



ANNUAL FINANCIAL REPORT

Hamblen County, Tennessee

For the Year Ended June 30, 2025

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

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

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

ROBERT J. ANDERSON, CPA, CGFM
Audit Manager

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

HAMBLLEN COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

Our audit resulted in one finding and recommendation, which we have reviewed with Hamblen County 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

- ◆ The office had deficiencies in purchasing procedures.



INTRODUCTORY SECTION

HAMBLEN COUNTY OFFICIALS

June 30, 2025

Officials

Chris Cutshaw, County Mayor
Jeff Wisecarver, Highway Superintendent
Arnold W. Bunch, Jr., Director of Schools
Scotty Long, Trustee
John Ely, Assessor of Property
Peggy Henderson, County Clerk
Teresa West, Circuit and General Sessions Courts Clerk
Kathy Jones-Terry, Clerk and Master
Jim Clawson, Register of Deeds
Chad Mullins, Sheriff
Amanda Hale, Finance Director

Board of County Commissioners

Bobby Haun, Chairman	Peggy Howell
Debbie A'Hearn	Joe Huntsman, Sr.
Thomas Doty	Rodney Long
Edna Greene	Wayne NeSmith
Stan Harville	Mike Reed
Jamie Carden	Mike Richardson
Tim Horner	Kyle Walker

Board of Highway Commissioners

Charles Anderson, Chairman	Delbert Nix
Dr. Arthur Tom Hyde	David Rich
Dana Rich	Terry Britt
Dennis Greene	

Board of Education

Carolyn Holt Clawson, Chairman	Robert Workman
Johnny Denton	Clyde Kinder
Bradley Harville	Jerrod Weems
Darlene Smith	

Audit Committee

Rodney Long, Chairman	Peggy Howell
Debbie A'Hearn	Joe Huntsman, Sr.
Bobby Haun	Jamie Carden
Thomas Doty	Wayne NeSmith
Edna Greene	Mike Reed
Stan Harville	Mike Richardson
Tim Horner	Kyle Walker

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Hamblen County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Hamblen County, Tennessee, as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund, a special revenue fund of the discretely presented Hamblen County School Department, which represent 1.78 percent, 2.06 percent, and 2.99 percent, respectively, of the assets, net position, and revenues of the discretely presented Hamblen County School Department. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Internal School Fund of the Hamblen County School Department, is based solely on the report of the other auditors.

Basis for Opinions

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

Changes in Accounting Principle

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

Emphasis of Matter

We draw attention to Note I.D.10. to the financial statements, which describes restatements to the beginning Governmental Activities net position totaling (\$84,965) for the primary government and (\$253,178) for the discretely presented Hamblen County School Department. These restatements were necessary because of the transitional requirements of GASB Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

In addition, we draw attention to Note I.D.10. to the financial statements, which describes a restatement to the beginning Governmental Activities net position totaling \$1,147,872 for the discretely presented Hamblen County School Department. This restatement was necessary due to an error in the calculation of termination benefits under the requirements of GASB Statement No. 47, *Accounting for Termination Benefits*. 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 Hamblen 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 Hamblen 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 Hamblen County’s ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Accounting principles generally accepted in the United States of America require that the schedule of changes in the county’s net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school’s proportionate share of the net pension liability (asset), and schedules 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 Hamblen 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 and Special Debt Service funds, combining and individual fund financial statements of the Hamblen 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 and Special Debt Service funds, combining and individual fund financial statements of the Hamblen 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.

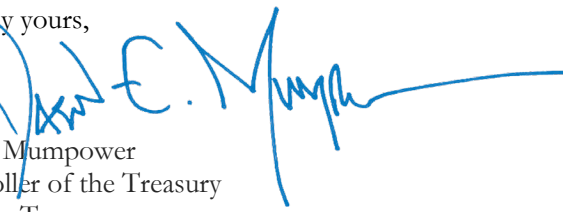
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. 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 February 20, 2026, on our consideration of Hamblen 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 Hamblen 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 Hamblen County's internal control over financial reporting and compliance.

Very truly yours,

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee



February 20, 2026

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

HAMBLLEN COUNTY, TENNESSEE
Statement of Net Position
June 30, 2025

	Primary Government Governmental Activities	Component Unit Hamblen County School Department
ASSETS		
Cash	\$ 8,008	\$ 3,147,060
Equity in Pooled Cash and Investments	62,006,131	35,775,958
Inventories	0	88,374
Accounts Receivable	267,457	198,041
Due from Other Governments	2,532,967	8,854,326
Due from Primary Government	0	5,788,326
Property Taxes Receivable	31,477,810	8,208,949
Allowance for Uncollectible Property Taxes	(646,303)	(193,169)
Prepaid Items	20,288	0
Net Pension Asset - Agent Plan	719,717	663,291
Net Pension Asset - Teacher Retirement Plan	0	590,051
Net Pension Asset - Teacher Legacy Pension Plan	0	17,111,667
Restricted Assets - Amounts Accumulated for Pension Benefits	0	1,932,091
Notes Receivable - Long-term	10,851,086	0
Capital Assets:		
Assets Not Depreciated:		
Land	2,343,758	6,469,353
Construction in Progress	106,795,788	28,714,825
Assets Net of Accumulated Depreciation/Amortization:		
Buildings and Improvements	6,563,839	42,097,374
Infrastructure	9,947,181	0
Other Capital Assets	3,547,983	17,240,166
Total Assets	<u>\$ 236,435,710</u>	<u>\$ 176,686,683</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension Changes in Experience	\$ 1,867,698	\$ 6,333,237
Pension Changes in Assumptions	676,925	858,328
Pension Changes in Proportion	0	715,524
Pension Contributions After Measurement Date	1,214,321	3,708,645
OPEB Changes in Experience	16,710	1,054,226
OPEB Changes in Proportion	0	246,057
OPEB Changes in Assumptions	29,521	1,658,663
OPEB Contributions After Measurement Date	3,268	949,453
Total Deferred Outflows of Resources	<u>\$ 3,808,443</u>	<u>\$ 15,524,133</u>

(Continued)

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

	Primary Government	Component Unit
	Governmental Activities	Hamblen County School Department
LIABILITIES		
Accounts Payable	\$ 1,991,778	\$ 984,240
Accrued Payroll	755,797	125,659
Accrued Interest Payable	741,131	0
Contracts Payable	931,123	916,499
Due to Component Units	5,788,326	0
Due to Joint Ventures	3,168,847	0
Due to Other Governments	47,315	0
Retainage Payable	49,007	40,521
Other Current Liabilities	0	1,369,043
Noncurrent Liabilities:		
Due Within One Year - Debt	5,166,860	0
Due Within One Year - Other	613,822	1,589,036
Due in More Than One Year - Debt	133,223,634	0
Due in More Than One Year - Other	478,139	15,425,236
Total Liabilities	<u>\$ 152,955,779</u>	<u>\$ 20,450,234</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Current Property Taxes	\$ 30,278,152	\$ 7,820,742
Pension Changes in Experience	120,327	292,173
Pension Changes in Investment Earnings	579,230	3,966,006
Pension Changes in Proportion	0	287,991
OPEB Changes in Experience	157,902	2,557,141
OPEB Changes in Proportion	0	2,258,657
OPEB Changes in Assumptions	105,512	1,499,063
Total Deferred Inflows of Resources	<u>\$ 31,241,123</u>	<u>\$ 18,681,773</u>
NET POSITION		
Net Investment in Capital Assets	\$ 36,528,499	\$ 93,564,698
Restricted for:		
General Government	153,663	0
Finance	144,900	0
Administration of Justice	265,513	0
Public Safety	371,574	0
Public Health and Welfare	448,919	0
Highway/Public Works	379,746	0
Debt Service	3,466,186	0
Capital Projects	6,282,332	5,407,387
Education	0	12,157,019
Pensions	719,717	20,297,100
Unrestricted	<u>7,286,202</u>	<u>21,652,605</u>
Total Net Position	<u>\$ 56,047,251</u>	<u>\$ 153,078,809</u>

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

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Total Governmental Activities	Component Unit Hamblen County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 4,016,481	\$ 863,328	\$ 15,164	\$ 77,453	\$ (3,060,536)	\$ 0
Finance	3,388,545	2,502,389	0	0	(886,156)	0
Administration of Justice	4,354,101	1,856,929	402,945	0	(2,094,227)	0
Public Safety	12,470,490	1,786,587	1,406,283	23,538	(9,254,082)	0
Public Health and Welfare	7,877,788	171,865	1,516,067	1,552,134	(4,637,722)	0
Social, Cultural, and Recreational Services	1,332,317	222,560	0	0	(1,109,757)	0
Agriculture and Natural Resources	316,528	0	21,000	0	(295,528)	0
Highways	3,640,989	0	2,490,960	47,700	(1,102,329)	0
Education	3,503,031	0	0	0	(3,503,031)	0
Interest on Long-term Debt	4,945,280	0	0	0	(4,945,280)	0
Total Primary Government	<u>\$ 45,845,550</u>	<u>\$ 7,403,658</u>	<u>\$ 5,852,419</u>	<u>\$ 1,700,825</u>	<u>\$ (30,888,648)</u>	<u>\$ 0</u>
Component Unit:						
Hamblen County School Department	\$ 134,711,762	\$ 1,693,049	\$ 22,538,127	\$ 6,189,485	0	\$ (104,291,101)
Total Component Unit	<u>\$ 134,711,762</u>	<u>\$ 1,693,049</u>	<u>\$ 22,538,127</u>	<u>\$ 6,189,485</u>	<u>0</u>	<u>\$ (104,291,101)</u>

(Continued)

HAMBLLEN COUNTY, TENNESSEE
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component
					Government Total Governmental Activities	Unit Hamblen County School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 14,753,101	\$ 8,015,575
Property Taxes Levied for Public Health and Welfare Purposes					1,370,223	0
Property Taxes Levied for Debt Purposes					7,383,625	0
Local Option Sales Taxes					2,288,754	22,295,447
Hotel/Motel Tax					25,220	0
Wheel Tax					3,225,904	0
Litigation Tax - General					154,372	0
Litigation Tax - Special Purpose					67,260	0
Litigation Tax - Jail/Workhouse/Courthouse					136,108	0
Litigation Tax - Courtroom Security					143,063	0
Business Tax					1,651,682	0
Mixed Drink Tax					0	109,138
Wholesale Beer Tax					129,912	0
Other Local Taxes					127,849	0
Grants and Contributions Not Restricted to Specific Programs					3,144,488	80,494,294
Unrestricted Investment Income					4,818,963	400,086
Miscellaneous					223,746	119,241
Total General Revenues					\$ 39,644,270	\$ 111,433,781
Change in Net Position					\$ 8,755,622	\$ 7,142,680
Net Position, July 1, 2024					47,376,594	145,041,435
Restatement - See Note I.D.10.					(84,965)	894,694
Net Position, June 30, 2025					\$ 56,047,251	\$ 153,078,809

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

HAMBLEN COUNTY, TENNESSEE
Balance Sheet - Governmental Funds
June 30, 2025

	Major Funds				Nonmajor	Total
	General	General Debt Service	Special Debt Service	Other Capital Projects	Other Governmental Funds	
ASSETS						
Cash	\$ 100	\$ 0	\$ 0	\$ 0	\$ 7,808	\$ 7,908
Equity in Pooled Cash and Investments	18,463,430	14,115,428	3,714,671	12,003,697	11,151,174	59,448,400
Accounts Receivable	122,634	0	0	0	139,830	262,464
Due from Other Governments	626,976	104	0	0	1,901,001	2,528,081
Due from Other Funds	134,415	0	0	0	0	134,415
Property Taxes Receivable	22,070,419	7,489,350	0	0	1,918,041	31,477,810
Allowance for Uncollectible Property Taxes	(432,474)	(174,673)	0	0	(39,156)	(646,303)
Prepaid Items	20,288	0	0	0	0	20,288
Notes Receivable - Long-term	0	0	10,851,086	0	0	10,851,086
Total Assets	\$ 41,005,788	\$ 21,430,209	\$ 14,565,757	\$ 12,003,697	\$ 15,078,698	\$ 104,084,149
LIABILITIES						
Accounts Payable	\$ 399,682	\$ 0	\$ 0	\$ 36,119	\$ 1,325,240	\$ 1,761,041
Accrued Payroll	654,171	0	0	0	101,626	755,797
Contracts Payable	0	0	0	931,123	0	931,123
Retainage Payable	0	0	0	49,007	0	49,007
Due to Other Funds	333,984	0	0	0	192,071	526,055
Due to Component Units	0	0	0	5,788,326	0	5,788,326
Due to Other Governments	47,315	0	0	0	0	47,315

(Continued)

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

	Major Funds				Nonmajor Funds	
	General	General Debt Service	Special Debt Service	Other Capital Projects	Other Governmental Funds	Total Governmental Funds
LIABILITIES (Cont.)						
Due to Joint Ventures	\$ 0	\$ 0	\$ 3,168,847	\$ 0	\$ 0	\$ 3,168,847
Total Liabilities	\$ 1,435,152	\$ 0	\$ 3,168,847	\$ 6,804,575	\$ 1,618,937	\$ 13,027,511
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 21,292,565	\$ 7,139,955	\$ 0	\$ 0	\$ 1,845,632	\$ 30,278,152
Deferred Delinquent Property Taxes	330,854	167,360	0	0	31,276	529,490
Other Deferred/Unavailable Revenue	448,959	0	0	0	1,456,083	1,905,042
Total Deferred Inflows of Resources	\$ 22,072,378	\$ 7,307,315	\$ 0	\$ 0	\$ 3,332,991	\$ 32,712,684
FUND BALANCES						
Nonspendable:						
Prepaid Items	\$ 20,288	\$ 0	\$ 0	\$ 0	\$ 0	\$ 20,288
Restricted:						
Restricted for General Government	94,386	0	0	0	0	94,386
Restricted for Finance	144,900	0	0	0	0	144,900
Restricted for Administration of Justice	265,513	0	0	0	0	265,513
Restricted for Public Safety	27,469	0	0	0	344,105	371,574
Restricted for Public Health and Welfare	0	0	0	0	417,643	417,643
Restricted for Highways/Public Works	0	0	0	0	187,588	187,588

(Continued)

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

	Major Funds				Nonmajor Funds	
	General	General Debt Service	Special Debt Service	Other Capital Projects	Other Governmental Funds	Total Governmental Funds
FUND BALANCES (Cont.)						
Restricted (Cont.):						
Restricted for Debt Service	\$ 0	\$ 3,494,133	\$ 11,396,910	\$ 0	\$ 0	\$ 14,891,043
Restricted for Capital Projects	0	0	0	5,199,122	1,083,210	6,282,332
Committed:						
Committed for Public Health and Welfare	0	0	0	0	2,269,780	2,269,780
Committed for Highways/Public Works	0	0	0	0	1,276,977	1,276,977
Committed for Debt Service	0	10,628,761	0	0	0	10,628,761
Committed for Capital Projects	0	0	0	0	2,913,246	2,913,246
Committed for Other Purposes	0	0	0	0	1,634,221	1,634,221
Assigned:						
Assigned for General Government	47,067	0	0	0	0	47,067
Assigned for Administration of Justice	884	0	0	0	0	884
Assigned for Public Safety	50,187	0	0	0	0	50,187
Assigned for Social, Cultural, and Recreational Services	29,226	0	0	0	0	29,226
Assigned for Other Operations	1,246,000	0	0	0	0	1,246,000
Unassigned	15,572,338	0	0	0	0	15,572,338
Total Fund Balances	\$ 17,498,258	\$ 14,122,894	\$ 11,396,910	\$ 5,199,122	\$ 10,126,770	\$ 58,343,954
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 41,005,788	\$ 21,430,209	\$ 14,565,757	\$ 12,003,697	\$ 15,078,698	\$ 104,084,149

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

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

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

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 58,343,954
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 2,343,758	
Add: construction in progress	106,795,788	
Add: buildings and improvements net of accumulated depreciation	6,563,839	
Add: infrastructure net of accumulated depreciation	9,947,181	
Add: other capital assets net of accumulated depreciation	<u>3,547,983</u>	129,198,549
(2) An internal service fund is used by management to charge the cost of employee insurance programs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		2,728,613
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: other loans payable	\$ (1,032,833)	
Less: bonds payable	(128,270,000)	
Less: notes payable	(746,086)	
Less: OPEB liability	(346,207)	
Less: arbitrage liability	(135,200)	
Less: accrued interest on bonds and notes payable	(741,131)	
Less: unamortized premium on debt	(8,341,575)	
Less: compensated absences payable	(101,360)	
Less: claims and judgements payable	<u>(509,194)</u>	(140,223,586)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 3,758,944	
Less: deferred inflows of resources related to pensions	(699,557)	
Add: deferred outflows of resources related to OPEB	49,499	
Less: deferred inflows of resources related to OPEB	<u>(263,414)</u>	2,845,472
(5) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		719,717
(6) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>2,434,532</u>
Net position of governmental activities (Exhibit A)		<u>\$ 56,047,251</u>

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

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

	Major Funds				Nonmajor	Total
	General	General Debt Service	<i>Formerly Nonmajor</i> Special Debt Service	Other Capital Projects	Other Govern- mental Funds	
Revenues						
Local Taxes	\$ 18,846,564	\$ 7,710,389	\$ 0	\$ 0	\$ 5,294,805	\$ 31,851,758
Licenses and Permits	424,629	0	0	0	1,805	426,434
Fines, Forfeitures, and Penalties	246,024	100,221	0	0	26,770	373,015
Charges for Current Services	493,198	0	0	0	24,455	517,653
Other Local Revenues	322,309	3,015,942	248,694	769,288	894,030	5,250,263
Fees Received From County Officials	4,127,266	0	0	0	0	4,127,266
State of Tennessee	4,204,594	0	0	0	2,901,138	7,105,732
Federal Government	718,856	0	0	0	473,923	1,192,779
Other Governments and Citizens Groups	1,333,055	0	425,066	0	370,528	2,128,649
Total Revenues	\$ 30,716,495	\$ 10,826,552	\$ 673,760	\$ 769,288	\$ 9,987,454	\$ 52,973,549
Expenditures						
Current:						
General Government	\$ 2,706,355	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,706,355
Finance	2,722,573	0	0	0	1,368	2,723,941
Administration of Justice	3,985,854	0	0	0	23,087	4,008,941
Public Safety	14,407,895	0	0	0	41,274	14,449,169
Public Health and Welfare	1,600,152	0	0	0	4,202,568	5,802,720

(Continued)

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

	<u>Major Funds</u>				<u>Nonmajor</u>	Total Governmental Funds
	General	General Debt Service	<i>Formerly Nonmajor</i> Special Debt Service	Other Capital Projects	<u>Funds</u> Other Govern- mental Funds	
Expenditures (Cont.)						
Current (Cont.)						
Social, Cultural, and Recreational Services	\$ 1,125,825	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,125,825
Agriculture and Natural Resources	320,476	0	0	0	0	320,476
Other Operations	1,917,188	0	0	0	91	1,917,279
Highways	0	0	0	0	2,368,786	2,368,786
Operation of Non-Instructional Services	5,000	0	0	0	0	5,000
Debt Service:						
Principal on Debt	0	4,693,854	388,914	0	0	5,082,768
Interest on Debt	0	5,102,123	425,066	0	0	5,527,189
Other Debt Service	0	167,453	212,617	84,031	0	464,101
Capital Projects	623,016	0	0	14,080,470	2,904,537	17,608,023
Capital Projects - Donated	0	0	0	0	77,209	77,209
Total Expenditures	<u>\$ 29,414,334</u>	<u>\$ 9,963,430</u>	<u>\$ 1,026,597</u>	<u>\$ 14,164,501</u>	<u>\$ 9,618,920</u>	<u>\$ 64,187,782</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,302,161	\$ 863,122	\$ (352,837)	\$ (13,395,213)	\$ 368,534	\$ (11,214,233)

(Continued)

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

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	General Debt Service	Formerly Nonmajor Special Debt Service	Other Capital Projects	Other Governmental Funds	
Other Financing Sources (Uses)						
Bonds Issued	\$ 0	\$ 0	\$ 6,290,000	\$ 3,355,000	\$ 0	\$ 9,645,000
Premiums on Debt Sold	0	0	211,842	143,031	0	354,873
Insurance Recovery	66,242	0	0	0	1,000	67,242
Transfers In	300,000	0	0	0	166,024	466,024
Transfers Out	(166,024)	0	0	0	(300,000)	(466,024)
Total Other Financing Sources (Uses)	\$ 200,218	\$ 0	\$ 6,501,842	\$ 3,498,031	\$ (132,976)	\$ 10,067,115
Net Change in Fund Balances	\$ 1,502,379	\$ 863,122	\$ 6,149,005	\$ (9,897,182)	\$ 235,558	\$ (1,147,118)
Change to or Within the Reporting Entity	0	0	5,247,905	0	(5,247,905)	0
Fund Balance, July 1, 2024	15,995,879	13,259,772	0	15,096,304	15,139,117	59,491,072
Fund Balance, June 30, 2025	\$ 17,498,258	\$ 14,122,894	\$ 11,396,910	\$ 5,199,122	\$ 10,126,770	\$ 58,343,954

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

HAMBLEN COUNTY, TENNESSEE**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2025**

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

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ (1,147,118)
<p>(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:</p>		
Add: capital assets purchased in the current period	\$ 13,583,247	
Less: current-year depreciation expense	<u>(1,470,163)</u>	12,113,084
<p>(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.</p>		
Less: book value of capital assets disposed		(43,928)
<p>(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Add: deferred delinquent property taxes and other deferred June 30, 2025	\$ 2,434,532	
Less: deferred delinquent property taxes and other deferred June 30, 2024	<u>(969,383)</u>	1,465,149
<p>(4) The issuance of long-term debt (e.g., notes, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.</p>		
Add: change in unamortized premium on debt issuances	\$ 258,870	
Add: principal payments on other loans	2,658,854	
Add: principal payments on bonds	2,270,000	
Add: principal payments on notes	153,914	
Less: bonds issued	<u>(9,645,000)</u>	(4,303,362)
<p>(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.</p>		
Change in claims and judgements payable	\$ (509,194)	
Change in accrued interest payable	(13,554)	
Change in compensated absences payable	(16,395)	
Change in OPEB liability	24,542	
Change in net pension asset/liability	795,228	
Change in deferred outflows related to pensions	(299,867)	
Change in deferred inflows related to pensions	(410,278)	
Change in deferred outflows related to OPEB	(23,113)	
Change in deferred inflows related to OPEB	<u>83,612</u>	(369,019)
<p>(6) An internal service fund is used by management to charge the cost of employee insurance to individual funds. The net revenue (expense) of certain activities of the internal service fund is reported with the governmental activities in the statement of activities.</p>		
		<u>1,040,816</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 8,755,622</u>

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

HAMBLEN COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
 General Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 18,846,564	\$ 0	\$ 0	\$ 18,846,564	\$ 18,623,632	\$ 18,623,632	\$ 222,932
Licenses and Permits	424,629	0	0	424,629	425,000	425,000	(371)
Fines, Forfeitures, and Penalties	246,024	0	0	246,024	195,700	195,700	50,324
Charges for Current Services	493,198	0	0	493,198	376,600	376,600	116,598
Other Local Revenues	322,309	0	0	322,309	170,186	178,519	143,790
Fees Received From County Officials	4,127,266	0	0	4,127,266	3,665,000	3,665,000	462,266
State of Tennessee	4,204,594	0	0	4,204,594	5,005,064	4,752,151	(547,557)
Federal Government	718,856	0	0	718,856	83,704	905,793	(186,937)
Other Governments and Citizens Groups	1,333,055	0	0	1,333,055	1,270,021	1,285,221	47,834
Total Revenues	\$ 30,716,495	\$ 0	\$ 0	\$ 30,716,495	\$ 29,814,907	\$ 30,407,616	\$ 308,879
Expenditures							
General Government							
County Commission	\$ 178,588	\$ 0	\$ 0	\$ 178,588	\$ 211,535	\$ 211,535	\$ 32,947
Board of Equalization	4,325	0	0	4,325	22,200	22,200	17,875
County Mayor/Executive	271,565	0	0	271,565	273,624	295,585	24,020
County Attorney	17,043	0	0	17,043	36,303	36,303	19,260
Election Commission	406,969	0	290	407,259	442,830	442,830	35,571
Register of Deeds	415,697	0	0	415,697	447,290	447,290	31,593
Planning	218,172	0	0	218,172	294,531	294,531	76,359
Codes Compliance	65,918	0	0	65,918	70,052	70,052	4,134
Geographical Information Systems	94,804	0	0	94,804	103,937	103,937	9,133

(Continued)

HAMBLEN COUNTY, TENNESSEE

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
General Government (Cont.)							
Other Facilities	\$ 1,010,075	\$ 0	\$ 0	\$ 1,010,075	\$ 1,260,844	\$ 1,260,844	\$ 250,769
Preservation of Records	23,199	0	0	23,199	23,887	23,887	688
Finance							
Accounting and Budgeting	553,265	0	0	553,265	606,278	606,278	53,013
Property Assessor's Office	423,902	0	0	423,902	424,959	429,480	5,578
Reappraisal Program	181,241	(342)	0	180,899	206,485	206,485	25,586
County Trustee's Office	424,806	0	0	424,806	452,099	452,099	27,293
County Clerk's Office	718,141	0	0	718,141	668,670	791,855	73,714
Data Processing	196,334	0	0	196,334	188,783	206,783	10,449
Other Finance	224,884	0	0	224,884	344,280	230,645	5,761
Administration of Justice							
Circuit Court	1,062,650	0	0	1,062,650	1,166,925	1,173,627	110,977
General Sessions Court	712,748	0	0	712,748	745,276	745,276	32,528
Drug Court	203,415	0	0	203,415	247,745	247,743	44,328
Chancery Court	450,720	0	0	450,720	453,590	458,790	8,070
Juvenile Court	306,334	(1,000)	0	305,334	365,672	365,672	60,338
Other Administration of Justice	136,766	0	0	136,766	150,000	150,000	13,234
Probation Services	128,748	0	0	128,748	0	150,000	21,252
Courtroom Security	984,473	0	884	985,357	1,088,340	1,091,199	105,842

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Public Safety							
Sheriff's Department	\$ 5,832,264	\$ (5,352)	\$ 8,775	\$ 5,835,687	\$ 5,783,817	\$ 6,130,003	\$ 294,316
Administration of the Sexual Offender Registry	5,831	0	0	5,831	6,250	6,250	419
Jail	6,825,356	(3,186)	9,427	6,831,597	8,519,051	8,537,384	1,705,787
Workhouse	123,326	0	0	123,326	124,303	124,303	977
Work Release Program	432,878	0	0	432,878	442,580	445,580	12,702
Fire Prevention and Control	300,000	0	0	300,000	300,000	300,000	0
Civil Defense	147,273	0	0	147,273	159,843	160,053	12,780
Other Emergency Management	334,880	0	0	334,880	334,880	334,880	0
Inspection and Regulation	5,813	0	0	5,813	6,844	6,844	1,031
County Coroner/Medical Examiner	177,036	0	0	177,036	239,900	239,900	62,864
Public Safety Grants Program	201,118	0	0	201,118	0	304,155	103,037
Other Public Safety	22,120	0	0	22,120	24,000	24,000	1,880
Public Health and Welfare							
Local Health Center	863,198	0	0	863,198	1,228,622	1,228,622	365,424
Rabies and Animal Control	445,521	0	0	445,521	450,204	450,204	4,683
Nursing Home	7,000	0	0	7,000	7,000	7,000	0
Alcohol and Drug Programs	6,200	0	0	6,200	6,200	6,200	0
Appropriation to State	115,233	0	0	115,233	115,233	115,233	0

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Public Health and Welfare (Cont.)							
Aid to Dependent Children	\$ 10,000	\$ 0	\$ 0	\$ 10,000	\$ 10,000	\$ 10,000	\$ 0
Other Local Welfare Services	27,380	0	0	27,380	27,600	27,600	220
Sanitation Management	18,780	0	0	18,780	21,710	21,710	2,930
Other Public Health and Welfare	106,840	0	0	106,840	95,000	106,840	0
Social, Cultural, and Recreational Services							
Adult Activities	11,600	0	0	11,600	11,600	11,600	0
Senior Citizens Assistance	6,500	0	0	6,500	6,500	6,500	0
Libraries	360,000	0	0	360,000	360,000	360,000	0
Parks and Fair Boards	336,725	(1,890)	0	334,835	358,149	395,949	61,114
Other Social, Cultural, and Recreational	411,000	0	0	411,000	411,000	411,000	0
Agriculture and Natural Resources							
Agricultural Extension Service	160,677	0	0	160,677	200,766	204,599	43,922
Forest Service	1,000	0	0	1,000	1,000	1,000	0
Soil Conservation	88,304	0	0	88,304	88,605	88,605	301
Storm Water Management	70,495	(4,900)	0	65,595	107,289	107,289	41,694
Other Operations							
Tourism	90,393	0	0	90,393	58,700	98,700	8,307
Industrial Development	697,694	0	0	697,694	641,000	701,000	3,306
Other Economic and Community Development	7,479	0	0	7,479	0	7,500	21

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Other Operations (Cont.)							
Veterans' Services	\$ 36,268	\$ (412)	\$ 0	\$ 35,856	\$ 38,791	\$ 38,791	\$ 2,935
Employee Benefits	714,748	0	0	714,748	972,510	852,510	137,762
Miscellaneous	370,606	0	0	370,606	386,300	486,300	115,694
Operation of Non-Instructional Services							
Community Services	5,000	0	0	5,000	6,000	6,000	1,000
Capital Projects							
General Administration Projects	132,349	(39,997)	0	92,352	295,000	295,000	202,648
Public Safety Projects	278,950	(107,294)	0	171,656	0	219,846	48,190
Public Health and Welfare Projects	211,717	0	0	211,717	1,825,000	1,825,000	1,613,283
Other General Government Projects	0	0	0	0	85,000	85,000	85,000
Total Expenditures	\$ 29,414,334	\$ (164,373)	\$ 19,376	\$ 29,269,337	\$ 34,052,382	\$ 35,303,876	\$ 6,034,539
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,302,161	\$ 164,373	\$ (19,376)	\$ 1,447,158	\$ (4,237,475)	\$ (4,896,260)	\$ 6,343,418
Other Financing Sources (Uses)							
Insurance Recovery	\$ 66,242	\$ 0	\$ 0	\$ 66,242	\$ 0	\$ 60,311	\$ 5,931
Transfers In	300,000	0	0	300,000	150,000	300,000	0
Transfers Out	(166,024)	0	0	(166,024)	0	(166,024)	0
Total Other Financing Sources	\$ 200,218	\$ 0	\$ 0	\$ 200,218	\$ 150,000	\$ 194,287	\$ 5,931
Net Change in Fund Balance	\$ 1,502,379	\$ 164,373	\$ (19,376)	\$ 1,647,376	\$ (4,087,475)	\$ (4,701,973)	\$ 6,349,349
Fund Balance, July 1, 2024	15,995,879	(164,373)	0	15,831,506	15,393,919	15,393,919	437,587
Fund Balance, June 30, 2025	\$ 17,498,258	\$ 0	\$ (19,376)	\$ 17,478,882	\$ 11,306,444	\$ 10,691,946	\$ 6,786,936

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

HAMBLEN COUNTY, TENNESSEE
Statement of Net Position - Proprietary Fund
June 30, 2025

	<u>Governmental Activities</u>
	<u>Internal Service Fund</u>
	Employee Insurance - General
	<u> </u>
ASSETS	
Current Assets:	
Cash	\$ 100
Equity in Pooled Cash and Investments	2,557,731
Accounts Receivable	4,993
Due from Other Governments	4,886
Due from Other Funds	391,640
Total Assets	<u>\$ 2,959,350</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	\$ 230,737
Total Liabilities	<u>\$ 230,737</u>
NET POSITION	
Unrestricted	<u>\$ 2,728,613</u>
Total Net Position	<u><u>\$ 2,728,613</u></u>

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

HAMBLEN COUNTY, TENNESSEE**Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Fund****For the Year Ended June 30, 2025**

	Governmental Activities
	Internal Service Fund
	Employee Insurance - General
Operating Revenues	
Self-insurance Premiums/Contributions	\$ 4,608,887
Other Employee Benefit Charges/Contributions	181,320
Other General Service Charges	38,331
Other Charges for Services	31,141
Total Operating Revenues	<u>\$ 4,859,679</u>
Operating Expenses	
Handling Charges and Administrative Costs	\$ 231,083
Dental and Vision Insurance	182,747
Consultants	30,000
Contracts with Private Agencies	382,411
Excess Risk Insurance	398,413
Medical Claims	1,702,893
Other Self-insured Claims	889,975
Surcharge	1,341
Total Operating Expenses	<u>\$ 3,818,863</u>
Operating Income	<u>\$ 1,040,816</u>
Change in Net Position	\$ 1,040,816
Net Position, July 1, 2024	<u>1,687,797</u>
Net Position, June 30, 2025	<u><u>\$ 2,728,613</u></u>

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

HAMBLLEN COUNTY, TENNESSEE
Statement of Cash Flows - Proprietary Fund
For the Year Ended June 30, 2025

	Governmental Activities
	Internal Service Fund
	Employee Insurance - General
Cash Flows from Operating Activities	
Receipts for Self Insurance Premiums	\$ 4,597,225
Receipts for Other Insurance Premiums	180,388
Receipts for Stop-loss Recovery	92,223
Receipts for Prescription Rebates	386,895
Receipts for Other General Service Charges	36,560
Receipts for Other Charges from Services	31,141
Payments to Insurers and Consultants	(612,501)
Payments for Claims	(3,308,368)
Payments to Vendors	(382,165)
Payments for Administrative Costs	(231,083)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 790,315</u>
Increase (Decrease) in Cash	\$ 790,315
Cash, July 1, 2024	<u>1,767,516</u>
Cash, June 30, 2025	<u><u>\$ 2,557,831</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities	
Operating Income (Loss)	\$ 1,040,816
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:	
Changes in Assets and Liabilities:	
(Increase) Decrease in Current Receivables	(14,365)
Increase (Decrease) in Accounts Payable	(236,136)
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 790,315</u></u>
Reconciliation of Cash With Statement of Net Position	
Cash Per Net Position	\$ 100
Equity in Pooled Cash and Investments Per Statement of Net Position	<u>2,557,731</u>
Cash, June 30, 2025	<u><u>\$ 2,557,831</u></u>

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

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

	<u>Custodial Funds</u>
ASSETS	
Cash	\$ 4,401,832
Equity in Pooled Cash and Investments	9,233
Accounts Receivable	407
Due from Other Governments	<u>3,393,750</u>
Total Assets	<u>\$ 7,805,222</u>
LIABILITIES	
Due to Other Taxing Units	<u>\$ 3,393,750</u>
Total Liabilities	<u>\$ 3,393,750</u>
NET POSITION	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 4,411,472</u>
Total Net Position	<u><u>\$ 4,411,472</u></u>

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

HAMBLEN COUNTY, TENNESSEE
Statement of Changes in Net Position - Fiduciary Funds
For the Year Ended June 30, 2025

**Custodial
Funds**

ADDITIONS

Sales Tax Collections for Other Governments	\$ 20,053,519
Fines/Fees and Other Collections	13,863,625
Other Employee Benefit Charges/Contributions	35,684
Total Additions	<u>\$ 33,952,828</u>

DEDUCTIONS

Payment of Sales Tax Collections for Other Governments	\$ 20,053,519
Payments to State	9,199,582
Payments to Individuals and Others	5,960,034
Payments of Fringe Benefit Expenses	35,559
Total Deductions	<u>\$ 35,248,694</u>

Net Increase (Decrease) in Fiduciary Net Position	\$ (1,295,866)
Net Position, July 1, 2024	<u>5,707,338</u>
Net Position, June 30, 2025	<u><u>\$ 4,411,472</u></u>

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Hamblen 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 Hamblen County:

A. Reporting Entity

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

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

The Hamblen County School Department operates the public school system in the county, and the voters of Hamblen 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 Hamblen County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Hamblen County. The Hamblen County Emergency Communications District is governed by an 11-member board of directors, which is appointed by the county mayor and confirmed by the Hamblen County Commission. 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 Hamblen County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

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

Administrative Office:

Hamblen County Emergency
Communications District
530 North Jackson Street
Morristown, TN 37814

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. However, the primary government of Hamblen County does not have any business-type activities to report. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Hamblen 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.

Hamblen County issues all debt for the discretely presented Hamblen County School Department. Net debt issues totaling \$3,414,000 were contributed by the county to the school department during the year ended June 30, 2025.

Separate financial statements are provided for governmental funds, the proprietary fund (internal service), 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 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 fund 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 Hamblen County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund balance/fund net position, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Hamblen County only reports one proprietary fund, an internal service fund. It has no enterprise funds to report.

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

statements. The internal service fund and the fiduciary funds in total are reported in single columns by fund type.

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

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

The proprietary fund 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 custodial funds.

Hamblen County reports the following major governmental funds:

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

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

Special Debt Service Fund – This fund is used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest and related cost of debt issued for the Hamblen County-Morristown Solid Waste Disposal System.

Other Capital Projects Fund – This fund is used to account for financial resources to be used in the acquisition or construction of major capital assets.

Additionally, Hamblen County reports the following fund types:

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

Internal Service Fund – The Employee Insurance - General Fund is used to account for the county’s self-insured health and fully insured dental and vision programs. Premiums charged

to the various county funds and employee payroll deductions are placed in this fund to pay the claims and insurance premiums of county employees.

Custodial Funds – These funds account for amounts collected in a custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Hamblen County, and operations of the flexible benefits program for Hamblen County employees.

The discretely presented Hamblen 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.

Central Cafeteria Fund – This special revenue fund is used to account for cafeteria operations in each of the schools. Service charges and federal grants are the foundational revenues of this fund.

Additionally, the Hamblen County School Department reports the following fund type.

Capital Projects Fund – The Education Capital Projects Fund is used to account for the receipt of debt issued by Hamblen County and contributed to the school department for building construction and renovations

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 25) 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 24) 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 on the [Tennessee Comptroller of the Treasury's website](#).

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

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

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

1. Deposits and Investments

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

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its

agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; the State Treasurer's Intermediate Term Investment Fund; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

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

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

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

All other investments are reported at fair value.

2. Receivables and Payables

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

Property taxes receivable are shown with an allowance for uncollectibles. The allowance for uncollectible property taxes is equal to 1.2 percent of total taxes levied.

Property taxes receivable are recognized as of the date an enforceable legal claim to the taxable property arises. This date is January 1 and is referred to as the lien date. However, revenues

from property taxes are recognized in the period for which the taxes are levied, which is the ensuing fiscal year. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable, less an estimated allowance for uncollectible taxes, is reported as a deferred inflow of resources as of June 30.

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

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

Hamblen County has issued debt on behalf of the Hamblen County-Morristown Solid Waste Disposal System, a joint venture operated by Hamblen County and the city of Morristown. Hamblen County and the Solid Waste Disposal System have entered into a legal agreement for the Solid Waste Disposal System to repay Hamblen County all of the debt service requirements as they become due. Hamblen County recognizes a note receivable for amounts due from the joint venture.

Most payables are disaggregated on the face of the financial statements. Due to Joint Venture on the Statement of Net Position for the primary government represents net bond proceeds issued on behalf of the Hamblen County-Morristown Solid Waste Disposal System that is being held by the county until requested by the Hamblen County-Morristown Solid Waste Disposal System. Contracts payable represents amounts due under construction contracts and retainage payable represents amounts withheld from payments made on construction contracts pending completion of the projects. Retainage amounts are held by the county trustee as Equity in Pooled Cash and Investments in the applicable funds. Other Current Liabilities of the discretely presented Hamblen County School Department represent amounts held in payroll tax and insurance clearing accounts.

3. Inventories and Prepaid Items

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

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

4. Restricted Assets

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

5. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items) are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 or more and an estimated useful life 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 and the discretely presented school department are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	40
Other Capital Assets	3 - 15
Infrastructure	100

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 pension changes in experience, assumptions, and proportion; pension and OPEB contributions after the measurement date; and OPEB changes in experience, assumptions, and proportion.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds Balance Sheet. These items are from the following sources: current and delinquent property taxes; pension changes in experience, investment earnings, and proportion; OPEB changes in experience, assumptions, and proportion; 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

Employees of Hamblen County are allowed to accumulate a limited amount of vacation, compensatory time, and sick leave. Compensatory time is limited to maximum of 60 hours and must be used before any vacation time is taken. Vacation leave benefits for employees of Hamblen County do not vest or accumulate and must be used within the current year or are lost. Therefore, no accrual has been recorded for vacation pay or compensatory time..

Vacation benefits for all 12-month employees of the discretely presented Hamblen County School Department are earned in the current year for use in the subsequent year. Therefore, accrued leave balances payable of \$293,580 recorded as a liability in this report must be used in one year or are lost.

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

8. Long-term Debt and Long-term Obligations

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

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

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

The government-wide Statement of Net Position reports \$12,232,550 of restricted net position, of which \$896,900 is restricted by enabling legislation.

As of June 30, 2025, Hamblen County had \$33,313,049 in outstanding debt for capital purposes for the discretely presented Hamblen County School Department and \$10,851,086 in outstanding debt for capital purposes for the joint venture Hamblen County-Morristown Solid Waste Disposal System. This debt is a liability of Hamblen County, but the capital assets acquired are reported in the financial statements of the school department and solid waste disposal system. Therefore, Hamblen 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. However, in the school department's Education Capital Projects Fund, the county commission has required that committed funds provided by transfer from the General Purpose School Fund be expended before restricted funds provided through the issuance of debt. 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 classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in these funds can be spent. These classifications may consist of the following:

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

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

Committed Fund Balance – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the county commission, the county's highest level of decision-making authority and the Board

of Education, the school department's highest level of decision-making authority, and shall remain binding unless removed in the same manner.

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The county commission has by resolution authorized the county finance director to make assignments for the general government. The Board of Education makes assignments for the school department. Assigned fund balance in the General Fund consists of amounts appropriated for use in the 2025-26 budget (\$1,246,000), amounts for encumbrances (\$19,376), and various other assignments (\$107,988). Assigned fund balance in the school department's General Purpose School Fund includes amounts assigned for use in the 2025-26 budget (\$8,470,165), textbooks (\$456,363), amounts for encumbrances (\$4,986,776), the school department's Project Promise program (\$361,936), and various other assignments (\$54,943).

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

10. Restatements

In prior years, the discretely presented Hamblen County School Department had recorded a liability for termination benefits when an employee became eligible for the benefit rather than when the employee accepted the offer due to a misapplication of GASB Statement 47, *Accounting for Termination Benefits*. As a result, the school department must recognize a restatement to the beginning net position in the Government-wide financial statements for the discretely presented Hamblen County School Department to eliminate the termination benefits liability. A restatement of \$1,147,872, has been presented to reflect the beginning balance of the discretely presented Hamblen County School Department.

With the implementation of GASB Statement 101, *Compensated Absences*, Hamblen County must recognize a restatement to the beginning net position in the Government-wide financial statements for the primary government and the discretely presented Hamblen County School Department to record a compensated absences liability. A restatement of (\$84,965) has been presented to reflect the beginning balance of the primary government and (\$253,178) for the discretely presented Hamblen County School Department. The following table reflects the restatement amounts necessary to implement this standard:

	Government Wide - Governmental Activities	
	Discretely Presented	
	Primary Government	Hamblen County School Department
Net Position, as previously reported	\$ 47,376,594	\$ 145,041,435
Adjustments to correct an error in reporting:		
Termination Benefits	0	1,147,872
Adjustments for GASB 101 Implementation:		
Compensated Absences Liability	(84,965)	(253,178)
Net Change in Beginning Net Position	<u>\$ (84,965)</u>	<u>\$ 894,694</u>
Net Position, June 30, 2024 Restated	<u>\$ 47,291,629</u>	<u>\$ 145,936,129</u>

11. Changes To or Within the Financial Reporting Entity

Changes in Major Fund Classification (Column A)

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

The Special Debt Service Fund met the criteria for major fund classification and is presented as a major governmental fund. Prior-year amounts, previously included within the Nonmajor Governmental Funds column, have been restated to reflect this fund as major.

In the discretely presented Hamblen County School Department, the School Federal Projects and the Education Capital Projects funds no longer met the quantitative thresholds and are presented as nonmajor governmental funds. Prior-year amounts have been restated to reflect these funds within the Nonmajor Governmental Funds column.

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

The following table represents the effects of changes to major fund classifications:

	7-1-24 As Previously Reported	Change To or Within the Financial Reporting Entity (A)	7-1-24 As Restated
Primary Government			
Governmental Funds			
Major Fund:			
Special Debt Service	\$ 0	\$ 5,247,905	\$ 5,247,905
Nonmajor Funds	15,139,117	(5,247,905)	9,891,212
Total Governmental Funds	<u>\$ 15,139,117</u>	<u>\$ 0</u>	<u>\$ 15,139,117</u>
Discretely Presented Hamblen County School Department			
Major Funds:			
School Federal Projects	\$ 2,019,759	\$ (2,019,759)	\$ 0
Education Capital Projects	12,060,138	(12,060,138)	0
Nonmajor Funds	2,747,611	14,079,897	16,827,508
Total Governmental Funds Discretely Presented Hamblen County School Department	<u>\$ 16,827,508</u>	<u>\$ 0</u>	<u>\$ 16,827,508</u>

E. Pension Plans

Primary Government

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of Hamblen County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Hamblen 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 Hamblen 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 Hamblen County. For this purpose, Hamblen County recognizes benefit payments when due and payable in accordance with benefit terms. Hamblen County's OPEB plan is not

administered through a trust.

Discretely Presented Hamblen 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 Hamblen 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 Hamblen 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 Hamblen 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

Budgetary Information

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

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

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, County Mayor, 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, 2025, Hamblen County and the discretely presented Hamblen County School Department reported the following encumbrances:

Funds	Amount
Primary Government:	
Major Fund:	
General	\$ 19,376
Nonmajor governmental funds	2,744
School Department:	
Major Funds:	
General Purpose School	5,093,782
Central Cafeteria	231,977

IV. DETAILED NOTES ON ALL FUNDS

A. *Deposits and Investments*

Hamblen County and the Hamblen 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, 2025, Hamblen County had the following investment carried at fair value within the fair value hierarchy established by generally accepted accounting principles. The investment is in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Hamblen County and the discretely presented Hamblen County School Department since both pool their deposits and investments through the county trustee. Hamblen County invested in U.S. Treasury State and Local Government Series (SLG) bonds, which had a Level I Fair Market Value of \$9,437,907 using prices quoted in active markets for this security.

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 maturity of certain investments as previously disclosed. Hamblen 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.

TCRS Stabilization Trust

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

On June 30, 2025, the Hamblen 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	\$ 598,948
Developed Market International Equity	N/A	N/A	270,493
Emerging Market International Equity	N/A	N/A	77,284
U.S. Fixed Income	N/A	N/A	386,418
Real Estate	N/A	N/A	193,209
Short-term Securities	N/A	N/A	19,321
NAV - Private Equity and Strategic Lending	N/A	N/A	386,418
Total			\$ 1,932,091

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 on the [Tennessee Department of Treasury website](#).

B. Notes Receivable

The Special Debt Service Fund reports a long-term note receivable of \$10,851,086 on June 30, 2025, from financing projects for the Hamblen County-Morristown Solid Waste Disposal System (a joint venture). This note receivable is included in the Restricted for Debt Service fund balance account. The joint venture is repaying Hamblen County for principal and interest costs associated with two general obligation bond issues of \$4,275,000 and \$6,290,000, and a \$900,000 capital outlay note issue discussed in Note IV.F, Long-term Debt. The receivable amount not expected to be received within one year is \$10,432,366.

C. Capital Assets

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

Primary Government

Governmental Activities:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 2,343,758	\$ 0	\$ 0	\$ 2,343,758
Construction in Progress	94,113,812	12,681,976	0	106,795,788
Total Capital Assets Not Depreciated	\$ 96,457,570	\$ 12,681,976	\$ 0	\$ 109,139,546
Capital Assets Depreciated:				
Buildings and Improvements	\$ 13,170,750	\$ 160,653	\$ 0	\$ 13,331,403
Infrastructure	18,201,708	0	(49,238)	18,152,470
Other Capital Assets	12,590,106	740,618	(227,515)	13,103,209
Total Capital Assets Depreciated	\$ 43,962,564	\$ 901,271	\$ (276,753)	\$ 44,587,082
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 6,357,704	\$ 409,860	\$ 0	\$ 6,767,564
Infrastructure	8,042,216	181,676	(18,603)	8,205,289
Other Capital Assets	8,890,821	878,627	(214,222)	9,555,226
Total Accumulated Depreciation	\$ 23,290,741	\$ 1,470,163	\$ (232,825)	\$ 24,528,079
Total Capital Assets Depreciated, Net	\$ 20,671,823	\$ (568,892)	\$ (43,928)	\$ 20,059,003
Governmental Activities Capital Assets, Net	\$ 117,129,393	\$ 12,113,084	\$ (43,928)	\$ 129,198,549

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

Governmental Activities:

General Government	\$ 199,420
Finance	13,654
Administration of Justice	103,836
Public Safety	430,916
Public Health and Welfare	305,908
Social, Cultural, and Recreational Services	55,131
Highways/Public Works	361,298
Total Depreciation Expense - Governmental Activities	\$ 1,470,163

Net Investment in Capital Assets

Capital Assets	\$ 129,198,549
Less: Outstanding principal of debt issued for capital purposes	(85,884,784)
Less: Unamortized balance of original issue premiums on outstanding debt issued for capital purposes	(5,805,136)
Less: Capital related contracts and retainage payables	<u>(980,130)</u>
Net Investment in Capital Assets	<u>\$ 36,528,499</u>

Discretely Presented Hamblen County School Department

Governmental Activities:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 6,469,353	\$ 0	\$ 0	\$ 6,469,353
Construction in Progress	18,628,613	11,055,126	(968,914)	28,714,825
Total Capital Assets Not Depreciated	<u>\$ 25,097,966</u>	<u>\$ 11,055,126</u>	<u>\$ (968,914)</u>	<u>\$ 35,184,178</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 157,361,438	\$ 1,457,169	\$ 0	\$ 158,818,607
Other Capital Assets	34,772,788	6,475,568	(31,470)	41,216,886
Total Capital Assets Depreciated	<u>\$ 192,134,226</u>	<u>\$ 7,932,737</u>	<u>\$ (31,470)</u>	<u>\$ 200,035,493</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 114,479,503	\$ 2,241,730	\$ 0	\$ 116,721,233
Other Capital Assets	21,988,947	2,019,243	(31,470)	23,976,720
Total Accumulated Depreciation	<u>\$ 136,468,450</u>	<u>\$ 4,260,973</u>	<u>\$ (31,470)</u>	<u>\$ 140,697,953</u>
Total Capital Assets Depreciated, Net	<u>\$ 55,665,776</u>	<u>\$ 3,671,764</u>	<u>\$ 0</u>	<u>\$ 59,337,540</u>
Governmental Activities Capital Assets, Net	<u>\$ 80,763,742</u>	<u>\$ 14,726,890</u>	<u>\$ (968,914)</u>	<u>\$ 94,521,718</u>

Decreases to Construction in Progress include \$72,321 for discontinued projects.

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

Governmental Activities:

Instruction	\$ 167,960
Support Services	3,891,559
Operation of Non-instructional Services	<u>201,454</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 4,260,973</u>

Net Investment in Capital Assets

Capital Assets	\$ 94,521,718
Less: Capital related contracts and retainage payables	<u>(957,020)</u>
Net Investment in Capital Assets	<u>\$ 93,564,698</u>

D. Construction Commitments

Primary Government

On June 30, 2025, the Other Capital Projects Fund had uncompleted construction contracts of approximately \$399,165 for a justice center project. Funding has been provided for these future expenditures.

Discretely Presented Hamblen County School Department

On June 30, 2025, the General Purpose School Fund had uncompleted construction contracts of \$2,443,586 for building and facility improvement projects. Funding for these future expenditures is being provided from available fund balance. The Education Capital Projects Fund had uncompleted construction contracts of \$2,508,139 for construction of the new elementary school, and \$7,227,309 for classroom renovations and related site work. Funding for these future expenditures is being provided through bonds issued by the primary government on behalf of the school department, and available fund balance.

E. Interfund Receivables, Payables, and Transfers

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

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 134,415
Internal service	General	333,984
"	Nonmajor governmental	57,656
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	193,009
"	Central Cafeteria	425,000
Nonmajor governmental	General Purpose School	146,460
Central Cafeteria	"	8,574

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

Due to/from Primary Government and Component Unit:

Receivable Fund	Payable Fund	Amount
Component Unit:		
School Department:	Primary Government:	
Educational Capital Projects	Other Capital Projects	\$ 5,788,326

This balance represents proceeds of bonds issued by the primary government and contributed to the school department.

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In		Purpose
	General Fund	Nonmajor Governmental Funds	
General Fund	\$ 0	\$ 166,024	Capital purchase
Nonmajor governmental funds	300,000	0	Operations
Total	\$ 300,000	\$ 166,024	

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 account for in other funds in accordance with budgetary authorizations.

Discretely Presented Hamblen County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Purpose
Nonmajor governmental funds	\$ 192,186	Indirect costs/operations
Central Cafeteria Fund	425,000	Indirect costs
Total	\$ 617,186	

F. Long-term Debt

Primary Government

General Obligation Bonds, Notes and Other Loans

General Obligation Bonds – Hamblen 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. Hamblen County has also issued general obligation bonds and loaned the proceeds to a joint venture, the Hamblen County – Morristown Solid Waste Disposal System. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds outstanding were issued for original terms of up to 30 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2025, will be retired from the General Debt Service and Special Debt Service funds.

Direct Borrowing and Direct Placements – Hamblen County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, other loans were issued to refund other debt. Hamblen county has also issued capital outlay notes and loaned the proceeds to a joint venture, the Hamblen County – Morristown Solid Waste Disposal System. Other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Other loans outstanding were issued for original terms of up to 17 years. Capital Outlay notes were issued for original terms of five years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All other loans and capital outlay notes included in long-term debt as of June 30, 2025, will be retired from the General Debt Service and Special Debt Service funds.

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

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-25
General Obligation Bonds	2 to 5 %	6-1-52	\$ 134,345,000	\$ 128,270,000
Direct Borrowing and Direct Placement:				
Other Loans - Qualified School Construction Bonds	1.515	7-1-26	11,280,000	839,499
Other Loans - Revolving Fund Agreement with Appalachian Electric Cooperative	0	5-1-30	360,000	193,334
Capital Outlay Notes	4.76	12-1-28	900,000	746,086

Qualified School Construction Bonds were issued through the Tennessee State School Bond Authority, and the proceeds were loaned to Hamblen County and various other local governments across Tennessee. The county pays interest of 1.515 percent on its share of the bonds and also pays a monthly administrative fee to the state. The county and the other borrowers of the bond proceeds are required to comply with federal regulations established for the Qualified School Construction Bond program. Failure to comply with those requirements may result in the loss of the tax credit status on the bonds. This would result in further charges to the borrowers including the requirement to pay the tax-credit rate (5.86 percent) in addition to the 1.515 percent for a total rate of 7.375 percent.

During the year, Hamblen County issued a capital outlay note in the amount of \$6,290,000 for the benefit of the Hamblen County-Morristown Solid Waste Disposal System, a joint venture. In previous

years, Hamblen County issued bonds totaling \$4,275,000 and a capital outlay note in the amount of \$900,000 for the benefit of the Hamblen County-Morristown Solid Waste Disposal System. The Hamblen County-Morristown Solid Waste Disposal System makes contributions to Hamblen County for payment of principal and interest on the bonds and capital outlay note and has pledged revenues of the system to support payment obligations. The bonds and capital outlay note are general obligation debt of the county. The commitment for repayment of the debt is reflected as notes receivable in the Special Debt Service Fund. During the year, the county paid \$813,980 in principal and interest on this debt and received reimbursement from the joint venture. The amount of the general obligation bonds and capital outlay note outstanding on June 30, 2025, was \$10,105,000 and \$746,086, respectively. As of June 30, 2025, Hamblen County reports a payable, Due to Joint Venture, for the net proceeds from the bond sale (\$3,168,847). Activity related to this debt is reported in the Special Debt Service Fund, a nonmajor governmental fund.

The annual requirements to amortize all general obligation bonds and other loans outstanding as of June 30, 2025, including interest payments and other loan fees, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 4,180,000	\$ 5,209,932	\$ 9,389,932
2027	4,915,000	5,108,383	10,023,383
2028	5,080,000	4,762,083	9,842,083
2029	5,110,000	4,511,623	9,621,623
2030	5,135,000	4,259,482	9,394,482
2031-2035	26,040,000	17,801,744	43,841,744
2036-2040	25,450,000	10,875,854	36,325,854
2041-2045	24,400,000	7,819,805	32,219,805
2046-2050	21,060,000	3,625,352	24,685,352
2051-2052	6,900,000	401,250	7,301,250
Total	\$ 128,270,000	\$ 64,375,508	\$ 192,645,508

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2026	\$ 813,140	\$ 170,892	\$ 984,032
2027	106,359	14,241	120,600
2028	40,000	0	40,000
2029	40,000	0	40,000
2030	33,334	0	33,334
Total	\$ 1,032,833	\$ 185,133	\$ 1,217,966

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2026	\$ 173,720	\$ 31,379	\$ 205,099
2027	181,989	22,913	204,902
2028	190,651	14,045	204,696
2029	199,726	4,753	204,479
Total	\$ 746,086	\$ 73,090	\$ 819,176

There is \$25,519,804 available in the debt service funds to service long-term debt. However, of that amount, \$10,851,086 has been loaned to the Hamblen County – Morristown Solid Waste Disposal System and will be repaid over the next 20 years. Bonded debt per capita totaled \$1,989, based on the 2020 federal census. Total debt per capita, including bonds, other loans, notes, and unamortized premium on debt, totaled \$2,096, based on the 2020 federal census.

Changes in Long-term Debt

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

Governmental Activities:	Bonds	Notes - Direct Placement	Other Loans - Direct Placement
Balance, July 1, 2024	\$ 120,895,000	\$ 900,000	\$ 3,691,687
Additions	9,645,000	0	0
Reductions	(2,270,000)	(153,914)	(2,658,854)
Balance, June 30, 2025	<u>\$ 128,270,000</u>	<u>\$ 746,086</u>	<u>\$ 1,032,833</u>
Balance Due Within One Year	<u>\$ 4,180,000</u>	<u>\$ 173,720</u>	<u>\$ 813,140</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	\$ 130,048,919
Less: Balance Due Within One Year - Debt	(5,166,860)
Add: Unamortized Premium on Debt	<u>8,341,575</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 133,223,634</u>

G. Long-term Obligations

Primary Government

Changes in Long-term Obligations

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

Governmental Activities:	Postemployment Benefits	Other Claims and Judgements	Arbitrage Liability	Compensated Absences*
Balance, July 1, 2024	\$ 370,749	\$ 0	\$ 135,200	\$ 84,965
Additions	29,437	509,194	0	16,395
Reductions	(53,979)	0	0	0
Balance, June 30, 2025	<u>\$ 346,207</u>	<u>\$ 509,194</u>	<u>\$ 135,200</u>	<u>\$ 101,360</u>
Balance Due Within One Year	<u>\$ 3,268</u>	<u>\$ 509,194</u>	<u>\$ 0</u>	<u>\$ 101,360</u>

*Restated beginning balance – see Note I.D.10. The change in compensated absences is presented as a net change.

Governmental Activities:	<u>Net Pension Liability - Agent Plan**</u>
Balance, July 1, 2024	\$ 75,511
Additions	5,899,036
Reductions	<u>(6,694,264)</u>
Balance, June 30, 2025	<u><u>\$ (719,717)</u></u>
Balance Due Within One Year	<u><u>\$ 0</u></u>

**The agent plan had a net pension asset at June 30, 2025.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2025	\$ 1,091,961
Less: Balance Due Within One Year - Other	<u>(613,822)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u><u>\$ 478,139</u></u>

Other postemployment benefits and compensated absences will be paid from the employing funds, primarily the General, Solid Waste/Sanitation, and Highway/Public Works funds. Claims and judgements will be paid from the General Fund.

Arbitrage Liability

The Tax Reform Act of 1986 requires governmental entities that issue tax-exempt debt subsequent to August 1986 to calculate and rebate arbitrage earnings to the federal government. The U.S. Treasury has issued regulations that define how the rebate should be calculated and reported. Governmental issuers must comply with the rebate regulations in order for their bonds to maintain tax-exempt status. The regulations require the excess of the aggregate amount earned on investments purchased with bond proceeds over the amount that would have been earned if the proceeds had been invested at a rate equal to the bond yield to be rebated to the federal government. Rebate payments are due at least once every five years over the life of the bonds. The General Obligation bonds issued in fiscal year 2023 have an arbitrage liability outstanding of \$135,200 on June 30, 2025.

Hamblen County utilized an independent tax consultant to perform the calculation of the amount of the arbitrage rebate liability on June 30, 2025.

Arbitrage, when due, will be paid from the General Debt Service Fund.

Discretely Presented Hamblen County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Other Postemployment Benefits	Compensated Absences*	Retirement Incentive	Net Pension Liability - Agent Plan**
Balance, July 1, 2024	\$ 14,966,499	\$ 554,418	\$ 120,567	\$ 77,036
Additions	1,919,093	24,881	79,123	5,436,550
Reductions	(574,954)	0	(75,355)	(6,176,877)
Balance, June 30, 2025	<u>\$ 16,310,638</u>	<u>\$ 579,299</u>	<u>\$ 124,335</u>	<u>\$ (663,291)</u>
Balance Due Within One Year	<u>\$ 949,453</u>	<u>\$ 579,299</u>	<u>\$ 60,284</u>	<u>\$ 0</u>

*Restated beginning balance – see Note I.D.10. The change in compensated absences is presented as a net change.

**The agent plan had a net pension asset at June 30, 2025.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2025	\$ 17,014,272
Less: Balance Due Within One Year - Other	<u>(1,589,036)</u>
Noncurrent Liabilities - Due in More Than One Year - Other- Exhibit A	<u>\$ 15,425,236</u>

Long-term liabilities of the school department will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

In addition to the obligations noted above, the Board of Education appropriates available school funds to be contributed to the primary government each year to help retire school debt, which is being paid from the county’s General Debt Service Fund. During the year ended June 30, 2025, the school department contributed \$500,000 to the primary government for this purpose.

H. Pledges of Receivables and Future Revenues

In 2025, the Hamblen County Commission voted to levy a motor vehicle privilege tax. The county pledged the tax revenue to fund a local paving and road improvement program.

Proceeds of the vehicle privilege tax are placed in the Highway Capital Projects Fund and are being expended to fund highway paving projects. During the year, revenues generated by the wheel tax totaled \$1,483,916 and expenditures of the Highway Capital Projects Fund for paving roads totaled \$865,852.

I. On-Behalf Payments

Discretely Presented Hamblen County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Hamblen County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both of these plans are administered by the State of Tennessee and reported in the state’s Annual Comprehensive Financial Report. Payments by the state to the Education Group Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2025, were \$417,316 and \$154,842, respectively. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. Risk Management

It is the policy of Hamblen County and the discretely presented Hamblen County School Department to purchase commercial insurance for the risks of losses to which they are exposed for general liability, property, casualty, and workers’ compensation. Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years.

The county elected to self-insure employee health and accident claims. The Employee Insurance – General Fund was established for risks associated with the employees’ health insurance plan. The Employee Insurance – General 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 \$125,000 per claimant in a single year and approximately \$4,211,272 for all claims in any plan year. Stop/loss commercial insurance has been obtained to cover claims beyond these limits. Group dental and vision insurance premiums paid to a private insurance company are also recorded in this fund as are the costs associated with a health clinic.

All full-time employees of the primary government are eligible to participate. A premium is allocated to each fund that accounts for full-time 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. That reserve was \$2,728,613 on June 30, 2025, and is reported as net position of the Employee Insurance – General Fund. Liabilities of the fund are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. The Employee Insurance – General 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. Claims liabilities include specific, incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

Employee Insurance – General Fund

	Beginning of Fiscal Year Liability	Current Year Claims and Estimates	Payments	Balance at Fiscal Year-end
2023-2024	\$ 150,689	\$ 2,697,107	\$ (2,399,817)	\$ 447,979
2024-2025	447,979	2,592,868	(2,829,250)	211,597

Current year claims and estimates are presented net of contracted prescription drug rebates of \$386,895 and excess risk insurance recovery of \$92,223.

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

B. Accounting Changes

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

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

C. Contingent Liabilities

On September 15, 2025, Hamblen County reached a settlement in a lawsuit related to Sixth and Fourteenth Amendment claims against the county. The agreement required the county pay the plaintiff's attorney fees and nontaxable expenses totaling \$509,194. The county's attorney advised that the county is exposed to the potential for an additional \$600,000 award relating to the case at a future date. As discussed in Note IV.G., Long-term Obligations, Hamblen County has reported a liability of \$509,194 in the government-wide statement of net position on June 30, 2025.

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

The county is involved in pending litigation. Based on letters from attorneys, management believes that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the financial statements of the county.

D. Changes in Administration

On August 31, 2024 Barry Poole left the Office of Highway Superintendent and was succeeded by Jeff Wisecarver.

On September 30, 2024 Bill Brittain left the Office of County Mayor and was succeeded by Chris Cutshaw.

E. Joint Ventures

Primary Government

The Third Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Third Judicial District, Greene, Hamblen, Hancock, and Hawkins counties, and various cities within these counties. 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. Hamblen County made no contributions to the DTF for the year ended June 30, 2025.

The Hamblen County-Morristown Solid Waste Disposal System is a joint venture that is operated by Hamblen County and the city of Morristown. The board of directors of the system is comprised of eight members, three appointed by the Hamblen County Commission and three appointed by the Morristown City Council. The county mayor and city mayor appoint one member each. The board has

control, supervision, management, and use of the landfills. Further, any and all real estate purchases are to be titled in the name of the city of Morristown and Hamblen County, each owning an undivided one-half interest, and each having agreed to equally finance the costs of such acquisitions. The board is required to submit its annual budget to the Hamblen County Commission and the Morristown City Council for approval.

The Morristown-Hamblen Library is a joint venture between Hamblen County and the city of Morristown. The library was created to provide public library service to the general public. The board of directors consists of nine members; four appointed by the Hamblen County Commission, three appointed by the Morristown City Council, and two members from the regional library board. Hamblen County has indirect control of the budget through the amount of annual appropriations. The library's operating budget is adopted and controlled by its board without requiring approval of the Hamblen County Commission and the Morristown City Council.

Hamblen County does not have an equity interest in any of the above-noted joint ventures. Complete financial statements for the Third Judicial District Drug Task Force, Hamblen County-Morristown Solid Waste Disposal System, and Morristown-Hamblen Library can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Office of District Attorney General
Third Judicial District Drug Task Force
109 South Main Street, Suite 501
Greeneville, TN 37743

Hamblen County-Morristown Solid
Waste Disposal System
P.O. Box 2108
Morristown, TN 37816

Morristown-Hamblen Library
417 West Main Street
Morristown, TN 37814

Discretely Presented Hamblen County School Department

The discretely presented school department participates in the Northeast Tennessee Cooperative (NETCO). The cooperative was established through a contractual agreement between the Boards of Education of Hamblen County and various other counties and cities in the upper East Tennessee area. The cooperative was authorized through Chapter 49 of *Tennessee Code Annotated* and was established to obtain lower prices for food supplies, materials, equipment, and services by combining the purchasing requirements of each member's school food service systems. The cooperative has contracted with a coordinating district (Johnson City School System) and a service provider to provide this service. NETCO is governed by a representative committee, including one representative from each of the member districts and an executive council, consisting of the chair, vice chair, secretary, treasurer, and a member-at-large from the representative committee.

Complete financial statements for NETCO can be obtained from its administrative office at the following address:

Administrative Office:
Northeast Tennessee Cooperative
100 East Maple Street
Johnson City, TN 37605

F. Jointly Governed Organization

The East Tennessee Regional AgriBusiness Marketing Authority was established through Title 64 of *Tennessee Code Annotated*, and includes the counties of Claiborne, Cocke, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, Johnson, Sullivan, Unicoi, and Washington. The purpose of the authority is to establish and operate a market for agricultural products of the region through a food distribution center and to further the economy and growth of the region served by the authority by developing, marketing, and promoting facilities for warehousing, distribution, light manufacturing, and agribusiness purposes. The authority is governed by a board of directors consisting of the county mayors of each county or the county mayor's designee and one nonvoting member representing each of the following: the Tennessee Department of Agriculture and the University of Tennessee's Agriculture Extension Service. An executive committee consisting of the chairman, vice chairman, secretary, and treasurer of the board of directors, along with the center's manager as an ex officio member, is in charge of the daily operations of the center.

Hamblen County is a participant in the joint governance of the Northeast Tennessee Regional Recovery Center. The center was established by an organizational resolution approved by the cities of Elizabethton, Unicoi, Erwin, and Kingsport, Tennessee; as well as the counties of Sullivan, Washington, Unicoi, Johnson, Carter, and Hawkins, Tennessee. The center operates a treatment facility and provides recovery services to counties in Northeast Tennessee utilizing grants and opioid settlement funds administered through the State of Tennessee. The center is governed by a Board of Directors consisting of elected members nominated by the respective districts as well as a member from the Tennessee State Senate and House of Representatives. An executive committee, consisting of a director who is a Tennessee State Senator or Representative, four directors who are either county mayors or commissioners, and two directors who are either city mayors or commissioners, have oversight of daily operations.

G. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Hamblen County and non-certified employees of the discretely presented Hamblen 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 52.04 percent, the non-certified employees of the discretely presented school department comprise 47.96 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained on the [Tennessee Department of Treasury website](#).

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

service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

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

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	530
Inactive Employees Entitled to But Not Yet Receiving Benefits	868
Active Employees	735
Total	2,133

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. Hamblen County elected to make employer contributions at a rate higher than the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2025, the employer contribution for Hamblen County was \$2,214,736 based on a rate of 7 percent of covered payroll for general employees and 10.5 percent of covered payroll for public safety officers. The minimum rate set by the Board of Trustees as determined by an actuarial valuation was 6.31 percent for general employees and 9.81 percent for public safety officers. By law, employer contributions are required to be paid. The TCRS may intercept Hamblen 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)

Hamblen County’s net pension liability (asset) was measured as of June 30, 2024, 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, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

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

Asset Class	Percentage Long-term Expected Real Rate of Return	%	Percentage Target Allocations	%
U.S. Equity Developed Market	4.88	%	31	%
International Equity Emerging Market	5.37		14	
International Equity Private Equity and Strategic Lending	6.09		4	
U.S. Fixed Income Real Estate	6.57		20	
	1.20		20	
	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 Hamblen County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be

paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2023	\$ 97,661,869	\$ 97,509,322	\$ 152,547
Changes for the Year:			
Service Cost	\$ 2,612,932	\$ 0	\$ 2,612,932
Interest	6,624,742	0	6,624,742
Differences Between Expected and Actual Experience	2,005,933	0	2,005,933
Contributions-Employer	0	2,021,595	(2,021,595)
Contributions-Employees	0	1,376,927	(1,376,927)
Net Investment Income	0	9,472,619	(9,472,619)
Benefit Payments, Including Refunds of Employee Contributions	(4,260,952)	(4,260,952)	0
Administrative Expense	0	(91,979)	91,979
Net Changes	<u>\$ 6,982,655</u>	<u>\$ 8,518,210</u>	<u>\$ (1,535,555)</u>
Balance, June 30, 2024	<u>\$ 104,644,524</u>	<u>\$ 106,027,532</u>	<u>\$ (1,383,008)</u>

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	52.04%	\$ 54,457,010	\$ 55,176,727	\$ (719,717)
School Department	47.96%	50,187,514	50,850,805	(663,291)
Total		<u>\$ 104,644,524</u>	<u>\$ 106,027,532</u>	<u>\$ (1,383,008)</u>

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Hamblen 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:

Hamblen County	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 12,585,588	\$ (1,383,008)	\$ (12,863,627)

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

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, Hamblen County recognized pension expense (negative pension expense) of \$2,429,397

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, Hamblen County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 3,588,967	\$ 231,220
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	1,113,047
Changes in Assumptions	1,300,778	0
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	2,214,736	N/A
Total	\$ 7,104,481	\$ 1,344,267

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

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 3,758,944	\$ 699,557
School Department	3,345,537	644,710
Total	\$ 7,104,481	\$ 1,344,267

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

Year Ending June 30	Amount
2026	\$ 807,514
2027	2,604,319
2028	317,055
2029	(183,410)
2030	0
Thereafter	0

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

Discretely Presented Hamblen County School Department – Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Hamblen County and non-certified employees of the discretely presented Hamblen 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 52.04 percent and the non-certified employees of the discretely presented school department comprise 47.96 percent of the plan based on contribution data.

Discretely Presented Hamblen County School Department – Certified Employees – Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Hamblen 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 on the [Tennessee Department of Treasury website](#).

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

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

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2025, to the Teacher Retirement Plan were \$666,953, which is three percent of covered payroll. In addition, employer contributions of \$215,519, which is one percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets). On June 30, 2025, the school department reported a liability (asset) of (\$590,051) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2024, the school department's proportion was .828016 percent. The proportion as of June 30, 2023, was .819949 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the school department recognized pension expense of \$492,752.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 48,740	\$ 181,280
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	99,532
Changes in Assumptions	234,475	0
Changes in Proportion of Net Pension Liability (Asset)	25,202	25,039
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	666,953	N/A
Total	<u>\$ 975,370</u>	<u>\$ 305,851</u>

The school department's employer contributions of \$666,953, 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, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2026	\$ (57,935)
2027	79,772
2028	(36,979)
2029	(36,434)
2030	11,949
Thereafter	42,193

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

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

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

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

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

30, 2020. As a result of the 2020 actuarial experience study, investment and demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 1,556,153	\$ (590,051)	\$ (2,187,275)

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

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

General Information About the Pension Plan

Plan Description. Teachers of the Hamblen 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 on the [Tennessee Department of Treasury website](#).

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

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

LEA if the required employer contributions are not remitted. Employer contributions by the Hamblen County School Department for the year ended June 30, 2025, to the Teacher Legacy Pension Plan were \$2,041,277 which is 6.36 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liability (Assets). On June 30, 2025, the school department reported a liability (asset) of (\$17,111,667) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department’s proportion of the net pension liability (asset) was based on the school department’s long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2024, the school department’s proportion was .993212 percent. The proportion measured as of June 30, 2023, was 1.010608 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of \$3,819,033.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Difference Between Expected and Actual Experience	\$ 4,563,228	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	3,332,657
Changes in Proportion of Net Pension Liability (Asset)	690,322	262,952
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	<u>2,041,277</u>	N/A
Total	<u>\$ 7,294,827</u>	<u>\$ 3,595,609</u>

The school department’s employer contributions of \$2,041,277 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, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2026	\$ (1,831,741)
2027	6,983,095
2028	(1,738,749)
2029	(1,754,664)
2030	0
Thereafter	0

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

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

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

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

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

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 21,737,746	\$ (17,111,667)	\$ (49,331,954)

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

2. Deferred Compensation

Primary Government

Hamblen County offers its employees a deferred compensation plan established pursuant to IRC Section 457. All costs of administering and funding this program are the responsibility of plan participants. The Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 457 established participation, contribution, and withdrawal provisions for the plan.

Discretely Presented Hamblen County School Department

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 \$1,103,192 and teachers contributed \$638,048 to this deferred compensation pension plan.

H. Other Postemployment Benefits (OPEB)

Hamblen County and the discretely presented Hamblen County School Department provide OPEB benefits to their retirees under various plans, these include OPEB provided through a self-insured plan for the primary government and through state administered public entity risk pools for both the primary government and the discretely presented school department. For reporting purposes, the plans are all considered single employer defined benefit OPEB plans based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). All of the plans are funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

OPEB Provided through Self-Insured Health Plan (Primary Government)

Plan Description. Hamblen County participates in a self-insured postemployment benefits plan administered by BlueCross BlueShield for its retirees. Benefits are established and amended by the county commission. Eligible employees must be age 60 or have 30 years of service. Emergency personnel are eligible at age 55 or with 25 years of service. Eligible retirees may remain on the county health plan until attainment of age 65 when they become eligible for Medicare. Dependent coverage is not provided.

Benefits Provided. The plan provides healthcare benefits to eligible retirees. The benefit terms provide for retirees to pay 100 percent of their medical insurance premium.

Employees Covered by Benefit Terms. At July 1, 2023, the following employees were covered by the benefit terms:

Inactive Employees Currently Receiving Benefits	3
Inactive Employees Entitled To But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	<u>270</u>
Total	<u><u>273</u></u>

Total OPEB Liability

The plan's total OPEB liability of \$105,093 was measured as of June 30, 2025, and was determined by an actuarial valuation as of July 1, 2023, which was rolled forward 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
Salary Increases	3.5%
Payroll Growth Rate	2.5%
Discount Rate	5.2%
Healthcare Cost Trend Rates	7% for 2025 decreasing to 4.5% by 2030
Retirees share of Health Premiums	100%

The discount rate was based on the Bond Buyer's 20 Bond Index as of June 30, 2025.

Mortality rates were based on Pub-2010 General fully generational projected 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

	<u>Total OPEB Liability</u>
Balance July 1, 2024	<u>\$ 112,164</u>
Changes for the Year:	
Service Cost	\$ 7,976
Interest	4,492
Changes in Assumption	(7,747)
Benefit Payments	(11,792)
Net Changes	<u>\$ (7,071)</u>
Balance June 30, 2025	<u><u>\$ 105,093</u></u>

Changes in assumptions and other inputs reflect a change in the discount rate from 3.93 percent in 2024 to 5.2 percent in 2025.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, the county recognized an OPEB expense of \$19,052. On June 30, 2025, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 16,710	\$ 0
Changes of Assumptions	1,116	5,600
Total	<u>\$ 17,826</u>	<u>\$ 5,600</u>

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

Year Ending June 30	Amount
2026	\$ 9,222
2027	4,220
2028	(1,216)
2029	0
2030	0
Thereafter	0

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 Hamblen 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:

Discount Rate	1%	Current	1%
	Decrease 4.2%	Discount Rate 5.2%	Increase 6.2%
Total OPEB Liability	\$ 111,134	\$ 105,093	\$ 99,495

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:

Healthcare Cost Trend Rate	1%	Current	1%
	Decrease (6% decreasing to 3.5%)	Trend Rate (7% decreasing to 4.5%)	Increase (8% decreasing to 5.5%)
Total OPEB Liability	\$ 95,869	\$ 105,093	\$ 115,859

OPEB Provided through State Administered Public Entity Risk Pools

Post-65 retirees of Hamblen County primary government may join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare. The school department provides healthcare benefits to its employees under the Local Education Plan (LEP) until they reach Medicare eligibility. Employees of the school department may then join the Tennessee Plan - Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare.

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

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

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2021 TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.93%
Healthcare Cost Trend Rates	LEP - Based on the Getzen Model, with trend starting at 10.68% for pre-65 retirees in the 2024 calendar year, and decreasing annually over a 13-year prior to an ultimate trend rate of 4.5%. TNMs- The premium subsidies provided to retirees are assumed to remain unchanged for the entire projection; therefore, trend rates are not applicable
Retirees Share of Benefit Related Cost	Discussed under each plan

The discount rate was 3.93 percent based on an average rating of AA/Aa as shown on the Bond Buyer 20-year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2024, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2024, valuations were the same as those employed in the July 1, 2022, Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality projected generationally with MP-2021 from 2010. Post-retirement rates are headcount-weighted below median healthy annuitant and adjusted with a six percent load for males and an 14 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from

a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

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

Closed Tennessee Plan – Medicare (Primary Government)

Plan description. Employees of Hamblen County who were hired prior to July 1, 2015, are provided with post-65 retiree health insurance benefits through the closed Tennessee Plan-Medicare (TNM) administered by the Tennessee Department of Finance and Administration. All eligible post-65 retirees and disability participants of local governments, who choose coverage, participate in the TNM. The TNM also includes eligible retirees of the state, certain component units of the state, and local education agencies. However, the amounts reflected in this note disclosure pertain only to the Hamblen County Primary Government. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

Benefits provided. The state offers the TNM to help fill most of the coverage gaps created by Medicare for eligible post-65 retirees and disabled participants of local governments. Insurance coverage is the only postemployment benefit provided to retirees. The TNM does not include pharmacy. In accordance with TCA 8-27-209, benefits of the TNM are established and amended by cooperation of insurance committees created by TCA 8-27-201, 8-27-301 and 8-27-701. Retirees and disabled employees of the state, component units, local education agencies, and certain local governments who have reached the age of 65, are Medicare eligible and also receive a benefit from the Tennessee Consolidated Retirement System (TCRS) may participate in this plan. All plan members receive the same plan benefits at the same premium rates. Participating employers determine their own policy related to subsidizing the retiree premiums. Hamblen County provides a direct monthly subsidy of between \$25 and \$50 for eligible retirees depending on years of service.

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

Inactive Employees Currently Receiving Benefits	5
Inactive Employees Entitled To But Not Yet Receiving Benefits	14
Active Employees Eligible for Benefits	154
Total	173

In accordance with TCA 8-27-209, the state insurance committees established by TCA Sections 8-27-201, 8-27-301 and 8-27-701 determine the required payments to the plan by member employers and employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. For the fiscal year ended June 30, 2025, the county paid \$3,268 for OPEB benefits as they came due.

Changes in the Total OPEB Liability

Balance July 1, 2023	\$ 258,585
Changes for the Year:	
Service Cost	7,332
Interest	9,637
Difference between Expected and Actual Experience	(20,932)
Changes in Assumptions	(9,711)
Benefit Payments	(3,797)
Net Changes	<u>\$ (17,471)</u>
Balance June 30, 2024	<u>\$ 241,114</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, the county recognized negative OPEB expense of \$89,033. On June 30, 2025, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 157,902
Changes of Assumptions	28,405	99,912
Net Difference Between Projected and Benefits paid after the measurement date of June 30, 2024	<u>3,268</u>	<u>0</u>
Total	<u>\$ 31,673</u>	<u>\$ 257,814</u>

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

Year Ending June 30	Amount
2026	\$ (94,458)
2027	(69,385)
2028	(25,747)
2029	(24,015)
2030	(11,250)
Thereafter	(4,554)

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:

Discount Rate	Current		
	1%	Discount	1%
	Decrease	Rate	Increase
	2.93%	3.93%	4.93%
Total OPEB Liability	\$ 278,189	\$ 241,114	\$ 210,160

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The premium subsidies provided to retirees in the TNM plan are assumed to remain unchanged for the entire projection period, therefore trend rates are not applicable to the plan calculations.

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

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

Benefits Provided. The Hamblen County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. The school department provides a direct subsidy ranging from \$546 to \$830 per month toward the cost of insurance for noncertified retirees based on coverage selected. The school department provides a direct subsidy ranging from \$300 to \$641 per month toward the cost of insurance for certified retirees based on years of service and insurance coverage selected. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible certified retirees premiums based on years of service. Retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

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

Inactive Employees Currently Receiving Benefits	121
Inactive Employees Entitled To But Not Yet Receiving Benefits	1
Active Employees Eligible for Benefits	<u>670</u>
Total	<u><u>792</u></u>

A state insurance committee, created in accordance with TCA 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$932,096 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	Share of Collective Liability		
	Hamblen County School Department 66.2379%	State of TN 33.7621%	Total OPEB Liability
Balance July 1, 2023	\$ 14,611,370	\$ 7,848,999	\$ 22,460,369
Changes for the Year:			
Service Cost	\$ 596,188	\$ 303,883	\$ 900,071
Interest	550,597	280,645	831,242
Difference between Expected and Actual Experience	546,745	278,681	825,426
Changes in Proportion	265,908	(265,908)	0
Changes in Assumption	209,210	106,636	315,846
Benefit Payments	(784,238)	(399,734)	(1,183,972)
Net Changes	\$ 1,384,410	\$ 304,203	\$ 1,688,613
Balance June 30, 2024	\$ 15,995,780	\$ 8,153,202	\$ 24,148,982

The Hamblen County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired teachers participating in the LEP. The Hamblen County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$695,087 in revenues for subsidies provided by non-employer contributing entities for benefits paid by the LEP for school department employees.

During the year, the Hamblen County School Department's proportionate share of the collective OPEB liability was 66.2379 percent and the State of Tennessee's share was 33.7621 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, the school department recognized OPEB expense of \$694,847, including the state's share of the expenses. On June 30, 2025, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Actual and Expected Experience	\$ 1,040,912	\$ 2,552,567
Changes in Proportion	239,751	1,979,468
Changes of Assumptions	1,632,020	1,421,297
Benefits Paid After the Measurement Date of June 30, 2024	932,096	0
Total	\$ 3,844,779	\$ 5,953,332

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

Year Ending June 30	School Department
2026	\$ (1,147,025)
2027	(1,125,289)
2028	(1,010,615)
2029	(33,998)
2030	15,420
Thereafter	260,858

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

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

Discount Rate	1% Decrease	Current Discount Rate	1% Increase
	2.93%	3.93%	4.93%

Proportionate Share of the Collective Total OPEB Liability	\$ 17,160,405	\$ 15,995,780	\$ 14,894,750
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Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the school department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

Healthcare Cost Trend Rate	1% Decrease	Current Trend Rates	1% Increase
	9.68 to 3.5%	10.68 to 4.5%	11.68 to 5.5%

Proportionate Share of the Collective Total OPEB Liability	\$ 14,474,386	\$ 15,995,780	\$ 17,753,767
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Closed Tennessee Plan – Medicare (Discretely Presented School Department)

Plan Description. Employees of the Hamblen County School Department, who were hired prior to July 1, 2015, are provided with post-65 retiree health insurance benefits through the closed Tennessee Plan - Medicare (TNM) administered by the Tennessee Department of Finance and Administration. All eligible post-65 retirees and disability participants of local education agencies, who choose coverage, participate in the TNM. The TNM also includes eligible retirees of the state, certain component units of the state, and certain local governmental entities. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015. The school department's total OPEB liability for the TNM Plan was measured as of June 30, 2024, and was determined by an actuarial valuation as of that date.

Benefits Provided. The state offers the TNM to help fill most of the coverage gaps created by Medicare for eligible post-65 retired teachers, noncertified employees, and disabled participants of local education agencies. Insurance coverage is the only postemployment benefit provided to retirees. The TNM does not include pharmacy. In accordance with *TCA* 8-27-209, benefits of the TNM are established and amended by cooperation of insurance committees created by *TCA* Sections 8-27-201, 8-27-301 and 8-27-701. Retirees and disabled employees of the state, component units, local education agencies, and certain local governments who have reached the age of 65, are Medicare eligible and also receives a benefit from the Tennessee Consolidated Retirement System may participate in this plan. All plan members receive the same plan benefits at the same premium rates. Participating employers determine their own policy related to subsidizing the retiree premiums. The Hamblen County School Department provided a direct monthly subsidy for retired certified employees of \$50 for retirees with 30 or more years of service, \$37.50 for retirees with 20-29 years of service, and \$25 for eligible retirees with less than 20 years of service. The state, as a governmental nonemployer contributing entity contributes to the premiums of certain eligible retirees (teachers) of local education agencies based on years of service. The State of Tennessee provided a direct subsidy of \$50 for eligible retirees (teachers) with 30 or more years of service, \$37.50 for eligible retirees with 20-29 years of service, and \$25 for eligible retirees with less than 20 years of service.

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

Inactive Employees Currently Receiving Benefits	276
Inactive Employees Entitled To But Not Yet Receiving Benefits	118
Active Employees Eligible for Benefits	<u>708</u>
Total	<u><u>1,102</u></u>

In accordance with *TCA* 8-27-209, the state insurance committees established by *TCA* Sections 8-27-201, 8-27-301 and 8-27-701 determine the required payments to the plan by member employers and employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. For the fiscal year ended June 30, 2025, the school department paid \$17,357 to the TNM for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	Share of Collective Liability		
	Hamblen County School Department 10.0797%	State of TN 89.9203%	Total OPEB Liability
Balance July 1, 2023	\$ 355,129	\$ 2,890,914	\$ 3,246,043
Changes for the Year:			
Service Cost	\$ 4,554	\$ 40,626	\$ 45,180
Interest	11,799	105,260	117,059
Difference between Expected and Actual Experience	(852)	(7,596)	(8,448)
Changes in Proportion	(27,936)	27,936	0
Changes in Assumption	(10,724)	(95,668)	(106,392)
Benefit Payments	(17,113)	(152,664)	(169,777)
Net Changes	<u>\$ (40,271)</u>	<u>\$ (82,107)</u>	<u>\$ (122,378)</u>
Balance June 30, 2024	<u>\$ 314,858</u>	<u>\$ 2,808,807</u>	<u>\$ 3,123,665</u>

The Hamblen County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the TNM. The Hamblen County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$401,726 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the TNM for school department retirees.

During the year, the Hamblen County School Department's proportionate share of the collective OPEB liability for the TNM plan was 10.0797 percent and the State of Tennessee's share was 89.9203 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, the school department recognized (negative) OPEB expense of (\$25,743), including the state's share of the expenses. On June 30, 2025, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 13,314	\$ 4,574
Changes in Proportions	6,306	279,189
Changes of Assumptions	26,643	77,766
Benefits Paid After the Measurement Date of June 30, 2024	17,357	0
Total	<u>\$ 63,620</u>	<u>\$ 361,529</u>

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

Year Ending June 30	School Department
2026	\$ (237,424)
2027	(26,575)
2028	(20,779)
2029	(22,646)
2030	(7,842)
Thereafter	0

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

Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Discount Rate. The following presents the school department's proportionate share of the collective total OPEB liability related to the TNM, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate.

Discount Rate	Current		
	1%	Discount	1%
	Decrease	Rate	Increase
	2.93%	3.93%	4.93%

Proportionate Share of the Collective Total OPEB Liability	\$	355,904	\$	314,858	\$	280,762
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Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The premium subsidies provided to retirees in the TNM plan are assumed to remain unchanged for the entire projection period, therefore trend rates are not applicable to the plan calculations.

I. Termination Benefits

The discretely presented Hamblen County School Department offers a voluntary termination benefits plan to its certified employees in accordance with contract provisions. To be eligible, employees must retire in the school year that they become 60 years of age or obtain 30 years of creditable service in the Tennessee Consolidated Retirement System, whichever comes first. Under the terms of the plan, employees can select between receiving \$4,500 for two years or \$3,500 for three years. During the 2024-25 year, 16 employees participated in the program. The estimated cost of these cash payments reported in the government-wide Statement of Net Position is \$124,335. Of that amount, \$60,284 is due within one year. The governmental funds' financial statements reflect retirement incentive expenditures of \$75,355 in the General Purpose School Fund.

In addition to the previously mentioned retirement incentive, the discretely presented Hamblen County School Department also offers an additional retirement honorarium payment. To be eligible, certified employees must retire with at least ten years of service. Under the terms of the plan, employees receive \$100 for each year of service with Hamblen County and/or the former Morristown City School System. During the 2024-25 year 12 employees received this incentive and were paid a total of \$36,601 from the General Purpose School Fund. In prior years, the school department reflected a liability on the government-wide financial statements for the estimated future amount of payments under this policy based on the total number of employees that met the requirements, but had not yet declared their retirement and otherwise accepted the benefit. During the current year the school department determined that a liability should be recognized for only employees that had filed for retirement and had not been paid the benefit on June 30th, according to GASB Statement 47, *Accounting for Termination Benefits*. Application of the guidance in GASB 47 resulted in a restatement of beginning net position to remove this liability from the financial statements. See note I.D.10. for details of the restatement to beginning net position.

J. Central Accounting and Budgeting

Office of Director of Finance

The Hamblen County Finance Department was established by an agreement between the county mayor and the county commission. This agreement provides for a finance director who is responsible for maintaining records for funds administered by the county mayor and the highway superintendent.

K. Purchasing Laws

Office of County Mayor

Purchasing procedures for the Office of County Mayor are governed by the County Purchasing Law of 1983, Section 5-14-201, et seq., *Tennessee Code Annotated (TCA)*. This act provides for purchases exceeding \$25,000 to be made after public advertisement and solicitation of competitive bids.

Office of Highway Superintendent

Chapter 313 of the Private Acts of 1949, as amended, and Section 54-7-113, *TCA* (Uniform Road Law), govern purchasing procedures for the road department. These statutes require all purchases exceeding \$25,000 to be made on the basis of publicly advertised competitive bids.

Office of Director of Schools

Purchasing procedures for the discretely presented Hamblen County School Department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *TCA*, which provides for the county Board of Education, through its executive committee (director of schools and chairman of the Board of Education), to make all purchases. This statute also requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$10,000. However, the Board of Education has adopted a more restrictive policy that requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$5,000.

L. Subsequent Events

Clerk and Master Kathy Jones-Terry retired June 30, 2025, and was succeeded by Teresa Carey effective July 1, 2025.

On August 21, 2025, Hamblen County entered into an Energy Efficient Schools Initiative Loan Agreement on behalf of the Hamblen County Board of Education. The loan would be repaid over 16 years at 1.5% interest in the total amount of \$5,598,275 (\$4,980,617 in principal payments and \$617,658 in interest payments) to finish the project of lighting upgrades, enhancement of building automation systems, and improvement of water efficiency.

On September 15, 2025, Hamblen County reached a settlement in a lawsuit related to Sixth and Fourteenth Amendment claims against the county. The agreement required the county pay the plaintiff's attorney fees and nontaxable expenses totaling \$509,194. The county's attorney advised that the county is exposed to the potential for an additional \$600,000 award relating to the case at a future date. As discussed in Note IV.G., Long-term Obligations, Hamblen County has reported a liability of \$509,194 in the government-wide statement of net position on June 30, 2025.

On September 30, 2025, Hamblen County issued general obligation bonds totaling \$9,650,000 for various school construction and capital.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

HAMBLEN COUNTY, TENNESSEE**Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on Participation in the Public Employee Pension Plan of TCRS**

Primary Government

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total Pension Liability										
Service Cost	\$ 1,541,726	\$ 1,579,621	\$ 1,680,721	\$ 1,809,951	\$ 1,866,188	\$ 1,898,115	\$ 1,962,154	\$ 2,291,779	\$ 2,480,211	\$ 2,612,932
Interest	4,157,957	4,300,049	4,518,128	4,762,478	4,974,303	5,259,653	5,490,291	5,756,429	6,141,786	6,624,742
Differences Between Actual and Expected Experience	(1,125,375)	(209,832)	559,415	(569,584)	360,952	(609,801)	(1,156,104)	1,245,850	2,476,469	2,005,933
Changes in Assumptions	0	0	1,569,030	0	0	0	6,503,898	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(2,685,162)	(2,750,139)	(2,976,277)	(3,041,500)	(3,233,218)	(3,361,800)	(3,499,761)	(3,655,415)	(3,891,602)	(4,260,952)
Net Change in Total Pension Liability	\$ 1,889,146	\$ 2,919,699	\$ 5,351,017	\$ 2,961,345	\$ 3,968,225	\$ 3,186,167	\$ 9,300,478	\$ 5,638,643	\$ 7,206,864	\$ 6,982,655
Total Pension Liability, Beginning	55,240,285	57,129,431	60,049,130	65,400,147	68,361,492	72,329,717	75,515,884	84,816,362	90,455,005	97,661,869
Total Pension Liability, Ending (a)	\$ 57,129,431	\$ 60,049,130	\$ 65,400,147	\$ 68,361,492	\$ 72,329,717	\$ 75,515,884	\$ 84,816,362	\$ 90,455,005	\$ 97,661,869	\$ 104,644,524
Plan Fiduciary Net Position										
Contributions - Employer	\$ 1,572,279	\$ 1,662,880	\$ 1,774,445	\$ 1,852,370	\$ 1,920,593	\$ 1,552,202	\$ 1,623,618	\$ 1,688,868	\$ 1,822,027	\$ 2,021,595
Contributions - Employee	845,362	894,033	957,457	987,598	1,023,555	1,061,781	1,114,737	1,157,293	1,249,283	1,376,927
Net Investment Income	1,715,800	1,516,080	6,618,126	5,373,466	5,197,556	3,690,828	19,934,148	(3,686,295)	6,169,760	9,472,619
Benefit Payments, Including Refunds of Employee Contributions	(2,685,162)	(2,750,139)	(2,976,277)	(3,041,500)	(3,233,218)	(3,361,800)	(3,499,761)	(3,655,415)	(3,891,602)	(4,260,952)
Administrative Expense	(32,024)	(48,287)	(53,833)	(62,645)	(58,273)	(59,707)	(60,300)	(67,999)	(73,354)	(91,979)
Other	0	4,872	0	0	0	(26,538)	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 1,416,255	\$ 1,279,439	\$ 6,317,918	\$ 5,109,289	\$ 4,850,213	\$ 2,856,766	\$ 19,112,442	\$ (4,563,548)	\$ 5,276,114	\$ 8,518,210
Plan Fiduciary Net Position, Beginning	55,854,434	57,270,689	58,550,128	64,868,046	69,977,335	74,827,548	77,684,314	96,796,756	92,233,208	97,509,322
Plan Fiduciary Net Position, Ending (b)	\$ 57,270,689	\$ 58,550,128	\$ 64,868,046	\$ 69,977,335	\$ 74,827,548	\$ 77,684,314	\$ 96,796,756	\$ 92,233,208	\$ 97,509,322	\$ 106,027,532
Net Pension Liability (Asset), Ending (a - b)	\$ (141,258)	\$ 1,499,002	\$ 532,101	\$ (1,615,843)	\$ (2,497,831)	\$ (2,168,430)	\$ (11,980,394)	\$ (1,778,203)	\$ 152,547	\$ (1,383,008)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	100.25%	97.50%	99.19%	102.36%	103.45%	102.87%	114.13%	101.97%	99.84%	101.32%
Covered Payroll	\$ 16,906,305	\$ 17,876,001	\$ 18,974,846	\$ 19,751,857	\$ 20,446,464	\$ 21,235,563	\$ 22,027,921	\$ 23,145,797	\$ 24,976,827	\$ 27,548,323
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(0.84)%	8.39%	2.80%	(8.18)%	(12.22)%	(10.21)%	(54.39)%	(7.68)%	0.61%	(5.02)%

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

HAMBLEN COUNTY, TENNESSEE
Schedule of Contributions Based on Participation in the Public
Employee Pension Plan of TCRS
 Primary Government
For the Fiscal Year Ended June 30

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Actuarially Determined Contribution	\$ 1,662,880	\$ 1,774,445	\$ 1,852,370	\$ 1,920,593	\$ 1,352,586	\$ 1,414,048	\$ 1,409,502	\$ 1,649,686	\$ 1,831,603	\$ 1,989,637
Less: Contributions in Relation to the Actuarially Determined Contribution	(1,662,880)	(1,774,445)	(1,852,370)	(1,920,593)	(1,552,202)	(1,623,618)	(1,688,868)	(1,822,027)	(2,021,595)	(2,214,736)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ (199,616)	\$ (209,570)	\$ (279,366)	\$ (172,341)	\$ (189,992)	\$ (225,099)
Covered Payroll	\$ 17,876,001	\$ 18,974,846	\$ 19,751,857	\$ 20,446,464	\$ 21,235,563	\$ 22,027,921	\$ 23,145,797	\$ 24,976,827	\$ 27,548,323	\$ 30,009,608
Contributions as a Percentage of Covered Payroll	9.30%	9.35%	9.38%	9.39%	7.31%	7.37%	7.30%	7.29%	7.34%	7.38%

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

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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 149,797	\$ 213,998	\$ 278,242	\$ 173,768	\$ 212,143	\$ 248,349	\$ 285,634	\$ 468,073	\$ 573,815	\$ 666,953
Less: Contributions in Relation to the Contractually Required Contribution	(149,797)	(213,998)	(278,242)	(173,768)	(212,143)	(248,349)	(285,634)	(468,073)	(573,815)	(666,953)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 3,744,929	\$ 5,261,300	\$ 6,956,052	\$ 8,957,080	\$ 10,450,344	\$ 12,294,449	\$ 14,210,671	\$ 16,309,179	\$ 19,451,285	\$ 22,231,795
Contributions as a Percentage of Covered Payroll	4.00%	4.05%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%	3.00%

Note 1: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually required contribution into the Pension Stabilization Reserve Trust (SRT).
 2019: Pension - 1.94%, SRT - 2.02%
 2020: Pension - 2.03%, SRT - 1.97%
 2021: Pension - 2.02%, SRT - 1.98%
 2022: Pension - 2.01%, SRT - 1.99%
 2023: Pension - 2.87%, SRT - 1.13%
 2024: Pension - 2.95%, SRT - 1.05%
 2025: Pension - 3.00%, SRT - 1.00%

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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 3,043,681	\$ 3,087,195	\$ 3,092,144	\$ 3,581,208	\$ 3,592,640	\$ 3,349,565	\$ 3,580,452	\$ 2,849,859	\$ 2,230,982	\$ 2,041,277
Less: Contributions in Relation to the Contractually Required Contribution	(3,043,681)	(3,087,195)	(3,092,144)	(3,581,208)	(3,592,640)	(3,349,565)	(3,580,452)	(2,849,859)	(2,230,982)	(2,041,277)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 33,669,025	\$ 34,221,953	\$ 34,054,462	\$ 34,243,795	\$ 33,797,191	\$ 32,863,184	\$ 34,761,632	\$ 32,799,862	\$ 32,760,348	\$ 32,105,185
Contributions as a Percentage of Covered Payroll	9.04%	9.02%	9.08%	10.46%	10.63%	10.19%	10.30%	8.69%	6.81%	6.36%

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School Department's Proportion of the Net Pension Liability (Asset)	0.851112%	0.815121%	0.795997%	0.846447%	0.828132%	0.851878%	0.832151%	0.819949%	0.819949%	0.828016%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (88,603)	\$ (215,056)	\$ (361,007)	\$ (477,808)	\$ (470,910)	\$ (922,764)	\$ (252,080)	\$ (347,686)	\$ (347,686)	\$ (590,051)
Covered Payroll	\$ 3,744,929	\$ 5,278,396	\$ 6,956,052	\$ 8,957,080	\$ 10,450,344	\$ 12,294,449	\$ 14,210,671	\$ 16,309,179	\$ 16,309,179	\$ 19,451,285
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(2.37)%	(4.07)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%	(2.13)%	(2.13)%	(3.03)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%	104.97%	106.49%

HAMBLEN COUNTY, TENNESSEE

Schedule of Proportionate Share of the Net Pension Liability (Asset)

in the Teacher Legacy Pension Plan of TCRS

Discretely Presented Hamblen County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School Department's Proportion of the Net Pension Liability (Asset)	0.913250%	0.932712%	0.966078%	0.972519%	1.021047%	1.015461%	0.993703%	1.056285%	1.010608%	0.993212%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ 374,099	\$ 5,828,936	\$ (316,085)	\$ (3,422,212)	\$ (10,498,202)	\$ (7,743,641)	\$ (42,860,813)	\$ (12,954,329)	\$ (11,914,800)	\$ (17,111,667)
Covered Payroll	\$ 34,187,512	\$ 33,669,025	\$ 34,221,953	\$ 34,054,462	\$ 34,243,795	\$ 33,797,191	\$ 32,863,184	\$ 34,761,632	\$ 32,799,862	\$ 32,760,348
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	1.09%	17.31%	(0.92)%	(10.05)%	(30.66)%	(22.91)%	(130.42)%	(37.27)%	(36.33)%	(52.23)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%	104.11%	105.76%

HAMBLEN COUNTY, TENNESSEE

Schedule of Changes in the Total OPEB Liability and Related Ratios - Hamblen County Plan

Primary Government

For the Fiscal Year Ended June 30

	2018	2019	2020	2021	2022	2023	2024	2025
Total OPEB Liability								
Service Cost	\$ 8,012	\$ 7,909	\$ 6,194	\$ 7,432	\$ 6,540	\$ 5,708	\$ 8,032	\$ 7,976
Interest	4,480	4,976	3,551	2,445	1,764	2,639	4,236	4,492
Differences Between Actual and Expected Experience	0	0	(34,147)	0	(28,304)	0	38,134	0
Changes in Assumptions or Other Inputs	(2,338)	3,022	8,235	291	(7,109)	(471)	2,550	(7,747)
Benefit Payments	(5,409)	(7,795)	(8,195)	(10,207)	(7,455)	(9,783)	(12,570)	(11,792)
Net Change in Total OPEB Liability	\$ 4,745	\$ 8,112	\$ (24,362)	\$ (39)	\$ (34,564)	\$ (1,907)	\$ 40,382	\$ (7,071)
Total OPEB Liability, Beginning	119,797	124,542	132,654	108,292	108,253	73,689	71,782	112,164
Total OPEB Liability, Ending	\$ 124,542	\$ 132,654	\$ 108,292	\$ 108,253	\$ 73,689	\$ 71,782	\$ 112,164	\$ 105,093
Covered Employee Payroll	\$ 8,098,137	\$ 8,300,590	\$ 8,080,408	\$ 8,282,418	\$ 8,778,874	\$ 8,998,346	\$ 10,410,904	\$ 10,671,177
Net OPEB Liability as a Percentage of Covered Employee Payroll	1.54%	1.60%	1.34%	1.31%	0.84%	0.80%	1.08%	0.98%

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

Note 2: Changes in assumptions. Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2017	3.58%
2018	3.87%
2019	3.50%
2020	2.21%
2021	2.16%
2022	3.54%
2023	3.65%
2024	3.93%
2025	5.20%

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

HAMBLEN COUNTY, TENNESSEE

Schedule of Changes in the Total OPEB Liability and Related Ratios - Tennessee Plan - Medicare

Primary Government

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 42,176	\$ 36,027	\$ 24,217	\$ 9,814	\$ 15,195	\$ 11,584	\$ 7,547	\$ 7,332
Interest	25,339	29,676	24,721	11,985	9,203	6,968	9,114	9,637
Differences Between Actual and Expected Experience	0	(193,258)	(378,994)	(25,172)	(16,079)	(19,169)	(2,941)	(20,932)
Changes in Assumptions or Other Inputs	(92,045)	(6,439)	8,001	77,179	(94,859)	(56,945)	(3,280)	(9,711)
Benefit Payments	(2,550)	(4,438)	(5,388)	(4,570)	(3,843)	(3,533)	(3,524)	(3,797)
Net Change in Total OPEB Liability	\$ (27,080)	\$ (138,432)	\$ (327,443)	\$ 69,236	\$ (90,383)	\$ (61,095)	\$ 6,916	\$ (17,471)
Total OPEB Liability, Beginning	826,866	799,786	661,354	333,911	403,147	312,764	251,669	258,585
Total OPEB Liability, Ending	\$ 799,786	\$ 661,354	\$ 333,911	\$ 403,147	\$ 312,764	\$ 251,669	\$ 258,585	\$ 241,114
Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net OPEB Liability as a Percentage of Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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:

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

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

HAMBLEN COUNTY, TENNESSEE

Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan

Discretely Presented Hamblen County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 2,191,512	\$ 2,049,205	\$ 1,662,908	\$ 914,698	\$ 1,058,160	\$ 1,115,317	\$ 872,655	\$ 900,071
Interest	1,056,172	1,282,386	1,144,133	701,438	470,508	465,742	736,298	831,242
Changes in Benefit Terms	0	(2,454,445)	(4,681,775)	0	0	0	0	0
Differences Between Actual and Expected Experience	0	(3,928,886)	(6,134,679)	(1,392,995)	(115,483)	1,194,965	132,365	825,426
Changes in Assumptions or Other Inputs	(1,607,785)	681,741	(1,506,109)	2,086,587	(59,351)	(2,080,670)	1,470,277	315,846
Benefit Payments	(1,562,359)	(1,729,244)	(1,604,785)	(1,106,840)	(1,184,526)	(1,092,496)	(1,344,213)	(1,183,972)
Net Change in Total OPEB Liability	\$ 77,540	\$ (4,099,243)	\$ (11,120,307)	\$ 1,202,888	\$ 169,308	\$ (397,142)	\$ 1,867,382	\$ 1,688,613
Total OPEB Liability, Beginning	34,759,943	34,837,483	30,738,240	19,617,933	20,820,821	20,990,129	20,592,987	22,460,369
Total OPEB Liability, Ending	\$ 34,837,483	\$ 30,738,240	\$ 19,617,933	\$ 20,820,821	\$ 20,990,129	\$ 20,592,987	\$ 22,460,369	\$ 24,148,982
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 7,393,385	\$ 7,028,268	\$ 5,358,343	\$ 5,956,586	\$ 6,666,778	\$ 6,827,068	\$ 7,848,999	\$ 8,153,202
Employer Proportionate Share of the Total OPEB Liability	27,444,098	23,709,972	14,259,590	14,864,235	14,323,351	13,765,919	14,611,370	15,995,780
Covered Employee Payroll	\$ 47,750,736	\$ 50,462,098	\$ 52,896,548	\$ 53,979,815	\$ 55,374,066	\$ 58,579,402	\$ 60,924,159	\$ 64,907,829
Net OPEB Liability as a Percentage of Covered Employee Payroll	57.47%	46.99%	26.96%	27.54%	25.87%	23.50%	23.98%	24.64%

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

Note 2: Changes in assumptions.

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

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

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

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

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

HAMBLEN COUNTY, TENNESSEE

Schedule of Changes in the Total OPEB Liability and Related Ratios - Tennessee Plan - Medicare

Discretely Presented Hamblen County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 175,194	\$ 143,603	\$ 67,205	\$ 59,950	\$ 88,822	\$ 74,437	\$ 46,899	\$ 45,180
Interest	230,692	260,628	122,572	121,823	94,732	80,586	109,205	117,059
Changes in Benefit Terms	0	(3,660,869)	0	0	0	0	0	0
Differences Between Actual and Expected Experience	0	(360,073)	6,704	46,229	(12,124)	(15,208)	165,276	(8,448)
Changes in Assumptions or Other Inputs	(672,478)	(26,374)	44,529	711,990	(556,024)	(600,580)	(33,574)	(106,392)
Benefit Payments	(278,100)	(284,323)	(148,075)	(149,903)	(155,773)	(157,688)	(158,117)	(169,777)
Net Change in Total OPEB Liability	\$ (544,692)	\$ (3,927,408)	\$ 92,935	\$ 790,089	\$ (540,367)	\$ (618,453)	\$ 129,689	\$ (122,378)
Total OPEB Liability, Beginning	7,864,250	7,319,558	3,392,150	3,485,085	4,275,174	3,734,807	3,116,354	3,246,043
Total OPEB Liability, Ending	\$ 7,319,558	\$ 3,392,150	\$ 3,485,085	\$ 4,275,174	\$ 3,734,807	\$ 3,116,354	\$ 3,246,043	\$ 3,123,665
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 3,402,753	\$ 2,916,805	\$ 3,060,686	\$ 3,771,397	\$ 3,282,698	\$ 2,749,289	\$ 2,890,914	\$ 2,808,807
Employer Proportionate Share of the Total OPEB Liability	3,916,805	475,345	424,399	503,777	452,109	367,065	355,129	314,858
Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net OPEB Liability as a Percentage of Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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:

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

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

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

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2025 were calculated based on the June 30, 2023, actuarial valuation.

Methods and assumptions used to determine contribution rates:

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

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

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

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

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

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

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for opioid settlement funds.

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

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

CAPITAL PROJECTS FUNDS

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

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

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for expenditures related to road repairs.

Other General Government Capital Projects Fund – The Other General Government Capital Projects fund is used to account for resources provided by the American Rescue Plan Act.

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

	Special Revenue Funds					Total
	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional - Officers - Fees	Highway / Public Works	
ASSETS						
Cash	\$ 0	\$ 0	\$ 0	\$ 7,808	\$ 0	\$ 7,808
Equity in Pooled Cash and Investments	2,650,793	343,386	2,054,278	0	1,341,135	6,389,592
Accounts Receivable	12,372	851	0	126,607	0	139,830
Due from Other Governments	214,262	0	0	0	648,409	862,671
Property Taxes Receivable	1,918,041	0	0	0	0	1,918,041
Allowance for Uncollectible Property Taxes	(39,156)	0	0	0	0	(39,156)
Total Assets	<u>\$ 4,756,312</u>	<u>\$ 344,237</u>	<u>\$ 2,054,278</u>	<u>\$ 134,415</u>	<u>\$ 1,989,544</u>	<u>\$ 9,278,786</u>
LIABILITIES						
Accounts Payable	\$ 527,967	\$ 132	\$ 2,414	\$ 0	\$ 29,601	\$ 560,114
Accrued Payroll	44,826	0	0	0	56,800	101,626
Due to Other Funds	26,609	0	0	134,415	31,047	192,071
Total Liabilities	<u>\$ 599,402</u>	<u>\$ 132</u>	<u>\$ 2,414</u>	<u>\$ 134,415</u>	<u>\$ 117,448</u>	<u>\$ 853,811</u>

(Continued)

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

	Special Revenue Funds					Total
	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional - Officers - Fees	Highway / Public Works	
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 1,845,632	\$ 0	\$ 0	\$ 0	\$ 0	1,845,632
Deferred Delinquent Property Taxes	31,276	0	0	0	0	31,276
Other Deferred/Unavailable Revenue	10,222	0	0	0	407,531	417,753
Total Deferred Inflows of Resources	\$ 1,887,130	\$ 0	\$ 0	\$ 0	\$ 407,531	\$ 2,294,661
FUND BALANCES						
Restricted:						
Restricted for Public Safety	\$ 0	\$ 344,105	\$ 0	\$ 0	\$ 0	344,105
Restricted for Public Health and Welfare	0	0	417,643	0	0	417,643
Restricted for Highways/Public Works	0	0	0	0	187,588	187,588
Restricted for Capital Projects	0	0	0	0	0	0
Committed:						
Committed for Public Health and Welfare	2,269,780	0	0	0	0	2,269,780
Committed for Highways/Public Works	0	0	0	0	1,276,977	1,276,977
Committed for Capital Projects	0	0	0	0	0	0
Committed for Other Purposes	0	0	1,634,221	0	0	1,634,221
Total Fund Balances	\$ 2,269,780	\$ 344,105	\$ 2,051,864	\$ 0	\$ 1,464,565	\$ 6,130,314
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 4,756,312	\$ 344,237	\$ 2,054,278	\$ 134,415	\$ 1,989,544	\$ 9,278,786

(Continued)

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

	Capital Projects Funds				Total Nonmajor Governmental Funds
	General Capital Projects	Highway Capital Projects	Other General Government Capital Projects	Total	
ASSETS					
Cash	\$ 0	\$ 0	\$ 0	\$ 0	7,808
Equity in Pooled Cash and Investments	199,628	2,367,153	2,194,801	4,761,582	11,151,174
Accounts Receivable	0	0	0	0	139,830
Due from Other Governments	0	0	1,038,330	1,038,330	1,901,001
Property Taxes Receivable	0	0	0	0	1,918,041
Allowance for Uncollectible Property Taxes	0	0	0	0	(39,156)
Total Assets	<u>\$ 199,628</u>	<u>\$ 2,367,153</u>	<u>\$ 3,233,131</u>	<u>\$ 5,799,912</u>	<u>\$ 15,078,698</u>
LIABILITIES					
Accounts Payable	\$ 0	\$ 502,962	\$ 262,164	\$ 765,126	\$ 1,325,240
Accrued Payroll	0	0	0	0	101,626
Due to Other Funds	0	0	0	0	192,071
Total Liabilities	<u>\$ 0</u>	<u>\$ 502,962</u>	<u>\$ 262,164</u>	<u>\$ 765,126</u>	<u>\$ 1,618,937</u>

(Continued)

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

	Capital Projects Funds				Total Nonmajor Governmental Funds
	General Capital Projects	Highway Capital Projects	Other General Government Capital Projects	Total	
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	1,845,632
Deferred Delinquent Property Taxes	0	0	0	0	31,276
Other Deferred/Unavailable Revenue	0	0	1,038,330	1,038,330	1,456,083
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 1,038,330	\$ 1,038,330	\$ 3,332,991
FUND BALANCES					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 0	\$ 0	\$ 0	344,105
Restricted for Public Health and Welfare	0	0	0	0	417,643
Restricted for Highways/Public Works	0	0	0	0	187,588
Restricted for Capital Projects	157,403	925,807	0	1,083,210	1,083,210
Committed:					
Committed for Public Health and Welfare	0	0	0	0	2,269,780
Committed for Highways/Public Works	0	0	0	0	1,276,977
Committed for Capital Projects	42,225	938,384	1,932,637	2,913,246	2,913,246
Committed for Other Purposes	0	0	0	0	1,634,221
Total Fund Balances	\$ 199,628	\$ 1,864,191	\$ 1,932,637	\$ 3,996,456	\$ 10,126,770
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 199,628	\$ 2,367,153	\$ 3,233,131	\$ 5,799,912	\$ 15,078,698

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

	Special Revenue Funds					
	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works	Total
Revenues						
Local Taxes	\$ 3,538,589	\$ 0	\$ 0	\$ 0	\$ 272,300	\$ 3,810,889
Licenses and Permits	1,805	0	0	0	0	1,805
Fines, Forfeitures, and Penalties	0	26,770	0	0	0	26,770
Charges for Current Services	0	0	0	24,455	0	24,455
Other Local Revenues	20,551	22,499	93,450	0	257,522	394,022
State of Tennessee	17,752	0	199,312	0	2,684,074	2,901,138
Federal Government	0	0	0	0	0	0
Other Governments and Citizens Groups	0	0	333,545	0	0	333,545
Total Revenues	\$ 3,578,697	\$ 49,269	\$ 626,307	\$ 24,455	\$ 3,213,896	\$ 7,492,624
Expenditures						
Current:						
Finance	\$ 0	\$ 0	\$ 0	\$ 1,368	\$ 0	\$ 1,368
Administration of Justice	0	0	0	23,087	0	23,087
Public Safety	0	41,274	0	0	0	41,274
Public Health and Welfare	3,977,568	0	225,000	0	0	4,202,568
Other Operations	0	0	91	0	0	91
Highways	0	0	0	0	2,368,786	2,368,786
Capital Projects	0	0	0	0	0	0
Capital Projects - Donated	0	0	77,209	0	0	77,209
Total Expenditures	\$ 3,977,568	\$ 41,274	\$ 302,300	\$ 24,455	\$ 2,368,786	\$ 6,714,383

(Continued)

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

	Special Revenue Funds					Total
	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works	
Excess (Deficiency) of Revenues Over Expenditures	\$ (398,871)	\$ 7,995	\$ 324,007	\$ 0	\$ 845,110	\$ 778,241
Other Financing Sources (Uses)						
Insurance Recovery	\$ 1,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,000
Transfers In	0	0	0	0	0	0
Transfers Out	0	0	(300,000)	0	0	(300,000)
Total Other Financing Sources (Uses)	\$ 1,000	\$ 0	\$ (300,000)	\$ 0	\$ 0	\$ (299,000)
Net Change in Fund Balances	\$ (397,871)	\$ 7,995	\$ 24,007	\$ 0	\$ 845,110	\$ 479,241
Change to or Within the Reporting Entity	0	0	0	0	0	0
Fund Balance, July 1, 2024	2,667,651	336,110	2,027,857	0	619,455	5,651,073
Fund Balance, June 30, 2025	\$ 2,269,780	\$ 344,105	\$ 2,051,864	\$ 0	\$ 1,464,565	\$ 6,130,314

(Continued)

HAMBLEN COUNTY, TENNESSEE

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

	Debt Service Fund		Capital Projects Funds			Total Nonmajor Governmental Funds
	<i>Formerly Nonmajor</i> Special Debt Service	General Capital Projects	Highway Capital Projects	Other General Government Capital Projects	Total	
Revenues						
Local Taxes	\$ 0	\$ 0	\$ 1,483,916	\$ 0	\$ 1,483,916	\$ 5,294,805
Licenses and Permits	0	0	0	0	0	1,805
Fines, Forfeitures, and Penalties	0	0	0	0	0	26,770
Charges for Current Services	0	0	0	0	0	24,455
Other Local Revenues	0	0	365,000	135,008	500,008	894,030
State of Tennessee	0	0	0	0	0	2,901,138
Federal Government	0	375,534	0	98,389	473,923	473,923
Other Governments and Citizens Groups	0	36,983	0	0	36,983	370,528
Total Revenues	\$ 0	\$ 412,517	\$ 1,848,916	\$ 233,397	\$ 2,494,830	\$ 9,987,454
Expenditures						
Current:						
Finance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,368
Administration of Justice	0	0	0	0	0	23,087
Public Safety	0	0	0	0	0	41,274
Public Health and Welfare	0	0	0	0	0	4,202,568
Other Operations	0	0	0	0	0	91
Highways	0	0	0	0	0	2,368,786
Capital Projects	0	428,740	1,305,411	1,170,386	2,904,537	2,904,537
Capital Projects - Donated	0	0	0	0	0	77,209
Total Expenditures	\$ 0	\$ 428,740	\$ 1,305,411	\$ 1,170,386	\$ 2,904,537	\$ 9,618,920

(Continued)

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

	Debt Service Fund	Capital Projects Funds			Total	Total Nonmajor Governmental Funds
		Formerly Nonmajor Special Debt Service	General Capital Projects	Highway Capital Projects		
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ (16,223)	\$ 543,505	\$ (936,989)	\$ (409,707)	\$ 368,534
Other Financing Sources (Uses)						
Insurance Recovery	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,000
Transfers In	0	166,024	0	0	166,024	166,024
Transfers Out	0	0	0	0	0	(300,000)
Total Other Financing Sources (Uses)	\$ 0	\$ 166,024	\$ 0	\$ 0	\$ 166,024	\$ (132,976)
Net Change in Fund Balances	\$ 0	\$ 149,801	\$ 543,505	\$ (936,989)	\$ (243,683)	\$ 235,558
Change to or Within the Reporting Entity	(5,247,905)	0	0	0	0	(5,247,905)
Fund Balance, July 1, 2024	5,247,905	49,827	1,320,686	2,869,626	4,240,139	15,139,117
Fund Balance, June 30, 2025	\$ 0	\$ 199,628	\$ 1,864,191	\$ 1,932,637	\$ 3,996,456	\$ 10,126,770

HAMBLEN COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
 Solid Waste/Sanitation Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Local Taxes	\$ 3,538,589	\$ 0	\$ 3,538,589	\$ 3,445,700	\$ 3,445,700	\$ 92,889
Licenses and Permits	1,805	0	1,805	2,000	2,000	(195)
Other Local Revenues	20,551	0	20,551	10,000	10,000	10,551
State of Tennessee	17,752	0	17,752	18,000	18,000	(248)
Total Revenues	<u>\$ 3,578,697</u>	<u>\$ 0</u>	<u>\$ 3,578,697</u>	<u>\$ 3,475,700</u>	<u>\$ 3,475,700</u>	<u>\$ 102,997</u>
Expenditures						
Public Health and Welfare						
Sanitation Management	\$ 3,977,568	\$ (662,789)	\$ 3,314,779	\$ 3,578,932	\$ 3,892,982	\$ 578,203
Total Expenditures	<u>\$ 3,977,568</u>	<u>\$ (662,789)</u>	<u>\$ 3,314,779</u>	<u>\$ 3,578,932</u>	<u>\$ 3,892,982</u>	<u>\$ 578,203</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (398,871)</u>	<u>\$ 662,789</u>	<u>\$ 263,918</u>	<u>\$ (103,232)</u>	<u>\$ (417,282)</u>	<u>\$ 681,200</u>
Other Financing Sources (Uses)						
Insurance Recovery	\$ 1,000	\$ 0	\$ 1,000	\$ 0	\$ 0	\$ 1,000
Total Other Financing Sources	<u>\$ 1,000</u>	<u>\$ 0</u>	<u>\$ 1,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,000</u>
Net Change in Fund Balance	\$ (397,871)	\$ 662,789	\$ 264,918	\$ (103,232)	\$ (417,282)	\$ 682,200
Fund Balance, July 1, 2024	<u>2,667,651</u>	<u>(662,789)</u>	<u>2,004,862</u>	<u>1,805,680</u>	<u>1,805,680</u>	<u>199,182</u>
Fund Balance, June 30, 2025	<u>\$ 2,269,780</u>	<u>\$ 0</u>	<u>\$ 2,269,780</u>	<u>\$ 1,702,448</u>	<u>\$ 1,388,398</u>	<u>\$ 881,382</u>

HAMBLEN 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, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Fines, Forfeitures, and Penalties	\$ 26,770	\$ 0	\$ 0	\$ 26,770	\$ 29,425	\$ 29,425	\$ (2,655)
Other Local Revenues	22,499	0	0	22,499	5,000	5,000	17,499
State of Tennessee	0	0	0	0	0	7,000	(7,000)
Total Revenues	\$ 49,269	\$ 0	\$ 0	\$ 49,269	\$ 34,425	\$ 41,425	\$ 7,844
Expenditures							
Public Safety							
Drug Enforcement	\$ 41,274	\$ (3,431)	\$ 2,744	\$ 40,587	\$ 94,101	\$ 101,101	\$ 60,514
Total Expenditures	\$ 41,274	\$ (3,431)	\$ 2,744	\$ 40,587	\$ 94,101	\$ 101,101	\$ 60,514
Excess (Deficiency) of Revenues Over Expenditures	\$ 7,995	\$ 3,431	\$ (2,744)	\$ 8,682	\$ (59,676)	\$ (59,676)	\$ 68,358
Net Change in Fund Balance	\$ 7,995	\$ 3,431	\$ (2,744)	\$ 8,682	\$ (59,676)	\$ (59,676)	\$ 68,358
Fund Balance, July 1, 2024	336,110	(3,431)	0	332,679	300,197	300,197	32,482
Fund Balance, June 30, 2025	\$ 344,105	\$ 0	\$ (2,744)	\$ 341,361	\$ 240,521	\$ 240,521	\$ 100,840

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive - (Negative)
		Original	Final	
Revenues				
Other Local Revenues	\$ 93,450	\$ 0	\$ 0	\$ 93,450
State of Tennessee	199,312	0	0	199,312
Other Governments and Citizens Groups	333,545	0	0	333,545
Total Revenues	<u>\$ 626,307</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 626,307</u>
Expenditures				
Public Health and Welfare				
Ambulance/Emergency Medical Services	\$ 105,000	\$ 0	\$ 105,000	\$ 0
Alcohol and Drug Programs	120,000	0	130,000	10,000
Other Operations				
Other Charges	91	0	2,500	2,409
Capital Projects - Donated				
Capital Projects Donated to Other Entities	77,209	0	88,070	10,861
Total Expenditures	<u>\$ 302,300</u>	<u>\$ 0</u>	<u>\$ 325,570</u>	<u>\$ 23,270</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 324,007</u>	<u>\$ 0</u>	<u>\$ (325,570)</u>	<u>\$ 649,577</u>
Other Financing Sources (Uses)				
Transfers Out	\$ (300,000)	\$ 0	\$ (300,000)	\$ 0
Total Other Financing Sources	<u>\$ (300,000)</u>	<u>\$ 0</u>	<u>\$ (300,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 24,007	\$ 0	\$ (625,570)	\$ 649,577
Fund Balance, July 1, 2024	2,027,857	2,027,857	2,027,857	0
Fund Balance, June 30, 2025	<u>\$ 2,051,864</u>	<u>\$ 2,027,857</u>	<u>\$ 1,402,287</u>	<u>\$ 649,577</u>

HAMBLLEN COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
 Highway/Public Works Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Local Taxes	\$ 272,300	\$ 0	\$ 272,300	\$ 265,000	\$ 265,000	\$ 7,300
Other Local Revenues	257,522	0	257,522	250,000	250,000	7,522
State of Tennessee	2,684,074	0	2,684,074	2,804,136	2,804,136	(120,062)
Total Revenues	\$ 3,213,896	\$ 0	\$ 3,213,896	\$ 3,319,136	\$ 3,319,136	\$ (105,240)
Expenditures						
Highways						
Administration	\$ 474,582	\$ 0	\$ 474,582	\$ 527,671	\$ 530,671	\$ 56,089
Highway and Bridge Maintenance	1,443,411	(5,256)	1,438,155	1,832,404	1,827,404	389,249
Operation and Maintenance of Equipment	427,993	0	427,993	619,307	620,307	192,314
Employee Benefits	20,986	0	20,986	22,633	23,633	2,647
Capital Outlay	1,814	0	1,814	198,000	198,000	196,186
Total Expenditures	\$ 2,368,786	\$ (5,256)	\$ 2,363,530	\$ 3,200,015	\$ 3,200,015	\$ 836,485
Excess (Deficiency) of Revenues Over Expenditures	\$ 845,110	\$ 5,256	\$ 850,366	\$ 119,121	\$ 119,121	\$ 731,245
Net Change in Fund Balance	\$ 845,110	\$ 5,256	\$ 850,366	\$ 119,121	\$ 119,121	\$ 731,245
Fund Balance, July 1, 2024	619,455	(5,256)	614,199	160,886	160,886	453,313
Fund Balance, June 30, 2025	\$ 1,464,565	\$ 0	\$ 1,464,565	\$ 280,007	\$ 280,007	\$ 1,184,558

HAMBLLEN 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, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Local Taxes	\$ 1,483,916	\$ 0	\$ 1,483,916	\$ 1,449,000	\$ 1,449,000	\$ 34,916
Other Local Revenues	365,000	0	365,000	365,000	365,000	0
Total Revenues	<u>\$ 1,848,916</u>	<u>\$ 0</u>	<u>\$ 1,848,916</u>	<u>\$ 1,814,000</u>	<u>\$ 1,814,000</u>	<u>\$ 34,916</u>
Expenditures						
Capital Projects						
Highway and Street Capital Projects	\$ 1,305,411	\$ (172,268)	\$ 1,133,143	\$ 365,000	\$ 1,401,030	\$ 267,887
Total Expenditures	<u>\$ 1,305,411</u>	<u>\$ (172,268)</u>	<u>\$ 1,133,143</u>	<u>\$ 365,000</u>	<u>\$ 1,401,030</u>	<u>\$ 267,887</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 543,505</u>	<u>\$ 172,268</u>	<u>\$ 715,773</u>	<u>\$ 1,449,000</u>	<u>\$ 412,970</u>	<u>\$ 302,803</u>
Net Change in Fund Balance	\$ 543,505	\$ 172,268	\$ 715,773	\$ 1,449,000	\$ 412,970	\$ 302,803
Fund Balance, July 1, 2024	<u>1,320,686</u>	<u>(172,268)</u>	<u>1,148,418</u>	<u>825,342</u>	<u>825,342</u>	<u>323,076</u>
Fund Balance, June 30, 2025	<u>\$ 1,864,191</u>	<u>\$ 0</u>	<u>\$ 1,864,191</u>	<u>\$ 2,274,342</u>	<u>\$ 1,238,312</u>	<u>\$ 625,879</u>

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Other Local Revenues	\$ 135,008	\$ 0	\$ 0	\$ 135,008
Federal Government	98,389	0	0	98,389
Total Revenues	<u>\$ 233,397</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 233,397</u>
Expenditures				
Capital Projects				
Public Safety Projects	\$ 33,206	\$ 0	\$ 33,206	\$ 0
Public Utility Projects	1,137,180	0	1,137,180	0
Total Expenditures	<u>\$ 1,170,386</u>	<u>\$ 0</u>	<u>\$ 1,170,386</u>	<u>\$ 0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (936,989)</u>	<u>\$ 0</u>	<u>\$ (1,170,386)</u>	<u>\$ 233,397</u>
Net Change in Fund Balance	\$ (936,989)	\$ 0	\$ (1,170,386)	\$ 233,397
Fund Balance, July 1, 2024	<u>2,869,626</u>	<u>2,869,626</u>	<u>2,869,626</u>	<u>0</u>
Fund Balance, June 30, 2025	<u><u>\$ 1,932,637</u></u>	<u><u>\$ 2,869,626</u></u>	<u><u>\$ 1,699,240</u></u>	<u><u>\$ 233,397</u></u>

MAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

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

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

Special Debt Service Fund – The Special Debt Service Fund is used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest and related cost of debt issued for the Hamblen County-Morristown Solid Waste Disposal System.

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 7,710,389	\$ 7,511,956	\$ 7,511,956	\$ 198,433
Fines, Forfeitures, and Penalties	100,221	57,000	57,000	43,221
Other Local Revenues	3,015,942	2,000,000	2,000,000	1,015,942
Other Governments and Citizens Groups	0	603,041	603,041	(603,041)
Total Revenues	<u>\$ 10,826,552</u>	<u>\$ 10,171,997</u>	<u>\$ 10,171,997</u>	<u>\$ 654,555</u>
Expenditures				
Principal on Debt				
General Government	\$ 1,949,558	\$ 2,338,472	\$ 2,363,232	\$ 413,674
Education	2,744,296	2,744,296	2,746,910	2,614
Interest on Debt				
General Government	3,576,507	3,793,798	3,769,038	192,531
Education	1,525,616	1,420,003	1,525,616	0
Other Debt Service				
General Government	149,173	160,000	160,000	10,827
Education	18,280	11,280	18,280	0
Total Expenditures	<u>\$ 9,963,430</u>	<u>\$ 10,467,849</u>	<u>\$ 10,583,076</u>	<u>\$ 619,646</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 863,122</u>	<u>\$ (295,852)</u>	<u>\$ (411,079)</u>	<u>\$ 1,274,201</u>
Net Change in Fund Balance	\$ 863,122	\$ (295,852)	\$ (411,079)	\$ 1,274,201
Fund Balance, July 1, 2024	<u>13,259,772</u>	<u>12,944,276</u>	<u>12,944,276</u>	<u>315,496</u>
Fund Balance, June 30, 2025	<u>\$ 14,122,894</u>	<u>\$ 12,648,424</u>	<u>\$ 12,533,197</u>	<u>\$ 1,589,697</u>

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Other Local Revenues	\$ 248,694	\$ 0	\$ 0	\$ 248,694
Other Governments and Citizens Groups	425,066	0	425,841	(775)
Total Revenues	<u>\$ 673,760</u>	<u>\$ 0</u>	<u>\$ 425,841</u>	<u>\$ 247,919</u>
Expenditures				
Principal on Debt				
General Government	\$ 388,914	\$ 0	\$ 388,914	\$ 0
Interest on Debt				
General Government	425,066	0	425,066	0
Other Debt Service				
General Government	212,617	0	212,617	0
Total Expenditures	<u>\$ 1,026,597</u>	<u>\$ 0</u>	<u>\$ 1,026,597</u>	<u>\$ 0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (352,837)</u>	<u>\$ 0</u>	<u>\$ (600,756)</u>	<u>\$ 247,919</u>
Other Financing Sources (Uses)				
Bonds Issued	\$ 6,290,000	\$ 0	\$ 6,290,000	\$ 0
Premiums on Debt Sold	211,842	0	211,842	0
Total Other Financing Sources	<u>\$ 6,501,842</u>	<u>\$ 0</u>	<u>\$ 6,501,842</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 6,149,005	\$ 0	\$ 5,901,086	\$ 247,919
Changes to or Within the Financial Reporting Entity	5,247,905	0	0	5,247,905
Fund Balance, July 1, 2024	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, June 30, 2025	<u><u>\$ 11,396,910</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 5,901,086</u></u>	<u><u>\$ 5,495,824</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.

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.

Other Custodial Fund – The Other Custodial Fund is used to account for the operations of the flexible benefits program for Hamblen County employees.

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

	Custodial Funds			
	Cities - Sales Tax	Constitu- tional Officers - Custodial	Other Custodial	Total
ASSETS				
Cash	\$ 0	\$ 4,401,832	\$ 0	\$ 4,401,832
Equity in Pooled Cash and Investments	0	0	9,233	9,233
Accounts Receivable	0	407	0	407
Due from Other Governments	3,393,750	0	0	3,393,750
Total Assets	<u>\$ 3,393,750</u>	<u>\$ 4,402,239</u>	<u>\$ 9,233</u>	<u>\$ 7,805,222</u>
LIABILITIES				
Due to Other Taxing Units	\$ 3,393,750	\$ 0	\$ 0	\$ 3,393,750
Total Liabilities	<u>\$ 3,393,750</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,393,750</u>
NET POSITION				
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 4,402,239	\$ 9,233	\$ 4,411,472
Total Net Position	<u>\$ 0</u>	<u>\$ 4,402,239</u>	<u>\$ 9,233</u>	<u>\$ 4,411,472</u>

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

	Custodial Funds				Total
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Other Custodial		
Additions					
Sales Tax Collections for Other Governments	\$ 20,053,519	\$ 0	\$ 0	\$ 20,053,519	
Fines/Fees and Other Collections	0	13,863,625	0	13,863,625	
Other Employee Benefit Charges/Contributions	0	0	35,684	35,684	
Total Additions	\$ 20,053,519	\$ 13,863,625	\$ 35,684	\$ 33,952,828	
Deductions					
Payment of Sales Tax Collections for Other Governments	\$ 20,053,519	\$ 0	\$ 0	\$ 20,053,519	
Payments to State	0	9,199,582	0	9,199,582	
Payments to Individuals and Others	0	5,960,034	0	5,960,034	
Payments of Fringe Benefit Expenses	0	0	35,559	35,559	
Total Deductions	\$ 20,053,519	\$ 15,159,616	\$ 35,559	\$ 35,248,694	
Change in Net Position	\$ 0	\$ (1,295,991)	\$ 125	\$ (1,295,866)	
Net Position July 1, 2024	0	5,698,230	9,108	5,707,338	
Net Position June 30, 2025	\$ 0	\$ 4,402,239	\$ 9,233	\$ 4,411,472	

HAMBLLEN COUNTY SCHOOL DEPARTMENT

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

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

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

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

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

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

HAMBLLEN COUNTY, TENNESSEE

Statement of Activities

Discretely Presented Hamblen County School Department

For the Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenues			Revenue and
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Changes in Net Position
					Total Governmental Activities
Governmental Activities:					
Instruction	\$ 74,614,918	\$ 485,931	\$ 6,365,372	\$ 2,775,485	\$ (64,988,130)
Support Services	43,965,281	595,652	1,222,496	3,414,000	(38,733,133)
Operation of Non-instructional Services	16,131,563	611,466	14,950,259	0	(569,838)
Total Governmental Activities	\$ 134,711,762	\$ 1,693,049	\$ 22,538,127	\$ 6,189,485	\$ (104,291,101)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 8,015,575
Local Option Sales Taxes					22,295,447
Mixed Drink Tax					109,138
Grants and Contributions Not Restricted to Specific Programs					80,494,294
Unrestricted Investment Income					400,086
Miscellaneous					119,241
Total General Revenues					\$ 111,433,781
Change in Net Position					\$ 7,142,680
Net Position, July 1, 2024					145,041,435
Restatement - See Note I.D.10.					894,694
Net Position, June 30, 2025					\$ 153,078,809

HAMBLLEN COUNTY, TENNESSEE
Balance Sheet - Governmental Funds
 Discretely Presented Hamblen County School Department
June 30, 2025

	<u>Major Funds</u>		<u>Nonmajor Funds</u>	<u>Total Governmental Funds</u>
	<u>General Purpose School</u>	<u>Central Cafeteria</u>	<u>Other Governmental Funds</u>	
ASSETS				
Cash	\$ 0	\$ 0	\$ 3,147,060	\$ 3,147,060
Equity in Pooled Cash and Investments	25,697,993	8,580,984	1,496,981	35,775,958
Inventories	0	84,682	3,692	88,374
Accounts Receivable	193,527	4,514	0	198,041
Due from Other Governments	7,174,934	1,128,171	551,221	8,854,326
Due from Other Funds	618,009	8,574	146,460	773,043
Due from Primary Government	0	0	5,788,326	5,788,326
Property Taxes Receivable	8,208,949	0	0	8,208,949
Allowance for Uncollectible Property Taxes	(193,169)	0	0	(193,169)
Restricted Assets	1,932,091	0	0	1,932,091
Total Assets	<u>\$ 43,632,334</u>	<u>\$ 9,806,925</u>	<u>\$ 11,133,740</u>	<u>\$ 64,572,999</u>
LIABILITIES				
Accounts Payable	\$ 592,153	\$ 370,508	\$ 21,579	\$ 984,240
Accrued Payroll	125,659	0	0	125,659
Contracts Payable	567,257	0	349,242	916,499
Retainage Payable	28,750	0	11,771	40,521
Due to Other Funds	155,034	425,000	193,009	773,043
Other Current Liabilities	1,325,508	43,535	0	1,369,043
Total Liabilities	<u>\$ 2,794,361</u>	<u>\$ 839,043</u>	<u>\$ 575,601</u>	<u>\$ 4,209,005</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Current Property Taxes	\$ 7,820,742	\$ 0	\$ 0	\$ 7,820,742
Deferred Delinquent Property Taxes	186,794	0	0	186,794
Other Deferred/Unavailable Revenue	1,874,557	0	0	1,874,557
Total Deferred Inflows of Resources	<u>\$ 9,882,093</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 9,882,093</u>
FUND BALANCES				
Nonspendable:				
Inventory	\$ 0	\$ 84,682	\$ 3,692	\$ 88,374
Restricted:				
Restricted for Education	126,759	8,883,200	3,147,060	12,157,019
Restricted for Capital Projects	0	0	5,407,387	5,407,387
Restricted for Hybrid Retirement Stabilization Funds	1,932,091	0	0	1,932,091
Committed:				
Committed for Education	2,682,813	0	2,000,000	4,682,813
Assigned:				
Assigned for Education	818,299	0	0	818,299
Assigned for Instruction	775,965	0	0	775,965
Assigned for Support Services	146,819	0	0	146,819
Assigned for Capital Projects	12,589,100	0	0	12,589,100
Unassigned	11,884,034	0	0	11,884,034
Total Fund Balances	<u>\$ 30,955,880</u>	<u>\$ 8,967,882</u>	<u>\$ 10,558,139</u>	<u>\$ 50,481,901</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 43,632,334</u>	<u>\$ 9,806,925</u>	<u>\$ 11,133,740</u>	<u>\$ 64,572,999</u>

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

Discretely Presented Hamblen County School Department

June 30, 2025

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

Total fund balances - balance sheet- governmental funds (Exhibit J-2)		\$ 50,481,901
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.		
Add: land	\$ 6,469,353	
Add: construction in progress	28,714,825	
Add: buildings and improvements net of accumulated depreciation	42,097,374	
Add: other capital assets net of accumulated depreciation	<u>17,240,166</u>	94,521,718
(2) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		2,061,351
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: OPEB liability	\$ (16,310,638)	
Less: compensated absences payable	(579,299)	
Less: retirement incentive	<u>(124,335)</u>	(17,014,272)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 11,615,734	
Less: deferred inflows of resources related to pensions	(4,546,170)	
Add: deferred outflows of resources related to OPEB	3,908,399	
Less: deferred inflows of resources related to OPEB	<u>(6,314,861)</u>	4,663,102
(5) Net pensions assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 663,291	
Add: net pension asset - teacher retirement plan	590,051	
Add: net pension asset - teacher legacy pension plan	<u>17,111,667</u>	<u>18,365,009</u>
Net position of governmental activities (Exhibit A)		<u>\$ 153,078,809</u>

HAMBLLEN COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balances - Governmental Funds
 Discretely Presented Hamblen County School Department
For the Year Ended June 30, 2025

	Major Funds				Nonmajor	Total
	General Purpose School	<i>Formerly Major</i> School Federal Projects	Central Cafeteria	<i>Formerly Major</i> Education Capital Projects	Other Governmental Funds	
Revenues						
Local Taxes	\$ 30,824,510	\$ 0	\$ 0	\$ 0	\$ 0	\$ 30,824,510
Charges for Current Services	1,030,394	0	658,365	0	0	1,688,759
Other Local Revenues	781,345	0	400,086	0	4,246,934	5,428,365
State of Tennessee	81,284,531	0	60,289	0	0	81,344,820
Federal Government	306,963	0	8,469,250	0	8,874,339	17,650,552
Other Governments and Citizens Groups	1,004,774	0	0	0	3,414,000	4,418,774
Total Revenues	\$ 115,232,517	\$ 0	\$ 9,587,990	\$ 0	\$ 16,535,273	\$ 141,355,780
Expenditures						
Current:						
Instruction	\$ 69,062,435	\$ 0	\$ 0	\$ 0	\$ 5,028,471	\$ 74,090,906
Support Services	35,326,482	0	0	0	2,117,376	37,443,858
Operation of Non-Instructional Services	2,140,310	0	9,844,411	0	3,843,793	15,828,514
Capital Outlay	8,831,999	0	0	0	1,556,065	10,388,064
Debt Service:						
Other Debt Service	500,000	0	0	0	0	500,000
Capital Projects	0	0	0	0	10,066,751	10,066,751
Total Expenditures	\$ 115,861,226	\$ 0	\$ 9,844,411	\$ 0	\$ 22,612,456	\$ 148,318,093

(Continued)

HAMBLEN COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balances - Governmental Funds
 Discretely Presented Hamblen County School Department (Cont.)

	Major Funds				Nonmajor	Total
	General Purpose School	<i>Formerly Major</i> School Federal Projects	Central Cafeteria	<i>Formerly Major</i> Education Capital Projects	Other Governmental Funds	
Excess (Deficiency) of Revenues Over Expenditures	\$ (628,709)	\$ 0	\$ (256,421)	\$ 0	\$ (6,077,183)	\$ (6,962,313)
Other Financing Sources (Uses)						
Insurance Recovery	\$ 920,039	\$ 0	\$ 0	\$ 0	\$ 0	\$ 920,039
Transfers In	617,186	0	0	0	0	617,186
Transfers Out	0	0	(425,000)	0	(192,186)	(617,186)
Total Other Financing Sources (Uses)	\$ 1,537,225	\$ 0	\$ (425,000)	\$ 0	\$ (192,186)	\$ 920,039
Net Change in Fund Balances	\$ 908,516	\$ 0	\$ (681,421)	\$ 0	\$ (6,269,369)	\$ (6,042,274)
Change to or Within the Reporting Entity	0	(2,019,759)	0	(12,060,138)	14,079,897	0
Fund Balance, July 1, 2024	30,047,364	2,019,759	9,649,303	12,060,138	2,747,611	56,524,175
Fund Balance, June 30, 2025	\$ 30,955,880	\$ 0	\$ 8,967,882	\$ 0	\$ 10,558,139	\$ 50,481,901

HAMBLLEN COUNTY, TENNESSEE
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
Discretely Presented Hamblen County School Department
For the Year Ended June 30, 2025

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

Net change in fund balances - total governmental funds (Exhibit J-4)		\$ (6,042,274)
(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	\$ 18,091,270	
Less: current-year depreciation expense	<u>(4,260,973)</u>	13,830,297
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Less: book value of capital assets disposed		(72,321)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2025	\$ 2,061,351	
Less: deferred delinquent property taxes and other deferred June 30, 2024	<u>(2,087,346)</u>	(25,995)
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in compensated absences payable	\$ (24,881)	
Change in OPEB liability	(1,344,139)	
Change in retirement incentive	(3,768)	
Change in net pension asset/liability	6,179,559	
Change in deferred outflows related to pensions	(5,129,113)	
Change in deferred inflows related to pensions	(2,945,986)	
Change in deferred outflows related to OPEB	670,593	
Change in deferred inflows related to OPEB	<u>2,050,708</u>	<u>(547,027)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 7,142,680</u>

HAMBLEN COUNTY, TENNESSEE
Combining Balance Sheet - Nonmajor Governmental Funds
 Discretely Presented Hamblen County School Department
June 30, 2025

	<u>Special Revenue Funds</u>			<u>Capital Projects Fund</u>	Total Nonmajor Governmental Funds
	School Federal Projects	Internal School	Total	Education Capital Projects	
ASSETS					
Cash	\$ 0	\$ 3,147,060	\$ 3,147,060	\$ 0	\$ 3,147,060
Equity in Pooled Cash and Investments	1,496,981	0	1,496,981	0	1,496,981
Inventories	0	3,692	3,692	0	3,692
Due from Other Governments	551,221	0	551,221	0	551,221
Due from Other Funds	146,460	0	146,460	0	146,460
Due from Primary Government	0	0	0	5,788,326	5,788,326
Total Assets	<u>\$ 2,194,662</u>	<u>\$ 3,150,752</u>	<u>\$ 5,345,414</u>	<u>\$ 5,788,326</u>	<u>\$ 11,133,740</u>
LIABILITIES					
Accounts Payable	\$ 1,653	\$ 0	\$ 1,653	\$ 19,926	\$ 21,579
Contracts Payable	0	0	0	349,242	349,242
Retainage Payable	0	0	0	11,771	11,771
Due to Other Funds	193,009	0	193,009	0	193,009
Total Liabilities	<u>\$ 194,662</u>	<u>\$ 0</u>	<u>\$ 194,662</u>	<u>\$ 380,939</u>	<u>\$ 575,601</u>

(Continued)

HAMBLLEN COUNTY, TENNESSEE

Combining Balance Sheet - Nonmajor Governmental Funds

Discretely Presented Hamblen County School Department (Cont.)

	<u>Special Revenue Funds</u>			<u>Capital Projects Fund</u>	Total Nonmajor Governmental Funds
	School Federal Projects	Internal School	Total	Education Capital Projects	
FUND BALANCES					
Nonspendable:					
Inventory	\$ 0	\$ 3,692	\$ 3,692	\$ 0	\$ 3,692
Restricted:					
Restricted for Education	0	3,147,060	3,147,060	0	3,147,060
Restricted for Capital Projects	0	0	0	5,407,387	5,407,387
Committed:					
Committed for Education	2,000,000	0	2,000,000	0	2,000,000
Total Fund Balances	<u>\$ 2,000,000</u>	<u>\$ 3,150,752</u>	<u>\$ 5,150,752</u>	<u>\$ 5,407,387</u>	<u>\$ 10,558,139</u>
Total Liabilities and Fund Balances	<u>\$ 2,194,662</u>	<u>\$ 3,150,752</u>	<u>\$ 5,345,414</u>	<u>\$ 5,788,326</u>	<u>\$ 11,133,740</u>

HAMBLLEN COUNTY, TENNESSEE
Combining Statement of Revenues, Expenditures, and Changes
in Fund Balances - Nonmajor Governmental Funds
 Discretely Presented Hamblen County School Department
For the Year Ended June 30, 2025

	Special Revenue Funds			Capital Projects Fund	Total Nonmajor Governmental Funds
	<i>Formerly Major School Federal Projects</i>	Internal School	Total	<i>Formerly Major Education Capital Projects</i>	
Revenues					
Other Local Revenues	\$ 0	\$ 4,246,934	\$ 4,246,934	\$ 0	\$ 4,246,934
Federal Government	8,874,339	0	8,874,339	0	8,874,339
Other Governments and Citizens Groups	0	0	0	3,414,000	3,414,000
Total Revenues	<u>\$ 8,874,339</u>	<u>\$ 4,246,934</u>	<u>\$ 13,121,273</u>	<u>\$ 3,414,000</u>	<u>\$ 16,535,273</u>
Expenditures					
Current:					
Instruction	\$ 5,028,471	\$ 0	\$ 5,028,471	\$ 0	\$ 5,028,471
Support Services	2,117,376	0	2,117,376	0	2,117,376
Operation of Non-Instructional Services	0	3,843,793	3,843,793	0	3,843,793
Capital Outlay	1,556,065	0	1,556,065	0	1,556,065
Capital Projects	0	0	0	10,066,751	10,066,751
Total Expenditures	<u>\$ 8,701,912</u>	<u>\$ 3,843,793</u>	<u>\$ 12,545,705</u>	<u>\$ 10,066,751</u>	<u>\$ 22,612,456</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 172,427</u>	<u>\$ 403,141</u>	<u>\$ 575,568</u>	<u>\$ (6,652,751)</u>	<u>\$ (6,077,183)</u>
Other Financing Sources (Uses)					
Transfers Out	\$ (192,186)	\$ 0	\$ (192,186)	\$ 0	\$ (192,186)
Total Other Financing Sources (Uses)	<u>\$ (192,186)</u>	<u>\$ 0</u>	<u>\$ (192,186)</u>	<u>\$ 0</u>	<u>\$ (192,186)</u>
Net Change in Fund Balances	\$ (19,759)	\$ 403,141	\$ 383,382	\$ (6,652,751)	\$ (6,269,369)
Change to or Within the Reporting Entity	2,019,759	0	2,019,759	12,060,138	14,079,897
Fund Balance, July 1, 2024	<u>0</u>	<u>2,747,611</u>	<u>2,747,611</u>	<u>0</u>	<u>2,747,611</u>
Fund Balance, June 30, 2025	<u>\$ 2,000,000</u>	<u>\$ 3,150,752</u>	<u>\$ 5,150,752</u>	<u>\$ 5,407,387</u>	<u>\$ 10,558,139</u>

HAMBLLEN COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Hamblen County School Department
 General Purpose School Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 30,824,510	\$ 0	\$ 0	\$ 30,824,510	\$ 27,356,092	\$ 27,356,092	\$ 3,468,418
Charges for Current Services	1,030,394	0	0	1,030,394	807,000	841,821	188,573
Other Local Revenues	781,345	0	0	781,345	207,627	531,973	249,372
State of Tennessee	81,284,531	0	0	81,284,531	77,649,423	83,480,432	(2,195,901)
Federal Government	306,963	0	0	306,963	60,274	298,735	8,228
Other Governments and Citizens Groups	1,004,774	0	0	1,004,774	0	1,004,774	0
Total Revenues	\$ 115,232,517	\$ 0	\$ 0	\$ 115,232,517	\$ 106,080,416	\$ 113,513,827	\$ 1,718,690
Expenditures							
Instruction							
Regular Instruction Program	\$ 55,845,263	\$ (28,920)	\$ 818,618	\$ 56,634,961	\$ 56,119,669	\$ 59,242,764	\$ 2,607,803
Special Education Program	8,257,448	0	0	8,257,448	8,535,660	9,314,803	1,057,355
Career and Technical Education Program	4,771,325	(7,852)	4,723	4,768,196	4,667,511	6,086,293	1,318,097
Student Body Education Program	188,399	(615)	0	187,784	188,000	227,250	39,466
Support Services							
Attendance	10,495	0	0	10,495	4,789	11,263	768
Health Services	1,150,749	0	0	1,150,749	1,181,600	1,207,494	56,745
Other Student Support	3,598,226	(261,661)	11,753	3,348,318	3,415,153	3,686,860	338,542
Regular Instruction Program	3,205,301	(10,582)	25,847	3,220,566	3,281,696	3,718,463	497,897

(Continued)

HAMBLLEN COUNTY, TENNESSEE

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

Discretely Presented Hamblen County School Department
General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Support Services (Cont.)							
Special Education Program	\$ 1,274,758	\$ (697)	\$ 5,000	\$ 1,279,061	\$ 1,799,431	\$ 1,486,408	\$ 207,347
Career and Technical Education Program	460,260	(350)	108	460,018	335,484	586,929	126,911
Technology	2,257,331	(40,381)	53,610	2,270,560	2,291,843	2,291,843	21,283
Other Programs	572,158	0	0	572,158	0	572,158	0
Board of Education	1,800,717	(56)	24,653	1,825,314	1,691,730	1,923,915	98,601
Director of Schools	673,458	(978)	0	672,480	696,610	696,610	24,130
Office of the Principal	5,887,641	0	0	5,887,641	5,626,317	5,925,486	37,845
Fiscal Services	729,248	(1,984)	787	728,051	782,675	753,675	25,624
Human Services/Personnel	241,051	0	0	241,051	249,742	249,742	8,691
Operation of Plant	6,860,027	0	1,653	6,861,680	7,303,364	7,321,708	460,028
Maintenance of Plant	2,005,946	(11,266)	20,290	2,014,970	2,052,475	2,052,475	37,505
Transportation	4,599,116	(144,256)	3,319	4,458,179	4,804,030	4,997,858	539,679
Operation of Non-Instructional Services							
Food Service	8,261	0	0	8,261	0	9,000	739
Community Services	583,802	(547)	1,416	584,671	664,509	664,509	79,838
Early Childhood Education	1,548,247	0	0	1,548,247	1,620,189	1,620,189	71,942
Capital Outlay							
Regular Capital Outlay	8,831,999	(2,890,830)	4,122,005	10,063,174	7,293,057	10,679,127	615,953

(Continued)

HAMBLLEN COUNTY, TENNESSEE

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

Discretely Presented Hamblen County School Department
General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Interest on Debt							
Education	\$ 0	\$ 0	\$ 0	\$ 0	500,000	\$ 0	0
Other Debt Service							
Education	500,000	0	0	500,000	0	500,000	0
Total Expenditures	<u>\$ 115,861,226</u>	<u>\$ (3,400,975)</u>	<u>\$ 5,093,782</u>	<u>\$ 117,554,033</u>	<u>\$ 115,105,534</u>	<u>\$ 125,826,822</u>	<u>\$ 8,272,789</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ (628,709)	\$ 3,400,975	\$ (5,093,782)	\$ (2,321,516)	\$ (9,025,118)	\$ (12,312,995)	\$ 9,991,479
Other Financing Sources (Uses)							
Insurance Recovery	\$ 920,039	\$ 0	\$ 0	\$ 920,039	\$ 10,000	\$ 895,137	\$ 24,902
Transfers In	617,186	0	0	617,186	490,000	1,283,771	(666,585)
Transfers Out	0	0	0	0	(28,244)	(28,244)	28,244
Total Other Financing Sources	<u>\$ 1,537,225</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,537,225</u>	<u>\$ 471,756</u>	<u>\$ 2,150,664</u>	<u>\$ (613,439)</u>
Net Change in Fund Balance	\$ 908,516	\$ 3,400,975	\$ (5,093,782)	\$ (784,291)	\$ (8,553,362)	\$ (10,162,331)	\$ 9,378,040
Fund Balance, July 1, 2024	<u>30,047,364</u>	<u>(3,400,975)</u>	<u>0</u>	<u>26,646,389</u>	<u>21,591,656</u>	<u>21,591,656</u>	<u>5,054,733</u>
Fund Balance, June 30, 2025	<u>\$ 30,955,880</u>	<u>\$ 0</u>	<u>\$ (5,093,782)</u>	<u>\$ 25,862,098</u>	<u>\$ 13,038,294</u>	<u>\$ 11,429,325</u>	<u>\$ 14,432,773</u>

HAMBLLEN COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Hamblen County School Department
 School Federal Projects Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Federal Government	\$ 8,874,339	\$ 0	\$ 8,874,339	\$ 6,731,919	\$ 11,011,528	\$ (2,137,189)
Total Revenues	\$ 8,874,339	\$ 0	\$ 8,874,339	\$ 6,731,919	\$ 11,011,528	\$ (2,137,189)
Expenditures						
Instruction						
Regular Instruction Program	\$ 2,442,536	\$ 0	\$ 2,442,536	\$ 1,965,877	\$ 2,753,686	\$ 311,150
Special Education Program	2,416,837	0	2,416,837	2,656,460	2,492,854	76,017
Career and Technical Education Program	169,098	0	169,098	133,063	197,175	28,077
Support Services						
Health Services	173,409	0	173,409	167,642	186,234	12,825
Other Student Support	149,373	0	149,373	251,331	194,499	45,126
Regular Instruction Program	1,424,691	(19,920)	1,404,771	1,271,389	2,268,697	863,926
Special Education Program	192,342	0	192,342	199,065	218,559	26,217
Career and Technical Education Program	6,654	0	6,654	10,000	6,654	0
Technology	137,053	(48,300)	88,753	0	137,053	48,300
Fiscal Services	0	0	0	0	29,658	29,658
Transportation	33,854	0	33,854	10,000	48,999	15,145
Capital Outlay						
Regular Capital Outlay	1,556,065	(582,362)	973,703	0	1,575,922	602,219
Total Expenditures	\$ 8,701,912	\$ (650,582)	\$ 8,051,330	\$ 6,664,827	\$ 10,109,990	\$ 2,058,660

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Excess (Deficiency) of Revenues Over Expenditures	\$ 172,427	\$ 650,582	\$ 823,009	\$ 67,092	\$ 901,538	\$ (78,529)
Other Financing Sources (Uses)						
Transfers Out	\$ (192,186)	\$ 0	\$ (192,186)	\$ (67,092)	\$ (901,536)	\$ 709,350
Total Other Financing Sources	\$ (192,186)	\$ 0	\$ (192,186)	\$ (67,092)	\$ (901,536)	\$ 709,350
Net Change in Fund Balance	\$ (19,759)	\$ 650,582	\$ 630,823	\$ 0	\$ 2	\$ 630,821
Changes to or Within the Financial Reporting Entity	2,019,759	0	2,019,759	0	0	2,019,759
Fund Balance, July 1, 2024	0	(650,582)	(650,582)	0	0	(650,582)
Fund Balance, June 30, 2025	\$ 2,000,000	\$ 0	\$ 2,000,000	\$ 0	\$ 2	\$ 1,999,998

HAMBLLEN COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Hamblen County School Department
 Central Cafeteria Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Charges for Current Services	\$ 658,365	\$ 0	\$ 0	\$ 658,365	\$ 232,480	\$ 232,480	\$ 425,885
Other Local Revenues	400,086	0	0	400,086	250,000	250,000	150,086
State of Tennessee	60,289	0	0	60,289	60,500	60,500	(211)
Federal Government	8,469,250	0	0	8,469,250	8,438,399	8,438,399	30,851
Total Revenues	\$ 9,587,990	\$ 0	\$ 0	\$ 9,587,990	\$ 8,981,379	\$ 8,981,379	\$ 606,611
Expenditures							
Operation of Non-Instructional Services							
Food Service	\$ 9,844,411	\$ (83,961)	\$ 231,977	\$ 9,992,427	\$ 12,920,146	\$ 14,014,146	\$ 4,021,719
Total Expenditures	\$ 9,844,411	\$ (83,961)	\$ 231,977	\$ 9,992,427	\$ 12,920,146	\$ 14,014,146	\$ 4,021,719
Excess (Deficiency) of Revenues Over Expenditures	\$ (256,421)	\$ 83,961	\$ (231,977)	\$ (404,437)	\$ (3,938,767)	\$ (5,032,767)	\$ 4,628,330
Other Financing Sources (Uses)							
Transfers Out	\$ (425,000)	\$ 0	\$ 0	\$ (425,000)	\$ (425,000)	\$ (425,000)	\$ 0
Total Other Financing Sources	\$ (425,000)	\$ 0	\$ 0	\$ (425,000)	\$ (425,000)	\$ (425,000)	\$ 0
Net Change in Fund Balance	\$ (681,421)	\$ 83,961	\$ (231,977)	\$ (829,437)	\$ (4,363,767)	\$ (5,457,767)	\$ 4,628,330
Fund Balance, July 1, 2024	9,649,303	(83,961)	0	9,565,342	9,971,112	9,971,112	(405,770)
Fund Balance, June 30, 2025	\$ 8,967,882	\$ 0	\$ (231,977)	\$ 8,735,905	\$ 5,607,345	\$ 4,513,345	\$ 4,222,560

MISCELLANEOUS SCHEDULES

HAMBLEN COUNTY, TENNESSEE
Schedule of Changes in Long-term Other Loans, Bonds, and Notes
For the Year Ended June 30, 2025

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-24	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-25
OTHER LOANS PAYABLE								
Payable through General Debt Service Fund								
Local Government Public Improvement Bonds, Series E-4-A - Refunding	\$ 10,100,000	Variable	8-13-08	6-1-25	\$ 1,915,000	\$ 0	\$ 1,915,000	\$ 0
Qualified School Construction Bonds	11,280,000	1.515 %	12-17-09	7-1-26	1,543,353	0	703,854	839,499
Revolving Fund Loan Agreement with Appalachian Electric Cooperative	360,000	0	7-20-20	5-1-30	233,334	0	40,000	193,334
Total Other Loans Payable					<u>\$ 3,691,687</u>	<u>\$ 0</u>	<u>\$ 2,658,854</u>	<u>\$ 1,032,833</u>
BONDS PAYABLE								
Payable through General Debt Service Fund								
General Obligation Bonds, Series 2020A	19,995,000	2 to 5	1-31-20	6-1-49	\$ 18,415,000	\$ 0	\$ 740,000	\$ 17,675,000
General Obligation Bonds, Series 2021	9,405,000	2 to 4	12-17-21	6-1-51	9,305,000	0	345,000	8,960,000
General Obligation Bonds, Series 2022	91,025,000	4 to 5	5-13-22	6-1-52	89,125,000	0	950,000	88,175,000
General Obligation Bonds, Series 2024B	3,355,000	4 to 5	8-16-24	6-1-44	0	3,355,000	0	3,355,000
Total Payable through General Debt Service Fund					<u>\$ 116,845,000</u>	<u>\$ 3,355,000</u>	<u>\$ 2,035,000</u>	<u>\$ 118,165,000</u>
Payable through Special Debt Service Fund								
General Obligation Bonds, Series 2023	4,275,000	4 to 5	2-10-23	2-10-37	\$ 4,050,000	\$ 0	\$ 235,000	\$ 3,815,000
General Obligation Bonds, Series 2024A	6,290,000	4 to 5	8-16-24	6-1-44	0	6,290,000	0	6,290,000
Total Payable through Special Debt Service Fund					<u>\$ 4,050,000</u>	<u>\$ 6,290,000</u>	<u>\$ 235,000</u>	<u>\$ 10,105,000</u>
Total Bonds Payable					<u>\$ 120,895,000</u>	<u>\$ 9,645,000</u>	<u>\$ 2,270,000</u>	<u>\$ 128,270,000</u>
NOTES PAYABLE								
Payable through Special Debt Service Fund								
Capital Outlay Note, Landfill Equipment	900,000	4.76	12-28-23	12-1-28	\$ 900,000	\$ 0	\$ 153,914	\$ 746,086
Total Notes Payable					<u>\$ 900,000</u>	<u>\$ 0</u>	<u>\$ 153,914</u>	<u>\$ 746,086</u>

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 4,180,000	\$ 5,209,932	\$ 9,389,932
2027	4,915,000	5,108,383	10,023,383
2028	5,080,000	4,762,083	9,842,083
2029	5,110,000	4,511,623	9,621,623
2030	5,135,000	4,259,482	9,394,482
2031	5,160,000	4,009,182	9,169,182
2032	5,185,000	3,783,383	8,968,383
2033	5,205,000	3,559,932	8,764,932
2034	5,230,000	3,337,033	8,567,033
2035	5,260,000	3,112,214	8,372,214
2036	5,285,000	2,885,276	8,170,276
2037	5,315,000	2,660,789	7,975,789
2038	4,935,000	2,467,033	7,402,033
2039	4,950,000	2,288,476	7,238,476
2040	4,965,000	574,280	5,539,280
2041	4,985,000	1,928,645	6,913,645
2042	5,000,000	1,747,170	6,747,170
2043	5,020,000	1,564,750	6,584,750
2044	5,035,000	1,381,530	6,416,530
2045	4,360,000	1,197,710	5,557,710
2046	4,360,000	1,040,890	5,400,890
2047	4,360,000	882,979	5,242,979
2048	4,360,000	725,427	5,085,427
2049	4,360,000	567,156	4,927,156
2050	3,620,000	408,900	4,028,900
2051	3,620,000	270,050	3,890,050
2052	3,280,000	131,200	3,411,200
Total	\$ 128,270,000	\$ 64,375,508	\$ 192,645,508

(Continued)

HAMBLLEN COUNTY, TENNESSEE

Schedule of Long-term Debt Requirements by Year (Cont.)

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2026	\$ 813,140	\$ 170,892	\$ 984,032
2027	106,359	14,241	120,600
2028	40,000	0	40,000
2029	40,000	0	40,000
2030	33,334	0	33,334
Total	\$ 1,032,833	\$ 185,133	\$ 1,217,966

Year Ending June 30	Notes		
	Principal	Interest	Total
2026	\$ 173,720	\$ 31,379	\$ 205,099
2027	181,989	22,913	204,902
2028	190,651	14,045	204,696
2029	199,726	4,753	204,479
Total	\$ 746,086	\$ 73,090	\$ 819,176

HAMBLLEN COUNTY, TENNESSEE
Schedule of Notes Receivable
 Primary Government
June 30, 2025

Description	Debtor	Original Amount of Notes	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-25
PRIMARY GOVERNMENT						
Special Debt Service Fund						
Payment of Bond Principal and Interest	Hamblen County-Morristown Solid Waste Disposal System	\$ 4,275,000	2-10-23	2-10-37	4 to 5 %	\$ 3,815,000
Payment of Capital Outlay Note Principal and Interest	"	900,000	12-28-23	12-1-28	4.76	746,086
Payment of Bond Principal and Interest	"	6,290,000	8-16-24	6-1-44	4 to 5	<u>6,290,000</u>
Total Notes Receivable Primary Government						<u><u>\$ 10,851,086</u></u>

HAMBLEN COUNTY, TENNESSEE

Schedule of Transfers

Primary Government and Discretely Presented Hamblen County School Department

For the Year Ended June 30, 2025

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General	General Capital Projects	Capital purchase	\$ 166,024
Other Special Revenue	General	Operations	<u>300,000</u>
Total Transfers Primary Government			<u><u>\$ 466,024</u></u>
DISCRETELY PRESENTED HAMBLEN COUNTY SCHOOL DEPARTMENT			
School Federal Projects	General Purpose School	Indirect costs	\$ 89,728
"	"	Operations	102,458
Central Cafeteria	"	Indirect costs	<u>425,000</u>
Total Transfers Discretely Presented Hamblen County School Department			<u><u>\$ 617,186</u></u>

HAMBLEN COUNTY, TENNESSEE
Schedule of Salaries and Official Bonds of Principal Officials
 Primary Government and Discretely Presented Hamblen County School Department
For the Year Ended June 30, 2025

Official	Salary	Authorization	Bond	Surety
County Mayor - Bill Brittain (7/1/24-9/30/24)		Section 8-24-102, <i>TCA</i>	\$ (1)	Tennessee Risk Management Trust
Base salary/Total compensation	\$ 31,657			
County Mayor - Chris Cutshaw (10/16/24-6/30/25)		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	\$ 87,056			
Total County Mayor Compensation	<u>\$ 118,713</u>			
Highway Superintendent - Barry Poole (7/1/24-8/31/24)		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	\$ 19,643			
Highway Superintendent - Jeff Wisecarver (9/1/24-6/30/25)		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	\$ 98,215			
Total Highway Superintendent Compensation	<u>\$ 117,858</u>			
Director of Schools		State Board of Education and County Board of Education	(1)	Liberty Mutual Insurance Company
Base salary	\$ 192,938			
Travel allowance	12,000			
403(b) contribution	12,000			
Chief executive officer training supplement	1,000			
Total compensation	<u>\$ 217,938</u>			
Trustee		Section 8-24-102, <i>TCA</i>	(2)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 107,144</u>			
Assessor of Property		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary	\$ 107,144			
Travel supplement	2,032			
Total compensation	<u>\$ 109,176</u>			
County Clerk		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 107,144</u>			
Circuit and General Sessions Courts Clerk		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 107,144</u>			
Clerk and Master		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary	\$ 107,144			
Special commissioner fees	19,785			
Total compensation	<u>\$ 126,929</u>			
Register of Deeds		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 107,144</u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary	\$ 117,858			
Superintendent of workhouse	2,739			
SCUBA supplement	1,500			
Law enforcement training supplement	800			
Law enforcement retention bonus	800			
Total compensation	<u>\$ 123,697</u>			
Finance Director		County Commission	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 93,712</u>			
Administrator of Elections		Section 2-12-208, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base Salary/Total Compensation	<u>\$ 96,430</u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Tennessee Risk Management Trust
Employee Fidelity - School Department			400,000	Liberty Mutual Insurance Company

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

(2) Official is under the employee fidelity insurance coverage through Tennessee Risk Management Trust and obtained a \$3,290,585 bond through The Cincinnati Insurance Company.

HAMBLEN COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2025

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 14,179,227	\$ 1,320,109	\$ 0	\$ 0	\$ 0	0
Trustee's Collections - Prior Year	343,308	22,395	0	0	0	0
Trustee's Collections - Bankruptcy	4,646	694	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	109,156	13,857	0	0	0	0
Interest and Penalty	97,318	9,643	0	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	1,234	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	193,831	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	116,526	51	0	0	0	0
County Local Option Taxes						
Local Option Sales Tax	17,733	2,041,928	0	0	0	200,000
Hotel/Motel Tax	25,220	0	0	0	0	0
Wheel Tax	1,741,988	0	0	0	0	0
Litigation Tax - General	154,372	0	0	0	0	0
Litigation Tax - Special Purpose	67,260	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0
Litigation Tax - Courthouse Security	143,063	0	0	0	0	0
Business Tax	1,651,682	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	72,300

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works
Local Taxes (Cont.)						
Statutory Local Taxes						
Bank Excise Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Wholesale Beer Tax	0	129,912	0	0	0	0
Total Local Taxes	\$ 18,846,564	\$ 3,538,589	\$ 0	\$ 0	\$ 0	272,300
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 5,928	\$ 0	\$ 0	\$ 0	\$ 0	0
Cable TV Franchise	234,389	0	0	0	0	0
Permits						
Beer Permits	0	1,805	0	0	0	0
Building Permits	184,312	0	0	0	0	0
Total Licenses and Permits	\$ 424,629	\$ 1,805	\$ 0	\$ 0	\$ 0	0
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 6,415	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	18,594	0	0	0	0	0
Drug Control Fines	10,785	0	2,228	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works
Fines, Forfeitures, and Penalties (Cont.)						
Circuit Court (Cont.)						
Drug Court Fees	\$ 3,729	\$ 0	\$ 0	\$ 0	\$ 0	0
Jail Fees	65	0	0	0	0	0
DUI Treatment Fines	1,511	0	0	0	0	0
Data Entry Fee - Circuit Court	3,973	0	0	0	0	0
General Sessions Court						
Fines	30,091	0	0	0	0	0
Fines for Littering	57	0	0	0	0	0
Officers Costs	59,501	0	0	0	0	0
Game and Fish Fines	146	0	0	0	0	0
Drug Control Fines	0	0	8,306	0	0	0
Drug Court Fees	13,066	0	0	0	0	0
Jail Fees	26,992	0	0	0	0	0
DUI Treatment Fines	7,985	0	0	0	0	0
Data Entry Fee - General Sessions Court	24,488	0	0	0	0	0
Courtroom Security Fee	552	0	0	0	0	0
Juvenile Court						
Fines	809	0	0	0	0	0
Officers Costs	7,142	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works
Fines, Forfeitures, and Penalties (Cont.)						
Juvenile Court (Cont.)						
Drug Control Fines	\$ 2,175	\$ 0	\$ 0	\$ 0	\$ 0	0
Data Entry Fee - Juvenile Court	1,844	0	0	0	0	0
Chancery Court						
Officers Costs	268	0	0	0	0	0
Data Entry Fee - Chancery Court	6,519	0	0	0	0	0
Other Courts - In-county						
Drug Court Fees	19,208	0	0	0	0	0
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	0	0	16,236	0	0	0
Other Fines, Forfeitures, and Penalties	109	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 246,024	\$ 0	\$ 26,770	\$ 0	\$ 0	0
Charges for Current Services						
General Service Charges						
Patient Charges	\$ 17,959	\$ 0	\$ 0	\$ 0	\$ 0	0
Work Release Charges for Board	504	0	0	0	0	0
Fees						
Recreation Fees	142,633	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works
Charges for Current Services (Cont.)						
Fees (Cont.)						
Copy Fees	\$ 11,940	\$ 0	\$ 0	\$ 0	\$ 0	0
Telephone Commissions	35,102	0	0	0	0	0
Tourism Fees	51,500	0	0	0	0	0
Electronic Citation Fee	40	0	0	0	0	0
Additional Fees - Titling and Registration	83,169	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	4,670	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	19,785	0
Data Processing Fee - Register	18,010	0	0	0	0	0
Probation Fees	1,532	0	0	0	0	0
Data Processing Fee - Sheriff	8,269	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	7,350	0	0	0	0	0
Data Processing Fee - County Clerk	8,070	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	31,860	0	0	0	0	0
Education Charges						
Community Service Fees - Adults	2,408	0	0	0	0	0
Other Charges for Services	72,852	0	0	0	0	0
Total Charges for Current Services	\$ 493,198	\$ 0	\$ 0	\$ 0	\$ 24,455	\$ 0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works
Other Local Revenues						
Recurring Items						
Investment Income	\$ 0	\$ 0	\$ 16,515	\$ 93,450	\$ 0	\$ 250,000
Lease/Rentals/PPP	94,888	0	0	0	0	0
Sale of Materials and Supplies	0	17,451	0	0	0	0
Commissary Sales	19,056	0	0	0	0	0
Miscellaneous Refunds	190,654	3,100	0	0	0	6,849
Expenditure Credits	49	0	0	0	0	0
Nonrecurring Items						
Sale of Equipment	15,080	0	0	0	0	673
Damages Recovered from Individuals	136	0	5,984	0	0	0
Other Local Revenues						
Other Local Revenues	2,446	0	0	0	0	0
Total Other Local Revenues	\$ 322,309	\$ 20,551	\$ 22,499	\$ 93,450	\$ 0	\$ 257,522
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$ 1,072,449	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	346,673	0	0	0	0	0
General Sessions Court Clerk	808,805	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works
Fees Received From County Officials (Cont.)						
Fees In-Lieu-of Salary (Cont.)						
Clerk and Master	\$ 209,293	\$ 0	\$ 0	\$ 0	\$ 0	0
Juvenile Court Clerk	41,279	0	0	0	0	0
Register	318,405	0	0	0	0	0
Sheriff	34,119	0	0	0	0	0
Trustee	1,296,243	0	0	0	0	0
Total Fees Received From County Officials	\$ 4,127,266	\$ 0	\$ 0	\$ 0	\$ 0	0
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 13,500	\$ 0	\$ 0	\$ 0	\$ 0	0
Solid Waste Grants	85,176	0	0	0	0	0
Public Safety Grants						
Law Enforcement Training Programs	68,000	0	0	0	0	0
School Resource Officer Grants	1,302,685	0	0	0	0	0
Health and Welfare Grants						
Health Department Programs	266,316	0	0	0	0	0
Public Works Grants						
Litter Program	47,700	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works
State of Tennessee (Cont.)						
Other State Revenues						
Beer Tax	\$ 0	\$ 17,752	\$ 0	\$ 0	\$ 0	\$ 0
Vehicle Certificate of Title Fees	14,198	0	0	0	0	0
Alcoholic Beverage Tax	114,896	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	0	0	0	199,312	0	0
State Revenue Sharing - T.V.A.	804,878	0	0	0	0	200,000
State Revenue Sharing - Telecommunications	55,861	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	77,453	0	0	0	0	0
Contracted Prisoner Boarding	928,322	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,412,262
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	29,076
Petroleum Special Tax	0	0	0	0	0	42,736
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	389,445	0	0	0	0	0
Other State Revenues	21,000	0	0	0	0	0
Total State of Tennessee	\$ 4,204,594	\$ 17,752	\$ 0	\$ 199,312	\$ 0	\$ 2,684,074

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Highway / Public Works
Federal Government						
Federal Through State						
Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Civil Defense Reimbursement	29,382	0	0	0	0	0
Homeland Security Grants	23,538	0	0	0	0	0
Other Federal through State	513,332	0	0	0	0	0
Direct Federal Revenue						
Other Direct Federal Revenue	152,604	0	0	0	0	0
Total Federal Government	\$ 718,856	\$ 0	\$ 0	\$ 0	\$ 0	0
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 965,200	\$ 0	\$ 0	\$ 0	\$ 0	0
Contracted Services	366,634	0	0	0	0	0
Citizens Groups						
Donations	1,221	0	0	0	0	0
Other						
Other	0	0	0	0	0	0
Opioid Settlement Funds - Past Remediation	0	0	0	333,545	0	0
Total Other Governments and Citizens Groups	\$ 1,333,055	\$ 0	\$ 0	\$ 333,545	\$ 0	0
Total	\$ 30,716,495	\$ 3,578,697	\$ 49,269	\$ 626,307	\$ 24,455	\$ 3,213,896

(Continued)

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

	<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>		
	General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other Capital Projects -
Local Taxes					
County Property Taxes					
Current Property Tax	\$ 7,097,686	\$ 0	\$ 0	\$ 0	0
Trustee's Collections - Prior Year	174,050	0	0	0	0
Trustee's Collections - Bankruptcy	2,370	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	59,414	0	0	0	0
Interest and Penalty	52,238	0	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	624	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	98,055	0	0	0	0
Payments in-Lieu-of Taxes - Other	34,295	0	0	0	0
County Local Option Taxes					
Local Option Sales Tax	0	0	0	0	0
Hotel/Motel Tax	0	0	0	0	0
Wheel Tax	0	0	0	1,483,916	0
Litigation Tax - General	0	0	0	0	0
Litigation Tax - Special Purpose	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	136,108	0	0	0	0
Litigation Tax - Courthouse Security	0	0	0	0	0
Business Tax	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0

(Continued)

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

	<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>		
	General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other Capital Projects -
Local Taxes (Cont.)					
Statutory Local Taxes					
Bank Excise Tax	\$ 55,549	\$ 0	\$ 0	\$ 0	0
Wholesale Beer Tax	0	0	0	0	0
Total Local Taxes	<u>\$ 7,710,389</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,483,916</u>	<u>\$ 0</u>
Licenses and Permits					
Licenses					
Marriage Licenses	\$ 0	\$ 0	\$ 0	\$ 0	0
Cable TV Franchise	0	0	0	0	0
Permits					
Beer Permits	0	0	0	0	0
Building Permits	0	0	0	0	0
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Fines, Forfeitures, and Penalties					
Circuit Court					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	0	0	0	0	0
Drug Control Fines	0	0	0	0	0

(Continued)

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

	<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>		
	General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other Capital Projects -
Fines, Forfeitures, and Penalties (Cont.)					
Circuit Court (Cont.)					
Drug Court Fees	\$ 0	\$ 0	\$ 0	\$ 0	0
Jail Fees	2,831	0	0	0	0
DUI Treatment Fines	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0
General Sessions Court					
Fines	0	0	0	0	0
Fines for Littering	0	0	0	0	0
Officers Costs	0	0	0	0	0
Game and Fish Fines	0	0	0	0	0
Drug Control Fines	0	0	0	0	0
Drug Court Fees	0	0	0	0	0
Jail Fees	97,390	0	0	0	0
DUI Treatment Fines	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
Juvenile Court					
Fines	0	0	0	0	0
Officers Costs	0	0	0	0	0

(Continued)

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

	<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>		
	General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other Capital Projects -
Fines, Forfeitures, and Penalties (Cont.)					
Juvenile Court (Cont.)					
Drug Control Fines	\$ 0	\$ 0	\$ 0	\$ 0	0
Data Entry Fee - Juvenile Court	0	0	0	0	0
Chancery Court					
Officers Costs	0	0	0	0	0
Data Entry Fee - Chancery Court	0	0	0	0	0
Other Courts - In-county					
Drug Court Fees	0	0	0	0	0
Other Fines, Forfeitures, and Penalties					
Proceeds from Confiscated Property	0	0	0	0	0
Other Fines, Forfeitures, and Penalties	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	<u>\$ 100,221</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
Charges for Current Services					
General Service Charges					
Patient Charges	\$ 0	\$ 0	\$ 0	\$ 0	0
Work Release Charges for Board	0	0	0	0	0
Fees					
Recreation Fees	0	0	0	0	0

(Continued)

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

	<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>		
	General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other Capital Projects -
Charges for Current Services (Cont.)					
Fees (Cont.)					
Copy Fees	\$ 0	\$ 0	\$ 0	\$ 0	0
Telephone Commissions	0	0	0	0	0
Tourism Fees	0	0	0	0	0
Electronic Citation Fee	0	0	0	0	0
Additional Fees - Titling and Registration	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0
Data Processing Fee - Register	0	0	0	0	0
Probation Fees	0	0	0	0	0
Data Processing Fee - Sheriff	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0
Data Processing Fee - County Clerk	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	0	0	0	0	0
Education Charges					
Community Service Fees - Adults	0	0	0	0	0
Other Charges for Services	0	0	0	0	0
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

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

	<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>		
	General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other Capital Projects -
Other Local Revenues					
Recurring Items					
Investment Income	\$ 2,515,942	\$ 248,694	\$ 0	\$ 365,000	\$ 135,008
Lease/Rentals/PPP	0	0	0	0	0
Sale of Materials and Supplies	0	0	0	0	0
Commissary Sales	0	0	0	0	0
Miscellaneous Refunds	0	0	0	0	0
Expenditure Credits	0	0	0	0	0
Nonrecurring Items					
Sale of Equipment	0	0	0	0	0
Damages Recovered from Individuals	0	0	0	0	0
Other Local Revenues					
Other Local Revenues	500,000	0	0	0	0
Total Other Local Revenues	\$ 3,015,942	\$ 248,694	\$ 0	\$ 365,000	\$ 135,008
Fees Received From County Officials					
Fees In-Lieu-of Salary					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	0	0	0	0	0
General Sessions Court Clerk	0	0	0	0	0

(Continued)

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

	<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>		
	General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other Capital Projects -
Fees Received From County Officials (Cont.)					
Fees In-Lieu-of Salary (Cont.)					
Clerk and Master	\$ 0	\$ 0	\$ 0	\$ 0	0
Juvenile Court Clerk	0	0	0	0	0
Register	0	0	0	0	0
Sheriff	0	0	0	0	0
Trustee	0	0	0	0	0
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
State of Tennessee					
General Government Grants					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	0
Solid Waste Grants	0	0	0	0	0
Public Safety Grants					
Law Enforcement Training Programs	0	0	0	0	0
School Resource Officer Grants	0	0	0	0	0
Health and Welfare Grants					
Health Department Programs	0	0	0	0	0
Public Works Grants					
Litter Program	0	0	0	0	0

(Continued)

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

	<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>		
	General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other Capital Projects -
State of Tennessee (Cont.)					
Other State Revenues					
Beer Tax	\$ 0	\$ 0	\$ 0	\$ 0	0
Vehicle Certificate of Title Fees	0	0	0	0	0
Alcoholic Beverage Tax	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	0	0	0
State Revenue Sharing - Telecommunications	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	0	0	0	0	0
Contracted Prisoner Boarding	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0
Registrar's Salary Supplement	0	0	0	0	0
Other State Grants	0	0	0	0	0
Other State Revenues	0	0	0	0	0
Total State of Tennessee	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

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

	<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>		
	General Debt Service	Special Debt Service	General Capital Projects	Highway Capital Projects	Other Capital Projects -
Federal Government					
Federal Through State					
Community Development	\$ 0	\$ 0	\$ 96,427	\$ 0	\$ 0
Civil Defense Reimbursement	0	0	0	0	0
Homeland Security Grants	0	0	0	0	0
Other Federal through State	0	0	279,107	0	98,389
Direct Federal Revenue					
Other Direct Federal Revenue	0	0	0	0	0
Total Federal Government	\$ 0	\$ 0	\$ 375,534	\$ 0	\$ 98,389
Other Governments and Citizens Groups					
Other Governments					
Contributions	\$ 0	\$ 0	\$ 36,983	\$ 0	\$ 0
Contracted Services	0	0	0	0	0
Citizens Groups					
Donations	0	0	0	0	0
Other					
Other	0	425,066	0	0	0
Opioid Settlement Funds - Past Remediation	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 0	\$ 425,066	\$ 36,983	\$ 0	\$ 0
Total	\$ 10,826,552	\$ 673,760	\$ 412,517	\$ 1,848,916	\$ 233,397

(Continued)

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

	Capital Projects Fund	
	Other Capital Projects	Total
Local Taxes		
County Property Taxes		
Current Property Tax	\$ 0	\$ 22,597,022
Trustee's Collections - Prior Year	0	539,753
Trustee's Collections - Bankruptcy	0	7,710
Circuit Clerk/Clerk and Master Collections - Prior Years	0	182,427
Interest and Penalty	0	159,199
Payments in-Lieu-of Taxes - T.V.A.	0	1,858
Payments in-Lieu-of Taxes - Local Utilities	0	291,886
Payments in-Lieu-of Taxes - Other	0	150,872
County Local Option Taxes		
Local Option Sales Tax	0	2,259,661
Hotel/Motel Tax	0	25,220
Wheel Tax	0	3,225,904
Litigation Tax - General	0	154,372
Litigation Tax - Special Purpose	0	67,260
Litigation Tax - Jail, Workhouse, or Courthouse	0	136,108
Litigation Tax - Courthouse Security	0	143,063
Business Tax	0	1,651,682
Mineral Severance Tax	0	72,300

(Continued)

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

	Capital Projects Fund	
	Other Capital Projects	Total
Local Taxes (Cont.)		
Statutory Local Taxes		
Bank Excise Tax	\$ 0	\$ 55,549
Wholesale Beer Tax	0	129,912
Total Local Taxes	<u>\$ 0</u>	<u>\$ 31,851,758</u>
Licenses and Permits		
Licenses		
Marriage Licenses	\$ 0	\$ 5,928
Cable TV Franchise	0	234,389
Permits		
Beer Permits	0	1,805
Building Permits	0	184,312
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 426,434</u>
Fines, Forfeitures, and Penalties		
Circuit Court		
Fines	\$ 0	\$ 6,415
Officers Costs	0	18,594
Drug Control Fines	0	13,013

(Continued)

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

	Capital Projects Fund	
	Other Capital Projects	Total
Fines, Forfeitures, and Penalties (Cont.)		
Circuit Court (Cont.)		
Drug Court Fees	\$ 0	\$ 3,729
Jail Fees	0	2,896
DUI Treatment Fines	0	1,511
Data Entry Fee - Circuit Court	0	3,973
General Sessions Court		
Fines	0	30,091
Fines for Littering	0	57
Officers Costs	0	59,501
Game and Fish Fines	0	146
Drug Control Fines	0	8,306
Drug Court Fees	0	13,066
Jail Fees	0	124,382
DUI Treatment Fines	0	7,985
Data Entry Fee - General Sessions Court	0	24,488
Courtroom Security Fee	0	552
Juvenile Court		
Fines	0	809
Officers Costs	0	7,142

(Continued)

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

	Capital Projects Fund	
	Other Capital Projects	Total
Fines, Forfeitures, and Penalties (Cont.)		
Juvenile Court (Cont.)		
Drug Control Fines	\$ 0	\$ 2,175
Data Entry Fee - Juvenile Court	0	1,844
Chancery Court		
Officers Costs	0	268
Data Entry Fee - Chancery Court	0	6,519
Other Courts - In-county		
Drug Court Fees	0	19,208
Other Fines, Forfeitures, and Penalties		
Proceeds from Confiscated Property	0	16,236
Other Fines, Forfeitures, and Penalties	0	109
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 373,015
Charges for Current Services		
General Service Charges		
Patient Charges	\$ 0	\$ 17,959
Work Release Charges for Board	0	504
Fees		
Recreation Fees	0	142,633

(Continued)

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

	Capital Projects Fund		
	Other Capital Projects		Total
Charges for Current Services (Cont.)			
Fees (Cont.)			
Copy Fees	\$ 0	\$	11,940
Telephone Commissions	0		35,102
Tourism Fees	0		51,500
Electronic Citation Fee	0		40
Additional Fees - Titling and Registration	0		83,169
Constitutional Officers' Fees and Commissions	0		4,670
Special Commissioner Fees/Special Master Fees	0		19,785
Data Processing Fee - Register	0		18,010
Probation Fees	0		1,532
Data Processing Fee - Sheriff	0		8,269
Sexual Offender Registration Fee - Sheriff	0		7,350
Data Processing Fee - County Clerk	0		8,070
Vehicle Insurance Coverage and Reinstatement Fees	0		31,860
Education Charges			
Community Service Fees - Adults	0		2,408
Other Charges for Services	0		72,852
Total Charges for Current Services	\$ 0	\$	517,653

(Continued)

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

	Capital Projects Fund	
	Other Capital Projects	Total
Other Local Revenues		
Recurring Items		
Investment Income	\$ 769,288	\$ 4,393,897
Lease/Rentals/PPP	0	94,888
Sale of Materials and Supplies	0	17,451
Commissary Sales	0	19,056
Miscellaneous Refunds	0	200,603
Expenditure Credits	0	49
Nonrecurring Items		
Sale of Equipment	0	15,753
Damages Recovered from Individuals	0	6,120
Other Local Revenues		
Other Local Revenues	0	502,446
Total Other Local Revenues	\$ 769,288	\$ 5,250,263
Fees Received From County Officials		
Fees In-Lieu-of Salary		
County Clerk	\$ 0	\$ 1,072,449
Circuit Court Clerk	0	346,673
General Sessions Court Clerk	0	808,805

(Continued)

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

	Capital Projects Fund	
	Other Capital Projects	Total
Fees Received From County Officials (Cont.)		
Fees In-Lieu-of Salary (Cont.)		
Clerk and Master	\$ 0	\$ 209,293
Juvenile Court Clerk	0	41,279
Register	0	318,405
Sheriff	0	34,119
Trustee	0	1,296,243
Total Fees Received From County Officials	\$ 0	\$ 4,127,266
State of Tennessee		
General Government Grants		
Juvenile Services Program	\$ 0	\$ 13,500
Solid Waste Grants	0	85,176
Public Safety Grants		
Law Enforcement Training Programs	0	68,000
School Resource Officer Grants	0	1,302,685
Health and Welfare Grants		
Health Department Programs	0	266,316
Public Works Grants		
Litter Program	0	47,700

(Continued)

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

	Capital Projects Fund	
	Other Capital Projects	Total
State of Tennessee (Cont.)		
Other State Revenues		
Beer Tax	\$ 0	\$ 17,752
Vehicle Certificate of Title Fees	0	14,198
Alcoholic Beverage Tax	0	114,896
Opioid Settlement Funds - TN Abatement Council	0	199,312
State Revenue Sharing - T.V.A.	0	1,004,878
State Revenue Sharing - Telecommunications	0	55,861
State Shared Sports Gaming Privilege Tax	0	77,453
Contracted Prisoner Boarding	0	928,322
Gasoline and Motor Fuel Tax	0	2,412,262
Hybrid/Electric Vehicle Registration Fee	0	29,076
Petroleum Special Tax	0	42,736
Registrar's Salary Supplement	0	15,164
Other State Grants	0	389,445
Other State Revenues	0	21,000
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 7,105,732</u>

(Continued)

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

	Capital Projects Fund	
	Other Capital Projects	Total
Federal Government		
Federal Through State		
Community Development	\$ 0	\$ 96,427
Civil Defense Reimbursement	0	29,382
Homeland Security Grants	0	23,538
Other Federal through State	0	890,828
Direct Federal Revenue		
Other Direct Federal Revenue	0	152,604
Total Federal Government	<u>\$ 0</u>	<u>\$ 1,192,779</u>
Other Governments and Citizens Groups		
Other Governments		
Contributions	\$ 0	\$ 1,002,183
Contracted Services	0	366,634
Citizens Groups		
Donations	0	1,221
Other		
Other	0	425,066
Opioid Settlement Funds - Past Remediation	0	333,545
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 2,128,649</u>
Total	<u>\$ 769,288</u>	<u>\$ 52,973,549</u>

HAMBLLEN COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Hamblen County School Department

For the Year Ended June 30, 2025

	<u>Special Revenue Funds</u>				<u>Capital Projects Fund</u>	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 7,657,839	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,657,839
Trustee's Collections - Prior Year	234,096	0	0	0	0	234,096
Trustee's Collections - Bankruptcy	3,035	0	0	0	0	3,035
Circuit Clerk/Clerk and Master Collections - Prior Years	80,546	0	0	0	0	80,546
Interest and Penalty	66,054	0	0	0	0	66,054
Payments in-Lieu-of Taxes - T.V.A.	11,357	0	0	0	0	11,357
Payments in-Lieu-of Taxes - Local Utilities	106,636	0	0	0	0	106,636
Payments in-Lieu-of Taxes - Other	38,167	0	0	0	0	38,167
County Local Option Taxes						
Local Option Sales Tax	22,295,447	0	0	0	0	22,295,447
Mixed Drink Tax	109,138	0	0	0	0	109,138
Statutory Local Taxes						
Bank Excise Tax	222,195	0	0	0	0	222,195
Total Local Taxes	\$ 30,824,510	\$ 0	\$ 0	\$ 0	\$ 0	\$ 30,824,510

(Continued)

HAMBLLEN COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

	<u>Special Revenue Funds</u>				<u>Capital Projects Fund</u>	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	
Charges for Current Services						
Education Charges						
Tuition - Regular Day Students	\$ 169,626	\$ 0	\$ 0	\$ 0	\$ 0	169,626
Tuition - Other	316,305	0	0	0	0	316,305
Lunch Payments - Children	0	0	29,818	0	0	29,818
Lunch Payments - Adults	0	0	86,838	0	0	86,838
A la Carte Sales	0	0	490,520	0	0	490,520
Contract for Instructional Services with Other LEA's	39,758	0	0	0	0	39,758
Receipts from Individual Schools	368,948	0	0	0	0	368,948
Other Charges for Services	135,757	0	51,189	0	0	186,946
Total Charges for Current Services	\$ 1,030,394	\$ 0	\$ 658,365	\$ 0	\$ 0	1,688,759
Other Local Revenues						
Recurring Items						
Investment Income	\$ 168,415	\$ 0	\$ 400,086	\$ 0	\$ 0	568,501
Lease/Rentals/PPP	2,250	0	0	0	0	2,250
Sale of Materials and Supplies	2,040	0	0	0	0	2,040
Miscellaneous Refunds	115,226	0	0	0	0	115,226

(Continued)

HAMBLLEN COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	
Other Local Revenues (Cont.)						
Nonrecurring Items						
Damages Recovered from Individuals	\$ 1,154	\$ 0	\$ 0	\$ 0	\$ 0	1,154
Contributions and Gifts	490,538	0	0	0	0	490,538
Other Local Revenues						
Other Local Revenues	1,722	0	0	4,246,934	0	4,248,656
Total Other Local Revenues	\$ 781,345	\$ 0	\$ 400,086	\$ 4,246,934	\$ 0	5,428,365
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	\$ 572,158	\$ 0	\$ 0	\$ 0	\$ 0	572,158
State Education Funds						
Tennessee Investment in Student Achievement	77,242,853	0	0	0	0	77,242,853
TISA - On-behalf Payments	174,142	0	0	0	0	174,142
Early Childhood Education	1,068,072	0	0	0	0	1,068,072
School Food Service	0	0	60,289	0	0	60,289
Other State Education Funds	842,346	0	0	0	0	842,346
Career Ladder Program	70,628	0	0	0	0	70,628
Other Vocational	780,635	0	0	0	0	780,635

(Continued)

HAMBLEN COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

	<u>Special Revenue Funds</u>				<u>Capital Projects Fund</u>	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	
State of Tennessee (Cont.)						
Other State Revenues						
Other State Grants	\$ 287,513	\$ 0	\$ 0	\$ 0	\$ 0	287,513
Other State Revenues	246,184	0	0	0	0	246,184
Total State of Tennessee	<u>\$ 81,284,531</u>	<u>\$ 0</u>	<u>\$ 60,289</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>81,344,820</u>
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 5,871,793	\$ 0	\$ 0	5,871,793
USDA - Commodities	0	0	605,174	0	0	605,174
Breakfast	0	0	1,913,703	0	0	1,913,703
USDA - Other	0	0	78,580	0	0	78,580
Vocational Education - Basic Grants to States	0	191,268	0	0	0	191,268
Title I Grants to Local Education Agencies	0	2,698,944	0	0	0	2,698,944
Special Education - Grants to States	0	2,593,444	0	0	0	2,593,444
Special Education Preschool Grants	0	83,902	0	0	0	83,902
English Language Acquisition Grants	0	186,433	0	0	0	186,433
Education for Homeless Children and Youth	0	84,493	0	0	0	84,493
Eisenhower Professional Development State Grants	0	420,833	0	0	0	420,833

(Continued)

HAMBLLEN COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Hamblen County School Department (Cont.)

	<u>Special Revenue Funds</u>				<u>Capital Projects Fund</u>	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	
Federal Government (Cont.)						
Federal Through State (Cont.)						
COVID-19 Grant E	\$ 0	\$ 50,597	\$ 0	\$ 0	\$ 0	50,597
American Rescue Plan Act Grant #1	0	2,247,528	0	0	0	2,247,528
American Rescue Plan Act Grant #4	0	100,858	0	0	0	100,858
Other Federal through State	263,945	216,039	0	0	0	479,984
Direct Federal Revenue						
Other Direct Federal Revenue	43,018	0	0	0	0	43,018
Total Federal Government	\$ 306,963	\$ 8,874,339	\$ 8,469,250	\$ 0	\$ 0	\$ 17,650,552
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 1,004,774	\$ 0	\$ 0	\$ 0	\$ 3,414,000	\$ 4,418,774
Total Other Governments and Citizens Groups	\$ 1,004,774	\$ 0	\$ 0	\$ 0	\$ 3,414,000	\$ 4,418,774
Total	\$ 115,232,517	\$ 8,874,339	\$ 9,587,990	\$ 4,246,934	\$ 3,414,000	\$ 141,355,780

HAMBLEN COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2025

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	88,900	
Pensions		2,992	
Life Insurance		349	
Medical Insurance		36,453	
Employer Medicare		1,216	
Audit Services		28,380	
Dues and Memberships		5,741	
Maintenance Agreements		3,500	
Other Contracted Services		6,301	
Office Supplies		751	
Other Charges		4,005	
Total County Commission			\$ 178,588

Board of Equalization

Board and Committee Members Fees	\$	4,325	
Total Board of Equalization			4,325

County Mayor/Executive

County Official/Administrative Officer	\$	118,713	
Assistant(s)		47,609	
Part-time Personnel		13,340	
Longevity Pay		450	
Social Security		10,002	
Pensions		11,674	
Life Insurance		49	
Medical Insurance		24,200	
Employer Medicare		2,533	
Communication		1,457	
Dues and Memberships		2,518	
Postal Charges		4,488	
Printing, Stationery, and Forms		202	
Rentals		6,542	
Travel		3,642	
Office Supplies		822	
Other Charges		21,896	
Office Equipment		1,428	
Total County Mayor/Executive			271,565

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Attorney

Other Salaries and Wages	\$	1,200	
Social Security		74	
Employer Medicare		18	
Legal Services		15,751	
Total County Attorney			\$ 17,043

Election Commission

County Official/Administrative Officer	\$	96,430	
Assistant(s)		40,565	
Deputy(ies)		33,861	
Longevity Pay		1,275	
Overtime Pay		2,929	
Election Commission		14,850	
Election Workers		51,132	
Social Security		12,573	
Pensions		12,049	
Life Insurance		76	
Medical Insurance		33,022	
Employer Medicare		2,941	
Communication		512	
Contracts with Private Agencies		11,220	
Legal Notices, Recording, and Court Costs		6,643	
Maintenance Agreements		40,686	
Postal Charges		7,537	
Printing, Stationery, and Forms		1,422	
Rentals		6,986	
Travel		2,917	
Office Supplies		2,438	
Office Equipment		24,905	
Total Election Commission			406,969

Register of Deeds

County Official/Administrative Officer	\$	107,144	
Deputy(ies)		160,307	
Part-time Personnel		28,679	
Longevity Pay		1,650	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Social Security	\$	17,776	
Pensions		18,837	
Life Insurance		126	
Medical Insurance		54,365	
Employer Medicare		4,157	
Dues and Memberships		1,028	
Postal Charges		671	
Travel		27	
Office Supplies		1,739	
Data Processing Equipment		19,191	
Total Register of Deeds			\$ 415,697

Planning

County Official/Administrative Officer	\$	24,912
Deputy(ies)		54,729
Secretary(ies)		38,358
Longevity Pay		1,275
Board and Committee Members Fees		15,600
Social Security		8,063
Pensions		8,507
Life Insurance		61
Medical Insurance		27,189
Employer Medicare		1,886
Communication		2,160
Contracts with Private Agencies		19,680
Dues and Memberships		395
Legal Services		1,715
Legal Notices, Recording, and Court Costs		622
Maintenance and Repair Services - Buildings		3,188
Maintenance and Repair Services - Vehicles		610
Postal Charges		419
Printing, Stationery, and Forms		343
Rentals		720
Travel		140
Gasoline		1,101
Office Supplies		5,719

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Planning (Cont.)

Refunds	\$	100	
In Service/Staff Development		680	
Total Planning			\$ 218,172

Codes Compliance

Deputy(ies)	\$	48,567	
Longevity Pay		375	
Social Security		2,975	
Pensions		3,426	
Life Insurance		25	
Medical Insurance		8,400	
Employer Medicare		696	
Legal Services		980	
Uniforms		474	
Total Codes Compliance			65,918

Geographical Information Systems

Deputy(ies)	\$	44,206	
Longevity Pay		300	
Social Security		2,538	
Pensions		3,116	
Life Insurance		25	
Medical Insurance		13,993	
Employer Medicare		594	
Contracts with Government Agencies		30,013	
Office Supplies		19	
Total Geographical Information Systems			94,804

Other Facilities

Supervisor/Director	\$	53,988	
Custodial Personnel		96,854	
Maintenance Personnel		96,425	
Part-time Personnel		19,850	
Longevity Pay		5,550	
Overtime Pay		10,599	
Social Security		16,498	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Other Facilities (Cont.)

Pensions	\$	18,309	
Life Insurance		154	
Medical Insurance		82,036	
Employer Medicare		3,858	
Communication		29,962	
Maintenance Agreements		36,285	
Maintenance and Repair Services - Buildings		34,699	
Maintenance and Repair Services - Equipment		1,491	
Maintenance and Repair Services - Vehicles		6,347	
Pest Control		3,096	
Other Contracted Services		404	
Custodial Supplies		23,819	
Electricity		384,173	
Gasoline		4,284	
Natural Gas		72,293	
Uniforms		3,244	
Maintenance Equipment		5,857	
Total Other Facilities	\$		1,010,075

Preservation of Records

Supervisor/Director	\$	16,405	
Social Security		1,017	
Employer Medicare		238	
Communication		481	
Postal Charges		1	
Rentals		947	
Office Supplies		4,110	
Total Preservation of Records			23,199

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	93,712	
Accountants/Bookkeepers		269,446	
Longevity Pay		4,200	
Social Security		21,451	
Pensions		25,715	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Life Insurance	\$	176	
Medical Insurance		93,136	
Employer Medicare		5,017	
Advertising		421	
Contracts with Private Agencies		12,424	
Dues and Memberships		1,479	
Maintenance Agreements		20,229	
Printing, Stationery, and Forms		253	
Travel		247	
Office Supplies		5,234	
In Service/Staff Development		125	
Total Accounting and Budgeting			\$ 553,265

Property Assessor's Office

County Official/Administrative Officer	\$	109,176	
Deputy(ies)		130,290	
Data Processing Personnel		52,920	
Longevity Pay		6,000	
Social Security		17,996	
Pensions		20,887	
Life Insurance		126	
Medical Insurance		49,589	
Employer Medicare		4,209	
Communication		514	
Contracts with Government Agencies		17,889	
Dues and Memberships		1,350	
Maintenance and Repair Services - Vehicles		786	
Postal Charges		3,531	
Printing, Stationery, and Forms		350	
Travel		48	
Gasoline		2,487	
Office Supplies		1,233	
Data Processing Equipment		4,521	
Total Property Assessor's Office			423,902

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Reappraisal Program

Deputy(ies)	\$	35,025	
Longevity Pay		1,875	
Social Security		2,206	
Pensions		2,583	
Life Insurance		25	
Medical Insurance		8,400	
Employer Medicare		516	
Contracts with Government Agencies		6,070	
Contracts with Private Agencies		94,625	
Legal Services		159	
Postal Charges		28,017	
Internet Connectivity		397	
Rentals		861	
Other Contracted Services		139	
Office Supplies		343	
Total Reappraisal Program			\$ 181,241

County Trustee's Office

County Official/Administrative Officer	\$	107,144	
Deputy(ies)		156,787	
Part-time Personnel		12,410	
Longevity Pay		1,425	
Social Security		15,801	
Pensions		18,575	
Life Insurance		126	
Medical Insurance		56,827	
Employer Medicare		3,876	
Dues and Memberships		1,053	
Legal Notices, Recording, and Court Costs		973	
Maintenance Agreements		16,594	
Postal Charges		13,980	
Printing, Stationery, and Forms		10,290	
Rentals		807	
Travel		2,817	
Office Supplies		2,730	
Office Equipment		2,591	
Total County Trustee's Office			424,806

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office

County Official/Administrative Officer	\$	107,144	
Deputy(ies)		353,220	
Longevity Pay		8,400	
Social Security		28,089	
Pensions		32,581	
Life Insurance		296	
Medical Insurance		90,102	
Employer Medicare		6,569	
Communication		677	
Dues and Memberships		1,603	
Maintenance Agreements		28,929	
Maintenance and Repair Services - Office Equipment		341	
Postal Charges		37,059	
Printing, Stationery, and Forms		3,068	
Rentals		1,991	
Travel		2,329	
Other Contracted Services		976	
Office Supplies		9,199	
Data Processing Equipment		5,568	
Total County Clerk's Office	\$		718,141

Data Processing

Supervisor/Director	\$	53,213	
Longevity Pay		1,425	
Social Security		2,949	
Pensions		3,825	
Life Insurance		25	
Medical Insurance		23,180	
Employer Medicare		690	
Communication		512	
Contracts with Private Agencies		30,835	
Data Processing Services		51,437	
Maintenance Agreements		9,131	
Data Processing Equipment		19,112	
Total Data Processing			196,334

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Other Finance

Deputy(ies)	\$	132,012	
Longevity Pay		2,700	
Social Security		7,868	
Pensions		9,430	
Life Insurance		96	
Medical Insurance		42,448	
Employer Medicare		1,840	
Communication		729	
Data Processing Services		835	
Lease/SBITA Payments		17,334	
Maintenance and Repair Services - Buildings		1,070	
Rentals		1,023	
Electricity		4,662	
Office Supplies		2,837	
Total Other Finance			\$ 224,884

Administration of Justice

Circuit Court

County Official/ Administrative Officer	\$	107,144
Deputy(ies)		501,496
Part-time Personnel		75,842
Longevity Pay		10,425
Overtime Pay		3,396
Jury and Witness Expense		16,720
Social Security		41,303
Pensions		43,572
Life Insurance		375
Medical Insurance		159,702
Employer Medicare		9,659
Communication		982
Dues and Memberships		993
Legal Notices, Recording, and Court Costs		305
Maintenance Agreements		50,142
Postal Charges		7,035
Printing, Stationery, and Forms		8,892
Rentals		5,109

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Office Supplies	\$	12,764	
Data Processing Equipment		6,694	
Office Equipment		100	
Total Circuit Court			\$ 1,062,650

General Sessions Court

Judge(s)	\$	403,069	
Other Salaries and Wages		144,215	
Social Security		29,783	
Pensions		37,010	
Life Insurance		124	
Medical Insurance		80,688	
Employer Medicare		7,663	
Dues and Memberships		2,394	
Rentals		704	
Travel		4,961	
Other Contracted Services		679	
Office Supplies		670	
Data Processing Equipment		788	
Total General Sessions Court			712,748

Drug Court

Supervisor/Director	\$	52,500	
Deputy(ies)		85,305	
Longevity Pay		975	
Social Security		8,100	
Pensions		9,715	
Life Insurance		76	
Medical Insurance		31,214	
Employer Medicare		1,895	
Communication		3,002	
Dues and Memberships		200	
Printing, Stationery, and Forms		50	
Rentals		877	
Travel		1,278	
Other Contracted Services		1,552	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Drug Court (Cont.)

Gasoline	\$	1,050	
Office Supplies		4,117	
Testing		991	
Other Supplies and Materials		398	
In Service/Staff Development		120	
Total Drug Court			\$ 203,415

Chancery Court

County Official/Administrative Officer	\$	107,144	
Deputy(ies)		161,669	
Part-time Personnel		12,119	
Longevity Pay		3,225	
Jury and Witness Expense		2,825	
Social Security		16,643	
Pensions		19,043	
Life Insurance		125	
Medical Insurance		71,957	
Employer Medicare		3,892	
Advertising		1,460	
Communication		408	
Dues and Memberships		893	
Maintenance Agreements		25,792	
Postal Charges		10,172	
Printing, Stationery, and Forms		396	
Rentals		1,046	
Travel		1,785	
Office Supplies		3,008	
In Service/Staff Development		1,435	
Data Processing Equipment		5,683	
Total Chancery Court			450,720

Juvenile Court

Assistant(s)	\$	35,235	
Supervisor/Director		63,871	
Probation Officer(s)		45,717	
Educational Assistants		36,326	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Attendants	\$	10,305	
Longevity Pay		2,325	
Social Security		11,262	
Pensions		12,414	
Life Insurance		100	
Medical Insurance		50,076	
Employer Medicare		2,634	
Communication		1,542	
Contracts with Government Agencies		16,490	
Dues and Memberships		70	
Evaluation and Testing		1,847	
Maintenance Agreements		3,490	
Postal Charges		368	
Rentals		817	
Other Contracted Services		7,086	
Food Supplies		1,340	
Gasoline		282	
Office Supplies		1,837	
In Service/Staff Development		900	
Total Juvenile Court			\$ 306,334

Other Administration of Justice

Deputy(ies)	\$	87,318
Social Security		5,274
Pensions		6,112
Life Insurance		48
Medical Insurance		15,575
Employer Medicare		1,233
Communication		2,187
Dues and Memberships		320
Maintenance and Repair Services - Vehicles		484
Printing, Stationery, and Forms		45
Rentals		522
Travel		5,646
Drug Treatment		1,403
Gasoline		1,581

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Other Administration of Justice (Cont.)

Office Supplies	\$	2,734	
Testing		2,800	
Other Supplies and Materials		549	
In Service/Staff Development		2,935	
Total Other Administration of Justice			\$ 136,766

Probation Services

Probation Officer(s)	\$	51,050	
Salary Supplements		6,267	
Clerical Personnel		26,462	
Longevity Pay		375	
Social Security		4,923	
Pensions		5,891	
Life Insurance		52	
Medical Insurance		23,189	
Employer Medicare		1,151	
Communication		121	
Printing, Stationery, and Forms		2,616	
Office Supplies		6,651	
Total Probation Services			128,748

Courtroom Security

Deputy(ies)	\$	370,551	
Lieutenant(s)		56,956	
Sergeant(s)		50,819	
Salary Supplements		6,300	
Part-time Personnel		178,260	
Longevity Pay		4,725	
Overtime Pay		61,213	
Social Security		41,064	
Pensions		46,240	
Life Insurance		247	
Medical Insurance		121,594	
Employer Medicare		10,196	
Evaluation and Testing		2,400	
Maintenance Agreements		3,200	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Courtroom Security (Cont.)

Travel	\$	4,436	
Uniforms		10,525	
In Service/Staff Development		4,800	
Law Enforcement Equipment		10,947	
Total Courtroom Security			\$ 984,473

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	120,597
Supervisor/Director		95,110
Deputy(ies)		746,750
Captain(s)		69,348
Lieutenant(s)		382,001
Sergeant(s)		548,854
Salary Supplements		77,500
Clerical Personnel		195,903
School Resource Officer		1,051,551
Longevity Pay		39,525
Overtime Pay		152,028
Social Security		197,564
Pensions		336,782
Life Insurance		1,530
Medical Insurance		905,316
Employer Medicare		46,205
Advertising		34
Communication		44,270
Dues and Memberships		3,050
Maintenance Agreements		163,964
Maintenance and Repair Services - Equipment		484
Maintenance and Repair Services - Vehicles		93,468
Postal Charges		1,819
Printing, Stationery, and Forms		3,771
Rentals		3,179
Towing Services		2,653
Travel		35,460
Other Contracted Services		6,025

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Gasoline	\$	139,415	
Law Enforcement Supplies		11,409	
Lubricants		5,430	
Office Supplies		5,398	
Tires and Tubes		30,160	
Uniforms		33,206	
Other Supplies and Materials		3,210	
In Service/Staff Development		66,456	
Other Charges		26,586	
Law Enforcement Equipment		186,253	
Total Sheriff's Department			\$ 5,832,264

Administration of the Sexual Offender Registry

Contracts with Government Agencies	\$	2,500	
Travel		1,718	
Office Supplies		798	
In Service/Staff Development		580	
Other Equipment		235	
Total Administration of the Sexual Offender Registry			5,831

Jail

Captain(s)	\$	68,848	
Lieutenant(s)		108,571	
Sergeant(s)		269,144	
Guards		2,848,684	
Cafeteria Personnel		123,466	
Longevity Pay		21,450	
Overtime Pay		105,240	
Social Security		210,258	
Pensions		247,748	
Life Insurance		1,899	
Medical Insurance		775,806	
Employer Medicare		49,174	
Evaluation and Testing		12,600	
Maintenance Agreements		43,758	
Maintenance and Repair Services - Buildings		68,546	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Maintenance and Repair Services - Equipment	\$	14,230	
Medical and Dental Services		1,127,478	
Rentals		1,800	
Travel		7,564	
Custodial Supplies		112,372	
Food Supplies		445,466	
Office Supplies		7,280	
Prisoners Clothing		14,445	
Uniforms		51,298	
In Service/Staff Development		1,300	
Other Charges		15,015	
Food Service Equipment		7,131	
Law Enforcement Equipment		50,904	
Other Equipment		13,881	
Total Jail			\$ 6,825,356

Workhouse

Guards	\$	85,213	
Longevity Pay		1,875	
Social Security		5,144	
Pensions		6,096	
Life Insurance		50	
Medical Insurance		23,745	
Employer Medicare		1,203	
Total Workhouse			123,326

Work Release Program

Supervisor/Director	\$	53,274	
Laborers		56,261	
Secretary(ies)		39,678	
Longevity Pay		6,600	
Other Salaries and Wages		1,056	
Social Security		9,092	
Pensions		10,981	
Life Insurance		101	
Medical Insurance		39,262	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Work Release Program (Cont.)

Employer Medicare	\$	2,126	
Communication		2,017	
Maintenance and Repair Services - Vehicles		2,275	
Postal Charges		46	
Printing, Stationery, and Forms		106	
Other Contracted Services		205,662	
Gasoline		2,496	
Office Supplies		836	
Testing		500	
Other Supplies and Materials		169	
In Service/Staff Development		340	
Total Work Release Program			\$ 432,878

Fire Prevention and Control

Contributions	\$	300,000	
Total Fire Prevention and Control			300,000

Civil Defense

Assistant(s)	\$	33,784	
Supervisor/Director		60,073	
Deputy(ies)		2,400	
Part-time Personnel		4,656	
Longevity Pay		975	
Social Security		6,156	
Pensions		6,638	
Life Insurance		50	
Medical Insurance		19,131	
Employer Medicare		1,440	
Communication		672	
Evaluation and Testing		116	
Maintenance and Repair Services - Vehicles		2,808	
Postal Charges		39	
Travel		636	
Gasoline		2,291	
Office Supplies		1,766	
Uniforms		892	
Other Charges		2,750	
Total Civil Defense			147,273

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Other Emergency Management

Contributions	\$ 334,880	
Total Other Emergency Management		\$ 334,880

Inspection and Regulation

Board and Committee Members Fees	\$ 5,400	
Social Security	335	
Employer Medicare	78	
Total Inspection and Regulation		5,813

County Coroner/Medical Examiner

Communication	\$ 3,233	
Contracts with Private Agencies	91,201	
Other Contracted Services	71,670	
Drugs and Medical Supplies	1,196	
Office Supplies	9,736	
Total County Coroner/Medical Examiner		177,036

Public Safety Grants Program

Data Processing Personnel	\$ 82,432	
Overtime Pay	634	
Social Security	4,945	
Pensions	5,815	
Life Insurance	48	
Medical Insurance	15,279	
Employer Medicare	1,156	
Dues and Memberships	360	
Printing, Stationery, and Forms	100	
Travel	12,966	
Other Contracted Services	43,274	
Office Supplies	9,754	
Testing	19,135	
Other Supplies and Materials	1,125	
In Service/Staff Development	4,095	
Total Public Safety Grants Program		201,118

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Other Public Safety

Other Equipment	\$ 22,120	
Total Other Public Safety		\$ 22,120

Public Health and Welfare

Local Health Center

Clerical Personnel	\$ 523,439	
Longevity Pay	8,625	
Social Security	29,755	
Pensions	35,585	
Life Insurance	319	
Medical Insurance	197,387	
Employer Medicare	6,959	
Communication	1,790	
Janitorial Services	24,900	
Maintenance and Repair Services - Buildings	2,150	
Pest Control	540	
Travel	6,947	
Custodial Supplies	251	
Office Supplies	2,926	
Utilities	19,665	
Other Charges	1,960	
Total Local Health Center		863,198

Rabies and Animal Control

Supervisor/Director	\$ 47,467
Deputy(ies)	37,128
Longevity Pay	300
Overtime Pay	14,277
Social Security	6,035
Pensions	6,942
Life Insurance	50
Medical Insurance	16,800
Employer Medicare	1,412
Communication	2,194
Contracts with Private Agencies	300,000
Maintenance and Repair Services - Vehicles	5,029

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Gasoline	\$	5,703	
Tires and Tubes		975	
Uniforms		861	
Other Supplies and Materials		348	
Total Rabies and Animal Control			\$ 445,521

Nursing Home

Contributions	\$	7,000	
Total Nursing Home			7,000

Alcohol and Drug Programs

Contributions	\$	6,200	
Total Alcohol and Drug Programs			6,200

Appropriation to State

Contributions	\$	115,233	
Total Appropriation to State			115,233

Aid to Dependent Children

Contributions	\$	10,000	
Total Aid to Dependent Children			10,000

Other Local Welfare Services

Contributions	\$	27,380	
Total Other Local Welfare Services			27,380

Sanitation Management

Contracts with Government Agencies	\$	18,780	
Total Sanitation Management			18,780

Other Public Health and Welfare

Contracts with Government Agencies	\$	106,840	
Total Other Public Health and Welfare			106,840

(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services

Adult Activities

Contributions	\$ 11,600	
Total Adult Activities		\$ 11,600

Senior Citizens Assistance

Contributions	\$ 6,500	
Total Senior Citizens Assistance		6,500

Libraries

Contributions	\$ 360,000	
Total Libraries		360,000

Parks and Fair Boards

Supervisor/Director	\$ 42,707
Maintenance Personnel	38,102
Part-time Personnel	38,674
Longevity Pay	225
Overtime Pay	5,849
Social Security	5,323
Pensions	6,082
Life Insurance	50
Medical Insurance	31,580
Employer Medicare	1,730
Communication	2,676
Maintenance and Repair Services - Buildings	240
Maintenance and Repair Services - Equipment	8,527
Maintenance and Repair Services - Vehicles	144
Custodial Supplies	6,480
Diesel Fuel	733
Electricity	43,609
Gasoline	2,720
Office Supplies	164
Uniforms	958
Water and Sewer	35,901
Other Supplies and Materials	1,187
Liability Insurance	8,056
Workers' Compensation Insurance	3,494

(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards (Cont.)

Other Charges	\$ 2,272	
Other Construction	49,242	
Total Parks and Fair Boards	<u> </u>	\$ 336,725

Other Social, Cultural, and Recreational

Contributions	\$ 411,000	
Total Other Social, Cultural, and Recreational	<u> </u>	411,000

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$ 157,022	
Travel	1,210	
Office Supplies	2,445	
Total Agricultural Extension Service	<u> </u>	160,677

Forest Service

Contributions	\$ 1,000	
Total Forest Service	<u> </u>	1,000

Soil Conservation

Assistant(s)	\$ 33,442	
Secretary(ies)	27,955	
Longevity Pay	1,875	
Social Security	3,699	
Pensions	4,429	
Life Insurance	50	
Medical Insurance	15,989	
Employer Medicare	865	
Total Soil Conservation	<u> </u>	88,304

Storm Water Management

Deputy(ies)	\$ 35,090	
Longevity Pay	225	
Social Security	2,078	
Pensions	2,452	
Life Insurance	23	

(Continued)

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Storm Water Management (Cont.)

Medical Insurance	\$ 10,162	
Employer Medicare	486	
Contracts with Government Agencies	3,460	
Engineering Services	9,590	
Travel	324	
Other Contracted Services	6,269	
Instructional Supplies and Materials	336	
Total Storm Water Management	<u> </u>	\$ 70,495

Other Operations

Tourism

Contributions	\$ 22,500	
Other Contracted Services	67,893	
Total Tourism	<u> </u>	90,393

Industrial Development

Contributions	\$ 91,000	
Contracts for Development Costs	606,694	
Total Industrial Development	<u> </u>	697,694

Other Economic and Community Development

Food Preparation Supplies	\$ 7,479	
Total Other Economic and Community Development	<u> </u>	7,479

Veterans' Services

County Official/Administrative Officer	\$ 30,405	
Longevity Pay	375	
Social Security	1,908	
Pensions	2,155	
Life Insurance	25	
Employer Medicare	446	
Postal Charges	136	
Travel	599	
Office Supplies	219	
Total Veterans' Services	<u> </u>	36,268

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Employee Benefits

Handling Charges and Administrative Costs	\$	1,072	
Other Fringe Benefits		1,176	
Contracts with Private Agencies		4,851	
Liability Insurance		546,637	
Workers' Compensation Insurance		161,012	
Total Employee Benefits	\$		714,748

Miscellaneous

Contracts with Other Public Agencies	\$	15,760	
Other Contracted Services		4,760	
Trustee's Commission		350,086	
Total Miscellaneous			370,606

Operation of Non-Instructional Services

Community Services

Contributions	\$	5,000	
Total Community Services			5,000

Capital Projects

General Administration Projects

Building Improvements	\$	83,797	
Heating and Air Conditioning Equipment		12,362	
Motor Vehicles		36,190	
Total General Administration Projects			132,349

Public Safety Projects

Motor Vehicles	\$	278,950	
Total Public Safety Projects			278,950

Public Health and Welfare Projects

Architects	\$	211,717	
Total Public Health and Welfare Projects			211,717

Total General Fund			\$ 29,414,334
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(Continued)

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

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

Supervisor/Director	\$	71,379	
Mechanic(s)		37,838	
Equipment Operators - Heavy		207,259	
Truck Drivers		302,364	
Laborers		277,230	
Longevity Pay		16,650	
Overtime Pay		12,574	
Social Security		53,832	
Pensions		64,691	
Life Insurance		558	
Medical Insurance		277,473	
Employer Medicare		12,590	
Advertising		1,852	
Maintenance and Repair Services - Equipment		188,667	
Towing Services		4,825	
Disposal Fees		1,091,662	
Diesel Fuel		145,314	
Gasoline		3,485	
Lubricants		14,000	
Office Supplies		582	
Tires and Tubes		40,161	
Uniforms		8,511	
Other Supplies and Materials		12,306	
Liability Insurance		46,744	
Trustee's Commission		49,120	
Workers' Compensation Insurance		61,049	
Building Improvements		13,002	
Motor Vehicles		890,299	
Solid Waste Equipment		71,551	
Total Sanitation Management			<u>\$ 3,977,568</u>

Total Solid Waste/Sanitation Fund

\$ 3,977,568

(Continued)

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

Drug Control Fund

Public Safety

Drug Enforcement

Salary Supplements	\$	6,000	
Social Security		372	
Pensions		630	
Employer Medicare		87	
Dues and Memberships		300	
Rentals		5,780	
Travel		8,413	
Veterinary Services		1,067	
Other Contracted Services		96	
Animal Food and Supplies		986	
Electricity		1,157	
Law Enforcement Supplies		2,647	
Trustee's Commission		260	
In Service/Staff Development		3,502	
Law Enforcement Equipment		9,977	
Total Drug Enforcement			\$ 41,274

Total Drug Control Fund \$ 41,274

Other Special Revenue Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Contributions	\$	105,000	
Total Ambulance/Emergency Medical Services			\$ 105,000

Alcohol and Drug Programs

Contributions	\$	120,000	
Total Alcohol and Drug Programs			120,000

Other Operations

Other Charges

Other Charges	\$	91	
Total Other Charges			91

(Continued)

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

Other Special Revenue Fund (Cont.)

Capital Projects - Donated

Capital Projects Donated to Other Entities

Contributions	\$ 77,209	
Total Capital Projects Donated to Other Entities		\$ 77,209

Total Other Special Revenue Fund \$ 302,300

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$ 912	
Total County Trustee's Office		\$ 912

County Clerk's Office

Constitutional Officers' Operating Expenses	\$ 456	
Total County Clerk's Office		456

Administration of Justice

Chancery Court

Special Commissioner Fees/Special Master Fees	\$ 19,785	
Constitutional Officers' Operating Expenses	3,302	
Total Chancery Court		<u>23,087</u>

Total Constitutional Officers - Fees Fund 24,455

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 117,858
Assistant(s)	46,663
Accountants/Bookkeepers	46,750
Longevity Pay	600
Overtime Pay	434
Board and Committee Members Fees	22,875
Social Security	14,411
Pensions	15,546
Life Insurance	58
Medical Insurance	16,100

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Employer Medicare	\$	3,370	
Advertising		1,064	
Communication		3,277	
Dues and Memberships		3,834	
Legal Services		1,374	
Travel		398	
Electricity		38,302	
Office Supplies		1,818	
Propane Gas		10,063	
Water and Sewer		1,540	
Liability Insurance		52,455	
Trustee's Commission		29,459	
Vehicle and Equipment Insurance		33,902	
Other Charges		12,431	
Total Administration			\$ 474,582

Highway and Bridge Maintenance

Supervisor/Director	\$	61,491
Equipment Operators		273,583
Truck Drivers		361,996
Laborers		184,367
Longevity Pay		16,725
Overtime Pay		47,329
Social Security		54,765
Pensions		65,452
Life Insurance		514
Medical Insurance		288,044
Employer Medicare		12,808
Contracts with Private Agencies		4,013
Rentals		330
Asphalt - Cold Mix		1,088
Concrete		2,065
General Construction Materials		3,530
Pipe - Metal		9,755
Road Signs		16,125
Salt		16,748

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Uniforms	\$	12,608	
Fencing		10,075	
Total Highway and Bridge Maintenance			\$ 1,443,411

Operation and Maintenance of Equipment

Supervisor/Director	\$	59,301	
Mechanic(s)		21,142	
Longevity Pay		825	
Overtime Pay		3,704	
Social Security		4,848	
Pensions		5,948	
Life Insurance		37	
Medical Insurance		24,617	
Employer Medicare		1,134	
Diesel Fuel		53,350	
Equipment Parts - Heavy		145,788	
Garage Supplies		6,496	
Gasoline		28,656	
Lubricants		16,319	
Tires and Tubes		50,097	
Other Supplies and Materials		5,731	
Total Operation and Maintenance of Equipment			427,993

Employee Benefits

Workers' Compensation Insurance	\$	20,536	
Liability Claims		450	
Total Employee Benefits			20,986

Capital Outlay

Building Improvements	\$	1,614	
Furniture and Fixtures		200	
Total Capital Outlay			1,814

Total Highway/Public Works Fund			\$ 2,368,786
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(Continued)

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

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$ 1,435,404	
Principal on Other Loans	514,154	
Total General Government		\$ 1,949,558

Education

Principal on Bonds	\$ 599,596	
Principal on Other Loans	2,144,700	
Total Education		2,744,296

Interest on Debt

General Government

Interest on Bonds	\$ 3,555,963	
Interest on Other Loans	20,544	
Total General Government		3,576,507

Education

Interest on Bonds	\$ 1,292,296	
Interest on Other Loans	233,320	
Total Education		1,525,616

Other Debt Service

General Government

Trustee's Commission	\$ 149,173	
Total General Government		149,173

Education

Other Debt Service	\$ 18,280	
Total Education		18,280

Total General Debt Service Fund \$ 9,963,430

Special Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$ 235,000	
Principal on Notes	153,914	
Total General Government		\$ 388,914

(Continued)

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

Special Debt Service Fund (Cont.)

Interest on Debt

General Government

Interest on Bonds	\$	385,889	
Interest on Notes		39,177	
Total General Government		<u> </u>	\$ 425,066

Other Debt Service

General Government

Contributions	\$	85,500	
Other Contracted Services		775	
Underwriter's Discount		57,180	
Other Debt Issuance Charges		69,162	
Total General Government		<u> </u>	<u>212,617</u>

Total Special Debt Service Fund \$ 1,026,597

General Capital Projects Fund

Capital Projects

Public Health and Welfare Projects

Contracts with Other Public Agencies	\$	11,001	
Other Equipment		138,633	
Other Construction		279,106	
Total Public Health and Welfare Projects		<u> </u>	<u>\$ 428,740</u>

Total General Capital Projects Fund 428,740

Highway Capital Projects Fund

Capital Projects

Highway and Street Capital Projects

Asphalt - Hot Mix	\$	198,178	
Crushed Stone		54,317	
Trustee's Commission		14,796	
Highway Construction		865,852	
Highway Equipment		172,268	
Total Highway and Street Capital Projects		<u> </u>	<u>\$ 1,305,411</u>

Total Highway Capital Projects Fund 1,305,411

(Continued)

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

Other General Government Capital Projects Fund

Capital Projects

Public Safety Projects

Communication Equipment	\$ 33,206	
Total Public Safety Projects		\$ 33,206

Public Utility Projects

Other Construction	\$ 1,137,180	
Total Public Utility Projects		<u>1,137,180</u>

Total Other General Government Capital Projects Fund		\$ 1,170,386
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Other Capital Projects Fund

Other Debt Service

General Government

Underwriter's Discount	\$ 35,559	
Other Debt Issuance Charges	48,472	
Total General Government		\$ 84,031

Capital Projects

Public Safety Projects

Other Contracted Services	\$ 133,522	
Building Construction	9,903,060	
Furniture and Fixtures	629,388	
Site Development	500	
Total Public Safety Projects		<u>10,666,470</u>

Education Capital Projects

Contributions	\$ 3,414,000	
Total Education Capital Projects		<u>3,414,000</u>

Total Other Capital Projects Fund		<u>14,164,501</u>
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Total Governmental Funds - Primary Government		<u>\$ 64,187,782</u>
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HAMBLLEN COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Hamblen County School Department

For the Year Ended June 30, 2025**General Purpose School Fund**

Instruction

Regular Instruction Program

Teachers	\$ 35,250,529	
Career Ladder Program	49,088	
Salary Supplements	648,266	
Educational Assistants	1,710,062	
Other Salaries and Wages	176,099	
Certified Substitute Teachers	575,622	
Non-certified Substitute Teachers	39,660	
Social Security	2,224,559	
Pensions	2,603,936	
Life Insurance	30,509	
Medical Insurance	6,159,876	
Unemployment Compensation	7,644	
Employer Medicare	538,357	
Other Fringe Benefits	801,122	
Contributions	1,004,774	
Other Contracted Services	134,974	
Instructional Supplies and Materials	395,577	
Textbooks - Electronic	408,925	
Small Tools	14,982	
Textbooks - Bound	413,117	
Water and Sewer	1,910	
Other Supplies and Materials	73,040	
TISA - On-behalf Payments	174,142	
Other Charges	104,000	
Regular Instruction Equipment	2,304,493	
Total Regular Instruction Program		\$ 55,845,263

Special Education Program

Teachers	\$ 4,429,885
Career Ladder Program	3,000
Educational Assistants	1,029,683
Speech Pathologist	630,327
Certified Substitute Teachers	62,838
Non-certified Substitute Teachers	18,855
Social Security	361,583

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Pensions	\$	416,430	
Life Insurance		5,835	
Medical Insurance		1,155,567	
Unemployment Compensation		1,412	
Employer Medicare		85,122	
Instructional Supplies and Materials		35,609	
Other Supplies and Materials		8,716	
Special Education Equipment		12,586	
Total Special Education Program	\$		8,257,448

Career and Technical Education Program

Teachers	\$	3,467,483	
Career Ladder Program		3,500	
Other Salaries and Wages		4,100	
Certified Substitute Teachers		68,918	
Social Security		206,368	
Pensions		239,216	
Life Insurance		2,706	
Medical Insurance		577,611	
Unemployment Compensation		634	
Employer Medicare		49,428	
Instructional Supplies and Materials		60,093	
Textbooks - Bound		10,798	
Top Soil		7,328	
Other Supplies and Materials		17,887	
Vocational Instruction Equipment		55,255	
Total Career and Technical Education Program			4,771,325

Student Body Education Program

Other Contracted Services	\$	42,200	
Other Supplies and Materials		88,183	
Other Charges		58,016	
Total Student Body Education Program			188,399

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services

Attendance

Other Salaries and Wages	\$	5,500	
Social Security		341	
Pensions		350	
Employer Medicare		80	
Travel		4,224	
Total Attendance			\$ 10,495

Health Services

Supervisor/Director	\$	65,087	
Medical Personnel		710,867	
Other Salaries and Wages		23,287	
Social Security		47,934	
Pensions		60,471	
Life Insurance		1,084	
Medical Insurance		221,379	
Unemployment Compensation		274	
Employer Medicare		11,217	
Travel		2,147	
Drugs and Medical Supplies		3,308	
Other Supplies and Materials		3,519	
In Service/Staff Development		175	
Total Health Services			1,150,749

Other Student Support

Career Ladder Program	\$	500	
Guidance Personnel		1,612,105	
Social Workers		114,436	
Other Salaries and Wages		107,554	
Social Security		103,773	
Pensions		119,497	
Life Insurance		1,365	
Medical Insurance		283,528	
Unemployment Compensation		350	
Employer Medicare		25,372	
Contracts with Government Agencies		800,000	

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Evaluation and Testing	\$	170,987	
Other Equipment		258,759	
Total Other Student Support			\$ 3,598,226

Regular Instruction Program

Supervisor/Director	\$	352,135	
Librarians		1,256,483	
Secretary(ies)		180,309	
Other Salaries and Wages		373,971	
In-service Training		46,980	
Social Security		126,108	
Pensions		131,524	
Life Insurance		1,503	
Medical Insurance		315,488	
Unemployment Compensation		373	
Employer Medicare		30,771	
Travel		30,302	
Other Contracted Services		24,470	
Library Books/Media		24,905	
Other Supplies and Materials		41,389	
In Service/Staff Development		170,826	
Other Charges		97,764	
Total Regular Instruction Program			3,205,301

Special Education Program

Supervisor/Director	\$	72,975	
Psychological Personnel		155,824	
Medical Personnel		59,013	
Secretary(ies)		104,177	
Clerical Personnel		31,169	
Other Salaries and Wages		131,401	
Social Security		30,168	
Pensions		35,383	
Life Insurance		410	
Medical Insurance		86,420	

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Unemployment Compensation	\$	130	
Employer Medicare		8,034	
Travel		11,964	
Other Contracted Services		534,827	
Other Supplies and Materials		4,339	
In Service/Staff Development		8,524	
Total Special Education Program			\$ 1,274,758

Career and Technical Education Program

Supervisor/Director	\$	98,379	
Secretary(ies)		46,411	
Other Salaries and Wages		218,371	
Social Security		17,625	
Pensions		19,832	
Life Insurance		197	
Medical Insurance		42,302	
Unemployment Compensation		45	
Employer Medicare		5,156	
Travel		9,568	
Top Soil		350	
Other Supplies and Materials		1,520	
In Service/Staff Development		504	
Total Career and Technical Education Program			460,260

Technology

Supervisor/Director	\$	97,066	
Computer Programmer(s)		68,972	
Secretary(ies)		44,647	
Other Salaries and Wages		732,421	
Social Security		56,077	
Pensions		66,017	
Life Insurance		853	
Medical Insurance		153,127	
Unemployment Compensation		205	
Employer Medicare		13,115	

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology (Cont.)

Communication	\$	61,016	
Internet Connectivity		236,402	
Travel		10,854	
Office Supplies		1,264	
Uniforms		5,558	
Cabling		6,497	
Software		488,310	
In Service/Staff Development		2,490	
Data Processing Equipment		212,440	
Total Technology			\$ 2,257,331

Other Programs

On-behalf Payments to OPEB	\$	572,158	
Total Other Programs			572,158

Board of Education

Board and Committee Members Fees	\$	47,400	
Social Security		2,939	
Pensions		1,358	
Life Insurance		217	
Medical Insurance		22,302	
Employer Medicare		687	
Audit Services		42,950	
Dues and Memberships		5,169	
Legal Services		87,256	
Travel		31,474	
Liability Insurance		674,935	
Premiums on Corporate Surety Bonds		1,739	
Trustee's Commission		503,130	
Workers' Compensation Insurance		363,069	
Other Charges		16,092	
Total Board of Education			1,800,717

Director of Schools

County Official/Administrative Officer	\$	192,938	
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(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Assistant(s)	\$	244,182	
Career Ladder Program		1,000	
Secretary(ies)		48,417	
Other Salaries and Wages		1,000	
Social Security		28,836	
Pensions		44,558	
Life Insurance		1,225	
Medical Insurance		33,018	
Unemployment Compensation		48	
Employer Medicare		7,080	
Communication		15,994	
Postal Charges		9,500	
Travel		21,201	
Other Contracted Services		10,346	
Office Supplies		7,099	
Other Charges		7,016	
Total Director of Schools			\$ 673,458

Office of the Principal

Principals	\$	1,798,853	
Career Ladder Program		3,200	
Assistant Principals		1,382,264	
Secretary(ies)		1,251,903	
Clerical Personnel		15,960	
Social Security		261,749	
Pensions		293,445	
Life Insurance		3,624	
Medical Insurance		722,210	
Unemployment Compensation		785	
Employer Medicare		61,243	
Communication		92,405	
Total Office of the Principal			5,887,641

Fiscal Services

Supervisor/Director	\$	98,434	
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(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services (Cont.)

Accountants/Bookkeepers	\$	261,561	
Social Security		20,508	
Pensions		23,696	
Life Insurance		235	
Medical Insurance		48,516	
Unemployment Compensation		67	
Employer Medicare		5,108	
Travel		8,701	
Other Contracted Services		12,957	
Data Processing Supplies		3,664	
Office Supplies		4,578	
Administration Equipment		241,223	
Total Fiscal Services			\$ 729,248

Human Services/Personnel

Supervisor/Director	\$	88,031	
Other Salaries and Wages		94,865	
Social Security		11,014	
Pensions		12,239	
Life Insurance		128	
Medical Insurance		28,441	
Unemployment Compensation		36	
Employer Medicare		2,576	
Travel		1,070	
Other Supplies and Materials		2,651	
Total Human Services/Personnel			241,051

Operation of Plant

Custodial Personnel	\$	2,175,077	
Other Salaries and Wages		40,877	
Social Security		130,655	
Pensions		140,390	
Life Insurance		2,715	
Medical Insurance		509,760	
Unemployment Compensation		736	

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant (Cont.)

Employer Medicare	\$	31,544	
Other Contracted Services		429,184	
Custodial Supplies		336,011	
Electricity		2,321,763	
Natural Gas		262,038	
Water and Sewer		434,450	
Other Supplies and Materials		17,298	
Other Charges		3,784	
Plant Operation Equipment		23,745	
Total Operation of Plant			\$ 6,860,027

Maintenance of Plant

Supervisor/Director	\$	74,930	
Maintenance Personnel		813,913	
Social Security		52,682	
Pensions		66,918	
Life Insurance		861	
Medical Insurance		182,134	
Unemployment Compensation		229	
Employer Medicare		12,321	
Maintenance and Repair Services - Buildings		503,409	
Maintenance and Repair Services - Equipment		123,140	
Equipment and Machinery Parts		135,640	
Uniforms		10,245	
Other Charges		715	
Maintenance Equipment		28,809	
Total Maintenance of Plant			2,005,946

Transportation

Supervisor/Director	\$	74,930	
Mechanic(s)		239,112	
Bus Drivers		1,531,917	
Clerical Personnel		76,047	
Social Security		108,364	
Pensions		130,430	

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Life Insurance	\$	2,093	
Medical Insurance		431,138	
Unemployment Compensation		769	
Employer Medicare		26,305	
Contracts with Parents		945	
Maintenance and Repair Services - Vehicles		21,522	
Medical and Dental Services		8,915	
Diesel Fuel		306,645	
Garage Supplies		1,305	
Gasoline		43,533	
Lubricants		18,670	
Tires and Tubes		49,159	
Uniforms		4,555	
Vehicle Parts		229,890	
Other Supplies and Materials		7,303	
Vehicle and Equipment Insurance		232,152	
Other Charges		74,164	
Transportation Equipment		979,253	
Total Transportation			\$ 4,599,116

Operation of Non-Instructional Services

Food Service

Food Supplies	\$	8,261	
Total Food Service			8,261

Community Services

Supervisor/Director	\$	69,891	
Other Salaries and Wages		420,461	
Social Security		26,601	
Pensions		8,720	
Life Insurance		50	
Medical Insurance		9,274	
Unemployment Compensation		314	
Employer Medicare		6,221	
Travel		92	

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Other Contracted Services	\$	1,109	
Other Supplies and Materials		32,069	
Other Equipment		9,000	
Total Community Services			\$ 583,802

Early Childhood Education

Teachers	\$	759,482	
Educational Assistants		457,881	
Certified Substitute Teachers		12,065	
Non-certified Substitute Teachers		8,200	
Social Security		71,086	
Pensions		56,482	
Life Insurance		727	
Medical Insurance		146,489	
Unemployment Compensation		379	
Employer Medicare		17,214	
Instructional Supplies and Materials		9,864	
In Service/Staff Development		2,428	
Other Charges		5,950	
Total Early Childhood Education			1,548,247

Capital Outlay

Regular Capital Outlay

Architects	\$	74,791	
Clay		34,746	
Building Construction		248,442	
Building Improvements		8,474,020	
Total Regular Capital Outlay			8,831,999

Other Debt Service

Education

Other Debt Service	\$	500,000	
Total Education			500,000

Total General Purpose School Fund

\$ 115,861,226

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	707,580	
Educational Assistants		547,236	
Other Salaries and Wages		22,964	
Certified Substitute Teachers		12,992	
Non-certified Substitute Teachers		13,315	
Social Security		77,264	
Pensions		80,446	
Life Insurance		1,392	
Medical Insurance		256,645	
Unemployment Compensation		394	
Employer Medicare		18,644	
Instructional Supplies and Materials		421,091	
Textbooks - Bound		176,455	
Other Supplies and Materials		13,803	
Regular Instruction Equipment		92,315	
Total Regular Instruction Program			\$ 2,442,536

Special Education Program

Teachers	\$	3,575	
Educational Assistants		1,637,006	
Speech Pathologist		550	
Non-certified Substitute Teachers		31,505	
Social Security		98,247	
Pensions		107,128	
Life Insurance		2,754	
Medical Insurance		494,441	
Unemployment Compensation		872	
Employer Medicare		23,432	
Instructional Supplies and Materials		1,327	
Special Education Equipment		16,000	
Total Special Education Program			2,416,837

Career and Technical Education Program

Other Salaries and Wages	\$	34,750	
Social Security		2,030	

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program (Cont.)

Pensions	\$	2,542	
Employer Medicare		504	
Maintenance and Repair Services - Equipment		3,450	
Instructional Supplies and Materials		17,322	
Software		23,069	
Other Supplies and Materials		40,340	
Vocational Instruction Equipment		45,091	
Total Career and Technical Education Program	\$		169,098

Support Services

Health Services

Social Workers	\$	124,804	
Medical Personnel		550	
Social Security		6,829	
Pensions		10,019	
Life Insurance		101	
Medical Insurance		23,716	
Unemployment Compensation		24	
Employer Medicare		1,597	
Other Supplies and Materials		493	
In Service/Staff Development		120	
Other Equipment		5,156	
Total Health Services			173,409

Other Student Support

Other Salaries and Wages	\$	36,433	
Social Security		5,829	
Pensions		6,696	
Life Insurance		124	
Medical Insurance		23,610	
Unemployment Compensation		25	
Employer Medicare		1,363	
Travel		1,021	
Other Contracted Services		1,000	
Other Supplies and Materials		36,483	

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

In Service/Staff Development	\$	20,856	
Other Charges		15,933	
Total Other Student Support			\$ 149,373

Regular Instruction Program

Supervisor/Director	\$	75,889	
Educational Assistants		1,740	
Instructional Coaches		121,810	
Other Salaries and Wages		630,379	
Certified Substitute Teachers		4,435	
Non-certified Substitute Teachers		8,340	
Social Security		50,826	
Pensions		55,254	
Life Insurance		514	
Medical Insurance		99,665	
Unemployment Compensation		111	
Employer Medicare		11,950	
Travel		6,018	
Other Supplies and Materials		112,018	
In Service/Staff Development		220,893	
Other Charges		206	
Other Equipment		24,643	
Total Regular Instruction Program			1,424,691

Special Education Program

Other Salaries and Wages	\$	141,842	
Social Security		8,343	
Pensions		9,021	
Life Insurance		101	
Medical Insurance		21,808	
Unemployment Compensation		24	
Employer Medicare		1,951	
In Service/Staff Development		9,252	
Total Special Education Program			192,342

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program

In Service/Staff Development	\$ 6,654	
Total Career and Technical Education Program		\$ 6,654

Technology

Life Insurance	\$ 4	
Medical Insurance	713	
Software	136,336	
Total Technology		137,053

Transportation

Contracts with Vehicle Owners	\$ 25,999	
Other Charges	7,855	
Total Transportation		33,854

Capital Outlay

Regular Capital Outlay

Building Construction	\$ 1,556,065	
Total Regular Capital Outlay		1,556,065

Total School Federal Projects Fund

\$ 8,701,912

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 77,350
Accountants/Bookkeepers	50,583
Clerical Personnel	43,895
Cafeteria Personnel	2,289,275
Other Salaries and Wages	14,912
In-service Training	48,888
Social Security	153,425
Pensions	94,867
Life Insurance	2,401
Medical Insurance	447,203
Unemployment Compensation	1,093

(Continued)

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

Discretely Presented Hamblen County School Department (Cont.)

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Employer Medicare	\$	36,184	
Maintenance and Repair Services - Equipment		44,410	
Travel		27,761	
Other Contracted Services		452,291	
Food Preparation Supplies		52,983	
Food Supplies		3,487,528	
Office Supplies		10,260	
Uniforms		5,347	
USDA - Commodities		605,174	
Other Supplies and Materials		262,284	
In Service/Staff Development		12,155	
Other Charges		59,956	
Food Service Equipment		<u>1,564,186</u>	
Total Food Service			<u>\$ 9,844,411</u>

Total Central Cafeteria Fund			\$ 9,844,411
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Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$	<u>3,843,793</u>	
Total Community Services			<u>\$ 3,843,793</u>

Total Internal School Fund			3,843,793
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Education Capital Projects Fund

Capital Projects

Education Capital Projects

Building Construction	\$	8,710,450	
Building Improvements		<u>1,356,301</u>	
Total Education Capital Projects			<u>\$ 10,066,751</u>

Total Education Capital Projects Fund			<u>10,066,751</u>
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Total Governmental Funds - Hamblen County School Department			<u>\$ 148,318,093</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*

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Hamblen County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Hamblen County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated February 20, 2026. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the discretely presented Hamblen County School Department, as described in our report on Hamblen County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Hamblen 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 Hamblen County's internal control. Accordingly, we do not express an opinion on the effectiveness of Hamblen 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Hamblen 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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Questioned Costs as item: 2025-001.


Hamblen County's Response to the Finding

Government Auditing Standards requires the auditor to perform limited procedures on Hamblen County's response to the finding identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Hamblen 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 Hamblen 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

February 20, 2026

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

Hamblen County Mayor and
Board of County Commissioners
Hamblen 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 Hamblen 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 Hamblen County's major federal programs for the year ended June 30, 2025. Hamblen 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, Hamblen County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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 Hamblen 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 Hamblen County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Hamblen 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 Hamblen 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 Hamblen 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 Hamblen 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 Hamblen 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 Hamblen County's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

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

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

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

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Hamblen County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Hamblen County's basic financial statements. We issued our report thereon dated February 20, 2026, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

February 20, 2026

JEM/gc

HAMBLEN COUNTY, TENNESSEE, AND THE HAMBLEN COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (6)
For the Year-Ended June 30, 2025

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Agriculture:				
Passed-through State Department of Education:				
Child Nutrition Cluster: (4)				
School Breakfast Program	10.553	N/A	\$ 0	\$ 2,142,405
National School Lunch Program	10.555	N/A	0	6,918,501 (5)
Passed-through State Department of Agriculture:				
Child Nutrition Cluster: (4)				
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	0	605,174 (5)
Passed-through State Department of Health:				
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-25-83469	0	269,351
Total U.S. Department of Agriculture				<u>\$ 9,935,431</u>
U.S. Department of Housing and Urban Development:				
Passed-through State Department of Economic and Community Development:				
Community Development Block Grants/State's Program				
	14.228	(3)	0	\$ 99,325
Passed-through Tennessee Housing Development Agency:				
HOME Investment Partnership Program				
	14.239	(3)	0	279,107
Total U.S. Department of Housing and Urban Development				<u>\$ 378,432</u>
U.S. Department of Justice:				
Direct Program:				
State Criminal Alien Assistance Program				
	16.606	N/A	0	\$ 6,216
Total U.S. Department of Justice				<u>\$ 6,216</u>
U.S. Department of Transportation:				
Passed-through State Department of Safety and Homeland Security:				
Alcohol Open Container Requirements				
	20.607	Z-24-THS120	0	\$ 1,091
Total U.S. Department of Transportation				<u>\$ 1,091</u>
U.S. Department of Treasury:				
Passed-through State Department of Environment and Conservation:				
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)				
	21.027	(3)	(7) 1,116,719	\$ 1,136,719 (5)
Passed-through State Department of Education:				
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)				
	21.027	N/A	0	176,750 (5)
Total U.S. Department of Treasury				<u>\$ 1,313,469</u>
U.S. Department of Education:				
Passed-through State Department of Education:				
Title 1 Grants to Local Educational Agencies				
	84.010	N/A	0	\$ 2,716,496
Special Education Cluster (IDEA): (4)				
Special Education - Grants to States				
	84.027	N/A	0	2,593,444
Special Education - Preschool Grants				
	84.173	N/A	0	83,902
Career and Technical Education - Basic Grants to States				
	84.048	N/A	0	191,268
Education for Homeless Children and Youth				
	84.196	N/A	0	84,493
Twenty-First Century Community Learning Centers				
	84.287	N/A	0	50,597
English Language Acquisition State Grants				
	84.365	N/A	0	186,433
Supporting Effective Instruction State Grants				
	84.367	N/A	0	420,832
Student Support and Academic Enrichment Program				
	84.424	N/A	0	216,039
COVID 19 Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund (ESSER ARP)				
	84.425U	N/A	0	2,247,528 (5)
COVID 19 Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund - Homeless Children and Youth (ESSER ARP)				
	84.425W	N/A	0	103,066 (5)
Passed-through State Department of Human Services:				
Rehabilitation Services - Vocational Rehabilitation Grants to States				
	84.126	(3)	0	87,196
Passed-through Niswonger Foundation:				
COVID 19 Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund (ESSER II)				
	84.425D	N/A	0	140,966 (5)
Total U.S. Department of Education				<u>\$ 9,122,260</u>

(Continued)

HAMBLEN COUNTY, TENNESSEE, AND THE HAMBLEN COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (6) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Health and Human Services:				
Direct Program:				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	(3)	\$ 0	\$ 121,284
Passed-through State Department of Health:				
Medicaid Cluster: (4)				
Medical Assistance Program	93.778	GG-25-83469	0	72,439
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977	GG-25-83469	0	70,206
Maternal and Child Health Service Block Grant to the States	93.994	GG-25-83469	0	98,438
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	(3)		70,077
Total U.S. Department of Health and Human Services				<u>\$ 432,444</u>
U.S. Department of Homeland Security:				
Passed-through State Department of Military:				
Disaster Grants - Public Assistance	97.036	(3)	0	\$ 43,018
Emergency Management Performance Grants	97.042	(3)	0	29,382
Homeland Security Grant Program	97.067	(3)	0	23,538
State and Local Cybersecurity Grant Program	97.137	(3)	0	12,628
Total U.S. Department of Homeland Security				<u>\$ 108,566</u>
Total Expenditures of Federal Grants				<u>\$ 21,297,909</u>
State Grants				
Health Department Programs - State Department of Health	N/A	(3)		\$ 266,316
Mental Health Transport - State Department of Finance and Administration	N/A	(3)		45,892
Tennessee Mental Health Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(3)		
Juvenile Justice - State Commission on Children and Youth	N/A	GG-25-83469		238,833
FY25 TCI Training Equipment Grant - State Corrections Institute	N/A	(3)		13,500
Litter Grant - State Department of Transportation	N/A	(3)		9,885
Emergency Monitoring Indigency Fund - State Department of Treasury	N/A	(3)		47,700
Law Enforcement Training - State Department of Safety	N/A	(3)		4,010
Violent Crime Intervention Funding - Tennessee Office of Criminal Justice Program	N/A	(3)		68,000
School Resource Officer Grant - Finance and Administration	N/A	(3)		77,106
Summer Learning Camps - State Department of Education	N/A	(3)		1,302,685
Summer Learning Camps Transportation - State Department of Education	N/A	(3)		780,206
Public School Security Grant - State Department of Education	N/A	(3)		61,001
Innovative School Models - State Department of Education	N/A	(3)		258,759
Early Childhood Education - State Department of Education	N/A	(3)		780,635
State Special Education Preschool Grant - State Department of Education	N/A	(3)		842,769
After School Program - State Department of Human Services	N/A	(3)		225,303
Total State Grants				<u>\$ 5,051,354</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) Hamblen County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) Information not available.
- (4) Child Nutrition Cluster total \$9,666,080; Special Education Cluster (IDEA) total \$2,677,346; Medicaid Cluster \$72,439.
- (5) Total for ALN 10.555 is \$7,523,675; ALN 21.027 is \$1,313,469; ALN 84.425 is \$2,491,560.
- (6) 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	\$ 185,148
Supporting Effective Instruction State Grants	84.367	18,897
English Language Acquisition State Grants	84.365	500
Student Support Academic Enrichment Program	84.424	1,579
Total amounts consolidated for administration purposes		<u>\$ 206,124</u>

(7) SUBRECIPIENT AMOUNTS

The following amounts were paid to subrecipients from the Coronavirus State and Local Fiscal Recovery Funds:

Subrecipient	ALN	Amount Provided to Subrecipients
Russellville-Whitesburg Utility District	21.027	\$ 1,093,319
Alpha Talbott Utility District	21.027	23,400
Total amounts provided to subrecipients		<u>\$ 1,116,719</u>

HAMBLLEN COUNTY, TENNESSEE
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2025

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Hamblen County, Tennessee, for the year ended June 30, 2025.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
OFFICES OF COUNTY MAYOR AND HIGHWAY SUPERINTENDENT					
2024	225	2024-001	The offices had deficiencies in budget operations.	N/A	Corrected
OFFICE OF HIGHWAY SUPERINTENDENT					
2024	226	2024-002	The sanitation department had deficiencies related to time and attendance records.	N/A	Corrected
OFFICE OF COUNTY MAYOR					
2024	226	2024-003	An investigation of the Hamblen County Emergency Management Agency disclosed deficiencies in internal control and compliance.	N/A	Corrected

Prior-year Federal Awards Findings

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

HAMBLLEN COUNTY, TENNESSEE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2025

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

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

Federal Awards:

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

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

A finding and recommendation, as a result of our audit, is presented below. We reviewed this finding and recommendation with management to provide an opportunity for their response. Written responses for all findings are paraphrased and presented following each finding and recommendation. Management's corrective action 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 2025-001

THE OFFICE HAD DEFICIENCIES IN PURCHASING PROCEDURES (Noncompliance Under *Government Auditing Standards*)

As part of our audit procedures for determining whether the purchasing process was operating as designed, we selected a sample of 25 disbursements totaling \$2,214,920 from a population of 6,021 vendor checks totaling \$42,597,374. In addition to sampling disbursements, we judgmentally selected additional items to obtain reasonable assurance that bids were solicited properly and paid in compliance with policies. Our examination revealed that in one of five applicable purchases tested, bid specifications were brand specific. The county purchased one 2024 Ford E350 (\$65,629) using bid specifications that apply only to a particular brand. In *Leech vs. Wright* (622 s.w. 2d 807), the Tennessee Supreme Court stated that "The request for bids must not unduly restrict competition. All persons or corporations having the ability to furnish the supplies or materials needed, to perform the work to be done, should be allowed to compete freely without any unreasonable restrictions." In addition, purchases for the Hamblen County Director of School's office are governed by Section 49-2-203, et seq., Tennessee Code Annotated, which provides for the Board of Education to make all purchases and require competitive bids on purchases exceeding \$5,000. As a result, the best and lowest price may not have been obtained for the purchase of this vehicle. This deficiency is the result of a lack of management oversight and failure to follow established purchasing procedures.

RECOMMENDATION

The office should develop bid specifications that are not brand specific. Bids should be evaluated on the basis of several criteria, including price, quality, availability, warranty, maintenance costs, experience, etc.

MANAGEMENT RESPONSE – SUPERVISOR OF BUSINESS

A bid was submitted and processed for a brand specific item. The district's formal bid checklist has been updated to add a line item stating that requesting a brand name in a bid is not allowed. All principals, supervisors, and bookkeepers have been notified that bids on a specific brand name is not allowed and if any bids for brand names are submitted to the business office, the bid will be rejected.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned costs related to federal awards for the year ended June 30, 2025.

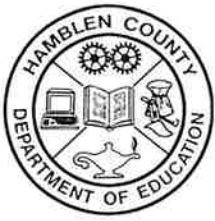
HAMBLEN COUNTY, TENNESSEE
MANAGEMENT'S CORRECTIVE ACTION PLAN
For the Year Ended June 30, 2025

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Management’s corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding Number	Title of Finding	Corrective Action Plan Page Number
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OFFICE OF DIRECTOR OF SCHOOLS - SUPERVISOR OF BUSINESS

2025-001	The office had deficiencies in purchasing procedures.	242
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HAMBLEN COUNTY DEPARTMENT OF EDUCATION

210 East Morris Boulevard
Morristown, Tennessee 37813
Phone (423) 586-7700 • Fax (423) 586-7747

*The mission of Hamblen County Schools is to educate students
so they can be challenged to successfully compete in their chosen fields.*

Corrective Action Plan

ARNOLD W. BUNCH, JR.
Superintendent of Schools

**FINDING: THE OFFICE HAD DEFICIENCIES IN
PURCHASING PROCEDURES**

BOARD OF EDUCATION

Carolyn Clawson

Johnny Denton

Bradley Harville

Clyde Kinder

Darlene Smith

Jerrold Weems

Robert Workman

Response and Corrective Action Plan Prepared by:
Jared Ladd, Supervisor of Business

Person Responsible for Implementing the Corrective Action:
Jared Ladd, Supervisor of Business

Anticipated Completion Date of Corrective Action:
11/05/2025

Repeat Finding:
No

Planned Corrective Action:

The district's formal bid checklist has been amended to include a statement that requesting a brand name in a bid is not allowed. All supervisors, principals, and school bookkeepers have been notified that requesting a brand name in informal or formal bids is not allowed. When informal and formal bids are submitted to the Business Department for approval, they will be rejected if requesting a brand name item.

Signature: _____

A handwritten signature in black ink is written over a horizontal line. The signature is cursive and appears to be "Jared Ladd".

BEST PRACTICE

Accounting literature describes a best practice as a recommended policy, procedure, or technique that aids management in improving financial performance. Historically, a best practice has consistently shown superior results over conventional methods.

The Division of Local Government Audit strongly believes that the item noted below is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Hamblen County.

HAMBLEN COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING

Hamblen County does not have a central system of accounting, budgeting, and purchasing. Sound business practices dictate that establishing a central system would significantly improve internal controls over the accounting, budgeting, and purchasing processes. The absence of a central system of accounting, budgeting, and purchasing has been a management decision by the county commission resulting in decentralization and some duplication of effort. The Division of Local Government Audit strongly believes that the adoption of a central system of accounting, budgeting, and purchasing is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Hamblen County. Therefore, we recommend the adoption of the County Financial Management System of 1981 or a private act, which would provide for a central system of accounting, budgeting, and purchasing covering all county departments.