



ANNUAL FINANCIAL REPORT

Monroe County, Tennessee

For the Year Ended June 30, 2025

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
MONROE 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.

MONROE COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

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

Findings

The following is a summary of the audit findings:

OFFICE OF SHERIFF

- ◆ Allegations involving the Monroe County Sheriff's Department are currently under investigation.

OFFICE OF CIRCUIT AND GENERAL SESSIONS COURTS CLERK

- ◆ Circuit and general sessions courts allowed a private probation company to collect court fines and costs on behalf of the county without adequate controls.



INTRODUCTORY SECTION

MONROE COUNTY OFFICIALS

June 30, 2025

Officials

Mitch Ingram, County Mayor
Steve Teague, Road Superintendent
Dr. Kristi Windsor, Director of Schools
Marna Hull, Trustee
Marsha Raper, Assessor of Property
Larry Sloan, County Clerk
Dewayna Martin, Circuit and General Sessions Courts Clerk
Teresa Choate, Clerk and Master
Kim Bivens, Register of Deeds
Tommy Jones, Jr., Sheriff
Gail Sensibaugh, Director of Finance

Board of County Commissioners

Paulette Summey, Chairperson
William Cross
Danny Everhart
Brian Harrill
Kraig Miller

Adam Reynolds
Donald Seiler
Roger Thomas
Travis Wade
David Winters

Board of Education

Dr. Lon Shoopman, Chairperson
Richard Bettis
Sharin Freeman
Mark Ingram
Freddie Kelley

John Ridgell
Bryan Kyle
Jo T. Cagle
Dean Williams
Mitch Avery

Financial Management Committee

Paulette Summey, Chairperson
Mitch Ingram, County Mayor
Steve Teague, Road Superintendent
Dr. Kristi Windsor, Director of Schools

William Cross
Adam Reynolds
Roger Thomas

Audit Committee

Jim Fairweather, Chairperson
Jeff Amburn
Doug Warren

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Monroe 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Monroe County, Tennessee, as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General, Other Special Revenue, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund, a special revenue fund of the discretely presented Monroe County School Department, which represent 1.2 percent, 1.61 percent, and 3.19 percent, respectively, of the assets, net position, and revenues of the discretely presented Monroe 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 Monroe County School Department, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Monroe 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., Monroe 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 (\$118,991) for the primary government and (\$172,397) for the discretely presented Monroe County School Department. These restatements were necessary because of the transitional requirements of GASB Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Other Information

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

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

Other Reporting Requirements by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2025, on our consideration of Monroe 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 Monroe 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 Monroe County's internal control over financial reporting and compliance.

Very truly yours,

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 19, 2025

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

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

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Monroe County School Department
ASSETS				
Cash	\$ 9,507	\$ 0	\$ 9,507	\$ 1,130,933
Equity in Pooled Cash and Investments	44,201,590	0	44,201,590	27,757,669
Accounts Receivable	2,959,195	0	2,959,195	24,754
Allowance for Uncollectibles	(616,563)	0	(616,563)	0
Due from Other Governments	2,662,887	0	2,662,887	4,417,063
Due from Primary Government	0	0	0	17,740
Due from Joint Venture - Current	0	254,936	254,936	0
Due from Joint Venture - Long-term	0	2,618,068	2,618,068	0
Property Taxes Receivable	20,260,109	0	20,260,109	6,869,531
Allowance for Uncollectible Property Taxes	(446,891)	0	(446,891)	(151,526)
Net Pension Asset - Agent Plan	1,055,214	0	1,055,214	449,225
Net Pension Asset - Teacher Retirement Plan	0	0	0	222,223
Net Pension Asset - Teacher Legacy Pension Plan	0	0	0	9,020,994
Restricted Assets - Amounts Accumulated for Pension Benefits	0	0	0	715,955
Capital Assets:				
Assets Not Depreciated:				
Land	2,599,810	0	2,599,810	864,562
Construction in Progress	4,158,950	0	4,158,950	777,356
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	35,209,748	0	35,209,748	34,322,428
Infrastructure	63,362,703	0	63,362,703	0
Other Capital Assets	7,228,580	0	7,228,580	7,417,561
Total Assets	\$ 182,644,839	\$ 2,873,004	\$ 185,517,843	\$ 93,856,468
DEFERRED OUTFLOWS OF RESOURCES				
Pension Changes in Experience	\$ 1,527,024	\$ 0	\$ 1,527,024	\$ 3,074,100
Pension Changes in Assumptions	571,379	0	571,379	331,554
Pension Changes in Proportionate Share	0	0	0	382,494
Pension Contributions after Measurement Date	921,495	0	921,495	1,702,416
OPEB Change in Experience	3,913	0	3,913	799,284
OPEB Changes in Proportionate Share	0	0	0	475,527
OPEB Change in Assumptions	24,688	0	24,688	1,453,542
OPEB Contributions after Measurement Date	6,526	0	6,526	417,958
Total Deferred Outflows of Resources	\$ 3,055,025	\$ 0	\$ 3,055,025	\$ 8,636,875

(Continued)

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

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Monroe County School Department
LIABILITIES				
Accounts Payable	\$ 392,459	\$ 0	\$ 392,459	\$ 156,954
Accrued Payroll	538,361	0	538,361	5,078,672
Accrued Interest Payable	81,835	0	81,835	0
Payroll Deductions Payable	592,700	0	592,700	2,403,787
Contracts Payable	13,178	0	13,178	0
Due to Component Units	17,740	0	17,740	0
Due to Other Governments	2,377,189	0	2,377,189	0
Noncurrent Liabilities:				
Due Within One Year - Debt	3,306,959	254,936	3,561,895	0
Due Within One Year - Other	1,721,666	0	1,721,666	538,145
Due in More Than One Year - Debt	61,927,283	2,618,068	64,545,351	0
Due in More Than One Year - Other	1,860,555	0	1,860,555	12,519,034
Total Liabilities	<u>\$ 72,829,925</u>	<u>\$ 2,873,004</u>	<u>\$ 75,702,929</u>	<u>\$ 20,696,592</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Current Property Taxes	\$ 19,213,864	\$ 0	\$ 19,213,864	\$ 6,514,784
Pension Changes in Experience	179,603	0	179,603	144,734
Pension Changes in Investment Earnings	514,931	0	514,931	2,013,626
Pension Changes in Proportionate Share	0	0	0	733,574
OPEB Changes in Experience	76,505	0	76,505	407,912
OPEB Changes in Proportionate Share	0	0	0	842,866
OPEB Changes in Assumptions	399,766	0	399,766	1,135,477
Total Deferred Inflows of Resources	<u>\$ 20,384,669</u>	<u>\$ 0</u>	<u>\$ 20,384,669</u>	<u>\$ 11,792,973</u>
NET POSITION				
Net Investment in Capital Assets	\$ 79,940,479	\$ 0	\$ 79,940,479	\$ 43,381,907
Restricted for:				
General Government	440,464	0	440,464	0
Finance	165,871	0	165,871	0
Administration of Justice	116,456	0	116,456	0
Public Safety	154,230	0	154,230	0
Public Health and Welfare	2,425,969	0	2,425,969	0
Highways	3,088,228	0	3,088,228	0
Education	0	0	0	4,832,934
Debt Service	11,084,657	0	11,084,657	0
Capital Projects	240,861	0	240,861	0
Pensions	1,055,214	0	1,055,214	10,408,397
Unrestricted	<u>(6,227,159)</u>	<u>0</u>	<u>(6,227,159)</u>	<u>11,380,540</u>
Total Net Position	<u>\$ 92,485,270</u>	<u>\$ 0</u>	<u>\$ 92,485,270</u>	<u>\$ 70,003,778</u>

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

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

					Net (Expense) Revenue and Changes in Net Position				Component Unit	
Functions/Programs	Expenses	Program Revenues			Primary Government			Total	Monroe County School Department	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities				
Primary Government:										
Governmental Activities:										
General Government	\$ 9,175,489	\$ 936,220	\$ 612,865	\$ 788,361	\$ (6,838,043)	\$ 0	\$ (6,838,043)	\$ 0		
Finance	2,582,120	1,684,775	0	0	(897,345)	0	(897,345)	0		
Administration of Justice	2,271,745	1,100,127	120,620	0	(1,050,998)	0	(1,050,998)	0		
Public Safety	14,501,171	1,872,532	2,473,874	221,794	(9,932,971)	0	(9,932,971)	0		
Public Health and Welfare	8,860,590	4,698,355	627,529	3,060,093	(474,613)	0	(474,613)	0		
Social, Cultural, and Recreational Services	312,000	0	0	0	(312,000)	0	(312,000)	0		
Agriculture and Natural Resources	193,002	0	5,326	0	(187,676)	0	(187,676)	0		
Highways	10,736,036	17,323	3,168,421	1,012,456	(6,537,836)	0	(6,537,836)	0		
Education	670,913	0	0	0	(670,913)	0	(670,913)	0		
Interest on Long-term Debt	2,025,883	0	0	0	(2,025,883)	0	(2,025,883)	0		
Total Governmental Activities	\$ 51,328,949	\$ 10,309,332	\$ 7,008,635	\$ 5,082,704	\$ (28,928,278)	\$ 0	\$ (28,928,278)	\$ 0		
Business-type Activities:										
Joint Venture Debt Enterprise Fund	\$ 68,662	\$ 68,662	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0		
Total Primary Government	\$ 51,397,611	\$ 10,377,994	\$ 7,008,635	\$ 5,082,704	\$ (28,928,278)	\$ 0	\$ (28,928,278)	\$ 0		
Component Unit:										
Monroe County School Department	\$ 69,975,890	\$ 232,729	\$ 13,794,899	\$ 213,129	\$ 0	\$ 0	\$ 0	\$ (55,735,133)		
Total Component Unit	\$ 69,975,890	\$ 232,729	\$ 13,794,899	\$ 213,129	\$ 0	\$ 0	\$ 0	\$ (55,735,133)		

(Continued)

MONROE COUNTY, TENNESSEE
Statement of Activities (Cont.)

					Net (Expense) Revenue and Changes in Net Position			
Functions/Programs	Expenses	Program Revenues						Component Unit
		Charges for Services	Operating	Capital	Primary Government			Monroe
			Grants and Contributions	Grants and Contributions	Governmental Activities	Business-type Activities	Total	County School Department
General Revenues:								
Property Taxes Levied for General Purposes					\$ 12,446,125	\$ 0	\$ 12,446,125	\$ 6,924,363
Property Taxes Levied for Solid Waste/Sanitation					1,374,595	0	1,374,595	0
Property Taxes Levied for Highways					2,374,237	0	2,374,237	0
Property Taxes Levied for Debt Service					2,882,018	0	2,882,018	0
Local Option Sales Taxes					2,374,218	0	2,374,218	7,448,396
Hotel/Motel Tax					272,136	0	272,136	0
Wheel Tax					2,272,072	0	2,272,072	0
Litigation Tax - General					94,105	0	94,105	0
Litigation Tax - Special Purpose					40,458	0	40,458	0
Litigation Tax - Jail, Workhouse, or Courthouse					208,496	0	208,496	0
Business Tax					464,385	0	464,385	258,835
Mineral Severance Tax					55,727	0	55,727	0
Wholesale Beer Tax					75,145	0	75,145	0
Mixed Drink Tax					0	0	0	80,476
Other Local Taxes					11,746	0	11,746	235
Grants and Contributions Not Restricted to Specific Programs					2,192,886	0	2,192,886	42,838,317
Unrestricted Investment Income					2,691,471	0	2,691,471	0
Miscellaneous					8,457	0	8,457	17,687
Total General Revenues					\$ 29,838,277	\$ 0	\$ 29,838,277	\$ 57,568,309
Change in Net Position					\$ 909,999	\$ 0	\$ 909,999	\$ 1,833,176
Net Position, July 1, 2024					91,694,262	0	91,694,262	68,342,999
Restatement - See Note I.D.10					(118,991)	0	(118,991)	(172,397)
Net Position, June 30, 2025					\$ 92,485,270	\$ 0	\$ 92,485,270	\$ 70,003,778

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

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

	Major Funds				Nonmajor Funds	
	General	Other Special Revenue	Highway / Public Works	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
ASSETS						
Cash	\$ 7,046	\$ 0	\$ 0	\$ 0	\$ 2,461	\$ 9,507
Equity in Pooled Cash and Investments	15,529,476	2,128,209	5,245,910	15,519,910	5,778,085	44,201,590
Accounts Receivable	2,945,745	0	0	222	13,228	2,959,195
Allowance for Uncollectibles	(616,563)	0	0	0	0	(616,563)
Due from Other Governments	2,049,358	0	559,624	6,107	47,798	2,662,887
Due from Other Funds	2,387	0	17,740	0	11,984	32,111
Property Taxes Receivable	13,219,578	0	2,521,554	3,059,029	1,459,948	20,260,109
Allowance for Uncollectible Property Taxes	(291,593)	0	(55,620)	(67,475)	(32,203)	(446,891)
Total Assets	<u>\$ 32,845,434</u>	<u>\$ 2,128,209</u>	<u>\$ 8,289,208</u>	<u>\$ 18,517,793</u>	<u>\$ 7,281,301</u>	<u>\$ 69,061,945</u>
LIABILITIES						
Accounts Payable	\$ 115,481	\$ 206,250	\$ 9,653	\$ 0	\$ 61,075	\$ 392,459
Accrued Payroll	429,341	0	83,650	0	25,370	538,361
Payroll Deductions Payable	485,058	0	85,540	0	22,102	592,700
Contracts Payable	13,178	0	0	0	0	13,178
Due to Other Funds	29,724	0	0	0	2,387	32,111
Due to Component Units	17,740	0	0	0	0	17,740
Due to Other Governments	0	2,377,189	0	0	0	2,377,189
Total Liabilities	<u>\$ 1,090,522</u>	<u>\$ 2,583,439</u>	<u>\$ 178,843</u>	<u>\$ 0</u>	<u>\$ 110,934</u>	<u>\$ 3,963,738</u>

(Continued)

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

	Major Funds				Nonmajor Funds	
	General	Other Special Revenue	Highway / Public Works	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 12,536,911	\$ 0	\$ 2,391,339	\$ 2,901,059	\$ 1,384,555	\$ 19,213,864
Deferred Delinquent Property Taxes	357,063	0	68,102	82,563	39,459	547,187
Other Deferred/Unavailable Revenue	1,783,891	0	271,409	0	12,380	2,067,680
Total Deferred Inflows of Resources	\$ 14,677,865	\$ 0	\$ 2,730,850	\$ 2,983,622	\$ 1,436,394	\$ 21,828,731
FUND BALANCES						
Restricted:						
Restricted for General Government	\$ 438,457	\$ 0	\$ 0	\$ 0	\$ 0	\$ 438,457
Restricted for Finance	165,871	0	0	0	0	165,871
Restricted for Administration of Justice	116,456	0	0	0	0	116,456
Restricted for Public Safety	131,186	0	0	0	23,044	154,230
Restricted for Public Health and Welfare	1,712,296	0	0	0	309,303	2,021,599
Restricted for Highways/Public Works	0	0	3,013,095	0	0	3,013,095
Restricted for Debt Service	0	0	0	11,083,929	0	11,083,929
Restricted for Capital Projects	0	0	0	0	696,091	696,091
Committed:						
Committed for General Government	3,289,378	0	0	0	0	3,289,378
Committed for Public Health and Welfare	0	0	0	0	1,205,535	1,205,535
Committed for Highways/Public Works	0	0	2,366,420	0	0	2,366,420
Committed for Debt Service	0	0	0	4,450,242	0	4,450,242
Committed for Capital Projects	0	0	0	0	3,500,000	3,500,000

(Continued)

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

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Other Special Revenue	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
FUND BALANCES (Cont.)						
Assigned:						
Assigned for General Government	\$ 3,536,011	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,536,011
Assigned for Finance	11,852	0	0	0	0	11,852
Assigned for Administration of Justice	8,493	0	0	0	0	8,493
Assigned for Public Safety	442,500	0	0	0	0	442,500
Assigned for Public Health and Welfare	30,521	0	0	0	0	30,521
Unassigned	7,194,026	(455,230)	0	0	0	6,738,796
Total Fund Balances	<u>\$ 17,077,047</u>	<u>\$ (455,230)</u>	<u>\$ 5,379,515</u>	<u>\$ 15,534,171</u>	<u>\$ 5,733,973</u>	<u>\$ 43,269,476</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 32,845,434</u>	<u>\$ 2,128,209</u>	<u>\$ 8,289,208</u>	<u>\$ 18,517,793</u>	<u>\$ 7,281,301</u>	<u>\$ 69,061,945</u>

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

MONROE 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)		\$ 43,269,476
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 2,599,810	
Add: construction in progress	4,158,950	
Add: buildings and improvements net of accumulated depreciation	35,209,748	
Add: infrastructure net of accumulated depreciation	63,362,703	
Add: other capital assets net of accumulated depreciation	<u>7,228,580</u>	112,559,791
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: accrued interest on bonds and other loans	\$ (81,835)	
Less: bonds payable	(16,700,000)	
Less: other loans payable	(48,267,116)	
Less: unamortized premium on debt issues	(267,126)	
Less: compensated absences payable	(1,588,284)	
Less: landfill closure/postclosure care costs	(66,306)	
Less: net OPEB liability	(1,677,631)	
Less: claims and judgments payable	<u>(250,000)</u>	(68,898,298)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 3,019,898	
Less: deferred inflows of resources related to pensions	(694,534)	
Add: deferred outflows of resources related to OPEB	35,127	
Less: deferred inflows of resources related to OPEB	<u>(476,271)</u>	1,884,220
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		1,055,214
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>2,614,867</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 92,485,270</u></u>

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

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

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Other Special Revenue	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
Revenues						
Local Taxes	\$ 17,930,637	\$ 0	\$ 2,809,159	\$ 4,367,921	\$ 1,471,077	\$ 26,578,794
Licenses and Permits	87,704	0	0	0	0	87,704
Fines, Forfeitures, and Penalties	260,755	0	0	0	35,808	296,563
Charges for Current Services	5,705,329	0	17,323	0	107,342	5,829,994
Other Local Revenues	1,431,631	155,958	132,368	405,779	1,059,834	3,185,570
Fees Received From County Officials	2,701,058	0	0	0	0	2,701,058
State of Tennessee	3,988,777	0	4,136,223	107	260,216	8,385,323
Federal Government	1,434,042	3,497,497	17,740	0	5,000	4,954,279
Other Governments and Citizens Groups	273,210	0	0	15,156	0	288,366
Total Revenues	\$ 33,813,143	\$ 3,653,455	\$ 7,112,813	\$ 4,788,963	\$ 2,939,277	\$ 52,307,651
Expenditures						
Current:						
General Government	\$ 5,617,498	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5,617,498
Finance	2,570,595	0	0	0	0	2,570,595
Administration of Justice	2,247,503	0	0	0	22,386	2,269,889
Public Safety	13,129,072	0	0	0	74,084	13,203,156
Public Health and Welfare	6,895,770	0	0	0	2,072,523	8,968,293
Social, Cultural, and Recreational Services	312,000	0	0	0	0	312,000
Agriculture and Natural Resources	195,451	0	0	0	0	195,451
Other Operations	2,710,395	1,620	0	0	80,855	2,792,870
Highways	0	0	6,586,976	0	101,596	6,688,572

(Continued)

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

	Major Funds				Nonmajor Funds	
	General	Other Special Revenue	Highway / Public Works	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
Expenditures (Cont.)						
Debt Service:						
Principal on Debt	\$ 305,145	\$ 0	\$ 0	\$ 2,937,658	\$ 0	\$ 3,242,803
Interest on Debt	62,623	0	0	2,028,416	0	2,091,039
Other Debt Service	0	0	0	101,194	0	101,194
Capital Projects	603,613	2,680,859	0	0	0	3,284,472
Capital Projects - Donated	0	0	0	0	670,913	670,913
Total Expenditures	<u>\$ 34,649,665</u>	<u>\$ 2,682,479</u>	<u>\$ 6,586,976</u>	<u>\$ 5,067,268</u>	<u>\$ 3,022,357</u>	<u>\$ 52,008,745</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (836,522)</u>	<u>\$ 970,976</u>	<u>\$ 525,837</u>	<u>\$ (278,305)</u>	<u>\$ (83,080)</u>	<u>\$ 298,906</u>
Other Financing Sources (Uses)						
Insurance Recovery	\$ 59,051	\$ 0	\$ 10,228	\$ 0	\$ 19,000	\$ 88,279
Transfers In	585,109	0	1,872,275	0	670,913	3,128,297
Transfers Out	0	0	0	(2,543,188)	(585,109)	(3,128,297)
Total Other Financing Sources (Uses)	<u>\$ 644,160</u>	<u>\$ 0</u>	<u>\$ 1,882,503</u>	<u>\$ (2,543,188)</u>	<u>\$ 104,804</u>	<u>\$ 88,279</u>
Net Change in Fund Balances	\$ (192,362)	\$ 970,976	\$ 2,408,340	\$ (2,821,493)	\$ 21,724	\$ 387,185
Fund Balance, July 1, 2024	<u>17,269,409</u>	<u>(1,426,206)</u>	<u>2,971,175</u>	<u>18,355,664</u>	<u>5,712,249</u>	<u>42,882,291</u>
Fund Balance, June 30, 2025	<u>\$ 17,077,047</u>	<u>\$ (455,230)</u>	<u>\$ 5,379,515</u>	<u>\$ 15,534,171</u>	<u>\$ 5,733,973</u>	<u>\$ 43,269,476</u>

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

MONROE 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)		\$	387,185
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:			
Add: capital assets purchased in the current period	\$	5,199,807	
Less: current-year depreciation expense		(7,111,150)	(1,911,343)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.			
Add: assets donated and capitalized	\$	221,794	
Less: book value of assets disposed		(85,838)	135,956
(3) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.			
Add: deferred delinquent property taxes and other deferred June 30, 2025	\$	2,614,867	
Less: deferred delinquent property taxes and other deferred June 30, 2024		(2,958,418)	(343,551)
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.			
Add: principal payments on bonds	\$	1,290,000	
Add: principal payments on other loans		1,952,803	
Add: change in unamortized premium on debt issues		62,906	3,305,709
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.			
Change in claims and judgments payable	\$	(250,000)	
Change in accrued interest payable		2,250	
Change in compensated absences payable		(545,711)	
Change in landfill postclosure care costs		14,634	
Change in net pension asset		505,518	
Change in deferred outflows related to pensions		(80,095)	
Change in deferred inflows related to pensions		(235,378)	
Change in net OPEB liability		129,275	
Change in deferred outflows related to OPEB		(9,092)	
Change in deferred inflows related to OPEB		(195,358)	(663,957)
Change in net position of governmental activities (Exhibit B)		\$	<u>909,999</u>

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

MONROE 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	\$ 17,930,637	\$ 0	\$ 0	\$ 17,930,637	\$ 17,517,692	\$ 17,517,692	\$ 412,945
Licenses and Permits	87,704	0	0	87,704	135,000	135,000	(47,296)
Fines, Forfeitures, and Penalties	260,755	0	0	260,755	277,700	283,700	(22,945)
Charges for Current Services	5,705,329	0	0	5,705,329	4,740,759	4,740,759	964,570
Other Local Revenues	1,431,631	0	0	1,431,631	112,290	1,320,834	110,797
Fees Received From County Officials	2,701,058	0	0	2,701,058	2,497,000	2,497,000	204,058
State of Tennessee	3,988,777	0	0	3,988,777	4,195,689	6,032,505	(2,043,728)
Federal Government	1,434,042	0	0	1,434,042	4,562,492	5,029,566	(3,595,524)
Other Governments and Citizens Groups	273,210	0	0	273,210	393,900	397,209	(123,999)
Total Revenues	\$ 33,813,143	\$ 0	\$ 0	\$ 33,813,143	\$ 34,432,522	\$ 37,954,265	\$ (4,141,122)
Expenditures							
General Government							
County Commission	\$ 946,711	\$ 0	\$ 0	\$ 946,711	\$ 961,308	\$ 961,308	\$ 14,597
Board of Equalization	2,600	0	0	2,600	3,500	3,500	900
County Mayor/Executive	308,082	0	700	308,782	301,587	315,164	6,382
Personnel Office	162,567	0	0	162,567	200,300	200,300	37,733
Election Commission	425,558	(600)	8,828	433,786	438,112	443,825	10,039
Register of Deeds	517,099	0	1,055	518,154	483,463	543,297	25,143
Development	238,404	(45)	34,653	273,012	242,182	339,773	66,761

(Continued)

MONROE 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.)							
Planning	\$ 1,400	\$ 0	\$ 0	\$ 1,400	\$ 6,459	\$ 6,459	\$ 5,059
Engineering	579,246	(14,143)	47,437	612,540	628,469	628,469	15,929
Geographical Information Systems	129,936	0	0	129,936	132,253	134,183	4,247
County Buildings	1,756,683	(132,232)	50,138	1,674,589	1,720,392	1,783,793	109,204
Other Facilities	45,776	0	2,000	47,776	0	63,098	15,322
Other General Administration	482,879	(200)	0	482,679	441,500	470,300	(12,379)
Preservation of Records	20,557	(20)	0	20,537	26,945	26,945	6,408
Finance							
Accounting and Budgeting	745,788	(17,678)	2,361	730,471	767,262	767,262	36,791
Property Assessor's Office	410,864	(1,124)	0	409,740	452,619	464,624	54,884
Reappraisal Program	180,725	0	2,731	183,456	224,642	233,723	50,267
County Trustee's Office	443,182	(562)	5,267	447,887	456,030	470,121	22,234
County Clerk's Office	790,036	(5,569)	1,494	785,961	765,697	803,117	17,156
Administration of Justice							
Circuit Court	1,418,139	(6,885)	350	1,411,604	1,498,922	1,528,660	117,056
General Sessions Judge	316,477	(1,350)	0	315,127	337,046	340,422	25,295
Chancery Court	443,155	(3,509)	6,839	446,485	464,158	553,156	106,671
District Attorney General	50,000	0	0	50,000	0	50,000	0
Probate Court	1,253	0	1,304	2,557	63,938	63,938	61,381

(Continued)

MONROE 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.)							
Administration of Justice (Cont.)							
Victim Assistance Programs	\$ 18,479	\$ 0	\$ 0	\$ 18,479	\$ 0	\$ 20,000	\$ 1,521
Public Safety							
Sheriff's Department	7,128,741	(176,741)	81,884	7,033,884	5,966,597	7,437,472	403,588
Administration of the Sexual Offender Registry	822	0	0	822	12,264	12,264	11,442
Jail	4,592,761	(51,782)	98,708	4,639,687	4,768,277	4,853,919	214,232
Juvenile Services	511,648	0	1,190	512,838	592,015	600,528	87,690
Fire Prevention and Control	379,000	0	0	379,000	379,000	379,000	0
Rescue Squad	120,000	0	0	120,000	120,000	120,000	0
Other Emergency Management	157,728	(10,025)	12,415	160,118	173,233	175,542	15,424
County Coroner/Medical Examiner	210,293	0	451	210,744	220,000	220,000	9,256
Other Public Safety	28,079	(18,608)	0	9,471	0	0	(9,471)
Public Health and Welfare							
Local Health Center	80,269	(38,938)	2,506	43,837	441,864	631,745	587,908
Rabies and Animal Control	417,740	(8,989)	1,206	409,957	306,527	445,922	35,965
Ambulance/Emergency Medical Services	5,379,650	(232,406)	10,810	5,158,054	5,220,622	5,366,953	208,899
Dental Health Program	581,909	(1,017)	15,579	596,471	614,535	658,161	61,690
Alcohol and Drug Programs	9,323	0	0	9,323	9,323	9,323	0
Crippled Children Services	1,995	0	0	1,995	1,995	1,995	0
Other Local Health Services	410,407	0	0	410,407	484,642	446,241	35,834

(Continued)

MONROE 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.)							
Other Local Welfare Services	\$ 14,477	\$ 0	\$ 0	\$ 14,477	\$ 111,014	\$ 111,014	\$ 96,537
Convenience Centers	0	0	0	0	0	125,000	125,000
Social, Cultural, and Recreational Services							
Senior Citizens Assistance	40,000	0	0	40,000	40,000	40,000	0
Libraries	143,750	0	0	143,750	143,750	143,750	0
Other Social, Cultural, and Recreational	128,250	0	0	128,250	128,250	128,250	0
Agriculture and Natural Resources							
Agricultural Extension Service	111,371	0	0	111,371	112,488	112,488	1,117
Soil Conservation	82,080	0	0	82,080	88,093	90,052	7,972
Flood Control	2,000	0	0	2,000	2,000	2,000	0
Other Operations							
Tourism	378,625	0	109	378,734	441,335	444,928	66,194
Industrial Development	417,566	(398,081)	5,613	25,098	580,105	580,105	555,007
Other Economic and Community Development	142,355	0	1,840	144,195	233,640	885,640	741,445
Airport	1,232,002	(41,150)	251,326	1,442,178	1,243,944	1,685,512	243,334
Veterans' Services	63,597	0	0	63,597	65,964	66,564	2,967
Other Charges	160,638	(3,056)	3,747	161,329	529,929	162,162	833
Contributions to Other Agencies	283,941	0	0	283,941	284,800	359,800	75,859
Employee Benefits	31,671	0	0	31,671	75,600	75,600	43,929

(Continued)

MONROE 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.)							
Principal on Debt							
General Government	\$ 305,145	\$ 0	\$ 0	\$ 305,145	\$ 0	\$ 305,145	\$ 0
Interest on Debt							
General Government	62,623	0	0	62,623	0	62,623	0
Capital Projects							
Public Safety Projects	603,613	0	1,556,527	2,160,140	3,348,220	4,051,945	1,891,805
Total Expenditures	<u>\$ 34,649,665</u>	<u>\$ (1,164,710)</u>	<u>\$ 2,209,068</u>	<u>\$ 35,694,023</u>	<u>\$ 37,356,810</u>	<u>\$ 42,007,080</u>	<u>\$ 6,313,057</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ (836,522)	\$ 1,164,710	\$ (2,209,068)	\$ (1,880,880)	\$ (2,924,288)	\$ (4,052,815)	\$ 2,171,935
Other Financing Sources (Uses)							
Insurance Recovery	\$ 59,051	\$ 0	\$ 0	\$ 59,051	\$ 0	\$ 58,551	\$ 500
Transfers In	585,109	0	0	585,109	0	585,109	0
Total Other Financing Sources	<u>\$ 644,160</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 644,160</u>	<u>\$ 0</u>	<u>\$ 643,660</u>	<u>\$ 500</u>
Net Change in Fund Balance	\$ (192,362)	\$ 1,164,710	\$ (2,209,068)	\$ (1,236,720)	\$ (2,924,288)	\$ (3,409,155)	\$ 2,172,435
Fund Balance, July 1, 2024	<u>17,269,409</u>	<u>(1,164,710)</u>	<u>0</u>	<u>16,104,699</u>	<u>15,566,533</u>	<u>15,566,533</u>	<u>538,166</u>
Fund Balance, June 30, 2025	<u><u>\$ 17,077,047</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (2,209,068)</u></u>	<u><u>\$ 14,867,979</u></u>	<u><u>\$ 12,642,245</u></u>	<u><u>\$ 12,157,378</u></u>	<u><u>\$ 2,710,601</u></u>

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

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

Other Special Revenue 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							
Other Local Revenues	\$ 155,958	\$ 0	\$ 0	\$ 155,958	\$ 0	\$ 0	\$ 155,958
Federal Government	3,497,497	0	0	3,497,497	0	0	3,497,497
Total Revenues	<u>\$ 3,653,455</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,653,455</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,653,455</u>
Expenditures							
Other Operations							
American Rescue Plan Act Grant #1	\$ 1,620	\$ 0	\$ 0	\$ 1,620	\$ 0	\$ 1,779	\$ 159
Capital Projects							
American Rescue Plan Act Grant #1	2,680,859	(2,007,333)	1,030,054	1,703,580	0	2,008,808	305,228
Total Expenditures	<u>\$ 2,682,479</u>	<u>\$ (2,007,333)</u>	<u>\$ 1,030,054</u>	<u>\$ 1,705,200</u>	<u>\$ 0</u>	<u>\$ 2,010,587</u>	<u>\$ 305,387</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 970,976</u>	<u>\$ 2,007,333</u>	<u>\$ (1,030,054)</u>	<u>\$ 1,948,255</u>	<u>\$ 0</u>	<u>\$ (2,010,587)</u>	<u>\$ 3,958,842</u>
Net Change in Fund Balance	\$ 970,976	\$ 2,007,333	\$ (1,030,054)	\$ 1,948,255	\$ 0	\$ (2,010,587)	\$ 3,958,842
Fund Balance, July 1, 2024	(1,426,206)	(2,007,333)	0	(3,433,539)	0	2,010,587	(5,444,126)
Fund Balance, June 30, 2025	<u><u>\$ (455,230)</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (1,030,054)</u></u>	<u><u>\$ (1,485,284)</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (1,485,284)</u></u>

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

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

Highway/Public Works Fund

For the Year Ended June 30, 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	\$ 2,809,159	\$ 0	\$ 0	\$ 2,809,159	\$ 2,669,817	\$ 2,669,817	\$ 139,342
Charges for Current Services	17,323	0	0	17,323	75,000	70,871	(53,548)
Other Local Revenues	132,368	0	0	132,368	0	131,854	514
State of Tennessee	4,136,223	0	0	4,136,223	6,196,527	6,196,527	(2,060,304)
Federal Government	17,740	0	0	17,740	90,500	90,500	(72,760)
Total Revenues	<u>\$ 7,112,813</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,112,813</u>	<u>\$ 9,031,844</u>	<u>\$ 9,159,569</u>	<u>\$ (2,046,756)</u>
Expenditures							
Highways							
Administration	\$ 317,315	\$ (130)	\$ 622	\$ 317,807	\$ 327,947	\$ 330,922	\$ 13,115
Highway and Bridge Maintenance	3,881,476	(1,313,077)	3,175,261	5,743,660	6,029,512	6,050,942	307,282
Operation and Maintenance of Equipment	585,362	(78,199)	15,276	522,439	598,500	598,500	76,061
Other Charges	328,466	0	0	328,466	343,000	343,000	14,534
Employee Benefits	0	0	0	0	5,000	5,000	5,000
Capital Outlay	1,474,357	0	0	1,474,357	3,652,027	3,652,027	2,177,670
Total Expenditures	<u>\$ 6,586,976</u>	<u>\$ (1,391,406)</u>	<u>\$ 3,191,159</u>	<u>\$ 8,386,729</u>	<u>\$ 10,955,986</u>	<u>\$ 10,980,391</u>	<u>\$ 2,593,662</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 525,837</u>	<u>\$ 1,391,406</u>	<u>\$ (3,191,159)</u>	<u>\$ (1,273,916)</u>	<u>\$ (1,924,142)</u>	<u>\$ (1,820,822)</u>	<u>\$ 546,906</u>
Other Financing Sources (Uses)							
Insurance Recovery	\$ 10,228	\$ 0	\$ 0	\$ 10,228	\$ 0	\$ 0	\$ 10,228
Transfers In	1,872,275	0	0	1,872,275	0	1,872,275	0
Total Other Financing Sources	<u>\$ 1,882,503</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,882,503</u>	<u>\$ 0</u>	<u>\$ 1,872,275</u>	<u>\$ 10,228</u>
Net Change in Fund Balance	<u>\$ 2,408,340</u>	<u>\$ 1,391,406</u>	<u>\$ (3,191,159)</u>	<u>\$ 608,587</u>	<u>\$ (1,924,142)</u>	<u>\$ 51,453</u>	<u>\$ 557,134</u>
Fund Balance, July 1, 2024	<u>2,971,175</u>	<u>(1,391,406)</u>	<u>0</u>	<u>1,579,769</u>	<u>3,566,918</u>	<u>3,566,918</u>	<u>(1,987,149)</u>
Fund Balance, June 30, 2025	<u><u>\$ 5,379,515</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (3,191,159)</u></u>	<u><u>\$ 2,188,356</u></u>	<u><u>\$ 1,642,776</u></u>	<u><u>\$ 3,618,371</u></u>	<u><u>\$ (1,430,015)</u></u>

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

MONROE COUNTY, TENNESSEE
Statement of Net Position - Proprietary Funds
June 30, 2025

	Business-type Activities Major Enterprise Fund Joint Venture Debt Enterprise Fund
ASSETS	
Current Assets:	
Due from Joint Venture - Current	\$ 254,936
Total Current Assets	<u>\$ 254,936</u>
Noncurrent Assets:	
Due from Joint Venture - Long-term	\$ 2,618,068
Total Noncurrent Assets	<u>\$ 2,618,068</u>
Total Assets	<u>\$ 2,873,004</u>
LIABILITIES	
Noncurrent Liabilities:	
Due Within One Year - Debt	\$ 254,936
Due in More than One Year - Debt	2,618,068
Total Noncurrent Liabilities	<u>\$ 2,873,004</u>
Total Liabilities	<u>\$ 2,873,004</u>
NET POSITION	
Unrestricted	<u>\$ 0</u>
Total Net Position	<u><u>\$ 0</u></u>

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

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

		Business-type Activities
		Major
		Enterprise Fund
		Joint Venture
		Debt
		Enterprise
		Fund
Non-Operating Revenues (Expenses)		
Debt Principal Contributions From Tellico Area Service Systems	\$	187,176
Debt Interest Contributions From Tellico Area Service Systems		68,662
Debt Principal Expense		(187,176)
Debt Interest Expense		(68,662)
Total Operating Expenses	\$	0
Change in Net Position	\$	0
Net Position, July 1, 2024		0
Net Position, June 30, 2025	\$	0

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

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

	Business-type Activities Major Enterprise Fund Joint Venture Debt Enterprise Fund
Cash Flows from Operating Activities	\$ 0
Increase (Decrease) in Cash	\$ 0
Cash, July 1, 2024	0
Cash, June 30, 2025	<u><u>\$ 0</u></u>
Reconciliation of Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities	
Operating Income (Loss)	<u>\$ 0</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 0</u></u>

Noncash Financing Activities

This fund had no cash flow during the year. Debt principal of \$187,176 and interest of \$68,662 were paid directly to bond holders and the state revolving fund by the joint venture, Tellico Area Services System.

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

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

	<u>Custodial Funds</u>
ASSETS	
Cash	\$ 3,741,206
Equity in Pooled Cash and Investments	3,880
Due from Other Governments	1,586,573
Property Taxes Receivable	1,893,967
Allowance for Uncollectible Property Taxes	<u>(41,776)</u>
Total Assets	<u>\$ 7,183,850</u>
LIABILITIES	
Due to Other Taxing Units	<u>\$ 1,646,482</u>
Total Liabilities	<u>\$ 1,646,482</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Current Property Taxes	<u>\$ 1,796,162</u>
Total Deferred Inflows of Resources	<u>\$ 1,796,162</u>
NET POSITION	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 3,741,206</u>
Total Net Position	<u><u>\$ 3,741,206</u></u>

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

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

	<u>Custodial Funds</u>
ADDITIONS	
Sales Tax Collections for Other Governments	\$ 7,100,085
ADA - Educational Funds Collected for Cities	4,130,444
Fines/Fees and Other Collections	<u>12,400,907</u>
Total Additions	<u><u>\$ 23,631,436</u></u>
DEDUCTIONS	
Payment of Sales Tax Collections for Other Governments	\$ 7,100,085
Payments to City School Systems	4,130,444
Payments to State	6,616,028
Payments to Individuals and Others	<u>4,378,711</u>
Total Deductions	<u><u>\$ 22,225,268</u></u>
Net Increase (Decrease) in Fiduciary Net Position	\$ 1,406,168
Net Position July 1, 2024	<u>2,335,038</u>
Net Position June 30, 2025	<u><u>\$ 3,741,206</u></u>

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

MONROE COUNTY, TENNESSEE

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Monroe 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 Monroe County:

A. *Reporting Entity*

Monroe County is a public municipal corporation governed by an elected ten-member board. As required by GAAP, these financial statements present Monroe County (the primary government) and its component units. Although required by GAAP, the financial statements of the Monroe County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of the 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 Monroe County School Department operates the public school system in the county, and the voters of Monroe 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 Monroe County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Monroe County, and the Monroe County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's approval. The financial statements of the Monroe County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Monroe 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 Monroe County Emergency Communications District can be obtained from their administrative office at the following addresses:

Administrative Office:

Monroe County Emergency
Communications District
P.O. Box 869
Madisonville, TN 37354

B. Government-wide and Fund Financial Statements

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

Monroe County issues all debt for the discretely presented Monroe County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2025. Significant transactions between the primary government and the school department during the year include: \$127,750 paid from the General Purpose School Fund to the county General Fund for School Resource Officers and \$15,156 paid from the General Purpose School Fund to the county's General Debt Service Fund for principal and interest requirements on other loans issued for the benefit of the school department.

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary 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 Monroe County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund balance/fund net position, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. Monroe County reports one proprietary fund, an enterprise fund.

Separate financial statements are provided for governmental funds, the proprietary fund, and fiduciary funds. Major individual governmental funds and the enterprise fund are reported as separate columns

in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The fiduciary funds in total are reported in a single column.

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

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

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.

Monroe County reports the following major governmental funds:

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

Other Special Revenue Fund – This special revenue fund is used to account for financial resources and expenditures relating to the American Rescue Plan Act.

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

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

Monroe County reports the following major enterprise fund:

Joint Venture Debt Enterprise Fund - This fund accounts for transactions and balances of debt issued by the county which is serviced by pledged user fees of the joint venture, Tellico Area Services System. Liabilities reported for the debt are offset by a receivable, Due from Joint Venture, in the financial statements of the fund.

Additionally, Monroe County reports the following fund types:

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

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 various cities in Monroe County, and the city school system's share of educational revenues.

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

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

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

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.

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 enterprise fund used to account for debt issued for the benefit of a joint venture, and which is being serviced by that joint venture. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenue of the county's enterprise fund is interest revenue. Operating expenses for the enterprise fund consist of interest expense on debt.

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

1. Deposits and Investments

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

of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

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

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

2. Receivables and Payables

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

All ambulance and property taxes receivables are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 1.14 percent of the total taxes levied.

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

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

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

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

Most payables are disaggregated on the face of the financial statements. Due to Other Governments on the Statement of Net Position for the primary government represents American Rescue Plan Act (\$2,377,189) received in advance.

3. Restricted Assets

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

4. Capital Assets

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

Capital assets, which include property, plant, equipment, 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 \$20,000 or more and an estimated useful life of more than three 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:

Assets	Years
Buildings and Improvements	7 - 40
Other Capital Assets	5 - 20
Infrastructure	15 - 50

5. Deferred Outflows/Inflows of Resources

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

6. Compensated Absences

It is the county's policy to permit employees to accumulate earned but unused vacation, compensatory time, and sick pay benefits. Discretely Presented Monroe County School Department employees must use their vacation benefits within the year earned. All vacation pay and compensatory time is accrued when incurred in the government-wide financial statements for the county. 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 Monroe County does not have a policy to pay any amounts when employees separate from service with the government, only the portion of sick leave "more likely than not" expected to be used is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued. A liability for vacation pay, 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.

7. 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 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, claims and judgements, and landfill closure/postclosure care costs are recognized to the extent that the liabilities have matured (come due for payment) each period.

8. Net Position and Fund Balance

In the government-wide financial 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 for the primary government reports \$18,771,950 of restricted net position, of which \$535,254 is restricted by enabling legislation.

As of June 30, 2025, Monroe County had \$32,360,982 in outstanding debt for capital purposes for the discretely presented Monroe County School Department. In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (City of Sweetwater School System) based on an average daily attendance proration. This debt is a liability of Monroe County, but the capital assets acquired are reported in the financial statements of the school department and the City of Sweetwater School System. Therefore, Monroe County has incurred a liability, significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The county commission and the Board of Education make assignments for the primary government and the school department, respectively. Assigned fund balance in the General Fund consists primarily of amounts appropriated for use in the 2025-26 year budget (\$2,277,306) along with amounts assigned for encumbrances (\$797,110), opioid remediation (\$463,322), various general government purposes (\$246,367) and various public safety purposes (\$244,852). Assigned fund balance in the school department's General Purpose School Fund consists of amounts appropriated for use in the 2025-2026 budget (\$6,606,281) along with amounts assigned for encumbrances of (\$823,600).

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

9. Minimum Fund Balance Policy

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

General Fund – 15 - 25 percent of current-year appropriations.

Highway/Public Works Fund – 15 - 25 percent of current-year appropriations.

General Purpose School Fund – three percent of current-year appropriations.

Debt Service Funds – 50 – 150 percent of current-year appropriations.

10. Restatements

With the implementation of GASB Statement 101, *Compensated Absences*, Monroe County must recognize a restatement to the beginning net position in the Government-wide financial statements for the primary government and the discretely presented Monroe County School Department to record a compensated absences liability. A restatement of (\$118,991) has been presented to reflect the beginning balance of the primary government and (\$172,397) for the discretely presented Monroe County School Department. The following table reflects the restatement amounts necessary to implement this standard:

	Government Wide - Governmental Activities	
	Primary Government	Discretely Presented Monroe County School Department
Net Position, as previously reported	\$ 91,694,262	\$ 68,342,999
Adjustments for GASB 101 Implementation:		
Compensated Absences Liability	(118,991)	(172,397)
Net Change in Beginning Net Position	\$ (118,991)	\$ (172,397)
Net Position, June 30, 2024 Restated	\$ 91,575,271	\$ 68,170,602

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:

In the discretely presented Monroe County School Department, the School Federal Projects, Central Cafeteria, and Internal School funds no longer met the quantitative thresholds and are presented as nonmajor governmental funds. Prior-year amounts have been restated to reflect the 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
Discretely Presented			
Monroe County School Department			
Major Funds:			
School Federal Projects	\$ 590,395	\$ (590,395)	\$ 0
Central Cafeteria	3,385,252	(3,385,252)	0
Internal School	1,139,231	(1,139,231)	0
Nonmajor Funds	0	5,114,878	5,114,878
Total Governmental Funds Discretely Presented Monroe County School Department	<u>\$ 5,114,878</u>	<u>\$ 0</u>	<u>\$ 5,114,878</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 Monroe County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Monroe 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 Monroe 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 Monroe County. For this purpose, Monroe County recognizes benefit payments when due and payable in accordance with benefit terms. Monroe County's OPEB plan is not administered through a trust.

Discretely Presented Monroe 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 Monroe 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 Monroe 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 Monroe County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. *Budgetary Information*

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund and the school department's Internal School Fund (special revenue funds), which are not budgeted, and the Capital Projects Fund, which adopts 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, Monroe County and the discretely presented Monroe County School Department reported the following encumbrances:

Funds	Amount
Primary Government	
Major Funds:	
General	\$ 2,209,068
Other Special Revenue	1,030,054
Highway/Public Works	3,191,159
Nonmajor governmental funds	75,043
School Department:	
Major Fund:	
General Purpose School	823,600
Nonmajor governmental funds	543,934

B. Fund Deficit/Budgetary Basis Fund Deficit

The Other Special Revenue Fund had a deficit in unassigned fund balance of \$455,230 due to grant expenditure reporting prescribed by the U.S. Treasury for the State and Local Fiscal Recovery Funds Grant (ALN 21.027). The grant expenditures can only be reported in April of each year. Monroe County made expenditures of grant funds after the reporting period but before the end of the fiscal year which resulted in the deficit.

The Other Special Revenue Fund also reported a budgetary basis deficit of \$1,485,284 on June 30, 2025. This resulted from the recognition of budgeted expenditures for outstanding encumbrances in the amount of \$1,030,054. These encumbrances were recorded to reflect outstanding commitments which will be funded by federal grants in the subsequent fiscal year.

C. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations approved by the county commission in the Other General Administration and Other Public Safety major appropriations categories (the legal level of control) of the General Fund by \$12,379 and \$9,471, respectively. Expenditures exceeded appropriations approved by the county commission and board of education in the Human Services/Personnel major appropriations category (the legal level of control) of the General Purpose School Fund by \$1,492. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by available fund balances in the General Fund and the General Purpose School Fund.

D. Court Costs Collected without Adequate Controls

Circuit and general sessions courts allowed a private probation company to collect court fines and costs on behalf of the county without adequate controls. Further details regarding these collections can be found in the Findings and Questioned Costs schedule in the Single Audit Section of this report.

IV. DETAILED NOTES ON ALL FUNDS

A. *Deposits and Investments*

Monroe County and the Monroe 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.

Other than the TCRS Stabilization Trust discussed below, the county had no pooled and nonpooled investments as of June 30, 2025.

TCRS Stabilization Trust

Legal Provisions. The Monroe 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 Monroe 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 Monroe 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	\$ 207,627
Developed Market International Equity	N/A	N/A	85,915
Emerging Market International Equity	N/A	N/A	14,319
U.S. Fixed Income	N/A	N/A	157,510
Real Estate	N/A	N/A	71,595
Short-term Securities	N/A	N/A	28,638
NAV - Private Equity and Strategic Lending	N/A	N/A	150,351
Total			<u>\$ 715,955</u>

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

B. *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	\$ 2,599,810	\$ 0	\$ 0	\$ 2,599,810
Construction in Progress	3,922,740	3,447,490	(3,211,280)	4,158,950
Total Capital Assets Not Depreciated	<u>\$ 6,522,550</u>	<u>\$ 3,447,490</u>	<u>\$ (3,211,280)</u>	<u>\$ 6,758,760</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 43,500,999	\$ 2,356,116	\$ 0	\$ 45,857,115
Infrastructure	177,237,531	855,164	0	178,092,695
Other Capital Assets	18,847,979	1,974,111	(407,634)	20,414,456
Total Capital Assets Depreciated	<u>\$ 239,586,509</u>	<u>\$ 5,185,391</u>	<u>\$ (407,634)</u>	<u>\$ 244,364,266</u>
Less: Accumulated Depreciation For:				
Buildings and Improvements	\$ 9,557,098	\$ 1,090,269	\$ 0	\$ 10,647,367
Infrastructure	110,369,722	4,360,270	0	114,729,992
Other Capital Assets	11,847,061	1,660,611	(321,796)	13,185,876
Total Accumulated Depreciation	<u>\$ 131,773,881</u>	<u>\$ 7,111,150</u>	<u>\$ (321,796)</u>	<u>\$ 138,563,235</u>
Total Capital Assets Depreciated, Net	<u>\$ 107,812,628</u>	<u>\$ (1,925,759)</u>	<u>\$ (85,838)</u>	<u>\$ 105,801,031</u>
Governmental Activities Capital Assets, Net	<u>\$ 114,335,178</u>	<u>\$ 1,521,731</u>	<u>\$ (3,297,118)</u>	<u>\$ 112,559,791</u>

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

Governmental Activities:

General Government	\$ 827,746
Finance	11,949
Administration of Justice	3,306
Public Safety	1,379,987
Public Health and Welfare	377,416
Highways	<u>4,510,746</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 7,111,150</u>

Net Investment in Capital Assets

Capital Assets	\$ 112,559,791
Less:	
Outstanding principal balance of capital-related debt	(32,606,134)
Capital related contracts payable	<u>(13,178)</u>
Net Investment in Capital Assets	<u>\$ 79,940,479</u>

Discretely Presented Monroe County School Department**Governmental Activities:**

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 864,562	\$ 0	\$ 0	\$ 864,562
Construction in Progress	278,182	499,174	0	777,356
Total Capital Assets Not Depreciated	<u>\$ 1,142,744</u>	<u>\$ 499,174</u>	<u>\$ 0</u>	<u>\$ 1,641,918</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 79,982,448	\$ 44,050	\$ 0	\$ 80,026,498
Other Capital Assets	12,964,593	1,085,119	(180,306)	13,869,406
Total Capital Assets Depreciated	<u>\$ 92,947,041</u>	<u>\$ 1,129,169</u>	<u>\$ (180,306)</u>	<u>\$ 93,895,904</u>
Less: Accumulated Depreciation For:				
Buildings and Improvements	\$ 43,737,540	\$ 1,966,530	\$ 0	\$ 45,704,070
Other Capital Assets	5,042,746	1,549,527	(140,428)	6,451,845
Total Accumulated Depreciation	<u>\$ 48,780,286</u>	<u>\$ 3,516,057</u>	<u>\$ (140,428)</u>	<u>\$ 52,155,915</u>
Total Capital Assets Depreciated, Net	<u>\$ 44,166,755</u>	<u>\$ (2,386,888)</u>	<u>\$ (39,878)</u>	<u>\$ 41,739,989</u>
Governmental Activities Capital Assets, Net	<u>\$ 45,309,499</u>	<u>\$ (1,887,714)</u>	<u>\$ (39,878)</u>	<u>\$ 43,381,907</u>

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

Governmental Activities:

Instruction	\$ 646,584
Support Services	2,765,191
Operation of Non-instructional Services	<u>104,282</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 3,516,057</u>

C. Construction and Renovation Contract Commitments

Primary Government

On June 30, 2025, the General Fund had uncompleted construction contracts of approximately \$52,378 for security upgrades, \$222,092 for airport projects, and \$584,656 for waterline improvements. The Other Special Revenue Fund had uncompleted construction contracts of approximately \$273,599 for a communications tower. Funding for these future expenditures is expected to be provided by federal grants.

Discretely Presented Monroe County School Department

On June 30, 2025, the Monroe County School Department's General Purpose School Fund had uncompleted renovation contracts of \$338,340. Funding has been received for the future expenditures in the General Purpose School Fund.

D. 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	\$ 2,387
Highway/Public Works	General	17,740
Nonmajor governmental	"	11,984
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	205,742

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:	
General Purpose School	General Fund	\$ 17,740

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In		
	General Fund	Highway/ Public Works Fund	Nonmajor governmental funds
General Debt Service Fund	\$ 0	\$ 1,872,275	\$ 670,913
Nonmajor governmental funds	585,109	0	0
Total	<u>\$ 585,109</u>	<u>\$ 1,872,275</u>	<u>\$ 670,913</u>

The transfers of \$1,872,275 and \$670,913 from the General Debt Service Fund to the Highway/Public Works and nonmajor governmental funds are to reallocate interest earned from the prior fiscal year as approved by resolution from county commission. The transfer of \$585,109 from the nonmajor governmental funds to the General Fund was for a security upgrades project in several county buildings.

Discretely Presented Monroe County School Department

Transfer Out	Transfer In	
	General Purpose School Fund	Purpose
Nonmajor governmental funds	\$ 102,500	Operations

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

E. Due from Joint Venture

Due from Joint Venture in the business-type activities in the government-wide financial statements, and in the Joint Venture Debt Enterprise Fund financial statements, represents future debt service requirements due from Tellico Area Services System (TASS) for debt being serviced by pledged revenue of TASS. On June 30, 2025, the balance of future debt principal amounts due from the joint venture was \$2,873,004. Of that amount, \$2,618,068 is due in more than one year. Those debt issues are discussed further in Note IV. F., Long-term Debt.

F. Long-term Debt

Primary Government

General Obligation Bonds and Other Loans

General Obligation Bonds - Monroe County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds outstanding were issued for original terms of up to 21 years. Repayment terms are generally structured with increasing

amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2025, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements - Monroe County issues other loans and capital outlay notes to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department and to fund other capital outlay purchases, such as equipment. Capital outlay notes, and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. The county had no outstanding capital outlay notes on June 30, 2025. Other loans outstanding were issued for original terms of up to 40 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 included in long-term debt as of June 30, 2025, will be retired from the General and General 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 Refunding Bonds	2 to 3.25 %	6-1-38	\$ 19,135,000	\$ 16,700,000
Direct Borrowing and Direct Placement:				
Other Loans - Variable Rate -				
Public Improvement and Refunding	Variable	6-1-39	31,965,000	18,350,000
Other Loans - Fixed Rate:				
Cash Borrowings	2.875	6-5-59	30,917,200	28,213,733
Financed Purchases	2.99 to 3.16	10-1-29	3,323,354	1,703,383

In prior years, Monroe County entered into variable rate loan agreements with Public Building Authorities (PBAs) to finance capital projects for the county and the discretely presented Monroe County School Department. During the 2008-09 year, Monroe County issued a loan agreement (Series E-7-A) to refund all outstanding PBA loan agreements and to provide funds for capital projects. The Series E-7-A loan is repayable at an interest rate that is a tax-exempt variable rate determined by the remarketing agent weekly. In addition, the county pays various other fees (trustee, letter of credit, administrative, and debt remarketing) in connection with this loan. On June 30, 2025, the variable interest rate was 1.88 percent and other fees totaled .74 percent.

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. Interest payments and other fees are estimated for the variable rate loan based on rates in effect on June 30, 2025.

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 1,185,000	\$ 418,425	\$ 1,603,425
2027	1,255,000	393,550	1,648,550
2028	1,200,000	367,300	1,567,300
2029	1,250,000	342,175	1,592,175
2030	1,170,000	315,488	1,485,488
2031-2035	5,940,000	1,201,475	7,141,475
2036-2038	4,700,000	298,725	4,998,725
Total	<u>\$ 16,700,000</u>	<u>\$ 3,337,138</u>	<u>\$ 20,037,138</u>

Year Ending June 30	Other Loans - Direct Placement			
	Principal	Interest	Other Fees	Total
2026	\$ 2,121,959	\$ 1,203,185	\$ 135,940	\$ 3,461,084
2027	2,159,078	1,153,941	126,347	3,439,366
2028	2,282,030	1,103,984	116,642	3,502,656
2029	2,332,969	1,051,349	106,122	3,490,440
2030	2,504,690	997,461	95,417	3,597,568
2031-2035	9,539,540	4,203,150	309,476	14,052,166
2036-2040	8,309,607	3,193,241	77,489	11,580,337
2041-2045	4,057,253	2,453,947	0	6,511,200
2046-2050	4,683,680	1,827,521	0	6,511,201
2051-2055	5,406,825	1,104,374	0	6,511,199
2056-2059	4,869,485	288,227	0	5,157,712
Total	<u>\$ 48,267,116</u>	<u>\$ 18,580,380</u>	<u>\$ 967,433</u>	<u>\$ 67,814,929</u>

There is \$15,534,171 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$361, based on the 2020 federal census. Total debt per capita, including bonds, other loans, and unamortized premium on debt, totaled \$1,410, 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:	Other Loans - Direct Placement	
	Bonds	Placement
Balance, July 1, 2024	\$ 17,990,000	\$ 50,219,919
Reductions	(1,290,000)	(1,952,803)
Balance, June 30, 2025	<u>\$ 16,700,000</u>	<u>\$ 48,267,116</u>
Balance Due Within One Year	<u>\$ 1,185,000</u>	<u>\$ 2,121,959</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	\$ 64,967,116
Less: Balance Due Within One Year - Debt	(3,306,959)
Add: Unamortized Premium on Debt	<u>267,126</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u><u>\$ 61,927,283</u></u>

Joint Venture Debt Enterprise Fund

Monroe County has issued revenue bonds and a state revolving fund loan on behalf of a joint venture, Tellico Area Services System (TASS). The revenue bonds are secured solely by revenues of TASS on parity with the revolving fund loan. The revolving fund loan is secured by revenues of TASS and by Monroe County ad valorem taxes and state shared revenues. Principal and interest requirements on the bonds are paid directly to the bondholders and to the state by TASS. The primary government's Joint Venture Debt Enterprise Fund reports liabilities for the debt with an offsetting receivable, Due from Joint Venture.

Revenue bonds and state revolving fund loans outstanding as of June 30, 2025, reported in the enterprise fund are as follows:

Type	Interest Rate		Final Maturity	Original Amount of Issue	Balance 6-30-25
Series 2020 Water and Sewer Revenue Bonds	1 to 3 %		7-1-45	\$ 2,060,000	\$ 1,810,000
State Revolving Fund Loan	1.47		11-13-30	4,708,034	1,063,004

The water and sewer revenue bonds were issued jointly by Monroe County and Loudon County, Tennessee. Amounts shown above for the revenue bonds represent one-half of the total amount issued and one-half of the total balance on June 30, 2025. The remaining half is reported on the financial statements of Loudon County. The state revolving fund loan was issued solely in the name of Monroe County.

The annual requirements to amortize all enterprise fund revenue bonds and loans outstanding as of June 30, 2025, including interest payments, are presented in the following tables:

Year Ending June 30	Revenue Bonds - Monroe County Half		
	Principal	Interest	Total
2026	\$ 65,000	\$ 50,250	\$ 115,250
2027	67,500	48,925	116,425
2028	67,500	47,575	115,075
2029	70,000	46,200	116,200
2030	70,000	44,800	114,800
2031-2035	387,500	192,186	579,686
2036-2040	450,000	129,375	579,375
2041-2045	520,000	56,851	576,851
2046	112,500	1,688	114,188
Total	<u>\$ 1,810,000</u>	<u>\$ 617,850</u>	<u>\$ 2,427,850</u>

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2026	\$ 189,936	\$ 14,352	\$ 204,288
2027	192,744	11,544	204,288
2028	195,600	8,688	204,288
2029	198,492	5,796	204,288
2030	201,432	2,856	204,288
2031	84,800	313	85,113
Total	<u>\$ 1,063,004</u>	<u>\$ 43,549</u>	<u>\$ 1,106,553</u>

Changes in Long-term Enterprise Fund Debt

Long-term debt activity for the Joint Venture Debt Enterprise Fund for the year ended June 30, 2025, was as follows:

Business-type Activities:

	Revenue Bonds- Monroe County Half	Other Loans - Direct Placement
Balance, July 1, 2024	\$ 1,810,000	\$ 1,250,180
Reductions	0	(187,176)
Balance, June 30, 2025	<u>\$ 1,810,000</u>	<u>\$ 1,063,004</u>
Balance Due Within One Year	<u>\$ 65,000</u>	<u>\$ 189,936</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	\$ 2,873,004
Less: Balance Due Within One Year - Debt	<u>(254,936)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 2,618,068</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:

	Landfill Postclosure Care Costs	Other Postemployment Benefits	Compensated Absences*	Claims and Judgments
Balance, July 1, 2024	\$ 80,940	\$ 1,806,906	\$ 1,042,573	\$ 0
Additions	0	208,439	0	0
Reductions	(14,634)	(337,714)	545,711	250,000
Balance, June 30, 2025	<u>\$ 66,306</u>	<u>\$ 1,677,631</u>	<u>\$ 1,588,284</u>	<u>\$ 250,000</u>
Balance Due Within One Year	<u>\$ 16,577</u>	<u>\$ 6,526</u>	<u>\$ 1,448,563</u>	<u>\$ 250,000</u>

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

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

Total Noncurrent Liabilities - Other, June 30, 2025	\$ 3,582,221
Less: Balance Due Within One Year - Other	<u>(1,721,666)</u>
Noncurrent Liabilities - Due in More Than One Year - Other- Exhibit A	<u>\$ 1,860,555</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill closure/postclosure care cost will be paid from the Solid Waste/ Sanitation Fund. Claims and judgements will be paid from the General Fund.

Discretely Presented Monroe County School Department**Changes in Long-term Obligations**

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

Governmental Activities:

	Other Postemployment Benefits	Compensated Absences*
Balance, July 1, 2024	\$ 11,849,846	\$ 172,397
Additions	1,421,142	0
Reductions	(333,996)	(52,210)
Balance, June 30, 2025	<u>\$ 12,936,992</u>	<u>\$ 120,187</u>
Balance Due Within One Year	<u>\$ 417,958</u>	<u>\$ 120,187</u>

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

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

Total Noncurrent Liabilities - Other, June 30, 2025	\$ 13,057,179
Less: Balance Due Within One Year - Other	<u>(538,145)</u>
Noncurrent Liabilities - Due in More Than One Year - Other- Exhibit A	<u><u>\$ 12,519,034</u></u>

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

H. On-Behalf Payments

Discretely Presented Monroe County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Monroe County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both plans are administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2025, were \$175,441 and \$58,841, 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

The county and the discretely presented Monroe County School Department are exposed to various risks related to general liability, property, casualty, workers' compensation, health, and accident losses.

The discretely presented Monroe 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.

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

The primary government provides health insurance coverage through a commercial insurance carrier. The county does not allow retirees to participate in the commercial insurance plan. Settled claims have not exceeded commercial insurance coverage for the past 3 years.

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 October 22, 2025, a U.S. District Court awarded a judgment of \$2,250,000 against the Monroe County Sheriff's Department for a lawsuit related to an inmate in the county jail that was ongoing on June 30, 2025. Insurance coverage was limited to \$2,000,000. Monroe County has reported a liability of \$250,000 for this judgment 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 several pending lawsuits. Based on information from attorneys for the county and the school department, 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. Landfill PostClosure Care Costs

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

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Monroe County closed its sanitary landfill in 1999. The \$66,306 reported as postclosure care liability on June 30, 2025, represents amounts based on what it would cost to perform all postclosure care in 2025. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

E. Joint Ventures

The Tellico Area Services System (TASS), a regional water, sewer, and solid waste system, is jointly owned by Monroe and Loudon counties. TASS comprises the County Boards of Public Utilities of each of the counties. Monroe County has control over budgeting and financing the joint venture only to the extent of representation by its County Board of Public Utility. Monroe County has issued debt for the benefit of TASS that is being serviced by TASS from its user fees. See Note. IV.E., Due from Joint Venture, for further discussion.

The Tenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Tenth Judicial District; Monroe, Bradley, McMinn, and Polk 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. Monroe County made no contributions to the DTF for the year ended June 30, 2025.

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

Administrative Offices:

Tellico Area Services System
P.O. Box 277
Vonore, TN 37885-0277

District Attorney General
Tenth Judicial District
P.O. Box 647
Athens, TN 37371-0647

F. Jointly Governed Organizations

Monroe County, in conjunction with Bradley, McMinn, and Polk counties, participates in the Southeast Tennessee Community Corrections Program. The program's 20-member board comprises the county mayor/executive and the sheriff of each of the four counties, the district attorney, and one member from a nonprofit organization. The remaining ten members are appointed by the board from the private sector. The program provides alternative sentencing for selected nonviolent offenders and receives funding from the Tennessee Department of Correction. The counties that participate in the program do not have any ongoing financial interest or responsibility for the program.

Loudon County, Monroe County, and various city school systems jointly govern the Little Tennessee Valley Educational Cooperative. The cooperative was established pursuant to an agreement between the participating governments and is governed by a board of control consisting of the director of schools of each participating government, one representative appointed by the county commission or city council of each participating government, and one member appointed by the board of education of each participating government. The cooperative was organized in order to combine resources to provide services for special education programs such as the Birth-to-Three program for handicapped children, a child development program for language and behaviorally delayed older students, and an occupational and physical therapy program, as well as psychological services. The cooperative provides educational services on a contractual basis to the various school systems. The systems may but are not required to contract for these services.

G. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Monroe County and non-certified employees of the discretely presented Monroe 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 70.14 percent, the non-certified employees of the discretely presented school department comprise 29.86 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at [Tennessee Department of Treasury website](#).

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

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	316
Inactive Employees Entitled to But Not Yet Receiving Benefits	509
Active Employees	522
Total	<u><u>1,347</u></u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Monroe County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2025, the

employer contributions for Monroe County were \$1,296,101 based on a rate of 5.67 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Monroe 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)

Monroe 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	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 Monroe 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	\$ 63,289,000	\$ 64,129,129	\$ (840,129)
Changes for the Year:			
Service Cost	\$ 1,865,722	\$ 0	\$ 1,865,722
Interest	4,311,601	0	4,311,601
Differences Between Expected and Actual Experience	1,488,612	0	1,488,612
Contributions-Employer	0	1,130,003	(1,130,003)
Contributions-Employees	0	1,023,555	(1,023,555)
Net Investment Income	0	6,237,774	(6,237,774)
Benefit Payments, Including Refunds of Employee Contributions	(2,558,302)	(2,558,302)	0
Administrative Expense	0	(61,087)	61,087
Net Changes	\$ 5,107,633	\$ 5,771,943	\$ (664,310)
Balance, June 30, 2024	\$ 68,396,633	\$ 69,901,072	\$ (1,504,439)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	70.14%	\$ 47,973,398	\$ 49,028,612	\$ (1,055,214)
School Department	29.86%	20,423,235	20,872,460	(449,225)
Total		\$ 68,396,633	\$ 69,901,072	\$ (1,504,439)

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

	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Monroe County			
Net Pension Liability (Asset)	\$ 8,173,337	\$ (1,504,439)	\$ (9,342,003)

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, Monroe County recognized pension expense (negative pension expense) of \$1,252,192.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, Monroe 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	\$ 2,177,108	\$ 256,064
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	734,148
Changes in Assumptions	814,626	0
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	1,296,101	N/A
Total	<u>\$ 4,287,835</u>	<u>\$ 990,212</u>

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

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 3,019,898	\$ 694,534
School Department	1,267,937	295,678
Total	<u>\$ 4,287,835</u>	<u>\$ 990,212</u>

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

Year Ending June 30	Primary Government	School Department	Total
2026	\$ 221,479	\$ 94,288	\$ 315,767
2027	1,152,869	490,799	1,643,668
2028	90,705	38,615	129,320
2029	(61,186)	(26,047)	(87,233)
2030	0	0	0
Thereafter	0	0	0

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

Discretely Presented Monroe County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Monroe County and non-certified employees of the discretely presented Monroe 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 70.14 percent and the non-certified employees of the discretely presented school department comprise 29.86 percent of the plan based on contribution data.

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

General Information About the Pension Plan

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

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

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

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2025, to the Teacher Retirement Plan were \$276,304, which is 3 percent of covered payroll. In addition, employer contributions of \$88,896 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 Fund, 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 (\$222,223) 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 0.311845 percent. The proportion as of June 30, 2023, was 0.295158 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of \$185,818.

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	\$ 18,356	\$ 68,273
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	37,486
Changes in Assumptions	88,307	0
Changes in Proportion of Net Pension Liability (Asset)	19,925	20,223
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	276,304	N/A
Total	<u>\$ 402,892</u>	<u>\$ 125,982</u>

The school department's employer contributions of \$276,304, 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	\$ (21,580)
2027	30,283
2028	(13,687)
2029	(13,482)
2030	4,753
Thereafter	14,319

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

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

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

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

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

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

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

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

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

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

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

School Department's 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)	\$ 586,074	\$ (222,223)	\$ (823,765)

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 Monroe County School Department - Certified Employees - Teacher Legacy Pension Plan

General Information About the Pension Plan

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

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

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

LEA if the required employer contributions are not remitted. Employer contributions by the Monroe County School Department for the year ended June 30, 2025, to the Teacher Legacy Pension Plan were \$1,051,506, 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 (\$9,020,994) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2024, the school department's proportion was 0.523605 percent. The proportion measured as of June 30, 2023, was 0.469939 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of \$1,782,161.

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	\$ 2,405,660	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	1,756,923
Changes in Proportion of Net Pension Liability (Asset)	362,569	713,351
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	1,051,506	N/A
Total	<u>\$ 3,819,735</u>	<u>\$ 2,470,274</u>

The school department's employer contributions of \$1,051,506 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	\$ (1,166,779)
2027	3,306,406
2028	(916,640)
2029	(925,032)
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 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	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%
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Net Pension Liability (Asset)	\$ 11,459,789	\$ (9,020,994)	\$ (26,007,010)
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Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

2. Deferred Compensation

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions

footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$457,702 and teachers contributed \$239,982 to this deferred compensation pension plan.

H. Other Postemployment Benefits (OPEB)

Monroe County and the discretely presented Monroe County School Department provide OPEB benefits to their retirees under various OPEB plans. These include OPEB provided through state administered public entity risk pools for both the primary government and the discretely presented school department and commercial health insurance plans for the primary government. 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). 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 Commercial Insurance Program

Primary Government

Plan Description. Monroe County primary government provides postemployment healthcare benefits through Blue Cross Blue Shield for its pre-65 retirees. Employees are eligible for OPEB benefits if they retire at any age with at least 30 years of service and have had medical insurance coverage with the county for at least 3 years. For accounting purposes, the plan is a single employer defined benefit OPEB plan. Benefits are established and amended by the county commission. The plan is funded on a pay-as-you-go basis, and no assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement 75.

Benefits Provided. The plan provides healthcare insurance benefits for retirees until they are Medicare eligible. Spouse benefits are not provided. The benefit terms provide for the county to pay 100 percent of the medical premiums for the retiree only.

Employees Covered by Benefit Terms. As of July 1, 2024, the following employees were covered by the benefit terms:

Inactive Employees Currently Receiving Benefits	1
Inactive Employees Entitled To But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	<u>285</u>
Total	<u><u>286</u></u>

Total OPEB Liability

The total OPEB liability of \$1,475,298 was measured as of June 30, 2025, and was determined by an actuarial valuation as of July 1, 2023, and updated to the measurement date.

Actuarial Assumptions and Other Inputs. The total OPEB liability 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 with an ultimate rate of 5% in 2029
Retirees share of Benefit-related Cost	Discussed under Benefits Provided

The discount rate of 5.2 percent is based on the Bond Buyer's 20-year bond index as of June 30, 2025.

Mortality rates were based on the PUB-2010 Headcount-Weighted Fully Generational mortality table projected with projection scale MP-2021.

The actuarial assumptions used in the July 1, 2023, valuation was based on plan data and costs presented by the county with concurrence by the actuary.

Changes in Assumptions. The discount rate changed from 3.93 percent as of June 30, 2024, to 5.2 percent as of the measurement date of June 30, 2025. The health trend rate was 7.5 percent in 2024, decreasing to 7 percent as of the measurement date of June 30, 2025.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance July 1, 2024	\$ 1,598,573
Changes for the Year:	
Service Cost	\$ 127,770
Interest	67,506
Changes in Assumption and Other Inputs	(301,138)
Benefit Payments	(17,413)
Net Changes	\$ (123,275)
Balance June 30, 2025	\$ 1,475,298

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, the county recognized OPEB expense related to this plan of \$158,412. 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
Changes of Assumptions	\$ 0	\$ 324,528
Total	\$ 0	\$ 324,528

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	County
2026	\$ (36,864)
2027	(36,864)
2028	(36,864)
2029	(36,864)
2030	(36,864)
Thereafter	(140,208)

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	1% Decrease 4.2%	Current Discount Rate 5.2%	1% Increase 6.2%
Total OPEB Liability	\$ 1,707,562	\$ 1,475,298	\$ 1,276,077

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% Decrease (6% decreasing to 4%)	Current Trend Rate (7% decreasing to 5%)	1% Increase (8% decreasing to 6%)
Total OPEB Liability	\$ 1,235,034	\$ 1,475,298	\$ 1,776,830

OPEB Provided through State Administered Public Entity Risk Pools

Post-65 retirees of Monroe County 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 period to an ultimate trend rate of 4.5%. TNM: 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 AA/Aa as shown on the Bond Buyers 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 for the primary government's TNM plan are taken from the PUB-2010 Headcount-weighted employee mortality table for General Employees for non-disabled pre-retirement mortality, with mortality improvement projected generationally with MP-2021 from 2010. Post-retirement tables for non-teachers are Headcount-Weighted Below Median Healthy Annuitant and adjusted with a 6 percent load for males and a 14 percent load for females, projected generationally from 2010 with MP-2021. Post-retirement tables for teachers are Headcount-Weighted Below Median Healthy Annuitant and adjusted with a 19 percent load for males and an 18 percent load for females, projected generationally from 2010 with MP-2021. 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 increased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2024 plan year was revised from 10.31 percent to 10.68 percent.

Closed Tennessee Plan – Medicare (Primary Government)

Plan Description. Employees of Monroe 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 Monroe 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* 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 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. Monroe County provided a direct subsidy of \$50 for eligible retirees with 30 or more years of service, \$37.50 for eligible retirees with 20-29 years of service, and \$25 for eligible retirees with 15-19 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	14
Inactive Employees Entitled To But Not Yet Receiving Benefits	11
Active Employees Eligible for Benefits	<u>133</u>
Total	<u><u>158</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 county paid \$6,526 to the TNM for OPEB benefits as they came due.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance July 1, 2023	\$ 208,333
Changes for the Year:	
Service Cost	\$ 5,477
Interest	7,686
Difference between Expected and Actuarial Experience	(4,783)
Changes in Assumption	(7,865)
Benefit Payments	(6,515)
Net Changes	<u>\$ (6,000)</u>
Balance June 30, 2024	<u><u>\$ 202,333</u></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 (\$59,298). 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	\$ 3,913	\$ 76,505
Changes of Assumptions	24,688	75,238
Benefits Paid After the Measurement Date of June 30, 2024	<u>6,526</u>	<u>0</u>
Total	<u><u>\$ 35,127</u></u>	<u><u>\$ 151,743</u></u>

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

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

Year Ending June 30	County
2026	\$ (71,709)
2027	(13,528)
2028	(14,290)
2029	(14,816)
2030	(6,027)
Thereafter	(2,772)

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	\$ 232,435	\$ 202,333	\$ 177,357

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 Tennessee Plan – Medicare (Discretely Presented School Department)

Plan Description. Employees of the Monroe 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 retired teachers 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 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 receive 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. Monroe County School Department provides a direct subsidy of \$25 to \$50 per month for eligible retirees depending on years of service. The state, as a governmental nonemployer contributing entity, contributes to the premiums of eligible retirees 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 \$20 for eligible retirees with less than 20 years of service.

Employees Covered by Benefit Terms. At the measurement date of July 1, 2024, the following employees were covered by the benefit terms:

Inactive Employees Currently Receiving Benefits	108
Inactive Employees Entitled To But Not Yet Receiving Benefits	55
Active Employees Eligible for Benefits	396
Total	559

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 \$10,924 to the TNM for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	Share of Collective Liability		
	Monroe County School Department 15.6583%	State of TN 84.3417%	Total OPEB Liability
Balance July 1, 2023	\$ 263,283	\$ 1,224,575	\$ 1,487,858
Changes for the Year:			
Service Cost	\$ 4,202	\$ 22,636	\$ 26,838
Interest	8,477	45,663	54,140
Difference between Expected and Actuarial Experience	11,398	61,397	72,795
Change in Proportion	(30,310)	30,310	0
Change in Assumption	(8,471)	(45,627)	(54,098)
Benefit Payments	(9,925)	(53,462)	(63,387)
Net Changes	\$ (24,628)	\$ 60,916	\$ 36,288
Balance June 30, 2024	\$ 238,655	\$ 1,285,491	\$ 1,524,146

The Monroe County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retirees participating in the TNM. The Monroe 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 revenues of \$218,411 for subsidies provided by nonemployer contributing entities for benefits paid by the TNM for school department retirees.

During the year, the Monroe County School Department's proportionate share of the collective OPEB liability was 15.6583 percent and the State of Tennessee's share was 84.3417 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 \$69,050, which includes expenses funded by nonemployer contributing entities.

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	\$ 12,345	\$ 11,995
Changes in Proportion	120,214	634,950
Changes of Assumptions	59,510	62,594
Benefits Paid After the Measurement Date of June 30, 2024	10,924	N/A
Total	<u>\$ 202,993</u>	<u>\$ 709,539</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	\$ (162,040)
2027	(146,081)
2028	(165,993)
2029	(36,077)
2030	(6,496)
Thereafter	(783)

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 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	\$ 271,066	\$ 238,655	\$ 211,716
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Sensitivity of Proportionate Share of the Collective 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 Monroe 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 Monroe 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. Monroe County School Department provides a direct subsidy for certified retirees with at least 20 years of service. The subsidy ranges from \$314 to \$467 per month based on coverage selected. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retiree's 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	35
Inactive Employees Entitled To But Not Yet Receiving Benefits	1
Active Employees Eligible for Benefits	<u>358</u>
Total	<u><u>394</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 \$407,034 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	Share of Collective Liability		Total OPEB Liability
	Monroe County School Department	State of TN	
	73.3679%	26.6321%	
Balance July 1, 2023	\$ 11,586,563	\$ 4,323,016	\$ 15,909,579
Changes for the Year:			
Service Cost	\$ 485,497	\$ 176,232	\$ 661,729
Interest	437,053	158,648	595,701
Changes of Benefit Terms	44,776	16,253	61,029
Difference between Expected and Actuarial Experience	235,700	85,557	321,257
Change in Proportion	85,959	(85,959)	0
Changes in Assumption	194,039	70,435	264,474
Benefit Payments	(371,250)	(134,761)	(506,011)
Net Changes	\$ 1,111,774	\$ 286,405	\$ 1,398,179
Balance June 30, 2024	\$ 12,698,337	\$ 4,609,421	\$ 17,307,758

The Monroe County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the LEP. The Monroe 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 \$344,887 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Monroe County School Department's proportionate share of the collective OPEB liability was 73.3679 percent and the State of Tennessee's share was 26.6321 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 \$1,537,585, which includes expenses funded by nonemployer contributing entities. 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	\$ 786,939	\$ 395,917
Changes in Proportion	355,313	207,916
Changes of Assumptions	1,394,032	1,072,883
Benefits Paid After the Measurement Date of June 30, 2024	407,034	0
Total	\$ 2,943,318	\$ 1,676,716

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

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

Year Ending June 30	School Department
2026	\$ 225,372
2027	225,372
2028	261,786
2029	33,474
2030	(18,862)
Thereafter	132,426

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 2.93%	Current Discount Rate 3.93%	1% Increase 4.93%
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Proportionate Share of the Collective Total OPEB Liability	\$ 13,604,518	\$ 12,698,337	\$ 11,835,804
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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 9.68 to 3.5%	Current Trend Rates 10.68 to 4.5%	1% Increase 11.68 to 5.5%
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Proportionate Share of the Collective Total OPEB Liability	\$ 11,483,375	\$ 12,698,337	\$ 14,092,413
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I. Office of Central Accounting, Budgeting, and Purchasing

Monroe County operates under provisions of the County Financial Management System of 1981. This act provides for a central system of accounting, budgeting, and purchasing for all county departments.

The act also provides for the creation of a finance department operated under the direction of the finance director.

J. Purchasing Laws

The County Financial Management System of 1981 provides for the finance director or a deputy appointed by her to serve as the county purchasing agent. The finance director serves as the purchasing agent for Monroe County. All purchase orders are issued by the finance department. The Financial Management Committee established a policy that purchases exceeding \$50,000 for the County Mayor's Office and the Monroe County School Department are to be made on a competitive bid basis. Purchasing procedures for the highway department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *Tennessee Code Annotated*. Competitive bids are also required on highway purchases exceeding \$50,000.

K. Subsequent Event

On October 22, 2025, a U.S. District Court awarded a judgment of \$2,250,000 against the Monroe County Sheriff's Department for a lawsuit related to an inmate in the county jail that was ongoing on June 30, 2025. Insurance coverage was limited to \$2,000,000. As discussed in Note IV.G., Long-term Obligations, Monroe County has reported a liability of \$250,000 in the government-wide statement of net position on June 30, 2025. Monroe County satisfied this judgement with a payment from the General Fund on October 30, 2025.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

MONROE 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	\$ 1,114,133	\$ 1,202,322	\$ 1,351,925	\$ 1,386,714	\$ 1,392,996	\$ 1,534,789	\$ 1,445,337	\$ 1,646,918	\$ 1,789,308	\$ 1,865,722
Interest	2,580,285	2,781,134	2,931,126	3,082,757	3,240,783	3,448,980	3,588,254	3,739,374	4,012,826	4,311,601
Differences Between Actual and Expected Experience	402,476	(488,694)	(84,832)	(452,607)	46,410	(948,128)	(1,280,316)	866,855	1,065,792	1,488,612
Changes in Assumptions	0	0	946,250	0	0	0	4,073,138	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(1,403,849)	(1,610,341)	(1,678,621)	(1,801,679)	(1,885,279)	(2,015,318)	(2,035,008)	(2,211,027)	(2,477,779)	(2,558,302)
Net Change in Total Pension Liability	\$ 2,693,045	\$ 1,884,421	\$ 3,465,848	\$ 2,215,185	\$ 2,794,910	\$ 2,020,323	\$ 5,791,405	\$ 4,042,120	\$ 4,390,147	\$ 5,107,633
Total Pension Liability, Beginning	33,991,596	36,684,641	38,569,062	42,034,910	44,250,095	47,045,005	49,065,328	54,856,733	58,898,853	63,289,000
Total Pension Liability, Ending (a)	\$ 36,684,641	\$ 38,569,062	\$ 42,034,910	\$ 44,250,095	\$ 47,045,005	\$ 49,065,328	\$ 54,856,733	\$ 58,898,853	\$ 63,289,000	\$ 68,396,633
Plan Fiduciary Net Position										
Contributions - Employer	\$ 884,358	\$ 911,140	\$ 658,612	\$ 661,551	\$ 714,928	\$ 703,338	\$ 716,976	\$ 747,729	\$ 1,022,502	\$ 1,130,003
Contributions - Employee	678,593	698,994	726,863	751,139	785,812	812,727	856,005	859,673	926,778	1,023,555
Net Investment Income	1,134,720	1,008,740	4,403,290	3,559,142	3,425,776	2,428,010	13,119,437	(2,425,421)	4,057,348	6,237,774
Benefit Payments, Including Refunds of Employee Contributions	(1,403,849)	(1,610,341)	(1,678,621)	(1,801,679)	(1,885,279)	(2,015,318)	(2,035,008)	(2,211,027)	(2,477,779)	(2,558,302)
Administrative Expense	(23,396)	(33,832)	(38,423)	(43,159)	(41,029)	(41,826)	(41,434)	(46,257)	(48,788)	(61,087)
Other	0	0	2,599	0	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 1,270,426	\$ 974,701	\$ 4,074,320	\$ 3,126,994	\$ 3,000,208	\$ 1,886,931	\$ 12,615,976	\$ (3,075,303)	\$ 3,480,061	\$ 5,771,943
Plan Fiduciary Net Position, Beginning	36,774,815	38,045,241	39,019,942	43,094,262	46,221,256	49,221,464	51,108,395	63,724,371	60,649,068	64,129,129
Plan Fiduciary Net Position, Ending (b)	\$ 38,045,241	\$ 39,019,942	\$ 43,094,262	\$ 46,221,256	\$ 49,221,464	\$ 51,108,395	\$ 63,724,371	\$ 60,649,068	\$ 64,129,129	\$ 69,901,072
Net Pension Liability (Asset), Ending (a - b)	\$ (1,360,600)	\$ (450,880)	\$ (1,059,352)	\$ (1,971,161)	\$ (2,176,459)	\$ (2,043,067)	\$ (8,867,638)	\$ (1,750,215)	\$ (840,129)	\$ (1,504,439)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	103.71%	101.17%	102.52%	104.45%	104.63%	104.16%	116.17%	102.97%	101.33%	102.20%
Covered Payroll	\$ 13,565,312	\$ 13,997,097	\$ 14,507,298	\$ 14,934,192	\$ 15,712,716	\$ 16,127,886	\$ 16,482,222	\$ 17,189,161	\$ 18,523,580	\$ 21,072,493
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(10.03%)	(3.22%)	(7.30%)	(13.20%)	(13.85%)	(12.67%)	(53.80%)	(10.18%)	(4.54%)	(7.14%)

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.

MONROE 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	\$ 911,140	\$ 658,612	\$ 661,551	\$ 714,928	\$ 703,338	\$ 716,976	\$ 747,729	\$ 1,022,502	\$ 1,130,003	\$ 1,296,101
Less: Contributions in Relation to the Actuarially Determined Contribution	(911,140)	(658,612)	(661,551)	(714,928)	(703,338)	(716,976)	(747,729)	(1,022,502)	(1,130,003)	(1,296,101)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 13,997,097	\$ 14,507,298	\$ 14,934,192	\$ 15,712,716	\$ 16,127,886	\$ 16,482,222	\$ 17,189,161	\$ 18,523,580	\$ 21,072,493	\$ 22,858,902
Contributions as a Percentage of Covered Payroll	6.51%	4.54%	4.43%	4.55%	4.36%	4.35%	4.35%	5.52%	5.36%	5.67%

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.

MONROE COUNTY, TENNESSEE**Schedule of Contributions Based on Participation in the Teacher****Retirement Plan of TCRS**

Discretely Presented Monroe County School Department

For the Fiscal Year Ended June 30

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 56,931	\$ 83,017	\$ 114,395	\$ 67,467	\$ 78,972	\$ 87,311	\$ 109,044	\$ 168,493	\$ 216,108	\$ 276,304
Less: Contributions in Relation to the Contractually Required Contribution	(56,931)	(83,017)	(114,395)	(67,467)	(78,972)	(87,311)	(109,044)	(168,493)	(216,108)	(276,304)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 1,423,268	\$ 2,080,484	\$ 2,874,414	\$ 3,477,658	\$ 3,890,266	\$ 4,322,360	\$ 5,425,128	\$ 5,870,787	\$ 7,653,784	\$ 9,210,100
Contributions as a Percentage of Covered Payroll	4.00%	3.99%	3.98%	1.94%	2.03%	2.02%	2.01%	2.87%	2.82%	3.00%

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

2019: Pension - 1.94%, SRT - 2.02%

2020: Pension - 2.03%, SRT - 1.97%

2021: Pension - 2.02%, SRT - 1.98%

2022: Pension - 2.01%, SRT - 1.99%

2023: Pension - 2.87%, SRT - 1.13%

2024: Pension - 2.95%, SRT - 1.05%

2025: Pension - 3.00%, SRT - 1.00%

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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 1,548,796	\$ 1,529,821	\$ 1,549,424	\$ 1,787,037	\$ 1,784,076	\$ 1,722,109	\$ 1,703,332	\$ 1,325,203	\$ 1,178,080	\$ 1,051,506
Less: Contributions in Relation to the Contractually Required Contribution	(1,548,796)	(1,529,821)	(1,549,424)	(1,787,037)	(1,784,076)	(1,722,109)	(1,703,332)	(1,325,203)	(1,178,080)	(1,051,506)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 17,132,694	\$ 16,917,694	\$ 17,038,198	\$ 17,084,489	\$ 16,783,412	\$ 16,768,359	\$ 16,537,199	\$ 15,249,710	\$ 16,340,938	\$ 16,533,109
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.09%	10.46%	10.63%	10.27%	10.30%	8.69%	7.21%	6.36%

MONROE COUNTY, TENNESSEE
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Retirement Plan of TCRS
Discretely Presented Monroe 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)	0.321270%	0.323468%	0.316211%	0.327262%	0.328640%	0.308281%	0.299490%	0.317683%	0.295158%	0.311845%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (13,197)	\$ (33,674)	\$ (83,428)	\$ (148,422)	\$ (185,513)	\$ (175,301)	\$ (324,411)	\$ (96,234)	\$ (125,157)	\$ (222,223)
Covered Payroll	\$ 681,586	\$ 1,423,268	\$ 2,080,484	\$ 2,874,414	\$ 3,477,658	\$ 3,890,266	\$ 4,322,360	\$ 5,425,128	\$ 5,870,787	\$ 7,653,784
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94%)	(2.37%)	(4.01%)	(5.16%)	(5.33%)	(4.51%)	(7.51%)	(1.77%)	(2.13%)	(2.90%)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%	106.49%

MONROE COUNTY, TENNESSEE**Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Legacy Pension Plan of TCRS**

Discretely Presented Monroe 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)	0.475940%	0.474617%	0.478728%	0.487314%	0.509507%	0.504270%	0.510892%	0.502507%	0.469939%	0.523605%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ 194,961	\$ 2,966,091	\$ (156,631)	\$ (1,714,816)	\$ (5,238,645)	\$ (3,845,430)	\$ (22,035,999)	\$ (6,162,776)	\$ (5,540,459)	\$ (9,020,994)
Covered Payroll	\$ 17,816,806	\$ 17,132,694	\$ 16,917,694	\$ 17,038,198	\$ 17,084,489	\$ 16,783,412	\$ 16,768,359	\$ 16,537,199	\$ 15,249,710	\$ 16,340,938
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	1.09%	17.31%	(0.93%)	(10.06%)	(30.66%)	(22.91%)	(131.41%)	(37.27%)	(36.33%)	(55.20%)
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%

MONROE COUNTY, TENNESSEE**Schedule of Changes in the Total OPEB Liability and Related Ratios - Monroe County Plan**

Primary Government

For the Fiscal Year Ended June 30

	2024	2025
Total OPEB Liability		
Service Cost	\$ 133,698	\$ 127,770
Interest	58,885	67,506
Changes in Benefit Terms	1,485,957	0
Changes in Assumptions or Other Inputs	(67,094)	(301,138)
Benefit Payments	(12,873)	(17,413)
Net Change in Total OPEB Liability	\$ 1,598,573	\$ (123,275)
Total OPEB Liability, Beginning	0	1,598,573
Total OPEB Liability, Ending	<u>\$ 1,598,573</u>	<u>\$ 1,475,298</u>
 Covered Employee Payroll	 16,093,404	 17,531,664
Net OPEB Liability as a Percentage of Covered Employee Payroll	9.93%	8.42%

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

Note 2: Changes in assumptions.

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

2023	3.65%
2024	3.93%
2025	5.20%

(b) The trend rate was set to 7% initially, decreasing 0.5% per year to an ultimate rate of 5% in 2029.

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

MONROE COUNTY, TENNESSEE**Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Medicare Plan**

Primary Government

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 30,976	\$ 26,406	\$ 7,225	\$ 8,169	\$ 11,685	\$ 8,426	\$ 5,469	\$ 5,477
Interest	19,346	22,632	8,986	9,533	7,442	5,366	7,471	7,686
Differences Between Actual and Expected Experience	0	(409,069)	7,243	(8,249)	(30,954)	2,943	(4,600)	(4,783)
Changes in Assumptions or Other Inputs	(66,968)	(2,218)	5,745	58,939	(67,564)	(45,521)	(2,505)	(7,865)
Benefit Payments	(5,250)	(5,938)	(6,188)	(7,385)	(6,139)	(5,164)	(6,125)	(6,515)
Net Change in Total OPEB Liability	\$ (21,896)	\$ (368,187)	\$ 23,011	\$ 61,007	\$ (85,530)	\$ (33,950)	\$ (290)	\$ (6,000)
Total OPEB Liability, Beginning	634,168	612,272	244,085	267,096	328,103	242,573	208,623	208,333
Total OPEB Liability, Ending	<u>\$ 612,272</u>	<u>\$ 244,085</u>	<u>\$ 267,096</u>	<u>\$ 328,103</u>	<u>\$ 242,573</u>	<u>\$ 208,623</u>	<u>\$ 208,333</u>	<u>\$ 202,333</u>
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. 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:

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.

MONROE COUNTY, TENNESSEE**Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan**

Discretely Presented Monroe County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 642,656	\$ 596,357	\$ 764,496	\$ 575,341	\$ 736,867	\$ 786,065	\$ 628,611	\$ 661,729
Interest	318,694	390,983	499,126	432,794	327,452	326,544	517,960	595,701
Changes in Benefit Terms	0	(360,636)	(971,790)	0	0	714,806	0	61,029
Differences Between Actual and Expected Experience	0	1,965,213	(280,584)	317,728	136,409	(400,552)	(272,222)	321,257
Changes in Assumptions or Other Inputs	(506,033)	421,952	(881,559)	1,434,418	(502,315)	(1,290,104)	1,285,910	264,474
Benefit Payments	(314,232)	(366,829)	(389,974)	(406,514)	(463,079)	(429,983)	(503,030)	(506,011)
Net Change in Total OPEB Liability	\$ 141,085	\$ 2,647,040	\$ (1,260,285)	\$ 2,353,767	\$ 235,334	\$ (293,224)	\$ 1,657,229	\$ 1,398,179
Total OPEB Liability, Beginning	10,428,633	10,569,718	13,216,758	11,956,473	14,310,240	14,545,574	14,252,350	15,909,579
Total OPEB Liability, Ending	\$ 10,569,718	\$ 13,216,758	\$ 11,956,473	\$ 14,310,240	\$ 14,545,574	\$ 14,252,350	\$ 15,909,579	\$ 17,307,758
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 3,546,214	\$ 3,442,186	\$ 3,076,497	\$ 3,554,450	\$ 3,801,210	\$ 3,723,256	\$ 4,323,016	\$ 4,609,421
Employer Proportionate Share of the Total OPEB Liability	7,023,504	9,774,572	8,879,976	10,755,790	10,744,364	10,529,094	11,586,563	12,698,337
Covered Employee Payroll	\$ 20,259,007	\$ 20,558,208	\$ 20,676,848	\$ 27,090,167	\$ 28,455,692	\$ 29,213,969	\$ 28,809,319	\$ 31,992,046
Total OPEB Liability as a percentage of Covered Employee Payroll	52.17%	64.29%	57.83%	52.82%	51.12%	48.79%	55.22%	54.10%

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.

MONROE COUNTY, TENNESSEE**Schedule of Changes in the Total OPEB Liability and Related Ratios - Tennessee Plan - Medicare**

Discretely Presented Monroe County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 105,246	\$ 86,326	\$ 66,833	\$ 134,491	\$ 55,008	\$ 46,857	\$ 28,955	\$ 26,838
Interest	99,703	113,591	104,894	133,154	43,724	37,807	51,604	54,140
Changes in Benefit Terms	0	(146,769)	0	(2,184,193)	0	0	0	0
Differences Between Actual and Expected Experience	0	(199,222)	(125,848)	(25,593)	(897)	(1,836)	25,781	72,795
Changes in Assumptions or Other Inputs	(309,424)	(24,744)	888,204	287,643	(262,099)	(299,188)	(16,656)	(54,098)
Benefit Payments	(99,300)	(101,375)	(105,219)	(106,390)	(55,254)	(56,138)	(60,719)	(63,387)
Net Change in Total OPEB Liability	\$ (203,775)	\$ (272,193)	\$ 828,864	\$ (1,760,888)	\$ (219,518)	\$ (272,498)	\$ 28,965	\$ 36,288
Total OPEB Liability, Beginning	3,358,901	3,155,126	2,882,933	3,711,797	1,950,909	1,731,391	1,458,893	1,487,858
Total OPEB Liability, Ending	\$ 3,155,126	\$ 2,882,933	\$ 3,711,797	\$ 1,950,909	\$ 1,731,391	\$ 1,458,893	\$ 1,487,858	\$ 1,524,146
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 1,428,856	\$ 1,354,402	\$ 1,329,220	\$ 1,594,611	\$ 1,388,374	\$ 1,178,050	\$ 1,224,575	\$ 1,285,491
Employer Proportionate Share of the Total OPEB Liability	1,726,270	1,528,531	2,382,577	356,298	343,017	280,843	263,283	238,655
Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total 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. 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:

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.

Note 4: Changes in benefit terms in 2020 were due to the clarification of eligibility rules. Previously Monroe was valued with an additional local subsidy for support staff. This was clarified that the only subsidy is due to the adoption of Resolution 31.

MONROE 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.

Special Purpose Fund – The Special Purpose Fund is used to account for transactions related to opioid lawsuit settlement funds.

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

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

CAPITAL PROJECTS FUNDS

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

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

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

Special Revenue Funds

	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitu - tional Officers - Fees	Total
ASSETS					
Cash	\$ 110	\$ 0	\$ 0	\$ 2,351	\$ 2,461
Equity in Pooled Cash and Investments	1,295,481	274,774	11,739	0	1,581,994
Accounts Receivable	13,192	0	0	36	13,228
Due from Other Governments	47,798	0	0	0	47,798
Due from Other Funds	0	0	11,984	0	11,984
Property Taxes Receivable	1,459,948	0	0	0	1,459,948
Allowance for Uncollectible Property Taxes	(32,203)	0	0	0	(32,203)
Total Assets	<u>\$ 2,784,326</u>	<u>\$ 274,774</u>	<u>\$ 23,723</u>	<u>\$ 2,387</u>	<u>\$ 3,085,210</u>
LIABILITIES					
Accounts Payable	\$ 60,396	\$ 0	\$ 679	\$ 0	\$ 61,075
Accrued Payroll	25,370	0	0	0	25,370
Payroll Deductions Payable	22,102	0	0	0	22,102
Due to Other Funds	0	0	0	2,387	2,387
Total Liabilities	<u>\$ 107,868</u>	<u>\$ 0</u>	<u>\$ 679</u>	<u>\$ 2,387</u>	<u>\$ 110,934</u>

(Continued)

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

	Special Revenue Funds				
	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitu - tional Officers - Fees	Total
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 1,384,555	\$ 0	\$ 0	\$ 0	\$ 1,384,555
Deferred Delinquent Property Taxes	39,459	0	0	0	39,459
Other Deferred/Unavailable Revenue	12,380	0	0	0	12,380
Total Deferred Inflows of Resources	<u>\$ 1,436,394</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,436,394</u>
FUND BALANCES					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 0	\$ 23,044	\$ 0	\$ 23,044
Restricted for Public Health and Welfare	34,529	274,774	0	0	309,303
Restricted for Capital Projects	0	0	0	0	0
Committed:					
Committed for Public Health and Welfare	1,205,535	0	0	0	1,205,535
Committed for Capital Projects	0	0	0	0	0
Total Fund Balances	<u>\$ 1,240,064</u>	<u>\$ 274,774</u>	<u>\$ 23,044</u>	<u>\$ 0</u>	<u>\$ 1,537,882</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,784,326</u>	<u>\$ 274,774</u>	<u>\$ 23,723</u>	<u>\$ 2,387</u>	<u>\$ 3,085,210</u>

(Continued)

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

	Capital Projects Fund		Total Nonmajor Governmental Funds	
	General Capital Projects		General Capital Projects	
ASSETS				
Cash	\$	0	\$	2,461
Equity in Pooled Cash and Investments		4,196,091		5,778,085
Accounts Receivable		0		13,228
Due from Other Governments		0		47,798
Due from Other Funds		0		11,984
Property Taxes Receivable		0		1,459,948
Allowance for Uncollectible Property Taxes		0		(32,203)
Total Assets	\$	4,196,091	\$	7,281,301
LIABILITIES				
Accounts Payable	\$	0	\$	61,075
Accrued Payroll		0		25,370
Payroll Deductions Payable		0		22,102
Due to Other Funds		0		2,387
Total Liabilities	\$	0	\$	110,934

(Continued)

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

	Capital Projects Fund		Total Nonmajor Governmental Funds	
	General Capital Projects			
DEFERRED INFLOWS OF RESOURCES				
Deferred Current Property Taxes	\$	0	\$	1,384,555
Deferred Delinquent Property Taxes		0		39,459
Other Deferred/Unavailable Revenue		0		12,380
Total Deferred Inflows of Resources	\$	0	\$	1,436,394
FUND BALANCES				
Restricted:				
Restricted for Public Safety	\$	0	\$	23,044
Restricted for Public Health and Welfare		0		309,303
Restricted for Capital Projects		696,091		696,091
Committed:				
Committed for Public Health and Welfare		0		1,205,535
Committed for Capital Projects		3,500,000		3,500,000
Total Fund Balances	\$	4,196,091	\$	5,733,973
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$	4,196,091	\$	7,281,301

MONROE 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	Special Purpose	Drug Control	Constitu - tional Officers - Fees	Total
Revenues					
Local Taxes	\$ 1,471,077	\$ 0	\$ 0	\$ 0	\$ 1,471,077
Fines, Forfeitures, and Penalties	0	0	35,808	0	35,808
Charges for Current Services	84,956	0	0	22,386	107,342
Other Local Revenues	1,052,237	2,007	5,590	0	1,059,834
State of Tennessee	93,081	167,135	0	0	260,216
Federal Government	5,000	0	0	0	5,000
Total Revenues	<u>\$ 2,706,351</u>	<u>\$ 169,142</u>	<u>\$ 41,398</u>	<u>\$ 22,386</u>	<u>\$ 2,939,277</u>
Expenditures					
Current:					
Administration of Justice	\$ 0	\$ 0	\$ 0	\$ 22,386	\$ 22,386
Public Safety	0	0	74,084	0	74,084
Public Health and Welfare	1,834,305	238,218	0	0	2,072,523
Other Operations	0	80,855	0	0	80,855
Highways	101,596	0	0	0	101,596
Capital Projects - Donated	0	0	0	0	0
Total Expenditures	<u>\$ 1,935,901</u>	<u>\$ 319,073</u>	<u>\$ 74,084</u>	<u>\$ 22,386</u>	<u>\$ 2,351,444</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 770,450</u>	<u>\$ (149,931)</u>	<u>\$ (32,686)</u>	<u>\$ 0</u>	<u>\$ 587,833</u>

(Continued)

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

	Special Revenue Funds				
	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitu - tional Officers - Fees	Total
Other Financing Sources (Uses)					
Insurance Recovery	\$ 19,000	\$ 0	\$ 0	\$ 0	19,000
Transfers In	0	0	0	0	0
Transfers Out	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>\$ 19,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>19,000</u>
Net Change in Fund Balances	\$ 789,450	\$ (149,931)	\$ (32,686)	\$ 0	606,833
Fund Balance, July 1, 2024	<u>450,614</u>	<u>424,705</u>	<u>55,730</u>	<u>0</u>	<u>931,049</u>
Fund Balance, June 30, 2025	<u><u>\$ 1,240,064</u></u>	<u><u>\$ 274,774</u></u>	<u><u>\$ 23,044</u></u>	<u><u>\$ 0</u></u>	<u><u>1,537,882</u></u>

(Continued)

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

	Capital Projects Fund	Total Nonmajor Governmental Funds
	General Capital Projects	
Revenues		
Local Taxes	\$ 0	\$ 1,471,077
Fines, Forfeitures, and Penalties	0	35,808
Charges for Current Services	0	107,342
Other Local Revenues	0	1,059,834
State of Tennessee	0	260,216
Federal Government	0	5,000
Total Revenues	<u>\$ 0</u>	<u>\$ 2,939,277</u>
Expenditures		
Current:		
Administration of Justice	\$ 0	\$ 22,386
Public Safety	0	74,084
Public Health and Welfare	0	2,072,523
Other Operations	0	80,855
Highways	0	101,596
Capital Projects - Donated	670,913	670,913
Total Expenditures	<u>\$ 670,913</u>	<u>\$ 3,022,357</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (670,913)</u>	<u>\$ (83,080)</u>

(Continued)

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

	Capital Projects Fund	Total Nonmajor Governmental Funds
	General Capital Projects	
Other Financing Sources (Uses)		
Insurance Recovery	\$ 0	\$ 19,000
Transfers In	670,913	670,913
Transfers Out	(585,109)	(585,109)
Total Other Financing Sources (Uses)	<u>\$ 85,804</u>	<u>\$ 104,804</u>
Net Change in Fund Balances	\$ (585,109)	\$ 21,724
Fund Balance, July 1, 2024	<u>4,781,200</u>	<u>5,712,249</u>
Fund Balance, June 30, 2025	<u><u>\$ 4,196,091</u></u>	<u><u>\$ 5,733,973</u></u>

MONROE 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	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 1,471,077	\$ 0	\$ 0	\$ 1,471,077	\$ 1,446,303	\$ 1,446,303	\$ 24,774
Charges for Current Services	84,956	0	0	84,956	180,000	180,000	(95,044)
Other Local Revenues	1,052,237	0	0	1,052,237	20,000	1,033,501	18,736
State of Tennessee	93,081	0	0	93,081	88,200	88,200	4,881
Federal Government	5,000	0	0	5,000	0	0	5,000
Total Revenues	\$ 2,706,351	\$ 0	\$ 0	\$ 2,706,351	\$ 1,734,503	\$ 2,748,004	\$ (41,653)
Expenditures							
Public Health and Welfare							
Sanitation Education/Information	\$ 790,712	\$ (157)	\$ 332	\$ 790,887	\$ 792,943	\$ 813,921	\$ 23,034
Convenience Centers	1,015,593	(187,162)	17,283	845,714	879,276	957,234	111,520
Postclosure Care Costs	28,000	(8,850)	0	19,150	25,000	19,150	0
Highways							
Litter and Trash Collection	101,596	(2,582)	57,428	156,442	205,476	166,819	10,377
Total Expenditures	\$ 1,935,901	\$ (198,751)	\$ 75,043	\$ 1,812,193	\$ 1,902,695	\$ 1,957,124	\$ 144,931
Excess (Deficiency) of Revenues Over Expenditures	\$ 770,450	\$ 198,751	\$ (75,043)	\$ 894,158	\$ (168,192)	\$ 790,880	\$ 103,278
Other Financing Sources (Uses)							
Insurance Recovery	\$ 19,000	\$ 0	\$ 0	\$ 19,000	\$ 0	\$ 19,000	\$ 0
Total Other Financing Sources	\$ 19,000	\$ 0	\$ 0	\$ 19,000	\$ 0	\$ 19,000	\$ 0
Net Change in Fund Balance	\$ 789,450	\$ 198,751	\$ (75,043)	\$ 913,158	\$ (168,192)	\$ 809,880	\$ 103,278
Fund Balance, July 1, 2024	450,614	(198,751)	0	251,863	543,845	543,845	(291,982)
Fund Balance, June 30, 2025	\$ 1,240,064	\$ 0	\$ (75,043)	\$ 1,165,021	\$ 375,653	\$ 1,353,725	\$ (188,704)

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Other Local Revenues	\$ 2,007	\$ 0	\$ 0	\$ 2,007
State of Tennessee	167,135	0	0	167,135
Total Revenues	<u>\$ 169,142</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 169,142</u>
Expenditures				
Public Health and Welfare				
Alcohol and Drug Programs	\$ 238,218	\$ 0	\$ 238,218	\$ 0
Other Operations				
Contributions to Other Agencies	80,855	0	92,474	11,619
Total Expenditures	<u>\$ 319,073</u>	<u>\$ 0</u>	<u>\$ 330,692</u>	<u>\$ 11,619</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (149,931)</u>	<u>\$ 0</u>	<u>\$ (330,692)</u>	<u>\$ 180,761</u>
Net Change in Fund Balance	\$ (149,931)	\$ 0	\$ (330,692)	\$ 180,761
Fund Balance, July 1, 2024	<u>424,705</u>	<u>0</u>	<u>330,692</u>	<u>94,013</u>
Fund Balance, June 30, 2025	<u><u>\$ 274,774</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 274,774</u></u>

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

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Fines, Forfeitures, and Penalties	\$ 35,808	\$ 125,000	\$ 125,000	\$ (89,192)
Other Local Revenues	5,590	19,875	21,005	(15,415)
Total Revenues	<u>\$ 41,398</u>	<u>\$ 144,875</u>	<u>\$ 146,005</u>	<u>\$ (104,607)</u>
Expenditures				
Public Safety				
Drug Enforcement	\$ 74,084	\$ 135,569	\$ 135,569	\$ 61,485
Total Expenditures	<u>\$ 74,084</u>	<u>\$ 135,569</u>	<u>\$ 135,569</u>	<u>\$ 61,485</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (32,686)</u>	<u>\$ 9,306</u>	<u>\$ 10,436</u>	<u>\$ (43,122)</u>
Net Change in Fund Balance	\$ (32,686)	\$ 9,306	\$ 10,436	\$ (43,122)
Fund Balance, July 1, 2024	<u>55,730</u>	<u>42,718</u>	<u>42,718</u>	<u>13,012</u>
Fund Balance, June 30, 2025	<u><u>\$ 23,044</u></u>	<u><u>\$ 52,024</u></u>	<u><u>\$ 53,154</u></u>	<u><u>\$ (30,110)</u></u>

MAJOR GOVERNMENTAL FUND

GENERAL DEBT SERVICE FUND

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

MONROE 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

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 4,367,921	\$ 4,456,157	\$ 4,456,157	\$ (88,236)
Other Local Revenues	405,779	1,300,000	213,923	191,856
State of Tennessee	107	0	0	107
Other Governments and Citizens Groups	15,156	0	15,156	0
Total Revenues	<u>\$ 4,788,963</u>	<u>\$ 5,756,157</u>	<u>\$ 4,685,236</u>	<u>\$ 103,727</u>
Expenditures				
Principal on Debt				
General Government	\$ 483,532	\$ 483,532	\$ 483,532	\$ 0
Education	2,454,126	2,440,000	2,454,126	0
Interest on Debt				
General Government	818,708	818,708	818,708	0
Education	1,209,708	1,322,925	1,323,955	114,247
Other Debt Service				
General Government	2,500	3,000	3,000	500
Education	98,694	107,500	107,500	8,806
Total Expenditures	<u>\$ 5,067,268</u>	<u>\$ 5,175,665</u>	<u>\$ 5,190,821</u>	<u>\$ 123,553</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (278,305)</u>	<u>\$ 580,492</u>	<u>\$ (505,585)</u>	<u>\$ 227,280</u>
Other Financing Sources (Uses)				
Transfers Out	\$ (2,543,188)	\$ 0	\$ (2,543,188)	\$ 0
Total Other Financing Sources	<u>\$ (2,543,188)</u>	<u>\$ 0</u>	<u>\$ (2,543,188)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (2,821,493)	\$ 580,492	\$ (3,048,773)	\$ 227,280
Fund Balance, July 1, 2024	<u>18,355,664</u>	<u>15,941,965</u>	<u>15,941,965</u>	<u>2,413,699</u>
Fund Balance, June 30, 2025	<u>\$ 15,534,171</u>	<u>\$ 16,522,457</u>	<u>\$ 12,893,192</u>	<u>\$ 2,640,979</u>

CUSTODIAL FUNDS

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

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

City School ADA - Sweetwater Fund – The City School ADA - Sweetwater Fund is used to account for the city school system's share of education revenues collected by the county that must be apportioned between the school systems on an average daily attendance basis. These collections are remitted to the city school system 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.

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

	Custodial Funds			
	Cities - Sales Tax	City School ADA - Sweetwater	Constitu - tional Officers - Custodial	Total
ASSETS				
Cash	\$ 0	\$ 0	\$ 3,741,206	\$ 3,741,206
Equity in Pooled Cash and Investments	0	3,880	0	3,880
Due from Other Governments	1,225,093	361,480	0	1,586,573
Property Taxes Receivable	0	1,893,967	0	1,893,967
Allowance for Uncollectible Property Taxes	0	(41,776)	0	(41,776)
Total Assets	<u>\$ 1,225,093</u>	<u>\$ 2,217,551</u>	<u>\$ 3,741,206</u>	<u>\$ 7,183,850</u>
LIABILITIES				
Due to Other Taxing Units	\$ 1,225,093	\$ 421,389	\$ 0	\$ 1,646,482
Total Liabilities	<u>\$ 1,225,093</u>	<u>\$ 421,389</u>	<u>\$ 0</u>	<u>\$ 1,646,482</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Current Property Taxes	\$ 0	\$ 1,796,162	\$ 0	\$ 1,796,162
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 1,796,162</u>	<u>\$ 0</u>	<u>\$ 1,796,162</u>
NET POSITION				
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,741,206</u>	<u>\$ 3,741,206</u>
Total Net Position	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,741,206</u>	<u>\$ 3,741,206</u>

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

	Custodial Funds			
	Cities - Sales Tax	City School ADA - Sweetwater	Constitu - tional Officers - Custodial	Total
Additions				
Sales Tax Collections for Other Governments	\$ 7,100,085	\$ 0	\$ 0	\$ 7,100,085
ADA - Educational Funds Collected for Cities	0	4,130,444	0	4,130,444
Fines/Fees and Other Collections	0	0	12,400,907	12,400,907
Total Additions	\$ 7,100,085	\$ 4,130,444	\$ 12,400,907	\$ 23,631,436
Deductions				
Payment of Sales Tax Collections for Other Governments	\$ 7,100,085	\$ 0	\$ 0	\$ 7,100,085
Payments to City School Systems	0	4,130,444	0	4,130,444
Payments to State	0	0	6,616,028	6,616,028
Payments to Individuals and Others	0	0	4,378,711	4,378,711
Total Deductions	\$ 7,100,085	\$ 4,130,444	\$ 10,994,739	\$ 22,225,268
Change in Net Position	\$ 0	\$ 0	\$ 1,406,168	\$ 1,406,168
Net Position July 1, 2024	0	0	2,335,038	2,335,038
Net Position June 30, 2025	\$ 0	\$ 0	\$ 3,741,206	\$ 3,741,206

MONROE COUNTY SCHOOL DEPARTMENT

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

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.

MONROE COUNTY, TENNESSEE**Statement of Activities**

Discretely Presented Monroe County School Department

For the Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenues		Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions		Total Governmental Activities
Governmental Activities:					
Instruction	\$ 38,592,309	\$ 0	\$ 5,061,883	\$ 0	\$ (33,530,426)
Support Services	23,990,213	122,632	1,212,220	213,129	(22,442,232)
Operation of Non-instructional Services	7,393,368	110,097	7,520,796	0	237,525
Total Governmental Activities	<u>\$ 69,975,890</u>	<u>\$ 232,729</u>	<u>\$ 13,794,899</u>	<u>\$ 213,129</u>	<u>\$ (55,735,133)</u>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 6,924,363
Local Option Sales Taxes					7,448,396
Business Tax					258,835
Mixed Drink Tax					80,476
Other Local Taxes					235
Grants and Contributions Not Restricted for Specific Programs					42,838,317
Miscellaneous					17,687
Total General Revenues					<u>\$ 57,568,309</u>
Change in Net Position					\$ 1,833,176
Net Position, July 1, 2024					68,342,999
Restatement - See Note I.D.10					<u>(172,397)</u>
Net Position, June 30, 2025					<u><u>\$ 70,003,778</u></u>

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

Discretely Presented Monroe County School Department

June 30, 2025

	Major Fund	Nonmajor Funds	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
ASSETS			
Cash	\$ 100	\$ 1,130,833	\$ 1,130,933
Equity in Pooled Cash and Investments	24,195,449	3,562,220	27,757,669
Accounts Receivable	24,754	0	24,754
Due from Other Governments	3,058,353	1,358,710	4,417,063
Due from Other Funds	205,742	0	205,742
Due from Primary Government	17,740	0	17,740
Property Taxes Receivable	6,869,531	0	6,869,531
Allowance for Uncollectible Property Taxes	(151,526)	0	(151,526)
Restricted Assets	715,955	0	715,955
Total Assets	<u>\$ 34,936,098</u>	<u>\$ 6,051,763</u>	<u>\$ 40,987,861</u>
LIABILITIES			
Accounts Payable	\$ 43,424	\$ 113,530	\$ 156,954
Accrued Payroll	4,817,872	260,800	5,078,672
Payroll Deductions Payable	2,196,296	207,491	2,403,787
Due to Other Funds	0	205,742	205,742
Total Liabilities	<u>\$ 7,057,592</u>	<u>\$ 787,563</u>	<u>\$ 7,845,155</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Current Property Taxes	\$ 6,514,784	\$ 0	\$ 6,514,784
Deferred Delinquent Property Taxes	185,467	0	185,467
Other Deferred/Unavailable Revenue	659,319	0	659,319
Total Deferred Inflows of Resources	<u>\$ 7,359,570</u>	<u>\$ 0</u>	<u>\$ 7,359,570</u>
FUND BALANCES			
Restricted:			
Restricted for Education	\$ 168,734	\$ 4,664,200	\$ 4,832,934
Restricted for Hybrid Retirement Stabilization Funds	715,955	0	715,955
Committed:			
Committed for Education	0	600,000	600,000
Assigned:			
Assigned for Education	7,429,881	0	7,429,881
Unassigned	12,204,366	0	12,204,366
Total Fund Balances	<u>\$ 20,518,936</u>	<u>\$ 5,264,200</u>	<u>\$ 25,783,136</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 34,936,098</u>	<u>\$ 6,051,763</u>	<u>\$ 40,987,861</u>

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

Discretely Presented Monroe 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)		\$ 25,783,136
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 864,562	
Add: construction in progress	777,356	
Add: buildings and improvements net of accumulated depreciation	34,322,428	
Add: other capital assets net of accumulated depreciation	<u>7,417,561</u>	43,381,907
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: compensated absences payable	\$ (120,187)	
Less: net OPEB liability	<u>(12,936,992)</u>	(13,057,179)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 5,490,564	
Less: deferred inflows of resources related to pensions	(2,891,934)	
Add: deferred outflows of resources related to OPEB	3,146,311	
Less: deferred inflows of resources related to OPEB	<u>(2,386,255)</u>	3,358,686
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 449,225	
Add: net pension asset - teacher retirement plan	222,223	
Add: net pension asset - teacher legacy pension plan	<u>9,020,994</u>	9,692,442
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>844,786</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 70,003,778</u></u>

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

Discretely Presented Monroe County School Department

For the Year Ended June 30, 2025

	Major Funds				Nonmajor Funds	
	General Purpose School	<i>Formerly Major School Federal Projects</i>	<i>Formerly Major Central Cafeteria</i>	<i>Formerly Major Internal School</i>	Other Govern- mental Funds	Total Governmental Funds
Revenues						
Local Taxes	\$ 14,689,579	\$ 0	\$ 0	\$ 0	\$ 0	\$ 14,689,579
Licenses and Permits	2,665	0	0	0	0	2,665
Charges for Current Services	101,937	0	0	0	130,792	232,729
Other Local Revenues	249,495	0	0	0	2,289,201	2,538,696
State of Tennessee	43,221,758	0	0	0	22,364	43,244,122
Federal Government	709,502	0	0	0	8,873,834	9,583,336
Other Governments and Citizens Groups	1,133,767	0	0	0	0	1,133,767
Total Revenues	<u>\$ 60,108,703</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 11,316,191</u>	<u>\$ 71,424,894</u>
Expenditures						
Current:						
Instruction	\$ 33,754,780	\$ 0	\$ 0	\$ 0	\$ 2,609,126	\$ 36,363,906
Support Services	21,172,521	0	0	0	1,501,963	22,674,484
Operation of Non-Instructional Services	413,194	0	0	0	6,953,280	7,366,474
Capital Outlay	108,040	0	0	0	0	108,040
Debt Service:						
Other Debt Service	15,156	0	0	0	0	15,156
Total Expenditures	<u>\$ 55,463,691</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 11,064,369</u>	<u>\$ 66,528,060</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 4,645,012</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 251,822</u>	<u>\$ 4,896,834</u>

(Continued)

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

Discretely Presented Monroe County School Department

	Major Funds				Nonmajor Funds	
	<i>General Purpose School</i>	<i>Formerly Major School Federal Projects</i>	<i>Formerly Major Central Cafeteria</i>	<i>Formerly Major Internal School</i>	<i>Other Govern- mental Funds</i>	<i>Total Governmental Funds</i>
Other Financing Sources (Uses)						
Proceeds from Sale of Capital Assets	\$ 6,050	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,050
Insurance Recovery	136,896	0	0	0	0	136,896
Transfers In	102,500	0	0	0	0	102,500
Transfers Out	0	0	0	0	(102,500)	(102,500)
Total Other Financing Sources (Uses)	<u>\$ 245,446</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (102,500)</u>	<u>\$ 142,946</u>
Net Change in Fund Balances	\$ 4,890,458	\$ 0	\$ 0	\$ 0	\$ 149,322	\$ 5,039,780
Change to or Within the Reporting Entity	0	(590,395)	(3,385,252)	(1,139,231)	5,114,878	0
Fund Balance, July 1, 2024	<u>15,628,478</u>	<u>590,395</u>	<u>3,385,252</u>	<u>1,139,231</u>	<u>0</u>	<u>20,743,356</u>
Fund Balance, June 30, 2025	<u>\$ 20,518,936</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,264,200</u>	<u>\$ 25,783,136</u>

MONROE COUNTY, TENNESSEE

**Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the Statement of Activities**
Discretely Presented Monroe 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)		\$ 5,039,780
(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	\$ 1,628,343	
Less: current-year depreciation expense	<u>(3,516,057)</u>	(1,887,714)
(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		(39,878)
(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	\$ 844,786	
Less: deferred delinquent property taxes and other deferred June 30, 2024	<u>(789,629)</u>	55,157
(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	\$ 52,210	
Change in net pension assets	3,736,393	
Change in deferred outflows related to pensions	(2,201,367)	
Change in deferred inflows related to pensions	(2,296,026)	
Change in OPEB liability	(1,087,146)	
Change in deferred outflows related to OPEB	(129,667)	
Change in deferred inflows related to OPEB	<u>591,434</u>	<u>(1,334,169)</u>
Change in net position of governmental activities (Exhibit B)		<u><u>\$ 1,833,176</u></u>

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

	Special Revenue Funds			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	
ASSETS				
Cash	\$ 0	\$ 1,869	\$ 1,128,964	\$ 1,130,833
Equity in Pooled Cash and Investments	785,955	2,776,265	0	3,562,220
Due from Other Governments	176,524	1,182,186	0	1,358,710
Total Assets	<u>\$ 962,479</u>	<u>\$ 3,960,320</u>	<u>\$ 1,128,964</u>	<u>\$ 6,051,763</u>
LIABILITIES				
Accounts Payable	\$ 238	\$ 113,292	\$ 0	\$ 113,530
Accrued Payroll	189,508	71,292	0	260,800
Payroll Deductions Payable	170,225	37,266	0	207,491
Due to Other Funds	0	205,742	0	205,742
Total Liabilities	<u>\$ 359,971</u>	<u>\$ 427,592</u>	<u>\$ 0</u>	<u>\$ 787,563</u>
FUND BALANCES				
Restricted:				
Restricted for Education	\$ 2,508	\$ 3,532,728	\$ 1,128,964	\$ 4,664,200
Committed:				
Committed for Education	600,000	0	0	600,000
Total Fund Balances	<u>\$ 602,508</u>	<u>\$ 3,532,728</u>	<u>\$ 1,128,964</u>	<u>\$ 5,264,200</u>
Total Liabilities and Fund Balances	<u>\$ 962,479</u>	<u>\$ 3,960,320</u>	<u>\$ 1,128,964</u>	<u>\$ 6,051,763</u>

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

Discretely Presented Monroe County School Department

For the Year Ended June 30, 2025

	Special Revenue Funds			
	<i>Formerly Major School Federal Projects</i>	<i>Formerly Major Central Cafeteria</i>	<i>Formerly Major Internal School</i>	Total Nonmajor Governmental Funds
Revenues				
Charges for Current Services	\$ 0	\$ 130,792	\$ 0	\$ 130,792
Other Local Revenues	0	185	2,289,016	2,289,201
State of Tennessee	0	22,364	0	22,364
Federal Government	4,225,702	4,648,132	0	8,873,834
Total Revenues	<u>\$ 4,225,702</u>	<u>\$ 4,801,473</u>	<u>\$ 2,289,016</u>	<u>\$ 11,316,191</u>
Expenditures				
Current:				
Instruction	\$ 2,609,126	\$ 0	\$ 0	\$ 2,609,126
Support Services	1,501,963	0	0	1,501,963
Operation of Non-Instructional Services	0	4,653,997	2,299,283	6,953,280
Total Expenditures	<u>\$ 4,111,089</u>	<u>\$ 4,653,997</u>	<u>\$ 2,299,283</u>	<u>\$ 11,064,369</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 114,613</u>	<u>\$ 147,476</u>	<u>\$ (10,267)</u>	<u>\$ 251,822</u>
Other Financing Sources (Uses)				
Transfers Out	\$ (102,500)	\$ 0	\$ 0	\$ (102,500)
Total Other Financing Sources (Uses)	<u>\$ (102,500)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (102,500)</u>
Net Change in Fund Balances	\$ 12,113	\$ 147,476	\$ (10,267)	\$ 149,322
Change to or Within the Reporting Entity	590,395	3,385,252	1,139,231	5,114,878
Fund Balance, July 1, 2024	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, June 30, 2025	<u><u>\$ 602,508</u></u>	<u><u>\$ 3,532,728</u></u>	<u><u>\$ 1,128,964</u></u>	<u><u>\$ 5,264,200</u></u>

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

Discretely Presented Monroe 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	\$ 14,689,579	\$ 0	\$ 0	\$ 14,689,579	\$ 12,307,419	\$ 12,307,419	\$ 2,382,160
Licenses and Permits	2,665	0	0	2,665	3,000	3,000	(335)
Charges for Current Services	101,937	0	0	101,937	363,000	363,000	(261,063)
Other Local Revenues	249,495	0	0	249,495	189,217	266,428	(16,933)
State of Tennessee	43,221,758	0	0	43,221,758	41,589,030	44,990,285	(1,768,527)
Federal Government	709,502	0	0	709,502	608,360	812,161	(102,659)
Other Governments and Citizens Groups	1,133,767	0	0	1,133,767	223,718	1,339,116	(205,349)
Total Revenues	\$ 60,108,703	\$ 0	\$ 0	\$ 60,108,703	\$ 55,283,744	\$ 60,081,409	\$ 27,294
Expenditures							
Instruction							
Regular Instruction Program	\$ 26,262,301	\$ (105,275)	\$ 108,766	\$ 26,265,792	\$ 26,967,209	\$ 27,944,324	\$ 1,678,532
Alternative Instruction Program	112,547	0	0	112,547	122,538	122,944	10,397
Special Education Program	4,844,110	(17,389)	846	4,827,567	4,950,950	4,939,292	111,725
Career and Technical Education Program	2,535,822	0	0	2,535,822	4,279,775	4,254,662	1,718,840
Support Services							
Attendance	55,452	0	0	55,452	55,594	55,528	76
Health Services	1,596,720	0	399	1,597,119	1,660,584	1,796,721	199,602
Other Student Support	816,151	0	0	816,151	1,079,460	1,081,425	265,274

(Continued)

MONROE COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**Discretely Presented Monroe 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.)							
Regular Instruction Program	\$ 1,354,617	\$ 0	\$ 0	\$ 1,354,617	\$ 1,353,797	\$ 1,367,435	\$ 12,818
Special Education Program	496,064	0	0	496,064	541,496	514,221	18,157
Career and Technical Education Program	98,847	0	152	98,999	0	111,201	12,202
Technology	1,609,014	(20,589)	18,414	1,606,839	1,187,028	1,621,013	14,174
Other Programs	449,102	0	4,959	454,061	123,733	476,353	22,292
Board of Education	808,153	0	0	808,153	857,244	857,591	49,438
Director of Schools	416,962	(8,650)	1,475	409,787	418,259	419,620	9,833
Office of the Principal	3,007,728	0	0	3,007,728	3,001,890	3,041,083	33,355
Human Services/Personnel	394,119	0	0	394,119	384,627	392,627	(1,492)
Operation of Plant	3,910,790	(15,027)	1,200	3,896,963	4,353,320	4,353,320	456,357
Maintenance of Plant	4,008,695	(397,990)	686,401	4,297,106	3,874,143	6,438,279	2,141,173
Transportation	2,150,107	(51,121)	853	2,099,839	2,571,527	3,210,597	1,110,758
Operation of Non-Instructional Services							
Community Services	52,736	0	0	52,736	56,554	59,003	6,267
Early Childhood Education	360,458	0	135	360,593	373,686	373,064	12,471
Capital Outlay							
Regular Capital Outlay	108,040	(88,050)	0	19,990	243,599	229,160	209,170

(Continued)

MONROE COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**Discretely Presented Monroe 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.)							
Other Debt Service							
Education	\$ 15,156	\$ 0	\$ 0	\$ 15,156	\$ 0	\$ 15,156	\$ 0
Total Expenditures	\$ 55,463,691	\$ (704,091)	\$ 823,600	\$ 55,583,200	\$ 58,457,013	\$ 63,674,619	\$ 8,091,419
Excess (Deficiency) of Revenues Over Expenditures	\$ 4,645,012	\$ 704,091	\$ (823,600)	\$ 4,525,503	\$ (3,173,269)	\$ (3,593,210)	\$ 8,118,713
Other Financing Sources (Uses)							
Proceeds from Sale of Capital Assets	\$ 6,050	\$ 0	\$ 0	\$ 6,050	\$ 0	\$ 0	\$ 6,050
Insurance Recovery	136,896	0	0	136,896	0	123,548	13,348
Transfers In	102,500	0	0	102,500	325,000	265,534	(163,034)
Total Other Financing Sources	\$ 245,446	\$ 0	\$ 0	\$ 245,446	\$ 325,000	\$ 389,082	\$ (143,636)
Net Change in Fund Balance	\$ 4,890,458	\$ 704,091	\$ (823,600)	\$ 4,770,949	\$ (2,848,269)	\$ (3,204,128)	\$ 7,975,077
Fund Balance, July 1, 2024	15,628,478	(704,091)	0	14,924,387	12,870,166	12,870,166	2,054,221
Fund Balance, June 30, 2025	\$ 20,518,936	\$ 0	\$ (823,600)	\$ 19,695,336	\$ 10,021,897	\$ 9,666,038	\$ 10,029,298

MONROE COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget**Discretely Presented Monroe County School Department
School Federal Projects Fund**For the Year Ended June 30, 2025**

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Federal Government	\$ 4,225,702	\$ 3,431,076	\$ 5,160,262	\$ (934,560)
Total Revenues	<u>\$ 4,225,702</u>	<u>\$ 3,431,076</u>	<u>\$ 5,160,262</u>	<u>\$ (934,560)</u>
Expenditures				
Instruction				
Regular Instruction Program	\$ 1,564,950	\$ 1,408,266	\$ 1,758,068	\$ 193,118
Special Education Program	931,468	1,061,651	1,470,887	539,419
Career and Technical Education Program	112,708	104,761	112,708	0
Support Services				
Other Student Support	42,334	48,310	45,610	3,276
Regular Instruction Program	617,444	810,844	758,583	141,139
Special Education Program	281,986	251,520	309,205	27,219
Career and Technical Education Program	4,466	2,646	4,466	0
Technology	492,808	0	492,808	0
Maintenance of Plant	62,925	0	62,925	0
Transportation	0	9,500	42,500	42,500
Total Expenditures	<u>\$ 4,111,089</u>	<u>\$ 3,697,498</u>	<u>\$ 5,057,760</u>	<u>\$ 946,671</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 114,613</u>	<u>\$ (266,422)</u>	<u>\$ 102,502</u>	<u>\$ 12,111</u>
Other Financing Sources (Uses)				
Transfers In	\$ 0	\$ 266,420	\$ 0	\$ 0
Transfers Out	(102,500)	0	(102,500)	0
Total Other Financing Sources	<u>\$ (102,500)</u>	<u>\$ 266,420</u>	<u>\$ (102,500)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 12,113	\$ (2)	\$ 2	\$ 12,111
Changes to or Within the Financial Reporting Entity	590,395	0	0	590,395
Fund Balance, July 1, 2024	<u>0</u>	<u>614,943</u>	<u>614,943</u>	<u>(614,943)</u>
Fund Balance, June 30, 2025	<u><u>\$ 602,508</u></u>	<u><u>\$ 614,941</u></u>	<u><u>\$ 614,945</u></u>	<u><u>\$ (12,437)</u></u>

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

Discretely Presented Monroe 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	\$ 130,792	\$ 0	\$ 0	\$ 130,792	\$ 232,000	\$ 232,000	\$ (101,208)
Other Local Revenues	185	0	0	185	0	0	185
State of Tennessee	22,364	0	0	22,364	25,150	25,150	(2,786)
Federal Government	4,648,132	0	0	4,648,132	3,700,363	3,700,363	947,769
Total Revenues	<u>\$ 4,801,473</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,801,473</u>	<u>\$ 3,957,513</u>	<u>\$ 3,957,513</u>	<u>\$ 843,960</u>
Expenditures							
Operation of Non-Instructional Services							
Food Service	\$ 4,653,997	\$ (174,892)	\$ 543,934	\$ 5,023,039	\$ 3,957,513	\$ 5,159,241	\$ 136,202
Total Expenditures	<u>\$ 4,653,997</u>	<u>\$ (174,892)</u>	<u>\$ 543,934</u>	<u>\$ 5,023,039</u>	<u>\$ 3,957,513</u>	<u>\$ 5,159,241</u>	<u>\$ 136,202</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 147,476</u>	<u>\$ 174,892</u>	<u>\$ (543,934)</u>	<u>\$ (221,566)</u>	<u>\$ 0</u>	<u>\$ (1,201,728)</u>	<u>\$ 980,162</u>
Net Change in Fund Balance	\$ 147,476	\$ 174,892	\$ (543,934)	\$ (221,566)	\$ 0	\$ (1,201,728)	\$ 980,162
Changes to or Within the Financial Reporting Entity	3,385,252	0	0	3,385,252	0	0	3,385,252
Fund Balance, July 1, 2024	<u>0</u>	<u>(174,892)</u>	<u>0</u>	<u>(174,892)</u>	<u>3,760,266</u>	<u>3,760,266</u>	<u>(3,935,158)</u>
Fund Balance, June 30, 2025	<u><u>\$ 3,532,728</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (543,934)</u></u>	<u><u>\$ 2,988,794</u></u>	<u><u>\$ 3,760,266</u></u>	<u><u>\$ 2,558,538</u></u>	<u><u>\$ 430,256</u></u>

MISCELLANEOUS SCHEDULES

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-24	Paid and/or Matured During Period	Outstanding 6-30-25
GOVERNMENTAL ACTIVITIES:							
BONDS PAYABLE							
Payable through General Debt Service Fund							
General Obligation School Refunding Bonds, Series 2017	\$ 9,725,000	2.5 to 3.25 %	7-28-17	6-1-38	\$ 8,880,000	\$ 240,000	\$ 8,640,000
General Obligation School Refunding Bonds, Series 2021	9,410,000	2	6-25-21	6-1-35	9,110,000	1,050,000	8,060,000
Total Bonds Payable					<u>\$ 17,990,000</u>	<u>\$ 1,290,000</u>	<u>\$ 16,700,000</u>
OTHER LOANS PAYABLE							
Payable through General Fund							
Motorola Radio System	3,210,000	3.16	10-1-19	10-1-29	\$ 1,981,746	\$ 305,145	\$ 1,676,601
Total Payable through General Fund					<u>\$ 1,981,746</u>	<u>\$ 305,145</u>	<u>\$ 1,676,601</u>
Payable through General Debt Service Fund							
Public Improvement and Refunding, Series E-7-A	31,965,000	Variable	2-19-09	6-1-39	\$ 19,500,000	\$ 1,150,000	\$ 18,350,000
USDA Loan, Series 2019	30,917,200	2.875	6-5-19	6-5-59	28,697,265	483,532	28,213,733
Caterpillar Excavator and Track Loader	113,354	2.99	1-26-22	1-26-27	40,908	14,126	26,782
Total Payable through General Debt Service Fund					<u>\$ 48,238,173</u>	<u>\$ 1,647,658</u>	<u>\$ 46,590,515</u>
Total Other Loans Payable					<u>\$ 50,219,919</u>	<u>\$ 1,952,803</u>	<u>\$ 48,267,116</u>
BUSINESS-TYPE ACTIVITIES:							
BONDS PAYABLE							
Payable through Joint Venture Debt Enterprise Fund							
Series 2020 Water and Sewer Revenue Bonds (1)	2,060,000	1 to 3	3-26-20	7-1-45	\$ 1,810,000	\$ 0	\$ 1,810,000
Total Bonds Payable					<u>\$ 1,810,000</u>	<u>\$ 0</u>	<u>\$ 1,810,000</u>
OTHER LOANS PAYABLE							
Payable through Joint Venture Debt Enterprise Fund							
State of Tennessee Revolving Fund Loan	4,708,034	1.47	2-13-08	11-13-30	\$ 1,250,180	\$ 187,176	\$ 1,063,004
Total Other Loans Payable					<u>\$ 1,250,180</u>	<u>\$ 187,176</u>	<u>\$ 1,063,004</u>

(1) The Series 2020 Water and Sewer Revenue Bonds were jointly issued by Monroe County and Loudon County, Tennessee. Amounts reported here represent one-half of the total amounts issued, paid, and outstanding. The remaining half is reported by Loudon County.

MONROE COUNTY, TENNESSEE**Schedule of Long-term Debt Requirements by Year****GOVERNMENTAL ACTIVITIES:**

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 1,185,000	\$ 418,425	\$ 1,603,425
2027	1,255,000	393,550	1,648,550
2028	1,200,000	367,300	1,567,300
2029	1,250,000	342,175	1,592,175
2030	1,170,000	315,488	1,485,488
2031	1,340,000	290,437	1,630,437
2032	840,000	261,463	1,101,463
2033	810,000	242,525	1,052,525
2034	1,505,000	223,475	1,728,475
2035	1,445,000	183,575	1,628,575
2036	1,455,000	145,025	1,600,025
2037	1,635,000	101,375	1,736,375
2038	1,610,000	52,325	1,662,325
Total	\$ 16,700,000	\$ 3,337,138	\$ 20,037,138

Year Ending June 30	Other Loans - Direct Placement			
	Principal	Interest	Other Fees	Total
2026	\$ 2,121,959	\$ 1,203,185	\$ 135,940	\$ 3,461,084
2027	2,159,078	1,153,941	126,347	3,439,366
2028	2,282,030	1,103,984	116,642	3,502,656
2029	2,332,969	1,051,349	106,122	3,490,440
2030	2,504,690	997,461	95,417	3,597,568
2031	2,019,449	940,043	83,638	3,043,130
2032	2,171,184	888,998	72,933	3,133,115
2033	2,253,406	841,790	61,229	3,156,425
2034	1,491,130	784,304	49,042	2,324,476
2035	1,604,371	748,015	42,634	2,395,020
2036	2,128,142	729,244	35,522	2,892,908
2037	2,077,461	682,383	24,669	2,784,513
2038	2,237,342	636,276	14,335	2,887,953
2039	1,122,803	586,957	2,963	1,712,723
2040	743,859	558,381	0	1,302,240
2041	765,530	536,710	0	1,302,240

(Continued)

MONROE COUNTY, TENNESSEE**Schedule of Long-term Debt Requirements by Year (continued)****GOVERNMENTAL ACTIVITIES (Cont.):**

Year Ending June 30	Other Loans - Direct Placement (cont.)			
	Principal	Interest	Other Fees	Total
2042	\$ 787,831	\$ 514,409	\$ 0	\$ 1,302,240
2043	810,782	491,458	0	1,302,240
2044	834,401	467,839	0	1,302,240
2045	858,709	443,531	0	1,302,240
2046	883,725	418,515	0	1,302,240
2047	909,470	392,771	0	1,302,241
2048	935,964	366,276	0	1,302,240
2049	963,230	339,010	0	1,302,240
2050	991,291	310,949	0	1,302,240
2051	1,020,169	282,071	0	1,302,240
2052	1,049,889	252,351	0	1,302,240
2053	1,080,474	221,766	0	1,302,240
2054	1,111,950	190,290	0	1,302,240
2055	1,144,343	157,896	0	1,302,239
2056	1,177,680	124,560	0	1,302,240
2057	1,211,988	90,252	0	1,302,240
2058	1,247,296	54,944	0	1,302,240
2059	1,232,521	18,471	0	1,250,992
Total	\$ 48,267,116	\$ 18,580,380	\$ 967,433	\$ 67,814,929

BUSINESS-TYPE ACTIVITIES:

Year Ending June 30	Revenue Bonds - Monroe County Half		
	Principal	Interest	Total
2026	\$ 65,000	\$ 50,250	\$ 115,250
2027	67,500	48,925	116,425
2028	67,500	47,575	115,075
2029	70,000	46,200	116,200
2030	70,000	44,800	114,800
2031	72,500	43,012	115,512
2032	75,000	40,800	115,800
2033	77,500	38,512	116,012

(Continued)

MONROE COUNTY, TENNESSEE**Schedule of Long-term Debt Requirements by Year (continued)****BUSINESS-TYPE ACTIVITIES (Cont.):****Year****Ending****June 30****Revenue Bonds - Monroe County Half (Cont.)**

Principal

Interest

Total

2034	\$ 80,000	\$ 36,150	\$ 116,150
2035	82,500	33,712	116,212
2036	85,000	31,200	116,200
2037	87,500	28,612	116,112
2038	90,000	25,950	115,950
2039	92,500	23,213	115,713
2040	95,000	20,400	115,400
2041	97,500	17,513	115,013
2042	100,000	14,550	114,550
2043	105,000	11,475	116,475
2044	107,500	8,288	115,788
2045	110,000	5,025	115,025
2046	112,500	1,688	114,188
Total	\$ 1,810,000	\$ 617,850	\$ 2,427,850

Year**Ending****June 30****Other Loans**

Principal

Interest

Total

2026	\$ 189,936	\$ 14,352	\$ 204,288
2027	192,744	11,544	204,288
2028	195,600	8,688	204,288
2029	198,492	5,796	204,288
2030	201,432	2,856	204,288
2031	84,800	313	85,113
Total	\$ 1,063,004	\$ 43,549	\$ 1,106,553

MONROE COUNTY, TENNESSEE**Schedule of Transfers**

Primary Government and Discretely Presented Monroe County School Department

For the Year Ended June 30, 2025

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General Debt Service	Highway/Public Works	Reallocate interest earned	\$ 1,872,275
"	General Capital Projects	"	670,913
General Capital Projects	General	Security Upgrades Project	<u>585,109</u>
Total Transfers Primary Government			<u><u>\$ 3,128,297</u></u>
DISCRETELY PRESENTED MONROE COUNTY SCHOOL DEPARTMENT			
School Federal Projects	General Purpose School	Operations	<u>\$ 102,500</u>
Total Transfers Discretely Presented Monroe County School Department			<u><u>\$ 102,500</u></u>

MONROE COUNTY, TENNESSEE**Schedule of Salaries and Official Bonds of Principal Officials**

Primary Government and Discretely Presented Monroe County School Department

For the Year Ended June 30, 2025

Official	Salary	Authorization	Bond	Surety
County Mayor				
Base salary/Total compensation	<u>\$ 119,190</u>	Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Road Superintendent				
Base salary/Total compensation	<u>\$ 108,514</u>	Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Director of Schools				
Base salary	\$ 127,235	State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Vehicle allowance	9,600			
Chief executive officer training supplement	1,000			
Sick leave incentive	300			
Longevity pay	2,500			
Total compensation	<u>\$ 140,635</u>			
Trustee				
Base salary/Total compensation	<u>\$ 98,649</u>	Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Assessor of Property				
Base salary/Total compensation	<u>\$ 98,649</u>	Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
County Clerk				
Base salary/Total compensation	<u>\$ 98,649</u>	Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Circuit and General Sessions Courts Clerk				
Base salary/Total compensation	<u>\$ 98,649</u>	Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust

(Continued)

MONROE COUNTY, TENNESSEE**Schedule of Salaries and Official Bonds of Principal Officials**

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

Official	Salary	Authorization	Bond	Surety
Clerk and Master		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary	\$ 98,649			
Special commissioner fees	22,386			
Total compensation	<u>\$ 121,035</u>			
Register of Deeds		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 98,649</u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary	\$ 108,514			
Superintendent of workhouse	5,000			
Law enforcement training supplement	800			
Law enforcement retention bonus	800			
Total compensation	<u>\$ 115,114</u>			
Administrator of Elections		Section 2-12-208, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u>\$ 88,784</u>			
Finance Director		County Commission	(1)	Tennessee Risk Management Trust
Base salary	\$ 97,709			
Longevity pay	1,200			
Total compensation	<u>\$ 98,909</u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			\$ 400,000	Tennessee Risk Management Trust
Employee Fidelity - School Department			400,000	"

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

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue	
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 11,582,866	\$ 1,279,164	\$ 0	\$ 0	\$ 0	0
Trustee's Collections - Prior Year	342,223	38,647	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	386,657	42,702	0	0	0	0
Interest and Penalty	59,018	6,657	0	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	67,716	7,478	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	810,841	89,240	0	0	0	0
Payments in-Lieu-of Taxes - Other	99,977	297	0	0	0	0
County Local Option Taxes						
Local Option Sales Tax	2,371,473	0	0	0	0	0
Hotel/Motel Tax	272,136	0	0	0	0	0
Wheel Tax	1,153,015	0	0	0	0	0
Litigation Tax - General	48,010	0	0	0	0	0
Litigation Tax - Special Purpose	40,458	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	208,496	0	0	0	0	0
Business Tax	338,450	0	0	0	0	0
Mixed Drink Tax	11,746	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue	
Local Taxes (Cont.)						
Statutory Local Taxes						
Bank Excise Tax	\$ 62,410	\$ 6,892	\$ 0	\$ 0	\$ 0	\$ 0
Wholesale Beer Tax	75,145	0	0	0	0	0
Total Local Taxes	\$ 17,930,637	\$ 1,471,077	\$ 0	\$ 0	\$ 0	\$ 0
Licenses and Permits						
Licenses						
Animal Vaccination	\$ 8,906	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Cable TV Franchise	59,851	0	0	0	0	0
Permits						
Building Permits	18,947	0	0	0	0	0
Total Licenses and Permits	\$ 87,704	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 10,374	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	29,437	0	0	0	0	0
DUI Treatment Fines	7,410	0	0	0	0	0
Data Entry Fee - Circuit Court	3,372	0	0	0	0	0
Courtroom Security Fee	361	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue	
Fines, Forfeitures, and Penalties (Cont.)						
General Sessions Court						
Fines	\$ 56,225	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	41,437	0	0	0	0	0
Jail Fees	43,688	0	0	0	0	0
DUI Treatment Fines	7,222	0	0	0	0	0
Data Entry Fee - General Sessions Court	16,620	0	0	0	0	0
Courtroom Security Fee	1,414	0	0	0	0	0
Victims Assistance Assessments	18,479	0	0	0	0	0
Chancery Court						
Officers Costs	2,419	0	0	0	0	0
Other Courts - In-county						
Fines	3,316	0	0	0	0	0
Drug Control Fines	8,301	0	0	0	0	0
Judicial District Drug Program						
Courtroom Security Fee	65	0	0	0	0	0
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	0	0	0	35,808	0	0
Other Fines, Forfeitures, and Penalties	10,615	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 260,755	\$ 0	\$ 0	\$ 35,808	\$ 0	0

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue	
Charges for Current Services						
General Service Charges						
Tipping Fees	\$ 0	\$ 84,956	\$ 0	\$ 0	\$ 0	\$ 0
Patient Charges	4,485,493	0	0	0	0	0
Other General Service Charges	397,854	0	0	0	0	0
Fees						
Airport Fees	415,860	0	0	0	0	0
Copy Fees	1,978	0	0	0	0	0
Archives and Records Management Fee	22,196	0	0	0	0	0
Telephone Commissions	192,029	0	0	0	0	0
Tourism Fees	95,977	0	0	0	0	0
Additional Fees - Titling and Registration	39,627	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	22,386
Data Processing Fee - Register	16,564	0	0	0	0	0
Data Processing Fee - Sheriff	4,216	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	10,540	0	0	0	0	0
Data Processing Fee - County Clerk	13,575	0	0	0	0	0
Education Charges						
Tuition - Other	9,420	0	0	0	0	0
Total Charges for Current Services	\$ 5,705,329	\$ 84,956	\$ 0	\$ 0	\$ 0	\$ 22,386

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue	
Other Local Revenues						
Recurring Items						
Investment Income	\$ 1,000,002	\$ 1,000,000	\$ 2,007	\$ 0	\$ 155,958	\$ 0
Lease/Rentals/PPP	36,125	0	0	0	0	0
Commissary Sales	94,194	0	0	0	0	0
Sale of Recycled Materials	0	38,586	0	0	0	0
Miscellaneous Refunds	7,793	150	0	0	0	0
Nonrecurring Items						
Sale of Equipment	217,320	13,501	0	5,590	0	0
Damages Recovered from Individuals	0	0	0	0	0	0
Contributions and Gifts	5,326	0	0	0	0	0
Other Local Revenues						
Other Local Revenues	70,871	0	0	0	0	0
Total Other Local Revenues	\$ 1,431,631	\$ 1,052,237	\$ 2,007	\$ 5,590	\$ 155,958	\$ 0
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$ 626,999	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	237,953	0	0	0	0	0
General Sessions Court Clerk	304,430	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue	
Fees Received From County Officials (Cont.)						
Fees In-Lieu-of Salary (Cont.)						
Clerk and Master	\$ 239,081	\$ 0	\$ 0	\$ 0	\$ 0	0
Register	260,172	0	0	0	0	0
Sheriff	26,449	0	0	0	0	0
Trustee	1,005,974	0	0	0	0	0
Total Fees Received From County Officials	<u>\$ 2,701,058</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	0
Airport Maintenance Program	18,631	0	0	0	0	0
Public Safety Grants						
Law Enforcement Training Programs	76,800	0	0	0	0	0
School Resource Officer Grants	750,000	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	0	0
Litter Program	0	56,641	0	0	0	0
Other State Revenues						
Income Tax	460	51	0	0	0	0

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue	
State of Tennessee (Cont.)						
Other State Revenues (Cont.)						
Beer Tax	\$ 17,752	\$ 0	\$ 0	\$ 0	\$ 0	0
Vehicle Certificate of Title Fees	8,422	0	0	0	0	0
Alcoholic Beverage Tax	127,780	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	0	0	167,135	0	0	0
State Revenue Sharing - T.V.A.	150,000	0	0	0	0	0
State Revenue Sharing - Telecommunications	46,202	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	70,949	0	0	0	0	0
Contracted Prisoner Boarding	1,545,104	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	1,124,832	0	0	0	0	0
Other State Revenues	27,681	36,389	0	0	0	0
Total State of Tennessee	\$ 3,988,777	\$ 93,081	\$ 167,135	\$ 0	\$ 0	0

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue	
Federal Government						
Federal Through State						
Community Development	\$ 181,126	\$ 0	\$ 0	\$ 0	\$ 0	0
Homeland Security Grants	56,343	0	0	0	0	0
American Rescue Plan Act Grant #1	0	0	0	0	3,497,497	0
Other Federal through State	1,038,853	0	0	0	0	0
Direct Federal Revenue						
Forest Service	2,790	0	0	0	0	0
Other Direct Federal Revenue	154,930	5,000	0	0	0	0
Total Federal Government	<u>\$ 1,434,042</u>	<u>\$ 5,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,497,497</u>	<u>\$ 0</u>
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 129,259	\$ 0	\$ 0	\$ 0	\$ 0	0
Contracted Services	22,747	0	0	0	0	0
Citizens Groups						
Donations	10,486	0	0	0	0	0
Other						
Opioid Settlement Funds - Past Remediation	110,718	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 273,210</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
Total	<u>\$ 33,813,143</u>	<u>\$ 2,706,351</u>	<u>\$ 169,142</u>	<u>\$ 41,398</u>	<u>\$ 3,653,455</u>	<u>\$ 22,386</u>

(Continued)

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

	Special Revenue Fund	Debt Service Fund	
	Highway / Public Works	General Debt Service	Total
Local Taxes			
County Property Taxes			
Current Property Tax	\$ 2,209,357	\$ 2,680,371	\$ 17,751,758
Trustee's Collections - Prior Year	66,852	89,826	537,548
Circuit Clerk/Clerk and Master Collections - Prior Years	73,752	89,473	592,584
Interest and Penalty	11,502	15,270	92,447
Payments in-Lieu-of Taxes - T.V.A.	12,916	15,669	103,779
Payments in-Lieu-of Taxes - Local Utilities	154,130	186,903	1,241,114
Payments in-Lieu-of Taxes - Other	197,277	622	298,173
County Local Option Taxes			
Local Option Sales Tax	0	0	2,371,473
Hotel/Motel Tax	0	0	272,136
Wheel Tax	0	1,119,057	2,272,072
Litigation Tax - General	0	46,095	94,105
Litigation Tax - Special Purpose	0	0	40,458
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	208,496
Business Tax	15,742	110,193	464,385
Mixed Drink Tax	0	0	11,746
Mineral Severance Tax	55,727	0	55,727

(Continued)

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

	Special Revenue Fund	Debt Service Fund	
	Highway / Public Works	General Debt Service	Total
Local Taxes (Cont.)			
Statutory Local Taxes			
Bank Excise Tax	\$ 11,904	\$ 14,442	\$ 95,648
Wholesale Beer Tax	0	0	75,145
Total Local Taxes	<u>\$ 2,809,159</u>	<u>\$ 4,367,921</u>	<u>\$ 26,578,794</u>
Licenses and Permits			
Licenses			
Animal Vaccination	\$ 0	\$ 0	\$ 8,906
Cable TV Franchise	0	0	59,851
Permits			
Building Permits	0	0	18,947
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 87,704</u>
Fines, Forfeitures, and Penalties			
Circuit Court			
Fines	\$ 0	\$ 0	\$ 10,374
Officers Costs	0	0	29,437
DUI Treatment Fines	0	0	7,410
Data Entry Fee - Circuit Court	0	0	3,372
Courtroom Security Fee	0	0	361

(Continued)

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

	Special Revenue Fund	Debt Service Fund	
	Highway / Public Works	General Debt Service	Total
Fines, Forfeitures, and Penalties (Cont.)			
General Sessions Court			
Fines	\$ 0	\$ 0	\$ 56,225
Officers Costs	0	0	41,437
Jail Fees	0	0	43,688
DUI Treatment Fines	0	0	7,222
Data Entry Fee - General Sessions Court	0	0	16,620
Courtroom Security Fee	0	0	1,414
Victims Assistance Assessments	0	0	18,479
Chancery Court			
Officers Costs	0	0	2,419
Other Courts - In-county			
Fines	0	0	3,316
Drug Control Fines	0	0	8,301
Judicial District Drug Program			
Courtroom Security Fee	0	0	65
Other Fines, Forfeitures, and Penalties			
Proceeds from Confiscated Property	0	0	35,808
Other Fines, Forfeitures, and Penalties	0	0	10,615
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 296,563

(Continued)

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

	Special Revenue Fund	Debt Service Fund	
	Highway / Public Works	General Debt Service	Total
Charges for Current Services			
General Service Charges			
Tipping Fees	\$ 0	\$ 0	\$ 84,956
Patient Charges	0	0	4,485,493
Other General Service Charges	17,323	0	415,177
Fees			
Airport Fees	0	0	415,860
Copy Fees	0	0	1,978
Archives and Records Management Fee	0	0	22,196
Telephone Commissions	0	0	192,029
Tourism Fees	0	0	95,977
Additional Fees - Titling and Registration	0	0	39,627
Special Commissioner Fees/Special Master Fees	0	0	22,386
Data Processing Fee - Register	0	0	16,564
Data Processing Fee - Sheriff	0	0	4,216
Sexual Offender Registration Fee - Sheriff	0	0	10,540
Data Processing Fee - County Clerk	0	0	13,575
Education Charges			
Tuition - Other	0	0	9,420
Total Charges for Current Services	\$ 17,323	\$ 0	\$ 5,829,994

(Continued)

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

	Special Revenue Fund	Debt Service Fund	
	Highway / Public Works	General Debt Service	Total
Other Local Revenues			
Recurring Items			
Investment Income	\$ 127,725	\$ 405,779	\$ 2,691,471
Lease/Rentals/PPP	0	0	36,125
Commissary Sales	0	0	94,194
Sale of Recycled Materials	0	0	38,586
Miscellaneous Refunds	514	0	8,457
Nonrecurring Items			
Sale of Equipment	0	0	236,411
Damages Recovered from Individuals	4,129	0	4,129
Contributions and Gifts	0	0	5,326
Other Local Revenues			
Other Local Revenues	0	0	70,871
Total Other Local Revenues	<u>\$ 132,368</u>	<u>\$ 405,779</u>	<u>\$ 3,185,570</u>
Fees Received From County Officials			
Fees In-Lieu-of Salary			
County Clerk	\$ 0	\$ 0	\$ 626,999
Circuit Court Clerk	0	0	237,953
General Sessions Court Clerk	0	0	304,430

(Continued)

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

	Special Revenue Fund	Debt Service Fund	
	Highway / Public Works	General Debt Service	Total
Fees Received From County Officials (Cont.)			
Fees In-Lieu-of Salary (Cont.)			
Clerk and Master	\$ 0	\$ 0	\$ 239,081
Register	0	0	260,172
Sheriff	0	0	26,449
Trustee	0	0	1,005,974
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,701,058</u>
State of Tennessee			
General Government Grants			
Juvenile Services Program	\$ 0	\$ 0	\$ 9,000
Airport Maintenance Program	0	0	18,631
Public Safety Grants			
Law Enforcement Training Programs	0	0	76,800
School Resource Officer Grants	0	0	750,000
Public Works Grants			
State Aid Program	1,012,456	0	1,012,456
Litter Program	0	0	56,641
Other State Revenues			
Income Tax	88	107	706

(Continued)

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

	Special Revenue Fund	Debt Service Fund	
	Highway / Public Works	General Debt Service	Total
State of Tennessee (Cont.)			
Other State Revenues (Cont.)			
Beer Tax	\$ 0	\$ 0	\$ 17,752
Vehicle Certificate of Title Fees	0	0	8,422
Alcoholic Beverage Tax	0	0	127,780
Opioid Settlement Funds - TN Abatement Council	0	0	167,135
State Revenue Sharing - T.V.A.	21,000	0	171,000
State Revenue Sharing - Telecommunications	0	0	46,202
State Shared Sports Gaming Privilege Tax	0	0	70,949
Contracted Prisoner Boarding	0	0	1,545,104
Gasoline and Motor Fuel Tax	3,035,448	0	3,035,448
Hybrid/Electric Vehicle Registration Fee	36,587	0	36,587
Petroleum Special Tax	30,644	0	30,644
Registrar's Salary Supplement	0	0	15,164
Other State Grants	0	0	1,124,832
Other State Revenues	0	0	64,070
Total State of Tennessee	\$ 4,136,223	\$ 107	\$ 8,385,323

(Continued)

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

	Special Revenue Fund	Debt Service Fund	
	Highway / Public Works	General Debt Service	Total
Federal Government			
Federal Through State			
Community Development	\$ 0	\$ 0	\$ 181,126
Homeland Security Grants	0	0	56,343
American Rescue Plan Act Grant #1	0	0	3,497,497
Other Federal through State	17,740	0	1,056,593
Direct Federal Revenue			
Forest Service	0	0	2,790
Other Direct Federal Revenue	0	0	159,930
Total Federal Government	<u>\$ 17,740</u>	<u>\$ 0</u>	<u>\$ 4,954,279</u>
Other Governments and Citizens Groups			
Other Governments			
Contributions	\$ 0	\$ 15,156	\$ 144,415
Contracted Services	0	0	22,747
Citizens Groups			
Donations	0	0	10,486
Other			
Opioid Settlement Funds - Past Remediation	0	0	110,718
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 15,156</u>	<u>\$ 288,366</u>
Total	<u>\$ 7,112,813</u>	<u>\$ 4,788,963</u>	<u>\$ 52,307,651</u>

MONROE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Monroe County School Department

For the Year Ended June 30, 2025

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total	
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 6,019,684	\$ 0	\$ 0	\$ 0	\$ 6,019,684	
Trustee's Collections - Prior Year	181,675	0	0	0	181,675	
Circuit Clerk/Clerk and Master Collections - Prior Years	200,906	0	0	0	200,906	
Interest and Penalty	31,451	0	0	0	31,451	
Payments in-Lieu-of Taxes - T.V.A.	35,188	0	0	0	35,188	
Payments in-Lieu-of Taxes - Local Utilities	419,897	0	0	0	419,897	
Payments in-Lieu-of Taxes - Other	1,401	0	0	0	1,401	
County Local Option Taxes						
Local Option Sales Tax	7,427,400	0	0	0	7,427,400	
Business Tax	258,835	0	0	0	258,835	
Mixed Drink Tax	80,476	0	0	0	80,476	
Other County Local Option Taxes	235	0	0	0	235	
Statutory Local Taxes						
Bank Excise Tax	32,431	0	0	0	32,431	
Total Local Taxes	\$ 14,689,579	\$ 0	\$ 0	\$ 0	\$ 14,689,579	
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 2,665	\$ 0	\$ 0	\$ 0	\$ 2,665	
Total Licenses and Permits	\$ 2,665	\$ 0	\$ 0	\$ 0	\$ 2,665	

(Continued)

MONROE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Monroe County School Department (Cont.)

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total	
Charges for Current Services						
Education Charges						
Lunch Payments - Children	\$ 0	\$ 0	\$ 41,528	\$ 0	\$ 41,528	
Lunch Payments - Adults	0	0	67,997	0	67,997	
Income from Breakfast	0	0	572	0	572	
School Based Health Services - FFS	69,602	0	0	0	69,602	
Receipts from Individual Schools	32,335	0	20,695	0	53,030	
Total Charges for Current Services	\$ 101,937	\$ 0	\$ 130,792	\$ 0	\$ 232,729	
Other Local Revenues						
Recurring Items						
Investment Income	\$ 61,991	\$ 0	\$ 0	\$ 0	\$ 61,991	
Miscellaneous Refunds	8,553	0	135	0	8,688	
Nonrecurring Items						
Sale of Equipment	8,949	0	50	0	8,999	
Other Local Revenues						
Other Local Revenues	170,002	0	0	2,289,016	2,459,018	
Total Other Local Revenues	\$ 249,495	\$ 0	\$ 185	\$ 2,289,016	\$ 2,538,696	
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	\$ 234,282	\$ 0	\$ 0	\$ 0	\$ 234,282	

(Continued)

MONROE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Monroe County School Department (Cont.)

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
State of Tennessee (Cont.)					
State Education Funds					
Tennessee Investment in Student Achievement	\$ 39,016,097	\$ 0	\$ 0	\$ 0	\$ 39,016,097
TISA - On-behalf Payments	92,250	0	0	0	92,250
Early Childhood Education	388,907	0	0	0	388,907
School Food Service	0	0	22,364	0	22,364
Energy Efficient School Initiative	315,000	0	0	0	315,000
Other State Education Funds	412,434	0	0	0	412,434
Paid Parental Leave	104,840	0	0	0	104,840
Career Ladder Program	60,873	0	0	0	60,873
Other Vocational	1,039,534	0	0	0	1,039,534
Other State Revenues					
Income Tax	239	0	0	0	239
State Revenue Sharing - T.V.A.	1,557,302	0	0	0	1,557,302
Total State of Tennessee	\$ 43,221,758	\$ 0	\$ 22,364	\$ 0	\$ 43,244,122
Federal Government					
Federal Through State					
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,082,463	\$ 0	\$ 2,082,463
USDA - Commodities	0	0	230,910	0	230,910
Breakfast	0	0	743,839	0	743,839

(Continued)

MONROE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Monroe County School Department (Cont.)

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
Federal Government (Cont.)					
Federal Through State (Cont.)					
Vocational Education - Basic Grants to States	\$ 0	\$ 135,199	\$ 0	\$ 0	\$ 135,199
Title I Grants to Local Education Agencies	0	1,466,420	0	0	1,466,420
Special Education - Grants to States	0	1,179,384	0	0	1,179,384
Special Education Preschool Grants	0	34,071	0	0	34,071
English Language Acquisition Grants	0	15,401	0	0	15,401
Eisenhower Professional Development State Grants	0	237,963	0	0	237,963
American Rescue Plan Act Grant #1	0	1,140,957	0	0	1,140,957
American Rescue Plan Act Grant #3	0	6,731	0	0	6,731
Other Federal through State	112,766	9,576	0	0	122,342
Direct Federal Revenue					
Forest Service	2,375	0	0	0	2,375
Other Direct Federal Revenue	594,361	0	0	0	594,361
Total Federal Government	\$ 709,502	\$ 4,225,702	\$ 4,648,132	\$ 0	\$ 9,583,336
Other Governments and Citizens Groups					
Other Governments					
Contributions	\$ 1,124,267	\$ 0	\$ 0	\$ 0	\$ 1,124,267
Citizens Groups					
Donations	9,500	0	0	0	9,500
Total Other Governments and Citizens Groups	\$ 1,133,767	\$ 0	\$ 0	\$ 0	\$ 1,133,767
Total	\$ 60,108,703	\$ 4,225,702	\$ 4,801,473	\$ 2,289,016	\$ 71,424,894

MONROE 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	\$	52,999	
Social Security		2,964	
Employer Medicare		770	
Audit Services		20,350	
Contracts with Private Agencies		19,466	
Dues and Memberships		4,824	
Legal Services		54,978	
Travel		14,890	
Other Contracted Services		39,442	
Building and Contents Insurance		296,559	
Liability Insurance		32,497	
Workers' Compensation Insurance		300,714	
Tax Relief Program		94,474	
Other Charges		11,784	
Total County Commission			\$ 946,711

Board of Equalization

Board and Committee Members Fees	\$	2,600	
Total Board of Equalization			2,600

County Mayor/Executive

County Official/Administrative Officer	\$	119,190	
Assistant(s)		44,720	
Deputy(ies)		30,256	
Longevity Pay		1,800	
Social Security		11,616	
Pensions		11,111	
Employee and Dependent Insurance		58,297	
Life Insurance		171	
Employer Medicare		2,717	
Contracts with Other Public Agencies		25,308	
Dues and Memberships		930	
Postal Charges		112	
Travel		320	
Office Supplies		1,109	
Other Charges		425	
Total County Mayor/Executive			308,082

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Personnel Office

Secretary(ies)	\$	114,660	
Part-time Personnel		4,000	
Longevity Pay		1,600	
Social Security		7,256	
Pensions		6,820	
Employee and Dependent Insurance		13,885	
Life Insurance		114	
Employer Medicare		1,697	
Consultants		849	
Lease/SBITA Payments		2,979	
Legal Services		2,096	
Maintenance Agreements		750	
Office Supplies		2,997	
Other Charges		554	
Office Equipment		2,310	
Total Personnel Office			\$ 162,567

Election Commission

County Official/Administrative Officer	\$	88,784
Assistant(s)		46,969
Deputy(ies)		45,790
Longevity Pay		1,700
Election Commission		24,000
Election Workers		75,122
Social Security		14,831
Pensions		10,536
Employee and Dependent Insurance		55,713
Life Insurance		172
Employer Medicare		3,538
Lease/SBITA Payments		1,761
Legal Notices, Recording, and Court Costs		3,867
Maintenance Agreements		16,558
Postal Charges		5,178
Travel		3,229
Data Processing Supplies		548
Gasoline		724

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Office Supplies	\$	4,572	
Other Supplies and Materials		21,149	
Building and Contents Insurance		412	
Other Equipment		405	
Total Election Commission			\$ 425,558

Register of Deeds

County Official/Administrative Officer	\$	98,649	
Deputy(ies)		206,314	
Part-time Personnel		12,128	
Longevity Pay		583	
Social Security		18,703	
Pensions		16,626	
Employee and Dependent Insurance		77,234	
Life Insurance		319	
Employer Medicare		4,419	
Dues and Memberships		1,449	
Lease/SBITA Payments		5,385	
Maintenance Agreements		14,512	
Postal Charges		1,499	
Travel		1,800	
Office Supplies		4,574	
Other Charges		784	
Office Equipment		52,121	
Total Register of Deeds			517,099

Development

Supervisor/Director	\$	89,132	
Clerical Personnel		39,104	
Longevity Pay		1,700	
Social Security		7,629	
Pensions		7,367	
Employee and Dependent Insurance		36,091	
Life Insurance		114	
Employer Medicare		1,784	
Dues and Memberships		1,125	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Development (Cont.)

Engineering Services	\$	13,125	
Legal Notices, Recording, and Court Costs		264	
Maintenance Agreements		3,049	
Postal Charges		38	
Other Contracted Services		1,125	
Gasoline		367	
Office Supplies		980	
Other Supplies and Materials		916	
Other Charges		2,421	
Office Equipment		2,381	
Other Equipment		29,692	
Total Development			\$ 238,404

Planning

Board and Committee Members Fees	\$	1,300	
Social Security		81	
Employer Medicare		19	
Total Planning			1,400

Engineering

Supervisor/Director	\$	70,860	
Computer Programmer(s)		85,280	
Social Security		9,513	
Pensions		8,853	
Employee and Dependent Insurance		23,933	
Life Insurance		113	
Employer Medicare		2,225	
Communication		284,366	
Licenses		30,942	
Maintenance Agreements		4,154	
Maintenance and Repair Services - Vehicles		71	
Equipment and Machinery Parts		57,703	
Office Equipment		1,233	
Total Engineering			579,246

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Geographical Information Systems

Supervisor/Director	\$	60,739	
Longevity Pay		1,700	
Social Security		3,591	
Pensions		3,540	
Employee and Dependent Insurance		18,071	
Life Insurance		57	
Employer Medicare		840	
Maintenance Agreements		16,834	
Maintenance and Repair Services - Vehicles		110	
Postal Charges		7	
Travel		687	
Gasoline		2,345	
Other Charges		5,501	
Office Equipment		332	
Other Equipment		15,582	
Total Geographical Information Systems			\$ 129,936

County Buildings

Assistant(s)	\$	131,458
Supervisor/Director		51,324
Attendants		30,618
Custodial Personnel		31,089
Longevity Pay		5,100
Other Salaries and Wages		76,312
Social Security		19,073
Pensions		17,456
Employee and Dependent Insurance		112,685
Life Insurance		456
Employer Medicare		4,461
Maintenance and Repair Services - Buildings		527,351
Other Contracted Services		124,409
Custodial Supplies		20,135
Electricity		404,492
Natural Gas		69,708
Uniforms		1,280
Water and Sewer		75,120

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Other Supplies and Materials	\$	5,665	
Other Charges		47,008	
Communication Equipment		633	
Maintenance Equipment		850	
Total County Buildings			\$ 1,756,683

Other Facilities

Other Charges	\$	45,776	
Total Other Facilities			45,776

Other General Administration

Lease/SBITA Payments	\$	1,921	
Legal Notices, Recording, and Court Costs		349	
Maintenance Agreements		1,055	
Maintenance and Repair Services - Vehicles		415	
Duplicating Supplies		1,668	
Gasoline		17,245	
Trustee's Commission		388,226	
Motor Vehicles		72,000	
Total Other General Administration			482,879

Preservation of Records

Supervisor/Director	\$	16,351	
Employer Medicare		237	
Lease/SBITA Payments		864	
Maintenance Agreements		660	
Postal Charges		69	
Travel		184	
Other Contracted Services		479	
Other Supplies and Materials		1,651	
Other Charges		62	
Total Preservation of Records			20,557

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	97,709	
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(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Accountants/Bookkeepers	\$	381,335	
Longevity Pay		5,167	
Social Security		29,065	
Pensions		27,035	
Employee and Dependent Insurance		122,912	
Life Insurance		522	
Employer Medicare		6,798	
Advertising		2,168	
Data Processing Services		25,026	
Lease/SBITA Payments		2,341	
Maintenance Agreements		750	
Postal Charges		6,597	
Travel		1,176	
Other Contracted Services		6,500	
Office Supplies		10,267	
Other Charges		1,922	
Office Equipment		18,498	
Total Accounting and Budgeting			\$ 745,788

Property Assessor's Office

County Official/Administrative Officer	\$	98,649
Deputy(ies)		40,661
Secretary(ies)		35,761
Clerical Personnel		76,679
Longevity Pay		5,900
Social Security		15,359
Pensions		14,609
Employee and Dependent Insurance		81,005
Life Insurance		228
Employer Medicare		3,592
Data Processing Services		12,364
Dues and Memberships		2,100
Lease/SBITA Payments		2,477
Maintenance Agreements		1,400
Maintenance and Repair Services - Vehicles		906
Postal Charges		4,325

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Printing, Stationery, and Forms	\$	320	
Travel		2,306	
Gasoline		3,739	
Office Supplies		3,705	
Tires and Tubes		239	
Other Charges		459	
Office Equipment		4,081	
Total Property Assessor's Office			\$ 410,864

Reappraisal Program

Secretary(ies)	\$	35,761	
Clerical Personnel		36,655	
Part-time Personnel		51,176	
Longevity Pay		700	
Social Security		6,543	
Pensions		4,146	
Employee and Dependent Insurance		36,481	
Life Insurance		57	
Employer Medicare		1,708	
Travel		2,433	
Office Supplies		4,760	
Other Charges		305	
Total Reappraisal Program			180,725

County Trustee's Office

County Official/ Administrative Officer	\$	98,649	
Assistant(s)		49,975	
Deputy(ies)		101,589	
Part-time Personnel		14,686	
Longevity Pay		2,800	
Social Security		15,823	
Pensions		14,346	
Employee and Dependent Insurance		78,803	
Life Insurance		285	
Employer Medicare		3,701	
Dues and Memberships		1,494	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Lease/SBITA Payments	\$	867	
Legal Notices, Recording, and Court Costs		245	
Maintenance Agreements		10,358	
Postal Charges		4,226	
Travel		2,201	
Other Contracted Services		38,068	
Office Supplies		3,802	
Other Charges		684	
Office Equipment		580	
Total County Trustee's Office			\$ 443,182

County Clerk's Office

County Official/Administrative Officer	\$	98,649	
Assistant(s)		59,000	
Deputy(ies)		352,641	
Secretary to Board		4,000	
Part-time Personnel		2,193	
Longevity Pay		8,800	
Overtime Pay		4,325	
Social Security		31,914	
Pensions		29,861	
Employee and Dependent Insurance		141,032	
Life Insurance		618	
Employer Medicare		7,464	
Dues and Memberships		1,109	
Lease/SBITA Payments		2,981	
Legal Notices, Recording, and Court Costs		320	
Maintenance Agreements		568	
Maintenance and Repair Services - Office Equipment		24,406	
Travel		1,574	
Office Supplies		12,096	
Office Equipment		6,485	
Total County Clerk's Office			790,036

(Continued)

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

General Fund (Cont.)

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	98,649	
Assistant(s)		50,333	
Deputy(ies)		703,141	
Part-time Personnel		25,041	
Longevity Pay		19,833	
Other Salaries and Wages		23,400	
Jury and Witness Expense		6,632	
Social Security		54,033	
Pensions		50,349	
Employee and Dependent Insurance		265,738	
Life Insurance		978	
Employer Medicare		12,835	
Dues and Memberships		1,604	
Lease/SBITA Payments		8,877	
Legal Notices, Recording, and Court Costs		240	
Maintenance Agreements		40,315	
Postal Charges		7,675	
Printing, Stationery, and Forms		3,161	
Travel		3,476	
Other Contracted Services		378	
Office Supplies		15,632	
Other Charges		4,664	
Data Processing Equipment		18,611	
Office Equipment		2,544	
Total Circuit Court			\$ 1,418,139

General Sessions Judge

Judge(s)	\$	191,254
Secretary(ies)		42,207
Longevity Pay		2,700
Social Security		13,376
Pensions		13,390
Employee and Dependent Insurance		36,376
Life Insurance		86
Employer Medicare		3,294
Dues and Memberships		675

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Judge (Cont.)

Lease/SBITA Payments	\$	2,158	
Maintenance Agreements		1,163	
Postal Charges		146	
Travel		1,812	
Other Contracted Services		6,825	
Library Books/Media		67	
Office Supplies		299	
Office Equipment		649	
Total General Sessions Judge			\$ 316,477

Chancery Court

County Official/Administrative Officer	\$	98,649	
Deputy(ies)		141,400	
Longevity Pay		2,300	
Social Security		14,247	
Pensions		13,200	
Employee and Dependent Insurance		51,717	
Life Insurance		218	
Employer Medicare		3,332	
Dues and Memberships		1,244	
Lease/SBITA Payments		60	
Legal Notices, Recording, and Court Costs		3,657	
Maintenance Agreements		2,424	
Postal Charges		319	
Office Supplies		6,086	
Other Supplies and Materials		3,509	
Building Improvements		85,570	
Office Equipment		15,223	
Total Chancery Court			443,155

District Attorney General

Contracts for Landfill Facilities	\$	50,000	
Total District Attorney General			50,000

Probate Court

Office Supplies	\$	1,253	
Total Probate Court			1,253

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Victim Assistance Programs

Remittance of Revenue Collected	\$	18,479	
Total Victim Assistance Programs			\$ 18,479

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	113,514
Assistant(s)		82,160
Supervisor/Director		179,920
Deputy(ies)		854,550
Investigator(s)		353,928
Captain(s)		365,257
Sergeant(s)		223,046
Accountants/Bookkeepers		45,648
Computer Programmer(s)		55,128
Materials Supervisor		30,000
Mechanic(s)		53,839
Clerical Personnel		86,280
Part-time Personnel		94,102
School Resource Officer		720,544
Longevity Pay		30,183
Overtime Pay		190,570
Other Salaries and Wages		506,029
In-service Training		73,600
Social Security		240,317
Pensions		206,698
Employee and Dependent Insurance		1,001,822
Life Insurance		3,131
Employer Medicare		56,233
Contracts with Other Public Agencies		1,559
Dues and Memberships		4,213
Lease/SBITA Payments		5,874
Maintenance Agreements		22,295
Maintenance and Repair Services - Buildings		58,122
Maintenance and Repair Services - Vehicles		39,158
Postal Charges		9
Travel		39,369

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Tuition	\$	105,870	
Garage Supplies		36,153	
Gasoline		221,976	
Law Enforcement Supplies		23,707	
Office Supplies		6,093	
Tires and Tubes		39,351	
Uniforms		25,424	
Vehicle Parts		60,375	
Other Supplies and Materials		12,044	
Other Charges		122,466	
Law Enforcement Equipment		366,715	
Motor Vehicles		369,212	
Office Equipment		2,257	
Total Sheriff's Department			\$ 7,128,741

Administration of the Sexual Offender Registry

Overtime Pay	\$	217	
Social Security		4	
Employer Medicare		1	
Other Charges		600	
Total Administration of the Sexual Offender Registry			822

Jail

Assistant(s)	\$	79,831	
Supervisor/Director		61,572	
Captain(s)		177,235	
Lieutenant(s)		53,446	
Sergeant(s)		212,877	
Accountants/Bookkeepers		76,814	
Guards		1,205,427	
Clerical Personnel		89,800	
Part-time Personnel		30,607	
Longevity Pay		5,200	
Overtime Pay		168,719	
Social Security		130,464	
Pensions		111,859	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Employee and Dependent Insurance	\$	464,947	
Life Insurance		1,984	
Employer Medicare		30,512	
Contracts with Private Agencies		398,457	
Data Processing Services		2,680	
Lease/SBITA Payments		2,927	
Maintenance Agreements		9,081	
Travel		11,513	
Custodial Supplies		42,488	
Drugs and Medical Supplies		1,179,119	
Office Supplies		6,030	
Prisoners Clothing		648	
Uniforms		18,400	
Other Charges		14,724	
Law Enforcement Equipment		5,400	
Total Jail			\$ 4,592,761

Juvenile Services

Supervisor/Director	\$	54,600	
Probation Officer(s)		46,956	
Youth Service Officer(s)		212,906	
Longevity Pay		5,800	
Social Security		18,351	
Pensions		16,680	
Employee and Dependent Insurance		111,279	
Life Insurance		272	
Employer Medicare		4,292	
Dues and Memberships		2,005	
Travel		6,116	
Other Contracted Services		300	
Office Supplies		2,601	
Other Charges		21,653	
Office Equipment		7,837	
Total Juvenile Services			511,648

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Fire Prevention and Control

Contributions	\$	10,000	
Liability Insurance		52,650	
Vehicle and Equipment Insurance		76,000	
Workers' Compensation Insurance		24,600	
Other Charges		215,750	
Total Fire Prevention and Control			\$ 379,000

Rescue Squad

Contributions	\$	120,000	
Total Rescue Squad			120,000

Other Emergency Management

Other Salaries and Wages	\$	57,780	
Social Security		3,530	
Pensions		3,276	
Employee and Dependent Insurance		8,921	
Life Insurance		57	
Employer Medicare		826	
Dues and Memberships		1,455	
Maintenance and Repair Services - Equipment		8,570	
Maintenance and Repair Services - Vehicles		1,306	
Postal Charges		74	
Travel		810	
Gasoline		3,384	
Office Supplies		988	
Uniforms		1,279	
Other Supplies and Materials		8,426	
Other Charges		35,077	
Office Equipment		1,750	
Other Equipment		20,219	
Total Other Emergency Management			157,728

County Coroner/Medical Examiner

Assistant(s)	\$	11,880	
Supervisor/Director		45,000	
Pauper Burials		8,561	
Other Charges		144,852	
Total County Coroner/Medical Examiner			210,293

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Other Public Safety

Maintenance Agreements	\$	2,885	
Maintenance and Repair Services - Buildings		24,269	
Other Equipment		925	
Total Other Public Safety			\$ 28,079

Public Health and Welfare

Local Health Center

Lease/SBITA Payments	\$	2,747	
Maintenance Agreements		6,796	
Postal Charges		337	
Other Contracted Services		6,537	
Custodial Supplies		231	
Office Supplies		10,196	
Other Charges		50,125	
Office Equipment		3,300	
Total Local Health Center			80,269

Rabies and Animal Control

Assistant(s)	\$	27,768	
Supervisor/Director		68,317	
Attendants		69,538	
Part-time Personnel		61,798	
Social Security		13,920	
Pensions		9,391	
Employee and Dependent Insurance		64,278	
Life Insurance		256	
Employer Medicare		3,256	
Maintenance and Repair Services - Vehicles		10,857	
Travel		271	
Veterinary Services		54,444	
Remittance of Revenue Collected		20,669	
Other Contracted Services		200	
Custodial Supplies		5,000	
Electricity		2,361	
Gasoline		750	
Natural Gas		161	

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Office Supplies	\$	1,173	
Uniforms		360	
Water and Sewer		502	
Other Charges		2,243	
Other Equipment		227	
Total Rabies and Animal Control			\$ 417,740

Ambulance/Emergency Medical Services

Supervisor/Director	\$	72,602
Paraprofessionals		2,985,378
Secretary(ies)		80,915
Longevity Pay		21,050
In-service Training		12,800
Social Security		191,254
Pensions		166,952
Employee and Dependent Insurance		619,899
Life Insurance		2,152
Employer Medicare		44,729
Contracts with Private Agencies		30,539
Evaluation and Testing		512
Lease/SBITA Payments		1,459
Licenses		2,750
Maintenance Agreements		1,108
Maintenance and Repair Services - Equipment		1,558
Maintenance and Repair Services - Vehicles		106,996
Postal Charges		112
Travel		5,035
Tuition		4,966
Other Contracted Services		154,100
Custodial Supplies		2,753
Diesel Fuel		143,453
Drugs and Medical Supplies		117,156
Electricity		6,541
Natural Gas		2,944
Office Supplies		1,875
Tires and Tubes		14,812

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Uniforms	\$	20,367	
Water and Sewer		1,534	
Other Charges		91,803	
Communication Equipment		12,496	
Motor Vehicles		438,719	
Office Equipment		3,324	
Health Equipment		15,007	
Total Ambulance/Emergency Medical Services			\$ 5,379,650

Dental Health Program

Supervisor/Director	\$	56,248	
Deputy(ies)		27,630	
Medical Personnel		248,704	
Clerical Personnel		27,131	
Part-time Personnel		3,379	
Longevity Pay		1,700	
Social Security		21,579	
Pensions		14,609	
Employee and Dependent Insurance		99,577	
Life Insurance		318	
Employer Medicare		5,047	
Maintenance and Repair Services - Equipment		3,457	
Postal Charges		493	
Travel		1,616	
Drugs and Medical Supplies		58,907	
Office Supplies		3,391	
Uniforms		1,379	
Liability Insurance		6,744	
Total Dental Health Program			581,909

Alcohol and Drug Programs

Other Charges	\$	9,323	
Total Alcohol and Drug Programs			9,323

Crippled Children Services

Contributions	\$	1,995	
Total Crippled Children Services			1,995

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Other Local Health Services

Assistant(s)	\$	42,091	
Teachers		50,607	
Guidance Personnel		45,150	
Secretary(ies)		33,196	
Attendants		111,792	
Longevity Pay		5,200	
Social Security		17,180	
Pensions		16,332	
Employee and Dependent Insurance		67,825	
Life Insurance		285	
Employer Medicare		4,018	
Travel		9,518	
Liability Insurance		7,213	
Total Other Local Health Services			\$ 410,407

Other Local Welfare Services

Contracts with Government Agencies	\$	1,500	
Food Service Equipment		12,977	
Total Other Local Welfare Services			14,477

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$	40,000	
Total Senior Citizens Assistance			40,000

Libraries

Contributions	\$	143,750	
Total Libraries			143,750

Other Social, Cultural, and Recreational

Contributions	\$	128,250	
Total Other Social, Cultural, and Recreational			128,250

Agriculture and Natural Resources

Agricultural Extension Service

County Official/Administrative Officer	\$	20,765	
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(Continued)

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Agricultural Extension Service (Cont.)

Assistant(s)	\$	20,193	
Supervisor/Director		19,686	
Clerical Personnel		9,437	
Other Salaries and Wages		11,573	
Social Security		5,089	
Pensions		13,258	
Employee and Dependent Insurance		4,205	
Employer Medicare		1,190	
Lease/SBITA Payments		1,030	
Maintenance Agreements		946	
Travel		2,500	
Office Supplies		1,499	
Total Agricultural Extension Service			\$ 111,371

Soil Conservation

Secretary(ies)	\$	42,179	
Longevity Pay		2,500	
Other Salaries and Wages		7,341	
Social Security		2,925	
Pensions		2,533	
Employee and Dependent Insurance		18,109	
Life Insurance		57	
Employer Medicare		684	
Contributions		2,042	
Dues and Memberships		325	
Travel		1,210	
Instructional Supplies and Materials		2,175	
Total Soil Conservation			82,080

Flood Control

Contributions	\$	2,000	
Total Flood Control			2,000

Other Operations

Tourism

Supervisor/Director	\$	58,168	
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(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Tourism (Cont.)

Part-time Personnel	\$	89,472	
Longevity Pay		575	
Social Security		8,843	
Pensions		3,331	
Employee and Dependent Insurance		25,348	
Life Insurance		57	
Employer Medicare		2,068	
Advertising		67,309	
Dues and Memberships		7,067	
Lease/SBITA Payments		2,475	
Maintenance Agreements		1,546	
Maintenance and Repair Services - Vehicles		1,889	
Postal Charges		1,325	
Travel		5,388	
Other Contracted Services		10,000	
Custodial Supplies		2,349	
Electricity		4,741	
Office Supplies		4,409	
Water and Sewer		4,212	
Other Supplies and Materials		71,640	
Other Charges		4,382	
Office Equipment		2,031	
Total Tourism			\$ 378,625

Industrial Development

Dues and Memberships	\$	2,950	
Other Contracted Services		14,822	
Other Charges		397,213	
Office Equipment		2,581	
Total Industrial Development			417,566

Other Economic and Community Development

Supervisor/Director	\$	71,167	
Other Salaries and Wages		24,096	
Social Security		5,832	
Pensions		4,744	

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Other Economic and Community Development (Cont.)

Employee and Dependent Insurance	\$	16,991	
Life Insurance		76	
Employer Medicare		1,364	
Postal Charges		166	
Travel		7,977	
Office Supplies		1,329	
Other Charges		8,613	
Total Other Economic and Community Development			\$ 142,355

Airport

Supervisor/Director	\$	53,660	
Longevity Pay		1,300	
Social Security		3,344	
Pensions		3,116	
Employee and Dependent Insurance		10,876	
Life Insurance		57	
Employer Medicare		782	
Engineering Services		26,918	
Maintenance Agreements		352	
Maintenance and Repair Services - Buildings		41,400	
Maintenance and Repair Services - Equipment		13,369	
Matching Share		63,578	
Travel		1,832	
Other Contracted Services		5,000	
Electricity		20,062	
Gasoline		301,176	
Water and Sewer		1,637	
Other Supplies and Materials		22,707	
Liability Insurance		8,360	
Other Charges		13,881	
Airport Improvement		638,595	
Total Airport			1,232,002

Veterans' Services

Supervisor/Director	\$	44,658	
Longevity Pay		600	

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Veterans' Services (Cont.)

Social Security	\$	2,789	
Pensions		2,566	
Employee and Dependent Insurance		10,911	
Life Insurance		57	
Employer Medicare		652	
Postal Charges		146	
Travel		382	
Office Supplies		836	
Total Veterans' Services			\$ 63,597

Other Charges

Licenses	\$	54,264	
Maintenance and Repair Services - Equipment		46,374	
Other Charges		60,000	
Total Other Charges			160,638

Contributions to Other Agencies

Contributions	\$	283,941	
Total Contributions to Other Agencies			283,941

Employee Benefits

Employee and Dependent Insurance	\$	22,545	
Unemployment Compensation		9,126	
Total Employee Benefits			31,671

Principal on Debt

General Government

Principal on Other Loans	\$	305,145	
Total General Government			305,145

Interest on Debt

General Government

Interest on Other Loans	\$	62,623	
Total General Government			62,623

(Continued)

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

General Fund (Cont.)

Capital Projects

Public Safety Projects

Other Charges	\$ 120,547	
Other Construction	483,066	
Total Public Safety Projects		<u>\$ 603,613</u>

Total General Fund \$ 34,649,665

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Education/Information

Supervisor/Director	\$ 64,173	
Laborers	61,702	
Clerical Personnel	40,196	
Longevity Pay	2,483	
Overtime Pay	631	
Social Security	9,543	
Pensions	9,597	
Employee and Dependent Insurance	75,417	
Life Insurance	228	
Employer Medicare	2,232	
Advertising	1,559	
Communication	5,335	
Contracts with Private Agencies	447,052	
Dues and Memberships	300	
Lease/SBITA Payments	1,543	
Maintenance and Repair Services - Equipment	4,798	
Travel	1,316	
Gasoline	18,025	
Office Supplies	1,058	
Other Supplies and Materials	2,277	
Trustee's Commission	29,805	
Other Charges	11,442	
Total Sanitation Education/Information		<u>\$ 790,712</u>

Convenience Centers

Secretary(ies)	\$ 32,618
Attendants	157,161

(Continued)

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Convenience Centers (Cont.)

Part-time Personnel	\$	88,333	
Longevity Pay		2,400	
Overtime Pay		629	
Social Security		17,053	
Pensions		10,571	
Employee and Dependent Insurance		73,447	
Life Insurance		337	
Employer Medicare		3,988	
Contracts with Other Public Agencies		21,086	
Maintenance and Repair Services - Equipment		45,946	
Other Contracted Services		303,547	
Crushed Stone		925	
Office Supplies		1,902	
Utilities		14,888	
Other Supplies and Materials		4,583	
Building and Contents Insurance		35,000	
Liability Insurance		10,500	
Workers' Compensation Insurance		5,000	
Other Charges		5,686	
Solid Waste Equipment		179,993	
Total Convenience Centers			\$ 1,015,593

Postclosure Care Costs

Testing	\$	16,850	
Other Charges		11,150	
Total Postclosure Care Costs			28,000

Highways

Litter and Trash Collection

Laborers	\$	62,718	
Longevity Pay		558	
Social Security		3,906	
Pensions		3,592	
Employee and Dependent Insurance		12,774	
Life Insurance		114	
Employer Medicare		914	
Contracts with Other Public Agencies		17,020	
Total Litter and Trash Collection			<u>101,596</u>

Total Solid Waste/Sanitation Fund \$ 1,935,901

(Continued)

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

Special Purpose Fund

Public Health and Welfare

Alcohol and Drug Programs

Contracts with Private Agencies	\$ 238,218	
Total Alcohol and Drug Programs		\$ 238,218

Other Operations

Contributions to Other Agencies

Other Salaries and Wages	\$ 45,000	
Social Security	2,790	
Pensions	2,552	
Employee and Dependent Insurance	14,198	
Employer Medicare	652	
Printing, Stationery, and Forms	2,330	
Travel	2,867	
Other Supplies and Materials	10,446	
Trustee's Commission	20	
Total Contributions to Other Agencies		80,855

Total Special Purpose Fund \$ 319,073

Drug Control Fund

Public Safety

Drug Enforcement

Part-time Personnel	\$ 13,628	
Social Security	845	
Employer Medicare	198	
Confidential Drug Enforcement Payments	20,000	
Veterinary Services	1,165	
Animal Food and Supplies	784	
Gasoline	11,632	
Other Charges	25,832	
Total Drug Enforcement		\$ 74,084

Total Drug Control Fund 74,084

(Continued)

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

Other Special Revenue Fund

Other Operations

American Rescue Plan Act Grant #1

Trustee's Commission	\$ 1,620	
Total American Rescue Plan Act Grant #1		\$ 1,620

Capital Projects

American Rescue Plan Act Grant #1

Maintenance and Repair Services - Buildings	\$ 37,643	
Other Charges	2,468,109	
Solid Waste Equipment	175,107	
Total American Rescue Plan Act Grant #1		<u>2,680,859</u>

Total Other Special Revenue Fund \$ 2,682,479

Constitutional Officers - Fees Fund

Administration of Justice

Chancery Court

Special Commissioner Fees/Special Master Fees	\$ 22,386	
Total Chancery Court		<u>\$ 22,386</u>

Total Constitutional Officers - Fees Fund 22,386

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 108,514
Accountants/Bookkeepers	41,600
Secretary(ies)	41,600
Longevity Pay	2,000
Social Security	11,559
Pensions	10,983
Employee and Dependent Insurance	39,757
Life Insurance	167
Employer Medicare	2,703
Communication	10,718
Dues and Memberships	4,841
Legal Notices, Recording, and Court Costs	75
Maintenance and Repair Services - Office Equipment	3,037

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Postal Charges	\$	246	
Travel		2,577	
Other Contracted Services		2,400	
Electricity		14,211	
Office Supplies		2,180	
Water and Sewer		17,087	
Other Charges		1,060	
Total Administration			\$ 317,315

Highway and Bridge Maintenance

Laborers	\$	1,377,299	
Part-time Personnel		17,308	
Longevity Pay		21,900	
Overtime Pay		58,927	
Social Security		87,624	
Pensions		81,624	
Employee and Dependent Insurance		415,714	
Life Insurance		1,629	
Employer Medicare		20,493	
Other Contracted Services		1,880	
Asphalt - Hot Mix		959,417	
Asphalt - Liquid		385,534	
Crushed Stone		183,548	
Other Road Materials		27,722	
Pipe - Metal		178,893	
Road Signs		10,428	
Salt		33,328	
Uniforms		18,208	
Total Highway and Bridge Maintenance			3,881,476

Operation and Maintenance of Equipment

Diesel Fuel	\$	81,828	
Equipment and Machinery Parts		376,801	
Garage Supplies		13,061	
Gasoline		47,290	
Lubricants		12,675	

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Tires and Tubes	\$ 46,025	
Other Supplies and Materials	7,682	
Total Operation and Maintenance of Equipment		\$ 585,362

Other Charges

Building and Contents Insurance	\$ 188,225	
Liability Insurance	28,000	
Trustee's Commission	85,466	
Workers' Compensation Insurance	26,775	
Total Other Charges		328,466

Capital Outlay

Maintenance and Repair Services - Vehicles	\$ 28,673	
Communication Equipment	1,667	
Highway Equipment	455,565	
Site Development	5,067	
State Aid Projects	983,385	
Total Capital Outlay		1,474,357

Total Highway/Public Works Fund \$ 6,586,976

General Debt Service Fund

Principal on Debt

General Government

Principal on Other Loans	\$ 483,532	
Total General Government		\$ 483,532

Education

Principal on Bonds	\$ 1,290,000	
Principal on Other Loans	1,164,126	
Total Education		2,454,126

Interest on Debt

General Government

Interest on Other Loans	\$ 818,708	
Total General Government		818,708

(Continued)

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

General Debt Service Fund (Cont.)

Interest on Debt (Cont.)

Education

Interest on Bonds	\$ 445,425	
Interest on Other Loans	<u>764,283</u>	
Total Education		\$ 1,209,708

Other Debt Service

General Government

Other Debt Issuance Charges	\$ <u>2,500</u>	
Total General Government		2,500

Education

Trustee's Commission	\$ 97,694	
Other Debt Issuance Charges	<u>1,000</u>	
Total Education		<u>98,694</u>

Total General Debt Service Fund \$ 5,067,268

General Capital Projects Fund

Capital Projects - Donated

Capital Projects Donated to School Department

Contributions	\$ <u>670,913</u>	
Total Capital Projects Donated to School Department		<u>\$ 670,913</u>

Total General Capital Projects Fund 670,913

Total Governmental Funds - Primary Government \$ 52,008,745

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

Discretely Presented Monroe County School Department

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

Instruction

Regular Instruction Program

Teachers	\$ 16,036,736	
Career Ladder Program	39,750	
Homebound Teachers	1,088	
Educational Assistants	1,342,669	
Instructional Coaches	165,109	
Longevity Pay	409,800	
Bonus Payments	63,900	
Other Salaries and Wages	417,533	
Social Security	1,064,724	
Pensions	1,202,378	
Life Insurance	13,400	
Medical Insurance	3,840,720	
Employer Medicare	258,257	
Contracts for Substitute Teachers - Certified	231,116	
Other Contracted Services	12,577	
Instructional Supplies and Materials	405,929	
Textbooks - Bound	544,763	
Software	12,336	
Other Supplies and Materials	22,968	
Fee Waivers	46,090	
TISA - On-behalf Payments	92,250	
Regular Instruction Equipment	38,208	
Total Regular Instruction Program		\$ 26,262,301

Alternative Instruction Program

Teachers	\$ 71,083	
Educational Assistants	20,258	
Social Security	5,579	
Pensions	5,669	
Life Insurance	57	
Medical Insurance	8,596	
Employer Medicare	1,305	
Total Alternative Instruction Program		112,547

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program

Teachers	\$ 2,070,220	
Career Ladder Program	4,000	
Homebound Teachers	23,031	
Educational Assistants	661,539	
Speech Pathologist	293,859	
Longevity Pay	16,000	
Other Salaries and Wages	62,952	
Social Security	186,765	
Pensions	198,147	
Life Insurance	2,505	
Medical Insurance	761,589	
Employer Medicare	43,905	
Contracts with Other Public Agencies	170,590	
Contracts for Substitute Teachers - Certified	199,376	
Instructional Supplies and Materials	92,716	
Other Supplies and Materials	43,017	
Special Education Equipment	13,899	
Total Special Education Program		\$ 4,844,110

Career and Technical Education Program

Teachers	\$ 1,372,428	
Career Ladder Program	3,500	
Longevity Pay	1,200	
Other Salaries and Wages	48,257	
Social Security	83,106	
Pensions	95,009	
Life Insurance	1,299	
Medical Insurance	347,808	
Employer Medicare	19,880	
Contracts for Substitute Teachers - Certified	25,826	
Instructional Supplies and Materials	42,784	
Other Supplies and Materials	2,030	
Vocational Instruction Equipment	492,695	
Total Career and Technical Education Program		2,535,822

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services

Attendance

Supervisor/Director	\$	43,322	
Social Security		2,554	
Pensions		2,713	
Life Insurance		27	
Medical Insurance		6,239	
Employer Medicare		597	
Total Attendance			\$ 55,452

Health Services

Supervisor/Director	\$	152,439	
Medical Personnel		707,154	
Paraprofessionals		872	
Clerical Personnel		105,342	
Educational Assistants		23,826	
Longevity Pay		14,350	
Other Salaries and Wages		56,939	
Social Security		61,631	
Pensions		154,409	
Life Insurance		1,083	
Medical Insurance		269,308	
Employer Medicare		14,422	
Lease/SBITA Payments		1,234	
Maintenance and Repair Services - Equipment		883	
Travel		1,615	
Other Supplies and Materials		17,918	
In Service/Staff Development		7,154	
Other Charges		5,101	
Health Equipment		1,040	
Total Health Services			1,596,720

Other Student Support

Guidance Personnel	\$	481,281	
School Resource Officer		84,178	
Social Security		34,436	
Pensions		38,456	

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Life Insurance	\$	341	
Medical Insurance		114,883	
Employer Medicare		8,054	
Other Fringe Benefits		20,800	
Contracts for Substitute Teachers - Certified		3,465	
Other Contracted Services		30,257	
Total Other Student Support			\$ 816,151

Regular Instruction Program

Supervisor/Director	\$	368,622	
Career Ladder Program		3,000	
Librarians		612,348	
Social Security		57,473	
Pensions		63,658	
Life Insurance		808	
Medical Insurance		194,050	
Employer Medicare		13,441	
Travel		5,955	
Contracts for Substitute Teachers - Certified		10,025	
Library Books/Media		25,237	
Total Regular Instruction Program			1,354,617

Special Education Program

Supervisor/Director	\$	104,532	
Psychological Personnel		221,413	
Secretary(ies)		29,480	
Longevity Pay		1,050	
Other Salaries and Wages		2,000	
Social Security		22,113	
Pensions		25,070	
Life Insurance		279	
Medical Insurance		45,758	
Employer Medicare		5,172	
Lease/SBITA Payments		3,540	
Maintenance and Repair Services - Equipment		1,267	

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Travel	\$	7,998	
Other Supplies and Materials		15,899	
In Service/Staff Development		4,790	
Other Charges		5,703	
Total Special Education Program			\$ 496,064

Career and Technical Education Program

Other Salaries and Wages	\$	63,947	
Social Security		4,569	
Pensions		4,865	
Life Insurance		28	
Medical Insurance		4,530	
Employer Medicare		1,069	
Travel		7,097	
Contracts for Substitute Teachers - Non-certified		46	
Other Supplies and Materials		4,861	
In Service/Staff Development		7,835	
Total Career and Technical Education Program			98,847

Technology

Supervisor/Director	\$	73,581	
Longevity Pay		850	
Other Salaries and Wages		337,921	
Social Security		24,651	
Pensions		21,253	
Life Insurance		138	
Medical Insurance		71,910	
Employer Medicare		5,765	
Communication		169,201	
Data Processing Services		120,747	
Maintenance and Repair Services - Equipment		176,820	
Internet Connectivity		535,512	
Travel		433	
Other Contracted Services		4,800	
Other Charges		38,864	

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology (Cont.)

Motor Vehicles	\$	21,568	
Other Equipment		5,000	
Total Technology			\$ 1,609,014

Other Programs

Other Salaries and Wages	\$	77,402	
Social Security		4,819	
Pensions		4,867	
Life Insurance		57	
Employer Medicare		1,127	
On-behalf Payments to OPEB		234,282	
Other Supplies and Materials		1,700	
Other Charges		2,061	
Other Equipment		122,787	
Total Other Programs			449,102

Board of Education

Secretary to Board	\$	4,500	
Board and Committee Members Fees		42,792	
Social Security		2,839	
Pensions		255	
Life Insurance		57	
Unemployment Compensation		9,188	
Employer Medicare		680	
Other Fringe Benefits		187,572	
Audit Services		30,000	
Dues and Memberships		12,000	
Legal Services		34,697	
Postal Charges		6	
Travel		26,314	
Other Contracted Services		68,732	
Other Supplies and Materials		436	
Trustee's Commission		277,938	
Workers' Compensation Insurance		97,764	
In Service/Staff Development		2,325	
Other Charges		10,058	
Total Board of Education			808,153

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools

County Official/Administrative Officer	\$	136,835	
Career Ladder Program		1,000	
Secretary(ies)		63,348	
Clerical Personnel		79,778	
Longevity Pay		2,300	
Other Salaries and Wages		1,000	
Social Security		17,120	
Pensions		17,065	
Life Insurance		228	
Medical Insurance		52,128	
Employer Medicare		4,004	
Dues and Memberships		3,196	
Lease/SBITA Payments		7,215	
Maintenance and Repair Services - Equipment		2,909	
Postal Charges		69	
Travel		5,345	
Other Contracted Services		8,681	
Office Supplies		1,506	
Other Charges		13,235	
Total Director of Schools			\$ 416,962

Office of the Principal

Principals	\$	1,064,804	
Career Ladder Program		7,000	
Assistant Principals		673,300	
Secretary(ies)		452,401	
Longevity Pay		9,200	
Social Security		128,059	
Pensions		133,761	
Life Insurance		1,938	
Medical Insurance		489,026	
Employer Medicare		30,683	
Lease/SBITA Payments		13,728	
Maintenance and Repair Services - Equipment		3,828	
Total Office of the Principal			3,007,728

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Human Services/Personnel

Longevity Pay	\$	1,900	
Other Salaries and Wages		167,235	
Social Security		10,431	
Pensions		9,590	
Life Insurance		228	
Medical Insurance		26,726	
Employer Medicare		2,439	
Travel		137,802	
Other Contracted Services		20,031	
Office Supplies		11,201	
Other Charges		6,536	
Total Human Services/Personnel			\$ 394,119

Operation of Plant

Custodial Personnel	\$	873,348	
Longevity Pay		8,350	
Other Salaries and Wages		69,865	
Social Security		57,049	
Pensions		48,768	
Life Insurance		875	
Medical Insurance		303,500	
Employer Medicare		13,342	
Other Contracted Services		127,580	
Custodial Supplies		250,463	
Electricity		1,182,172	
Natural Gas		230,066	
Water and Sewer		170,630	
Building and Contents Insurance		559,952	
Plant Operation Equipment		14,830	
Total Operation of Plant			3,910,790

Maintenance of Plant

Supervisor/Director	\$	67,979	
Secretary(ies)		34,066	
Maintenance Personnel		547,505	

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Longevity Pay	\$	5,050	
Overtime Pay		1,221	
Social Security		39,614	
Pensions		35,840	
Life Insurance		507	
Medical Insurance		131,285	
Employer Medicare		9,265	
Maintenance and Repair Services - Buildings		2,090,360	
Maintenance and Repair Services - Equipment		504,418	
Maintenance and Repair Services - Vehicles		34,195	
Travel		27,785	
Other Contracted Services		151,803	
Gasoline		34,131	
Office Supplies		190	
Other Supplies and Materials		218,458	
Maintenance Equipment		8,475	
Motor Vehicles		66,548	
Total Maintenance of Plant			\$ 4,008,695

Transportation

Supervisor/Director	\$	15,000
Mechanic(s)		1,315
Bus Drivers		92,195
Clerical Personnel		51,142
Longevity Pay		1,200
Social Security		9,465
Pensions		8,210
Life Insurance		68
Medical Insurance		22,694
Employer Medicare		2,214
Contracts with Private Agencies		87,500
Contracts with Vehicle Owners		1,568,669
Maintenance and Repair Services - Vehicles		59,226
Other Contracted Services		2,450
Diesel Fuel		27,696

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Other Supplies and Materials	\$	2,840	
In Service/Staff Development		1,111	
Other Charges		2,233	
Transportation Equipment		194,879	
Total Transportation			\$ 2,150,107

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	34,854	
Longevity Pay		700	
Social Security		2,120	
Pensions		2,026	
Life Insurance		57	
Medical Insurance		8,909	
Employer Medicare		496	
Other Charges		3,574	
Total Community Services			52,736

Early Childhood Education

Teachers	\$	170,553	
Clerical Personnel		3,275	
Educational Assistants		67,579	
Longevity Pay		1,400	
Other Salaries and Wages		750	
Social Security		14,278	
Pensions		16,663	
Life Insurance		348	
Medical Insurance		76,105	
Employer Medicare		3,350	
Contracts for Substitute Teachers - Non-certified		2,218	
Instructional Supplies and Materials		3,584	
In Service/Staff Development		355	
Total Early Childhood Education			360,458

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

General Purpose School Fund (Cont.)

Capital Outlay

Regular Capital Outlay

Other Contracted Services	\$ 19,990	
Building Improvements	88,050	
Total Regular Capital Outlay		\$ 108,040

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$ 15,156	
Total Education		15,156

Total General Purpose School Fund		\$ 55,463,691
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School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 305,127	
Educational Assistants	511,603	
Social Security	48,349	
Pensions	43,885	
Life Insurance	1,054	
Medical Insurance	228,618	
Employer Medicare	11,307	
Contracts for Substitute Teachers - Certified	832	
Other Contracted Services	17,506	
Instructional Supplies and Materials	12,846	
Software	361,936	
Regular Instruction Equipment	21,887	
Total Regular Instruction Program		\$ 1,564,950

Special Education Program

Teachers	\$ 147,650
Educational Assistants	400,278
Other Salaries and Wages	55,041
Social Security	35,664
Pensions	32,720
Life Insurance	505

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Medical Insurance	\$	190,912	
Employer Medicare		8,452	
Contracts with Other Public Agencies		21,600	
Contracts for Substitute Teachers - Certified		31,462	
Instructional Supplies and Materials		6,084	
Special Education Equipment		1,100	
Total Special Education Program			\$ 931,468

Career and Technical Education Program

Maintenance and Repair Services - Equipment	\$	5,517	
Contracts for Substitute Teachers - Certified		1,987	
Instructional Supplies and Materials		6,295	
Software		50,789	
Other Supplies and Materials		32,870	
Vocational Instruction Equipment		15,250	
Total Career and Technical Education Program			112,708

Support Services

Other Student Support

Other Supplies and Materials	\$	10,931	
In Service/Staff Development		6,206	
Other Charges		25,197	
Total Other Student Support			42,334

Regular Instruction Program

Supervisor/Director	\$	78,399	
Secretary(ies)		21,521	
Instructional Coaches		220,385	
Other Salaries and Wages		105,024	
Social Security		24,324	
Pensions		24,889	
Life Insurance		236	
Medical Insurance		62,102	
Employer Medicare		5,955	
Lease/SBITA Payments		7,863	

(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Travel	\$	2,350	
Other Contracted Services		14,450	
Other Supplies and Materials		5,461	
In Service/Staff Development		44,485	
Total Regular Instruction Program			\$ 617,444

Special Education Program

Psychological Personnel	\$	159,278	
Clerical Personnel		37,088	
Social Security		11,564	
Pensions		13,400	
Life Insurance		171	
Medical Insurance		37,781	
Employer Medicare		2,704	
In Service/Staff Development		20,000	
Total Special Education Program			281,986

Career and Technical Education Program

In Service/Staff Development	\$	4,466	
Total Career and Technical Education Program			4,466

Technology

Other Equipment	\$	492,808	
Total Technology			492,808

Maintenance of Plant

Communication	\$	62,925	
Total Maintenance of Plant			62,925

Total School Federal Projects Fund			\$ 4,111,089
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Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	56,016	
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(Continued)

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

Discretely Presented Monroe County School Department (Cont.)

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Clerical Personnel	\$ 67,344	
Cafeteria Personnel	1,086,217	
Longevity Pay	21,650	
Bonus Payments	82,000	
Other Salaries and Wages	130,767	
Social Security	85,456	
Pensions	56,480	
Life Insurance	1,522	
Medical Insurance	433,845	
Employer Medicare	19,986	
Maintenance and Repair Services - Equipment	108,524	
Contracts for Postclosure Care Costs	8,077	
Other Contracted Services	5,040	
Food Supplies	1,958,233	
Office Supplies	952	
USDA - Commodities	230,910	
Other Supplies and Materials	173,199	
In Service/Staff Development	1,048	
Other Charges	1,288	
Food Service Equipment	125,443	
Total Food Service		\$ 4,653,997

Total Central Cafeteria Fund	\$ 4,653,997
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Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$ 2,299,283	
Total Community Services		\$ 2,299,283

Total Internal School Fund	2,299,283
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Total Governmental Funds - Monroe County School Department	\$ 66,528,060
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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*

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Monroe County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Monroe County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated December 19, 2025. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the discretely presented Monroe County School Department, as described in our report on Monroe 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 Monroe 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 Monroe County's internal control. Accordingly, we do not express an opinion on the effectiveness of Monroe County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified the following deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs, that we consider to be a significant deficiency: 2025-002 (C).

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Monroe County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2025-001 and 2025-002 (A,B).

Monroe County's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Monroe County's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Monroe 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 Monroe County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 19, 2025

JEM/gc



JASON E. MUMPOWER
Comptroller

Independent Auditors 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

Monroe County Mayor and
Board of County Commissioners
Monroe 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 Monroe 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 Monroe County's major federal programs for the year ended June 30, 2025. Monroe 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, Monroe 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 (*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 Monroe 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 Monroe 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 Monroe 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 Monroe 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 Monroe 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 Monroe 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 Monroe 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 Monroe County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal

control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Monroe County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Monroe County's basic financial statements. We issued our report thereon dated December 19, 2025, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 19, 2025

MONROE COUNTY, TENNESSEE, AND THE MONROE COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (9)
For the Year-Ended June 30, 2025

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	N/A	\$ 743,839
National School Lunch Program	10.555	N/A	2,089,891 (7)
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program(Commodities - Noncash Assistance)	10.555	N/A	230,910 (7)
Forest Service Schools And Roads Cluster: (5)			
Schools and Roads - Grants to Counties	10.666	(4)	35,480
Passed-through State Department of Health:			
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-25-83094	86,632
Passed-through East Tennessee Human Resources Agency:			
Child Nutrition Cluster: (5)			
Summer Food Service Program for Children	10.559	(4)	1,583,492
Total U.S. Department of Agriculture			<u>\$ 4,770,244</u>
U.S. Department of Defense:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	N/A	\$ 522,520 (6)
Total U.S. Department of Defense			<u>\$ 522,520</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Economic and Community Development:			
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	33004-34122	\$ 181,126
Total U.S. Department of Housing and Urban Development			<u>\$ 181,126</u>
U.S. Department of the Interior:			
Direct Program:			
Payments in Lieu of Taxes	15.226	N/A	\$ 296,745
Passed-through State Department of Environment and Conservation:			
Historic Preservation Fund Grants-In-Aid	15.904	32701-05219	25,000
Total U.S. Department of the Interior			<u>\$ 321,745</u>
U.S. Department of Justice:			
Direct Program:			
Public Safety Partnership and Community Policing Grants	16.710	N/A	\$ 213,129
Total U.S. Department of Justice			<u>\$ 213,129</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Airport Improvement Program	20.106	(4)	\$ 655,908
Passed-through State Department of Safety and Homeland Security:			
Highway Safety Cluster: (5)			
State and Community Highway Safety	20.600	Z-25-THS205	32,322
Alcohol Open Container Requirements	20.607	(8)	10,859
Total U.S. Department of Transportation			<u>\$ 699,089</u>
U.S. Department of the Treasury:			
Direct Programs:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	\$ 3,497,497 (7)
COVID 19 - Local Assistance and Tribal Consistency Fund	21.032	N/A	146,730
Passed-through State Department of Tourist Development:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	32601-75880	30,940 (7)
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	95,026 (7)
Total U.S. Department of the Treasury			<u>\$ 3,770,193</u>

(Continued)

MONROE COUNTY, TENNESSEE, AND THE MONROE COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (9) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Department of Education:			
Direct Program:			
Trio Cluster: (5)			
TRIO Talent Search	84.044	N/A	\$ 453,585
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	1,421,912
Special Education Cluster (IDEA): (5)			
Special Education Grants to States	84.027	N/A	1,179,384
Special Education Preschool Grants	84.173	N/A	34,071
Career and Technical Education -- Basic Grants to States	84.048	N/A	135,228
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	N/A	99,500
English Language Acquisition State Grants	84.365	N/A	15,401
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	84.367	N/A	279,963
Student Support and Academic Enrichment Program	84.424	N/A	5,866
COVID 19 - Education Stabilization Fund Program -- Elementary and Secondary School Emergency Relief Fund - Homeless Children and Youth (ESSER ARP)	84.425W	N/A	806
Total U.S. Department of Education			<u>\$ 3,625,716</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Health:			
Medicaid Cluster: (5)			
Medical Assistance Program	93.778	GG-25-83094	\$ 45,344
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	GG-25-83094	31,949
Maternal and Child Health Services Block Grant to the States	93.994	GG-25-83094	31,750
Total U.S. Department of Health and Human Services			<u>\$ 109,043</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(8)	\$ 39,244
Homeland Security Grant Program	97.067	34101-22625	17,100
Total U.S. Department of Homeland Security			<u>\$ 56,344</u>
Total Expenditures of Federal Grants			<u><u>\$ 14,269,149</u></u>
State Grants		Contract Number	
Court Security Grant - State Administrative Office of the Courts	N/A	(4)	\$ 85,570
Dangerous Drugs Task Force Heroin/Opioid Investigation Overtime Expense Program - State Bureau of Investigation	N/A	(4)	5,630
Juvenile Services Program - State Children's Services Commission	N/A	(4)	9,000
Law Enforcement Recruitment and Retention Grant - State Department of Commerce and Insurance	N/A	(4)	35,600
Early Childhood Education - State Department of Education	N/A	(4)	388,907
Energy Efficient Schools Initiative - State Department of Education	N/A	(4)	315,000
Innovative School Models - State Department of Education	N/A	(4)	950,034
Summer Learning Camps Grant - State Department of Education	N/A	(4)	333,211
Summer Learning Camps Transportation Grant - State Department of Education	N/A	(4)	78,083
Automotive Fluid Recycling Center Grant - State Department of Environment and Conservation	N/A	(4)	28,042
Evidence-Based Programming - State Department of Finance and Administration	N/A	(4)	427,940
State Mental Health Transport - State Department of Finance and Administration	N/A	(4)	51,502
Violent Crime Intervention Grant - State Department of Finance and Administration	N/A	(4)	167,564
Local Health Services - State Department of Health	N/A	GG-25-83094	230,347
Law Enforcement Equipment Grants - State Corrections Institute	N/A	(4)	14,212
Law Enforcement Training Grants - State Department of Safety	N/A	(4)	76,800
Statewide School Resource Officer (SRO) - State Department of Safety and Homeland Security	N/A	(4)	750,000

(Continued)

MONROE COUNTY, TENNESSEE, AND THE MONROE COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (9) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Contract Number	Expenditures
State Grants (Cont.):			
Tourism Marketing Grant - State Department of Tourist Development	N/A	(4)	\$ 2,995
Airport Improvement Program (State Portion) - State Department of Transportation	N/A	(4)	72,879
Airport Maintenance - State Department of Transportation	N/A	(4)	20,638
Airport Survey Grant - State Department of Transportation	N/A	(4)	2,551
Litter Program - State Department of Transportation	N/A	(4)	56,641
Total State Grants			<u>\$ 4,103,146</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) Monroe County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.

(3) No amounts (\$0) were passed-through to subrecipients.

(4) Information not available.

(5) Child Nutrition Cluster total \$4,648,132; Forest Service Schools and Roads Cluster total \$35,480; Highway Safety Cluster total \$32,322; Special Education Cluster (IDEA) total \$1,213,455; Trio Cluster total \$453,585; Medicaid Cluster total \$45,344.

(6) During the year ended June 30, 2025, Monroe County received excess military equipment from the U.S. Department of Military valued at \$522,520.

(7) Total for ALN 10.555 is \$2,320,801; Total for ALN 21.027 is \$3,623,463.

(8) Grants with multiple pass-through identifying numbers:

ALN 20.607 Z-24-THS199: \$4,317; Z-25-THS206: \$6,542; ALN 97.042: 34101-32325: \$19,119; 34101-16824: \$20,125

(9) 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	\$ 153,513
English Language Acquisition State Grants	84.365	125
Supporting Effective Instruction State Grant	84.367	42,000
Student Support and Academic Enrichment Program	84.424	300
Total amounts consolidated for administration purposes		<u>\$ 195,938</u>

MONROE 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 Monroe 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
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OFFICES OF DIRECTOR OF FINANCE AND COUNTY MAYOR

2024	206	2024-001	Amounts withheld from contractor payments were not deposited into an escrow account.	N/A	Corrected
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OFFICE OF COUNTY CLERK

2024	206	2024-002	The office did not review its software audit logs.	N/A	Corrected
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Prior-year Federal Awards Findings

There were no prior-year federal award findings to report.

MONROE 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 Monroe County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **YES**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * Assistance Listing Number: 21.027 COVID 19 - Coronavirus State and Local Fiscal Recovery Funds
 - * Assistance Listing Numbers: 84.027 and 84.173 Special Education Cluster (IDEA):
Special Education - Grants to States and
Special Education - Preschool Grants
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our audit, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. Written responses for all findings are paraphrased and presented following each finding and recommendation. Management's corrective action plan whether related to the financial statements or federal awards, is presented separately in the Management's Corrective Action Plan in the Single Audit Section of this report. Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICE OF SHERIFF

FINDING 2025-001

ALLEGATIONS INVOLVING THE MONROE COUNTY SHERIFF'S DEPARTMENT ARE CURRENTLY UNDER INVESTIGATION

(Noncompliance under *Government Auditing Standards*)

An investigation involving the Monroe County Sheriff's Department by the Comptroller's Division of Investigations is ongoing. Findings, if any, resulting from this investigation will be included in a subsequent report

OFFICE OF CIRCUIT AND GENERAL SESSIONS COURTS CLERK

FINDING 2025-002

CIRCUIT AND GENERAL SESSIONS COURTS ALLOWED A PRIVATE PROBATION COMPANY TO COLLECT COURT FINES AND COSTS ON BEHALF OF THE COUNTY WITHOUT ADEQUATE CONTROLS

(A. and B. – Noncompliance Under Government Auditing Standards; C. – Internal Control – Significant Deficiency Under Government Auditing Standards)

Section 40-35-302, *Tennessee Code Annotated (TCA)*, authorizes the courts to use a private probation company for the supervision of individuals convicted of misdemeanor crimes. The following deficiencies for these services were noted, which are the result of a lack of management oversight, a lack of understanding of internal controls, and the failure to follow state statutes.

- A. The courts allowed a private company to collect the county's court fines and costs on behalf of the county without ensuring adequate controls over those collections. The court clerk could not provide documentation of when court funds were collected by the private company or what collections the private company held on the county's behalf. Section 18-4-103, *TCA*, places responsibility on the court clerk to properly account for all collections of the office and ensure adequate controls are maintained. Any court costs collected by the private company are county funds and should be appropriately remitted to the court and properly reported on the court clerk's financial statements.
- B. As noted in Part A, the court clerk was unable to obtain sufficient documentation to determine when payments were received. Therefore, we could not verify if court funds and costs were deposited within three days of collection, as required by Section 5-8-207, *TCA*. A delay in depositing funds weakens internal controls over collections and increases the risks of fraud and misappropriation.
- C. Monroe County does not have a contract with the private company outlining duties, responsibilities, or internal controls. The absence of a written agreement further weakens controls and increases the risk of fraud, waste, and abuse.

RECOMMENDATION

The court clerk should ensure that adequate internal controls are in place to safeguard county funds and to help prevent fraud, waste, and abuse. All funds should be deposited within three days of collection, as required by state statute. The

court clerk should consider obtaining a written agreement for private probation services outlining duties, responsibilities, and internal controls. Funds should be submitted to the county clerk upon collection and reported on their financial statements.

MANAGEMENT'S RESPONSE – CIRCUIT AND GENERAL SESSIONS COURTS CLERK

I agree with the finding; however, pursuant to the court order dated February 2, 2015, the specific third party we are using was:

“...designated; as the supervising agency for Misdemeanor Offenders convicted in the Monroe County General Sessions Court (Criminal Division) and thereby authorized to accept payments of costs of court, fines, and restitution as required under the sentences imposed by said Court and to collect fees for supervision pursuant to *TCA* 40-35-302.”

The Circuit Court Clerk was merely following the order of the court and doesn't think this finding should reflect badly on the office of the Circuit Court Clerk. We have taken corrective action steps and submitted a corrective action plan to include the Circuit Court Clerk to collect all funds owed to Monroe County, all funds will be deposited within three days and internal controls are in place to safeguard all funds.

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.

MONROE 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 CIRCUIT AND GENERAL SESSIONS COURTS CLERK

2025-002	Circuit and general sessions courts allowed a private probation company to collect court fines and costs on behalf of the county without adequate controls.	224
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Dewayna Martin

Monroe County Circuit Court Clerk

4500 New Hwy. 68 • Suite 4
Madisonville, TN 37354

Criminal Court: 423-442-5936
Fax: 423-442-4897

General Sessions: 423-442-9537
Fax: 423-442-4855

Circuit Court: 423-442-2396
Fax: 423-442-4897

Juvenile Court: 423-442-5631
Fax: 423-442-4855

Corrective Action Plan

FINDING:

CIRCUIT AND GENERAL SESSIONS COURTS ALLOWED A PRIVATE PROBATION COMPANY TO COLLECT COURT FINES AND COSTS ON BEHALF OF THE COUNTY WITHOUT ADEQUATE CONTROLS

Response and Corrective Action Plan Prepared by:

Dewayna Martin, Circuit Court Clerk

Person Responsible for Implementing the Corrective Action:

Dewayna Martin, Circuit Court Clerk

Anticipated Completion Date of Corrective Action:

12/16/2025

Repeat Finding:

No

Reason Corrective Action was Not Taken in the Prior Year:

N/A

Planned Corrective Action:

MPS will no longer collect court cost/fines.

General Sessions Judge will do a new Order stating MPS will monitor probation and Circuit Court Clerk will collect all money due to Monroe County.

All money collected will be deposited within 3 days as required in section 5-8-207.

Internal controls are in place to safeguard all county funds.

Signature:

