards				<u>\$ 77,975,081</u>
State Grants		Contract Number		
Public School Security Grant - State Department of Education	N/A	(4)	\$	1,162,379
Innovative School Models - State Department of Education	N/A	(4)		2,439,194
2023 Training Equipment Grant - State Department of Corrections Institute	N/A	(4)		13,125
TSLA-Archives Development Program Grant - Tennessee Secretary of State	N/A	(4)		4,856
HAVA Election Security Grant Program - Tennessee Division of Elections	N/A	(4)		5,668
Day Treatment - Academic & Behavioral Remediation- Custody Prevention - State Department of Children Services	N/A	(4)		417,696
Juvenile Justice - State Commission on Children and Youth	N/A	(4)		4,500
Juvenile Court Custody Prevention - State Department of Child Services	N/A	(4)		42,683
Evidence-Based Jail Programming Project - Department of Finance and Administration	N/A	(4)		262,346
Litter/Litter Removal Program - State Department of Transportation	N/A	(4)		111,591
TDOT Litter Grant Program - State Department of Transportation	N/A	(4)		69,832
Tennessee Certified Recovery Court Program - State Department of Mental Health and Substance Abuse	N/A	(4)		112,529
Tennessee Veterans Treatment Court Initiative (IVTCI) - State Department of Mental Health and Substance Abuse	N/A	(4)		103,404
Tennessee Mental Health Recovery Court Grant - State Department of Mental Health and Substance Abuse	N/A	(4)		189,710
Local Health Services - State Department of Health	N/A	(4)		1,925,716
Early Childhood Education - State Department of Education	N/A	(4)		2,041,880
SRO Grant - State Department of Safety and Homeland Security	N/A	(4)		3,675,000
Safe Schools act - State Department of Education	N/A	(4)		294,064
2024 Direct Appropriations Grant - State Department of Children Services	N/A	(4)		58,225
Violent Crime Intervention Fund- State Department of Finance and Administration	N/A	(4)		14,374
Summer Learning Camps- State Department of Education	N/A	(4)		2,470,669
Learning Camp Transportation- State Department of Education	N/A	(4)		244,092
AOC Court Security Grant Program - Administrative Office of the Courts	N/A	(4)		55,203
Child Nutrition State Match - State Department of Education	N/A	(4)		180,297
2024 Appropriations Act - Capital Maintenance and Improvement - Tennessee State Museum	N/A	(4)		20,276
Mental Health Transportation Grant - State Department of Finance and Administration	N/A	(4)		514,067
Animal Friendly (Low Cost Sterilization of Dogs and Cats) - State Department of Health	N/A	(4)		3,000
Law Enforcement Hiring, Training, and Recruitment Program - State Department of Commerce and Insurance	N/A	(4)		11,000
Total State Grants				<u>\$ 16,447,376</u>

(Continued)

RUTHERFORD COUNTY, TENNESSEE, AND THE RUTHERFORD COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (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) Rutherford County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.

(3) SUBRECIPIENT AMOUNTS

The following amounts were paid to subrecipients from the COVID 19 - Coronavirus State and Local Fiscal Recovery Funds:

Subrecipients	ALN	Amount Provided to Subrecipients
Rutherford County Consolidated Utility District	21.027	\$ 2,181,945
Total amounts provided to subrecipients		<u>\$ 2,181,945</u>

- (4) Information not available.
(5) Child Nutrition Cluster total \$17,710,946; Highway Safety Cluster total \$174,236; Special Education Cluster total \$11,708,271;
CCDF Cluster total \$12,964.
(6) Total for ALN 10.555 is \$13,951,848; Total for ALN 21.027 is \$15,778,296; Total for ALN 84.027 is \$11,354,145;
Total for ALN 84.173 is \$354,126; Total for ALN No. 84.425 is \$20,389,186.

(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	\$ 302,978
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	5,000
English Language Acquisition State Grants	84.365	4,000
Supporting Effective Instruction State Grants	84.367	50,000
Student Support and Academic Enrichment Program	84.424	3,000
Total amounts consolidated for administration purposes		<u>\$ 364,978</u>

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

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Comprehensive Financial Report for Rutherford County, Tennessee, for the year ended June 30, 2024.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
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OFFICES OF DIRECTOR OF FINANCE AND COUNTY MAYOR

2023	354	2023-001	All accounting records for the year ended June 30, 2023, were not available for audit by August 31, 2023.	N/A	Corrected
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OFFICES OF DIRECTOR OF FINANCE AND DIRECTOR OF SCHOOLS

2023	355	2023-002	The office had deficiencies in budget operations.	N/A	Corrected
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Prior-year Federal Awards Findings

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

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

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Rutherford County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **YES**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * Assistance 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 Numbers: 84.027 and 84.173 Special Education Cluster: Special Education - Grants to States and Special Education - Preschool Grants
 - * Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$2,339,252**
9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

OFFICES OF DIRECTOR OF FINANCE AND ASSESSOR OF PROPERTY

FINDING 2024-001

EXPENDITURES WERE MISCLASSIFIED IN THE ACCOUNTING RECORDS OF THE GENERAL FUND

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

All expenditures of the Assessor of Property were budgeted and coded as reappraisal expenditures in the county General Fund. This gives the false impression that every expenditure in the office was spent on their reappraisal program. Sound accounting procedures dictate that accounting records should accurately reflect the true nature of the transactions. Section 67-5-1601, *Tennessee Code Annotated* requires assessors to perform a reappraisal over a four-, five-, or six-year period; however, reappraisal is not the sole responsibility of the office. This deficiency was in part attributable to the failure of management to accurately identify and post expenditures within the general ledger.

RECOMMENDATION

Officials should ensure that the general ledger accurately reflects transactions and account balances for the assessor's office.

MANAGEMENT RESPONSE – DIRECTOR OF FINANCE

We do not concur with this finding. All positions in the county property assessor's office contribute to reappraisal. The county is on a four-year reappraisal cycle and bills the cities in compliance with Section 67-5-1601(b)(2) *Tennessee Code Annotated (TCA)*. Additionally, this *TCA* code does not specify a budget function. The assessor's office works on a continuing basis to complete the reappraisal within the required four-year period. For example, they reappraise a certain percentage of parcels every year, to meet the four-year cycle. We have asked the auditors for examples of positions in the assessor's office that do not perform the duties or support the reappraisals but received no examples. Our budget has been budgeted the same way for at least the last three years and our budget was approved by the comptroller's office. We strongly believe the general ledger reflects the true nature of the transactions. Also, there are several counties in TN that currently utilize a single function budget for the property assessor's office. We believe the sole purpose of the office is to appraise and reappraise property. Additionally, our reappraisal plan has been approved by the state board of equalization and is in compliance with the *TCA* mentioned above.

AUDITOR'S COMMENT

Assessors have existed in some form in Tennessee since at least the early 1800s. Their roles and responsibilities have evolved over time, but their core functions of identifying assessable property, tracking ownership, and making an assessment on such property existed long before the concept of mandatory reappraisal began around

1980. Based on this fact alone, it's clear that certain functions must be performed regardless of whether properties are periodically revalued at current market value (reappraised). There are many duties and functions within an assessor's office that are not directly related to the periodic reappraisal of real property. Furthermore, most counties in Tennessee do indeed account for operations of the Assessor's Office and Reappraisal program separate on the accounting records. Therefore, management should maintain accounting and payroll records which separate reappraisal expenditures from the other expenditures of the assessor's office.

OFFICE OF ASSESSOR OF PROPERTY

FINDING 2024-002

THE ASSESSOR DID NOT PROPERLY PRORATE IMPROVEMENTS AND NEW CONSTRUCTION (Noncompliance Under *Government Auditing Standards*)

The assessor did not properly prorate improvements and new construction. During the initial review of the operations of the assessor's office by the Comptroller's Division of Property Assessments it was determined that 106 single family dwellings had not been properly added or prorated for the 2023 tax year due to the assessor's office failing to send change orders in a timely manner. A further review of building permits identified an additional 15 of the 95 items tested which had proration issues. Assessors are required to pick up new construction and improvements and to prorate their values for the portion of the year following their date of completion. Section 67-5-603(b)(1), *Tennessee Code Annotated*, provides that for the year in which an improvement or building is completed, the assessment, or increase in assessment, shall be prorated for the portion of the year following the date of its completion. This deficiency can be attributed to management's failure to properly comply with this statute and resulted in an incorrect assessed value on the affected properties.

RECOMMENDATION

The assessor should properly prorate new construction and improvements as required by state statute.

MANAGEMENT'S RESPONSE – ASSESSOR OF PROPERTY

We concur with this finding and have proactively taken steps to address this issue.

FINDING 2024-003

THE ASSESSOR DID NOT PROPERLY PICK UP ALL IMPROVEMENTS IN THE APPROPRIATE TAX YEAR (Noncompliance Under *Government Auditing Standards*)

The assessor did not properly pick up all improvements, specifically additions and outbuildings (objective data collection) discovered in the current review cycle. Instead, it was the practice of the office to defer what they deemed as "nominal changes" on the tax roll until the next reappraisal year of 2026. Section 67-5-1601 (b)(4), *Tennessee Code Annotated*, provides that where the on-site review is undertaken by the county assessor of property and the county assessor's staff or a professional firm is employed to carry out this work, the division shall monitor the on-site review conducted by the county or the professional firm. This deficiency can be attributed to management's failure to properly comply with this statute and resulted in an incorrect assessed value on the affected properties.

RECOMMENDATION

The assessor should put all improvements/objective changes in the appropriate tax year as required by state statute. The county should not be pushing objective changes to reappraisal tax years.

MANAGEMENT'S RESPONSE – ASSESSOR OF PROPERTY

We concur with the finding. We took immediate proactive action when it was brought to our attention. We discussed a series of reviews which would assist our office in finding anomalies.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned costs related to federal awards for the year ended June 30, 2024.

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

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 DIRECTOR OF FINANCE

2024-001	Expenditures were misclassified in the accounting records of the General Fund.	348
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OFFICE OF ASSESSOR OF PROPERTY

2024-002	The assessor did not properly prorate improvements and new construction.	349
2024-003	The assessor did not properly pick up all improvements in the appropriate tax year.	350



Rutherford County, Tennessee

Finance Department

1 Public Square
Historic Courthouse, Ste. 201, Murfreesboro, TN 37130
Michael Smith, Finance Director

Phone: (615) 898-7795
Fax: (615) 904-7526
msmith@rutherfordcountyttn.gov

Mr. Jeff Bailey, CPA, Legislative Audit Manager
Division of Local Government Audit
Cordell Hull Building
425 Rep. John Lewis Way N.
Nashville, TN 37243-3400

December 10, 2024

Dear Mr. Bailey,

Below are the required bulleted items for the county's corrective action plan to findings noted:

FINDING 2024-001.

- Preparer of the corrective action plan: Michael Smith, Finance Director
- Person responsible for implementing the correction action plan: Michael Smith-Finance Director, Rob Mitchell-Property Assessor, Joe Carr-County Mayor, & the Rutherford County Commission
- Specific corrective action taken: We do not concur please see management response.
- Anticipated completion date of corrective action: N/A We do not concur.
- Is this a repeat finding? No.

As stated above, please reach out if you need anything from me.

Sincerely,

Michael Smith, CPA
Finance Director

ROB MITCHELL



**Rutherford County
Assessor of Property**

**IMPORTANT DISCLOSURE REGARDING MANAGEMENT RESPONSES AND CORRECTIVE ACTION PLANS FOR AUDIT
FINDINGS AND RECOMMENDATIONS**

Pursuant to requirements of the recently passed **Public Chapter 383** and also mandated by federal uniform guidance (uniform guidance 200.511) all findings and recommendations resulting from an audit of any agency, department, or office of an entity of a local government must be accompanied by a written response and a corrective action from management of that agency, department, or office. We have provided the information in this disclosure to assist in organizing your responses and corrective action plans. If you have any questions, please contact your representative from the Division of Property Assessments for assistance. Please be aware that failure to provide these documents is a violation of Tennessee Code Annotated and will also subject your county government to scrutiny from federal agencies and could put your county's future federal funding at risk.

Example/Explanation of Management's Response:

Please include a statement that "We concur with this finding" (or) "We disagree with this finding". Include any explanations you wish published in the audit report in your response. Also, you may discuss corrective actions here; however, as you will see below, the corrective action will have to be in more detailed form also.

Response:

County: Rutherford

Finding 2024-002: Proration

Management's (Assessors) Response:

We concur with this finding and have proactively undertaken steps to address these issues.

Corrective Action Plan:

County: Rutherford

Finding 2024-002: Proration

1) Name and Title of person preparing the corrective action plan:

Rob Mitchell, Rutherford County Assessor

2) Name and title of person responsible for implementing the corrective action plan:

Rob Mitchell, Rutherford County Assessor

Russell Key, Chief Deputy

Lance Jenkins, Residential Valuation Manager

3) Specific actions to be taken to correct the finding: Due to cut-off date for tax billing some change notices were hand processed after the cut-off date

4) Anticipated completion date of the corrective action: Immediate

5) If this is a repeat finding, an explanation of why action has not been taken in previous years:

Not Applicable

Response:

County: Rutherford

Finding 2024-003: Other (Pushing objective changes to next reappraisal (2026))

Management's (Assessors) Response: We concur with the finding. We took immediate proactive action when it was brought to our attention. We discussed a series of reviews which would assist our office in finding anomalies. Mr. Ryan Duggin offered to assist in implementing these at the suggestion of Assessor Mitchell and Chief Deputy Key.

Corrective Action Plan:

County: Rutherford

Finding 2024-003: Other (Pushing objective changes to next reappraisal (2026))

1) Name and Title of person preparing the corrective action plan:

Rob Mitchell, Assessor

2) Name and title of person responsible for implementing the corrective action plan:

Rob Mitchell, Assessor

Russell Key, Chief Deputy

Rob Brock, IT Coordinator

3) Specific actions to be taken to correct the finding:

We are in the process of reviewing all changes which may need to be made for this current year.

4) Anticipated completion date of the corrective action:

Currently ongoing – approximately 30 days to complete

5) If this is a repeat finding, an explanation of why action has not been taken in previous years:

Not Applicable

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 Rutherford County.

RUTHERFORD COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF PURCHASING

Rutherford County operates under a private act that provides for a central system of accounting and budgeting covering all county departments under the supervision of the County Mayor, Highway Superintendent, and Director of Schools. However, Rutherford County has not adopted a central system of purchasing covering all departments. Sound business practices dictate that establishing a central system would significantly improve internal controls over the purchasing process. The absence of a central system of 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 purchasing is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Rutherford 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 purchasing covering all county departments.