



ANNUAL FINANCIAL REPORT

Blount County, Tennessee

For the Year Ended June 30, 2024

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

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

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

ROBERT J. ANDERSON, CPA, CGFM
Audit Manager

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

BLOUNT COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

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

Finding

The following is a summary of the audit finding:

OFFICE OF DIRECTOR OF SCHOOLS

- ◆ A cash shortage of \$34,562 existed in the school department as of June 30, 2024.



INTRODUCTORY SECTION

BLOUNT COUNTY OFFICIALS

June 30, 2024

Officials

Ed Mitchell, County Mayor
Jeff Headrick, Highway Superintendent
David Murrell, Director of Schools
Scott Graves, Trustee
Todd Orr, Assessor of Property
Gaye Hasty, County Clerk
Thomas Hatcher, Circuit and General Sessions Courts Clerk
Stephen Ogle, Clerk and Master
Phyllis Crisp, Register of Deeds
James Berrong, Sheriff
Brian Baldwin, Director of Accounts and Budgets
Charles Rafford, Purchasing Agent

Board of County Commissioners

Jared Anderson, Chairman	
Mike Akard	Jessica Hannah
Robbie Bennett	Jeff Jopling
Dyran Bledsoe	Scott King
Brad Bowers	Staci Crisp-Martin
Nick Bright	Earl McMahan
Richard Carver	Steve Mikels
Mike Caylor	Dawn Reagen
Misty Davis	Tom Stinnett
Ron French	Linda Webb
John Giles	David Wells

Board of Education

Erika Moore, Chairman	Robby Kirkland
Fred Goins	Joe Lindsey
Vandy Kemp	Phil Porter
Brian King	

Audit Committee

Jared Anderson	Ron French
Tim Eichhorn	Karen McKee

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Blount County Mayor and
Board of County Commissioners
Blount 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Blount 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 reports of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Blount County, Tennessee, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General, Other General Government, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Blount Memorial Hospital (major enterprise fund), which represent the entire assets, net position, and revenues of the business-type activities. Also, we did not audit the financial statements of the Internal School Fund, a special revenue fund of the discretely presented Blount County School Department, which represent 1.19 percent, 1.52 percent, and 3.52 percent, respectively, of the assets, net position, and revenues of the discretely presented Blount County School Department. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for Blount Memorial Hospital and the Internal School Fund of the Blount County School Department, are 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 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 Blount 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., Blount 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 principle, changes in accounting estimates, error corrections, and changes within the reporting entity.

Emphasis of Matter

We draw attention to Note I.D.10. and Note I.D. 11. to the financial statements. Note I.D. 10 describes a restatement to the beginning Business-Type Activities net position totaling \$133,106,983 on the Government-wide Statement of Activities. This restatement was necessary to report Blount Memorial Hospital as an enterprise fund. Note I.D. 11 describes a change in the reporting entity as the hospital had been reported on the Government-wide Statement of Net Position in prior years as a component unit. 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 Blount 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 Blount 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 Blount 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, schedules of changes in the county's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedule of county and school changes in the total other postemployment benefits liability and related ratios, as listed under Required Supplementary Information in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Blount 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 Blount 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 Blount County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Requirements by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2024, on our consideration of Blount 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 Blount 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 Blount County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 18, 2024

JEM/gc



Blount County, Tennessee Management's Discussion and Analysis (MD&A) For the Year Ended June 30, 2024

Introduction

This discussion and analysis of Blount County's financial performance provides an overall view of the financial activities for fiscal year ended June 30, 2024. It includes: a summary of accomplishments, review of the financial statements, evaluation of capital assets and debt administration, and a review of property tax rates.

In addition, this discussion and analysis includes an overall view of the Discretely Presented Component Unit (DPCU) Blount County School Department. A DPCU is an organization/entity for which the nature and significance of their relationship with the Primary Government are such that exclusion of their data would cause misleading or incomplete reporting.

Summary of County-wide Accomplishments

The financial stability of the county remained stable and maintained AA and AA+ credit ratings from S&P and Fitch Rating, respectively. In addition, the county was able to safeguard long-term assets with capital improvements. Accomplishments include:

- Continued progress with utilization of ARPA funds for the collaborative utility projects across the county and redevelopment of Eagleton Ballpark and consideration, in partnership with the state, for the County Health Department renovation project;
- Partnered with Juniper Advisory LLC. To form an affiliation with Blount Memorial Hospital to provide capital needs and financial stability;
- Highway department continued county-wide bridge and slip reconstruction and replacements;
- Receipt of opioid litigation settlement funds from Federal and State to assist in opioid abatement and remediation efforts;
- Construction of a new Drug Task Force building to support Blount County Sheriff's Office and the Fifth Judicial Drug Task Force, and partnered with Helen Ross McNabb for juvenile court services to provide treatment and support for justice-involved at-risk adolescents
- Park and Recreation site development at Everett Recreation Center and Athletic Complex, to include fully turfed soccer and football fields;
- Continued capital improvements for schools to include roof repairs for William Blount High School and Friendsville Elementary, continued progress with Heritage Career and Technical Education Building and new synthetic turf on softball fields at Heritage and William Blount High Schools;

- And, continued to make progress on fixed asset tracking with financial software, implemented new personnel time recording system (UKG), upgraded to CISCO telephone system county-wide.

These achievements were completed during the fiscal year without incurring new debt.

Financial Statement Discussion and Analysis

Statement of Net Position - June 30, 2024

The statement of net position, formerly called the balance sheet, is basically “assets” minus “liabilities”, or “what you have” minus “what you owe”. In total from 2023 to 2024, the net position of the Primary Government improved to \$124.1 million, while net position of the DPCU School Department improved to \$182.5 million.

Total assets of governmental activities in Table 1A for the Primary Government were \$337.8 million as taxes receivable ended at \$65 million, cash ended at \$137 million, and capital assets, net of accumulated depreciation, ended at \$112.6 million.

An additional portion of the Primary Government’s net position, \$23.3 million, represents resources that are subject to external restrictions on how they may be used. This is why they are referred to as “Restricted”.

Table 1A
Blount County Primary Government Net Position

Blount County Primary Government Governmental Activities			
	2024		2023
Assets:			
Current and Other Assets	\$ 225,233,784	\$	216,568,565
Capital Assets	112,560,805		98,190,231
Total Assets	<u>\$ 337,794,589</u>	<u>\$</u>	<u>314,758,796</u>
Total Deferred Outflows of Resources	<u>\$ 15,822,272</u>	<u>\$</u>	<u>15,015,573</u>
 Liabilities:			
Long-term Liabilities Outstanding	\$ 135,922,584	\$	146,083,710
Other Liabilities	26,775,128		36,833,376
Total Liabilities	<u>\$ 162,697,712</u>	<u>\$</u>	<u>182,917,086</u>
Total Deferred Inflows of Resources	<u>\$ 66,833,532</u>	<u>\$</u>	<u>64,489,355</u>
 Net Position:			
Net Investment in Capital Assets	\$ 90,856,098	\$	76,226,271
Restricted	23,320,916		25,672,384
Unrestricted	<u>9,908,503</u>		<u>(19,530,727)</u>
Total Net Position	<u><u>\$ 124,085,517</u></u>	<u><u>\$</u></u>	<u><u>82,367,928</u></u>

Total assets in the DPCU School Department in Table 1B were \$232.4 million as taxes receivable ended at \$29 million, cash ended at \$31 million, and capital assets, net of accumulated depreciation, ended at \$148.6 million. The majority of capital assets is accounted for in buildings and improvements.

It is also worth noting that \$29.8 million of net position is subject to external restriction. As such, these funds must be spent according to the rules pertaining to those external restrictions.

Table 1B
Blount County DPCU School Department Net Position

	DPCU School Department Governmental Activities	
	2024	2023
Assets:		
Current and Other Assets	\$ 83,733,158	\$ 86,466,198
Capital Assets	148,628,566	139,446,588
Total Assets	<u>\$ 232,361,724</u>	<u>\$ 225,912,786</u>
Total Deferred Outflows of Resources	<u>\$ 19,723,121</u>	<u>\$ 22,487,832</u>
Liabilities:		
Long-term Liabilities Outstanding	\$ 30,040,912	\$ 30,495,971
Other Liabilities	7,515,553	10,666,122
Total Liabilities	<u>\$ 37,556,465</u>	<u>\$ 41,162,093</u>
Total Deferred Inflows of Resources	<u>\$ 31,978,737</u>	<u>\$ 32,997,638</u>
Net Position:		
Net Investment in Capital Assets	\$ 137,995,413	\$ 127,938,166
Restricted	29,767,476	29,633,096
Unrestricted	14,786,754	16,669,625
Total Net Position	<u><u>\$ 182,549,643</u></u>	<u><u>\$ 174,240,887</u></u>

Statement of Activities - June 30, 2024

The statement of activities, or income statement, quantifies the revenues and expenses of the county and the net result is the total increase or decrease in the county's net position. In total from 2023 to 2024, the Primary Government improved its position by \$41.7 million, while the DPCU School Department improved by \$8.3 million.

The Primary Government revenue and expense statement in Table 2A demonstrate how the county benefited from increases of revenues and expenses in 2024.

Revenues for the Primary Government totaled \$152.8 million. General revenues, which include property tax and other taxes, of the Primary Government accounted for \$93.4 million or 61 percent of total revenues. Program specific revenues in the form of charges for services, sales, grants, and contributions accounted for \$59.4 million or 39 percent of total revenues.

Public Safety expenditures of \$40.5 million accounted for approximately 37 percent of the \$111.1 million total expenses for governmental activities, while Highways and Education expenses accounted for 13 percent and 15 percent respectively. Of the \$111.1 million in governmental expenses, \$32.6 million was covered by revenue generated from direct charges to users of the services. Other grants and contributions covered another \$25.2 million of expenses. This resulted in expenses of \$51.7 million covered by other forms of revenue, mainly property taxes.

Table 2A
Blount County Changes in Net Position

	Blount County Primary Government Governmental Activities	
	2024	2023
Revenues:		
Program Revenues:		
Charges for Services	\$ 32,574,352	\$ 33,868,129
Operating Grants and Contributions	25,228,660	9,050,438
Capital Grants and Contributions	1,547,000	50,452
General Revenues:		
Property Taxes	61,846,256	56,840,289
All Other Taxes	16,491,555	16,317,971
Grants and Contributions Not Restricted to Specific Programs	6,636,610	6,782,097
Unrestricted Investment Income	8,126,914	5,318,994
Miscellaneous	343,052	56,738
Total Revenues	<u>\$ 152,794,399</u>	<u>\$ 128,285,108</u>
Expenses:		
General Government	\$ 8,346,520	\$ 13,275,826
Finance	11,473,861	10,350,735
Administration of Justice	9,004,499	7,732,886
Public Safety	40,543,898	35,067,448
Public Health and Welfare	1,902,091	422,867
Social, Cultural, and Recreational Services	4,095,629	3,064,535
Agriculture and Natural Resources	455,414	433,372
Highways	14,034,960	17,383,885
Education	16,194,239	15,224,166
Interest on General Long-term Debt	5,025,699	5,374,334
Total Expenses	<u>\$ 111,076,810</u>	<u>\$ 108,330,054</u>
Change in Net Position	\$ 41,717,589	\$ 19,955,054
Net Position, Beginning	<u>82,367,928</u>	<u>62,412,874</u>
Net Position, Ending	<u><u>\$ 124,085,517</u></u>	<u><u>\$ 82,367,928</u></u>

The DPCU School Department

Revenues of the DPCU School Department totaled \$152 million, with general revenues making up \$129.8 million or 85 percent of the total. Program specific revenues in the form of charges for services, sales, grants, and contributions accounted for \$22.1 million or 15 percent of total revenues.

The DPCU School Department had \$143.7 million in expenses with \$22.1 million of these expenses offset by program specific revenues. Revenues (primarily property taxes and sales taxes of \$26.9 million and \$25 million, respectively) were adequate to provide current funding for these programs.

Table 2B
Blount County School Department - Change in Net Position

	Blount County School Department	
	2024	2023
Revenues:		
Program Revenues:		
Charges for Services	\$ 3,789,159	\$ 3,888,156
Operating Grants and Contributions	18,335,905	18,620,377
Capital Grants and Contributions	-	11,000
General Revenues:		
Property Taxes	26,877,401	29,043,083
Sales Taxes	25,014,571	24,105,874
All Other Taxes	1,191,252	1,275,940
Grants and Contributions Not		
Restricted to Specific Programs	74,954,411	64,906,102
Unrestricted Investment Income	1,769,709	1,676,999
Miscellaneous	29,534	45,257
Total Revenues	\$ 151,961,942	\$ 143,572,788
Expenses:		
Instruction	\$ 79,343,996	\$ 73,412,691
Support Services	56,673,837	45,701,904
Operation of Non-instructional Services	7,635,353	14,150,463
Total Expenses	\$ 143,653,186	\$ 133,265,058
 Increase (Decrease) in Net Position	 \$ 8,308,756	 \$ 10,307,730
Net Position, Beginning	174,240,887	163,933,157
 Net Position, Ending	 \$ 182,549,643	 \$ 174,240,887

Capital Assets and Debt Administration

Capital Assets

Blount County's investment in capital assets, net of accumulated depreciation, as of June 30, 2024, totaled \$112.6 million. This investment in capital assets includes land, construction in progress, buildings and improvements, roads, streets and bridges, and other capital assets.

Asset	Net Value 6/30/2024
Infrastructure	\$ 41,572,815
Buildings and Improvements	33,255,543
Land	8,853,519
Other Capital Assets	14,163,913
Intangible Right-to-Use Assets	2,033,331
Construction in Progress	12,681,684
Total Capital Assets	<u>\$ 112,560,805</u>

Blount County School Department's investment in capital assets, net of accumulated depreciation, as of June 30, 2024, totaled \$148.6 million. This investment in capital assets includes land, buildings and improvements, and other capital assets.

Asset	Net Value 6/30/2024
Buildings and Improvements	\$ 125,243,146
Land	9,951,059
Other Capital Assets and	4,041,266
Construction in Progress	9,393,095
Total Capital Assets	<u>\$ 148,628,566</u>

Long-Term Debt

No additional debt was issued to finance any capital needs during the year. In November 2016, there was a refinancing of debt, eliminating variable debt and swap agreements and converting to fixed rate debt.

Tax Rates

Property Tax Rates

In June 2024, the Blount County Commission adopted a budget totaling \$279.1 million for the fiscal year ending June 30, 2025. The commission also approved the following property tax rate and distribution.

Fund	2024 Tax Rate
General Purpose School	\$ 0.56
General County	0.69
Debt Service	0.21
Education Capital Projects	0.10
General Capital Projects	0.03
Total Property Tax Rate	<u>\$ 1.59</u>

Request for Information

This report is designed to provide a general overview of the county's finances for all those with an interest in the government's finances. If you have any questions concerning the information provided in this report, please address them to the Finance Director, Blount County Government, 341 Court Street, Maryville, TN 37804.

BASIC FINANCIAL STATEMENTS SECTION

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

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Blount County School Department
ASSETS				
Cash	\$ 638,757	\$ 9,789,712	\$ 10,428,469	\$ 2,766,571
Equity in Pooled Cash and Investments	136,368,638	0	136,368,638	28,192,546
Inventories	0	3,634,402	3,634,402	0
Accounts Receivable	1,543,385	3,070,971	4,614,356	189,124
Patient Accounts Receivable	0	53,890,885	53,890,885	0
Allowance for Uncollectible Accounts	0	(16,422,000)	(16,422,000)	0
Due from Other Governments	6,540,519	916,687	7,457,206	8,453,013
Due from Component Units - Current	2,040,128	0	2,040,128	0
Due from Component Units - Long-term	9,340,000	0	9,340,000	0
Property Taxes Receivable	64,975,931	0	64,975,931	28,964,424
Allowance for Uncollectible Property Taxes	(760,988)	0	(760,988)	(335,270)
Cash Shortage	0	0	0	34,562
Net Pension Asset - Agent Plan	260,715	0	260,715	0
Net Pension Asset - Teacher Retirement Plan	0	0	0	304,270
Net Pension Asset - Teacher Legacy Pension Plan	0	0	0	13,922,236
Prepaid Items	142,524	4,054,974	4,197,498	0
Restricted Assets:				
Restricted for Foundation	0	3,079,010	3,079,010	0
Amounts Accumulated for Pension Benefits	0	0	0	1,241,682
Other Restricted Assets	0	55,678,051	55,678,051	0
Notes Receivable - Long Term	3,862,894	0	3,862,894	0
Leases Receivable	281,281	0	281,281	0
Capital Assets :				
Assets Not Depreciated:				
Land	8,853,519	12,481,841	21,335,360	9,951,059
Construction in Progress	12,681,684	317,927	12,999,611	9,393,095
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	33,255,543	55,962,923	89,218,466	125,243,146
Infrastructure	41,572,815	0	41,572,815	0
Other Capital Assets	14,163,913	14,595,520	28,759,433	4,041,266
Intangible Right-to-Use Assets	2,033,331	7,147,431	9,180,762	0
Other Assets	0	7,074,543	7,074,543	0
Total Assets	<u>\$ 337,794,589</u>	<u>\$ 215,272,877</u>	<u>\$ 553,067,466</u>	<u>\$ 232,361,724</u>
DEFERRED OUTFLOWS OF RESOURCES				
Loss on Termination of Interest Rate Swaps	\$ 0	\$ 5,271,518	\$ 5,271,518	\$ 0
Deferred Charge on Refunding	1,444,651	0	1,444,651	0
Pension Changes in Experience	5,582,936	0	5,582,936	5,171,379
Pension Changes in Investment Earnings	1,064,935	0	1,064,935	2,836,502
Pension Changes in Assumptions	2,815,016	0	2,815,016	5,695,010
Pension Changes in Proportion	0	0	0	110,763
Pension Contributions After Measurement Date	2,997,349	0	2,997,349	4,046,589
OPEB Changes in Experience	1,158,635	0	1,158,635	580,781
OPEB Changes in Assumptions	758,750	0	758,750	1,282,097
Other Deferred Outflows	0	1,739,181	1,739,181	0
Total Deferred Outflows of Resources	<u>\$ 15,822,272</u>	<u>\$ 7,010,699</u>	<u>\$ 22,832,971</u>	<u>\$ 19,723,121</u>

(Continued)

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

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Blount County School Department
LIABILITIES				
Accounts Payable	\$ 4,094,322	\$ 4,028,338	\$ 8,122,660	\$ 1,742,040
Accrued Payroll	1,464,735	14,178,244	15,642,979	3,796,030
Accrued Interest Payable	412,073	82,058	494,131	0
Payroll Deductions Payable	277,676	0	277,676	197,316
Contracts Payable	2,030,324	0	2,030,324	250,696
Retainage Payable	143,511	0	143,511	9,771
Due to Primary Government - Other than Debt Principal	0	0	0	942,396
Due to State of Tennessee	5,428	0	5,428	0
Due to Other Taxing Units	28,972	0	28,972	0
Due to Other Governments	13,599,535	0	13,599,535	137,616
Due to Litigant, Heirs, and Others	26,038	0	26,038	0
Sales Tax	1,237	0	1,237	0
Other Current Liabilities	3,748,881	7,812,761	11,561,642	439,688
Unearned Revenue	942,396	0	942,396	0
Noncurrent Liabilities:				
Due Within One Year - Leases	19,134	1,502,113	1,521,247	0
Due Within One Year - SBITA	707,837	2,137,356	2,845,193	0
Due Within One Year - Debt Due to External Lenders	10,456,929	9,284,308	19,741,237	0
Due Within One Year - Debt Due to Primary Government	0	0	0	1,097,732
Due Within One Year - Other	1,918,830	0	1,918,830	2,552,822
Due in More than One Year - Leases	459,350	1,846,937	2,306,287	0
Due in More than One Year - SBITA	940,414	1,173,895	2,114,309	0
Due in More than One Year - Debt Due to External Lenders	109,067,293	38,728,365	147,795,658	0
Due in More than One Year - Debt Due to Primary Government	0	0	0	9,340,000
Due in More Than One Year - Other	12,352,797	2,958,550	15,311,347	17,050,358
Total Liabilities	<u>\$ 162,697,712</u>	<u>\$ 83,732,925</u>	<u>\$ 246,430,637</u>	<u>\$ 37,556,465</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Current Property Taxes	\$ 63,284,458	\$ 0	\$ 63,284,458	\$ 28,224,291
Deferred Lease Receivable	281,281	0	281,281	0
Pension Changes in Experience	887,824	0	887,824	1,027,083
Pension Changes in Proportion	0	0	0	190,177
OPEB Changes in Experience	1,432,110	0	1,432,110	1,182,813
OPEB Changes in Assumptions	947,959	0	947,959	1,354,373
Other Deferred Inflows	0	1,029,762	1,029,762	0
Total Deferred Inflows of Resources	<u>\$ 66,833,632</u>	<u>\$ 1,029,762</u>	<u>\$ 67,863,394</u>	<u>\$ 31,978,737</u>

(Continued)

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

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Blount County School Department
NET POSITION				
Net Investment in Capital Assets	\$ 90,856,098	\$ 41,104,186	\$ 131,960,284	\$ 137,995,413
Restricted for:				
General Government	1,668,586	0	1,668,586	0
Finance	1,004,420	0	1,004,420	0
Administration of Justice	385,817	0	385,817	0
Public Safety	5,805,994	0	5,805,994	0
Social, Cultural, and Recreation	1,397,623	0	1,397,623	0
Debt Service	1,242,191	0	1,242,191	0
Capital Projects	1,117,838	0	1,117,838	8,805,778
Education	10,437,732	0	10,437,732	5,493,510
Pensions	260,715	0	260,715	15,468,188
Permanent Endowment:				
Nonexpendable	0	55,000	55,000	0
Donor Restricted	0	49,937	49,937	0
Unrestricted	9,908,503	96,311,766	106,220,269	14,786,754
Total Net Position	\$ 124,085,517	\$ 137,520,889	\$ 261,606,406	\$ 182,549,643

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

Exhibit B

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

					Net (Expense) Revenue and Changes in Net Position				
								Component Unit	
								Blount	
								County	
								School	
								Department	
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total		
Primary Government:									
Governmental Activities:									
General Government	\$ 8,346,520	\$ 2,586,023	\$ 13,460,697	\$ 0	\$ 7,700,200	\$ 0	\$ 7,700,200	\$ 0	
Finance	11,473,861	5,657,665	0	0	(5,816,196)	0	(5,816,196)	0	
Administration of Justice	9,004,499	4,110,252	351,584	0	(4,542,663)	0	(4,542,663)	0	
Public Safety	40,543,898	3,416,293	5,167,048	31,226	(31,929,331)	0	(31,929,331)	0	
Public Health and Welfare	1,902,091	300,039	999,842	0	(602,210)	0	(602,210)	0	
Social, Cultural, and Recreational Services	4,095,629	174,885	1,141,208	0	(2,779,536)	0	(2,779,536)	0	
Agriculture and Natural Resources	455,414	0	0	0	(455,414)	0	(455,414)	0	
Highways	14,034,960	228,374	4,108,281	1,515,774	(8,182,531)	0	(8,182,531)	0	
Education	16,194,239	16,100,821	0	0	(93,418)	0	(93,418)	0	
Interest on Long-term Debt	5,025,699	0	0	0	(5,025,699)	0	(5,025,699)	0	
Total Governmental Activities	\$ 111,076,810	\$ 32,574,352	\$ 25,228,660	\$ 1,547,000	\$ (51,726,798)	\$ 0	\$ (51,726,798)	\$ 0	
Business-type Activities:									
Blount Memorial Hospital	\$ 363,047,598	\$ 347,300,933	\$ 16,741,904	\$ 0	\$ 0	\$ 995,239	\$ 995,239	\$ 0	
Total Primary Government	\$ 474,124,408	\$ 379,875,285	\$ 41,970,564	\$ 1,547,000	\$ (51,726,798)	\$ 995,239	\$ (50,731,559)	\$ 0	
Component Unit:									
Blount County School Department	\$ 143,653,186	\$ 3,789,159	\$ 18,335,905	\$ 0	\$ 0	\$ 0	\$ 0	\$ (121,528,122)	
Total Component Unit	\$ 143,653,186	\$ 3,789,159	\$ 18,335,905	\$ 0	\$ 0	\$ 0	\$ 0	\$ (121,528,122)	

(Continued)

Exhibit B

BLOUNT COUNTY, TENNESSEE
Statement of Activities (Cont.)

					Net (Expense) Revenue and Changes in Net Position			
								Component Unit
								Blount
								County
								School
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Department
General Revenues:								
Property Taxes Levied for General Purposes					\$ 45,427,908	\$ 0	\$ 45,427,908	\$ 20,299,843
Property Taxes Levied for Debt Service					14,443,580	0	14,443,580	0
Property Taxes Levied for Capital Projects					1,974,768	0	1,974,768	6,577,558
Local Option Sales Taxes					11,193,359	0	11,193,359	25,014,571
Hotel/Motel Taxes					1,821,584	0	1,821,584	0
Litigation - General Taxes					677,626	0	677,626	0
Business Taxes					1,977,962	0	1,977,962	860,955
Wholesale Beer Taxes					416,745	0	416,745	0
Other Taxes					404,279	0	404,279	330,297
Grants and Contributions Not Restricted to Specific Programs					6,636,610	0	6,636,610	74,954,411
Unrestricted Investment Income					8,126,914	3,418,667	11,545,581	1,769,709
Miscellaneous					343,052	0	343,052	29,534
Total General Revenues					\$ 93,444,387	\$ 3,418,667	\$ 96,863,054	\$ 129,836,878
Change in Net Position					\$ 41,717,589	\$ 4,413,906	\$ 46,131,495	\$ 8,308,756
Net Position, July 1, 2023					82,367,928	0	82,367,928	174,240,887
Restatement - See Note I.D.10					0	133,106,983	133,106,983	0
Net Position, June 30, 2024					\$ 124,085,517	\$ 137,520,889	\$ 261,606,406	\$ 182,549,643

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

BLOUNT COUNTY, TENNESSEE

Balance Sheet

Governmental Funds

June 30, 2024

	Major Funds				Nonmajor Funds	Total Governmental Funds
	Other General Government Fund	Highway / Public Works	General Debt Service	Other Governmental Funds		
	General					
ASSETS						
Cash	\$ 200	\$ 0	\$ 0	\$ 0	\$ 26,467	\$ 26,667
Equity in Pooled Cash and Investments	57,337,437	22,785,976	1,437,034	19,037,548	13,802,163	114,400,158
Accounts Receivable	328,094	108,036	15,143	87,807	119,133	658,213
Due from Other Governments	1,922,908	0	4,074,550	469,511	73,550	6,540,519
Due from Other Funds	37,948	0	0	3,150,208	608,644	3,796,800
Due from Component Units	0	0	0	10,437,732	0	10,437,732
Property Taxes Receivable	48,197,612	0	0	14,682,770	2,095,549	64,975,931
Allowance for Uncollectible Property Taxes	(561,612)	0	0	(174,958)	(24,418)	(760,988)
Prepaid Items	0	0	0	142,524	0	142,524
Notes Receivable - Long-term	3,862,894	0	0	0	0	3,862,894
Leases Receivable - Long-term	281,281	0	0	0	0	281,281
Total Assets	\$ 111,406,762	\$ 22,894,012	\$ 5,526,727	\$ 47,833,142	\$ 16,701,088	\$ 204,361,731
LIABILITIES						
Accounts Payable	\$ 1,136,284	\$ 19,492	\$ 48,170	\$ 0	\$ 946,710	\$ 2,150,656
Accrued Payroll	1,277,538	2,035	130,031	0	55,131	1,464,735
Payroll Deductions Payable	244,033	307	23,996	0	9,340	277,676
Contracts Payable	649,857	1,380,467	0	0	0	2,030,324
Retainage Payable	0	143,511	0	0	0	143,511
Due to Other Funds	3,758,852	0	0	0	37,948	3,796,800
Due to State of Tennessee	0	0	20	0	5,408	5,428
Due to Other Taxing Units	22,174	0	6,798	0	0	28,972
Due to Other Governments	0	13,599,535	0	0	0	13,599,535

(Continued)

BLOUNT COUNTY, TENNESSEE**Balance Sheet**

Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Other General Government Fund	Highway / Public Works	General Debt Service	Other Governmental Funds	
LIABILITIES (Cont.)						
Due to Litigants, Heirs, and Others	\$ 19,591	\$ 0	\$ 0	\$ 0	\$ 6,447	\$ 26,038
Sales Tax	0	0	0	0	1,237	1,237
Total Liabilities	\$ 7,108,329	\$ 15,145,347	\$ 209,015	\$ 0	\$ 1,062,221	\$ 23,524,912
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 46,952,985	\$ 0	\$ 0	\$ 14,290,039	\$ 2,041,434	\$ 63,284,458
Deferred Delinquent Property Taxes	491,809	0	0	157,524	21,323	670,656
Deferred Leases Receivable	281,281	0	0	0	0	281,281
Other Deferred/Unavailable Revenue	4,842	0	148,224	47,260	63,081	263,407
Total Deferred Inflows of Resources	\$ 47,730,917	\$ 0	\$ 148,224	\$ 14,494,823	\$ 2,125,838	\$ 64,499,802
FUND BALANCES						
Nonspendable:						
Long-term Notes Receivable	\$ 3,862,894	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,862,894
Prepaid Items	0	0	0	142,524	0	142,524
Restricted:						
Restricted for General Government	1,327,408	0	0	0	341,178	1,668,586
Restricted for Finance	1,004,420	0	0	0	0	1,004,420
Restricted for Administration of Justice	337,563	0	0	0	48,254	385,817
Restricted for Public Safety	2,004,175	0	0	3,150,208	651,611	5,805,994
Restricted for Social, Cultural, and Recreational Services	0	0	0	0	1,397,623	1,397,623
Restricted for Education	0	0	0	10,437,732	0	10,437,732

(Continued)

BLOUNT COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Other General Government Fund	Highway / Public Works	General Debt Service	Other Governmental Funds	
FUND BALANCES (Cont.)						
Restricted (Cont.):						
Restricted for Debt Service	\$ 0	\$ 0	\$ 0	\$ 1,496,740	\$ 0	\$ 1,496,740
Restricted for Capital Projects	0	0	0	0	1,117,838	1,117,838
Committed:						
Committed for General Government	0	7,748,665	0	0	0	7,748,665
Committed for Administration of Justice	1,210,203	0	0	0	0	1,210,203
Committed for Public Safety	0	0	0	0	1,691,402	1,691,402
Committed for Public Health and Welfare	195,569	0	0	0	0	195,569
Committed for Highways/Public Works	0	0	5,169,488	0	0	5,169,488
Committed for Capital Outlay	0	0	0	0	8,265,123	8,265,123
Committed for Debt Service	0	0	0	18,111,115	0	18,111,115
Assigned:						
Assigned for General Government	98,718	0	0	0	0	98,718
Assigned for Finance	282,398	0	0	0	0	282,398
Assigned for Administration of Justice	41,372	0	0	0	0	41,372
Assigned for Public Safety	608,506	0	0	0	0	608,506
Assigned for Public Health and Welfare	8,305	0	0	0	0	8,305
Assigned for Agriculture and Natural Resources	920	0	0	0	0	920
Assigned for Other Operations	1,500	0	0	0	0	1,500
Assigned for Capital Outlay	1,049,035	0	0	0	0	1,049,035
Unassigned	44,534,530	0	0	0	0	44,534,530
Total Fund Balances	\$ 56,567,516	\$ 7,748,665	\$ 5,169,488	\$ 33,338,319	\$ 13,513,029	\$ 116,337,017
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 111,406,762	\$ 22,894,012	\$ 5,526,727	\$ 47,833,142	\$ 16,701,088	\$ 204,361,731

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

BLOUNT 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)		\$ 116,337,017
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 8,853,519	
Add: construction in progress	12,681,684	
Add: buildings and improvements net of accumulated depreciation	33,255,543	
Add: infrastructure net of accumulated depreciation	41,572,815	
Add: other capital assets net of accumulated depreciation	14,163,913	
Add: intangible right-to-use assets net of accumulated amortization	<u>2,033,331</u>	112,560,805
(2) An internal service fund is used by management to charge the cost of general liability, property, casualty, workers' compensation, and employee health benefits to an individual fund. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		17,773,195
(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	\$ (108,789,413)	
Less: leases payable	(478,484)	
Less: SBITA payable	(1,648,251)	
Add: deferred amount on refunding	1,444,651	
Less: compensated absences payable	(2,024,484)	
Less: OPEB liability	(10,503,370)	
Less: accrued interest on bonds	(412,073)	
Less: unamortized premium on debt	(10,734,809)	
Less: net pension liability - agent plan - County	<u>(1,743,773)</u>	(134,890,006)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 12,460,236	
Less: deferred inflows of resources related to pensions	(887,824)	
Add: deferred outflows of resources related to OPEB	1,917,385	
Less: deferred inflows of resources related to OPEB	<u>(2,380,069)</u>	11,109,728
(5) Net pension assets of the agent plans are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan - library		260,715
(6) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>934,063</u>
Net Position of Governmental Activities (Exhibit A)		<u><u>\$ 124,085,517</u></u>

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

BLOUNT 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	Other General Government Fund	Highway / Public Works	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
Revenues						
Local Taxes	\$ 53,394,937	\$ 0	\$ 9,419,236	\$ 17,031,265	\$ 2,230,448	\$ 82,075,886
Licenses and Permits	1,898,696	0	171,085	0	0	2,069,781
Fines, Forfeitures, and Penalties	1,056,288	0	0	0	10,022	1,066,310
Charges for Current Services	1,025,414	0	0	0	232,931	1,258,345
Other Local Revenues	3,797,079	1,347,364	158,401	1,486,874	777,541	7,567,259
Fees Received From County Officials	8,955,099	0	0	0	0	8,955,099
State of Tennessee	6,521,887	0	5,411,304	20,186	2,753	11,956,130
Federal Government	3,992,398	12,260,195	0	0	226,063	16,478,656
Other Governments and Citizens Groups	2,312,142	0	37,624	293,617	1,152,108	3,795,491
Total Revenues	\$ 82,953,940	\$ 13,607,559	\$ 15,197,650	\$ 18,831,942	\$ 4,631,866	\$ 135,222,957
Expenditures						
Current:						
General Government	\$ 7,766,599	\$ 0	\$ 0	\$ 0	\$ 366,368	\$ 8,132,967
Finance	11,112,966	0	0	0	0	11,112,966
Administration of Justice	7,429,161	0	0	0	10,440	7,439,601
Public Safety	37,934,736	0	0	0	1,003,133	38,937,869
Public Health and Welfare	1,730,762	0	0	0	0	1,730,762
Social, Cultural, and Recreational Services	1,205,261	0	0	0	2,402,382	3,607,643
Agriculture and Natural Resources	462,577	0	0	0	0	462,577
Other Operations	2,684,450	6,659,646	0	0	9,980	9,354,076
Highways	122,498	0	12,093,130	0	0	12,215,628

(Continued)

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

	Major Funds				Nonmajor Funds	
	General	Other General Government Fund	Highway / Public Works	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
Expenditures (Cont.)						
Debt Service:						
Principal on Debt	\$ 888,465	\$ 0	\$ 0	\$ 10,056,929	\$ 0	\$ 10,945,394
Interest on Debt	123,879	0	0	6,030,097	0	6,153,976
Other Debt Service	0	0	0	361,483	0	361,483
Capital Projects	3,088,042	0	0	0	8,416,183	11,504,225
Total Expenditures	<u>\$ 74,549,396</u>	<u>\$ 6,659,646</u>	<u>\$ 12,093,130</u>	<u>\$ 16,448,509</u>	<u>\$ 12,208,486</u>	<u>\$ 121,959,167</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 8,404,544</u>	<u>\$ 6,947,913</u>	<u>\$ 3,104,520</u>	<u>\$ 2,383,433</u>	<u>\$ (7,576,620)</u>	<u>\$ 13,263,790</u>
Other Financing Sources (Uses)						
SBITA Issued	\$ 171,967	\$ 0	\$ 0	\$ 0	\$ 0	\$ 171,967
Insurance Recovery	239,506	0	36,395	0	0	275,901
Transfers In	612,469	0	0	684,563	4,976,461	6,273,493
Transfers Out	(2,146,563)	0	(3,514,461)	0	(332,469)	(5,993,493)
Total Other Financing Sources (Uses)	<u>\$ (1,122,621)</u>	<u>\$ 0</u>	<u>\$ (3,478,066)</u>	<u>\$ 684,563</u>	<u>\$ 4,643,992</u>	<u>\$ 727,868</u>
Net Change in Fund Balances	\$ 7,281,923	\$ 6,947,913	\$ (373,546)	\$ 3,067,996	\$ (2,932,628)	\$ 13,991,658
Fund Balance, July 1, 2023	<u>49,285,593</u>	<u>800,752</u>	<u>5,543,034</u>	<u>30,270,323</u>	<u>16,445,657</u>	<u>102,345,359</u>
Fund Balance, June 30, 2024	<u><u>\$ 56,567,516</u></u>	<u><u>\$ 7,748,665</u></u>	<u><u>\$ 5,169,488</u></u>	<u><u>\$ 33,338,319</u></u>	<u><u>\$ 13,513,029</u></u>	<u><u>\$ 116,337,017</u></u>

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

BLOUNT 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)		\$ 13,991,658
(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	\$ 21,956,063	
Less: current-year depreciation and amortization expense	<u>(7,315,048)</u>	14,641,015
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase (decrease) net position.		
Less: book value of capital assets disposed		(270,441)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2024	\$ 934,063	
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(893,403)</u>	40,660
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.		
Add: principal payment on bonds	\$ 10,056,929	
Add: principal payments on leases	18,907	
Add: principal payments on SBITA	869,558	
Less: SBITA issued	(171,967)	
Add: change in premium on debt issuances	1,729,831	
Less: change in deferred amount on refunding debt	<u>(270,493)</u>	12,232,765
(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	\$ 30,422	
Change in compensated absences payable	(541,052)	
Change in net OPEB liability	(185,301)	
Change in net pension asset/liability - agent county plan	(3,277,640)	
Change in net pension asset/liability - agent library plan	388,709	
Change in deferred outflows related to pensions	1,801,173	
Change in deferred inflows related to pensions	130,986	
Change in deferred outflows related to OPEB	(723,981)	
Change in deferred inflows related to OPEB	<u>514,962</u>	(1,861,722)

(Continued)

BLOUNT COUNTY, TENNESSEE
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities (Cont.)

(6) An internal service fund is used by management to charge the cost of general liability, property, casualty, workers' compensation, and employee health benefits to an individual fund. The net revenue (expense) of certain activities of the internal service fund is reported with governmental activities in the statement of activities.	<u>\$ 2,943,654</u>
Change in net position of governmental activities (Exhibit B)	<u><u>\$ 41,717,589</u></u>
The notes to the financial statements are an integral part of this statement.	

BLOUNT 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	\$ 53,394,937	\$ 0	\$ 0	\$ 53,394,937	\$ 52,243,400	\$ 52,243,400	\$ 1,151,537
Licenses and Permits	1,898,696	0	0	1,898,696	1,380,000	1,380,000	518,696
Fines, Forfeitures, and Penalties	1,056,288	0	0	1,056,288	1,089,836	1,089,836	(33,548)
Charges for Current Services	1,025,414	0	0	1,025,414	821,100	866,100	159,314
Other Local Revenues	3,797,079	0	0	3,797,079	2,166,400	2,166,400	1,630,679
Fees Received From County Officials	8,955,099	0	0	8,955,099	8,626,000	8,626,000	329,099
State of Tennessee	6,521,887	0	0	6,521,887	5,004,114	6,190,719	331,168
Federal Government	3,992,398	0	0	3,992,398	3,346,750	3,600,687	391,711
Other Governments and Citizens Groups	2,312,142	0	0	2,312,142	679,839	679,839	1,632,303
Total Revenues	\$ 82,953,940	\$ 0	\$ 0	\$ 82,953,940	\$ 75,357,439	\$ 76,842,981	\$ 6,110,959
Expenditures							
General Government							
County Commission	\$ 123,017	\$ 0	\$ 0	\$ 123,017	\$ 139,743	\$ 139,743	\$ 16,726
Board of Equalization	694	0	0	694	1,500	1,500	806
Beer Board	808	0	0	808	1,250	1,250	442
Other Boards and Committees	138	0	0	138	162,445	162,445	162,307
County Mayor/Executive	369,955	0	0	369,955	381,815	391,058	21,103
Personnel Office	513,337	(30,250)	10,000	493,087	501,122	532,367	39,280
Election Commission	1,503,902	0	461	1,504,363	583,867	1,526,500	22,137
Register of Deeds	757,295	0	0	757,295	736,615	804,809	47,514
Development	1,237,784	(13,810)	65,034	1,289,008	1,435,494	1,531,375	242,367
County Buildings	1,981,528	(2,190)	23,113	2,002,451	2,234,598	2,316,937	314,486
Other General Administration	964,278	(14,999)	0	949,279	1,105,230	1,110,392	161,113
Preservation of Records	117,564	0	0	117,564	132,394	139,136	21,572
Risk Management	196,299	(578)	110	195,831	200,182	209,414	13,583

(Continued)

BLOUNT 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	\$ 677,953	\$ (880)	\$ 1,297	\$ 678,370	\$ 683,174	\$ 725,158	\$ 46,788
Purchasing	545,991	(3,614)	2,064	544,441	545,902	586,264	41,823
Central Services	4,508,478	(426,275)	241,137	4,323,340	9,200,208	4,945,882	622,542
Property Assessor's Office	1,429,423	(600)	708	1,429,531	1,493,799	1,539,558	110,027
County Trustee's Office	648,875	0	157	649,032	649,862	671,946	22,914
County Clerk's Office	1,624,264	0	1,930	1,626,194	1,599,578	1,706,948	80,754
Data Processing	1,486,426	(181,296)	35,105	1,340,235	2,195,653	1,776,550	436,315
Other Finance	191,556	0	0	191,556	193,339	202,518	10,962
Administration of Justice							
Circuit Court Judge	29,995	(142)	212	30,065	91,202	91,202	61,137
Circuit Court Clerk	3,012,137	(6,089)	364	3,006,412	3,100,396	3,232,992	226,580
Criminal Court	860,869	(12,779)	1,494	849,584	894,102	941,661	92,077
General Sessions Judge	1,176,353	0	6	1,176,359	1,193,072	1,205,683	29,324
Chancery Court	580,196	0	0	580,196	632,568	635,718	55,522
Juvenile Court	676,415	0	1,766	678,181	812,691	1,509,292	831,111
Office of Public Defender	46,451	0	0	46,451	47,753	47,858	1,407
Judicial Commissioners	243,904	0	0	243,904	307,840	320,356	76,452
Probation Services	760,257	(2,775)	37,530	795,012	785,011	820,354	25,342
Victim Assistance Programs	42,584	0	0	42,584	45,000	45,000	2,416
Public Safety							
Sheriff's Department	21,013,564	(136,825)	95,821	20,972,560	17,886,045	21,382,307	409,747
Administration of the Sexual Offender Registry	27,800	0	0	27,800	40,000	35,000	7,200
Jail	13,588,483	(302,113)	311,588	13,597,958	12,280,285	13,763,376	165,418
Workhouse	16,179	0	0	16,179	15,012	16,144	(35)
Juvenile Services	2,235,276	(12,141)	197,871	2,421,006	2,052,012	2,467,443	46,437
Fire Prevention and Control	311,250	0	0	311,250	111,250	311,250	0
Civil Defense	278,190	(12,065)	3,226	269,351	268,740	275,453	6,102
Other Emergency Management	463,994	0	0	463,994	463,994	463,994	0

(Continued)

BLOUNT 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 Health and Welfare							
Local Health Center	\$ 826,397	\$ 0	\$ 0	\$ 826,397	\$ 1,145,107	\$ 1,531,763	\$ 705,366
Rabies and Animal Control	902,083	(1,119)	8,305	909,269	890,165	983,632	74,363
Recycling Center	2,282	0	0	2,282	0	2,084	(198)
Social, Cultural, and Recreational Services							
Parks and Fair Boards	1,205,261	0	0	1,205,261	820,944	2,471,474	1,266,213
Agriculture and Natural Resources							
Agricultural Extension Service	291,169	0	548	291,717	297,349	297,349	5,632
Soil Conservation	171,408	0	372	171,780	222,377	234,356	62,576
Other Operations							
Industrial Development	2,216,700	0	0	2,216,700	2,216,700	2,216,700	0
Veterans' Services	268,322	(1,000)	1,500	268,822	267,092	279,024	10,202
Contributions to Other Agencies	199,428	0	0	199,428	131,928	199,428	0
Highways							
Litter and Trash Collection	122,498	0	0	122,498	105,196	123,190	692
Principal on Debt							
General Government	888,465	0	0	888,465	0	888,465	0
Interest on Debt							
General Government	123,879	0	0	123,879	0	123,879	0
Capital Projects							
General Administration Projects	228,059	0	0	228,059	240,500	240,500	12,441
Administration of Justice Projects	2,061,890	(1,816,737)	0	245,153	0	888,352	643,199
Public Safety Projects	798,093	(1,005,974)	1,049,035	841,154	1,525,192	1,012,996	171,842
Total Expenditures	\$ 74,549,396	\$ (3,984,251)	\$ 2,090,754	\$ 72,655,899	\$ 73,067,293	\$ 80,080,025	\$ 7,424,126
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 8,404,544	\$ 3,984,251	\$ (2,090,754)	\$ 10,298,041	\$ 2,290,146	\$ (3,237,044)	\$ 13,535,085

(Continued)

BLOUNT 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 Financing Sources (Uses)							
SBITA Issued	\$ 171,967	\$ 0	\$ 0	\$ 171,967	\$ 0	\$ 171,967	\$ 0
Insurance Recovery	239,506	0	0	239,506	0	231,040	8,466
Transfers In	612,469	0	0	612,469	0	332,469	280,000
Transfers Out	(2,146,563)	0	0	(2,146,563)	(2,141,125)	(2,141,125)	(5,438)
Total Other Financing Sources	\$ (1,122,621)	\$ 0	\$ 0	\$ (1,122,621)	\$ (2,141,125)	\$ (1,405,649)	\$ 283,028
Net Change in Fund Balance	\$ 7,281,923	\$ 3,984,251	\$ (2,090,754)	\$ 9,175,420	\$ 149,021	\$ (4,642,693)	\$ 13,818,113
Fund Balance, July 1, 2023	49,285,593	(3,984,251)	0	45,301,342	43,124,570	43,124,570	2,176,772
Fund Balance, June 30, 2024	\$ 56,567,516	\$ 0	\$ (2,090,754)	\$ 54,476,762	\$ 43,273,591	\$ 38,481,877	\$ 15,994,885

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

BLOUNT COUNTY, TENNESSEE**Statement 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							
Other Local Revenues	\$ 1,347,364	\$ 0	\$ 0	\$ 1,347,364	\$ 0	\$ 2,500,000	\$ (1,152,636)
Federal Government	12,260,195	0	0	12,260,195	0	15,124,019	(2,863,824)
Total Revenues	<u>\$ 13,607,559</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,607,559</u>	<u>\$ 0</u>	<u>\$ 17,624,019</u>	<u>\$ (4,016,460)</u>
Expenditures							
Other Operations							
American Rescue Plan Act Grant #1	\$ 6,348,837	\$ (263,662)	\$ 13,553,981	\$ 19,639,156	\$ 20,682,731	\$ 45,111,880	\$ 25,472,724
American Rescue Plan Act Grant #2	310,809	0	0	310,809	0	310,809	0
Total Expenditures	<u>\$ 6,659,646</u>	<u>\$ (263,662)</u>	<u>\$ 13,553,981</u>	<u>\$ 19,949,965</u>	<u>\$ 20,682,731</u>	<u>\$ 45,422,689</u>	<u>\$ 25,472,724</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 6,947,913</u>	<u>\$ 263,662</u>	<u>\$ (13,553,981)</u>	<u>\$ (6,342,406)</u>	<u>\$ (20,682,731)</u>	<u>\$ (27,798,670)</u>	<u>\$ 21,456,264</u>
Net Change in Fund Balance	\$ 6,947,913	\$ 263,662	\$ (13,553,981)	\$ (6,342,406)	\$ (20,682,731)	\$ (27,798,670)	\$ 21,456,264
Fund Balance, July 1, 2023	<u>800,752</u>	<u>(263,662)</u>	<u>0</u>	<u>537,090</u>	<u>25,604,375</u>	<u>25,604,375</u>	<u>(25,067,285)</u>
Fund Balance, June 30, 2024	<u><u>\$ 7,748,665</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (13,553,981)</u></u>	<u><u>\$ (5,805,316)</u></u>	<u><u>\$ 4,921,644</u></u>	<u><u>\$ (2,194,295)</u></u>	<u><u>\$ (3,611,021)</u></u>

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

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

Highway/Public Works Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 9,419,236	\$ 0	\$ 0	\$ 9,419,236	\$ 6,550,000	\$ 8,550,000	\$ 869,236
Licenses and Permits	171,085	0	0	171,085	225,000	225,000	(53,915)
Other Local Revenues	158,401	0	0	158,401	275,000	275,000	(116,599)
State of Tennessee	5,411,304	0	0	5,411,304	3,860,000	3,860,000	1,551,304
Other Governments and Citizens Groups	37,624	0	0	37,624	0	0	37,624
Total Revenues	\$ 15,197,650	\$ 0	\$ 0	\$ 15,197,650	\$ 10,910,000	\$ 12,910,000	\$ 2,287,650
Expenditures							
Highways							
Administration	\$ 1,542,934	\$ (21,962)	\$ 15,865	\$ 1,536,837	\$ 2,069,193	\$ 1,710,460	\$ 173,623
Highway and Bridge Maintenance	9,285,347	(1,501,794)	1,213,711	8,997,264	7,344,118	9,655,356	658,092
Operation and Maintenance of Equipment	1,194,229	(15,061)	37,237	1,216,405	1,441,980	1,466,326	249,921
Litter and Trash Collection	70,620	0	85	70,705	0	115,519	44,814
Total Expenditures	\$ 12,093,130	\$ (1,538,817)	\$ 1,266,898	\$ 11,821,211	\$ 10,855,291	\$ 12,947,661	\$ 1,126,450
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,104,520	\$ 1,538,817	\$ (1,266,898)	\$ 3,376,439	\$ 54,709	\$ (37,661)	\$ 3,414,100
Other Financing Sources (Uses)							
Insurance Recovery	\$ 36,395	\$ 0	\$ 0	\$ 36,395	\$ 0	\$ 32,208	\$ 4,187
Transfers Out	(3,514,461)	0	0	(3,514,461)	0	(4,192,143)	677,682
Total Other Financing Sources	\$ (3,478,066)	\$ 0	\$ 0	\$ (3,478,066)	\$ 0	\$ (4,159,935)	\$ 681,869
Net Change in Fund Balance	\$ (373,546)	\$ 1,538,817	\$ (1,266,898)	\$ (101,627)	\$ 54,709	\$ (4,197,596)	\$ 4,095,969
Fund Balance, July 1, 2023	5,543,034	(1,538,817)	0	4,004,217	10,469,815	10,469,815	(6,465,598)
Fund Balance, June 30, 2024	\$ 5,169,488	\$ 0	\$ (1,266,898)	\$ 3,902,590	\$ 10,524,524	\$ 6,272,219	\$ (2,369,629)

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

BLOUNT COUNTY, TENNESSEE
Statement of Net Position
Proprietary Funds
June 30, 2024

	Business-type Activities - Major Enterprise Fund Blount Memorial Hospital Enterprise Fund	Governmental Activities Internal Service Fund Self- Insurance Fund
ASSETS		
Current Assets:		
Cash	\$ 9,789,712	\$ 612,090
Equity in Pooled Cash and Investments	0	21,968,480
Accounts Receivable	3,070,971	885,172
Patient Accounts Receivable	53,890,885	0
Allowance for Uncollectible Accounts	(16,422,000)	0
Due from Other Governments	916,687	0
Due from Component Units	0	942,396
Inventories	3,634,402	0
Prepaid Items	4,054,974	0
Total Current Assets	<u>\$ 58,935,631</u>	<u>\$ 24,408,138</u>
Noncurrent Assets:		
Assets limited as to Use by Board	\$ 58,757,061	\$ 0
Other Assets	7,074,543	0
Capital Assets:		
Assets not Depreciated:		
Land	12,481,841	0
Construction in Progress	317,927	0
Assets net of Accumulated Depreciation:		
Buildings and Improvements	55,962,923	0
Other Capital Assets	14,595,520	0
Intangible Right-to-Use Assets	7,147,431	0
Total Noncurrent Assets	<u>\$ 156,337,246</u>	<u>\$ 0</u>
Total Assets	<u>\$ 215,272,877</u>	<u>\$ 24,408,138</u>
DEFERRED OUTFLOWS OF RESOURCES		
Loss on Termination of Interest Rate Swaps	\$ 5,271,518	\$ 0
Other Deferred Outflows	1,739,181	0
Total Deferred Outflows of Resources	<u>\$ 7,010,699</u>	<u>\$ 0</u>

(Continued)

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

Proprietary Funds (Cont.)

	Business-type Activities - Major Enterprise Fund Blount Memorial Hospital Enterprise Fund	Governmental Activities Internal Service Fund Self- Insurance Fund
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 4,028,338	\$ 1,943,666
Accrued Payroll	14,178,244	0
Accrued Interest Payable	82,058	0
Other Current Liabilities	7,812,761	3,748,881
Total Current Liabilities	<u>\$ 26,101,401</u>	<u>\$ 5,692,547</u>
Noncurrent Liabilities:		
Unearned/Unavailable Revenue	\$ 0	\$ 942,396
Due Within One Year - Leases	1,502,113	0
Due Within One Year - SBITA	2,137,356	0
Due Within One Year - Debt	9,284,308	0
Due in More than One Year - Leases	1,846,937	0
Due in More than One Year - SBITA	1,173,895	0
Due in More than One Year - Debt	38,728,365	0
Due in More Than One Year - Other	2,958,550	0
	<u>\$ 57,631,524</u>	<u>\$ 942,396</u>
Total Liabilities	<u>\$ 83,732,925</u>	<u>\$ 6,634,943</u>
DEFERRED INFLOWS OF RESOURCES		
Other Deferred Inflows	\$ 1,029,762	\$ 0
Total Deferred Inflows of Resources	<u>\$ 1,029,762</u>	<u>\$ 0</u>
NET POSITION		
Net Investment in Capital Assets	\$ 41,104,186	\$ 0
Permanent Endowment:		
Nonexpendable	55,000	0
Donor restricted	49,937	0
Unrestricted	<u>96,311,766</u>	<u>17,773,195</u>
Total Net Position	<u>\$ 137,520,889</u>	<u>\$ 17,773,195</u>

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

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

Proprietary Funds

For the Year Ended June 30, 2024

	Business-type Activities - Major Enterprise Fund Blount Memorial Hospital Enterprise Fund	Governmental Activities Internal Service Fund Self- Insurance Fund
Operating Revenues		
Self-Insurance Premiums	\$ 0	\$ 27,456,804
Charges for Current Services	347,300,933	0
Other Revenue	13,325,217	0
Total Operating Revenues	<u>\$ 360,626,150</u>	<u>\$ 27,456,804</u>
Operating Expenses		
Fiscal Agent Charges	\$ 0	\$ 1,817,362
Insurance Premiums	0	802,102
Contracts with Private Agencies	0	538,713
Building and Contents Insurance	0	479,321
Other Administrative Expenses	0	27,315
Medical Claims	0	21,053,559
Liability Insurance	0	40,381
Other Self-Insured Claims	0	628,457
Salaries and Wages	193,520,666	0
Employee Benefits	38,688,297	0
Contract Labor	4,399,564	0
Professional Fees	12,760,607	0
Patient Supplies	52,081,153	0
Purchased Maintenance	11,927,813	0
Outside Services	10,604,289	0
Equipment Rental	1,378,999	0
Utilities	5,006,022	0
Marketing	654,904	0
Depreciation and Amortization	17,884,417	0
Other Expenses	11,290,765	0
Total Operating Expenses	<u>\$ 360,197,496</u>	<u>\$ 25,387,210</u>
Operating Income (Loss)	<u>\$ 428,654</u>	<u>\$ 2,069,594</u>

(Continued)

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

Proprietary Funds (Cont.)

	Business-type Activities - Major Enterprise Fund Blount Memorial Hospital Enterprise Fund	Governmental Activities Internal Service Fund Self- Insurance Fund
Nonoperating Revenues (Expenses)		
Investment Income	\$ 3,418,667	\$ 1,154,060
Interest Expense	(2,761,820)	0
FEMA Grant Revenue	3,416,687	0
Other Nonoperating Loss	(88,282)	0
Total Nonoperating Revenues (Expenses)	<u>\$ 3,985,252</u>	<u>\$ 1,154,060</u>
Income (Loss) Before Transfers	\$ 4,413,906	\$ 3,223,654
Transfers Out	<u>0</u>	<u>(280,000)</u>
Change in Net Position	\$ 4,413,906	\$ 2,943,654
Net Position, July 1, 2023	0	14,829,541
Restatement - See Note I.D.10	<u>133,106,983</u>	<u>0</u>
Net Position, June 30, 2024	<u><u>\$ 137,520,889</u></u>	<u><u>\$ 17,773,195</u></u>

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

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

Proprietary Funds

For the Year Ended June 30, 2024

	Business-type Activities - Major Enterprise Fund Blount Memorial Hospital Enterprise Fund	Governmental Activities Internal Service Fund Self- Insurance Fund
Cash Flows from Operating Activities		
Receipts for Self-insurance Premiums	\$ 0	\$ 27,457,478
Receipts for Prescription Rebates	0	2,047,077
Receipts from Patients	357,337,528	0
Payments to Fiscal Agents	0	(1,806,562)
Payments to Insurers	0	(1,860,517)
Payments for Claims	0	(23,640,633)
Payments for Administrative Costs	0	(26,115)
Payments to Employees for Services	(192,705,927)	0
Payments to Suppliers and Contractors for Goods and Services	(149,453,870)	0
Net Cash Provided By (Used In) Operating Activities	<u>\$ 15,177,731</u>	<u>\$ 2,170,728</u>
Cash Flows from Investing Activities		
Interest on Investments	\$ 3,147,626	\$ 1,138,446
Net Sale of Investments	(60,609)	0
Net Cash Provided By (Used In) Investing Activities	<u>\$ 3,087,017</u>	<u>\$ 1,138,446</u>
Cash Flows from Noncapital Financing Activities		
Transfers to Other Funds	\$ 0	\$ (280,000)
Other Revenues and Expenses	3,328,405	0
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>\$ 3,328,405</u>	<u>\$ (280,000)</u>
Cash Flows from Capital and Related Financing Activities		
Additions to Property and Equipment	\$ (4,624,200)	\$ 0
Payments of Long-term Debt	(154,020)	0
Payments Due to Primary Government	(8,935,000)	0
Payments of Lease and Subscription-Based Obligations	(4,812,549)	0
Interest Paid	(1,638,204)	0
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ (20,163,973)</u>	<u>\$ 0</u>
Increase (Decrease) in Cash	\$ 1,429,180	\$ 3,029,174
Cash, July 1, 2023	<u>64,217,695</u>	<u>19,551,396</u>
Cash, June 30, 2024	<u><u>\$ 65,646,875</u></u>	<u><u>\$ 22,580,570</u></u>

(Continued)

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

Proprietary Funds (Cont.)

	Business-type Activities - Major Enterprise Fund Blount Memorial Hospital Enterprise Fund	Governmental Activities Internal Service Fund Self- Insurance Fund
Reconciliation of Net Operating Income (Loss)		
to Net Cash Provided By (Used In) Operating Activities		
Operating Income (Loss)	\$ 428,654	\$ 2,069,594
Adjustments to Reconcile Net Operating Income (Loss)		
to Net Cash Provided By (Used In) Operating Activities:		
(Increase) Decrease in Operating Receivables (excluding interest receivable)	0	(327,203)
Increase (Decrease) in Depreciation and Amortization	17,884,417	0
Increase (Decrease) in Leases	60,603	0
Increase (Decrease) in Provision for Bad Debts	16,537,154	0
Increase (Decrease) in Operating Assets and Deferred Outflows of Resources	(21,183,499)	0
Increase (Decrease) in Accounts Payable	0	(213,673)
Increase (Decrease) in Other Current Liabilities	0	642,010
Increase (Decrease) in Operating Liabilities	1,450,402	0
Net Cash Provided By (Used In) Operating Activities	<u>\$ 15,177,731</u>	<u>\$ 2,170,728</u>
Reconciliation of Cash With the Statement of Net Position		
Cash Per Net Position	\$ 9,789,712	\$ 612,090
Equity in Pooled Cash and Investments Per Net Position	0	21,968,480
Cash and Cash Equivalents Included in Assets Limited as to Use	<u>55,857,163</u>	<u>0</u>
Cash, June 30, 2024	<u>\$ 65,646,875</u>	<u>\$ 22,580,570</u>

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

BLOUNT COUNTY, TENNESSEE
Statement of Net Position
 Fiduciary Funds
June 30, 2024

	Private Purpose Trust Fund	Custodial Funds
ASSETS		
Cash	\$ 0	\$ 6,252,371
Equity in Pooled Cash and Investments	485,403	1,378,544
Accounts Receivable	2,162	449,339
Due from Other Governments	0	9,378,360
Property Taxes Receivable	0	17,123,711
Allowance for Uncollectible Taxes	0	(197,893)
Total Assets	<u>\$ 487,565</u>	<u>\$ 34,384,432</u>
LIABILITIES		
Accounts Payable	\$ 0	\$ 14,137
Due to Other Taxing Units	0	9,409,167
Due to Litigants, Heirs, and Others	0	11,270
Due to Joint Ventures	0	851,287
Total Liabilities	<u>\$ 0</u>	<u>\$ 10,285,861</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Current Property Taxes	\$ 0	\$ 16,858,767
Other Deferred/Unavailable Revenue	0	51,739
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 16,910,506</u>
NET POSITION		
Restricted For:		
Individuals, Organizations and Other Governments	\$ 0	\$ 7,188,065
Permanent Endowment:		
Expendable	2,162	0
Nonexpendable	485,403	0
Total Net Position	<u><u>\$ 487,565</u></u>	<u><u>\$ 7,188,065</u></u>

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

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

	Private Purpose Trust Fund	Custodial Funds
ADDITIONS		
Sales Tax Collections for Other Governments	\$ 0	\$ 33,305,604
Hotel/Motel Tax Collections for Joint Venture	0	4,250,168
ADA - Educational Funds Collected for Cities	0	36,117,958
Fines/Fees and Other Collections	25,300	37,298,177
Drug Task Force Collections	0	288,021
District Attorney General Collections	0	19,918
Total Additions	<u>\$ 25,300</u>	<u>\$ 111,279,846</u>
DEDUCTIONS		
Payment of Sales Tax Collections to Other Governments	\$ 0	\$ 33,305,604
Payment of Hotel/Motel Tax Collections for Joint Venture	0	4,250,168
Contributions to Local Organization	25,263	0
Payments to City School Systems	0	36,117,958
Payments to State	0	20,919,648
Payments to Individuals and Others	0	18,563,495
Payment of Drug Task Force Expenses	0	325,261
Payment of District Attorney General Expenses	0	22,578
Total Deductions	<u>\$ 25,263</u>	<u>\$ 113,504,712</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 37	\$ (2,224,866)
Net Position, July 1, 2023	<u>487,528</u>	<u>9,412,931</u>
Net Position, June 30, 2024	<u><u>\$ 487,565</u></u>	<u><u>\$ 7,188,065</u></u>

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

BLOUNT COUNTY, TENNESSEE

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Blount 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 Blount County:

A. Reporting Entity

Blount County is a public municipal corporation governed by an elected 21-member board. As required by GAAP, these financial statements present Blount County (the primary government) and its component units. The financial statements of the Blount County Emergency Communications District and the Blount County Public Building Authority, component units requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of these omissions did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

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

The Blount County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Blount County. The Blount County Emergency Communications District is governed by a nine-member board of directors, four of whom are appointed by the Blount County Commission, two each by the cities of Maryville and Alcoa, and one elected by the other eight members. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's approval. The financial statements of the Blount County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Blount County Public Building Authority serves as a financing mechanism to provide capital loans to local governments throughout the state. The Blount County Public Building Authority is a public nonprofit organization whose board is appointed by the Blount County Commission. The county is entitled to the net earnings of the authority after provisions have

been made for obligations and any reserves, which are determined by the board. The financial statements of the Blount County Public Building Authority were not material to the component units' opinion unit and therefore have been omitted from this report.

The Blount 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 Blount County Emergency Communications District and the Blount County Public Building Authority can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Blount County Emergency Communications District
1431 William Blount Drive
Maryville, TN 37801

Blount County Public Building Authority
381 Court Street
Maryville, TN 37804

B. Government-wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds, the proprietary funds (internal service and enterprise), and fiduciary funds. The internal service fund is 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 and the major enterprise fund 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 Blount 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 and proprietary categories. Blount County reports two proprietary funds, one internal service fund and one enterprise fund.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 60 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. Blount 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, including lease and SBITA obligations, 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 a private-purpose trust and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangement.

Blount 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.

Other General Government Fund – This special revenue fund accounts for proceeds received from the American Rescue Plan Act.

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

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

Blount County reports the following major enterprise fund:

Blount Memorial Hospital Enterprise Fund – This fund accounts for the Blount Memorial Hospital under authority of and in compliance with the provisions of Chapter 187 of the Tennessee Private Acts of 1945.

Additionally, Blount County reports the following fund types:

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

Internal Service Fund – The Self Insurance Fund accounts for the self-insured general liability, property, casualty, workers’ compensation, and employee health benefits managed by the county for the primary government and the discretely presented school department.

Private Purpose Trust Fund – The Private Purpose Trust Fund is used to account for resources legally held in trust for the benefit of the Boys & Girls Club of Blount County. Earnings on invested resources may be used to benefit the Boys & Girls Club, but the principal is required to be maintained intact.

Custodial Funds – These funds account for amounts collected in an custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Blount County, the city school systems’ shares of educational revenues, hotel/motel tax received by the county to be forwarded to the Tourism Development Authority, state grants and other restricted revenues held for

the benefit of the Judicial District Drug Task Force, restricted revenues held for the benefit of the Office of District Attorney General.

The discretely presented Blount 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 building construction and renovations of the school department.

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 two proprietary funds. These include an internal service fund, used to account for general liability, property, casualty, employee health, and workers' compensation programs, and an enterprise fund used to account for Blount Memorial Hospital operations. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the county's internal service fund are self-insurance premiums. Operating expenses for the internal service fund include medical and other self-insured claims and fiscal agent charges. The principal operating revenues of the enterprise fund are patient charges. Operating expenses of the enterprise fund include various expenditures associated with operation of the county's hospital.

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 of the primary government (excluding Blount Memorial Hospital), 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 (excluding Blount Memorial Hospital) and the discretely presented Blount 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, General Debt Service, and General Purpose School funds. Blount County (excluding Blount Memorial Hospital) 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. Blount County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

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

2. **Receivables and Payables**

Activity between funds for unremitted current collections, as well as activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as due to/from other funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide statements as internal balances.

All property taxes receivable are shown net of an allowance for uncollectibles. The allowance for uncollectible property taxes is equal to 0.6 percent of the 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 60 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.

Lease receivables and deferred inflows of resources are recognized in the governmental funds and government-wide financial statements. At the commencement of a lease, a lease receivable is initially measured at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable and deferred inflow are reduced by the principal portion of lease payments received. Interest received from the lessee is recognized as revenue when received. Any accumulated interest on June 30 will result in accrued interest receivable in the governmental funds and government-wide financial statements.

Most payables are disaggregated on the face of the financial statements. On the Statement of Net Position for the primary government, a portion of Accounts Payable totaling \$1,924,841, as well as the entire balance in the account Other Current Liabilities totaling \$3,748,881, represent internal service fund liabilities for self-insured claims. Other Current Liabilities of the discretely presented school department consist primarily of accrued payroll taxes and other employee benefits. Unearned revenue of the primary government represents amounts for summer health

insurance premiums for certain school department employees in the internal service fund. Due to Other Governments in the Statement of Net Position for both the primary government and the discretely presented school department represents American Rescue Plan Act funds received in advance.

Retainage payable represents amounts withheld from construction contract payments pending completion of the projects. Amounts reported as retainage payable are held by the county trustee as equity in pooled cash and investments of the applicable funds.

3. Prepaid Items

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

4. Restricted Assets

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

5. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), and intangible right-to-use assets (e.g., lease and SBITA assets) are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government (excluding Blount Memorial Hospital) as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of more than two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

Property, plant, equipment, and infrastructure of the primary government (excluding Blount Memorial Hospital) and the discretely presented school department are depreciated using the straight-line method over the following estimated useful lives: Right-to-use assets are amortized over the shorter of the lease or SBITA term or useful life.

Assets	Years
Buildings and Improvements	50
Other Capital Assets	5 - 20
Infrastructure	20 - 30
Right-to-Use Assets	2 - 25

6. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net 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 the deferred charge on refunding, pension and OPEB changes in experience, pension and OPEB changes in assumptions, pension changes in investment earnings, pension changes in proportion, and pension contributions 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, deferred leases receivable, pension and OPEB changes in experience, pension changes in proportion, OPEB changes in assumptions, and various receivables for revenues, which do not meet the availability criteria in governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

7. Compensated Absences

It is the county's policy (with the exception of the Blount Memorial Hospital) to permit employees to accumulate earned but unused vacation and sick pay benefits. Upon retirement, employees will be paid for the balance of their unused annual leave. Employees who resign voluntarily will not be paid for unused annual leave. Employees will be reimbursed for unused sick leave upon retirement or death up to a maximum of 30 days. Vacation benefits for the school department generally do not accumulate

and must be used within the year or lost. Vacation days and accrual for the director of schools are established by contract. There is no liability for unpaid accumulated sick leave for the school department since they do not have a policy to pay any amounts when employees separate from service with the government. All vacation pay and the limited liability for sick leave of the primary government are accrued when incurred in the government-wide statements. A liability for vacation and sick 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, Lease Obligations, SBITA Obligations, and Long-term Obligations

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

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

Lease and SBITA obligations are recognized in the government-wide financial statements. At the commencement of a lease or SBITA, a liability is initially measured at the present value of payments expected to be made during the obligation term. Subsequently, the liability is reduced by the principal portion of lease or subscription payments made.

Only the matured portion (the portion that has come due for payment) of long-term indebtedness, including bonds payable, lease and SBITA obligations, is recognized as a liability and expenditure in the governmental fund financial statements. Liabilities and expenditures for other long-term obligations, including compensated absences, pension liabilities, and other postemployment benefits, 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 fund in the fund financial statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding

balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

As of June 30, 2024, Blount County had \$87,758,048 in outstanding debt for capital purposes of other entities (schools - \$85,894,853, industrial purposes - \$1,863,195). In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (the cities of Maryville and Alcoa school systems) based on an average daily attendance proration. This debt is a liability of Blount County, but the capital assets acquired are reported in the financial statements of the other entities. On June 30, 2024, Blount County also had \$4,962,480 of non-capital debt, which was used to retire interest rate swap agreements related to capital debt of the primary government. Therefore, Blount 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. The General Debt Service Fund reports Restricted for Public Safety (\$3,150,208) and Restricted for Education (\$10,437,732) for the uncollected portion of fund balance loaned to the General Fund and discretely presented school department, respectively. Those long-term loans are discussed in Note IV.L., Internal Financing.

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 and the Board of Education are authorized bodies to make assignments for the primary government and the school department, respectively. Assigned fund balance in the General Fund represents amounts for encumbrances (\$2,090,754). Assigned fund balance in the school department’s General Purpose School Fund includes an amount appropriated for use in the 2024-25 budget (\$4,126,500) and amounts assigned for encumbrances (\$2,532,656).

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds. These funds are the only governmental funds that report positive unassigned fund balance. However, in governmental funds other than the General and General Purpose School funds, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned for those purposes, it may be necessary to report a negative unassigned fund balance, which would be a deficit.

10. Restatement

Prior to June 30, 2024, Blount Memorial Hospital was recognized as a discretely presented component unit of Blount County. During the year, Blount County and the Blount Memorial Hospital Board of Directors entered into a management agreement for Blount Memorial Hospital, Inc. to operate and manage the Blount Memorial Hospital on the county’s behalf. The management agreement acknowledges that Blount Memorial Hospital and related property are assets of Blount County. As a result of this change, a restatement of \$133,106,983 has been recognized to reflect the Blount Memorial Hospital as an enterprise fund of Blount County.

11. Change in Reporting Entity

The Blount Memorial Hospital was reported as an enterprise fund of Blount County for the 2024 fiscal year due to the county and hospital board of directors acknowledgement that the hospital and associated property are assets of Blount County. The following table represents the effects of this change to the beginning balances of the aggregate discretely presented component units.

	Discretely Presented Component Units		
	School	Blount Memorial	Aggregate
	Department	Hospital	DCU
Net Position, as previously reported	\$ 174,240,887	\$ 133,106,983	\$ 307,347,870
Adjustments for Hospital Deletion:			
Beginning Net Position	\$ 0	\$ (133,106,983)	\$ (133,106,983)
Net Change in Beginning Net Position	\$ 0	\$ (133,106,983)	\$ (133,106,983)
Net Position, July 1, 2023 Restated	\$ 174,240,887	\$ 0	\$ 174,240,887

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

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

F. Other Postemployment Benefit (OPEB) Plans

Primary Government

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

Discretely Presented Blount County School Department

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

Department. For this purpose, the school department recognizes benefit payments when due and payable in accordance with benefit terms. The school department's OPEB plan is not administered through a trust.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

Primary Government

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

Discretely Presented Blount County School Department

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

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

Primary Government

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

Discretely Presented Blount County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. *Budgetary Information*

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

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be sufficient to meet current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the

county commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

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

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

On June 30, 2024, Blount County and the Blount County School Department had the following outstanding encumbrances:

<u>Funds</u>	<u>Amount</u>
Primary Government:	
Major Funds:	
General	\$ 2,090,754
Other General Government	13,553,981
Highway/Public Works	1,266,898
Nonmajor governmental funds	3,994,892
School Department:	
Major Funds:	
General Purpose School	2,532,656
Education Capital Projects	7,397,837
Nonmajor governmental funds	783,853

B. Budgetary Basis Fund Deficits

The Other General Government Fund reported a budgetary basis fund deficit of \$5,805,316 on June 30, 2024. The budgetary basis deficit resulted from the recognition of budgetary basis expenditures for outstanding encumbrances of \$13,553,981. The future expenditures represented by the outstanding encumbrances are being funded by federal grants and the budgetary basis deficit is expected to be liquidated upon receipt of those future grant funds. Additionally, the School Federal Projects Fund reported a budgetary basis deficit of \$487,221 on June 30, 2024. The budgetary basis deficit resulted from the recognition of budgetary basis expenditures for outstanding encumbrances of \$766,099. The future expenditures represented by the outstanding encumbrances are being funded by federal grants and the budgetary basis deficit is expected to be liquidated upon receipt of those future grant funds.

C. *Cash Shortage*

The discretely presented Blount County School Department has a cash shortage of \$34,562 as of June 30, 2024. Details of this cash shortage are discussed in the Schedule of Findings and Question Costs section of this report.

D. *Expenditures Exceeded Appropriations*

Expenditures exceeded appropriations approved by the county commission in the Workhouse, Recycling Center, and Transfers Out major appropriations categories (the legal level of control) of the General Fund by \$35, \$198, and \$5,438, respectively. Expenditures exceeded appropriations approved by the county commission in the Technology major appropriations category (the legal level of control) of the School Federal Projects Fund by \$116. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by greater than anticipated revenues in the General Fund and by federal grant carryover funds in the School Federal Projects Fund.

E. *Appropriations Exceeded Estimated Available Funds*

The budget and subsequent amendments approved by the county commission for the Other General Government Fund resulted in appropriations exceeding estimated available funding by \$2,194,295.

IV. DETAILED NOTES ON ALL FUNDS

A. *Deposits and Investments*

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

Deposits

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

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

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

Investments

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

Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

Investment Balances. As of June 30, 2024, Blount County had the following investments carried at amortized cost using a Stable Net Asset Value. Pooled investments reported in the following table are held in the county trustee’s investment pool. Separate disclosures concerning pooled investments cannot be made for Blount County and the discretely presented Blount County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity (days)	Maturities	Amortized Cost
Investments at Amortized Cost:			
State Treasurer's Investment Pool	1 to 48	N/A	\$ 475,236

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. Blount 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. Blount County has no investment policy that would further limit its investment choices. As of June 30, 2024, Blount County’s investment in the State Treasurer’s Investment Pool was unrated.

Further information concerning the legal provisions, investment policies, investment types, and credit risks for the State Treasurer’s Investment Pool and the State Treasurer’s Intermediate Term Investment Fund 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 Blount 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 Blount 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 Blount 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	\$ 384,922
Developed Market International Equity	N/A	N/A	173,836
Emerging Market International Equity	N/A	N/A	49,667
U.S. Fixed Income	N/A	N/A	248,336
Real Estate	N/A	N/A	124,168
Short-term Securities	N/A	N/A	12,417
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>248,336</u>
Total			<u>\$ 1,241,682</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

Blount County has agreed to make \$6,000,000 available for draws on a loan from Blount County to a joint venture industrial development board (the Industrial Development Board of Blount County, the city of Alcoa, and the city of Maryville) which is discussed in Note V.E. The loan is for the purpose of providing financing for infrastructure improvements related to the location of an industrial client, AMAZON.COM Services LLC (Amazon). The loan is to be repaid by the industrial development board from revenues received in-lieu of property tax from Amazon. The Industrial Development Board has drawn the entire \$6,000,000 of the authorized loan as of June 30, 2024. Repayment terms are dependent upon the amount of collections from the in-lieu of tax revenues each year. During the year, the county received \$1,416,466 to be applied toward principal reduction of the loan. The amount of the long-term receivable not expected to be received within one year is not determinable.

The balance of the loan (\$3,862,894) on June 30, 2024, is reported in the General Fund and is offset by nonspendable fund balance.

C. Lease Receivable

Blount County is the lessor for land leased by a wireless tower and infrastructure operator (Eco-Site II, LLC). The lease term commenced on March 1, 2020, for a period of 5 years with

automatic renewal for 4 additional 5 years terms unless the lessee gives a 3 month notice of its intention to terminate. The lessee may also terminate the lease with a 3 month notice to the county prior to the annual anniversary of the commencement date. Based on consideration of all relevant factors, management considers it reasonably certain that the lessee will not exercise its options to terminate. The county used its incremental borrowing rate of 1.2 percent to discount the present value of the lease payments to report the lease receivable. Blount County recognized \$11,922 in lease revenue and \$3,453 in interest revenue during the year. Future expected payments for this lease are as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 12,065	\$ 3,310	\$ 15,375
2026	12,211	3,164	15,375
2027	12,358	3,017	15,375
2028	12,507	2,868	15,375
2029	12,658	2,717	15,375
2030-2034	65,620	11,255	76,875
2035-2039	69,675	13,580	76,875
2040-2044	73,982	2,893	76,875
2045	10,205	45	10,250
Total	<u>\$ 281,281</u>	<u>\$ 42,849</u>	<u>\$ 317,750</u>

Blount County entered into agreements with the city of Maryville (dated December 7, 2021) and the city of Alcoa (dated January 1, 2022) for the use of certain county communications equipment by the cities. Each agreement expires June 30, 2031, with each city being able to terminate its agreement at any time with 30 days' notice. There is no penalty specified for early termination, and it is not considered reasonably certain that the cities will not exercise the termination options. Therefore, no lease receivable is reported for these agreements. The city of Maryville is required to make annual payments of \$131,458 and the city of Alcoa is required to make annual payments of \$121,380 while the agreements are in force.

D. Capital Assets

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

Primary Government (Excluding Blount Memorial Hospital)

Governmental Activities:

	* Restated			
	Balance			Balance
	7-1-23	Increases	Decreases	6-30-24
Capital Assets Not Depreciated:				
Land	\$ 8,853,519	\$ 0	\$ 0	\$ 8,853,519
Construction in Progress	3,097,795	9,838,452	(254,563)	12,681,684
Total Capital Assets Not Depreciated	\$ 11,951,314	\$ 9,838,452	\$ (254,563)	\$ 21,535,203
Capital Assets Depreciated:				
Buildings and Improvements	\$ 56,986,687	\$ 4,591,889	\$ (350,000)	\$ 61,228,576
Infrastructure	151,980,258	3,151,171	0	155,131,429
Other Capital Assets	32,007,125	4,457,147	(616,431)	35,847,841
Total Capital Assets Depreciated	\$ 240,974,070	\$ 12,200,207	\$ (966,431)	\$ 252,207,846
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 26,798,366	\$ 1,293,294	\$ (118,627)	\$ 27,973,033
Infrastructure	109,827,986	3,730,628	0	113,558,614
Other Capital Assets	20,856,901	1,404,390	(577,363)	21,683,928
Total Accumulated Depreciation	\$ 157,483,253	\$ 6,428,312	\$ (695,990)	\$ 163,215,575
Total Capital Assets Depreciated, Net	\$ 83,490,817	\$ 5,771,895	\$ (270,441)	\$ 88,992,271
Intangible Right-to-Use Assets:				
Lease Equipment	\$ 534,535	\$ 0	\$ 0	\$ 534,535
SBITA	3,122,359	171,967	0	3,294,326
Less: Accumulated				
Amortization - Leases	42,763	21,381	0	64,144
Amortization - SBITA	866,031	865,355	0	1,731,386
Net Intangible Right-to-Use Assets	\$ 2,748,100	\$ (714,769)	\$ 0	\$ 2,033,331
Governmental Activities Capital Assets, Net	\$ 98,190,231	\$ 14,895,578	\$ (525,004)	\$ 112,560,805

* Balance 7-1-23 for infrastructure has been restated by \$4,290,812 to include fully depreciated roads not previously capitalized.

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

Governmental Activities:

General Government	\$ 418,154
Finance	410,452
Administration of Justice	228,844
Public Safety	1,653,000
Public Health and Welfare	25,896
Social, Cultural, and Recreational	376,801
Highways	<u>4,201,901</u>
Total Depreciation and Amortization Expense - Governmental Activities	<u><u>\$ 7,315,048</u></u>

Net Investment in Capital Assets

Capital Assets (both tangible and intangible)	\$ 112,560,805
Add:	
Unamortized balance of capital-related deferred outflows of resources	176,120
Less:	
Outstanding principal balance of debt and other borrowing used to refund capital-related debt	(16,068,885)
Outstanding principal balance of lease obligations	(478,484)
Outstanding principal balance of SBITA obligations	(1,648,251)
Unamortized balance of original issue premiums on outstanding capital-related debt	(1,511,372)
Capital-related contracts payable	(2,030,324)
Capital-related retainage payable	(143,511)
Net Investment in Capital Assets	<u><u>\$ 90,856,098</u></u>

Discretely Presented Blount County School Department

Governmental Activities:

	Balance 7-1-23		Increases		Decreases		Balance 6-30-24
Capital Assets Not Depreciated:							
Land	\$	9,951,059	\$	0	\$	0	\$ 9,951,059
Construction in Progress		23,166,580		8,062,919		(21,836,404)	9,393,095
Total Capital Assets Not Depreciated	\$	33,117,639	\$	8,062,919	\$	(21,836,404)	\$ 19,344,154
Capital Assets Depreciated:							
Buildings and Improvements	\$	191,241,406	\$	25,990,264	\$	0	\$ 217,231,670
Other Capital Assets		8,355,515		1,643,723		(188,468)	9,810,770
Total Capital Assets Depreciated	\$	199,596,921	\$	27,633,987	\$	(188,468)	\$ 227,042,440
Less Accumulated Depreciation For:							
Buildings and Improvements	\$	87,784,393	\$	4,204,131	\$	0	\$ 91,988,524
Other Capital Assets		5,483,579		453,057		(167,132)	5,769,504
Total Accumulated Depreciation	\$	93,267,972	\$	4,657,188	\$	(167,132)	\$ 97,758,028
Total Capital Assets Depreciated, Net	\$	106,328,949	\$	22,976,799	\$	(21,336)	\$ 129,284,412
Governmental Activities Capital Assets, Net	\$	139,446,588	\$	31,039,718	\$	(21,857,740)	\$ 148,628,566

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

Governmental Activities:

Instruction	\$	936,807
Support Services		3,554,005
Operation of Non-instructional Services		166,376
Total Depreciation Expense - Governmental Activities	\$	4,657,188

Net Investment in Capital Assets

Capital Assets	\$	148,628,566
Less:		
Outstanding principal balance of capital-related debt and other borrowings		(10,437,732)
Capital-related contracts payable		(185,650)
Capital-related retainage payable		(9,771)
Net Investment in Capital Assets	\$	<u>137,995,413</u>

E. Construction Commitments

The Other General Government Fund had uncompleted contracts for the Eagleton Ballpark Redevelopment in the amount of \$13,317,810, and for waterline construction in the amount of \$98,610, on June 30, 2024. Funding has been received for these future expenditures.

The Highway Capital Projects Fund had uncompleted contracts for various road and bridge construction projects in the amount of \$1,490,888 on June 30, 2024. Funding has been received for these future expenditures.

The Other Capital Projects Fund had uncompleted contracts for a roofing project at the probation office in the amount of \$58,624, and for the Eagleton Ballpark Redevelopment project in the amount of \$2,227,706, on June 30, 2024. Funding has been received for these future expenditures.

The school department's School Federal Projects Fund had uncompleted contracts for HVAC upgrades and a boiler repair in the amount of \$670,688 on June 30, 2024. Funding for those future expenditures is being provided by federal grants.

The school department also had uncompleted construction contracts of approximately \$7,250,685 in the Education Capital Projects Fund for the installation of a new roof, HVAC upgrades, awning, and for CTE classroom renovations. Funding has been received for these future expenditures.

F. Interfund Receivables, Payables, and Transfers

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

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 37,948
General Debt Service	General	3,150,208
Nonmajor governmental	"	608,644
Discretely Presented School Department:		
Nonmajor governmental	General Purpose School	13,456

Amounts due to the General Debt Service Fund from the General Fund include \$3,150,208 for the balance of an interfund loan. Of this amount, the amount not expected to be received within one year is \$2,716,122. The remaining interfund balances resulted from the time lag between the date that interfund goods and services are provided or reimbursable expenditures occur, and payments are made between funds.

Due to/from Primary Government and Component Units:

Amounts due to/from the primary government and the discretely presented school department as of June 30, 2024, were:

Receivable Entity	Payable Entity	Amount
Primary Government:	Component Unit:	
General Debt Service Fund	School Department:	
Internal Service Fund	Governmental Activities	\$ 10,437,732
Internal Service Fund	General Purpose School Fund	848,028
	Nonmajor governmental funds	94,368

The amount due to the General Debt Service Fund from the discretely presented school department's governmental activities represents the balance of long-term loans from the General Debt Service Fund to the school department. Those loans are detailed in Note IV.L. Of the amount due on June 30, 2024, \$9,340,000 is not expected to be received within one year.

The amounts due to the Internal Service Fund represent summer health insurance premiums due to the primary government's Self-Insurance Fund.

Interfund Transfers

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

Primary Government

Transfers Out	Transfers In		
	General Fund	General Debt Service Fund	Nonmajor governmental funds
General Fund	\$ 0	\$ 684,563	\$ 1,462,000
Highway/Public Works Fund	0	0	3,514,461
Nonmajor governmental funds	332,469	0	0
Internal Service Fund	280,000	0	0
Total Transfers	\$ 612,469	\$ 684,563	\$ 4,976,461

Transfers to the nonmajor governmental funds include \$3,514,461 from the Highway/Public Works Fund for capital expenditures and \$1,462,000 from the General Fund for operation of the library. Transfers to the General Debt Service Fund represent tax credit bond rebate funds. Transfers to the General Fund from the nonmajor governmental funds include \$264,969 for library maintenance and custodial expenses and \$67,500 for a housing project. Transfers to the General Fund from the internal service fund are for shared payroll expenses.

Discretely Presented Blount County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Education Capital Projects Fund
General Purpose School Fund	\$ 0	\$ 1,364,307
Nonmajor governmental funds	335,525	0
Total	\$ 335,525	\$ 1,364,307

The school department transferred \$335,525 from the nonmajor governmental funds to the General Purpose School Fund to provide funds for indirect cost for grant programs. Transfers to the Education Capital Projects Fund represent contributions for debt service requirements.

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.

G. Lease Obligations (Excluding Blount Memorial Hospital)

On May 19, 2011, Blount County entered into a ten-year lease with Wireless Properties II, LLC, for land to be used for the placement of public safety communication antennas. The agreement renews automatically for 5 additional 5-year terms unless the county notifies the lessor within 60 days of the end of each five-year term of its election to terminate. Based on consideration of all relevant factors, management considers it reasonably certain that the county will not exercise its options to terminate. The current yearly lease payment is \$24,876. The present value of the lease was determined using a discount rate of 1.2%, the same interest rate as the county's incremental borrowing rate. The lease land and accumulated amortization of the right-to-use asset is outlined in Note IV.D.

Remaining lease payments on this land lease include:

Year Ending June 30	Public Safety Communication Land Lease		
	Principal	Interest	Total
2025	\$ 19,134	\$ 5,742	\$ 24,876
2026	19,364	5,512	24,876
2027	19,596	5,280	24,876
2028	19,831	5,045	24,876
2029	20,069	4,807	24,876
2030-2034	104,017	20,362	124,379
2035-2039	110,409	13,970	124,379
2040-2044	117,194	7,185	124,379
2045-2046	48,870	882	49,752
Total	\$ 478,484	\$ 68,785	\$ 547,269

Changes in Lease Obligations

Lease obligation activity for the year ended June 30, 2024, was as follows:

Governmental Activities:

	Leases
Balance, July 1, 2023	\$ 497,391
Reductions	(18,907)
Balance, June 30, 2024	<u>\$ 478,484</u>
Balance Due Within One Year	<u>\$ 19,134</u>

Analysis of Noncurrent Liabilities for Leases Presented on Exhibit A:

Total Noncurrent Liabilities - Leases, June 30, 2024	\$ 478,484
Less: Balance Due Within One Year - Leases	<u>(19,134)</u>
Noncurrent Liabilities - Due in	
More Than One Year - Leases - Exhibit A	<u>\$ 459,350</u>

Blount County has entered into a leasing program with Enterprise Fleet Management. As of June 30, 2024, Blount County was leasing 14 vehicles. All leases are initially for 48 months with the option to extend for an additional 12 months. The county can opt out of the leases at any time with a 30-day written notice. There is no penalty specified for early termination, and it is not considered reasonably certain that the county will not exercise the option to terminate. Therefore, there is no lease obligation payable reported for these lease vehicles. Amounts paid under the agreement during the year totaled \$87,123.

H. *SBITA Obligations (Excluding Blount Memorial Hospital)*

Accounting Software Subscription:

On September 1, 2019, Blount County entered into a 60-month agreement as lessee for the use of Tyler Technology accounting software. As of July 1, 2023, the remaining term was 14 months with no option to terminate and to continue the agreement year-to-year thereafter. The initial subscription liability was recorded in the amount of \$554,868 during the previous fiscal year. Blount County is required to make quarterly principal and interest payments of \$65,649. The SBITA has an annual interest rate of 5.45%. As of June 30, 2024, the present value of the SBITA liability was \$65,057. The SBITA obligation and accumulated amortization of the right-to-use asset is outlined in Note IV.D.

Year Ending June 30	Accounting Software Subscription		
	Principal	Interest	Total
2025	\$ 65,057	\$ 592	\$ 65,649
Total	\$ 65,057	\$ 592	\$ 65,649

Sheriff Camera Cloud Service Subscription and Storage:

On December 1, 2019, Blount County entered into a 72-month agreement as lessee for the use of Axon Enterprise cloud services. As of July 1, 2023, the remaining term was 30 months with no option to terminate. An initial subscription liability was recorded in the amount of \$1,768,355 during the previous fiscal year. Blount County is required to make yearly principal and interest payments of \$503,920. The SBITA has an annual interest rate of 5.45%. As of June 30, 2024, the present value of the SBITA liability was \$931,054. The SBITA obligation and accumulated amortization of the right-to-use asset is outlined in Note IV.D.

Year Ending June 30	Sheriff Camera Cloud Service Subscription and Storage		
	Principal	Interest	Total
2025	\$ 453,178	\$ 50,742	\$ 503,920
2026	477,876	26,044	503,920
Total	\$ 931,054	\$ 76,786	\$ 1,007,840

Payroll Software Subscription:

On July 22, 2022, Blount County entered into a 60-month agreement as lessee for the use of UKG payroll software. An initial subscription liability was recorded in the amount of \$799,137 during the previous fiscal year. Blount County is required to make monthly principal and interest payments of \$15,246. The SBITA has an annual interest rate of 5.45%. As of June 30, 2024, the present value of the SBITA liability was \$518,173. The SBITA obligation and accumulated amortization of the right-to-use asset is outlined in Note IV.D.

Year Ending June 30	Payroll Software Subscription		
	Principal	Interest	Total
2025	\$ 158,635	\$ 24,317	\$ 182,952
2026	167,500	15,452	182,952
2027	176,860	6,092	182,952
2028	15,178	68	15,246
Total	\$ 518,173	\$ 45,929	\$ 564,102

Sheriff License Plate Reader Software Subscription:

On September 22, 2023, Blount County entered into a 60-month agreement as lessee for the use of Flock Safety's license plate reader software. An initial subscription liability was recorded in the amount of \$171,967 during the current fiscal year. Blount County is required to make yearly principal and interest payments of \$38,000. The SBITA has an annual interest rate of 5.25%. As of June 30, 2024, the present value of the SBITA liability was \$133,967. The SBITA obligation and accumulated amortization of the right-to-use asset is outlined in Note IV.D.

Year Ending June 30	License Plate Reader Software Subscription		
	Principal	Interest	Total
2025	\$ 30,967	\$ 7,033	\$ 38,000
2026	32,592	5,408	38,000
2027	34,304	3,696	38,000
2028	36,104	1,896	38,000
Total	\$ 133,967	\$ 18,033	\$ 152,000

Changes in SBITA Obligations

SBITA obligation activity for the year ended June 30, 2024, was as follows:

Governmental Activities:

	SBITA
Balance, July 1, 2023	\$ 2,345,842
Additions	171,967
Reductions	(869,558)
Balance, June 30, 2024	\$ 1,648,251
Balance Due Within One Year	\$ 707,837

Analysis of Noncurrent Liabilities for Leases Presented on Exhibit A:

Total Noncurrent Liabilities - SBITA, June 30, 2024	\$ 1,648,251
Less: Balance Due Within One Year - SBITA	(707,837)
Noncurrent Liabilities - Due in More Than One Year - SBITA - Exhibit A	\$ 940,414

I. Long-term Debt

Primary Government (Excluding Blount Memorial Hospital)

General Obligation Bonds, Notes, and Other Loans

General Obligation Bonds - Blount 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 debt. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. Outstanding general

obligation bonds were issued for original terms of up to 21 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 - Blount County issues other loans to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes, and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Blount County had no outstanding capital outlay notes or other loans on June 30, 2024.

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

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-24
General Obligation Bonds - Refunding	.97 to 5%	6-30-37	\$ 145,715,000	\$ 105,830,000
Qualified School Construction Bonds	2.6	9-14-27	14,855,000	2,959,413

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 10,456,929	\$ 5,599,033	\$ 16,055,962
2026	10,856,929	5,148,238	16,005,167
2027	11,323,173	4,695,905	16,019,078
2028	12,262,382	3,576,782	15,839,164
2029	12,600,000	2,942,502	15,542,502
2030-2034	27,975,000	9,710,557	37,685,557
2035-2037	23,315,000	2,331,275	25,646,275
Total	\$ 108,789,413	\$ 34,004,292	\$ 142,793,705

There is \$33,338,319 available in the General Debt Service Fund to service long-term debt. However, of that amount, \$10,437,732 has been loaned to the discretely presented Blount County School Department and will be repaid over the next 10 years. Also, \$3,150,208 has been loaned to the General Fund and will be repaid over the next nine years. See Note. IV.L. for details of those loans. Bonded debt per capita totaled \$804, based on the 2020 federal census. Total debt, lease, and SBITA obligations per capita, including unamortized debt premiums, totaled \$899 based on the 2020 federal census.

Changes in Long-term Debt

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

Governmental Activities:

	Bonds
	<u> </u>
Balance, July 1, 2023	\$ 118,846,342
Reductions	<u>(10,056,929)</u>
Balance, June 30, 2024	<u><u>\$ 108,789,413</u></u>
Balance Due Within One Year	<u><u>\$ 10,456,929</u></u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 108,789,413
Less: Balance Due Within One Year - Debt	(10,456,929)
Add: Unamortized Premium on Debt	<u>10,734,809</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u><u>\$ 109,067,293</u></u>

Discretely Presented Blount County School Department

Internal Loans from Primary Government

As discussed further in Note IV.L., Internal Financing, the discretely presented school department has borrowed funds from the primary government's General Debt Service Fund to finance capital expenditures of the school department. The balance of those internal debt issues on June 30, 2024, amounted to \$10,437,732.

The annual requirements to amortize loan balances due to the primary government outstanding as of June 30, 2024, including interest payments, are presented in the following table:

Year Ending June 30	Internal Loans		
	Principal	Interest	Total
2025	\$ 1,097,732	\$ 268,565	\$ 1,366,297
2026	935,000	242,840	1,177,840
2027	960,000	218,530	1,178,530
2028	985,000	193,570	1,178,570
2029	1,010,000	167,960	1,177,960
2030-2034	<u>5,450,000</u>	<u>432,380</u>	<u>5,882,380</u>
Total	<u><u>\$ 10,437,732</u></u>	<u><u>\$ 1,523,845</u></u>	<u><u>\$ 11,961,577</u></u>

Changes in Long-term Debt Due to Primary Government From Discretely Presented School Department Component Unit

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

Governmental Activities:

	Internal Loans - Due to Primary Government
	<u> </u>
Balance, July 1, 2023	\$ 11,508,422
Reductions	<u>(1,070,690)</u>
Balance, June 30, 2024	<u><u>\$ 10,437,732</u></u>
Balance Due Within One Year	<u><u>\$ 1,097,732</u></u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt Due to Primary Government, June 30, 2024	\$ 10,437,732
Less: Balance Due Within One Year - Debt Due to Primary Government	<u>(1,097,732)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt Due to Primary Government	<u><u>\$ 9,340,000</u></u>

J. Long-Term Obligations

Primary Government (Excluding Blount Memorial Hospital)

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2023	\$ 1,483,432	\$ 10,318,069
Additions	1,877,019	1,034,257
Reductions	(1,335,967)	(848,956)
Balance, June 30, 2024	<u>\$ 2,024,484</u>	<u>\$ 10,503,370</u>
Balance Due Within One Year	<u>\$ 911,018</u>	<u>\$ 1,007,812</u>
	Net Pension Liability - Agent Plan*	Net Pension Liability - Library Plan
Balance, July 1, 2023	\$ (1,533,867)	\$ 127,994
Additions	16,173,387	371,280
Reductions	(12,895,747)	(499,274)
Balance, June 30, 2024	<u>\$ 1,743,773</u>	<u>\$ 0</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 0</u>

* The agent plan had a net pension asset as of July 1, 2023.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2024	\$ 14,271,627
Less: Balance Due Within One Year - Other	<u>(1,918,830)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 12,352,797</u>

These long-term obligations will be paid from the employing funds, primarily the General and Highway/Public Works funds.

Discretely Presented Blount County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Other Postemployment Benefits	Net Pension Liability - Agent Plan*
Balance, July 1, 2023	\$ 18,987,549	\$ (463,356)
Additions	1,614,434	5,342,360
Reductions	(1,574,803)	(4,303,004)
	<u>\$ 19,027,180</u>	<u>\$ 576,000</u>
Balance, June 30, 2024		
	<u>\$ 2,552,822</u>	<u>\$ 0</u>

* The agent plan had a net pension asset as of July 1, 2023.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2024	\$ 19,603,180
Less: Balance Due Within One Year - Other	<u>(2,552,822)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 17,050,358</u>

Other postemployment and pension benefits will be paid from the employing funds, primarily the General Purpose School and School Federal Project funds.

K Donor-restricted Endowments

The county accounts for a nonspendable endowment totaling \$485,403 in a private purpose trust fund. The principal amount must remain intact, while interest earned on the principal is to be used for the benefit of the Boys & Girls Club of Blount County. During the year ended June 30, 2024, the amount of accumulated interest remitted to the Boys & Girls Club totaled \$25,263. As of June 30, 2024, the private purpose trust fund has accumulated a balance of \$37 of unspent earned interest.

L Internal Financing

In-lieu-of issuing debt with financial institutions, Blount County chose to internally finance certain projects by loaning idle funds in the General Debt Service Fund to other funds of the primary government and to the discretely presented school department.

Internally reported notes receivable from idle funds loaned from the General Debt Service Fund that will subsequently be repaid by the General Fund are reflected below:

	Original Amount of Issue	Interest Rate		Date of Issue	Last Maturity Date
Emergency Communications Interfund Capital Outlay Note, Series 2022	\$ 4,470,466	1.2 %		2-1-22	6-30-32
	Outstanding 7-1-23	Paid and/or Matured During Period		Outstanding 6-30-24	

Emergency Communications Interfund Capital Outlay Note, Series 2022	\$ 3,579,148	\$ 428,940	\$ 3,150,208
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The balance of the Emergency Communications Interfund Capital Outlay Note is reflected as Due from Other Funds in the General Debt Service Fund and as Due to Other Funds in the General Fund.

Amounts loaned from the General Debt Service Fund to the discretely presented Blount County School Department are reflected below:

	Original Amount of Issue	Interest Rate		Date of Issue	Last Maturity Date
School Internal Capital Outlay Note, Series 2017	\$ 1,272,000	1.1 %		7-12-17	6-30-25
School Internal Capital Outlay Note, Series 2022	12,000,000	2.6		2-10-23	5-1-34
	Outstanding 7-1-23	Paid and/or Matured During Period		Outstanding 6-30-24	
School Internal Capital Outlay Note, Series 2017	\$ 373,422	\$ 185,690	\$ 187,732		
School Internal Capital Outlay Note, Series 2022	11,135,000	885,000	10,250,000		
Total	<u>\$ 11,508,422</u>	<u>\$ 1,070,690</u>	<u>\$ 10,437,732</u>		

The balances of the School Internal Capital Outlay Notes on June 30, 2024, are reflected as Due from Component Unit in the General Debt Service Fund and the government-wide financial statements of the primary government, and as Due to Primary Government in the government-wide financial statements of the discretely presented school department.

V. OTHER INFORMATION

A. *Risk Management*

Blount County (excluding Blount Memorial Hospital) has chosen to establish a self-insurance fund for risks associated with the general liability, property, casualty, employees' health plan, and risks associated with workers' compensation claims. The self-insurance fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county retains the risk of loss to a limit of \$350,000 for each employee and a \$200,000 aggregate specific deductible in any plan year for health coverage, \$500,000 for each employee, \$750,000 for each police officer and \$1,000,000 for all claims in any plan year for workers' compensation coverage, and \$100,000 for building and personal property coverage. The county has obtained stop/loss commercial insurance policies to cover claims beyond these limits. The county does not carry stop-loss coverage for general liability. Employee dental claims are covered by commercial insurance.

All full-time employees of the primary government and the discretely presented Blount County School Department are eligible to participate in the health program. A premium charge for the general liability, property, casualty, health, and workers' compensation programs is allocated to each fund that accounts for employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. The portion of net position of the internal service fund attributable to health coverage was \$13,950,001 and the portion attributable to general liability, property, casualty, and workers' compensation was \$3,823,194 on June 30, 2024. Those amounts have been designated by management for future catastrophic losses. Liabilities of this fund are reported when losses are probable and the amount of the losses can be reasonably estimated. The self-insurance fund establishes 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. It is expected that these claims liabilities will be paid within the next fiscal year. Claims liabilities include specific, incremental claims adjustment expenditures/ expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

General Liability, Property, Casualty, and Workers' Compensation

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2021-2022	\$ 2,936,633	\$ 997,094	\$ (818,831)	\$ 3,114,896
2022-2023	3,114,896	1,653,943	(1,019,958)	3,748,881

Health

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2021-2022	\$ 2,177,599	\$ 19,431,143	\$ (19,459,428)	\$ 2,149,314
2022-2023	2,149,314	20,028,073	(20,252,546)	1,924,841

On Exhibit D-1, the balances included in Accounts Payable and Other Current Liabilities represent self-insurance claims. Current year claims and estimates are presented net of excess risk recovery and contracted prescription rebates.

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 and Other Pending Litigation

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.

Second, litigation brought by the city of Alcoa contends that Blount County Schools has expended monies from its Education Capital Projects Fund on unallowable activities, and that those items should have been paid for with revenues that had been shared with the city school systems. Blount County Schools has reviewed each expenditure from the Education Capital Projects Fund and has found no instance of spending on items or projects that are unallowable. It is management's position that all expenses can be proven as directly related to capital expenditures as decided in *City of Athens Board of Education et al v. McMinn County, Tennessee et al*.

There are several other pending lawsuits in which the county is involved. Management has provided for potential claims and judgments in the financial statements of the self-insurance fund in this report. Based on letters from attorneys, management believes that potential claims not already recorded in the self-insurance fund would not materially affect the financial statements of the county.

D. Change in Administration

On August 18, 2023, Charles Rafford was named County Purchasing Agent succeeding Interim Purchasing Agent Jackie Cooper.

E. Joint Ventures

The Industrial Development Board of Blount County and the cities of Alcoa and Maryville was organized to promote industrial development and provide additional job opportunities in Blount County, the cities of Alcoa and Maryville, and the surrounding counties in accordance with Title 7, Chapter 53, *Tennessee Code Annotated*. The board is governed by a ten-member board of directors appointed jointly by the Blount County Commission and the governing bodies of Maryville and Alcoa. The board provides incentives toward the location of certain industrial facilities in the county and cities. Upon approval for the Industrial Development Board to provide these incentives, the county commission also expressed its intent to provide certain funding for these incentives in future years. During the year, Blount County provided \$2,216,700 to the Industrial Development Board to be applied toward those incentives, related debt payments, and operations of the board. The county reports a Note Receivable from the board in the amount of \$3,862,894 as of June 30, 2024, related to the Amazon.com project. That note receivable is further discussed in Note IV.B.

The Fifth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Fifth Judicial District, Blount County, and various cities within Blount County. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district.

The Blount County Solid Waste Authority is a joint venture that is operated by Blount County, the city of Alcoa, and the city of Maryville. The authority comprises 11 members, three of whom are appointed by the Blount County Commission. The cities appoint two members each, and the remaining members are selected from the citizens at large and from private industry. Blount County has control over budgeting and financing the joint venture only to the extent of representation by the three appointed authority members. Blount County, along with the city of Alcoa and the city of Maryville, has entered into two contracts in-lieu-of performance bonds with the Tennessee Department of Environment and Conservation to ensure the proper operation and closure/postclosure care of the Blount County landfill, which is operated by the Blount County Solid Waste Authority. The total of these contracts in-lieu-of performance bonds is \$17,133,884, of which Blount County has guaranteed 40 percent and the two cities the remaining 60 percent, equally. Complete financial statements for the Blount County Solid Waste Authority may be obtained from the city of Alcoa.

The Blount County Cable Television Authority is a joint venture between Blount County, the city of Maryville, and the city of Alcoa, which regulates the operation of cable television service in Blount County. The authority comprises nine members, three of whom are appointed by the Blount County Commission. The remaining six members are appointed by the cities. Blount County has control over budgeting and financing the joint venture only to the extent of representation by the three board members appointed. The authority funds its budget through the collection of cable television franchise fees from companies under its jurisdiction. After payment of the authority's expenses, the residual of those collections is remitted to the county and the two cities based on point of collection.

The Recreation and Parks Commission is a joint venture between Blount County, the city of Maryville, and the city of Alcoa, which operates a recreation and parks system in Blount County. The commission includes seven members, two of whom are appointed by the Blount County Commission. Four members are appointed by the cities, and one member is appointed by the joint commission. Blount County has control over budget and financing of the commission only to the extent of representation by the two board members appointed. Contributions toward operations are provided annually by the county and the cities based on a per capita cost-sharing formula. Blount County contributed \$820,944 to the operations of the commission for the 2023-2024 year and \$384,317 to help fund a portion of the Everett Senior Center and Everett football field construction projects.

The Smoky Mountain Tourism Development Authority is a nonprofit entity chartered in June 2012 to promote tourism in the county. The authority was established jointly by the county, the city of Maryville, and the city of Alcoa. The authority is governed by a ten-member board, which includes one representative of the county. The authority's primary funding source is proceeds of a hotel-motel tax, which is levied by the county commission pursuant to a private act. The authority is entitled to 70 percent of the hotel-motel tax. The tax is currently set at a rate of five percent, which is the maximum allowed.

The county does not retain an equity interest in any of the noted joint ventures. Complete financial information for these joint ventures can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Industrial Development Board of Blount County and the
Cities of Alcoa and Maryville
201 South Washington Street
Maryville, TN 37804

District Attorney General
Fifth Judicial District
942 East Lamar Alexander Parkway
Maryville, TN 37804

City of Alcoa
Blount County Solid Waste Authority
223 Associates Boulevard
Alcoa, TN 37701

Blount County Cable Television Authority
P.O. Box 4338
Maryville, TN 37804

Recreation and Parks Commission
316 South Everett High Road
Maryville, TN 37804

Smoky Mountain Tourism Development Authority
201 South Washington Street
Maryville, TN 37804

F. Intergovernmental Cooperation Agreement – Research and Development Park

In May 2006, the Industrial Development Board of Blount County entered into an intergovernmental cooperation agreement with Blount County, Tennessee, the city of Maryville, Tennessee, the city of Alcoa, Tennessee, and Knox County, Tennessee. The agreement calls for the acquisition of property to be developed into a research and development park. The purchase price and subsequent development costs were funded jointly by the four participating governments (\$5,000,000 each). These governments are to be repaid from sales proceeds. The four governments share excess sales proceeds and property tax revenues equally. The balance of future sales proceeds which would be due the county if such sales occur was \$4,840,320 as of June 30, 2024. The county has not reported a receivable for future sales to the uncertainty of the sales occurring.

G. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Blount County and non-certified employees of the discretely presented Blount County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 75.17 percent, the non-certified employees of the discretely presented school department comprise 24.83 percent of the plan based on contribution data. In addition, certain other county employees are provided a defined benefit pension plan (Blount County Library Plan) through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 100 percent of the Blount County Library Plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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

but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to an automatic cost of living 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:

Blount County Plan:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	748
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	916
Active Employees	886
Total	<u><u>2,550</u></u>

Blount County Library Plan:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	20
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	20
Active Employees	20
Total	<u><u>60</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. Blount 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 the Blount County Plan was \$3,776,094 based on a rate of 6.9 percent and 10.4 percent of covered payroll for general employees and public safety officers, respectively. For the year ended June 30, 2023, the employer contribution for the Blount County Library Plan was \$91,057 based on a rate of 8.81 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Blount 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)

Blount County'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 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 Blount 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	Plan	Net
	Pension	Fiduciary	Pension
	Liability	Net Position	Liability
Blount County Plan	(a)	(b)	(a)-(b)
Balance, July 1, 2022	\$ 172,011,054	\$ 174,008,277	\$ (1,997,223)
Changes for the Year:			
Service Cost	\$ 4,152,737	\$ 0	\$ 4,152,737
Interest	11,645,483	0	11,645,483
Differences Between Expected and Actual Experience	5,619,096	0	5,619,096
Contributions-Employer	0	3,331,114	(3,331,114)
Contributions-Employees	0	2,231,917	(2,231,917)
Net Investment Income	0	11,635,720	(11,635,720)
Benefit Payments, Including Refunds of Employee Contributions	(7,276,237)	(7,276,237)	0
Administrative Expense	0	(98,431)	98,431
Net Changes	\$ 14,141,079	\$ 9,824,083	\$ 4,316,996
Balance, June 30, 2023	\$ 186,152,133	\$ 183,832,360	\$ 2,319,773

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

	Total	Plan	Net
	Pension	Fiduciary	Pension
	Liability	Net Position	Liability
Blount County Plan	Liability	Position	(Asset)
Primary Government 75.2%	\$ 139,930,558	\$ 138,186,785	\$ 1,743,773
School Department 24.8%	46,221,575	45,645,575	576,000
Total	\$ 186,152,133	\$ 183,832,360	\$ 2,319,773

	Increase (Decrease)		
	Total	Plan	Net
	Pension	Fiduciary	Pension
	Liability	Net Position	Liability
	(a)	(b)	(a)-(b)
Blount County Library Plan			
Balance, July 1, 2022	\$ 3,974,210	\$ 3,846,216	\$ 127,994
Changes for the Year:			
Service Cost	\$ 101,305	\$ 0	\$ 101,305
Interest	267,391	0	267,391
Differences Between Expected and Actual Experience	(361,678)	0	(361,678)
Contributions-Employer	0	91,058	(91,058)
Contributions-Employees	0	51,680	(51,680)
Net Investment Income	0	255,573	(255,573)
Benefit Payments, Including Refunds of Employee Contributions	(228,343)	(228,343)	0
Administrative Expense	0	(2,584)	2,584
Net Changes	\$ (221,325)	\$ 167,384	\$ (388,709)
Balance, June 30, 2023	\$ 3,752,885	\$ 4,013,600	\$ (260,715)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Blount 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%	Current	1%
	Decrease	Discount	Increase
	5.75%	Rate	7.75%
Blount County Plan			
Net Pension Liability (Asset)	\$ 27,079,777	\$ 2,319,773	\$ (18,225,313)
	1%	Current	1%
	Decrease	Discount	Increase
	5.75%	Rate	7.75%
Blount County Library Plan			
Net Pension Liability (Asset)	\$ 158,755	\$ (260,715)	\$ (613,481)

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, the Blount County Plan recognized pension expense (negative pension expense) of \$4,947,504 and the Blount County Library Plan recognized pension expense (negative pension expense) of \$56,805.

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

Blount County Plan:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 7,427,080	\$ 819,178
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,383,661	0
Changes in Assumptions	3,744,866	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	3,776,094	N/A
Total	<u>\$ 16,331,701</u>	<u>\$ 819,178</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.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 12,344,342	\$ 615,776
School Department	3,987,359	203,402
Total	<u>\$ 16,331,701</u>	<u>\$ 819,178</u>

Blount County Library Plan:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 272,048
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	24,837	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	91,057	N/A
Total	<u>\$ 115,894</u>	<u>\$ 272,048</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:

Blount County Plan:

Year Ending June 30	Amount
2025	\$ 3,073,073
2026	1,782,924
2027	5,746,868
2028	1,133,558
2029	0
Thereafter	0

Blount County Library Plan:

Year Ending June 30	Amount
2025	\$ (114,398)
2026	(129,624)
2027	(3,406)
2028	214
2029	0
Thereafter	0

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

Payable to the Pension Plan

On June 30, 2024, Blount County reported a payable of \$119,245 for the outstanding amount of contributions due to the pension plan at year ended June 30, 2024.

Discretely Presented Blount County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Blount County and non-certified employees of the discretely presented Blount County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 75.17 percent and the non-certified employees of the discretely presented school department comprise 24.83 percent of the plan based on contribution data.

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

General Information About the Pension Plan

Plan Description. Teachers of the Blount 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 \$521,270, which is 2.95 percent of covered payroll. In addition, employer contributions of \$181,995, which is 1.05 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets). On June 30, 2024, the school department reported a liability (asset) of (\$304,270) 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 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 .717561 percent. The proportion as of June 30, 2022, was .687785 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$377,959.

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	\$ 10,249	\$ 177,596
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	77,359	0
Changes in Assumptions	228,915	0
Changes in Proportion of Net Pension Liability (Asset)	1,261	83,279
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	521,270	N/A
Total	\$ 839,054	\$ 260,875

The school department's employer contributions of \$521,270, 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	\$ (8,538)
2026	(19,797)
2027	99,540
2028	(1,636)
2029	(1,164)
Thereafter	(11,495)

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

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

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

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

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

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

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

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

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

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

School Department's		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)	\$ 1,399,628	\$ (304,270)	\$ (1,530,937)
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Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

Payable to the Pension Plan

On June 30, 2024, the Blount County School Department reported a payable of \$4,482 for the outstanding amount of contributions due to the pension plan at year ended June 30, 2024.

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

General Information About the Pension Plan

Plan Description. Teachers of the Blount 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 Blount County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$2,655,517, 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 (\$13,922,236) 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 1.180877 percent. The proportion measured on June 30, 2022, was 1.173787 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$3,526,632.

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	\$ 3,316,986	\$ 646,085
Changes in Assumptions	4,536,245	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,415,580	0
Changes in Proportion of Net Pension Liability (Asset)	109,502	106,898
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	2,655,517	N/A
Total	<u>\$ 13,033,830</u>	<u>\$ 752,983</u>

The school department's employer contributions of \$2,655,517 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) in 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	\$ 3,330,281
2026	(1,927,195)
2027	8,203,322
2028	18,922
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 in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

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

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

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

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

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

School Department's		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) \$ 30,323,599 \$ (13,922,236) \$ (50,722,295)

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

Payable to the Pension Plan

On June 30, 2024, the Blount County School Department reported a payable of \$22,834 for the outstanding amount of contributions due to the pension plan at year ended June 30, 2024.

2. Deferred Compensation

Blount County offers its employees two deferred compensation plans, one established pursuant to IRC Section 457 and the other pursuant to IRS Section 403(b). All costs of administering and funding these programs are the responsibility of the 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 a minimum of 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 \$928,627 and teachers contributed \$366,836 to this deferred compensation pension plan.

H. Other Postemployment Benefits (OPEB)

Plan Description. Blount County and the discretely presented Blount County School Department participate in a self-insured postemployment benefits plan administered by Allegiance, a CIGNA company, for its retirees and their covered dependents. Employees are eligible for OPEB benefits if they retire at any age with at least 30 years of service or if they are over age 60 and have at least 10 years of service. For accounting purposes, the plan is a single-employer defined benefit OPEB plan. Benefits are established and amended by the county commission. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement 75.

Benefits Provided. The plan provides healthcare, dental, and life insurance benefits for retirees until they are Medicare eligible. Spouse benefits are provided while the retiree is eligible for coverage. Surviving spouse benefits are not provided. The benefit terms provide for retirees to pay annual premiums ranging from \$768 to \$4,404 for medical coverage depending on the type coverage selected. Retirees pay annual premiums of \$63 to \$778 for dental coverage. The county pays the remainder of the covered medical and dental benefits. The county also pays for life insurance benefits of \$10,000.

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

	Primary Government	School Department	Total
Inactive Employees or Beneficiaries Currently Receiving Benefits	47	108	155
Inactive Employees Entitled to But Not Yet Receiving Benefits	0	0	0
Active Employees	473	914	1,387
Total	520	1,022	1,542

Management does not believe the differences in census data between the valuation date and measurement date is material

Total OPEB Liability

The total OPEB liability for the county (\$10,503,370) and the school department (\$19,027,180) was measured as of June 30, 2024, and was determined by an actuarial valuation as of July 1, 2022, and updated to the measurement date.

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

Actuarial Cost Method	Entry Age
Payroll Growth Rate	2.5%
Salary Increases	3.5%
Discount Rate	3.93%
Healthcare Cost Trend Rates	6.5% for 2024 with an ultimate rate of 5% in 2027
Retirees share of Benefit-related Cost	See discussion under Benefits Provided

The discount rate was based on the Bond Buyer's 20 bond index.

The mortality rates are from the RPH-2014 Total Dataset Mortality Table with projection scale MP-2021.

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

Changes in the Total OPEB Liability

	Primary Government	School Department	Total OPEB Liability
Balance July 1, 2023	\$ 10,318,069	\$ 18,987,549	\$ 29,305,618
Changes for the Year:			
Service Cost	\$ 645,193	\$ 910,185	\$ 1,555,378
Interest	389,064	704,249	1,093,313
Difference between expected and actual experience	0	0	0
Changes in Assumption and Other Inputs	(235,464)	(357,432)	(592,896)
Benefit Payments	(613,492)	(1,217,371)	(1,830,863)
Net Changes	\$ 185,301	\$ 39,631	\$ 224,932
Balance June 30, 2024	\$ 10,503,370	\$ 19,027,180	\$ 29,530,550

Changes in assumptions and other inputs reflect a change in the discount rate from 3.65 percent in 2023 to 3.93 percent in 2024.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the primary government recognized OPEB expense of \$1,007,812 and the school department recognized OPEB expense of \$2,552,822. On June 30, 2024, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Primary Government:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,158,635	\$ 1,432,110
Changes of Assumptions	758,750	947,959
Total	\$ 1,917,385	\$ 2,380,069

Discretely Presented School Department:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 580,781	\$ 1,182,813
Changes of Assumptions	1,282,097	1,354,373
Total	<u>\$ 1,862,878</u>	<u>\$ 2,537,186</u>

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

<u>June 30</u>	<u>Government</u>	<u>Department</u>	<u>Total</u>
2025	\$ 35,926	\$ 242,778	\$ 278,704
2026	146,625	(140,966)	5,659
2027	36,208	(195,986)	(159,778)
2028	(415,308)	(374,261)	(789,569)
2029	(237,221)	(208,179)	(445,400)
Thereafter	(28,914)	2,306	(26,608)

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

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

<u>Discount Rate</u>	1% Decrease 2.93%	Current Discount Rate 3.93%	1% Increase 4.93%
Primary Government	\$ 11,269,340	\$ 10,503,370	\$ 9,776,925
School Department	20,414,759	19,027,180	17,711,203
Total OPEB Liability	<u>\$ 31,684,099</u>	<u>\$ 29,530,550</u>	<u>\$ 27,488,128</u>

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

<u>Healthcare Cost Trend Rate</u>	Current		
	1% Decrease (5.5% decreasing to 4%)	Trend Rate (6.5% decreasing to 5%)	1% Increase (7.5% decreasing to 6%)
Primary Government	\$ 9,279,196	\$ 10,503,370	\$ 11,956,610
School Department	16,809,552	19,027,180	21,659,768
Total OPEB Liability	<u>\$ 26,088,748</u>	<u>\$ 29,530,550</u>	<u>\$ 33,616,378</u>

I. Office of Central Accounting, Budgeting, and Purchasing

Blount County operates under provisions of the Fiscal Control Acts of 1957 and the Local Option Budgeting Law of 1993. These acts provide for a central system of accounting and budgeting covering all funds of the county. These funds are maintained in the Office of Central Accounting and Budgeting under the supervision of the director of accounts and budgets.

J. Purchasing Laws

Purchasing procedures for the Offices of County Mayor, Director of Schools, and Highway Superintendent are governed by the County Purchasing Law of 1957 (Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*). Purchasing procedures for the highway department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *TCA*. These statutes provide for a purchasing agent and require competitive bids on all purchases exceeding \$50,000.

K. Subsequent Events

On November 6, 2024, Circuit Court Clerk Tom Hatcher resigned and was succeeded by Chris Cantrell effective November 22, 2024.

On November 14, 2024, the commission approved the following: (1) a Lease Agreement pursuant to which Blount Memorial Hospital, Inc. (BMH) will lease Blount Memorial Hospital land and building from Blount County; (2) a Membership Agreement between Prisma, non-profit health system, Blount Memorial Hospital, Inc., Prisma Health Eastern Tennessee (PHET), a newly formed subsidiary of Prisma, Blount Memorial Foundation, Inc. and Blount County pursuant to which PHET would become the sole member of BMH, and, as a result, Prisma, through PHET, would assume the operation and management of Blount Memorial Hospital, in consideration of certain service-level and capital commitments by Prisma and other customary covenants and agreements.(3) the second amended and restated charter of BMH conditioned on the closing of the transactions contemplated by the Membership Agreement, and the First Supplemental Trust Indenture.

VI. OTHER NOTES – BLOUNT MEMORIAL HOSPITAL (ENTERPRISE FUND)

A. *Description of Reporting Entity and Significant Accounting Policies*

Reporting Entity

Blount Memorial Hospital, Inc., is an acute and general healthcare provider formed to provide services to Blount County and the surrounding communities. The hospital is a component of Blount County, Tennessee, and is organized as a private act hospital authority. In May 2023, the State of Tennessee amended and restated the Private Act to authorize the county to operate and manage the hospital itself or retain a non-profit corporation to operate and manage the hospital (but not be deemed the owner of any assets of the hospital). In June 2023, the hospital filed an action seeking declaratory relief that the amended and restated Private Act is unconstitutional and requested an injunction preventing the amended and restated Private Act from taking effect. In August 2023, the county filed a motion for sanctions in response. In March 2024, the county and the hospital reached a settlement to dismiss all previous litigation and provided a mutual release to both parties in conjunction with entering into a management agreement dated March 28, 2024, between the county and the hospital.

The management agreement between the county and Blount Memorial Hospital, Inc provides that Blount Memorial Hospital, Inc will exclusively operate and manage Blount Memorial Hospital (BMH) on behalf of the county. Per the agreement, the county granted all control over the operations of Blount Memorial Hospital to Blount Memorial Hospital, Inc, authorizing Blount Memorial Hospital, Inc to perform its duties as the county's agent. The term of the management agreement is an initial period of five years, commencing on March 28, 2024, and shall automatically renew for successive five-year periods unless the county or Blount Memorial Hospital, Inc provides notice of its intention not to renew the term of the management agreement at least one year before the end of the initial five-year period or subsequent five-year periods. The management agreement acknowledges that any BMH property titled in the name of Blount Memorial Hospital, Inc is held by Blount Memorial Hospital, Inc for the benefit of the county. The management agreement specifies various operational protocols between the county and Blount Memorial Hospital, Inc including written notice periods and county approval for proposed agreements to sell or purchase real property. The management agreement allows the county to terminate the agreement prior to its maturity date if certain events were to occur.

Blount Memorial Hospital, Inc also amended and restated its charter in conjunction with the management agreement. The amended and restated charter states that the affairs of Blount Memorial Hospital, Inc shall be managed by a Board of Directors of not fewer than nine directors, four of whom shall be approved by the Blount County Commission, two of whom shall be approved by the Maryville City Council, two of whom shall be approved by the Alcoa Board of Commissioners and one of whom shall be approved by the Board of Directors of Maryville College.

The hospital is the sole corporate member of the Blount Memorial Foundation, which coordinates and secures resources to enable the hospital to maintain, improve, and advance medical care. The hospital and the foundation have a separate board of directors. The financial activity of the foundation is included (blended) in the hospital's financial statements. Separate audited financial statements of the foundation are maintained by management. Except for certain expenses paid directly by the foundation, the hospital provides administrative services and pays for operating expenses to support the foundation's activities.

Blount Memorial Physician Group, Inc. (BMPG), is owned 100 percent by the hospital and governed by the hospital's Board of Director's. The financial activity of BMPG is also included (blended) in the hospital's financial statements. BMPG provides physician and outpatient services in Blount County in a multi-specialty practice. Separate financial statements are maintained by hospital management.

All significant intercompany accounts and transactions with blended component units have been eliminated.

The hospital also has non-controlling ownership interest in a partnership, which operates a medical facility in Blount County consistent with the hospital's mission of providing healthcare services. This ownership interest is included in other assets on June 30, 2024.

Basis of Presentation

The hospital's financial statements are presented using the economic resources measurement focus and the accrual basis of accounting in accordance with the Governmental Accounting Standards Board (GASB), which establishes standards for external financial reporting for all state and local government entities. GASB requires the classification of net position into three components, which are defined as follows:

Net investment in capital assets – This component of net position consists of property and equipment and right-to-use assets, net of accumulated depreciation, reduced by the outstanding balances of long-term debt and lease obligations that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt and lease obligations are also included in this component of net position. If there are significant unspent related debt proceeds or deferred inflows of resources at year-end, the portion of the debt or deferred inflows of resources attributable to the unspent proceeds is not included in the calculation of net investment in capital assets. Rather, that portion of the debt or deferred inflow of resources is included in the same net position component as the unspent proceeds.

Restricted – This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported. The restricted component is separated into nonexpendable and expendable. Net position subject to externally imposed stipulations that the hospital maintain them permanently are nonexpendable. Net position on which use by the hospital is subject to externally imposed stipulations that can be fulfilled by the action of the hospital pursuant to those stipulations or that expire by the passage of time are expendable.

Unrestricted – This component of net position consists of net amounts of assets, deferred outflows of resources, liabilities, and deferred inflows that are not included in the determination of net investment in capital assets or restricted components of net position.

Cash and Cash Equivalents

The hospital considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Patient Accounts Receivable

Accounts receivable from patients and third-party payors are recorded on the accrual basis in the period in which services are rendered. The hospital does not require collateral on accounts receivable. In evaluating the collectability of accounts receivable, the hospital analyzes historical collection rates, write-offs, and payment trends for payors to estimate appropriate allowance amounts. Accounts are charged to bad debt expenses as they are determined to be uncollectible based on a review of aging and collections.

Inventories

Inventories are stated at the lower of cost or market and are valued principally by methods which approximate the first-in, first-out method.

Investments

Investments are recorded at fair value based on quoted market prices. Interest and dividends on investments, as well as realized and unrealized gains and losses, are included in non-operating revenues when earned.

The hospital is organized as a private act hospital authority, which provides the hospital additional rights and powers, including the manner in which funds are invested. The hospital diversifies its investments into a broad range of asset classes in order to reduce concentration risk and to maximize return with reasonable and prudent levels of risk. It is also the hospital's policy to limit the maximum position for each type of investment at varying levels within these classifications. To limit its exposure to fair value losses arising from changing interest rates, the hospital's investment policy restricts the type and maturities of fixed income investments in order to increase the overall investment horizon. As of June 30, 2024, the hospital has no fixed income investments.

Assets Limited as to Use by Board and Foundation

The hospital's investments have been designated by the hospital's Board of Directors (the Hospital Board) for the replacement of property and equipment or for other purposes.

Cash and investments held by the foundation in trust accounts are also classified as assets limited as to use. A portion of the investment on June 30, 2024, totaling \$55,000 is restricted in perpetuity (nonexpendable) under an irrevocable endowment trust.

In accordance with the State of Tennessee Statutes and Codes Uniform Prudent Management of Institutional Funds Act and as allowed by the foundation's charter and approved by the Hospital Board, net income and net capital appreciation in excess of the nonexpendable amount restricted in perpetuity are authorized for expenditure by the Hospital Board at its discretion. The cumulative earnings on the irrevocable endowment trust totaled \$1,518,161 as of June 30, 2024, and are included in the unrestricted portion of assets limited as to use by board related to the foundation.

As of June 30, 2024, an additional unrestricted portion of assets limited as to use by board related to the foundation was approximately \$1,505,848, which included accumulated net appreciation on investments.

Property and Equipment

Land, buildings, and equipment are stated on the basis of cost of acquisition or fair value at the date of donation. Although title to certain land and buildings rests with the county, these assets have been recorded by the hospital as the county has authorized their use by the hospital. Repairs and maintenance costs are expensed as incurred while significant asset purchases and improvements are capitalized. Depreciation of property and equipment is computed by the straight-line method over the estimated useful lives of the assets. The estimated useful lives are based on guidelines established for the health care industry, which are summarized as follows:

<u>Assets</u>	<u>Years</u>
Land Improvements	8 - 25
Buildings, Improvements, and Fixed Equipment	10 - 40
Equipment	3 – 15

Operating Revenues and Expenses

Revenues and expenses associated with the hospital's mission of providing health care services are considered to be operating activities. Non-operating revenues consist primarily of investment income, general contributions to the hospital and Provider Relief Fund awards. Unrestricted resources will be applied first when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Income Taxes

The hospital is classified as a governmental organization exempt from income tax. The foundation is a not-for-profit organization defined by Section 501(c)(3) of the Internal Revenue Code as other than a private foundation. BMPG is a corporation and subject to income taxes. BMPG has net operating loss carryforwards, resulting in deferred tax assets, which have been fully offset by valuation allowances. Accordingly, no provision for income taxes has been included in the accompanying financial statements.

Charity Care

The hospital accepts patients regardless of their ability to pay. A patient is classified as a charity patient by reference to certain established policies of the hospital. Charges at established rates related to charity care are not included in net patient service revenue.

Patient Service Revenue

Patient service revenue is reported in the period in which services are provided at rates which reflect the amount expected to be collected. Net patient service revenue includes amounts estimated by management to be reimbursable by third-party payors under provisions of reimbursement formulas in effect and is net of the provision for bad debts.

Risk Management

The hospital is self-insured for medical malpractice and employee (including dependent) group health expenses and claims. BPMG has third-party commercial insurance coverage for medical malpractice. Additionally, commercial insurance is purchased for significant exposure to various other risks typical to the hospital's operating environment and industry such as loss from torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; and natural disasters. There were no significant losses in excess of insurance coverage during the last three years.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, net position, disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Performance indicator

Operating income (loss) in the accompanying statements of revenue, expenses and changes in net position is a performance indicator.

Long-lived assets

If certain triggering events occur, management evaluates the recoverability of the investment in long-lived assets and recognizes any impairment in the year of determination. It is reasonably possible that relevant conditions could change in the near term and necessitate a change in management's estimate of the recoverability of these assets.

Leases

The hospital has certain office space and equipment arrangements, under which the hospital determines if the arrangement contains a lease at contract inception and recognizes a right-of-use (ROU) lease asset and a lease obligation at the lease commencement date. Terms of the leases range from two to seven years and contain fixed payment terms. The lease term includes the noncancellable period of the lease plus an additional period covered by either an option to extend (or not to terminate) the lease that the hospital is reasonably certain to exercise, or an option to extend (or not to terminate) the lease controlled by the lessor and is considered in the lease obligation.

Variable lease payments associated with the hospital's leases are recognized when the event, activity, or circumstance in the lease agreement on which those payments are assessed occurs. Variable lease payments are presented as operating expenses in the hospital's statement of revenues and expenses with the expense arising from fixed lease payments.

The hospital monitors for events or changes in circumstances that require a reassessment of its leases. When a reassessment results in the remeasurement of a lease obligation, a corresponding adjustment is made to the carrying amount of the corresponding ROU lease asset.

Subscription Arrangements

The hospital enters into subscription-based information technology arrangements (SBITA) to access software and technology services over defined service periods ranging from 34 to 70 months. These arrangements involve payments made to vendors for access to software applications, cloud computing services, and other technology resources.

The hospital recognizes an intangible asset and a corresponding subscription-based obligation when a SBITA meets the criteria for a ROU subscription asset. Initial measurement includes the upfront payments, implementation costs, and any directly attributable costs necessary to make the asset ready for use. The intangible asset is amortized over the noncancellable period of the subscription term, which includes renewal periods that are reasonably certain to be exercised and is considered in the subscription-based obligation.

The hospital monitors for events or changes in circumstances that require a reassessment of its SBITA. When a reassessment results in the remeasurement of a subscription-based obligation, a corresponding adjustment is made to the carrying amount of the corresponding ROU subscription-based asset.

COVID-19 Pandemic

During March 2020, a global pandemic was declared by the World Health Organization related to the rapidly growing outbreak of a novel strain of coronavirus (COVID-19). The pandemic pervasively impacted the economy, financial markets, and global health care delivery systems. On March 27, 2020, the U.S. Congress enacted the Coronavirus Aid, Relief, and Economic Security (CARES) Act to provide certain relief as a result of the COVID-19 outbreak. The CARES Act contains financial relief to healthcare providers, including the following significant financial provisions as of and for the year ended June 30, 2024.

As permitted by the CARES Act and related regulatory actions, certain Social Security payroll tax payments were deferred in 2021. The final remaining Social Security tax deferral totaling \$2,453,565 was repaid in 2023.

In April 2020, the Cares Act provided \$29,847,259 in advance payments to the hospital from Medicare for the purpose of increasing cash flow to healthcare providers impacted by the COVID-19 pandemic. The final remaining advance balance of \$8,097,897 was repaid in 2023.

The hospital was awarded disaster relief funding from the Tennessee Emergency Management Agency from funding provided by the Federal Emergency Management Agency in May 2024 for expenses previously incurred during 2020, 2021 and 2022 as a result of the pandemic. During the year ended June 30, 2024, \$3,416,687 was recognized as grant revenue, with \$2,500,000 received in June 2024 and a remaining receivable balance of \$916,687 on June 30, 2024.

Restatements and Reclassifications

Certain reclassifications have been made to the 2023 financial statements in order for them to conform to the 2024 presentation. These reclassifications relate to separating various receivables from patient accounts receivable and changing the description of certain assets included in assets limited as to use from equity mutual funds to money market funds which impacted certain amounts on the statement of cash flows but have no effect on net loss or net

position as previously reported.

Certain restatements have also been made to the 2023 financial statements due to errors. The restatements had no effect on net loss or total net position as previously reported. The impact of the restatements are as follows:

	As Previously Reported	Net Change	Restated
Accrued Compensation, Benefits, and Withholdings (included in Current Liabilities)	\$ 14,533,305	\$ (1,170,000)	\$ 13,363,305
Other Long-Term Liabilities	1,928,053	1,170,000	3,098,053
Restricted in Perpetuity under an Irrevocable Endowment Trust, Non-Expendable (Net Position)	1,425,555	(1,370,555)	55,000
Unrestricted (Net Position)	90,700,634	1,370,555	92,071,189
Total	<u>\$ 108,587,547</u>	<u>\$ 0</u>	<u>\$ 108,587,547</u>

Events Occurring After Reporting Date

The hospital has evaluated events and transactions that occurred between June 30, 2024, and the date the financial statements were available to be issued, for possible recognition or disclosure in the financial statements. See subsequent events Note (VI.R.).

B. Cash, Cash Equivalents, and Assets Limited as to Use

As required by state statutes, the hospital's cash and cash equivalent balances are on hand with financial institutions participating in the bank collateral pool, which is administered by the collateral pool board and monitored by the Treasury Department of the State of Tennessee. Legal provisions require participating banks to determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 105 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the Bank Collateral Pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the Bank Collateral Pool may be required by agreement to pay an assessment to cover any deficiency.

BMPG's cash balances at financial institutions are covered by Federal Deposit Insurance Corporation (FDIC) insurance (credit risk category insured).

As authorized by state statutes, the assets limited as to use by board are held in brokerage accounts at Fidelity Investments in the hospital's name (uninsured credit risk category). Such investments, totaling \$55,678,051 on June 30, 2024, were invested in U.S. Treasuries, categorized as money market funds (cash equivalent).

The foundation's cash balances at financial institutions are covered by FDIC insurance (risk category insured), subject to certain limits. Foundation assets limited as to use are comprised of the following as of June 30:

	Balance 6-30-24
Money Market Funds (cash equivalents)	\$ 179,112
Common Stocks	439,844
Bond Mutual Funds	494,453
Equity Mutual Funds	1,965,601
Total	<u>\$ 3,079,010</u>

Investment income on assets limited as to use includes for the year ended June 30, 2024:

Interest and Dividends	\$ 3,147,626
Net Realized and Unrealized Investment Appreciation	271,041
Total	<u>\$ 3,418,667</u>

C. *Net Patient Service Revenue*

A reconciliation of the amount of services provided to patients at established rates to net patient service revenue as presented in the statements of revenues, expenses, and changes in net position is as follows for the year ended June 30:

	Year ended 6-30-24
Gross Patient Service Charges	\$ 1,421,490,810
Contractual Adjustments and Discounts	(1,024,938,929)
Charity Care Charges Foregone	(32,713,794)
Provision for Bad Debts	(16,537,154)
Net Patient Service Revenue	<u>\$ 347,300,933</u>

D. *Third-party Payor Agreements*

The hospital renders services to patients under contractual arrangements with the Medicare and TennCare programs. Laws, regulations, and contracts governing third-party payor programs can be extremely complex and subject to interpretation. Amounts earned under these contractual arrangements are subject to regulatory review and final determination by the various program intermediaries and other appropriate governmental authorities or their agents. As a result, there is at least a reasonable possibility that recorded estimates related to third-party payor agreements could change in the near term. In the opinion of management, adequate provision has been made in the financial statements for any adjustments which may result from such reviews.

The Medicare program pays for inpatient services on a prospective basis primarily based upon diagnostic related group assignments as determined by the patient's clinical diagnosis and

medical procedures utilized. The hospital receives additional payments from Medicare based on the provision of services to a disproportionate share of low-income patients (as defined by the Medicare program). Medicare also pays for outpatient services on a prospective basis based upon ambulatory payment classifications and fee schedules. TennCare reimbursement for both inpatient and outpatient services is based upon prospectively determined rates and per-diem amounts.

The hospital also has reimbursement agreements with commercial insurance companies, health maintenance organizations and preferred provider organizations. The basis for reimbursement under these agreements includes prospectively determined rates, per diems and discounts from established charges.

Contractual adjustments for Medicare, Medicare HMO, and other commercial payors are recognized when the related revenues are reported in the financial statements. The percentage of gross patient charges from Medicare and Medicare Advantage plans was approximately 20 percent and 34 percent for 2024, respectively. The percentage of gross patient accounts receivable from Medicare and Medicare Advantage plans was approximately 12% and 29% for 2024, respectively.

E. Excess Consideration Provided for Acquisition

In connection with the 2009 acquisition of an entity that operated outpatient rehabilitation clinics, the consideration paid exceeded the fair value of the net position acquired (previously referred to as goodwill), which is amortized over 40 years. Amortization expense is included as part of depreciation and amortization in the accompanying financial statements and totaled \$70,967 in 2024. As of June 30, 2024, the net value of the excess consideration provided for acquisition, which is recorded as a deferred outflow of resources, is \$1,739,181. Amortization expense for the next three years related to the excess consideration provided for acquisition is estimated to be \$71,000 each year.

F. Property and Equipment, Right-of-Use Lease and Subscription Assets

The major classifications and changes in property and equipment and ROU assets are as follows:

	Restated Balance 7-1-23	Additions	Retirements and Transfers	Balance 6-30-24
Cost:				
Land	\$ 12,481,841	\$ 0	\$ 0	\$ 12,481,841
Land Improvements	3,006,507	0	0	3,006,507
Buildings, Improvements, and Fixed Equipment	205,604,590	2,748,289	(120,053)	208,232,826
Equipment	173,973,267	3,410,193	(588,761)	176,794,699
Construction in Progress	1,460,837	0	(1,142,910)	317,927
Right-Of-Use Assets:				
Leased Equipment	5,852,363	661,649	(1,771,715)	4,742,297
Leased Office Space	3,124,481	0	(320,219)	2,804,262
Subscription-Based Assets	7,012,846	2,781,294	(1,783,700)	8,010,440
Total Cost	<u>\$ 412,516,732</u>	<u>\$ 9,601,425</u>	<u>\$ (5,727,358)</u>	<u>\$ 416,390,799</u>
Allowances for				
Depreciation:				
Land Improvements	\$ (2,574,920)	\$ (40,856)	\$ 0	\$ (2,615,776)
Buildings, Improvements, and Fixed Equipment	(145,455,759)	(7,325,181)	120,306	(152,660,634)
Equipment	(156,836,376)	(5,955,607)	592,804	(162,199,179)
Right-Of-Use Assets:				
Leased Equipment	(3,316,684)	(1,080,042)	1,809,740	(2,586,986)
Leased Office Space	(1,707,515)	(680,829)	521,717	(1,866,627)
Subscription-Based Assets	(2,900,561)	(2,580,554)	1,525,160	(3,955,955)
Total Allowances for				
Depreciation	<u>\$ (312,791,815)</u>	<u>\$ (17,663,069)</u>	<u>\$ 4,569,727</u>	<u>\$ (325,885,157)</u>
Net Property and Equipment	<u>\$ 99,724,917</u>	<u>\$ (8,061,644)</u>	<u>\$ (1,157,631)</u>	<u>\$ 90,505,642</u>

Reconciliation to statement of net position presentation as of June 30, 2024:

Property and Equipment, Net	\$ 83,358,211
Right of Use Assets, Net	3,092,946
Right of Use Subscription-Based Assets, Net	<u>4,054,485</u>
Total	<u>\$ 90,505,642</u>

G. Other Assets

Other assets include an investment in a partnership, a trust investment, and net intangible assets on June 30 as follows:

	Balance 6-30-24
Partnership Interest	\$ 2,115,000
Trade Name	1,059,811
Medical Records	219,173
Workforce	447,198
Rabbi Trust Investment	1,788,550
Lease Receivables (noncurrent portion)	961,262
Other	483,549
Total	<u>\$ 7,074,543</u>

Trade name is being amortized over a period of 10 to 40 years. Medical records and workforce are amortized over a period of 10 to 20 years. Amortization expense for intangibles was \$150,381 in 2024. Amortization expense for the next three years related to the intangible assets is estimated to be approximately \$207,000, \$187,000, and \$187,000 for each of the years ending June 30, 2025, 2026, and 2027, respectively.

H. Lease Receivables

The hospital, as lessor, leases office space under noncancellable lease arrangements. Terms of the leases range from three to fifteen years and contain fixed payment terms. Certain leases contain an option to renew that has been considered in the lease receivable when the lessee is reasonably certain to exercise the renewal option. The hospital recognized lease revenue, which is included in other operating revenues, of \$257,638 in 2024. The hospital also recognized interest income from leases, which is included in nonoperating revenues, totaling \$68,360 in 2024. Total lease receivables were \$1,176,751 (\$215,489 current) as of June 30, 2024, and are included in other assets on the statement of net position.

I. Lease Obligations

A schedule of changes in lease obligations are summarized as follows:

	Balance 7-1-23	Additions	Repayments	Balance 6-30-24
Office Space	\$ 1,531,882	\$ 627,472	\$ (1,143,862)	\$ 1,015,492
Equipment	2,604,787	52,573	(323,802)	2,333,558
Total Lease Obligations	4,136,669	<u>\$ 680,045</u>	<u>\$ (1,467,664)</u>	3,349,050
Less Current Portion	(1,619,298)			(1,502,113)
Long-term Portion	<u>\$ 2,517,371</u>			<u>\$ 1,846,937</u>

Maturities related to the balances of lease obligations outstanding as of June 30, 2024, are summarized as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 1,502,113	\$ 150,002	\$ 1,652,115
2026	1,072,822	75,558	1,148,380
2027	564,060	26,421	590,481
2028	139,717	8,247	147,964
2029	57,364	1,964	59,328
2030	12,974	135	13,109
Total	<u>\$ 3,349,050</u>	<u>\$ 262,327</u>	<u>\$ 3,611,377</u>

J. Subscription-Based Assets and Obligations

The hospital is party to SBITAs that expire on various dates through January 2029. Right-Of-Use subscription-based assets are summarized in Note I. Amortization expense totaling \$2,580,554 for the year ended June 30, 2024, is included in depreciation and amortization in the accompanying statements of revenue, expenses and changes in net position. Future subscription payments are discounted using the interest rate the SBITA vendor charges the hospital, which may be implicit, or the hospital's incremental borrowing rate if the interest rate is not readily determinable. The hospital recognized certain SBITAs using an incremental borrowing rate of 5% - 7% during the year ended June 30, 2024.

Changes in subscription obligations are summarized as follows:

	Balance 7-1-23	Additions	Repayments	Balance 6-30-24
Software arrangements	\$ 3,916,310	\$ 2,681,175	\$ (3,286,234)	\$ 3,311,251
Less Current Portion	(1,793,885)	\$ 2,681,175	\$ (3,286,234)	(2,137,356)
Long-term Portion	<u>\$ 2,122,425</u>			<u>\$ 1,173,895</u>

Maturities and future interest requirements related to the balances of subscription obligations outstanding as of June 30, 2024, are summarized as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 2,137,356	\$ 197,267	\$ 2,334,623
2026	708,107	72,415	780,522
2027	224,787	31,638	256,425
2028	217,618	15,861	233,479
2029	23,383	480	23,863
Total	<u>\$ 3,311,251</u>	<u>\$ 317,661</u>	<u>\$ 3,628,912</u>

The hospital incurred interest expense of \$284,246 in 2024 related to SBITAs.

K Long-Term Debt – Due to Primary Government

	Balance 7-1-23	Additions	Principal Payments	Balance 6-30-24
Series 2019A Bonds	\$ 43,610,000	\$ 0	\$ (6,900,000)	\$ 36,710,000
Series 2019B Bonds	12,895,000	0	(2,035,000)	10,860,000
Total Outstanding	<u>\$ 56,505,000</u>	<u>\$ 0</u>	<u>\$ (8,935,000)</u>	<u>\$ 47,570,000</u>
Less Current Portion	<u>8,935,000</u>			<u>9,125,000</u>
Long-term Portion	<u>\$ 47,570,000</u>			<u>\$ 38,445,000</u>

To refund General Obligation Refunding Bonds, Series 2013A Bonds (Series 2013A Bonds), in October 2019 Blount County issued, on behalf of the hospital, \$67,705,000 of Hospital Revenue Refunding Bonds, Series 2019A. The Series 2019A Bonds bear interest at a fixed rate of 2.07%. The Series 2019A Bonds mature in increasing annual amounts ranging from \$7,045,000 in 2025 to \$7,645,000 in 2029 and are subject to redemption at the option of the county, in whole or in part, at the redemption price of par plus accrued interest to the redemption date.

Also, in October 2019 Blount County issued, on behalf of the hospital, \$20,000,000 of Hospital Revenue Improvement Bonds, Series 2019B. The Series 2019B Bonds bear interest at a fixed rate of 2.07%. The Series 2019B Bonds mature in increasing annual amounts ranging from \$2,080,000 in 2025 to \$2,265,000 in 2029 and are subject to redemption at the option of the county, in whole or in part, at the redemption price of par plus accrued interest to the redemption date.

The revenues of the hospital are pledged as collateral for the Series 2019A and Series 2019B Bonds. The bonds were acquired by a financial institution with a credit agreement entered into with the financial institution requiring the hospital to maintain certain financial and other covenants. The financial covenants are measured twice per year (December 31 and June 30). In the event of default, the entire remaining amount owed by the hospital may be declared immediately due and payable in full. The hospital received a waiver dated December 7, 2023, for not satisfying financial covenants for the period ending December 31, 2023. As of June

30, 2024, the hospital did not meet the days cash on hand financial covenant related to the Series 2019A and Series 2019B Bonds. A waiver dated September 16, 2024, was obtained related to the days cash on hand as of June 30, 2024. In conjunction with the cash received from the transaction described in Note VI.R. on July 1, 2024, the hospital met the cash on hand requirement as of July 1, 2024.

In connection with the 2019 refunding of the Series 2013A Bonds, the hospital terminated the existing interest rate swaps, and the loss, which is recorded as a deferred outflow of resources, is being amortized as a component of interest expense over the term of the 2019A Bonds. During 2024, amortization of \$1,139,029, was recorded.

A summary of future maturities and interest amounts due related to the Series 2019A and 2019B bond obligations as of June 30, 2024, is as follows:

Year Ending June 30	Series 2019A	Series 2019B	Interest	Total
2025	\$ 7,045,000	\$ 2,080,000	\$ 984,699	\$ 10,109,699
2026	7,190,000	2,125,000	795,812	10,110,812
2027	7,340,000	2,170,000	602,991	10,112,991
2028	7,490,000	2,220,000	406,133	10,116,133
2029	7,645,000	2,265,000	205,136	10,115,136
Total	<u>\$ 36,710,000</u>	<u>\$ 10,860,000</u>	<u>\$ 2,994,771</u>	<u>\$ 50,564,771</u>

L. Long-term Debt

The hospital has a term loan agreement with a financial institution, which is collateralized by certain property, bears interest at 3.38% per year, and requires monthly payments of \$14,318 through its maturity in March 2027. The hospital is required to maintain certain financial covenants for which the hospital was not in compliance with the days cash on hand financial covenant as of June 30, 2024. A waiver dated September 16, 2024, was obtained related to the days cash on hand as of June 30, 2024. The agreement includes a provision that in an event of default, the financial institution may (a) take possession of the property, (b) apply to any court for a receiver for the property, (c) set off any amounts the hospital owes against any credits or other property held by the financial institution, (d) exercise their right to pursue any of these options in the event of a default even if the financial institution does not immediately take action against the hospital, (e) withhold further disbursement of any loan proceeds to the hospital, (f) declare the entire balance of the debt due at once, and (g) may pursue any other remedies available to the financial institution. Also, upon default, the interest rate on any unpaid principal balances as of the default date will be set to the maximum rate allowed by law.

A schedule of changes of long-term debt as of June 30, 2024, is as follows:

	Balance 7-1-23	Additions	Principal Payments	Balance 6-30-24
Bank Note Payable	\$ 596,693	\$ 0	\$ (154,020)	\$ 442,673
Total Outstanding	\$ 596,693	\$ 0	\$ (154,020)	\$ 442,673
Less Current Portion	154,020			159,308
Long-term Portion	<u>\$ 442,673</u>			<u>\$ 283,365</u>

A summary of future maturities and interest of long-term debt as of June 30, 2024, is as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 159,308	\$ 12,509	\$ 171,817
2026	164,777	7,041	171,818
2027	118,588	1,579	120,167
Total	<u>\$ 442,673</u>	<u>\$ 21,129</u>	<u>\$ 463,802</u>

M. *Malpractice Trust Fund and Employee Group Health Claims*

The hospital is covered under the Tennessee Governmental Tort Liability Act (*Tennessee Code Annotated*, Section 29-20-101, et seq.). In addition to requiring claims be made in conformance with this act, special provisions include, but are not limited to, special notice of requirements imposed upon the claimant, a one-year statute of limitations, and a requirement that the governmental entity purchase insurance or be self-insured with certain limits. This act also prohibits a judgment or award exceeding the minimum amounts of insurance coverage set out in the act or the amount of insurance purchased by the governmental entity.

The hospital is self-insured for professional malpractice liability coverage. Claims and expenses of \$150,000 were incurred during 2024. On June 30, 2024, the hospital is involved in medical malpractice litigation in which management of the hospital, after consultation with legal counsel, is of the opinion that liability, if any, related to these claims would not be material to the financial statements. No amounts are accrued for potential losses related to unreported incidents or reported incidents, which have not yet resulted in asserted claims, as the hospital is not able to estimate such amounts.

The hospital is self-insured for employee (and dependent) group health claims and records a liability for claims known but unpaid and estimated claims incurred but not reported. The liability for employee group health claims was \$2,455,604 on June 30, 2024. The total expense related to employee group health claims (net of employee paid premiums) was approximately \$19,453,000 for 2024.

N. Fair Value

The hospital categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs.

Mutual funds and common stocks are valued using prices quoted in active markets for those securities, while the debt securities are valued based on the securities' relationship to benchmark quoted prices. Derivative instruments are valued using a market approach that considers benchmark interest rates.

The fair value of the hospital's investments, including cash equivalents and assets limited as to use, are all considered level 1 investments as of June 30, 2024

O. Retirement Plans

The Blount Memorial Hospital retirement plans include three separate defined contribution plans administered by Fidelity Management Trust Company: the Blount Memorial Hospital Retirement Plan, the Blount Memorial Hospital Executive Retirement Plan, and the Blount Memorial Hospital Incorporated Excess Benefit Nonqualified Plan. At least one is available to all employees who are age 18 or older. New participants who have completed 1,000 hours of service vest 20 percent each year from two years of service to six years of service. Biweekly, the Hospital contributes a matching contribution of up to 6% of each eligible employee's voluntary employee contributions. Prior to January 1, 2023, the Hospital provided a base contribution equal to 3% of each eligible employee's compensation plus a matching contribution limited to 3% of compensation of each eligible employee's salary deferrals.

The hospital funds its deferred compensation obligations arising from the Blount Memorial Hospital Incorporated Excess Benefit Nonqualified Plan through a rabbi trust agreement. The rabbi trust agreement is subject to creditor claims in the event of insolvency, but the assets held in the rabbi trust agreement are not available for general operating purposes. Amounts in the rabbi trust are invested in mutual funds, as selected by each participant, and recorded at fair value, and are included in other assets in the statement of net position. A deferred compensation liability is also recorded that is equal to the investment balance held by the rabbi trust that is included in other long-term liabilities in the statements of net position.

Hospital contributions to the plans, net of forfeitures used of \$310,000 in 2024 totaled \$4,109,810 in 2024. Employee contributions were \$7,025,601 in 2024.

P. Commitments and Contingencies

Healthcare Industry

The delivery of personal and health care services entails an inherent risk of liability. See Note VI.M. regarding malpractice matters. The hospital also maintains insurance for general liability, director and officer liability and property. Certain policies are subject to deductibles. Management is not aware of any claims against the hospital which would have a material financial impact.

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 services, and Medicare fraud and abuse. Recently, government activity has increased with respect to investigations and/or allegations concerning possible violations of fraud and abuse statutes and/or 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 services previously billed. Management believes that the hospital is in compliance with fraud and abuse statutes, as well as other applicable government laws and regulations.

Management continues to implement policies, procedures, and compliance overview organizational structure to enforce and monitor compliance with the Health Insurance Portability and Accountability Act of 1996 (HIPAA) and other government statutes and regulations. The hospital's compliance with such laws and regulations is subject to future government review and interpretations, as well as regulatory actions which are unknown or unasserted at this time.

The Centers for Medicare and Medicaid Services ("CMS") have implemented a Recovery Audit Contractors ("RAC") program. The purpose of the program is to reduce improper Medicare and Medicaid payments through the detection and recovery of overpayments. CMS has engaged subcontractors to perform these audits, and they are being compensated on a contingency basis based on the amount of overpayments that are recovered. While management believes that all Medicare and Medicaid billings are proper and adequate support is maintained, certain aspects of Medicare and Medicaid billing, coding and support are subject to interpretation and may be viewed differently by the RAC auditors. As the amount of any recovery is unknown, management has not recorded any reserves related to RAC audits at this time.

Healthcare Reform

The health care industry is subject to changing political, regulatory, and other influences, along with scientific and technological initiatives. In recent years, the U.S. Congress and certain state legislators have passed a large number of laws and regulations intended to effect major change within the U.S. health care system, including the Affordable Care Act. The Affordable Care Act affects how health care services are covered, delivered and reimbursed through expanded health insurance coverage, reduced growth in Medicare program spending, and the establishment of programs that tie reimbursement to quality and integration. However, there is uncertainty regarding the future of the Affordable Care Act. The law has been subject to legislative and regulatory changes and court challenges.

As currently structured, the Affordable Care Act expands coverage through a combination of private sector health insurance requirements, public program expansion and other reforms. Expansion of coverage through the private sector has been driven by requirements applicable to health insurers, employers, and individuals. Expansion in public program coverage has been driven primarily by expanding the categories of individuals eligible for Medicaid coverage and permitting individuals with relatively higher incomes to qualify.

There is uncertainty regarding the ongoing effect of the Affordable Care Act due to efforts to change, repeal or replace the Affordable Care Act, and the development of agency guidance, among other factors. There is also uncertainty regarding the potential impact of other reform

efforts at the federal and state levels. For example, some members of Congress have proposed measures that would expand government-sponsored coverage, including proposals to expand coverage of federally-funded insurance programs as an alternative to private insurance or establish a single-payor system (such reforms often referred to as “Medicare for All”), and some states are considering similar measures. Other initiatives and proposals, including those aimed at price transparency and out-of-network charges, may impact prices and the relationships between health care providers and insurers.

General Economic and Demographic Factors

The health care industry is impacted by the overall United States economy. The COVID-19 pandemic has led, and may continue to lead, to a general worsening of economic conditions. Budget deficits at federal, state and local government entities have had a negative impact on spending for many health and human service programs, including Medicare, Medicaid and similar programs, which represent significant payor sources for the Hospital. It is anticipated that the federal deficit, the growing magnitude of Medicare and Medicaid expenditures and the aging of the United States population will continue to place pressure on government health care programs.

Q. Blended Component Units

BMPG component unit information includes only the revenue generated by the physician group related to professional fees and therefore does not include ancillary revenues, which are included in the hospital's component unit. Condensed combining information for the hospital and its blended component units is presented as follows:

Condensed Combining Statement of Net Position

June 30, 2024

	Hospital	Foundation	BMPG	Total
Assets				
Current Assets	\$ 51,734,783	\$ 270,385	\$ 6,930,463	\$ 58,935,631
Assets limited as to use	55,678,051	3,079,010	0	58,757,061
Property, Equipment, right-of-use lease and subscription assets, net	90,505,642	0	0	90,505,642
Other Assets	7,074,543	0	0	7,074,543
Total assets	\$ 204,993,019	\$ 3,349,395	\$ 6,930,463	\$ 215,272,877
Deferred outflows of resources	\$ 7,010,699	\$ 0	\$ 0	\$ 7,010,699
Total assets and deferred outflows of resources	\$ 212,003,718	\$ 3,349,395	\$ 6,930,463	\$ 222,283,576
Liabilities				
Current liabilities	\$ 38,713,621	\$ 35,306	\$ 1,446,251	\$ 40,195,178
Long-term liabilities	43,537,747	0	0	43,537,747
Total liabilities	\$ 82,251,368	\$ 35,306	\$ 1,446,251	\$ 83,732,925
Deferred inflows of resources	1,029,762	0	0	1,029,762
Net position:				
Net investment in capital assets	41,104,186	0	0	41,104,186
Restricted, nonexpendable	0	55,000	0	55,000
Donor restricted, expendable	0	49,937	0	49,937
Unrestricted	87,618,402	3,209,152	5,484,212	96,311,766
Total net position	\$ 128,722,588	\$ 3,314,089	\$ 5,484,212	\$ 137,520,889
Total liabilities, deferred inflows of resources, and net position	\$ 212,003,718	\$ 3,349,395	\$ 6,930,463	\$ 222,283,576

Condensed Combining Statement of Revenue, Expenses
and Changes in Net Position
Year Ended June 30, 2024

	Hospital	Foundation	BMPG	Total
Operating revenues:				
Net patient service revenue	\$ 273,086,373	\$ 0	\$ 74,214,560	\$ 347,300,933
Other revenue	13,325,217	0	0	13,325,217
Total operating revenues	\$ 286,411,590	\$ 0	\$ 74,214,560	\$ 360,626,150
Operating expenses:				
Depreciation and amortization	\$ 17,884,417	\$ 0	\$ 0	\$ 17,884,417
Other operating expenses	223,458,966	387,987	118,466,126	342,313,079
Total operating expenses	\$ 241,343,383	\$ 387,987	\$ 118,466,126	\$ 360,197,496
Operating margin	\$ 45,068,207	\$ (387,987)	\$ (44,251,566)	\$ 428,654
Nonoperating revenues (expenses):				
Interest expense	\$ (2,761,820)	\$ 0	\$ 0	\$ (2,761,820)
Investment income	3,018,490	400,177	0	3,418,667
Other	2,937,859	390,546	0	3,328,405
Total nonoperating revenues (expenses)	\$ 3,194,529	\$ 790,723	\$ 0	\$ 3,985,252
Increase (decrease) in net position	\$ 48,262,736	\$ 402,736	\$ (44,251,566)	\$ 4,413,906
Net position at beginning of year	\$ 125,005,792	\$ 2,911,353	\$ 5,189,838	\$ 133,106,983
Transfers	(44,545,940)	0	44,545,940	0
Net position at end of year	\$ 128,722,588	\$ 3,314,089	\$ 5,484,212	\$ 137,520,889

Condensed Combining Statement of Cash Flows
Year Ended June 30, 2024

	Hospital	Foundation	BMPG	Total
Net cash providedby (used in):				
Operating activities	\$ 59,419,722	\$ 446,610	\$ (44,688,601)	\$ 15,177,731
Noncapital financing activities	3,328,405	0	0	3,328,405
Capital and related financing activities	(20,163,973)	0	0	(20,163,973)
Investing activities	(41,127,273)	(331,650)	44,545,940	3,087,017
Net increase (decrease) in cash and cash equivalents	\$ 1,456,881	\$ 114,960	\$ (142,661)	\$ 1,429,180
Cash and cash equivalents at beginning of year	\$ 64,136,337	\$ 307,994	\$ (226,636)	\$ 64,217,695
Cash and cash equivalents at end of year	\$ 65,593,218	\$ 422,954	\$ (369,297)	\$ 65,646,875

R. Subsequent Event

On July 1, 2024, the hospital completed an asset sale of the Hospital's Morning View Village ("MVV") and Blount Memorial Transitional Care Center ("TCC") properties and operations for \$22,825,000. MVV was an assisted living and independent living facility licensed for at least 85 assisted living beds. TCC was a skilled nursing facility licensed for 76 beds.

The hospital received cash proceeds, net of expenses of approximately \$22,000,000 on July 1, 2024. The hospital also retained all patient accounts receivable as of June 30, 2024, related to the MVV and TCC operations. The hospital recognized a non-operating gain from the transaction of approximately \$16,000,000 on July 1, 2024.

The MVV and TCC operations generated approximate revenues, operating expenses, and operating income (loss) included in these financial statements during the year ended June 30, 2024, as follows:

	Balance 6-30-24
Net Patient Service Revenues	\$ 10,533,000
Other Revenues	4,314,000
Operating Expenses	<u>(14,714,000)</u>
Operating Income (Loss)	<u><u>\$ 133,000</u></u>

REQUIRED SUPPLEMENTARY INFORMATION SECTION

BLOUNT 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 - Blount County Public Library System

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 63,181	\$ 57,827	\$ 67,217	\$ 65,081	\$ 80,168	\$ 92,062	\$ 86,815	\$ 101,484	\$ 83,734	\$ 101,305
Interest	170,615	150,526	188,758	201,787	203,580	224,988	236,003	265,262	260,847	267,391
Differences Between Actual and Expected Experience	(425,788)	384,073	28,753	(80,879)	168,185	17,792	267,647	(94,227)	(1,580)	(361,678)
Changes in Assumptions	0	0	0	59,282	0	0	0	211,283	0	0
Benefit Payments, Including Refunds of Employee Contributions	(51,799)	(89,190)	(94,935)	(122,795)	(162,905)	(174,183)	(181,155)	(221,977)	(298,901)	(228,343)
Net Change in Total Pension Liability	\$ (243,791)	\$ 503,236	\$ 189,793	\$ 122,476	\$ 289,028	\$ 160,659	\$ 409,310	\$ 261,825	\$ 44,100	\$ (221,325)
Total Pension Liability, Beginning	2,237,574	1,993,783	2,497,019	2,686,812	2,809,288	3,098,316	3,258,975	3,668,285	3,930,110	3,974,210
Total Pension Liability, Ending (a)	\$ 1,993,783	\$ 2,497,019	\$ 2,686,812	\$ 2,809,288	\$ 3,098,316	\$ 3,258,975	\$ 3,668,285	\$ 3,930,110	\$ 3,974,210	\$ 3,752,885
Plan Fiduciary Net Position										
Contributions - Employer	\$ 65,106	\$ 2,162	\$ 2,354	\$ 2,244	\$ 6,823	\$ 22,805	\$ 52,985	\$ 45,849	\$ 51,815	\$ 91,058
Contributions - Employee	34,123	35,729	39,232	37,401	40,138	46,925	61,044	52,823	48,246	51,680
Net Investment Income	393,967	85,685	74,642	319,417	252,057	236,501	164,902	875,038	(156,995)	255,573
Benefit Payments, Including Refunds of Employee Contributions	(51,799)	(89,190)	(94,935)	(122,795)	(162,905)	(174,183)	(181,155)	(221,977)	(298,901)	(228,343)
Administrative Expense	(847)	(1,035)	(1,611)	(1,871)	(2,147)	(2,321)	(2,392)	(2,134)	(2,292)	(2,584)
Net Change in Plan Fiduciary Net Position	\$ 440,550	\$ 33,351	\$ 19,682	\$ 234,396	\$ 133,966	\$ 129,727	\$ 95,384	\$ 749,599	\$ (358,127)	\$ 167,384
Plan Fiduciary Net Position, Beginning	2,367,688	2,808,238	2,841,589	2,861,271	3,095,667	3,229,633	3,359,360	3,454,744	4,204,343	3,846,216
Plan Fiduciary Net Position, Ending (b)	\$ 2,808,238	\$ 2,841,589	\$ 2,861,271	\$ 3,095,667	\$ 3,229,633	\$ 3,359,360	\$ 3,454,744	\$ 4,204,343	\$ 3,846,216	\$ 4,013,600
Net Pension Liability (Asset), Ending (a - b)	\$ (814,455)	\$ (344,570)	\$ (174,459)	\$ (286,379)	\$ (131,317)	\$ (100,385)	\$ 213,541	\$ (274,233)	\$ 127,994	\$ (260,715)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	140.85%	113.80%	106.49%	110.19%	104.24%	103.08%	94.18%	106.98%	96.78%	106.95%
Covered Payroll	\$ 682,458	\$ 708,911	\$ 784,615	\$ 748,019	\$ 802,745	\$ 938,476	\$ 1,220,853	\$ 1,056,437	\$ 964,897	\$ 1,033,576
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(119.34%)	(48.61%)	(22.23%)	(38.28%)	(16.36%)	(10.70%)	17.49%	(25.96%)	13.27%	(25.22%)

BLOUNT 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 (Excluding Library System) and Non-certified Employees
of the Discretely Presented Blount 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	\$ 2,750,764	\$ 2,696,385	\$ 2,644,976	\$ 2,789,050	\$ 3,245,127	\$ 3,329,784	\$ 3,503,871	\$ 3,443,652	\$ 3,878,347	\$ 4,152,737
Interest	7,259,306	7,602,389	7,952,467	8,385,382	8,901,794	9,335,755	9,821,285	10,570,347	10,858,623	11,645,483
Differences Between Actual and Expected Experience	(1,426,832)	(1,192,196)	(39,667)	2,214,409	(655,125)	(269,944)	3,225,603	(2,047,948)	3,811,140	5,619,096
Changes in Assumptions	0	0	0	2,497,589	0	0	0	9,362,162	0	0
Benefit Payments, Including Refunds of Employee Contributions	(3,687,953)	(4,220,884)	(4,554,046)	(5,305,253)	(5,423,228)	(5,758,334)	(5,987,090)	(6,330,219)	(7,054,398)	(7,276,237)
Net Change in Total Pension Liability	\$ 4,895,285	\$ 4,885,694	\$ 6,003,730	\$ 10,581,177	\$ 6,068,568	\$ 6,637,261	\$ 10,563,669	\$ 14,997,994	\$ 11,493,712	\$ 14,141,079
Total Pension Liability, Beginning	95,883,964	100,779,249	105,664,943	111,668,673	122,249,850	128,318,418	134,955,679	145,519,348	160,517,342	172,011,054
Total Pension Liability, Ending (a)	\$ 100,779,249	\$ 105,664,943	\$ 111,668,673	\$ 122,249,850	\$ 128,318,418	\$ 134,955,679	\$ 145,519,348	\$ 160,517,342	\$ 172,011,054	\$ 186,152,133
Plan Fiduciary Net Position										
Contributions - Employer	\$ 3,643,299	\$ 3,552,107	\$ 3,606,957	\$ 3,804,366	\$ 2,498,694	\$ 2,595,048	\$ 2,883,071	\$ 2,820,437	\$ 3,003,885	\$ 3,331,114
Contributions - Employee	1,552,627	1,486,716	1,529,996	1,580,521	1,640,484	1,688,415	1,856,910	1,853,390	1,935,399	2,231,917
Net Investment Income	14,728,866	3,221,836	2,877,308	12,649,915	10,260,873	9,859,860	6,985,854	37,740,612	(6,965,443)	11,635,720
Benefit Payments, Including Refunds of Employee Contributions	(3,687,953)	(4,220,884)	(4,554,046)	(5,305,253)	(5,423,228)	(5,758,334)	(5,987,090)	(6,330,219)	(7,054,398)	(7,276,237)
Administrative Expense	(35,805)	(43,044)	(63,996)	(71,581)	(81,331)	(76,271)	(76,552)	(76,045)	(84,644)	(98,431)
Other	0	0	54,796	27,223	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 16,201,034	\$ 3,996,731	\$ 3,451,015	\$ 12,685,191	\$ 8,895,492	\$ 8,308,718	\$ 5,662,193	\$ 36,008,175	\$ (9,165,201)	\$ 9,824,083
Plan Fiduciary Net Position, Beginning	87,964,929	104,165,963	108,162,694	111,613,709	124,298,900	133,194,392	141,503,110	147,165,303	183,173,478	174,008,277
Plan Fiduciary Net Position, Ending (b)	\$ 104,165,963	\$ 108,162,694	\$ 111,613,709	\$ 124,298,900	\$ 133,194,392	\$ 141,503,110	\$ 147,165,303	\$ 183,173,478	\$ 174,008,277	\$ 183,832,360
Net Pension Liability (Asset), Ending (a - b)	\$ (3,386,714)	\$ (2,497,751)	\$ 54,964	\$ (2,049,050)	\$ (4,875,974)	\$ (6,547,431)	\$ (1,645,955)	\$ (22,656,136)	\$ (1,997,223)	\$ 2,319,773
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	103.36%	102.36%	99.95%	101.68%	103.80%	104.85%	101.13%	114.11%	101.16%	98.75%
Covered Payroll	\$ 29,979,870	\$ 29,198,139	\$ 29,875,603	\$ 31,255,600	\$ 32,438,967	\$ 33,665,230	\$ 37,090,590	\$ 36,157,314	\$ 38,419,441	\$ 42,945,739
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(11.3%)	(8.55%)	0.18%	(6.56%)	(15.03%)	(19.45%)	(4.44%)	(62.66%)	(5.20%)	5.40%

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

BLOUNT COUNTY, TENNESSEE
Schedule of Contributions Based on Participation in the Public
Employee Pension Plan of TCRS
Primary Government - Blount County Public Library System
For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 2,162	\$ 2,354	\$ 2,244	\$ 6,823	\$ 22,805	\$ 52,985	\$ 45,849	\$ 51,815	\$ 91,058	\$ 91,057
Less: Contributions in Relation to the Actuarially Determined Contribution	(2,162)	(2,354)	(2,244)	(6,823)	(22,805)	(52,985)	(45,849)	(51,815)	(91,058)	(91,057)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 708,911	\$ 784,615	\$ 748,015	\$ 802,745	\$ 938,476	\$ 1,220,853	\$ 1,056,437	\$ 964,897	\$ 1,033,576	\$ 1,033,561
Contributions as a Percentage of Covered Payroll	0.30%	0.30%	0.30%	0.85%	2.43%	4.34%	4.34%	5.37%	8.81%	8.81%

BLOUNT COUNTY, TENNESSEE
Schedule of Contributions Based on Participation in the Public
Employee Pension Plan of TCRS
Primary Government (Excluding Library System) and Non-certified Employees
of the Discretely Presented Blount County School Department
For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 3,552,107	\$ 3,606,957	\$ 3,804,366	\$ 2,498,694	\$ 2,595,048	\$ 2,883,071	\$ 2,820,437	\$ 3,003,885	\$ 3,331,114	\$ 3,776,094
Less: Contributions in Relation to the Actuarially Determined Contribution	(3,552,107)	(3,606,957)	(3,804,366)	(2,498,694)	(2,595,048)	(2,883,071)	(2,820,437)	(3,003,885)	(3,331,114)	(3,776,094)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 29,198,139	\$ 29,875,603	\$ 31,255,600	\$ 32,438,967	\$ 33,665,230	\$ 37,090,590	\$ 36,157,314	\$ 38,419,441	\$ 42,945,739	\$ 48,378,981
Contributions as a Percentage of Covered Payroll	12.17%	12.07%	12.17%	7.70%	7.71%	7.77%	7.80%	7.82%	7.76%	7.81%

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

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 38,074	\$ 93,397	\$ 142,883	\$ 187,118	\$ 121,289	\$ 155,193	\$ 177,677	\$ 236,081	\$ 409,624	\$ 521,270
Less: Contributions in Relation to the Contractually Required Contribution	(38,074)	(93,397)	(142,883)	(187,118)	(121,289)	(155,193)	(177,677)	(236,081)	(409,624)	(521,270)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 951,851	\$ 2,334,937	\$ 3,568,387	\$ 4,677,977	\$ 6,252,004	\$ 7,644,998	\$ 8,795,911	\$ 11,745,323	\$ 14,272,597	\$ 17,670,174
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%

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

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

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 3,672,032	\$ 3,714,171	\$ 3,715,782	\$ 3,641,833	\$ 4,079,688	\$ 4,258,769	\$ 3,986,453	\$ 3,978,745	\$ 3,330,011	\$ 2,655,517
Less: Contributions in Relation to the Contractually Required Contribution	(3,672,032)	(3,714,171)	(3,715,782)	(3,641,833)	(4,079,688)	(4,258,769)	(3,986,453)	(3,978,745)	(3,330,011)	(2,655,517)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 40,619,615	\$ 41,085,985	\$ 41,107,496	\$ 40,108,312	\$ 39,002,774	\$ 40,063,665	\$ 38,816,479	\$ 38,628,596	\$ 38,320,022	\$ 38,985,487
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%	6.81%

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	0.458115%	0.530660%	0.544242%	0.535308%	0.590813%	0.605822%	0.609462%	0.687785%	0.717561%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (18,430)	\$ (55,243)	\$ (143,587)	\$ (242,777)	\$ (333,506)	\$ (334,496)	\$ (660,177)	\$ (208,347)	\$ (304,270)
Covered Payroll	\$ 951,851	\$ 2,334,937	\$ 3,568,387	\$ 4,677,977	\$ 6,252,004	\$ 7,644,998	\$ 8,795,911	\$ 11,745,323	\$ 14,272,597
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94%)	(2.37%)	(4.02%)	(5.19%)	(5.33%)	(4.51%)	(7.51%)	(1.77%)	(2.13%)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%

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

BLOUNT COUNTY, TENNESSEE
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Blount 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)	1.064334%	1.085075%	1.138179%	1.162782%	1.145403%	1.163170%	1.203743%	1.182647%	1.173787%	1.180877%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (172,949)	\$ 444,484	\$ 7,112,986	\$ (380,444)	\$ (4,030,578)	\$ (11,959,480)	\$ (9,179,432)	\$ (51,010,400)	\$ (14,395,385)	\$ (13,922,236)
Covered Payroll	\$ 41,775,012	\$ 40,619,615	\$ 41,085,985	\$ 41,107,496	\$ 40,108,312	\$ 39,002,774	\$ 40,063,665	\$ 38,816,479	\$ 38,628,596	\$ 38,320,022
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41%)	1.09%	17.31%	(0.93%)	(10.05%)	(30.66%)	(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%

BLOUNT COUNTY, TENNESSEE
Schedule of Changes in the Total OPEB Liability and Related Ratios - Blount County Plan
Primary Government and Discretely Presented Blount County School Department
For the Fiscal Year Ended June 30

	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability							
Service Cost	\$ 1,089,341	\$ 1,219,685	\$ 1,327,178	\$ 1,896,035	\$ 1,958,722	\$ 1,544,438	\$ 1,555,378
Interest	753,801	949,806	891,540	751,546	747,944	1,041,094	1,093,313
Differences Between Actual and Expected Experience	0	3,019,331	0	3,708,148	0	(3,420,020)	0
Changes in Assumptions or Other Inputs	(443,612)	1,408,652	2,406,558	1,853,551	(3,154,456)	819,458	(592,896)
Benefit Payments	(1,596,819)	(2,040,175)	(1,961,898)	(2,245,280)	(2,165,387)	(1,811,454)	(1,830,863)
Net Change in Total OPEB Liability	\$ (197,289)	\$ 4,557,299	\$ 2,663,378	\$ 5,964,000	\$ (2,613,177)	\$ (1,826,484)	\$ 224,932
Total OPEB Liability, Beginning	20,757,891	20,560,602	25,117,901	27,781,279	33,745,279	31,132,102	29,305,618
Total OPEB Liability, Ending	\$ 20,560,602	\$ 25,117,901	\$ 27,781,279	\$ 33,745,279	\$ 31,132,102	\$ 29,305,618	\$ 29,530,550
Primary Government's Proportionate Share of Total OPEB Liability	\$ 7,506,765	\$ 6,920,191	\$ 8,503,450	\$ 12,293,444	\$ 11,399,272	\$ 10,318,069	\$ 10,503,370
School Department's Proportionate Share of Total OPEB Liability	13,053,837	18,197,710	19,277,829	21,451,835	19,732,830	18,987,549	19,027,180
Covered Employee Payroll	\$ 73,928,475	\$ 73,488,830	\$ 75,326,050	\$ 82,576,876	\$ 89,600,739	\$ 96,559,967	\$ 106,068,202
Net OPEB Liability as a Percentage of Covered Employee Payroll	27.81%	34.18%	36.88%	40.87%	34.75%	30.35%	27.84%

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

Note 2: Changes in assumptions. The following are the discount rates used in each period:

2017	3.58%
2018	3.87%
2019	3.50%
2020	2.21%
2021	2.16%
2022	3.54%
2023	3.65%
2024	3.93%

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

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

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

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

Methods and assumptions used to determine contribution rates:

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

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

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

Law Library Fund – The Law Library Fund is used to account for a special tax levied by private act on litigation. Proceeds of the tax must be expended for the benefit of the county's law library.

Public Library Fund – The Public Library Fund is used to account for transactions of the Blount County Public Library, which is jointly funded by Blount County, the city of Maryville, and the city of Alcoa.

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

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

CAPITAL PROJECTS FUNDS

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

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

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for capital expenditures of the county and the school department.

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

	Special Revenue Funds					Total
	Courthouse and Jail Maintenance	Law Library	Public Library	Drug Control	Constitu - tional Officers - Fees	
ASSETS						
Cash	\$ 0	\$ 0	\$ 16,425	\$ 0	\$ 10,042	\$ 26,467
Equity in Pooled Cash and Investments	359,104	49,078	1,444,079	2,053,071	0	3,905,332
Accounts Receivable	0	0	7,345	37,618	27,906	72,869
Due from Other Governments	0	0	0	0	0	0
Due from Other Funds	0	0	0	608,644	0	608,644
Property Taxes Receivable	0	0	0	0	0	0
Allowance for Uncollectible Property Taxes	0	0	0	0	0	0
Total Assets	<u>\$ 359,104</u>	<u>\$ 49,078</u>	<u>\$ 1,467,849</u>	<u>\$ 2,699,333</u>	<u>\$ 37,948</u>	<u>\$ 4,613,312</u>
LIABILITIES						
Accounts Payable	\$ 17,926	\$ 824	\$ 4,398	\$ 349,873	\$ 0	\$ 373,021
Accrued Payroll	0	0	55,131	0	0	55,131
Payroll Deductions Payable	0	0	9,340	0	0	9,340
Due to Other Funds	0	0	0	0	37,948	37,948
Due to State of Tennessee	0	0	120	0	0	120
Due to Litigants, Heirs, and Others	0	0	0	6,447	0	6,447
Sales Tax	0	0	1,237	0	0	1,237
Total Liabilities	<u>\$ 17,926</u>	<u>\$ 824</u>	<u>\$ 70,226</u>	<u>\$ 356,320</u>	<u>\$ 37,948</u>	<u>\$ 483,244</u>

(Continued)

BLOUNT COUNTY, TENNESSEE
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds					Constitu - tional Officers - Fees	Total
	Courthouse and Jail Maintenance	Law Library	Public Library	Drug Control			
DEFERRED INFLOWS OF RESOURCES							
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Deferred Delinquent Property Taxes	0	0	0	0	0	0	0
Other Deferred/Unavailable Revenue	0	0	0	0	0	0	0
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
FUND BALANCES							
Restricted:							
Restricted for General Government	\$ 341,178	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	341,178
Restricted for Administration of Justice	0	48,254	0	0	0	0	48,254
Restricted for Public Safety	0	0	0	651,611	0	0	651,611
Restricted for Social, Cultural, and Recreational Services	0	0	1,397,623	0	0	0	1,397,623
Restricted for Capital Projects	0	0	0	0	0	0	0
Committed:							
Committed for Public Safety	0	0	0	1,691,402	0	0	1,691,402
Committed for Capital Outlay	0	0	0	0	0	0	0
Total Fund Balances	\$ 341,178	\$ 48,254	\$ 1,397,623	\$ 2,343,013	\$ 0	\$ 0	4,130,068
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 359,104	\$ 49,078	\$ 1,467,849	\$ 2,699,333	\$ 37,948	\$ 0	4,613,312

(Continued)

BLOUNT COUNTY, TENNESSEE
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	Capital Projects Funds			Total Nonmajor Governmental Funds
	Highway Capital Projects	Other Capital Projects	Total	
ASSETS				
Cash	\$ 0	\$ 0	\$ 0	\$ 26,467
Equity in Pooled Cash and Investments	5,589,405	4,307,426	9,896,831	13,802,163
Accounts Receivable	25,432	20,832	46,264	119,133
Due from Other Governments	56,636	16,914	73,550	73,550
Due from Other Funds	0	0	0	608,644
Property Taxes Receivable	0	2,095,549	2,095,549	2,095,549
Allowance for Uncollectible Property Taxes	0	(24,418)	(24,418)	(24,418)
Total Assets	<u>\$ 5,671,473</u>	<u>\$ 6,416,303</u>	<u>\$ 12,087,776</u>	<u>\$ 16,701,088</u>
LIABILITIES				
Accounts Payable	\$ 530,674	\$ 43,015	\$ 573,689	\$ 946,710
Accrued Payroll	0	0	0	55,131
Payroll Deductions Payable	0	0	0	9,340
Due to Other Funds	0	0	0	37,948
Due to State of Tennessee	5,288	0	5,288	5,408
Due to Litigants, Heirs, and Others	0	0	0	6,447
Sales Tax	0	0	0	1,237
Total Liabilities	<u>\$ 535,962</u>	<u>\$ 43,015</u>	<u>\$ 578,977</u>	<u>\$ 1,062,221</u>

(Continued)

BLOUNT COUNTY, TENNESSEE**Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

DEFERRED INFLOWS OF RESOURCES

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

Capital Projects Funds			Total Nonmajor Governmental Funds
Highway Capital Projects	Other Capital Projects	Total	
\$ 0	\$ 2,041,434	\$ 2,041,434	\$ 2,041,434
0	21,323	21,323	21,323
56,636	6,445	63,081	63,081
<u>\$ 56,636</u>	<u>\$ 2,069,202</u>	<u>\$ 2,125,838</u>	<u>\$ 2,125,838</u>

FUND BALANCES

Restricted:

Restricted for General Government
 Restricted for Administration of Justice
 Restricted for Public Safety
 Restricted for Social, Cultural, and Recreational Services
 Restricted for Capital Projects

Committed:

Committed for Public Safety
 Committed for Capital Outlay

Total Fund Balances

\$ 0	\$ 0	\$ 0	\$ 341,178
0	0	0	48,254
0	0	0	651,611
0	0	0	1,397,623
0	1,117,838	1,117,838	1,117,838
0	0	0	1,691,402
5,078,875	3,186,248	8,265,123	8,265,123
<u>\$ 5,078,875</u>	<u>\$ 4,304,086</u>	<u>\$ 9,382,961</u>	<u>\$ 13,513,029</u>
<u>\$ 5,671,473</u>	<u>\$ 6,416,303</u>	<u>\$ 12,087,776</u>	<u>\$ 16,701,088</u>

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

BLOUNT 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					Constitu - tional Officers - Fees	Total
	Courthouse and Jail Maintenance	Law Library	Public Library	Drug Control			
Revenues							
Local Taxes	\$ 180,190	\$ 9,051	\$ 0	\$ 0	\$ 0	\$ 0	\$ 189,241
Fines, Forfeitures, and Penalties	0	0	0	10,022	0	0	10,022
Charges for Current Services	0	0	60,239	162,252	10,440	0	232,931
Other Local Revenues	0	0	198,407	137,071	0	0	335,478
State of Tennessee	0	0	0	0	0	0	0
Federal Government	0	0	0	31,226	0	0	31,226
Other Governments and Citizens Groups	0	0	1,141,208	10,900	0	0	1,152,108
Total Revenues	\$ 180,190	\$ 9,051	\$ 1,399,854	\$ 351,471	\$ 10,440	\$ 0	\$ 1,951,006
Expenditures							
Current:							
General Government	\$ 366,368	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 366,368
Administration of Justice	0	0	0	0	10,440	0	10,440
Public Safety	0	0	0	1,003,133	0	0	1,003,133
Social, Cultural, and Recreational Services	0	0	2,402,382	0	0	0	2,402,382
Other Operations	0	9,980	0	0	0	0	9,980
Capital Projects	0	0	171,740	0	0	0	171,740
Total Expenditures	\$ 366,368	\$ 9,980	\$ 2,574,122	\$ 1,003,133	\$ 10,440	\$ 0	\$ 3,964,043
Excess (Deficiency) of Revenues Over Expenditures	\$ (186,178)	\$ (929)	\$ (1,174,268)	\$ (651,662)	\$ 0	\$ 0	\$ (2,013,037)

(Continued)

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

	Special Revenue Funds					
	Courthouse and Jail Maintenance	Law Library	Public Library	Drug Control	Constitu - tional Officers - Fees	Total
Other Financing Sources (Uses)						
Transfers In	\$ 0	\$ 0	\$ 1,462,000	\$ 0	\$ 0	\$ 1,462,000
Transfers Out	0	0	(264,969)	0	0	(264,969)
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 1,197,031	\$ 0	\$ 0	\$ 1,197,031
Net Change in Fund Balances	\$ (186,178)	\$ (929)	\$ 22,763	\$ (651,662)	\$ 0	\$ (816,006)
Fund Balance, July 1, 2023	527,356	49,183	1,374,860	2,994,675	0	4,946,074
Fund Balance, June 30, 2024	\$ 341,178	\$ 48,254	\$ 1,397,623	\$ 2,343,013	\$ 0	\$ 4,130,068

(Continued)

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

	Capital Projects Funds			Total Nonmajor Governmental Funds
	Highway Capital Projects	Other Capital Projects	Total	
Revenues				
Local Taxes	\$ 0	\$ 2,041,207	\$ 2,041,207	\$ 2,230,448
Fines, Forfeitures, and Penalties	0	0	0	10,022
Charges for Current Services	0	0	0	232,931
Other Local Revenues	249,119	192,944	442,063	777,541
State of Tennessee	0	2,753	2,753	2,753
Federal Government	194,837	0	194,837	226,063
Other Governments and Citizens Groups	0	0	0	1,152,108
Total Revenues	<u>\$ 443,956</u>	<u>\$ 2,236,904</u>	<u>\$ 2,680,860</u>	<u>\$ 4,631,866</u>
Expenditures				
Current:				
General Government	\$ 0	\$ 0	\$ 0	\$ 366,368
Administration of Justice	0	0	0	10,440
Public Safety	0	0	0	1,003,133
Social, Cultural, and Recreational Services	0	0	0	2,402,382
Other Operations	0	0	0	9,980
Capital Projects	6,553,677	1,690,766	8,244,443	8,416,183
Total Expenditures	<u>\$ 6,553,677</u>	<u>\$ 1,690,766</u>	<u>\$ 8,244,443</u>	<u>\$ 12,208,486</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (6,109,721)</u>	<u>\$ 546,138</u>	<u>\$ (5,563,583)</u>	<u>\$ (7,576,620)</u>

(Continued)

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

	Capital Projects Funds			Total Nonmajor Governmental Funds
	Highway Capital Projects	Other Capital Projects	Total	
Other Financing Sources (Uses)				
Transfers In	\$ 3,514,461	\$ 0	\$ 3,514,461	\$ 4,976,461
Transfers Out	0	(67,500)	(67,500)	(332,469)
Total Other Financing Sources (Uses)	\$ 3,514,461	\$ (67,500)	\$ 3,446,961	\$ 4,643,992
Net Change in Fund Balances	\$ (2,595,260)	\$ 478,638	\$ (2,116,622)	\$ (2,932,628)
Fund Balance, July 1, 2023	7,674,135	3,825,448	11,499,583	16,445,657
Fund Balance, June 30, 2024	\$ 5,078,875	\$ 4,304,086	\$ 9,382,961	\$ 13,513,029

BLOUNT COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Courthouse and Jail Maintenance 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	\$ 180,190	\$ 0	\$ 0	\$ 180,190	\$ 184,700	\$ 184,700	\$ (4,510)
Total Revenues	\$ 180,190	\$ 0	\$ 0	\$ 180,190	\$ 184,700	\$ 184,700	\$ (4,510)
Expenditures							
General Government							
County Buildings	\$ 366,368	\$ (139,737)	\$ 2,238	\$ 228,869	\$ 182,700	\$ 435,420	\$ 206,551
Total Expenditures	\$ 366,368	\$ (139,737)	\$ 2,238	\$ 228,869	\$ 182,700	\$ 435,420	\$ 206,551
Excess (Deficiency) of Revenues Over Expenditures	\$ (186,178)	\$ 139,737	\$ (2,238)	\$ (48,679)	\$ 2,000	\$ (250,720)	\$ 202,041
Net Change in Fund Balance	\$ (186,178)	\$ 139,737	\$ (2,238)	\$ (48,679)	\$ 2,000	\$ (250,720)	\$ 202,041
Fund Balance, July 1, 2023	527,356	(139,737)	0	387,619	525,700	525,700	(138,081)
Fund Balance, June 30, 2024	\$ 341,178	\$ 0	\$ (2,238)	\$ 338,940	\$ 527,700	\$ 274,980	\$ 63,960

BLOUNT COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Law Library Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 9,051	\$ 10,038	\$ 10,038	\$ (987)
Total Revenues	\$ 9,051	\$ 10,038	\$ 10,038	\$ (987)
Expenditures				
Other Operations				
Other Charges	\$ 9,980	\$ 10,038	\$ 10,038	\$ 58
Total Expenditures	\$ 9,980	\$ 10,038	\$ 10,038	\$ 58
Excess (Deficiency) of Revenues Over Expenditures	\$ (929)	\$ 0	\$ 0	\$ (929)
Net Change in Fund Balance	\$ (929)	\$ 0	\$ 0	\$ (929)
Fund Balance, July 1, 2023	49,183	50,446	50,446	(1,263)
Fund Balance, June 30, 2024	\$ 48,254	\$ 50,446	\$ 50,446	\$ (2,192)

Exhibit G-5

BLOUNT COUNTY, TENNESSEE

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

Public Library 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	\$ 60,239	\$ 0	\$ 0	\$ 60,239	\$ 60,500	\$ 60,500	\$ (261)
Other Local Revenues	198,407	0	0	198,407	147,180	328,720	(130,313)
Other Governments and Citizens Groups	1,141,208	0	0	1,141,208	1,141,144	1,141,144	64
Total Revenues	\$ 1,399,854	\$ 0	\$ 0	\$ 1,399,854	\$ 1,348,824	\$ 1,530,364	\$ (130,510)
Expenditures							
Social, Cultural, and Recreational Services							
Libraries	\$ 2,402,382	\$ (338)	\$ 8,271	\$ 2,410,315	\$ 2,810,686	\$ 2,545,718	\$ 135,403
Capital Projects							
General Administration Projects	171,740	0	9,800	181,540	0	181,540	0
Total Expenditures	\$ 2,574,122	\$ (338)	\$ 18,071	\$ 2,591,855	\$ 2,810,686	\$ 2,727,258	\$ 135,403
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,174,268)	\$ 338	\$ (18,071)	\$ (1,192,001)	\$ (1,461,862)	\$ (1,196,894)	\$ 4,893
Other Financing Sources (Uses)							
Transfers In	\$ 1,462,000	\$ 0	\$ 0	\$ 1,462,000	\$ 1,462,000	\$ 1,462,000	\$ 0
Transfers Out	(264,969)	0	0	(264,969)	0	(264,969)	0
Total Other Financing Sources	\$ 1,197,031	\$ 0	\$ 0	\$ 1,197,031	\$ 1,462,000	\$ 1,197,031	\$ 0
Net Change in Fund Balance	\$ 22,763	\$ 338	\$ (18,071)	\$ 5,030	\$ 138	\$ 137	\$ 4,893
Fund Balance, July 1, 2023	1,374,860	(338)	0	1,374,522	1,141,265	1,141,265	233,257
Fund Balance, June 30, 2024	\$ 1,397,623	\$ 0	\$ (18,071)	\$ 1,379,552	\$ 1,141,403	\$ 1,141,402	\$ 238,150

BLOUNT 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	\$ 10,022	\$ 0	\$ 0	\$ 10,022	\$ 16,000	\$ 16,000	\$ (5,978)
Charges for Current Services	162,252	0	0	162,252	200,000	200,000	(37,748)
Other Local Revenues	137,071	0	0	137,071	35,000	35,000	102,071
Federal Government	31,226	0	0	31,226	0	0	31,226
Other Governments and Citizens Groups	10,900	0	0	10,900	0	10,900	0
Total Revenues	\$ 351,471	\$ 0	\$ 0	\$ 351,471	\$ 251,000	\$ 261,900	\$ 89,571
Expenditures							
Public Safety							
Sheriff's Department	\$ 97,929	\$ (23,247)	\$ 11,056	\$ 85,738	\$ 146,500	\$ 157,076	\$ 71,338
Drug Enforcement	905,204	(300,282)	107,279	712,201	104,500	713,144	943
Total Expenditures	\$ 1,003,133	\$ (323,529)	\$ 118,335	\$ 797,939	\$ 251,000	\$ 870,220	\$ 72,281
Excess (Deficiency) of Revenues Over Expenditures	\$ (651,662)	\$ 323,529	\$ (118,335)	\$ (446,468)	\$ 0	\$ (608,320)	\$ 161,852
Net Change in Fund Balance	\$ (651,662)	\$ 323,529	\$ (118,335)	\$ (446,468)	\$ 0	\$ (608,320)	\$ 161,852
Fund Balance, July 1, 2023	2,994,675	(323,529)	0	2,671,146	2,473,757	2,473,757	197,389
Fund Balance, June 30, 2024	\$ 2,343,013	\$ 0	\$ (118,335)	\$ 2,224,678	\$ 2,473,757	\$ 1,865,437	\$ 359,241

BLOUNT COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway 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	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,775,000	\$ 2,775,000	\$ (2,775,000)
Other Local Revenues	249,119	0	0	249,119	0	0	249,119
Federal Government	194,837	0	0	194,837	0	0	194,837
Total Revenues	\$ 443,956	\$ 0	\$ 0	\$ 443,956	\$ 2,775,000	\$ 2,775,000	\$ (2,331,044)
Expenditures							
Capital Projects							
Highway and Street Capital Projects	\$ 6,553,677	\$ (2,384,684)	\$ 1,490,888	\$ 5,659,881	\$ 2,555,500	\$ 10,443,372	\$ 4,783,491
Total Expenditures	\$ 6,553,677	\$ (2,384,684)	\$ 1,490,888	\$ 5,659,881	\$ 2,555,500	\$ 10,443,372	\$ 4,783,491
Excess (Deficiency) of Revenues Over Expenditures	\$ (6,109,721)	\$ 2,384,684	\$ (1,490,888)	\$ (5,215,925)	\$ 219,500	\$ (7,668,372)	\$ 2,452,447
Other Financing Sources (Uses)							
Transfers In	\$ 3,514,461	\$ 0	\$ 0	\$ 3,514,461	\$ 560,577	\$ 7,417,395	\$ (3,902,934)
Total Other Financing Sources	\$ 3,514,461	\$ 0	\$ 0	\$ 3,514,461	\$ 560,577	\$ 7,417,395	\$ (3,902,934)
Net Change in Fund Balance	\$ (2,595,260)	\$ 2,384,684	\$ (1,490,888)	\$ (1,701,464)	\$ 780,077	\$ (250,977)	\$ (1,450,487)
Fund Balance, July 1, 2023	7,674,135	(2,384,684)	0	5,289,451	1,176,265	1,176,265	4,113,186
Fund Balance, June 30, 2024	\$ 5,078,875	\$ 0	\$ (1,490,888)	\$ 3,587,987	\$ 1,956,342	\$ 925,288	\$ 2,662,699

BLOUNT COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Other 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	\$ 2,041,207	\$ 0	\$ 0	\$ 2,041,207	\$ 1,960,600	\$ 1,960,600	\$ 80,607
Other Local Revenues	192,944	0	0	192,944	0	0	192,944
State of Tennessee	2,753	0	0	2,753	0	0	2,753
Total Revenues	\$ 2,236,904	\$ 0	\$ 0	\$ 2,236,904	\$ 1,960,600	\$ 1,960,600	\$ 276,304
Expenditures							
Capital Projects							
General Administration Projects	\$ 67,846	\$ (20,894)	\$ 63,553	\$ 110,505	\$ 0	\$ 148,940	\$ 38,435
Administration of Justice Projects	0	0	0	0	115,000	92,000	92,000
Public Safety Projects	1,039,942	(386,400)	74,101	727,643	0	1,006,516	278,873
Other General Government Projects	582,978	(3,585)	2,227,706	2,807,099	0	3,882,315	1,075,216
Total Expenditures	\$ 1,690,766	\$ (410,879)	\$ 2,365,360	\$ 3,645,247	\$ 115,000	\$ 5,129,771	\$ 1,484,524
Excess (Deficiency) of Revenues Over Expenditures	\$ 546,138	\$ 410,879	\$ (2,365,360)	\$ (1,408,343)	\$ 1,845,600	\$ (3,169,171)	\$ 1,760,828
Other Financing Sources (Uses)							
Transfers Out	\$ (67,500)	\$ 0	\$ 0	\$ (67,500)	\$ 0	\$ (67,500)	\$ 0
Total Other Financing Sources	\$ (67,500)	\$ 0	\$ 0	\$ (67,500)	\$ 0	\$ (67,500)	\$ 0
Net Change in Fund Balance	\$ 478,638	\$ 410,879	\$ (2,365,360)	\$ (1,475,843)	\$ 1,845,600	\$ (3,236,671)	\$ 1,760,828
Fund Balance, July 1, 2023	3,825,448	(410,879)	0	3,414,569	3,966,555	3,966,555	(551,986)
Fund Balance, June 30, 2024	\$ 4,304,086	\$ 0	\$ (2,365,360)	\$ 1,938,726	\$ 5,812,155	\$ 729,884	\$ 1,208,842

MAJOR GOVERNMENTAL FUND

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.

BLOUNT 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	\$ 17,031,265	\$ 16,642,400	\$ 16,642,400	\$ 388,865
Other Local Revenues	1,486,874	900,000	900,000	586,874
State of Tennessee	20,186	0	0	20,186
Other Governments and Citizens Groups	293,617	0	0	293,617
Total Revenues	<u>\$ 18,831,942</u>	<u>\$ 17,542,400</u>	<u>\$ 17,542,400</u>	<u>\$ 1,289,542</u>
Expenditures				
Principal on Debt				
General Government	\$ 10,056,929	\$ 10,300,000	\$ 10,300,000	\$ 243,071
Interest on Debt				
General Government	6,030,097	6,400,000	6,400,000	369,903
Other Debt Service				
General Government	361,483	1,375,000	1,375,000	1,013,517
Total Expenditures	<u>\$ 16,448,509</u>	<u>\$ 18,075,000</u>	<u>\$ 18,075,000</u>	<u>\$ 1,626,491</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,383,433</u>	<u>\$ (532,600)</u>	<u>\$ (532,600)</u>	<u>\$ 2,916,033</u>
Other Financing Sources (Uses)				
Transfers In	\$ 684,563	\$ 850,000	\$ 850,000	\$ (165,437)
Total Other Financing Sources	<u>\$ 684,563</u>	<u>\$ 850,000</u>	<u>\$ 850,000</u>	<u>\$ (165,437)</u>
Net Change in Fund Balance	\$ 3,067,996	\$ 317,400	\$ 317,400	\$ 2,750,596
Fund Balance, July 1, 2023	<u>30,270,323</u>	<u>27,179,215</u>	<u>27,179,215</u>	<u>3,091,108</u>
Fund Balance, June 30, 2024	<u><u>\$ 33,338,319</u></u>	<u><u>\$ 27,496,615</u></u>	<u><u>\$ 27,496,615</u></u>	<u><u>\$ 5,841,704</u></u>

CUSTODIAL FUNDS

Custodial Funds are used to account for assets held by the county in a custodial capacity or as an agent for individuals, private organizations, and other governments. 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.

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

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

Judicial District Drug Fund – The Judicial District Drug Fund is used to account for grants and other restricted revenues for the benefit of the multi-jurisdictional drug task force, which was created by contract (mutual aid agreement) between the participating city and county governments.

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.

Smoky Mountain Tourism Board Fund – The Smoky Mountain Tourism Board Fund is used to account for 70 percent of hotel/motel tax revenues collected by the county. These revenues are received by the county and forwarded to the tourism board as required by the private act authorizing the tax.

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

	Custodial Funds							
	Cities -	City	City	Constitu -	Judicial	District	Smoky	
	Sales	School	School	tional	District	Attorney	Mountain	
	Tax	ADA -	ADA -	Officers -	Drug	General	Tourism	Total
		Alcoa	Maryville	Custodial			Board	
ASSETS								
Cash	\$ 0	\$ 0	\$ 0	\$ 6,252,371	\$ 0	\$ 0	\$ 0	\$ 6,252,371
Equity in Pooled Cash and Investments	0	3,945	10,459	0	729,377	227,396	407,367	1,378,544
Accounts Receivable	0	0	1,091	0	3,296	1,032	443,920	449,339
Due from Other Governments	5,820,677	1,004,161	2,553,522	0	0	0	0	9,378,360
Property Taxes Receivable	0	4,690,936	12,432,775	0	0	0	0	17,123,711
Allowance for Uncollectible Property Taxes	0	(54,388)	(143,505)	0	0	0	0	(197,893)
Total Assets	\$ 5,820,677	\$ 5,644,654	\$ 14,854,342	\$ 6,252,371	\$ 732,673	\$ 228,428	\$ 851,287	\$ 34,384,432
LIABILITIES								
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 14,137	\$ 0	\$ 0	\$ 14,137
Due to Other Taxing Units	5,820,677	1,012,437	2,576,053	0	0	0	0	9,409,167
Due to Litigants, Heirs, and Others	0	0	0	0	11,270	0	0	11,270
Due to Joint Ventures	0	0	0	0	0	0	851,287	851,287
Total Liabilities	\$ 5,820,677	\$ 1,012,437	\$ 2,576,053	\$ 0	\$ 25,407	\$ 0	\$ 851,287	\$ 10,285,861
DEFERRED INFLOWS OF RESOURCES								
Deferred Current Property Taxes	\$ 0	\$ 4,618,045	\$ 12,240,722	\$ 0	\$ 0	\$ 0	\$ 0	\$ 16,858,767
Other Deferred/Unavailable Revenue	0	14,172	37,567	0	0	0	0	51,739
Total Deferred Inflows of Resources	\$ 0	\$ 4,632,217	\$ 12,278,289	\$ 0	\$ 0	\$ 0	\$ 0	\$ 16,910,506
NET POSITION								
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 0	\$ 0	\$ 6,252,371	\$ 707,266	\$ 228,428	\$ 0	\$ 7,188,065
Total Net Position	\$ 0	\$ 0	\$ 0	\$ 6,252,371	\$ 707,266	\$ 228,428	\$ 0	\$ 7,188,065

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

	Custodial Funds							
	Cities - Sales Tax	City School ADA - Alcoa	City School ADA - Maryville	Constitu - tional Officers - Custodial	Judicial District Drug	District Attorney General	Smoky Mountain Tourism Board	Total
Additions								
Sales Tax Collections for Other Governments	\$ 33,305,604	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 33,305,604
Hotel/Motel Tax Collections for Joint Venture	0	0	0	0	0	0	4,250,168	4,250,168
ADA - Educational Funds Collected for Cities	0	9,999,782	26,118,176	0	0	0	0	36,117,958
Fines/Fees and Other Collections	0	0	0	37,298,177	0	0	0	37,298,177
Drug Task Force Collections	0	0	0	0	288,021	0	0	288,021
District Attorney General Collections	0	0	0	0	0	19,918	0	19,918
Total Additions	\$ 33,305,604	\$ 9,999,782	\$ 26,118,176	\$ 37,298,177	\$ 288,021	\$ 19,918	\$ 4,250,168	\$ 111,279,846
Deductions								
Payment of Sales Tax Collections for Other Governments	\$ 33,305,604	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 33,305,604
Payment of Hotel/Motel Tax Collections for Joint Venture	0	0	0	0	0	0	4,250,168	4,250,168
Payments to City School Systems	0	9,999,782	26,118,176	0	0	0	0	36,117,958
Payments to State	0	0	0	20,919,648	0	0	0	20,919,648
Payments to Individuals and Others	0	0	0	18,563,495	0	0	0	18,563,495
Payment of Drug Task Force Expenses	0	0	0	0	325,261	0	0	325,261
Payment of District Attorney General Expenses	0	0	0	0	0	22,578	0	22,578
Total Deductions	\$ 33,305,604	\$ 9,999,782	\$ 26,118,176	\$ 39,483,143	\$ 325,261	\$ 22,578	\$ 4,250,168	\$ 113,504,712
Change in Net Position	\$ 0	\$ 0	\$ 0	\$ (2,184,966)	\$ (37,240)	\$ (2,660)	\$ 0	\$ (2,224,866)
Net Position July 1, 2023	0	0	0	8,437,337	744,506	231,088	0	9,412,931
Net Position June 30, 2024	\$ 0	\$ 0	\$ 0	\$ 6,252,371	\$ 707,266	\$ 228,428	\$ 0	\$ 7,188,065

BLOUNT COUNTY SCHOOL DEPARTMENT

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

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

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

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

Extended School Program Fund – The Extended School Program Fund is used to account for transactions of the Blount County School Department's extended care program.

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

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

BLOUNT COUNTY, TENNESSEE**Statement of Activities**

Discretely Presented Blount County School Department

For the Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental Activities:				
Instruction	\$ 79,343,996	\$ 56,086	\$ 6,822,093	\$ (72,465,817)
Support Services	56,673,837	161,036	906,401	(55,606,400)
Operation of Non-instructional Services	7,635,353	3,572,037	10,607,411	6,544,095
Total Governmental Activities	<u>\$ 143,653,186</u>	<u>\$ 3,789,159</u>	<u>\$ 18,335,905</u>	<u>\$ (121,528,122)</u>
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 20,299,843
Property Taxes Levied for Capital Purposes				6,577,558
Local Option Sales Taxes				25,014,571
Business Taxes				860,955
Other Local Taxes				330,297
Grants and Contributions Not Restricted for Specific Programs				74,954,411
Unrestricted Investment Income				1,769,709
Miscellaneous				29,534
Total General Revenues				<u>\$ 129,836,878</u>
Change in Net Position				\$ 8,308,756
Net Position, July 1, 2023				<u>174,240,887</u>
Net Position, June 30, 2024				<u>\$ 182,549,643</u>

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

Discretely Presented Blount County School Department

June 30, 2024

	Major Funds		Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash	\$ 0	\$ 0	\$ 2,766,571	\$ 2,766,571
Equity in Pooled Cash and Investments	11,787,925	11,087,300	5,317,321	28,192,546
Accounts Receivable	113,799	50,347	24,978	189,124
Due from Other Governments	7,436,460	35,519	981,034	8,453,013
Due from Other Funds	0	0	13,456	13,456
Property Taxes Receivable	21,979,262	6,985,162	0	28,964,424
Allowance for Uncollectible Property Taxes	(253,877)	(81,393)	0	(335,270)
Cash Shortage	34,562	0	0	34,562
Restricted Assets	1,241,682	0	0	1,241,682
Total Assets	\$ 42,339,813	\$ 18,076,935	\$ 9,103,360	\$ 69,520,108
LIABILITIES				
Accounts Payable	\$ 1,478,076	\$ 0	\$ 263,964	\$ 1,742,040
Accrued Payroll	3,098,666	0	697,364	3,796,030
Payroll Deductions Payable	102,899	0	94,417	197,316
Contracts Payable	0	250,696	0	250,696
Retainage Payable	0	9,771	0	9,771
Due to Other Funds	13,456	0	0	13,456
Due to Primary Government	848,028	0	94,368	942,396
Due to Other Governments	0	0	137,616	137,616
Other Current Liabilities	439,688	0	0	439,688
Total Liabilities	\$ 5,980,813	\$ 260,467	\$ 1,287,729	\$ 7,529,009
DEFERRED INFLOWS OF RESOURCES				
Deferred Current Property Taxes	\$ 21,419,510	\$ 6,804,781	\$ 0	\$ 28,224,291
Deferred Delinquent Property Taxes	220,233	70,844	0	291,077
Total Deferred Inflows of Resources	\$ 21,639,743	\$ 6,875,625	\$ 0	\$ 28,515,368
FUND BALANCES				
Restricted:				
Restricted for Education	\$ 0	\$ 0	\$ 5,493,510	\$ 5,493,510
Restricted for Capital Projects	0	8,805,778	0	8,805,778
Restricted for Hybrid Retirement Stabilization Funds	1,241,682	0	0	1,241,682
Committed:				
Committed for Education	0	0	2,322,121	2,322,121
Committed for Capital Projects	0	2,135,065	0	2,135,065
Assigned:				
Assigned for Education	4,444,414	0	0	4,444,414
Assigned for Capital Outlay	2,214,742	0	0	2,214,742
Unassigned	6,818,419	0	0	6,818,419
Total Fund Balances	\$ 14,719,257	\$ 10,940,843	\$ 7,815,631	\$ 33,475,731
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 42,339,813	\$ 18,076,935	\$ 9,103,360	\$ 69,520,108

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

Discretely Presented Blount 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 J-2)		\$ 33,475,731
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 9,951,059	
Add: construction in progress	9,393,095	
Add: buildings and improvements net of accumulated depreciation	125,243,146	
Add: other capital assets net of accumulated depreciation	<u>4,041,266</u>	148,628,566
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: loans payable to primary government	\$ (10,437,732)	
Less: net pension liability - agent plan	(576,000)	
Less: OPEB liability	<u>(19,027,180)</u>	(30,040,912)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension expense/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 17,860,243	
Less: deferred inflows of resources related to pensions	(1,217,260)	
Add: deferred outflows of resources related to OPEB	1,862,878	
Less: deferred inflows of resources related to OPEB	<u>(2,537,186)</u>	15,968,675
(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	\$ 304,270	
Add: net pension asset - teacher legacy pension plan	<u>13,922,236</u>	14,226,506
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>291,077</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 182,549,643</u></u>

BLOUNT COUNTY, TENNESSEE
Statement of Revenues, Expenditures,
and Changes in Fund Balances - Governmental Funds
Discretely Presented Blount County School Department
For the Year Ended June 30, 2024

	Major Funds		Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues				
Local Taxes	\$ 46,466,293	\$ 6,818,278	\$ 0	\$ 53,284,571
Licenses and Permits	5,708	0	0	5,708
Charges for Current Services	217,122	0	3,572,037	3,789,159
Other Local Revenues	1,170,274	570,915	5,678,848	7,420,037
State of Tennessee	69,349,275	9,175	212,132	69,570,582
Federal Government	416,764	0	18,558,101	18,974,865
Other Governments and Citizens Groups	540,208	0	0	540,208
Total Revenues	<u>\$ 118,165,644</u>	<u>\$ 7,398,368</u>	<u>\$ 28,021,118</u>	<u>\$ 153,585,130</u>
Expenditures				
Current:				
Instruction	\$ 70,392,779	\$ 0	\$ 7,381,243	\$ 77,774,022
Support Services	40,717,329	0	4,124,839	44,842,168
Operation of Non-Instructional Services	776,972	0	14,475,715	15,252,687
Capital Outlay	5,503,028	0	1,654,798	7,157,826
Debt Service:				
Principal on Debt	0	1,070,690	0	1,070,690
Interest on Debt	0	293,617	0	293,617
Capital Projects	0	5,482,828	0	5,482,828
Total Expenditures	<u>\$ 117,390,108</u>	<u>\$ 6,847,135</u>	<u>\$ 27,636,595</u>	<u>\$ 151,873,838</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 775,536</u>	<u>\$ 551,233</u>	<u>\$ 384,523</u>	<u>\$ 1,711,292</u>
Other Financing Sources (Uses)				
Insurance Recovery	\$ 208,916	\$ 0	\$ 0	\$ 208,916
Transfers In	335,525	1,364,307	0	1,699,832
Transfers Out	(1,364,307)	0	(335,525)	(1,699,832)
Total Other Financing Sources (Uses)	<u>\$ (819,866)</u>	<u>\$ 1,364,307</u>	<u>\$ (335,525)</u>	<u>\$ 208,916</u>
Net Change in Fund Balances	\$ (44,330)	\$ 1,915,540	\$ 48,998	\$ 1,920,208
Fund Balance, July 1, 2023	<u>14,763,587</u>	<u>9,025,303</u>	<u>7,766,633</u>	<u>31,555,523</u>
Fund Balance, June 30, 2024	<u>\$ 14,719,257</u>	<u>\$ 10,940,843</u>	<u>\$ 7,815,631</u>	<u>\$ 33,475,731</u>

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

Discretely Presented Blount 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 J-4)		\$ 1,920,208
(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	\$ 13,860,502	
Less: current-year depreciation expense	<u>(4,657,188)</u>	9,203,314
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase (decrease) net position.		
Less: book value of capital assets disposed		(21,336)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2024	\$ 291,077	
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(1,914,265)</u>	(1,623,188)
(4) The issuance of long-term debt (e.g., notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Add: principal payment on loans from primary government		1,070,690
(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 pension asset/liability - agent plan	\$ (1,039,356)	
Change in net pension asset - teacher retirement plan	95,923	
Change in net pension asset - teacher legacy plan	(473,149)	
Change in deferred outflows related to pensions	(1,235,776)	
Change in deferred inflows related to pensions	1,746,877	
Change in OPEB liability	(39,631)	
Change in deferred outflows related to OPEB	(1,528,935)	
Change in deferred inflows related to OPEB	<u>233,115</u>	<u>(2,240,932)</u>
Change in net position of governmental activities (Exhibit B)		<u><u>\$ 8,308,756</u></u>

BLOUNT COUNTY, TENNESSEE
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Blount County School Department
June 30, 2024

	Special Revenue Funds				Total
	School Federal Projects	Central Cafeteria	Extended School Program	Internal School	Nonmajor Governmental Funds
ASSETS					
Cash	\$ 0	\$ 0	\$ 0	\$ 2,766,571	\$ 2,766,571
Equity in Pooled Cash and Investments	138,521	2,709,610	2,469,190	0	5,317,321
Accounts Receivable	0	12,356	12,622	0	24,978
Due from Other Governments	921,997	59,037	0	0	981,034
Due from Other Funds	13,456	0	0	0	13,456
Total Assets	\$ 1,073,974	\$ 2,781,003	\$ 2,481,812	\$ 2,766,571	\$ 9,103,360
LIABILITIES					
Accounts Payable	\$ 236,611	\$ 39	\$ 27,314	\$ 0	\$ 263,964
Accrued Payroll	427,275	60,211	209,878	0	697,364
Payroll Deductions Payable	63,711	10,131	20,575	0	94,417
Due to Primary Government	67,499	12,561	14,308	0	94,368
Due to Other Governments	0	0	137,616	0	137,616
Total Liabilities	\$ 795,096	\$ 82,942	\$ 409,691	\$ 0	\$ 1,287,729
FUND BALANCES					
Restricted:					
Restricted for Education	\$ 28,878	\$ 2,698,061	\$ 0	\$ 2,766,571	\$ 5,493,510
Committed:					
Committed for Education	250,000	0	2,072,121	0	2,322,121
Total Fund Balances	\$ 278,878	\$ 2,698,061	\$ 2,072,121	\$ 2,766,571	\$ 7,815,631
Total Liabilities and Fund Balances	\$ 1,073,974	\$ 2,781,003	\$ 2,481,812	\$ 2,766,571	\$ 9,103,360

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

Discretely Presented Blount County School Department

For the Year Ended June 30, 2024

	Special Revenue Funds				Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	Internal School	
Revenues					
Charges for Current Services	\$ 0	\$ 2,061,143	\$ 1,510,894	\$ 0	\$ 3,572,037
Other Local Revenues	0	175,034	152,287	5,351,527	5,678,848
State of Tennessee	0	40,382	171,750	0	212,132
Federal Government	14,051,048	3,975,771	531,282	0	18,558,101
Total Revenues	\$ 14,051,048	\$ 6,252,330	\$ 2,366,213	\$ 5,351,527	\$ 28,021,118
Expenditures					
Current:					
Instruction	\$ 7,381,243	\$ 0	\$ 0	\$ 0	\$ 7,381,243
Support Services	4,124,839	0	0	0	4,124,839
Operation of Non-Instructional Services	0	6,906,670	2,444,614	5,124,431	14,475,715
Capital Outlay	1,654,798	0	0	0	1,654,798
Total Expenditures	\$ 13,160,880	\$ 6,906,670	\$ 2,444,614	\$ 5,124,431	\$ 27,636,595
Excess (Deficiency) of Revenues Over Expenditures	\$ 890,168	\$ (654,340)	\$ (78,401)	\$ 227,096	\$ 384,523
Other Financing Sources (Uses)					
Transfers Out	\$ (335,525)	\$ 0	\$ 0	\$ 0	\$ (335,525)
Total Other Financing Sources (Uses)	\$ (335,525)	\$ 0	\$ 0	\$ 0	\$ (335,525)
Net Change in Fund Balances	\$ 554,643	\$ (654,340)	\$ (78,401)	\$ 227,096	\$ 48,998
Fund Balance, July 1, 2023	(275,765)	3,352,401	2,150,522	2,539,475	7,766,633
Fund Balance, June 30, 2024	\$ 278,878	\$ 2,698,061	\$ 2,072,121	\$ 2,766,571	\$ 7,815,631

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

Discretely Presented Blount 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	\$ 46,466,293	\$ 0	\$ 0	\$ 46,466,293	\$ 48,065,100	\$ 48,065,100	\$ (1,598,807)
Licenses and Permits	5,708	0	0	5,708	5,500	5,500	208
Charges for Current Services	217,122	0	0	217,122	220,000	220,000	(2,878)
Other Local Revenues	1,170,274	0	0	1,170,274	926,000	926,000	244,274
State of Tennessee	69,349,275	0	0	69,349,275	70,316,000	71,202,064	(1,852,789)
Federal Government	416,764	0	0	416,764	290,000	290,000	126,764
Other Governments and Citizens Groups	540,208	0	0	540,208	0	540,208	0
Total Revenues	\$ 118,165,644	\$ 0	\$ 0	\$ 118,165,644	\$ 119,822,600	\$ 121,248,872	\$ (3,083,228)
Expenditures							
Instruction							
Regular Instruction Program	\$ 54,257,350	\$ (40,270)	\$ 45,904	\$ 54,262,984	\$ 54,285,400	\$ 55,298,195	\$ 1,035,211
Special Education Program	9,846,506	0	0	9,846,506	10,365,500	10,553,348	706,842
Career and Technical Education Program	5,177,148	0	9,508	5,186,656	6,976,650	6,997,535	1,810,879
Other	1,111,775	0	0	1,111,775	1,310,000	1,310,000	198,225
Support Services							
Attendance	107,673	0	0	107,673	118,300	118,300	10,627
Health Services	223,249	(832)	870	223,287	1,698,300	1,386,000	1,162,713
Other Student Support	2,606,132	(1,575)	46,139	2,650,696	2,782,300	2,780,725	130,029
Regular Instruction Program	2,387,520	(4,018)	1,720	2,385,222	2,594,900	2,592,078	206,856
Special Education Program	1,261,385	0	0	1,261,385	1,209,000	1,326,000	64,615
Career and Technical Education Program	130,084	(3,100)	1,650	128,634	150,000	150,000	21,366
Technology	1,707,647	(104,112)	205,319	1,808,854	2,385,802	2,385,397	576,543
Board of Education	2,054,945	(5,927)	5,555	2,054,573	2,532,900	2,532,901	478,328
Director of Schools	1,203,787	(23,381)	8,414	1,188,820	1,252,700	1,252,700	63,880
Office of the Principal	8,248,602	(119,919)	6,714	8,135,397	8,286,700	8,373,399	238,002
Fiscal Services	279,880	(3,160)	3,742	280,462	291,300	289,363	8,901
Operation of Plant	8,814,766	(43,914)	26,473	8,797,325	9,923,500	9,923,499	1,126,174
Maintenance of Plant	4,309,301	(635,984)	542,046	4,215,363	4,048,200	4,459,622	244,259

(Continued)

BLOUNT COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Blount 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.)							
Transportation	\$ 7,382,358	\$ 0	\$ 681	\$ 7,383,039	\$ 7,503,000	\$ 7,533,421	\$ 150,382
Operation of Non-Instructional Services							
Food Service	5,441	0	0	5,441	0	76,986	71,545
Early Childhood Education	771,531	0	0	771,531	875,200	875,200	103,669
Capital Outlay							
Regular Capital Outlay	5,503,028	(498,974)	1,627,921	6,631,975	2,201,350	6,977,853	345,878
Total Expenditures	\$ 117,390,108	\$ (1,485,166)	\$ 2,532,656	\$ 118,437,598	\$ 120,791,002	\$ 127,192,522	\$ 8,754,924
Excess (Deficiency) of Revenues Over Expenditures	\$ 775,536	\$ 1,485,166	\$ (2,532,656)	\$ (271,954)	\$ (968,402)	\$ (5,943,650)	\$ 5,671,696
Other Financing Sources (Uses)							
Insurance Recovery	\$ 208,916	\$ 0	\$ 0	\$ 208,916	\$ 0	\$ 0	\$ 208,916
Transfers In	335,525	0	0	335,525	262,200	262,200	73,325
Transfers Out	(1,364,307)	0	0	(1,364,307)	(1,364,798)	(1,364,798)	491
Total Other Financing Sources	\$ (819,866)	\$ 0	\$ 0	\$ (819,866)	\$ (1,102,598)	\$ (1,102,598)	\$ 282,732
Net Change in Fund Balance	\$ (44,330)	\$ 1,485,166	\$ (2,532,656)	\$ (1,091,820)	\$ (2,071,000)	\$ (7,046,248)	\$ 5,954,428
Fund Balance, July 1, 2023	14,763,587	(1,485,166)	0	13,278,421	15,990,310	15,990,310	(2,711,889)
Fund Balance, June 30, 2024	\$ 14,719,257	\$ 0	\$ (2,532,656)	\$ 12,186,601	\$ 13,919,310	\$ 8,944,062	\$ 3,242,539

Exhibit J-9

BLOUNT COUNTY, TENNESSEE

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

Discretely Presented Blount County School Department

School Federal 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							
Federal Government	\$ 14,051,048	\$ 0	\$ 0	\$ 14,051,048	\$ 15,716,227	\$ 15,795,341	\$ (1,744,293)
Total Revenues	\$ 14,051,048	\$ 0	\$ 0	\$ 14,051,048	\$ 15,716,227	\$ 15,795,341	\$ (1,744,293)
Expenditures							
Instruction							
Regular Instruction Program	\$ 4,726,928	\$ 0	\$ 0	\$ 4,726,928	\$ 6,096,862	\$ 5,234,148	\$ 507,220
Special Education Program	1,964,412	0	0	1,964,412	2,965,567	2,669,904	705,492
Career and Technical Education Program	689,903	0	41,527	731,430	757,546	731,431	1
Support Services							
Health Services	1,598,532	0	0	1,598,532	1,622,643	1,812,434	213,902
Other Student Support	147,676	0	0	147,676	339,217	186,737	39,061
Regular Instruction Program	1,261,001	(4,398)	0	1,256,603	1,373,894	1,491,845	235,242
Special Education Program	951,505	0	0	951,505	845,648	979,326	27,821
Career and Technical Education Program	2,821	0	0	2,821	5,000	2,821	0
Technology	72,517	0	0	72,517	0	72,401	(116)
Fiscal Services	12,277	(13,949)	1,672	0	0	0	0
Transportation	78,510	0	0	78,510	140,800	214,310	135,800
Capital Outlay							
Regular Capital Outlay	1,654,798	(959,213)	722,900	1,418,485	1,225,000	2,061,416	642,931
Total Expenditures	\$ 13,160,880	\$ (977,560)	\$ 766,099	\$ 12,949,419	\$ 15,372,177	\$ 15,456,773	\$ 2,507,354
Excess (Deficiency) of Revenues Over Expenditures	\$ 890,168	\$ 977,560	\$ (766,099)	\$ 1,101,629	\$ 344,050	\$ 338,568	\$ 763,061
Other Financing Sources (Uses)							
Transfers Out	\$ (335,525)	\$ 0	\$ 0	\$ (335,525)	\$ (344,050)	\$ (338,568)	\$ 3,043
Total Other Financing Sources	\$ (335,525)	\$ 0	\$ 0	\$ (335,525)	\$ (344,050)	\$ (338,568)	\$ 3,043
Net Change in Fund Balance	\$ 554,643	\$ 977,560	\$ (766,099)	\$ 766,104	\$ 0	\$ 0	\$ 766,104
Fund Balance, July 1, 2023	(275,765)	(977,560)	0	(1,253,325)	120,760	120,760	(1,374,085)
Fund Balance, June 30, 2024	\$ 278,878	\$ 0	\$ (766,099)	\$ (487,221)	\$ 120,760	\$ 120,760	\$ (607,981)

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

Discretely Presented Blount 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	\$ 2,061,143	\$ 0	\$ 0	\$ 2,061,143	\$ 2,081,000	\$ 2,081,000	\$ (19,857)
Other Local Revenues	175,034	0	0	175,034	131,000	131,000	44,034
State of Tennessee	40,382	0	0	40,382	49,000	49,000	(8,618)
Federal Government	3,975,771	0	0	3,975,771	4,251,000	4,251,000	(275,229)
Total Revenues	<u>\$ 6,252,330</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,252,330</u>	<u>\$ 6,512,000</u>	<u>\$ 6,512,000</u>	<u>\$ (259,670)</u>
Expenditures							
Operation of Non-Instructional Services							
Food Service	\$ 6,906,670	\$ (213,377)	\$ 5,215	\$ 6,698,508	\$ 7,445,000	\$ 7,499,135	\$ 800,627
Total Expenditures	<u>\$ 6,906,670</u>	<u>\$ (213,377)</u>	<u>\$ 5,215</u>	<u>\$ 6,698,508</u>	<u>\$ 7,445,000</u>	<u>\$ 7,499,135</u>	<u>\$ 800,627</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (654,340)</u>	<u>\$ 213,377</u>	<u>\$ (5,215)</u>	<u>\$ (446,178)</u>	<u>\$ (933,000)</u>	<u>\$ (987,135)</u>	<u>\$ 540,957</u>
Net Change in Fund Balance	\$ (654,340)	\$ 213,377	\$ (5,215)	\$ (446,178)	\$ (933,000)	\$ (987,135)	\$ 540,957
Fund Balance, July 1, 2023	<u>3,352,401</u>	<u>(213,377)</u>	<u>0</u>	<u>3,139,024</u>	<u>3,271,705</u>	<u>3,271,705</u>	<u>(132,681)</u>
Fund Balance, June 30, 2024	<u><u>\$ 2,698,061</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (5,215)</u></u>	<u><u>\$ 2,692,846</u></u>	<u><u>\$ 2,338,705</u></u>	<u><u>\$ 2,284,570</u></u>	<u><u>\$ 408,276</u></u>

BLOUNT COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Blount County School Department
Extended School Program 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	\$ 1,510,894	\$ 0	\$ 0	\$ 1,510,894	\$ 1,538,000	\$ 1,538,000	\$ (27,106)
Other Local Revenues	152,287	0	0	152,287	85,000	85,000	67,287
State of Tennessee	171,750	0	0	171,750	170,000	170,000	1,750
Federal Government	531,282	0	0	531,282	0	505,895	25,387
Total Revenues	<u>\$ 2,366,213</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,366,213</u>	<u>\$ 1,793,000</u>	<u>\$ 2,298,895</u>	<u>\$ 67,318</u>
Expenditures							
Operation of Non-Instructional Services							
Community Services	\$ 2,444,614	\$ (13,206)	\$ 12,539	\$ 2,443,947	\$ 2,330,000	\$ 2,834,986	\$ 391,039
Total Expenditures	<u>\$ 2,444,614</u>	<u>\$ (13,206)</u>	<u>\$ 12,539</u>	<u>\$ 2,443,947</u>	<u>\$ 2,330,000</u>	<u>\$ 2,834,986</u>	<u>\$ 391,039</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (78,401)</u>	<u>\$ 13,206</u>	<u>\$ (12,539)</u>	<u>\$ (77,734)</u>	<u>\$ (537,000)</u>	<u>\$ (536,091)</u>	<u>\$ 458,357</u>
Net Change in Fund Balance	\$ (78,401)	\$ 13,206	\$ (12,539)	\$ (77,734)	\$ (537,000)	\$ (536,091)	\$ 458,357
Fund Balance, July 1, 2023	<u>2,150,522</u>	<u>(13,206)</u>	<u>0</u>	<u>2,137,316</u>	<u>2,292,050</u>	<u>2,292,050</u>	<u>(154,734)</u>
Fund Balance, June 30, 2024	<u><u>\$ 2,072,121</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (12,539)</u></u>	<u><u>\$ 2,059,582</u></u>	<u><u>\$ 1,755,050</u></u>	<u><u>\$ 1,755,959</u></u>	<u><u>\$ 303,623</u></u>

Exhibit J-12

BLOUNT COUNTY, TENNESSEE

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

Discretely Presented Blount 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	\$ 6,818,278	\$ 0	\$ 0	\$ 6,818,278	\$ 6,733,000	\$ 6,733,000	\$ 85,278
Other Local Revenues	570,915	0	0	570,915	131,000	131,000	439,915
State of Tennessee	9,175	0	0	9,175	0	0	9,175
Total Revenues	<u>\$ 7,398,368</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,398,368</u>	<u>\$ 6,864,000</u>	<u>\$ 6,864,000</u>	<u>\$ 534,368</u>
Expenditures							
Other Debt Service							
Education	\$ 1,364,307	\$ 0	\$ 0	\$ 1,364,307	\$ 1,366,800	\$ 1,366,800	\$ 2,493
Capital Projects							
Education Capital Projects	5,482,828	(4,968,642)	7,397,837	7,912,023	150,000	7,980,385	68,362
Total Expenditures	<u>\$ 6,847,135</u>	<u>\$ (4,968,642)</u>	<u>\$ 7,397,837</u>	<u>\$ 9,276,330</u>	<u>\$ 1,516,800</u>	<u>\$ 9,347,185</u>	<u>\$ 70,855</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 551,233</u>	<u>\$ 4,968,642</u>	<u>\$ (7,397,837)</u>	<u>\$ (1,877,962)</u>	<u>\$ 5,347,200</u>	<u>\$ (2,483,185)</u>	<u>\$ 605,223</u>
Other Financing Sources (Uses)							
Transfers In	\$ 1,364,307	\$ 0	\$ 0	\$ 1,364,307	\$ 1,366,800	\$ 1,366,800	\$ (2,493)
Total Other Financing Sources	<u>\$ 1,364,307</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,364,307</u>	<u>\$ 1,366,800</u>	<u>\$ 1,366,800</u>	<u>\$ (2,493)</u>
Net Change in Fund Balance	\$ 1,915,540	\$ 4,968,642	\$ (7,397,837)	\$ (513,655)	\$ 6,714,000	\$ (1,116,385)	\$ 602,730
Fund Balance, July 1, 2023	<u>9,025,303</u>	<u>(4,968,642)</u>	<u>0</u>	<u>4,056,661</u>	<u>4,204,689</u>	<u>4,204,689</u>	<u>(148,028)</u>
Fund Balance, June 30, 2024	<u><u>\$ 10,940,843</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (7,397,837)</u></u>	<u><u>\$ 3,543,006</u></u>	<u><u>\$ 10,918,689</u></u>	<u><u>\$ 3,088,304</u></u>	<u><u>\$ 454,702</u></u>

MISCELLANEOUS SCHEDULES

BLOUNT COUNTY, TENNESSEE**Schedule of Changes in Long-term Bonds and Other Loans Payable**

Primary Government and Discretely Presented Blount County School Department

For the Year Ended June 30, 2024

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-23	Paid and/or Matured During Period	Outstanding 6-30-24
PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES:							
BONDS PAYABLE							
Payable through General Debt Service Fund							
Qualified School Construction Bond, Series 2010	\$ 14,855,000	2.6 %	10-7-10	9-14-27	\$ 3,886,342	\$ 926,929	\$ 2,959,413
General Obligation Refunding, Series 2015 B	19,785,000	2 to 4	3-5-15	6-1-31	14,915,000	1,650,000	13,265,000
General Obligation Refunding, Series 2016 A	8,920,000	.97 to 3.6	12-1-16	6-30-37	5,865,000	345,000	5,520,000
General Obligation Refunding, Series 2016 B	117,010,000	2 to 5	12-1-16	6-30-37	94,180,000	7,135,000	87,045,000
Total Bonds Payable - Governmental Activities					<u>\$ 118,846,342</u>	<u>\$ 10,056,929</u>	<u>\$ 108,789,413</u>
BUSINESS-TYPE ACTIVITIES:							
BONDS PAYABLE							
Payable from Hospital Revenue Bond Enterprise Fund by Blount Memorial Hospital, Inc.							
Hospital Revenue Refunding Bonds Series 2019A	67,705,000	2.07	10-4-19	6-1-29	\$ 43,610,000	\$ 6,900,000	\$ 36,710,000
Hospital Revenue Bonds Series 2019B	20,000,000	2.07	10-4-19	6-1-29	12,895,000	2,035,000	10,860,000
Total Bonds Payable - Business-type Activities					<u>\$ 56,505,000</u>	<u>\$ 8,935,000</u>	<u>\$ 47,570,000</u>
TOTAL PRIMARY GOVERNMENT					<u>\$ 175,351,342</u>	<u>\$ 18,991,929</u>	<u>\$ 156,359,413</u>
DISCRETELY PRESENTED BLOUNT COUNTY SCHOOL DEPARTMENT OTHER LOANS							
Payable from Education Capital Projects Fund							
Internal Loan from Primary Government - Capital Outlay Note Series 2017	1,272,000	1.1	7-12-17	6-30-25	\$ 373,422	\$ 185,690	\$ 187,732
Internal Loan from Primary Government - Capital Outlay Note Series 2022	12,000,000	2.6	2-10-23	5-1-34	11,135,000	885,000	10,250,000
Total Other Loans					<u>\$ 11,508,422</u>	<u>\$ 1,070,690</u>	<u>\$ 10,437,732</u>
TOTAL DISCRETELY PRESENTED BLOUNT COUNTY SCHOOL DEPARTMENT					<u>\$ 11,508,422</u>	<u>\$ 1,070,690</u>	<u>\$ 10,437,732</u>

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

Primary Government and Discretely Presented Blount County School Department

**PRIMARY GOVERNMENT
GOVERNMENTAL ACTIVITIES:**

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 10,456,929	\$ 5,599,033	\$ 16,055,962
2026	10,856,929	5,148,238	16,005,167
2027	11,323,173	4,695,905	16,019,078
2028	12,262,382	3,576,782	15,839,164
2029	12,600,000	2,942,502	15,542,502
2030	5,590,000	2,359,165	7,949,165
2031	2,490,000	2,127,520	4,617,520
2032	6,200,000	2,051,937	8,251,937
2033	6,665,000	1,749,033	8,414,033
2034	7,030,000	1,422,902	8,452,902
2035	7,345,000	1,144,233	8,489,233
2036	7,770,000	784,182	8,554,182
2037	8,200,000	402,860	8,602,860
Total	<u>\$ 108,789,413</u>	<u>\$ 34,004,292</u>	<u>\$ 142,793,705</u>

BUSINESS-TYPE ACTIVITIES:

Year Ending June 30	Revenue Bonds		
	Principal	Interest	Total
2025	\$ 9,125,000	\$ 984,699	\$ 10,109,699
2026	9,315,000	795,812	10,110,812
2027	9,510,000	602,991	10,112,991
2028	9,710,000	406,133	10,116,133
2029	9,910,000	205,136	10,115,136
Total	<u>\$ 47,570,000</u>	<u>\$ 2,994,771</u>	<u>\$ 50,564,771</u>

(Continued)

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

Primary Government and Discretely Presented Blount County School Department (Cont.)

DISCRETELY PRESENTED BLOUNT COUNTY SCHOOL DEPARTMENT:

Year Ending June 30	Internal Loans - Due to Primary Government		
	Principal	Interest	Total
2025	\$ 1,097,732	\$ 268,565	\$ 1,366,297
2026	935,000	242,840	1,177,840
2027	960,000	218,530	1,178,530
2028	985,000	193,570	1,178,570
2029	1,010,000	167,960	1,177,960
2030	1,035,000	141,700	1,176,700
2031	1,060,000	114,790	1,174,790
2032	1,090,000	87,230	1,177,230
2033	1,120,000	58,890	1,178,890
2034	1,145,000	29,770	1,174,770
Total	\$ 10,437,732	\$ 1,523,845	\$ 11,961,577

Exhibit K-3

BLOUNT COUNTY, TENNESSEE
Schedule of Changes in Leases/SBITA Obligations
For the Year Ended June 30, 2024

Description	Original Amount of Issue	Interest Rate	Date of Issue	Maturity Date	Outstanding 7-1-23	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-24
GOVERNMENTAL ACTIVITIES								
LEASES PAYABLE								
Payable through General Fund								
Land for Emergency Communications Equipment	\$ 707,528	1.2	% 5-19-11	5-19-46	\$ 497,391	\$ 0	\$ 18,907	\$ 478,484
Total Leases Payable					<u>\$ 497,391</u>	<u>\$ 0</u>	<u>\$ 18,907</u>	<u>\$ 478,484</u>
SBITA PAYABLE								
Payable through General Fund								
Tyler Tech	1,147,022	5.45	9-1-19	9-1-24	\$ 316,619	\$ 0	\$ 251,562	\$ 65,057
UKG	799,137	5.45	7-22-22	7-22-27	668,413	0	150,240	518,173
Axon Cameras	2,521,342	5.45	12-1-19	12-1-25	1,360,810	0	429,756	931,054
Flock Safety	171,967	5.25	9-22-23	9-22-27	0	171,967	38,000	133,967
Total SBITA payable					<u>\$ 2,345,842</u>	<u>\$ 171,967</u>	<u>\$ 869,558</u>	<u>\$ 1,648,251</u>

Exhibit K-4

BLOUNT COUNTY, TENNESSEE

Schedule of Lease Requirements/SBITA by Year

Year Ending June 30	Leases		
	Principal	Interest	Total
2025	\$ 19,134	\$ 5,742	\$ 24,876
2026	19,364	5,512	24,876
2027	19,596	5,280	24,876
2028	19,831	5,045	24,876
2029	20,069	4,807	24,876
2030	20,310	4,566	24,876
2031	20,554	4,322	24,876
2032	20,800	4,075	24,875
2033	21,050	3,826	24,876
2034	21,303	3,573	24,876
2035	21,558	3,318	24,876
2036	21,817	3,059	24,876
2037	22,078	2,797	24,875
2038	22,344	2,532	24,876
2039	22,612	2,264	24,876
2040	22,883	1,993	24,876
2041	23,158	1,718	24,876
2042	23,435	1,441	24,876
2043	23,717	1,159	24,876
2044	24,001	875	24,876
2045	24,289	586	24,875
2046	24,581	295	24,876
Total	\$ 478,484	\$ 68,785	\$ 547,269

Year Ending June 30	SBITA		
	Principal	Interest	Total
2025	\$ 707,837	\$ 82,684	\$ 790,521
2026	677,968	46,904	724,872
2027	211,164	9,788	220,952
2028	51,282	1,964	53,246
Total	\$ 1,648,251	\$ 141,340	\$ 1,789,591

BLOUNT COUNTY, TENNESSEE**Schedule of Notes Receivable**

Primary Government

June 30, 2024

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-24
General Fund						
Amazon Project	Industrial Development Board of Blount County and the cities of Alcoa and Maryville, Tennessee	\$ 6,000,000	1-21-21	3-1-44	0%	<u>\$ 3,862,894</u>
Total Notes Receivable						<u><u>\$ 3,862,894</u></u>

Exhibit K-6

BLOUNT COUNTY, TENNESSEE

Schedule of Leases Receivable

Primary Government

June 30, 2024

Description	Debtor	Original Amount of Lease	Date of Issue	Date of Maturity	Interest Rate		Balance 7-1-23	Deductions	Balance 6-30-24
General Fund									
Verizon Phone Tower	Eco-Site II, LLC	\$ 332,256	7-1-21	2-1-45	1.2	%	\$ 293,203	\$ 11,922	\$ 281,281
Total Leases Receivable							\$ 293,203	\$ 11,922	\$ 281,281

BLOUNT COUNTY, TENNESSEE**Schedule of Transfers**

Primary Government and Discretely Presented Blount County School Department

For the Year Ended June 30, 2024

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General	General Debt Service	Tax credit bond rebate	\$ 684,563
"	Public Library	Operations	1,462,000
Highway/Public Works	Highway Capital Projects	Capital expenditures	3,514,461
Self-Insurance	General	Shared payroll expense	280,000
Public Library	"	Maintenance and custodial services	264,969
Other Capital Projects	"	McNabb Housing Project	67,500
Total Transfers Primary Government			<u>\$ 6,273,493</u>
DISCRETELY PRESENTED BLOUNT BLOUNT COUNTY SCHOOL DEPARTMENT			
General Purpose School	Education Capital Projects	Debt service contribution	\$ 1,364,307
School Federal Projects	General Purpose School	Indirect costs	335,525
Total Transfers Discretely Presented Blount County School Department			<u>\$ 1,699,832</u>

BLOUNT COUNTY, TENNESSEE
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Blount County School Department
For the Year Ended June 30, 2024

Official	Salary	Authorization	Bond	Surety
County Mayor		Section 8-24-102, <i>TCA</i>	\$ 100,000	Cincinnati Insurance Company
Base salary/Total compensation	<u>\$ 172,838</u>			
Highway Superintendent		Section 8-24-102, <i>TCA</i>	100,000	Cincinnati Insurance Company
Base salary/Total compensation	<u>\$ 137,173</u>			
Director of Schools		State Board of Education and County Board of Education	100,000	Cincinnati Insurance Company
Base salary	\$ 157,000			
Health, vision and dental insurance premiums	1,248			
Cell phone allowance	1,200			
Chief executive officer training supplement	1,000			
Total compensation	<u>\$ 160,448</u>			
Trustee		Section 8-24-102, <i>TCA</i>	6,384,568	Cincinnati Insurance Company
Base salary/Total compensation	<u>\$ 113,366</u>			
Assessor of Property		Section 8-24-102, <i>TCA</i>	50,000	Cincinnati Insurance Company
Base salary/Total compensation	<u>\$ 113,366</u>			
County Clerk		Section 8-24-102, <i>TCA</i>	100,000	Cincinnati Insurance Company
Base salary/Total compensation	<u>\$ 113,366</u>			
Circuit and General Sessions Courts Clerk		Section 8-24-102, <i>TCA</i>	100,000	Cincinnati Insurance Company
Base salary	\$ 113,366			
Additional 10% for overseeing more than one court	11,336			
Total compensation	<u>\$ 124,702</u>			
Clerk and Master		Section 8-24-102, <i>TCA</i>	100,000	Cincinnati Insurance Company
Base salary	\$ 113,366			
Special commissioner fees	10,440			
Total compensation	<u>\$ 123,806</u>			
Register of Deeds		Section 8-24-102, <i>TCA</i>	100,000	Cincinnati Insurance Company
Base salary/Total compensation	<u>\$ 113,366</u>			
Sheriff		Section 8-24-102, <i>TCA</i>	100,000	Cincinnati Insurance Company
Base salary	\$ 137,172			
Superintendent of workhouse	13,717			
Director of Juvenile Detention Center	13,717			
Total compensation	<u>\$ 164,606</u>			
Director of Accounts and Budgets		County Commission	100,000	Cincinnati Insurance Company
Base salary	\$ 112,070			
Assistant mayor	33,621			
Total compensation	<u>\$ 145,691</u>			
Purchasing Agent - Jackie Cooper, Interim (7/1/23 to 8/17/23)		County Commission	100,000	Cincinnati Insurance Company
Base salary/Total compensation	<u>\$ 12,365</u>			
Purchasing Agent - Charles Rafford (8/18/23 to 6/30/24)		County Commission	100,000	Cincinnati Insurance Company
Base salary/Total compensation	<u>\$ 86,551</u>			
Total Purchasing Agent compensation	<u>\$ 98,916</u>			
Employee Blanket Bonds:				
Public Employee Dishonesty			500,000	Travelers Casualty and Surety Company
Forgery or alteration			500,000	"
Money and Securities - On Premises			500,000	"
Money and Securities - Messenger			500,000	"
Computer Fraud			500,000	"

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Law Library	Public Library	Drug Control	Other General Government Fund
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 45,445,005	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Discount on Property Taxes	(744,489)	0	0	0	0	0
Trustee's Collections - Prior Year	268,101	0	0	0	0	0
Trustee's Collections - Bankruptcy	25,730	0	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	234,670	0	0	0	0	0
Interest and Penalty	90,984	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	2,407,137	0	0	0	0	0
County Local Option Taxes						
Local Option Sales Tax	0	0	0	0	0	0
Hotel/Motel Tax	1,808,759	0	0	0	0	0
Litigation Tax - General	351,514	0	0	0	0	0
Litigation Tax - Special Purpose	0	1,486	9,051	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	178,704	0	0	0	0
Litigation Tax - Courthouse Security	136,871	0	0	0	0	0
Business Tax	1,451,912	0	0	0	0	0
Mixed Drink Tax	294,595	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
Statutory Local Taxes						
Bank Excise Tax	1,207,403	0	0	0	0	0
Wholesale Beer Tax	416,745	0	0	0	0	0
Total Local Taxes	\$ 53,394,937	\$ 180,190	\$ 9,051	\$ 0	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Law Library	Public Library	Drug Control	Other General Government Fund
Licenses and Permits						
Licenses						
Cable TV Franchise	\$ 665,464	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Permits						
Building Permits	1,213,567	0	0	0	0	0
Other Permits	19,665	0	0	0	0	0
Total Licenses and Permits	<u>\$ 1,898,696</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Fines, Forfeitures, and Penalties						
Circuit Court						
Drug Control Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,225	\$ 0
Drug Court Fees	22,481	0	0	0	0	0
Veterans Treatment Court Fees	2,412	0	0	0	0	0
DUI Treatment Fines	1,534	0	0	0	0	0
Data Entry Fee - Circuit Court	111,480	0	0	0	0	0
Criminal Court						
Fines	1,794	0	0	0	0	0
Officers Costs	26,265	0	0	0	0	0
Data Entry Fee - Criminal Court	4,577	0	0	0	0	0
General Sessions Court						
Fines	90,248	0	0	0	0	0
Officers Costs	494,684	0	0	0	0	0
Game and Fish Fines	37	0	0	0	0	0
Drug Control Fines	0	0	0	0	6,797	0
Veterans Treatment Court Fees	12,607	0	0	0	0	0
Jail Fees	41,971	0	0	0	0	0
District Attorney General Fees	54,360	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Law Library	Public Library	Drug Control	Other General Government Fund
Fines, Forfeitures, and Penalties (Cont.)						
General Sessions Court (Cont.)						
DUI Treatment Fines	\$ 15,093	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Courtroom Security Fee	17,678	0	0	0	0	0
Victims Assistance Assessments	38,007	0	0	0	0	0
Juvenile Court						
Fines	1,462	0	0	0	0	0
Officers Costs	101,977	0	0	0	0	0
Courtroom Security Fee	3,215	0	0	0	0	0
Chancery Court						
Officers Costs	13,806	0	0	0	0	0
Judicial District Drug Program						
Drug Task Force Forfeitures and Seizures	600	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 1,056,288	\$ 0	\$ 0	\$ 0	\$ 10,022	\$ 0
Charges for Current Services						
General Service Charges						
Other General Service Charges	\$ 280,526	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fees						
Copy Fees	4,977	0	0	15,011	0	0
Library Fees	0	0	0	45,228	0	0
Telephone Commissions	162,252	0	0	0	162,252	0
Additional Fees - Titling and Registration	156,839	0	0	0	0	0
Fingerprint Fees	1,210	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	0
Data Processing Fee - Register	48,833	0	0	0	0	0
Probation Fees	299,161	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Law Library	Public Library	Drug Control	Other General Government Fund
Charges for Current Services (Cont.)						
Fees (Cont.)						
Sexual Offender Registration Fee - Sheriff	\$ 20,850	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Data Processing Fee - County Clerk	25,917	0	0	0	0	0
Vehicle Registration Reinstatement Fees	15,608	0	0	0	0	0
Education Charges						
Other Charges for Services	9,241	0	0	0	0	0
Total Charges for Current Services	<u>\$ 1,025,414</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 60,239</u>	<u>\$ 162,252</u>	<u>\$ 0</u>
Other Local Revenues						
Recurring Items						
Investment Income	\$ 3,400,706	\$ 0	\$ 0	\$ 90,190	\$ 137,071	\$ 1,347,364
Lease/Rentals/PPP	13,924	0	0	0	0	0
Lease/PPP Interest	3,453	0	0	0	0	0
Sale of Materials and Supplies	12,749	0	0	0	0	0
Sale of Recycled Materials	1,090	0	0	0	0	0
Miscellaneous Refunds	61,722	0	0	0	0	0
Nonrecurring Items						
Accrued Interest on Debt Issues	0	0	0	0	0	0
Sale of Equipment	0	0	0	0	0	0
Sale of Property	970	0	0	0	0	0
Damages Recovered from Individuals	1,448	0	0	0	0	0
Contributions and Gifts	0	0	0	15,925	0	0
Other Local Revenues						
Other Local Revenues	301,017	0	0	92,292	0	0
Total Other Local Revenues	<u>\$ 3,797,079</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 198,407</u>	<u>\$ 137,071</u>	<u>\$ 1,347,364</u>

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Law Library	Public Library	Drug Control	Other General Government Fund
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$ 1,972,029	\$ 0	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	401,272	0	0	0	0	0
General Sessions Court Clerk	1,662,990	0	0	0	0	0
Clerk and Master	462,490	0	0	0	0	0
Juvenile Court Clerk	207,589	0	0	0	0	0
Register	697,751	0	0	0	0	0
Sheriff	63,202	0	0	0	0	0
Trustee	3,487,776	0	0	0	0	0
Total Fees Received From County Officials	\$ 8,955,099	\$ 0	\$ 0	\$ 0	\$ 0	0
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	0
Public Safety Grants						
Law Enforcement Training Programs	14,595	0	0	0	0	0
School Resource Officer Grants	1,575,000	0	0	0	0	0
Other Public Safety Grants	206,686	0	0	0	0	0
Health and Welfare Grants						
Health Department Programs	470,250	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	0	0
Litter Program	73,700	0	0	0	0	0
Other State Revenues						
Beer Tax	18,498	0	0	0	0	0
Vehicle Certificate of Title Fees	107,502	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Law Library	Public Library	Drug Control	Other General Government Fund
State of Tennessee (Cont.)						
Other State Revenues (Cont.)						
Alcoholic Beverage Tax	\$ 265,322	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Opioid Settlement Funds - TN Abatement Council	638,043	0	0	0	0	0
State Revenue Sharing - Telecommunications	63,310	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	162,944	0	0	0	0	0
Contracted Prisoner Boarding	919,931	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	1,635,206	0	0	0	0	0
Other State Revenues	346,736	0	0	0	0	0
Total State of Tennessee	\$ 6,521,887	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Federal Government						
Federal Through State						
American Rescue Plan Act Grant #1	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 12,260,195
Other Federal through State	1,479,978	0	0	0	0	0
Direct Federal Revenue						
Asset Forfeiture Funds	0	0	0	0	31,226	0
Tax Credit Bond Rebate	684,563	0	0	0	0	0
Other Direct Federal Revenue	1,827,857	0	0	0	0	0
Total Federal Government	\$ 3,992,398	\$ 0	\$ 0	\$ 0	\$ 31,226	\$ 12,260,195

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Law Library	Public Library	Drug Control	Other General Government Fund
Other Governments and Citizens Groups						
Other Governments						
Prisoner Board	\$ 119,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Paving and Maintenance	0	0	0	0	0	0
Contributions	825,816	0	0	0	10,900	0
Contracted Services	140,061	0	0	1,141,144	0	0
Citizens Groups						
Donations	240,160	0	0	64	0	0
Other						
Other	271,313	0	0	0	0	0
Opioid Settlement Funds - Past Remediation	715,792	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 2,312,142	\$ 0	\$ 0	\$ 1,141,208	\$ 10,900	\$ 0
Total	\$ 82,953,940	\$ 180,190	\$ 9,051	\$ 1,399,854	\$ 351,471	\$ 13,607,559

(Continued)

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Highway Capital Projects	Other Capital Projects	Total
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 0	\$ 0	\$ 14,434,369	\$ 0	\$ 1,970,045	\$ 61,849,419
Discount on Property Taxes	0	0	(237,402)	0	(32,384)	(1,014,275)
Trustee's Collections - Prior Year	0	0	137,848	0	14,885	420,834
Trustee's Collections - Bankruptcy	0	0	9,209	0	1,065	36,004
Circuit Clerk/Clerk and Master Collections - Prior Years	0	0	74,822	0	10,203	319,695
Interest and Penalty	0	0	33,283	0	3,219	127,486
Payments in-Lieu-of Taxes - Local Utilities	0	151,349	48,256	0	6,580	206,185
Payments in-Lieu-of Taxes - Other	0	0	32,796	0	4,472	2,444,405
County Local Option Taxes						
Local Option Sales Tax	0	9,158,203	2,035,156	0	0	11,193,359
Hotel/Motel Tax	0	0	0	0	0	1,808,759
Litigation Tax - General	0	0	0	0	0	351,514
Litigation Tax - Special Purpose	0	0	0	0	0	10,537
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	178,704
Litigation Tax - Courthouse Security	0	0	0	0	0	136,871
Business Tax	0	0	462,928	0	63,122	1,977,962
Mixed Drink Tax	0	0	0	0	0	294,595
Mineral Severance Tax	0	109,684	0	0	0	109,684
Statutory Local Taxes						
Bank Excise Tax	0	0	0	0	0	1,207,403
Wholesale Beer Tax	0	0	0	0	0	416,745
Total Local Taxes	\$ 0	\$ 9,419,236	\$ 17,031,265	\$ 0	\$ 2,041,207	\$ 82,075,886

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Highway Capital Projects	Other Capital Projects	Total
Licenses and Permits						
Licenses						
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 665,464
Permits						
Building Permits	0	0	0	0	0	1,213,567
Other Permits	0	171,085	0	0	0	190,750
Total Licenses and Permits	\$ 0	\$ 171,085	\$ 0	\$ 0	\$ 0	\$ 2,069,781
Fines, Forfeitures, and Penalties						
Circuit Court						
Drug Control Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,225
Drug Court Fees	0	0	0	0	0	22,481
Veterans Treatment Court Fees	0	0	0	0	0	2,412
DUI Treatment Fines	0	0	0	0	0	1,534
Data Entry Fee - Circuit Court	0	0	0	0	0	111,480
Criminal Court						
Fines	0	0	0	0	0	1,794
Officers Costs	0	0	0	0	0	26,265
Data Entry Fee - Criminal Court	0	0	0	0	0	4,577
General Sessions Court						
Fines	0	0	0	0	0	90,248
Officers Costs	0	0	0	0	0	494,684
Game and Fish Fines	0	0	0	0	0	37
Drug Control Fines	0	0	0	0	0	6,797
Veterans Treatment Court Fees	0	0	0	0	0	12,607
Jail Fees	0	0	0	0	0	41,971
District Attorney General Fees	0	0	0	0	0	54,360

(Continued)

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Funds		Total
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Highway Capital Projects	Other Capital Projects	
Fines, Forfeitures, and Penalties (Cont.)						
General Sessions Court (Cont.)						
DUI Treatment Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	15,093
Courtroom Security Fee	0	0	0	0	0	17,678
Victims Assistance Assessments	0	0	0	0	0	38,007
Juvenile Court						
Fines	0	0	0	0	0	1,462
Officers Costs	0	0	0	0	0	101,977
Courtroom Security Fee	0	0	0	0	0	3,215
Chancery Court						
Officers Costs	0	0	0	0	0	13,806
Judicial District Drug Program						
Drug Task Force Forfeitures and Seizures	0	0	0	0	0	600
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	1,066,310
Charges for Current Services						
General Service Charges						
Other General Service Charges	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	280,526
Fees						
Copy Fees	0	0	0	0	0	19,988
Library Fees	0	0	0	0	0	45,228
Telephone Commissions	0	0	0	0	0	324,504
Additional Fees - Titling and Registration	0	0	0	0	0	156,839
Fingerprint Fees	0	0	0	0	0	1,210
Special Commissioner Fees/Special Master Fees	10,440	0	0	0	0	10,440
Data Processing Fee - Register	0	0	0	0	0	48,833
Probation Fees	0	0	0	0	0	299,161

(Continued)

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Highway Capital Projects	Other Capital Projects	Total
Charges for Current Services (Cont.)						
Fees (Cont.)						
Sexual Offender Registration Fee - Sheriff	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	20,850
Data Processing Fee - County Clerk	0	0	0	0	0	25,917
Vehicle Registration Reinstatement Fees	0	0	0	0	0	15,608
Education Charges						
Other Charges for Services	0	0	0	0	0	9,241
Total Charges for Current Services	\$ 10,440	\$ 0	\$ 0	\$ 0	\$ 0	1,258,345
Other Local Revenues						
Recurring Items						
Investment Income	\$ 0	\$ 111,536	\$ 1,443,924	\$ 249,119	\$ 192,944	6,972,854
Lease/Rentals/PPP	0	0	0	0	0	13,924
Lease/PPP Interest	0	0	0	0	0	3,453
Sale of Materials and Supplies	0	76	0	0	0	12,825
Sale of Recycled Materials	0	4,339	0	0	0	5,429
Miscellaneous Refunds	0	0	0	0	0	61,722
Nonrecurring Items						
Accrued Interest on Debt Issues	0	0	42,950	0	0	42,950
Sale of Equipment	0	4,377	0	0	0	4,377
Sale of Property	0	18,560	0	0	0	19,530
Damages Recovered from Individuals	0	0	0	0	0	1,448
Contributions and Gifts	0	0	0	0	0	15,925
Other Local Revenues						
Other Local Revenues	0	19,513	0	0	0	412,822
Total Other Local Revenues	\$ 0	\$ 158,401	\$ 1,486,874	\$ 249,119	\$ 192,944	7,567,259

(Continued)

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Funds		Total
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Highway Capital Projects	Other Capital Projects	
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	1,972,029
Circuit Court Clerk	0	0	0	0	0	401,272
General Sessions Court Clerk	0	0	0	0	0	1,662,990
Clerk and Master	0	0	0	0	0	462,490
Juvenile Court Clerk	0	0	0	0	0	207,589
Register	0	0	0	0	0	697,751
Sheriff	0	0	0	0	0	63,202
Trustee	0	0	0	0	0	3,487,776
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	8,955,099
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	9,000
Public Safety Grants						
Law Enforcement Training Programs	0	0	0	0	0	14,595
School Resource Officer Grants	0	0	0	0	0	1,575,000
Other Public Safety Grants	0	0	0	0	0	206,686
Health and Welfare Grants						
Health Department Programs	0	0	0	0	0	470,250
Public Works Grants						
State Aid Program	0	1,515,774	0	0	0	1,515,774
Litter Program	0	0	0	0	0	73,700
Other State Revenues						
Beer Tax	0	0	0	0	0	18,498
Vehicle Certificate of Title Fees	0	0	0	0	0	107,502

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Highway Capital Projects	Other Capital Projects	Total
State of Tennessee (Cont.)						
Other State Revenues (Cont.)						
Alcoholic Beverage Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	265,322
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	0	638,043
State Revenue Sharing - Telecommunications	0	0	20,186	0	2,753	86,249
State Shared Sports Gaming Privilege Tax	0	0	0	0	0	162,944
Contracted Prisoner Boarding	0	0	0	0	0	919,931
Gasoline and Motor Fuel Tax	0	3,787,121	0	0	0	3,787,121
Hybrid/Electric Vehicle Registration Fee	0	18,775	0	0	0	18,775
Petroleum Special Tax	0	89,634	0	0	0	89,634
Registrar's Salary Supplement	0	0	0	0	0	15,164
Other State Grants	0	0	0	0	0	1,635,206
Other State Revenues	0	0	0	0	0	346,736
Total State of Tennessee	\$ 0	\$ 5,411,304	\$ 20,186	\$ 0	\$ 2,753	\$ 11,956,130
Federal Government						
Federal Through State						
American Rescue Plan Act Grant #1	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	12,260,195
Other Federal through State	0	0	0	194,837	0	1,674,815
Direct Federal Revenue						
Asset Forfeiture Funds	0	0	0	0	0	31,226
Tax Credit Bond Rebate	0	0	0	0	0	684,563
Other Direct Federal Revenue	0	0	0	0	0	1,827,857
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 194,837	\$ 0	\$ 16,478,656

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Highway Capital Projects	Other Capital Projects	Total
Other Governments and Citizens Groups						
Other Governments						
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 119,000
Paving and Maintenance	0	37,624	0	0	0	37,624
Contributions	0	0	293,617	0	0	1,130,333
Contracted Services	0	0	0	0	0	1,281,205
Citizens Groups						
Donations	0	0	0	0	0	240,224
Other						
Other	0	0	0	0	0	271,313
Opioid Settlement Funds - Past Remediation	0	0	0	0	0	715,792
Total Other Governments and Citizens Groups	\$ 0	\$ 37,624	\$ 293,617	\$ 0	\$ 0	\$ 3,795,491
Total	\$ 10,440	\$ 15,197,650	\$ 18,831,942	\$ 443,956	\$ 2,236,904	\$ 135,222,957

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School
Local Taxes					
County Property Taxes					
Current Property Tax	\$ 20,361,215	\$ 0	\$ 0	\$ 0	\$ 0
Discount on Property Taxes	(333,421)	0	0	0	0
Trustee's Collections - Prior Year	146,492	0	0	0	0
Trustee's Collections - Bankruptcy	12,529	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	105,151	0	0	0	0
Interest and Penalty	51,657	0	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	13,279	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	67,888	0	0	0	0
Payments in-Lieu-of Taxes - Other	46,086	0	0	0	0
County Local Option Taxes					
Local Option Sales Tax	25,014,571	0	0	0	0
Business Tax	650,549	0	0	0	0
Mixed Drink Tax	330,297	0	0	0	0
Total Local Taxes	\$ 46,466,293	\$ 0	\$ 0	\$ 0	\$ 0
Licenses and Permits					
Licenses					
Marriage Licenses	\$ 5,708	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 5,708	\$ 0	\$ 0	\$ 0	\$ 0
Charges for Current Services					
Education Charges					
Contract for Instructional Services with Other LEA's	\$ 56,086	\$ 0	\$ 0	\$ 0	\$ 0
Receipts from Individual Schools	0	0	2,061,143	0	0

(Continued)

BLOUNT COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Blount County School Department (Cont.)

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School
Charges for Current Services (Cont.)					
Education Charges (Cont.)					
Community Service Fees - Children	\$ 0	\$ 0	\$ 0	\$ 1,510,894	\$ 0
Other Charges for Services	161,036	0	0	0	0
Total Charges for Current Services	<u>\$ 217,122</u>	<u>\$ 0</u>	<u>\$ 2,061,143</u>	<u>\$ 1,510,894</u>	<u>\$ 0</u>
Other Local Revenues					
Recurring Items					
Investment Income	\$ 996,722	\$ 0	\$ 164,654	\$ 140,548	\$ 0
Lease/Rentals/PPP	11,000	0	0	0	0
Sale of Materials and Supplies	16,254	0	2,202	0	0
Nonrecurring Items					
Sale of Equipment	1,645	0	957	0	0
Sale of Property	8,080	0	0	0	0
Damages Recovered from Individuals	396	0	0	0	0
Contributions and Gifts	240	0	7,221	0	0
Other Local Revenues					
Other Local Revenues	135,937	0	0	11,739	5,351,527
Total Other Local Revenues	<u>\$ 1,170,274</u>	<u>\$ 0</u>	<u>\$ 175,034</u>	<u>\$ 152,287</u>	<u>\$ 5,351,527</u>
State of Tennessee					
State Education Funds					
Tennessee Investment in Student Achievement	\$ 63,268,515	\$ 0	\$ 0	\$ 0	\$ 0
TISA - On-behalf Payments	199,507	0	0	0	0
Early Childhood Education	744,935	0	0	0	0
School Food Service	0	0	40,382	0	0

(Continued)

BLOUNT COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Blount County School Department (Cont.)

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School
State of Tennessee (Cont.)					
State Education Funds (Cont.)					
Other State Education Funds	\$ 1,963,911	\$ 0	\$ 0	\$ 171,750	\$ 0
Career Ladder Program	121,429	0	0	0	0
Other Vocational	1,082,464	0	0	0	0
Other State Revenues					
State Revenue Sharing - T.V.A.	1,726,027	0	0	0	0
State Revenue Sharing - Telecommunications	28,368	0	0	0	0
Other State Grants	134,966	0	0	0	0
Other State Revenues	79,153	0	0	0	0
Total State of Tennessee	\$ 69,349,275	\$ 0	\$ 40,382	\$ 171,750	\$ 0
Federal Government					
Federal Through State					
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,353,622	\$ 0	\$ 0
USDA - Commodities	0	0	460,084	0	0
Breakfast	0	0	897,092	0	0
USDA - Other	0	0	250,490	0	0
Vocational Education - Basic Grants to States	0	183,169	0	0	0
Title I Grants to Local Education Agencies	0	3,077,962	0	0	0
Special Education - Grants to States	0	3,118,915	0	0	0
English Language Acquisition Grants	0	40,386	0	0	0
Eisenhower Professional Development State Grants	0	338,088	0	0	0
COVID-19 Grant #3	0	0	0	531,282	0
COVID-19 Grant B	0	99,787	0	0	0
COVID-19 Grant D	0	6,622,205	0	0	0

(Continued)

BLOUNT COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Blount County School Department (Cont.)

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School
Federal Government (Cont.)					
Federal Through State (Cont.)					
American Rescue Plan Act Grant #1	\$ 0	\$ 371,004	\$ 0	\$ 0	\$ 0
American Rescue Plan Act Grant #3	0	5,707	0	0	0
Other Federal through State	268,836	193,825	14,483	0	0
Direct Federal Revenue					
ROTC Reimbursement	147,928	0	0	0	0
Total Federal Government	<u>\$ 416,764</u>	<u>\$ 14,051,048</u>	<u>\$ 3,975,771</u>	<u>\$ 531,282</u>	<u>\$ 0</u>
Other Governments and Citizens Groups					
Other Governments					
Contributions	\$ 540,208	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	<u>\$ 540,208</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u><u>\$ 118,165,644</u></u>	<u><u>\$ 14,051,048</u></u>	<u><u>\$ 6,252,330</u></u>	<u><u>\$ 2,366,213</u></u>	<u><u>\$ 5,351,527</u></u>

(Continued)

BLOUNT COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Blount County School Department (Cont.)

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
Local Taxes		
County Property Taxes		
Current Property Tax	\$ 6,586,660	\$ 26,947,875
Discount on Property Taxes	(107,895)	(441,316)
Trustee's Collections - Prior Year	40,669	187,161
Trustee's Collections - Bankruptcy	3,807	16,336
Circuit Clerk/Clerk and Master Collections - Prior Years	34,010	139,161
Interest and Penalty	13,779	65,436
Payments in-Lieu-of Taxes - T.V.A.	0	13,279
Payments in-Lieu-of Taxes - Local Utilities	21,935	89,823
Payments in-Lieu-of Taxes - Other	14,907	60,993
County Local Option Taxes		
Local Option Sales Tax	0	25,014,571
Business Tax	210,406	860,955
Mixed Drink Tax	0	330,297
Total Local Taxes	<u>\$ 6,818,278</u>	<u>\$ 53,284,571</u>
Licenses and Permits		
Licenses		
Marriage Licenses	\$ 0	\$ 5,708
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 5,708</u>
Charges for Current Services		
Education Charges		
Contract for Instructional Services with Other LEA's	\$ 0	\$ 56,086
Receipts from Individual Schools	0	2,061,143

(Continued)

BLOUNT COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Blount County School Department (Cont.)

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
Charges for Current Services (Cont.)		
Education Charges (Cont.)		
Community Service Fees - Children	\$ 0	\$ 1,510,894
Other Charges for Services	0	161,036
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 3,789,159</u>
Other Local Revenues		
Recurring Items		
Investment Income	\$ 570,915	\$ 1,872,839
Lease/Rentals/PPP	0	11,000
Sale of Materials and Supplies	0	18,456
Nonrecurring Items		
Sale of Equipment	0	2,602
Sale of Property	0	8,080
Damages Recovered from Individuals	0	396
Contributions and Gifts	0	7,461
Other Local Revenues		
Other Local Revenues	0	5,499,203
Total Other Local Revenues	<u>\$ 570,915</u>	<u>\$ 7,420,037</u>
State of Tennessee		
State Education Funds		
Tennessee Investment in Student Achievement	\$ 0	\$ 63,268,515
TISA - On-behalf Payments	0	199,507
Early Childhood Education	0	744,935
School Food Service	0	40,382

(Continued)

BLOUNT COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Blount County School Department (Cont.)

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
State of Tennessee (Cont.)		
State Education Funds (Cont.)		
Other State Education Funds	\$ 0	\$ 2,135,661
Career Ladder Program	0	121,429
Other Vocational	0	1,082,464
Other State Revenues		
State Revenue Sharing - T.V.A.	0	1,726,027
State Revenue Sharing - Telecommunications	9,175	37,543
Other State Grants	0	134,966
Other State Revenues	0	79,153
Total State of Tennessee	<u>\$ 9,175</u>	<u>\$ 69,570,582</u>
Federal Government		
Federal Through State		
USDA School Lunch Program	\$ 0	\$ 2,353,622
USDA - Commodities	0	460,084
Breakfast	0	897,092
USDA - Other	0	250,490
Vocational Education - Basic Grants to States	0	183,169
Title I Grants to Local Education Agencies	0	3,077,962
Special Education - Grants to States	0	3,118,915
English Language Acquisition Grants	0	40,386
Eisenhower Professional Development State Grants	0	338,088
COVID-19 Grant #3	0	531,282
COVID-19 Grant B	0	99,787
COVID-19 Grant D	0	6,622,205

(Continued)

BLOUNT COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Blount County School Department (Cont.)

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
Federal Government (Cont.)		
Federal Through State (Cont.)		
American Rescue Plan Act Grant #1	\$ 0	\$ 371,004
American Rescue Plan Act Grant #3	0	5,707
Other Federal through State	0	477,144
Direct Federal Revenue		
ROTC Reimbursement	0	147,928
Total Federal Government	<u>\$ 0</u>	<u>\$ 18,974,865</u>
Other Governments and Citizens Groups		
Other Governments		
Contributions	<u>\$ 0</u>	<u>\$ 540,208</u>
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 540,208</u>
Total	<u><u>\$ 7,398,368</u></u>	<u><u>\$ 153,585,130</u></u>

BLOUNT 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	\$	102,060	
Social Security		6,328	
Employer Medicare		1,480	
Communication		2,903	
Dues and Memberships		2,200	
Lease/SBITA Payments		107	
Legal Notices, Recording, and Court Costs		1,131	
Postal Charges		30	
Printing, Stationery, and Forms		738	
Travel		3,435	
Tuition		1,260	
Duplicating Supplies		126	
Food Supplies		100	
Office Supplies		373	
Other Supplies and Materials		746	
Total County Commission			\$ 123,017

Board of Equalization

Board and Committee Members Fees	\$	645	
Social Security		40	
Employer Medicare		9	
Total Board of Equalization			694

Beer Board

Legal Notices, Recording, and Court Costs	\$	808	
Total Beer Board			808

Other Boards and Committees

Workers' Compensation Insurance	\$	138	
Total Other Boards and Committees			138

County Mayor/Executive

County Official/Administrative Officer	\$	172,838	
Secretary(ies)		73,453	
Clerical Personnel		37,216	
Overtime Pay		60	
Social Security		16,667	
Pensions		18,095	
Life Insurance		157	
Medical Insurance		41,660	
Dental Insurance		766	
Unemployment Compensation		42	
Employer Medicare		3,965	
Communication		2,200	
Dues and Memberships		165	
Postal Charges		24	
Printing, Stationery, and Forms		173	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Mayor/Executive (Cont.)

Travel	\$	280	
Tuition		175	
Food Supplies		513	
Gasoline		389	
Office Supplies		685	
Workers' Compensation Insurance		432	
Total County Mayor/Executive			\$ 369,955

Personnel Office

Supervisor/Director	\$	96,616	
Clerical Personnel		217,450	
Overtime Pay		63	
Social Security		18,454	
Pensions		21,619	
Life Insurance		263	
Medical Insurance		63,271	
Dental Insurance		1,402	
Unemployment Compensation		105	
Employer Medicare		4,316	
Communication		2,598	
Contracts with Private Agencies		3,176	
Dues and Memberships		1,106	
Lease/SBITA Payments		180	
Legal Services		1,710	
Licenses		454	
Postal Charges		1,954	
Other Contracted Services		31,809	
Instructional Supplies and Materials		37,110	
Office Supplies		2,516	
Other Supplies and Materials		6,232	
Workers' Compensation Insurance		720	
Other Charges		213	
Total Personnel Office			513,337

Election Commission

County Official/Administrative Officer	\$	102,029	
Clerical Personnel		128,820	
Temporary Personnel		23,960	
Part-time Personnel		773	
Overtime Pay		3,331	
Election Commission		26,127	
Election Workers		90,824	
In-service Training		6,225	
Social Security		20,548	
Pensions		15,778	
Life Insurance		203	
Medical Insurance		36,384	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Dental Insurance	\$	818	
Unemployment Compensation		376	
Employer Medicare		4,805	
Communication		4,677	
Lease/SBITA Payments		1,339	
Legal Notices, Recording, and Court Costs		13,865	
Licenses		47,975	
Postal Charges		8,927	
Rentals		1,449	
Travel		2,974	
Food Supplies		1,018	
Gasoline		168	
Office Supplies		60,554	
Workers' Compensation Insurance		1,152	
Data Processing Equipment		898,803	
Total Election Commission			\$ 1,503,902

Register of Deeds

County Official/Administrative Officer	\$	113,366	
Clerical Personnel		402,557	
Social Security		30,460	
Pensions		34,621	
Life Insurance		504	
Medical Insurance		97,707	
Dental Insurance		2,208	
Unemployment Compensation		219	
Employer Medicare		7,124	
Communication		4,894	
Dues and Memberships		1,125	
Lease/SBITA Payments		1,338	
Postal Charges		360	
Printing, Stationery, and Forms		559	
Travel		1,456	
Other Contracted Services		54,478	
Data Processing Supplies		694	
Office Supplies		1,269	
Other Supplies and Materials		23	
Workers' Compensation Insurance		1,872	
Furniture and Fixtures		461	
Total Register of Deeds			757,295

Development

Supervisor/Director	\$	101,626	
Foremen		160,802	
Secretary(ies)		113,133	
Other Salaries and Wages		496,471	
Social Security		52,840	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Development (Cont.)

Pensions	\$	56,817	
Life Insurance		782	
Medical Insurance		117,610	
Dental Insurance		2,997	
Unemployment Compensation		336	
Employer Medicare		12,358	
Communication		19,554	
Dues and Memberships		6,676	
Engineering Services		16,609	
Legal Notices, Recording, and Court Costs		933	
Maintenance and Repair Services - Vehicles		11,985	
Postal Charges		1,312	
Printing, Stationery, and Forms		2,766	
Tuition		750	
Other Contracted Services		2,666	
Gasoline		25,432	
Instructional Supplies and Materials		604	
Office Supplies		7,836	
Uniforms		1,649	
Software		12,708	
Workers' Compensation Insurance		2,304	
Communication Equipment		789	
Data Processing Equipment		266	
Furniture and Fixtures		549	
Office Equipment		1,502	
Health Equipment		5,122	
Total Development			\$ 1,237,784

County Buildings

Supervisor/Director	\$	43,168
Custodial Personnel		216,753
Maintenance Personnel		226,400
Part-time Personnel		57,200
Overtime Pay		8,589
Social Security		32,146
Pensions		32,818
Life Insurance		523
Medical Insurance		112,638
Dental Insurance		2,609
Unemployment Compensation		358
Employer Medicare		7,663
Communication		5,678
Data Processing Services		8,250
Lease/SBITA Payments		10,324
Maintenance Agreements		138,951
Maintenance and Repair Services - Buildings		101,321
Maintenance and Repair Services - Equipment		61,633

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Pest Control	\$	6,220	
Custodial Supplies		56,247	
Gasoline		5,850	
Natural Gas		61,834	
Office Supplies		37	
Uniforms		7,700	
Utilities		678,071	
Workers' Compensation Insurance		2,448	
Building Improvements		94,224	
Data Processing Equipment		1,875	
Total County Buildings			\$ 1,981,528

Other General Administration

Supervisor/Director	\$	93,912	
Social Security		5,568	
Pensions		6,482	
Life Insurance		60	
Medical Insurance		16,591	
Dental Insurance		280	
Unemployment Compensation		21	
Employer Medicare		1,302	
Communication		1,453	
Other Contracted Services		59,999	
Liability Insurance		777,610	
Workers' Compensation Insurance		1,000	
Total Other General Administration			964,278

Preservation of Records

Supervisor/Director	\$	52,537	
Other Salaries and Wages		32,024	
Social Security		5,041	
Pensions		5,835	
Life Insurance		79	
Medical Insurance		11,895	
Dental Insurance		280	
Unemployment Compensation		42	
Employer Medicare		1,179	
Communication		2,319	
Data Processing Services		5,250	
Dues and Memberships		264	
Lease/SBITA Payments		36	
Postal Charges		92	
Office Supplies		402	
Workers' Compensation Insurance		289	
Total Preservation of Records			117,564

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Risk Management

Supervisor/Director	\$	80,982	
Other Salaries and Wages		54,969	
Social Security		7,916	
Pensions		9,383	
Life Insurance		119	
Medical Insurance		23,738	
Dental Insurance		561	
Unemployment Compensation		42	
Employer Medicare		1,851	
Communication		1,604	
Dues and Memberships		690	
Lease/SBITA Payments		4,506	
Postal Charges		7	
Printing, Stationery, and Forms		1,436	
Travel		4,416	
Tuition		1,195	
Other Contracted Services		340	
Gasoline		1,342	
Office Supplies		914	
Workers' Compensation Insurance		288	
Total Risk Management			\$ 196,299

Finance

Accounting and Budgeting

Supervisor/Director	\$	112,070	
Accountants/Bookkeepers		402,043	
Overtime Pay		4	
Social Security		30,850	
Pensions		32,750	
Life Insurance		387	
Medical Insurance		68,090	
Dental Insurance		1,402	
Unemployment Compensation		176	
Employer Medicare		7,215	
Communication		3,862	
Dues and Memberships		1,519	
Lease/SBITA Payments		2,670	
Legal Notices, Recording, and Court Costs		1,425	
Postal Charges		3,866	
Printing, Stationery, and Forms		3,846	
Travel		2,540	
Tuition		509	
Food Supplies		458	
Office Supplies		1,009	
Workers' Compensation Insurance		1,262	
Total Accounting and Budgeting			677,953

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Purchasing

Supervisor/Director	\$	98,916	
Purchasing Personnel		317,181	
Overtime Pay		308	
Social Security		25,254	
Pensions		24,245	
Life Insurance		335	
Medical Insurance		25,843	
Dental Insurance		1,086	
Unemployment Compensation		183	
Employer Medicare		5,906	
Communication		4,491	
Contracts with Private Agencies		17,049	
Dues and Memberships		925	
Lease/SBITA Payments		533	
Legal Notices, Recording, and Court Costs		3,681	
Maintenance and Repair Services - Office Equipment		2,201	
Postal Charges		510	
Printing, Stationery, and Forms		430	
Travel		2,421	
Tuition		6,433	
Data Processing Supplies		2,525	
Food Supplies		1,451	
Office Supplies		2,410	
Other Supplies and Materials		637	
Workers' Compensation Insurance		864	
Data Processing Equipment		173	
Total Purchasing			\$ 545,991

Central Services

Local Retirement	\$	369,772	
Audit Services		58,170	
Communication		7,381	
Consultants		230,158	
Contracts with Government Agencies		230,422	
Contracts with Other Public Agencies		220,302	
Contributions		1,500	
Dues and Memberships		31,978	
Legal Services		130,786	
Legal Notices, Recording, and Court Costs		926,544	
Pauper Burials		2,400	
Postal Charges		5,260	
Other Contracted Services		32,062	
Office Supplies		4,495	
Trustee's Commission		1,099,363	
Other Charges		376,593	
Site Development		781,292	
Total Central Services			4,508,478

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office

County Official/Administrative Officer	\$	113,366	
Assistant(s)		578,502	
Clerical Personnel		221,115	
Social Security		53,991	
Pensions		61,053	
Life Insurance		899	
Medical Insurance		183,922	
Dental Insurance		3,364	
Unemployment Compensation		374	
Employer Medicare		12,627	
Communication		9,560	
Contracts with Private Agencies		56,680	
Data Processing Services		55,791	
Dues and Memberships		17,925	
Lease/SBITA Payments		16,042	
Legal Services		10,435	
Maintenance and Repair Services - Vehicles		810	
Postal Charges		4,472	
Printing, Stationery, and Forms		606	
Travel		6,884	
Tuition		3,815	
Duplicating Supplies		2,917	
Gasoline		3,781	
Office Supplies		6,088	
Other Supplies and Materials		440	
Workers' Compensation Insurance		2,448	
Other Charges		1,516	
Total Property Assessor's Office			\$ 1,429,423

County Trustee's Office

County Official/Administrative Officer	\$	113,366
Clerical Personnel		315,184
Temporary Personnel		350
Social Security		25,506
Pensions		27,950
Life Insurance		352
Medical Insurance		72,205
Dental Insurance		1,855
Unemployment Compensation		147
Employer Medicare		5,970
Communication		3,713
Dues and Memberships		1,610
Lease/SBITA Payments		232
Legal Services		950
Legal Notices, Recording, and Court Costs		245
Maintenance Agreements		10,296
Postal Charges		28,851

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Printing, Stationery, and Forms	\$	2,377	
Travel		2,090	
Tuition		705	
Other Contracted Services		13,568	
Duplicating Supplies		827	
Office Supplies		4,437	
Other Supplies and Materials		254	
Workers' Compensation Insurance		1,152	
Data Processing Equipment		14,683	
Total County Trustee's Office			\$ 648,875

County Clerk's Office

County Official/Administrative Officer	\$	113,366	
Clerical Personnel		947,212	
Part-time Personnel		28,142	
Social Security		63,025	
Pensions		73,940	
Life Insurance		1,055	
Medical Insurance		250,264	
Dental Insurance		5,326	
Unemployment Compensation		484	
Employer Medicare		14,795	
Communication		8,602	
Dues and Memberships		1,415	
Lease/SBITA Payments		6,481	
Maintenance Agreements		23,903	
Postal Charges		52,216	
Printing, Stationery, and Forms		4,302	
Travel		2,522	
Tuition		440	
Office Supplies		16,652	
Periodicals		406	
Workers' Compensation Insurance		3,600	
Other Charges		320	
Data Processing Equipment		5,796	
Total County Clerk's Office			1,624,264

Data Processing

Supervisor/Director	\$	99,749	
Data Processing Personnel		253,685	
Part-time Personnel		3,357	
Overtime Pay		231	
Social Security		21,070	
Pensions		22,700	
Life Insurance		299	
Medical Insurance		45,253	
Dental Insurance		934	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Data Processing (Cont.)

Unemployment Compensation	\$	139	
Employer Medicare		4,928	
Communication		50,704	
Data Processing Services		281,718	
Licenses		201,945	
Maintenance and Repair Services - Equipment		449	
Travel		5,889	
Tuition		3,071	
Other Contracted Services		466,351	
Data Processing Supplies		1,874	
Equipment Parts - Light		13,892	
Office Supplies		1,403	
Workers' Compensation Insurance		720	
Data Processing Equipment		4,546	
Furniture and Fixtures		1,519	
Total Data Processing			\$ 1,486,426

Other Finance

Assistant(s)	\$	116,527	
Other Salaries and Wages		33,621	
Social Security		8,860	
Pensions		10,360	
Life Insurance		62	
Medical Insurance		19,694	
Dental Insurance		339	
Unemployment Compensation		21	
Employer Medicare		2,072	
Total Other Finance			191,556

Administration of Justice

Circuit Court Judge

Clerical Personnel	\$	2,318	
Jury and Witness Expense		7,370	
Social Security		144	
Unemployment Compensation		7	
Employer Medicare		34	
Communication		2,579	
Legal Notices, Recording, and Court Costs		327	
Licenses		3,782	
Maintenance Agreements		55	
Postal Charges		7,960	
Printing, Stationery, and Forms		1,697	
Data Processing Supplies		949	
Food Supplies		1,371	
Library Books/Media		198	
Office Supplies		928	
Other Supplies and Materials		132	
Workers' Compensation Insurance		144	
Total Circuit Court Judge			29,995

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court Clerk

County Official/Administrative Officer	\$	124,702	
Assistant(s)		242,734	
Supervisor/Director		78,248	
Salary Supplements		3,700	
Clerical Personnel		1,603,259	
Temporary Personnel		7,243	
Part-time Personnel		16,307	
Social Security		121,259	
Pensions		133,764	
Life Insurance		2,103	
Medical Insurance		431,599	
Dental Insurance		10,255	
Unemployment Compensation		1,070	
Employer Medicare		28,444	
Bank Charges		48	
Communication		25,838	
Contracts with Private Agencies		3,392	
Data Processing Services		1,625	
Dues and Memberships		2,650	
Lease/SBITA Payments		4,101	
Maintenance Agreements		62,342	
Maintenance and Repair Services - Office Equipment		1,861	
Postal Charges		17,053	
Printing, Stationery, and Forms		15,613	
Travel		3,976	
Tuition		8,629	
Other Contracted Services		990	
Custodial Supplies		488	
Data Processing Supplies		7,947	
Duplicating Supplies		3,696	
Food Preparation Supplies		154	
Food Supplies		2,707	
Gasoline		44	
Library Books/Media		1,386	
Office Supplies		13,347	
Periodicals		119	
Other Supplies and Materials		265	
Workers' Compensation Insurance		7,056	
In Service/Staff Development		1,458	
Data Processing Equipment		11,005	
Furniture and Fixtures		9,660	
Total Circuit Court Clerk			\$ 3,012,137
Criminal Court			
Supervisor/Director	\$	85,030	
Probation Officer(s)		373,373	
Secretary(ies)		90,559	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Criminal Court (Cont.)

Social Security	\$	32,759	
Pensions		35,289	
Life Insurance		571	
Medical Insurance		85,654	
Dental Insurance		2,733	
Unemployment Compensation		256	
Employer Medicare		7,661	
Communication		5,207	
Dues and Memberships		1,260	
Lease/SBITA Payments		6,677	
Licenses		6,260	
Travel		17,042	
Tuition		7,331	
Other Contracted Services		1,187	
Drugs and Medical Supplies		89,916	
Food Supplies		170	
Instructional Supplies and Materials		3,970	
Office Supplies		6,236	
Workers' Compensation Insurance		1,728	
Total Criminal Court			\$ 860,869

General Sessions Judge

Judge(s)	\$	774,867	
Secretary(ies)		157,186	
Social Security		50,383	
Pensions		64,312	
Life Insurance		411	
Medical Insurance		87,009	
Dental Insurance		1,962	
Unemployment Compensation		63	
Employer Medicare		12,971	
Communication		6,725	
Dues and Memberships		3,444	
Lease/SBITA Payments		59	
Legal Notices, Recording, and Court Costs		1,692	
Maintenance and Repair Services - Office Equipment		540	
Travel		3,543	
Tuition		515	
Food Supplies		38	
Library Books/Media		2,863	
Office Supplies		5,504	
Other Supplies and Materials		1,114	
Workers' Compensation Insurance		1,152	
Total General Sessions Judge			1,176,353

Chancery Court

County Official/Administrative Officer	\$	113,366	
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BLOUNT COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Clerical Personnel	\$	281,332	
Social Security		22,912	
Pensions		23,836	
Life Insurance		377	
Medical Insurance		66,588	
Dental Insurance		1,764	
Unemployment Compensation		223	
Employer Medicare		5,411	
Communication		8,497	
Dues and Memberships		1,465	
Lease/SBITA Payments		1,883	
Postal Charges		14,103	
Printing, Stationery, and Forms		5,913	
Travel		514	
Other Contracted Services		21,920	
Office Supplies		8,478	
Workers' Compensation Insurance		1,152	
Data Processing Equipment		462	
Total Chancery Court			\$ 580,196

Juvenile Court

Youth Service Officer(s)	\$	258,206	
Salary Supplements		36,798	
Secretary(ies)		42,356	
Temporary Personnel		4,000	
Other Salaries and Wages		147,170	
Social Security		29,017	
Pensions		25,444	
Life Insurance		397	
Medical Insurance		63,534	
Dental Insurance		1,378	
Unemployment Compensation		205	
Employer Medicare		6,786	
Communication		8,547	
Contracts with Other Public Agencies		6,565	
Dues and Memberships		2,366	
Lease/SBITA Payments		1,170	
Medical and Dental Services		6,000	
Postal Charges		136	
Printing, Stationery, and Forms		595	
Travel		10,464	
Tuition		5,331	
Data Processing Supplies		324	
Drugs and Medical Supplies		667	
Food Supplies		759	
Library Books/Media		2,091	
Office Supplies		2,469	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Uniforms	\$	1,186	
Software		6,750	
Workers' Compensation Insurance		1,152	
Building Improvements		4,250	
Furniture and Fixtures		302	
Total Juvenile Court			\$ 676,415

Office of Public Defender

Clerical Personnel	\$	43,111	
Social Security		2,673	
Unemployment Compensation		42	
Employer Medicare		625	
Total Office of Public Defender			46,451

Judicial Commissioners

Clerical Personnel	\$	199,283	
Social Security		12,126	
Pensions		7,857	
Life Insurance		128	
Medical Insurance		15,397	
Dental Insurance		514	
Unemployment Compensation		168	
Employer Medicare		2,836	
Communication		2,346	
Lease/SBITA Payments		374	
Office Supplies		1,435	
Workers' Compensation Insurance		1,440	
Total Judicial Commissioners			243,904

Probation Services

Supervisor/Director	\$	87,945	
Probation Officer(s)		311,295	
Accountants/Bookkeepers		50,273	
Secretary(ies)		38,927	
Overtime Pay		293	
Social Security		28,432	
Pensions		32,183	
Life Insurance		523	
Medical Insurance		121,728	
Dental Insurance		2,406	
Unemployment Compensation		231	
Employer Medicare		6,649	
Communication		9,514	
Contracts with Government Agencies		12,950	
Contracts with Other Public Agencies		22,470	
Lease/SBITA Payments		194	
Licenses		11,700	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Probation Services (Cont.)

Postal Charges	\$	20	
Printing, Stationery, and Forms		1,626	
Travel		1,429	
Tuition		675	
Drugs and Medical Supplies		10,968	
Office Supplies		6,386	
Workers' Compensation Insurance		1,440	
Total Probation Services			\$ 760,257

Victim Assistance Programs

Contributions	\$	42,584	
Total Victim Assistance Programs			42,584

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	137,172	
Assistant(s)		246,124	
Supervisor/Director		653,651	
Deputy(ies)		6,057,774	
Investigator(s)		1,508,698	
Captain(s)		286,861	
Lieutenant(s)		780,007	
Sergeant(s)		643,367	
Computer Programmer(s)		323,558	
Salary Supplements		275,425	
Mechanic(s)		93,980	
Clerical Personnel		387,573	
Attendants		42,154	
Part-time Personnel		299,034	
Longevity Pay		65,000	
Overtime Pay		780,129	
In-service Training		137,600	
Social Security		749,601	
Pensions		1,204,471	
Life Insurance		10,084	
Medical Insurance		2,023,276	
Dental Insurance		42,722	
Unemployment Compensation		4,444	
Employer Medicare		176,600	
Communication		333,200	
Dues and Memberships		10,608	
Evaluation and Testing		16,222	
Lease/SBITA Payments		9,376	
Legal Services		12,570	
Licenses		22,940	
Maintenance Agreements		178,603	
Maintenance and Repair Services - Equipment		10,726	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Maintenance and Repair Services - Vehicles	\$	70,474	
Matching Share		63,750	
Postal Charges		6,993	
Printing, Stationery, and Forms		16,514	
Rentals		5,889	
Travel		124,546	
Tuition		61,634	
Other Contracted Services		16,269	
Basic Skills Materials		93,179	
Custodial Supplies		1,651	
Data Processing Supplies		30,732	
Drugs and Medical Supplies		1,420	
Electricity		12,958	
Equipment and Machinery Parts		2,251	
Food Supplies		4,373	
Garage Supplies		757	
Gasoline		547,913	
Law Enforcement Supplies		167,385	
Lubricants		4,650	
Office Supplies		26,610	
Small Tools		1,663	
Tires and Tubes		47,965	
Uniforms		193,158	
Vehicle Parts		97,384	
Workers' Compensation Insurance		247,284	
Building Improvements		33,702	
Data Processing Equipment		3,062	
Furniture and Fixtures		14,820	
Law Enforcement Equipment		1,395,747	
Other Equipment		23,314	
Other Capital Outlay		171,967	
Total Sheriff's Department			\$ 21,013,564

Administration of the Sexual Offender Registry

Maintenance Agreements	\$	20,000	
Other Charges		7,800	
Total Administration of the Sexual Offender Registry			27,800

Jail

Deputy(ies)	\$	4,973,395	
Investigator(s)		116,867	
Captain(s)		92,344	
Lieutenant(s)		414,617	
Sergeant(s)		417,507	
Social Workers		53,703	
Salary Supplements		11,150	
Clerical Personnel		255,083	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Part-time Personnel	\$	33,234	
Overtime Pay		239,818	
In-service Training		38,400	
Social Security		395,300	
Pensions		494,148	
Life Insurance		5,922	
Medical Insurance		994,301	
Dental Insurance		23,640	
Unemployment Compensation		2,688	
Employer Medicare		92,606	
Contracts with Private Agencies		12,743	
Evaluation and Testing		916	
Maintenance Agreements		10,900	
Maintenance and Repair Services - Buildings		4,066	
Maintenance and Repair Services - Equipment		17,835	
Medical and Dental Services		3,558,793	
Printing, Stationery, and Forms		1,717	
Basic Skills Materials		16,642	
Custodial Supplies		99,615	
Data Processing Supplies		3,684	
Food Preparation Supplies		22,908	
Food Supplies		786,024	
Law Enforcement Supplies		37,047	
Prisoners Clothing		42,162	
Uniforms		63,681	
Other Supplies and Materials		1,949	
Workers' Compensation Insurance		154,000	
Data Processing Equipment		35,754	
Law Enforcement Equipment		59,859	
Other Equipment		3,465	
Total Jail			\$ 13,588,483

Workhouse

County Official/Administrative Officer	\$	13,717	
Social Security		844	
Pensions		1,420	
Employer Medicare		198	
Total Workhouse			16,179

Juvenile Services

Deputy(ies)	\$	1,171,899	
Captain(s)		92,344	
Lieutenant(s)		75,701	
Sergeant(s)		230,842	
Salary Supplements		13,717	
Overtime Pay		33,938	
Social Security		95,578	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Juvenile Services (Cont.)

Pensions	\$	120,404	
Life Insurance		1,377	
Medical Insurance		239,803	
Dental Insurance		6,345	
Unemployment Compensation		522	
Employer Medicare		22,353	
Travel		2,343	
Tuition		1,840	
Other Contracted Services		5,500	
Food Supplies		2,245	
Office Supplies		993	
Prisoners Clothing		4,417	
Uniforms		16,518	
Workers' Compensation Insurance		35,000	
Data Processing Equipment		61,597	
Total Juvenile Services			\$ 2,235,276

Fire Prevention and Control

Contracts with Private Agencies	\$	311,250	
Total Fire Prevention and Control			311,250

Civil Defense

Assistant(s)	\$	34,830	
Supervisor/Director		75,972	
Social Security		6,742	
Pensions		7,664	
Life Insurance		90	
Medical Insurance		7,147	
Dental Insurance		280	
Unemployment Compensation		32	
Employer Medicare		1,577	
Communication		10,796	
Data Processing Services		18,468	
Dues and Memberships		194	
Lease/SBITA Payments		10	
Postal Charges		6	
Travel		1,110	
Other Contracted Services		59,428	
Food Supplies		15,661	
Gasoline		2,080	
Office Supplies		147	
Uniforms		1,338	
Other Supplies and Materials		12,340	
Workers' Compensation Insurance		288	
Communication Equipment		1,606	
Law Enforcement Equipment		11,464	
Motor Vehicles		8,920	
Total Civil Defense			278,190

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Other Emergency Management

Contracts with Government Agencies	\$	463,994	
Total Other Emergency Management			\$ 463,994

Public Health and Welfare

Local Health Center

Medical Personnel	\$	531,266	
Part-time Personnel		17,817	
Overtime Pay		63	
Social Security		32,479	
Pensions		27,587	
Life Insurance		439	
Medical Insurance		75,962	
Dental Insurance		2,707	
Unemployment Compensation		421	
Employer Medicare		7,596	
Communication		26,021	
Contracts with Government Agencies		96,810	
Dues and Memberships		375	
Travel		1,378	
Food Supplies		781	
Office Supplies		84	
Workers' Compensation Insurance		3,600	
Other Charges		1,011	
Total Local Health Center			826,397

Rabies and Animal Control

Supervisor/Director	\$	62,367	
Medical Personnel		121,487	
Part-time Personnel		46,779	
Overtime Pay		17,847	
Other Salaries and Wages		316,596	
Social Security		33,989	
Pensions		30,639	
Life Insurance		426	
Medical Insurance		67,241	
Dental Insurance		2,593	
Unemployment Compensation		327	
Employer Medicare		7,949	
Communication		5,162	
Lease/SBITA Payments		13,370	
Licenses		650	
Maintenance and Repair Services - Buildings		2,223	
Maintenance and Repair Services - Equipment		4,398	
Maintenance and Repair Services - Vehicles		807	
Transportation - Other than Students		902	
Travel		348	
Tuition		445	

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Other Contracted Services	\$	4,571	
Animal Food and Supplies		20,986	
Custodial Supplies		6,150	
Drugs and Medical Supplies		119,762	
Gasoline		7,925	
Office Supplies		3,046	
Uniforms		1,370	
Workers' Compensation Insurance		1,728	
Total Rabies and Animal Control			\$ 902,083

Recycling Center

Maintenance Agreements	\$	2,282	
Total Recycling Center			2,282

Social, Cultural, and Recreational Services

Parks and Fair Boards

Contracts with Government Agencies	\$	1,205,261	
Total Parks and Fair Boards			1,205,261

Agriculture and Natural Resources

Agricultural Extension Service

Communication	\$	3,187	
Contracts with Government Agencies		285,957	
Lease/SBITA Payments		1,425	
Office Equipment		600	
Total Agricultural Extension Service			291,169

Soil Conservation

Supervisor/Director	\$	89,440	
Educational Assistants		37,033	
Social Security		7,743	
Pensions		7,564	
Life Insurance		72	
Medical Insurance		10,590	
Dental Insurance		339	
Unemployment Compensation		42	
Employer Medicare		1,811	
Communication		1,942	
Dues and Memberships		104	
Lease/SBITA Payments		828	
Maintenance and Repair Services - Vehicles		467	
Postal Charges		338	
Travel		2,472	
Tuition		992	
Other Contracted Services		3,787	
Office Supplies		4,002	
Testing		1,554	
Workers' Compensation Insurance		288	
Total Soil Conservation			171,408

(Continued)

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

General Fund (Cont.)

Other Operations

Industrial Development

Contracts for Development Costs	\$ 2,216,700	
Total Industrial Development		\$ 2,216,700

Veterans' Services

Assistant(s)	\$ 72,870	
Supervisor/Director	78,296	
Clerical Personnel	52,859	
Social Security	12,171	
Pensions	14,080	
Life Insurance	179	
Medical Insurance	23,604	
Dental Insurance	841	
Unemployment Compensation	63	
Employer Medicare	2,846	
Communication	3,433	
Lease/SBITA Payments	177	
Maintenance Agreements	1,347	
Maintenance and Repair Services - Vehicles	96	
Postal Charges	409	
Printing, Stationery, and Forms	445	
Travel	515	
Duplicating Supplies	1,471	
Food Supplies	1,063	
Gasoline	717	
Office Supplies	408	
Workers' Compensation Insurance	432	
Total Veterans' Services		268,322

Contributions to Other Agencies

Contributions	\$ 131,928	
Other Construction	67,500	
Total Contributions to Other Agencies		199,428

Highways

Litter and Trash Collection

Attendants	\$ 61,565	
Social Security	3,628	
Pensions	4,248	
Life Insurance	54	
Medical Insurance	10,594	
Dental Insurance	257	
Unemployment Compensation	18	
Employer Medicare	849	
Contracts with Government Agencies	11,836	
Contracts with Other Public Agencies	22,200	
Licenses	25	
Other Contracted Services	6,000	
Workers' Compensation Insurance	1,224	
Total Litter and Trash Collection		122,498

(Continued)

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

General Fund (Cont.)

Principal on Debt

General Government

Principal on Leases	\$ 18,907	
Principal on SBITA	<u>869,558</u>	
Total General Government		\$ 888,465

Interest on Debt

General Government

Interest on Leases	\$ 5,969	
Interest on SBITA	<u>117,910</u>	
Total General Government		123,879

Capital Projects

General Administration Projects

Data Processing Equipment	<u>\$ 228,059</u>	
Total General Administration Projects		228,059

Administration of Justice Projects

Building Construction	<u>\$ 2,061,890</u>	
Total Administration of Justice Projects		2,061,890

Public Safety Projects

Lease/SBITA Payments	\$ 278,107	
Interest on Notes	42,950	
Communication Equipment	49,663	
Motor Vehicles	<u>427,373</u>	
Total Public Safety Projects		<u>798,093</u>

Total General Fund \$ 74,549,396

Courthouse and Jail Maintenance Fund

General Government

County Buildings

Trustee's Commission	\$ 1,827	
Building Improvements	<u>364,541</u>	
Total County Buildings		<u>\$ 366,368</u>

Total Courthouse and Jail Maintenance Fund 366,368

Law Library Fund

Other Operations

Other Charges

Licenses	\$ 9,888	
Trustee's Commission	<u>92</u>	
Total Other Charges		<u>\$ 9,980</u>

Total Law Library Fund 9,980

(Continued)

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

Public Library Fund

Social, Cultural, and Recreational Services

Libraries

County Official/Administrative Officer	\$	108,521	
Supervisor/Director		137,628	
Librarians		558,473	
Paraprofessionals		146,650	
Audiovisual Personnel		39,258	
Secretary(ies)		133,945	
Cafeteria Personnel		45,076	
Part-time Personnel		240,525	
Overtime Pay		156	
Social Security		82,390	
Pensions		92,986	
Life Insurance		1,111	
Medical Insurance		189,728	
Dental Insurance		4,999	
Unemployment Compensation		864	
Local Retirement		32,936	
Employer Medicare		19,705	
Bank Charges		4,246	
Communication		26,906	
Data Processing Services		27,340	
Debt Collection Services		258	
Dues and Memberships		6,326	
Lease/SBITA Payments		5,006	
Licenses		90,055	
Postal Charges		287	
Printing, Stationery, and Forms		680	
Travel		4,216	
Tuition		3,622	
Permits		270	
Other Contracted Services		463	
Custodial Supplies		403	
Data Processing Supplies		4,977	
Food Preparation Supplies		2,178	
Food Supplies		37,457	
Library Books/Media		121,847	
Office Supplies		17,831	
Periodicals		12,183	
Utilities		156,001	
Other Supplies and Materials		856	
Liability Insurance		36,000	
Trustee's Commission		1,561	
Workers' Compensation Insurance		6,200	
Building Improvements		262	
Total Libraries			\$ 2,402,382

(Continued)

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

Public Library Fund (Cont.)

Capital Projects

General Administration Projects

Building Improvements	\$	19,100	
Maintenance Equipment		152,640	
Total General Administration Projects			\$ 171,740

Total Public Library Fund \$ 2,574,122

Drug Control Fund

Public Safety

Sheriff's Department

Other Contracted Services	\$	18,051	
Animal Food and Supplies		21,671	
Trustee's Commission		3,084	
Building Improvements		36,723	
Law Enforcement Equipment		18,400	
Total Sheriff's Department			\$ 97,929

Drug Enforcement

Law Enforcement Equipment	\$	348,904	
Motor Vehicles		556,300	
Total Drug Enforcement			905,204

Total Drug Control Fund 1,003,133

Other General Government Fund

Other Operations

American Rescue Plan Act Grant #1

Accountants/Bookkeepers	\$	52,900	
Social Security		3,192	
Pensions		3,650	
Life Insurance		60	
Medical Insurance		7,080	
Dental Insurance		280	
Unemployment Compensation		21	
Employer Medicare		746	
Data Processing Services		36,192	
Other Contracted Services		7,823	
Other Construction		2,204,841	
Other Capital Outlay		4,032,052	
Total American Rescue Plan Act Grant #1			\$ 6,348,837

American Rescue Plan Act Grant #2

Other Capital Outlay	\$	310,809	
Total American Rescue Plan Act Grant #2			310,809

Total Other General Government Fund 6,659,646

(Continued)

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

Constitutional Officers - Fees Fund

Administration of Justice

Chancery Court

Special Commissioner Fees/Special Master Fees

\$ 10,440

Total Chancery Court

\$ 10,440

Total Constitutional Officers - Fees Fund

\$ 10,440

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer

\$ 137,173

Assistant(s)

187,706

Supervisor/Director

89,920

Accountants/Bookkeepers

114,363

Salary Supplements

27,434

Maintenance Personnel

97,313

Overtime Pay

2,297

Other Salaries and Wages

64,874

Social Security

43,166

Pensions

45,699

Life Insurance

462

Medical Insurance

82,131

Dental Insurance

2,126

Unemployment Compensation

214

Local Retirement

114,783

Employer Medicare

10,095

Communication

44,488

Dues and Memberships

5,985

Licenses

1,352

Maintenance Agreements

1,210

Travel

3,219

Tuition

6,468

Custodial Supplies

1,143

Electricity

2,498

Office Supplies

7,864

Water and Sewer

200

Software

13,385

Other Supplies and Materials

29,649

Liability Insurance

210,202

Trustee's Commission

138,647

Workers' Compensation Insurance

9,632

Building Improvements

36,335

Data Processing Equipment

3,149

Furniture and Fixtures

7,752

Total Administration

\$ 1,542,934

Highway and Bridge Maintenance

Supervisor/Director

\$ 398,297

Assessment Personnel

154,810

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Foremen	\$	110,008	
Equipment Operators		1,659,208	
Laborers		147,877	
Overtime Pay		104,079	
Social Security		149,926	
Pensions		172,775	
Life Insurance		2,540	
Medical Insurance		572,704	
Dental Insurance		10,874	
Unemployment Compensation		1,118	
Employer Medicare		35,063	
Travel		4,461	
Other Contracted Services		433,141	
Asphalt - Hot Mix		3,217,408	
Asphalt - Liquid		79,753	
Concrete		10,592	
Crushed Stone		217,235	
Fertilizer, Lime, and Seed		3,986	
Food Supplies		9,931	
Pipe - Metal		319,115	
Road Signs		147,915	
Salt		144,631	
Structural Steel		19,428	
Uniforms		15,638	
Drainage Materials		71	
Other Supplies and Materials		22	
Workers' Compensation Insurance		59,339	
Highway Equipment		9,953	
State Aid Projects		1,073,449	
Total Highway and Bridge Maintenance			\$ 9,285,347

Operation and Maintenance of Equipment

Supervisor/Director	\$	82,638
Materials Supervisor		42,949
Mechanic(s)		223,713
Overtime Pay		4,335
Social Security		20,630
Pensions		23,761
Life Insurance		332
Medical Insurance		78,226
Dental Insurance		1,635
Unemployment Compensation		126
Employer Medicare		4,825
Maintenance and Repair Services - Vehicles		11,665
Diesel Fuel		188,681
Equipment and Machinery Parts		304,621
Gasoline		95,235

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Lubricants	\$	13,319	
Propane Gas		12,699	
Tires and Tubes		70,454	
Uniforms		5,896	
Workers' Compensation Insurance		7,266	
Maintenance Equipment		1,223	
Total Operation and Maintenance of Equipment			\$ 1,194,229

Litter and Trash Collection

Other Salaries and Wages	\$	23,273	
Social Security		1,440	
Pensions		635	
Life Insurance		25	
Dental Insurance		187	
Unemployment Compensation		40	
Employer Medicare		337	
Communication		97	
Maintenance Agreements		41,074	
Office Supplies		38	
Workers' Compensation Insurance		200	
Building Improvements		2,765	
Plant Operation Equipment		509	
Total Litter and Trash Collection			70,620

Total Highway/Public Works Fund \$ 12,093,130

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	10,056,929	
Total General Government			\$ 10,056,929

Interest on Debt

General Government

Interest on Bonds	\$	6,030,097	
Total General Government			6,030,097

Other Debt Service

General Government

Financial Advisory Services	\$	12,000	
Trustee's Commission		333,419	
Other Charges		16,064	
Total General Government			361,483

Total General Debt Service Fund 16,448,509

(Continued)

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

Highway Capital Projects Fund

Capital Projects

Highway and Street Capital Projects

Engineering Services	\$	1,905	
Other Contracted Services		17,220	
Trustee's Commission		2,237	
Building Construction		917,205	
Building Improvements		297,736	
Highway Construction		2,747,872	
Highway Equipment		2,569,502	
Total Highway and Street Capital Projects			\$ 6,553,677

Total Highway Capital Projects Fund \$ 6,553,677

Other Capital Projects Fund

Capital Projects

General Administration Projects

Data Processing Equipment	\$	67,846	
Total General Administration Projects			\$ 67,846

Public Safety Projects

Trustee's Commission	\$	39,856	
Building Improvements		1,000,086	
Total Public Safety Projects			1,039,942

Other General Government Projects

Right-of-Way	\$	124	
Other Capital Outlay		582,854	
Total Other General Government Projects			582,978

Total Other Capital Projects Fund 1,690,766

Total Governmental Funds - Primary Government \$ 121,959,167

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

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$	34,710,909	
Career Ladder Program		91,800	
Salary Supplements		1,076,938	
Educational Assistants		2,417,976	
Other Salaries and Wages		158,011	
Social Security		2,245,045	
Pensions		2,642,750	
Life Insurance		32,453	
Medical Insurance		5,902,620	
Dental Insurance		129,298	
Employer Medicare		531,357	
Contributions		540,208	
Contracts for Substitute Teachers - Certified		2,008,495	
Other Contracted Services		3,218	
Food Supplies		88	
Instructional Supplies and Materials		819,425	
Textbooks - Bound		107,421	
TISA - On-behalf Payments		145,397	
Other Charges		22,370	
Furniture and Fixtures		588,308	
Regular Instruction Equipment		81,407	
Other Capital Outlay		1,856	
Total Regular Instruction Program			\$ 54,257,350

Special Education Program

Teachers	\$	5,667,894	
Career Ladder Program		8,000	
Educational Assistants		1,728,906	
Social Security		423,399	
Pensions		483,049	
Life Insurance		5,925	
Medical Insurance		1,185,972	
Dental Insurance		26,406	
Employer Medicare		110,740	
Instructional Supplies and Materials		121,318	
Other Supplies and Materials		988	
In Service/Staff Development		7,430	
TISA - On-behalf Payments		54,110	
Special Education Equipment		22,369	
Total Special Education Program			9,846,506

Career and Technical Education Program

Teachers	\$	3,124,854	
Career Ladder Program		5,500	
Social Security		182,456	
Pensions		251,651	

(Continued)

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

Discretely Presented Blount County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program (Cont.)

Life Insurance	\$	2,826	
Medical Insurance		508,682	
Dental Insurance		11,123	
Employer Medicare		43,068	
Maintenance and Repair Services - Equipment		2,822	
Instructional Supplies and Materials		300,315	
Software		26,700	
Other Supplies and Materials		1,971	
Liability Insurance		1,610	
Vocational Instruction Equipment		713,570	
Total Career and Technical Education Program			\$ 5,177,148

Other

Local Retirement	\$	1,111,775	
Total Other			1,111,775

Support Services

Attendance

Supervisor/Director	\$	57,187	
Clerical Personnel		33,727	
Social Security		5,514	
Pensions		6,211	
Life Insurance		80	
Medical Insurance		3,524	
Dental Insurance		140	
Employer Medicare		1,290	
Total Attendance			107,673

Health Services

Medical Personnel	\$	18,437	
Secretary(ies)		59,712	
Other Salaries and Wages		54,265	
Social Security		7,010	
Pensions		7,476	
Life Insurance		116	
Medical Insurance		31,969	
Dental Insurance		292	
Employer Medicare		1,639	
Dues and Memberships		200	
Medical and Dental Services		2,000	
Travel		2,396	
Drugs and Medical Supplies		12,867	
Food Supplies		536	
Instructional Supplies and Materials		22,711	
Other Supplies and Materials		152	
In Service/Staff Development		1,471	
Total Health Services			223,249

(Continued)

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

Discretely Presented Blount County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support

Guidance Personnel	\$	1,813,955	
Social Workers		55,856	
Secretary(ies)		67,126	
Social Security		113,618	
Pensions		146,405	
Life Insurance		1,933	
Medical Insurance		363,711	
Dental Insurance		6,925	
Employer Medicare		26,596	
Instructional Supplies and Materials		5,920	
Office Supplies		193	
In Service/Staff Development		3,894	
Total Other Student Support			\$ 2,606,132

Regular Instruction Program

Supervisor/Director	\$	227,246	
Librarians		1,351,461	
Secretary(ies)		45,115	
Other Salaries and Wages		140,905	
Social Security		103,135	
Pensions		122,713	
Life Insurance		1,426	
Medical Insurance		271,979	
Dental Insurance		6,291	
Employer Medicare		24,120	
Contracts with Government Agencies		46,131	
Travel		24,609	
Food Supplies		6,972	
Other Supplies and Materials		97	
In Service/Staff Development		15,320	
Total Regular Instruction Program			2,387,520

Special Education Program

Psychological Personnel	\$	503,260	
Social Security		28,468	
Pensions		39,825	
Life Insurance		386	
Medical Insurance		62,745	
Dental Insurance		1,110	
Employer Medicare		7,062	
Contracts with Private Agencies		586,920	
Lease/SBITA Payments		746	
Travel		11,932	
In Service/Staff Development		18,931	
Total Special Education Program			1,261,385

(Continued)

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

Discretely Presented Blount County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program

Supervisor/Director	\$	9,410	
Secretary(ies)		72,991	
Social Security		5,048	
Pensions		5,843	
Life Insurance		99	
Medical Insurance		32,888	
Dental Insurance		586	
Employer Medicare		1,169	
Tuition		1,450	
In Service/Staff Development		600	
Total Career and Technical Education Program			\$ 130,084

Technology

Supervisor/Director	\$	110,657	
Computer Programmer(s)		313,107	
Clerical Personnel		50,752	
Other Salaries and Wages		99,130	
Social Security		35,821	
Pensions		40,170	
Life Insurance		508	
Medical Insurance		47,441	
Dental Insurance		1,367	
Employer Medicare		8,378	
Licenses		463,898	
Maintenance and Repair Services - Equipment		92,500	
Data Processing Supplies		88,368	
In Service/Staff Development		575	
Data Processing Equipment		354,975	
Total Technology			1,707,647

Board of Education

Other Salaries and Wages	\$	140,137	
Board and Committee Members Fees		33,608	
Social Security		8,719	
Pensions		5,744	
Life Insurance		57	
Medical Insurance		12,494	
Dental Insurance		255	
Unemployment Compensation		8,698	
Employer Medicare		2,286	
Audit Services		35,000	
Dues and Memberships		8,862	
Financial Advisory Services		1,272	
Legal Services		61,016	
Printing, Stationery, and Forms		1,140	
Rentals		3,620	

(Continued)

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

Discretely Presented Blount County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Travel	\$	1,253	
Tuition		600	
Other Contracted Services		7,659	
Other Supplies and Materials		205	
Liability Insurance		386,183	
Trustee's Commission		808,528	
Workers' Compensation Insurance		428,157	
In Service/Staff Development		3,873	
Criminal Investigation of Applicants - TBI		10,996	
Other Charges		84,583	
Total Board of Education			\$ 2,054,945

Director of Schools

County Official/Administrative Officer	\$	157,000	
Assistant(s)		230,729	
Supervisor/Director		252,735	
Career Ladder Program		1,000	
Secretary(ies)		169,042	
Social Security		49,055	
Pensions		56,108	
Life Insurance		466	
Medical Insurance		83,994	
Dental Insurance		1,675	
Employer Medicare		11,472	
Advertising		89,374	
Dues and Memberships		5,447	
Medical and Dental Services		4,994	
Postal Charges		5,348	
Printing, Stationery, and Forms		1,012	
Travel		2,214	
Other Contracted Services		41,974	
Food Supplies		9,374	
Office Supplies		7,055	
Other Supplies and Materials		8,667	
In Service/Staff Development		6,339	
Other Charges		8,443	
Data Processing Equipment		270	
Total Director of Schools			1,203,787

Office of the Principal

Principals	\$	2,158,703	
Accountants/Bookkeepers		99,069	
Assistant Principals		1,741,627	
Secretary(ies)		1,745,894	
Social Security		333,574	
Pensions		386,188	

(Continued)

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

Discretely Presented Blount County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Life Insurance	\$	4,665	
Medical Insurance		910,895	
Dental Insurance		19,651	
Employer Medicare		79,165	
Communication		108,056	
Dues and Memberships		2,400	
Internet Connectivity		166,658	
Rentals		1,688	
Other Contracted Services		6,088	
Uniforms		48,729	
Other Charges		365,000	
Other Equipment		70,552	
Total Office of the Principal			\$ 8,248,602

Fiscal Services

Supervisor/Director	\$	85,384	
Accountants/Bookkeepers		119,350	
Social Security		11,921	
Pensions		14,127	
Life Insurance		167	
Medical Insurance		39,489	
Dental Insurance		827	
Employer Medicare		2,788	
Travel		731	
In Service/Staff Development		5,096	
Total Fiscal Services			279,880

Operation of Plant

Custodial Personnel	\$	3,274,204	
Social Security		190,112	
Pensions		205,820	
Life Insurance		3,394	
Medical Insurance		645,896	
Dental Insurance		16,718	
Employer Medicare		45,209	
Contracts with Other Public Agencies		24,293	
Evaluation and Testing		19,874	
Maintenance Agreements		335,628	
Maintenance and Repair Services - Equipment		15,911	
Permits		1,565	
Contracts for Landfill Facilities		1,835	
Other Contracted Services		83,662	
Custodial Supplies		347,810	
Electricity		2,872,497	
Natural Gas		169,979	
Water and Sewer		430,505	

(Continued)

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

Discretely Presented Blount County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant (Cont.)

Motor Vehicles	\$	5,500	
Plant Operation Equipment		30,646	
Other Equipment		93,708	
Total Operation of Plant			\$ 8,814,766

Maintenance of Plant

Supervisor/Director	\$	107,058	
Secretary(ies)		55,224	
Maintenance Personnel		820,005	
Social Security		58,255	
Pensions		66,005	
Life Insurance		1,007	
Medical Insurance		172,900	
Dental Insurance		5,022	
Employer Medicare		13,624	
Architects		35,916	
Lease/SBITA Payments		40,891	
Maintenance Agreements		187,394	
Maintenance and Repair Services - Buildings		916,721	
Maintenance and Repair Services - Equipment		341,090	
Maintenance and Repair Services - Vehicles		31,765	
Pest Control		19,860	
Rentals		3,484	
Permits		3,260	
Other Contracted Services		25,063	
Equipment and Machinery Parts		219,481	
Gasoline		63,306	
Vehicle Parts		7,276	
Other Supplies and Materials		205,786	
Administration Equipment		463,837	
Building Construction		46,954	
Building Improvements		123,540	
Heating and Air Conditioning Equipment		178,024	
Maintenance Equipment		37,767	
Motor Vehicles		49,786	
Other Capital Outlay		9,000	
Total Maintenance of Plant			4,309,301

Transportation

Supervisor/Director	\$	57,187	
Clerical Personnel		55,224	
Other Salaries and Wages		71,508	
Social Security		10,952	
Pensions		12,779	
Life Insurance		149	
Medical Insurance		26,852	

(Continued)

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

Discretely Presented Blount County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Dental Insurance	\$	700	
Employer Medicare		2,592	
Contracts with Parents		2,578	
Contracts with Vehicle Owners		7,100,111	
Maintenance and Repair Services - Vehicles		944	
Medical and Dental Services		975	
Travel		2,525	
Transportation Equipment		37,282	
Total Transportation			\$ 7,382,358

Operation of Non-Instructional Services

Food Service

Food Supplies	\$	5,441	
Total Food Service			5,441

Early Childhood Education

Teachers	\$	397,359	
Educational Assistants		128,347	
Social Security		30,195	
Pensions		39,943	
Life Insurance		572	
Medical Insurance		121,591	
Dental Insurance		2,845	
Employer Medicare		7,062	
Instructional Supplies and Materials		43,417	
In Service/Staff Development		200	
Total Early Childhood Education			771,531

Capital Outlay

Regular Capital Outlay

Architects	\$	41,832	
Other Contracted Services		225,103	
Building Construction		23,605	
Building Improvements		196,100	
Communication Equipment		93,682	
Data Processing Equipment		17,112	
Furniture and Fixtures		283,107	
Other Capital Outlay		4,622,487	
Total Regular Capital Outlay			5,503,028

Total General Purpose School Fund	\$	117,390,108
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School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	2,286,582
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(Continued)

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

Discretely Presented Blount County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Regular Instruction Program (Cont.)

Educational Assistants	\$	870,163	
Social Security		182,998	
Pensions		170,863	
Life Insurance		1,986	
Medical Insurance		345,537	
Dental Insurance		7,279	
Employer Medicare		45,345	
Contracts for Substitute Teachers - Certified		19,294	
Instructional Supplies and Materials		571,264	
Software		78,446	
Regular Instruction Equipment		147,171	
Total Regular Instruction Program			\$ 4,726,928

Special Education Program

Teachers	\$	152,528	
Educational Assistants		1,304,190	
Speech Pathologist		44,194	
Social Security		90,109	
Pensions		74,696	
Life Insurance		1,363	
Medical Insurance		233,682	
Dental Insurance		7,409	
Employer Medicare		21,650	
Instructional Supplies and Materials		15,631	
Special Education Equipment		18,960	
Total Special Education Program			1,964,412

Career and Technical Education Program

Other Salaries and Wages	\$	125,295	
Social Security		7,768	
Pensions		8,533	
Life Insurance		170	
Medical Insurance		14,600	
Employer Medicare		1,817	
Instructional Supplies and Materials		134,037	
Other Supplies and Materials		12,523	
Vocational Instruction Equipment		385,160	
Total Career and Technical Education Program			689,903

Support Services

Health Services

Medical Personnel	\$	1,214,195	
Social Security		71,969	
Pensions		81,224	
Life Insurance		1,494	
Medical Insurance		207,164	

(Continued)

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

Discretely Presented Blount County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Health Services (Cont.)

Dental Insurance	\$	4,715	
Employer Medicare		16,980	
Other Supplies and Materials		791	
Total Health Services			\$ 1,598,532

Other Student Support

Social Workers	\$	54,049	
Social Security		3,162	
Pensions		3,662	
Life Insurance		60	
Medical Insurance		15,996	
Dental Insurance		117	
Employer Medicare		740	
Travel		20,717	
Other Contracted Services		18,365	
In Service/Staff Development		9,753	
Other Charges		21,055	
Total Other Student Support			147,676

Regular Instruction Program

Supervisor/Director	\$	108,214	
Secretary(ies)		55,314	
Clerical Personnel		44,120	
Other Salaries and Wages		472,915	
Social Security		39,614	
Pensions		46,086	
Life Insurance		513	
Medical Insurance		91,677	
Dental Insurance		2,153	
Employer Medicare		9,513	
Travel		5,390	
Other Contracted Services		262,987	
Other Supplies and Materials		1,201	
In Service/Staff Development		119,850	
Other Charges		455	
Other Equipment		999	
Total Regular Instruction Program			1,261,001

Special Education Program

Supervisor/Director	\$	109,498	
Psychological Personnel		222,198	
Clerical Personnel		290,748	
Other Salaries and Wages		95,074	
Social Security		39,568	
Pensions		47,122	
Life Insurance		587	

(Continued)

BLOUNT COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Blount County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Medical Insurance	\$	133,225	
Dental Insurance		2,226	
Employer Medicare		9,254	
In Service/Staff Development		2,005	
Total Special Education Program			\$ 951,505

Career and Technical Education Program

Travel	\$	756	
In Service/Staff Development		2,065	
Total Career and Technical Education Program			2,821

Technology

Computer Programmer(s)	\$	48,857	
Social Security		2,780	
Pensions		3,371	
Life Insurance		55	
Medical Insurance		16,524	
Dental Insurance		280	
Employer Medicare		650	
Total Technology			72,517

Fiscal Services

Other Contracted Services	\$	12,277	
Total Fiscal Services			12,277

Transportation

Contracts with Vehicle Owners	\$	78,510	
Total Transportation			78,510

Capital Outlay

Regular Capital Outlay

Building Improvements	\$	1,654,798	
Total Regular Capital Outlay			1,654,798

Total School Federal Projects Fund \$ 13,160,880

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	71,469	
Accountants/Bookkeepers		46,017	
Cafeteria Personnel		2,401,821	
Social Security		150,439	
Pensions		83,979	
Life Insurance		1,602	
Medical Insurance		231,184	

(Continued)

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

Discretely Presented Blount County School Department (Cont.)

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Dental Insurance	\$	6,497	
Employer Medicare		35,701	
Dues and Memberships		4,910	
Lease/SBITA Payments		26,551	
Maintenance Agreements		82,060	
Maintenance and Repair Services - Equipment		238,010	
Printing, Stationery, and Forms		952	
Transportation - Other than Students		12,485	
Travel		1,567	
Permits		1,680	
Other Contracted Services		109,972	
Custodial Supplies		37,581	
Food Preparation Supplies		134,864	
Food Supplies		2,265,086	
Office Supplies		3,412	
Uniforms		1,783	
USDA - Commodities		460,084	
Software		5,190	
Other Supplies and Materials		2,924	
Workers' Compensation Insurance		76,000	
In Service/Staff Development		9,120	
Other Charges		224	
Data Processing Equipment		1,585	
Food Service Equipment		401,921	
Total Food Service			\$ 6,906,670

Total Central Cafeteria Fund

\$ 6,906,670

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Assistant(s)	\$	101,491	
Part-time Personnel		1,732,305	
Social Security		109,668	
Pensions		49,493	
Life Insurance		732	
Medical Insurance		178,768	
Dental Insurance		4,343	
Employer Medicare		25,679	
Contracts with Vehicle Owners		29,700	
Travel		740	
Other Contracted Services		75,844	
Food Supplies		82,241	
Instructional Supplies and Materials		14,677	
Software		2,508	
Other Supplies and Materials		14,770	

(Continued)

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

Discretely Presented Blount County School Department (Cont.)

Extended School Program Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Trustee's Commission	\$	16,517	
Other Charges		452	
Data Processing Equipment		1,756	
Other Equipment		2,930	
Total Community Services			<u>\$ 2,444,614</u>

Total Extended School Program Fund			\$ 2,444,614
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Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$	5,124,431	
Total Community Services			<u>\$ 5,124,431</u>

Total Internal School Fund			5,124,431
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Education Capital Projects Fund

Other Debt Service

Education

Principal on Other Loans	\$	1,070,690	
Interest on Other Loans		293,617	
Total Education			<u>\$ 1,364,307</u>

Capital Projects

Education Capital Projects

Architects	\$	99,975	
Trustee's Commission		142,030	
Building Construction		1,170,466	
Building Improvements		3,612,588	
Heating and Air Conditioning Equipment		259,600	
Other Capital Outlay		198,169	
Total Education Capital Projects			<u>5,482,828</u>

Total Education Capital Projects Fund			<u>6,847,135</u>
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Total Governmental Funds - Blount County School Department			<u><u>\$ 151,873,838</u></u>
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SINGLE AUDIT SECTION



JASON E. MUMPOWER
Comptroller

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

Blount County Mayor and
Board of County Commissioners
Blount 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Blount County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Blount County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated December 18, 2024. Our report includes a reference to other auditors who audited the financial statements of the Blount Memorial Hospital and the Internal School Fund of the discretely presented Blount County School Department, as described in our report on Blount 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 Blount 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 Blount County's internal control. Accordingly, we do not express an opinion on the effectiveness of Blount 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 a 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 Blount County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Blount County's Response to the Finding

Government Auditing Standards requires the auditor to perform limited procedures on Blount County's response to the finding identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Blount County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Blount 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 18, 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

Blount County Mayor and
Board of County Commissioners
Blount 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 Blount 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 Blount County's major federal programs for the year ended June 30, 2024. Blount 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, Blount 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 Blount 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 Blount County's compliance with the compliance requirements referred to above.

Other Matter – Federal Expenditures Not Included in the Compliance Audit

Blount County's basic financial statements include the operations of the Blount Memorial Hospital (business-type activity and major enterprise fund) which expended \$3,561,057 in federal awards which is not included in Blount County's schedule of expenditures of federal awards during the year ended June 30, 2024. Our compliance audit, described in the "Opinion on Each Major Program," does not include the operations of the

Blount Memorial Hospital because the government engaged other auditors to perform an audit in accordance with 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).

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 Blount 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 Blount 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 Blount 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 Blount 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 Blount 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 Blount 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Blount County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Blount County's basic financial statements. We issued our report thereon dated December 18, 2024. 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 18, 2024

JEM/gc

BLOUNT COUNTY, TENNESSEE, AND THE BLOUNT COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (9) (10)
For the Year-Ended June 30, 2024

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	\$ 897,092
National School Lunch Program	10.555	N/A	2,353,622 (5)
Supply Chain Assistance Grant	10.555	N/A	250,490 (5)
COVID 19 - Pandemic EBT Administrative Costs	10.649	N/A	3,256
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	460,084 (5)
Rebate of Costs Paid to State Contracted Warehouses	10.555	N/A	11,227 (5)
Passed-through State Department of Health:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-24-80524	78,311
Total U.S. Department of Agriculture			<u>\$ 4,054,082</u>
U.S. Department of Military:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	N/A	\$ 489 (6)
Total U.S. Department of Military			<u>\$ 489</u>
U.S. Department of the Interior:			
Direct Program:			
Payments in Lieu of Taxes	15.226	N/A	\$ 325,441
Total U.S. Department of the Interior			<u>\$ 325,441</u>
U.S. Department of Justice:			
Direct Programs:			
Public Safety Partnership and Community Policing Grants	16.710	N/A	\$ 140,194
Equitable Sharing Program	16.922	N/A	556,301
Total U.S. Department of Justice			<u>\$ 696,495</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Highway Planning and Construction	20.205	(3)	\$ 4,728
Passed-through Department of Safety and Homeland Security:			
Alcohol Open Container Requirements	20.607	(7)	52,829
Highway Safety Cluster: (4)			
State and Community Highway Safety	20.600	(8)	91,833
Total U.S. Department of Transportation			<u>\$ 149,390</u>
U.S. Department of the Treasury:			
Direct Program:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	\$ 12,260,195 (5)
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	66,817 (5)
Total U.S. Department of the Treasury			<u>\$ 12,327,012</u>

(Continued)

BLOUNT COUNTY, TENNESSEE, AND THE BLOUNT COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (9) (10) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	(3)	\$ 2,871,739
Special Education Cluster: (4)			
Special Education - Grants to States	84.027	(3)	2,726,793
Special Education - Preschool Grants	84.173	(3)	119,910
Career and Technical Education - Basic Grants to States	84.048	(3)	183,074
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	(3)	158,184
English Language Acquisition State Grants	84.365	(3)	36,715
Supporting Effective Instruction State Grants	84.367	(3)	318,966
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (Fiscal Pre-Monitoring Support Grants)	84.425D	(3)	71,250 (5)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	(3)	7,004,068 (5)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund - Homeless Children and Youth - (ESSER ARP)	84.425W	(3)	5,707 (5)
Total U.S. Department of Education			<u>\$ 13,496,406</u>
U.S. Election Assistance Commission:			
Passed-through Tennessee Secretary of State:			
HAVA Election Security Grants	90.404	N/A	\$ 748,973
Total U.S. Election Assistance Commission			<u>\$ 748,973</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Health:			
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	34349-16623	\$ 6,536
Medicaid Cluster: (4)			
Medical Assistance Program	93.778	GG-24-80524	77,796
Sexual Transmitted Diseases Prevention and Control Grants	93.977	GG-24-80524	34,411
Maternal and Child Health Services Block Grant to the States	93.994	GG-24-80524	40,871
Passed-through State Department of Education:			
Temporary Assistance for Needy Families	93.558	N/A	120,804
Passed-through State Department of Human Services:			
CCDF Cluster: (4)			
COVID 19 - Child Care and Development Block Grant	93.575	N/A	531,282
Total U.S. Department of Health and Human Services			<u>\$ 811,700</u>
Executive Office of the President:			
Passed-through Laurel County, Kentucky Fiscal Court:			
High Intensity Drug Trafficking Areas Program	95.001	N/A	\$ 42,608
Total Executive Office of the President			<u>\$ 42,608</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	(3)	\$ 78,614
Emergency Management Performance Grants	97.042	(3)	83,645
Homeland Security Grant Program	97.067	(3)	50,678
Total U.S. Department of Homeland Security			<u>\$ 212,937</u>
Total Expenditures of Federal Grants			<u>\$ 32,865,533</u>

(Continued)

BLOUNT COUNTY, TENNESSEE, AND THE BLOUNT COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (9) (10) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
		Contract Number	
State Grants			
Learning Camp Transportation - State Department of Education	N/A	(3)	\$ 126,389
Summer Learning Camp - State Department of Education	N/A	(3)	808,900
Public School Security Grant - State Department of Education	N/A	(3)	134,966
Safe Schools Act - State Department of Education	N/A	(3)	80,917
Early Childhood Education - State Department of Education	N/A	(3)	586,070
Extended School Food Program - State Department of Human Services	N/A	(3)	171,750
Governor's Direct Appropriation Grant - State Department of Finance and Administration	N/A	(3)	290,835
Tennessee Opioid Abatement Council Community Grant - State Department of Mental Health	N/A	(3)	220,000
Drug Court Discretionary Grant Program - State Department of Mental Health	N/A	(3)	104,000
Addictions Recovery Program - State Department of Mental Health	N/A	(3)	8,994
Mental Health Transportation Direct Appropriation Grant - State Department of Mental Health	N/A	(3)	119,959
Senior Outreach Direct Appropriation Grant - State Department of Public Safety	N/A	(3)	24,500
EMIF Direct Appropriation Grant - State Department of Finance and Administration	N/A	(3)	31,025
Statewide School Resource Officer Grant - State Department of Public Safety	N/A	(3)	1,575,000
Violent Crime Intervention Fund - State Department of Finance and Administration	N/A	(3)	1,320,505
Juvenile Court Home Base - State Department of Finance and Administration	N/A	(3)	51,877
Health Department Program - State Department of Health	N/A	GG-24-80524	470,250
Supplemental Election Security Grant - Tennessee Secretary of State	N/A	(3)	149,830
Juvenile Justice - State Commission on Children and Youth	N/A	(3)	9,000
Litter Program - State Department of Transportation	N/A	(3)	73,700
Total State Grants			<u>\$ 6,358,467</u>

ALN = Assistance Listing Number
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
(2) Blount County elected not to use the 10% de minimus cost rate permitted in the Uniform Guidance.
(3) Information not available.
(4) Child Nutrition Cluster total \$3,972,515; Highway Safety Cluster total \$91,833; Special Education Cluster total \$2,846,703;
Medicaid Cluster total \$77,796; CCDF Cluster total \$531,282.
(5) Total for ALN 10.555 is \$3,075,423; Total for ALN 21.027 is \$12,327,012; Total for ALN 84.425 is \$7,081,025.
(6) During the year ended June 30, 2024, Blount County received excess military equipment from the U.S. Department of Military valued at \$489.
(7) Pass-through identifying numbers for 20.607 were:
Z-23-THS027: \$20,710; Z-24-THS029: \$32,119.
(8) Pass-through identifying numbers for 20.600 were:
Z-23-THS028: \$1,147; Z-23-THS030: \$6,802; Z-23-THS029: \$31,321; Z-24-THS027: \$34,967; Z-24-THS030: \$4,780; Z-24-THS028: \$12,816.
(9) No amounts (\$0) were passed through to subrecipients.
(10) 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	\$ 212,661
English Language Acquisition State Grants	84.365	136
Supporting Effective Instruction State Grants	84.367	5,431
		<u>\$ 218,228</u>

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

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Blount 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 TRUSTEE, DIRECTOR OF ACCOUNTS AND BUDGETS, AND DIRECTOR OF SCHOOLS

2023	272	2023-001	The School Federal Projects Fund had a cash overdraft for the majority of the year and the trustee paid checks from the School Federal Projects Fund that exceeded available funds.	N/A	Corrected
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OFFICE OF DIRECTOR OF SCHOOLS

2023	273	2023-002	The school department failed to request reimbursements for grant expenditures on a timely basis resulting in a deficit in unassigned fund balance at June 30, 2023.	N/A	Corrected
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Prior-year Federal Awards Findings

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

BLOUNT 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 Blount 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 Number: 21.027 COVID 19 - Coronavirus State and Local Fiscal Recovery Funds
 - * Assistance Listing Number: 84.010 Title I Grants to Local Education Agencies
 - * Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$985,966**
9. Auditee qualified as low-risk auditee? **NO**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

OFFICE OF DIRECTOR OF SCHOOLS

FINDING 2024-001

A CASH SHORTAGE OF \$34,562 EXISTED IN THE SCHOOL DEPARTMENT AS OF JUNE 30, 2024

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

On June 10, 2024, the Blount County School Department's payroll system was compromised from a phishing scheme that resulted in the fraudulent rerouting and theft of direct deposits totaling \$74,519.72 that were intended for 34 school system employees. Officials determined after the fact that an employee of the school department received and opened a phishing email that gave unauthorized users sensitive password information to access the payroll system. These users were then able to alter the payee bank account routing information inside the payroll system and bypass system controls and county internal controls without detection. After the county determined the affected employees were not paid, an additional payroll was processed to ensure they were compensated. The bank the county utilizes to process direct deposits was able to recover \$39,957.86 of the stolen funds, leaving a cash shortage balance of \$34,561.86 on June 30, 2024. Officials have taken action to recover these funds, but do not expect this loss to be covered by any of the county's insurance policies. This cash shortage resulted from a lack of management oversight and proper internal controls.

RECOMMENDATION

Management should continue to take steps to collect and liquidate the cash shortage. Internal control policies related to payroll system access, changes in payment methods, and wire transfer payments should be evaluated and strengthened to ensure unauthorized users are detected and that proper approval and verification is obtained before disbursements are made.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

No formal management's response was submitted. However, explanation to the findings is included in the Corrective Action Plan.

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.

BLOUNT 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 SCHOOLS

2024-001	A cash shortage of \$34,562 existed in the school department as of June 30, 2024.	267
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Director of Schools

David C. Murrell

831 Grandview Drive
Maryville, TN 37803
(865) 984-1212

blountk12.org

**Board of Education**

Fred Goins
Brian King
Joe Lindsey
John Lowe
Erica Moore
Chris Pass
Phil Porter

Corrective Action Plan

FINDING: A CASH SHORTAGE OF 34,562 EXISTED IN THE SCHOOL DEPARTMENT AS OF JUNE 30, 2024

Response and Corrective Action Plan Prepared by:

Kristi Yates, Blount County Schools Chief Financial Officer; John Herron, Blount County Schools Technology Supervisor

Person Responsible for Implementing the Corrective Action:

Kristi Yates, Blount County Schools Chief Financial Officer; John Herron, Technology Supervisor

Anticipated Completion Date of Corrective Action:

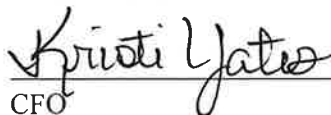
The payroll system change was implemented September 22, 2024. All other corrective action was implemented in June of 2024.

Repeat Finding: No

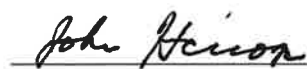
Planned Corrective Action:

The breach occurred because an employee's Google account with the stored password for the payroll system was compromised. Immediate action was taken to change all stored passwords for the breached account and the Google password. A new policy was instituted to require two-factor authentication for the Google accounts of the central office and administrative employees. We notified all individuals whose information might have been compromised by the breach. The county has now moved to a new payroll system that requires two-factor authentication for all accounts. In addition, a report of direct deposit changes is being run each payroll to check for anomalous entries.

Signature:


CFO

Signature:


Technology Supervisor

BLOUNT COUNTY SCHOOLS

Graduating Students Equipped to Achieve Excellence