



ANNUAL FINANCIAL REPORT

Franklin County, Tennessee

For the Year Ended June 30, 2021

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
FRANKLIN COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2021

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

STEVE REEDER, CPA, CGFM, CFE
Audit Manager

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

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Summary of Audit Findings

Annual Financial Report
Franklin County, Tennessee
For the Year Ended June 30, 2021

Scope

We have audited the basic financial statements of Franklin County as of and for the year ended June 30, 2021.

Results

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

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

Findings

The following are summaries of the audit findings:

OFFICE OF FINANCE DIRECTOR

- ◆ Expenditures exceeded appropriations in salary accounts in various funds.
- ◆ Subsidiary accounting records were not closed and available for audit by August 31, 2021.

INTRODUCTORY SECTION

Franklin County Officials

June 30, 2021

Officials

David Alexander, County Mayor
Luke McCurry, Superintendent of Highways
Stanley Bean, Director of Schools
Randy Kelly, Trustee
Bruce Spencer, Assessor of Property
Phillip Custer, County Clerk
Robert Baggett, Circuit, General Sessions, and Juvenile Courts Clerk
Tappy Bailey, Clerk and Master
Denise Ingle Marshall, Register of Deeds
Tim Fuller, Sheriff
Andrea Smith, Finance Director

Board of County Commissioners

David Alexander, County Mayor, Chairman
Adam Casey
Eddie Clark
David Eldridge, Jr.
Barbara Finney
Angie Fuller
Doug Goodman
Johnny Hughes
Lydia Curtis Johnson

David Kelly
Greg King
Scottie Riddle
Dale Schultz
Gene Snead, Jr.
Helen Stapleton
Glenn Summers
Carolyn Wiseman

Highway Commission

Chuck Tipps, Chairman
Bobby Clark

Wade Hill
Joe David McBee

Board of Education

Cleijo Walker, Chairman
Chris Guess
Christine Hopkins
Linda Jones

Sara Liechty
Sarah Marhevsky
Caycee Roberts
Lance Williams

Franklin County Officials (Cont.)

Financial Management Committee

David Alexander, County Mayor, Chairman
Luke McCurry, Superintendent of Highways
Stanley Bean, Director of Schools

David Eldridge, Jr.
Barbara Finney
Scottie Riddle
Carolyn Wiseman

Audit Committee

Gene Seaton, Chairman
Jackie Axt
Glen Glasner

Margaret Lynch
Ron Schlagheck

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Franklin County, Tennessee, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Internal School Fund of the Franklin County School Department (a discretely presented component unit), which represent .96 percent, 1.16 percent, and 2.50 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Internal School Fund of the Franklin County School Department, is based solely on the report of the other auditors. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Franklin County, Tennessee, as of June 30, 2021 and the respective changes in financial position and, the respective budgetary comparison for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note V. B., Franklin County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. GASB 84 defines what is meant by fiduciary activities. It establishes the four types of fiduciary funds for reporting purposes. In addition, GASB 84 changes the title of "Agency" Funds to "Custodial" Funds and requires that Custodial Funds, unlike Agency Funds, should present fund net position. Our opinion is not modified with respect to this matter.

Emphasis of Matter

We draw attention to Note I.D.11. to the financial statements, which describes a restatement to the beginning Custodial Funds net position totaling \$1,550,528 on the Statement of Changes in Net Position – Fiduciary Funds and a restatement to the discretely presented Franklin County School Department's net position totaling \$1,015,955 on the Government-wide Statement of Activities. These restatements were necessary because of the transitional requirements of GASB Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

Other Matters

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 position liability (asset), schedules of county and school changes in the total OPEB liability as listed under Required Supplementary Information in the table of contents, be presented to supplement the basic financial statements. Such 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. 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 and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Franklin 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 Franklin County School Department (a discretely presented component unit), miscellaneous schedules and other information such as the introductory section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is also presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the 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 Franklin County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are the responsibility of management and were derived from and

relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 by us and by other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, 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 Franklin County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 12, 2021, on our consideration of Franklin 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 Franklin 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 Franklin County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 12, 2021

JEM/tg

BASIC FINANCIAL STATEMENTS

Exhibit A

Franklin County, Tennessee
Statement of Net Position
June 30, 2021

	Primary Government Governmental Activities	Component Unit Franklin County School Department
<u>ASSETS</u>		
Cash	\$ 15,778	\$ 1,116,770
Equity in Pooled Cash and Investments	22,274,876	17,036,239
Inventories	0	4,039
Accounts Receivable	158,043	16,463
Due from Other Governments	1,213,492	2,420,539
Due from Primary Government	0	10,000
Due from Component Units	8,191	0
Property Taxes Receivable	18,506,399	11,113,286
Allowance for Uncollectible Property Taxes	(519,913)	(310,188)
Prepaid Items	3,620	0
Net Pension Asset - Agent Plan	2,353,856	1,560,756
Net Pension Asset - Teacher Retirement Plan	0	154,574
Net Pension Asset - Teacher Legacy Pension Plan	0	4,262,381
Restricted Assets:		
Amounts Accumulated for Pension Benefits	0	257,857
Capital Assets:		
Assets Not Depreciated:		
Land	27,901,125	5,469,959
Construction in Progress	41,534	0
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	36,517,397	68,718,602
Infrastructure	14,040,098	0
Other Capital Assets	7,322,737	4,316,264
Total Assets	<u>\$ 129,837,233</u>	<u>\$ 116,147,541</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Pension Changes in Experience	\$ 70,435	\$ 214,482
Pension Changes in Assumptions	138,680	484,019
Pension Changes in Investment Earnings	256,110	1,134,368
Pension Changes in Proportion	0	65,018
Pension Contributions After Measurement Date	1,144,397	2,609,382
OPEB Changes in Experience	200,198	0
OPEB Changes in Assumptions	166,482	804,850
OPEB Changes in Proportion	0	285,005
OPEB Contributions After Measurement Date	30,140	256,291
Total Deferred Outflows of Resources	<u>\$ 2,006,442</u>	<u>\$ 5,853,415</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 176,635	\$ 579,248
Accrued Payroll	286,110	839,014
Payroll Deductions Payable	97	0
Accrued Interest Payable	477,555	0
Due to Primary Government	0	8,191
Due to Component Unit	10,000	0
Due to State of Tennessee	19,213	0
Due to Litigants, Heirs and Others	27,485	0
Noncurrent Liabilities:		
Due Within One Year - Debt	3,700,890	0
Due Within One Year - Other	715,740	0
Due in More Than One Year - Debt	64,905,326	0
Due in More Than One Year - Other	1,727,835	7,867,775
Total Liabilities	<u>\$ 72,046,886</u>	<u>\$ 9,294,228</u>

(Continued)

Exhibit A

Franklin County, Tennessee
Statement of Net Position (Cont.)

	Primary Government Governmental Activities	Component Unit Franklin County School Department
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Current Property Taxes	\$ 17,553,657	\$ 10,558,490
Pension Changes in Experience	515,433	2,429,777
Pension Changes in Proportion	0	9,551
OPEB Changes in Experience	295,673	1,924,838
OPEB Changes in Assumptions	206,953	633,250
OPEB Changes in Proportion	0	561,653
Total Deferred Inflows of Resources	<u>\$ 18,571,716</u>	<u>\$ 16,117,559</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	\$ 18,616,982	\$ 79,228,417
Restricted for:		
General Government	3,620	0
Public Safety	942,953	0
Public Health and Welfare	1,147,556	0
Social, Cultural, and Recreational Services	241,474	0
Highways/Public Works	2,823,563	0
Debt Service	3,083,453	0
Capital Projects	350,000	1,026,515
Education	0	6,252,849
Pensions	2,353,856	6,235,568
Unrestricted	<u>11,661,616</u>	<u>3,845,820</u>
Total Net Position	<u>\$ 41,225,073</u>	<u>\$ 96,589,169</u>

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

Exhibit B

Franklin County, Tennessee
Statement of Activities
For the Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component Unit
					Government Total Governmental Activities	Franklin County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 4,597,557	\$ 766,581	\$ 1,875,452	\$ 475,788	\$ (1,479,736)	\$ 0
Finance	2,164,650	1,349,241	48,652	0	(766,757)	0
Administration of Justice	2,493,352	994,774	28,922	0	(1,469,656)	0
Public Safety	9,559,487	745,596	905,336	0	(7,908,555)	0
Public Health and Welfare	2,396,172	302,217	128,107	0	(1,965,848)	0
Social, Cultural, and Recreational Services	518,987	46,052	34,367	0	(438,568)	0
Agriculture and Natural Resources	184,264	0	0	0	(184,264)	0
Highways/Public Works	3,415,125	13,869	2,761,660	690,802	51,206	0
Education	900	0	0	0	(900)	0
Interest on Long-term Debt	2,449,405	0	0	0	(2,449,405)	0
Total Primary Government	\$ 27,779,899	\$ 4,218,330	\$ 5,782,496	\$ 1,166,590	\$ (16,612,483)	\$ 0
Component Unit:						
Franklin County School Department	\$ 56,805,921	\$ 1,819,976	\$ 12,073,162	\$ 6,225	\$ 0	\$ (42,906,558)
Total Component Unit	\$ 56,805,921	\$ 1,819,976	\$ 12,073,162	\$ 6,225	\$ 0	\$ (42,906,558)

(Continued)

Exhibit B

Franklin County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component Unit
					Governmental Total Activities	Franklin County School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 15,852,928	\$ 11,196,264
Property Taxes Levied for Debt Service					2,762,956	0
Local Option Sales Taxes					1,411,184	6,387,430
Hotel/Motel Tax					361,940	0
Litigation Taxes					332,753	0
Mixed Drink Tax					28,851	28,850
Business Tax					499,869	0
Mineral Severance Tax					72,235	0
Wholesale Beer Tax					247,356	0
Other Local Taxes					456	0
Grants and Contributions Not Restricted to Specific Programs					2,848,065	27,433,143
Unrestricted Investment Earnings					286,801	56,596
Miscellaneous					72,531	48,171
Sale of Equipment					40,055	0
Amortized Premium					235,180	0
Total General Revenues					\$ 25,053,160	\$ 45,150,454
Change in Net Position					\$ 8,440,677	\$ 2,243,896
Net Position, July 1, 2020					32,784,396	93,329,318
Restatement - See Note I.D.11.					0	1,015,955
Net Position, June 30, 2021					\$ 41,225,073	\$ 96,589,169

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

Exhibit C-1

Franklin County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2021

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Governmental Funds	
<u>ASSETS</u>					
Cash	\$ 4,005	\$ 6,815	\$ 0	\$ 4,958	\$ 15,778
Equity in Pooled Cash and Investments	12,431,351	3,622,887	3,062,990	3,007,648	22,124,876
Accounts Receivable	105,606	3,394	19,282	29,761	158,043
Due from Other Governments	425,689	511,906	242,702	33,195	1,213,492
Due from Other Funds	3,692	945	150,000	0	154,637
Due from Component Units	8,191	0	0	0	8,191
Property Taxes Receivable	12,448,719	672,528	2,742,503	2,642,649	18,506,399
Allowance for Uncollectible Property Taxes	(347,462)	(18,771)	(76,547)	(77,133)	(519,913)
Prepaid Items	3,620	0	0	0	3,620
Total Assets	\$ 25,083,411	\$ 4,799,704	\$ 6,140,930	\$ 5,641,078	\$ 41,665,123
<u>LIABILITIES</u>					
Accounts Payable	\$ 111,929	\$ 21,075	\$ 0	\$ 43,631	\$ 176,635
Accrued Payroll	244,765	13,007	0	28,338	286,110
Payroll Deductions Payable	0	97	0	0	97
Due to Other Funds	945	0	0	3,692	4,637
Due to Component Units	10,000	0	0	0	10,000
Due to State of Tennessee	19,213	0	0	0	19,213
Due to Litigants, Heirs, and Others	4,005	6,815	0	16,665	27,485
Total Liabilities	\$ 390,857	\$ 40,994	\$ 0	\$ 92,326	\$ 524,177
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 11,827,256	\$ 638,955	\$ 2,605,592	\$ 2,481,854	\$ 17,553,657

(Continued)

Exhibit C-1

Franklin County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Governmental Funds	
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>					
Deferred Delinquent Property Taxes	\$ 250,461	\$ 13,531	\$ 55,177	\$ 76,474	\$ 395,643
Other Deferred/Unavailable Revenue	43,192	238,468	110,000	0	391,660
Total Deferred Inflows of Resources	\$ 12,120,909	\$ 890,954	\$ 2,770,769	\$ 2,558,328	\$ 18,340,960
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 3,620	\$ 0	\$ 0	\$ 0	\$ 3,620
Restricted:					
Restricted for Public Safety	0	0	0	927,013	927,013
Restricted for Public Health and Welfare	0	0	0	1,128,520	1,128,520
Restricted for Social, Cultural, and Recreational Services	0	0	0	244,376	244,376
Restricted for Highways/Public Works	0	2,697,062	0	0	2,697,062
Restricted for Debt Service	0	0	3,370,161	25,670	3,395,831
Restricted for Capital Projects	0	0	0	350,000	350,000
Committed:					
Committed for Public Health and Welfare	0	0	0	183,712	183,712
Committed for Social, Cultural, and Recreational Services	0	0	0	24,169	24,169
Committed for Other Purposes	4,000,000	0	0	0	4,000,000
Assigned:					
Assigned for General Government	64,697	0	0	0	64,697
Assigned for Finance	44,856	0	0	0	44,856
Assigned for Public Safety	351,374	0	0	106,964	458,338
Assigned for Public Health and Welfare	5,122	0	0	0	5,122
Assigned for Social, Cultural, and Recreational Services	450	0	0	0	450
Assigned for Other Operations	795,435	179,694	0	0	975,129

(Continued)

Exhibit C-1

Franklin County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
<u>FUND BALANCES (Cont.)</u>					
Assigned (Cont.):					
Assigned for Capital Outlay	\$ 0	\$ 991,000	\$ 0	\$ 0	\$ 991,000
Assigned for Capital Projects	199,732	0	0	0	199,732
Unassigned	7,106,359	0	0	0	7,106,359
Total Fund Balances	<u>\$ 12,571,645</u>	<u>\$ 3,867,756</u>	<u>\$ 3,370,161</u>	<u>\$ 2,990,424</u>	<u>\$ 22,799,986</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 25,083,411</u>	<u>\$ 4,799,704</u>	<u>\$ 6,140,930</u>	<u>\$ 5,641,078</u>	<u>\$ 41,665,123</u>

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

Exhibit C-2

Franklin County, Tennessee
Reconciliation of the Balance Sheet of Governmental
Funds to the Statement of Net Position
June 30, 2021

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)		\$ 22,799,986	
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	27,901,125	
Add: construction in progress		41,534	
Add: buildings and improvements net of accumulated depreciation		36,517,397	
Add: infrastructure net of accumulated depreciation		14,040,098	
Add: other capital assets net of accumulated depreciation		7,322,737	85,822,891
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: bonds payable	\$	(62,890,000)	
Less: notes payable		(2,604,122)	
Less: landfill closure/postclosure care costs		(94,267)	
Less: net OPEB liability		(1,656,844)	
Less: compensated absences payable		(692,464)	
Less: accrued interest on bonds and notes		(477,555)	
Less: unamortized premium on debt		(3,112,094)	(71,527,346)
(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	\$	1,609,622	
Less: deferred inflows of resources related to pensions		(515,433)	
Add: deferred outflows of resources related to OPEB		396,820	
Less: deferred inflows of resources related to OPEB		(502,626)	988,383
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.			2,353,856
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			787,303
Net position of governmental activities (Exhibit A)			\$ 41,225,073

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

Exhibit C-3

Franklin County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2021

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
<u>Revenues</u>					
Local Taxes	\$ 13,661,864	\$ 762,121	\$ 5,458,094	\$ 3,190,257	\$ 23,072,336
Licenses and Permits	148,825	3,410	13,872	39,206	205,313
Fines, Forfeitures, and Penalties	207,723	0	0	19,446	227,169
Charges for Current Services	449,051	7,542	0	149,552	606,145
Other Local Revenues	183,830	6,756	278,780	170,444	639,810
Fees Received From County Officials	2,307,659	0	0	0	2,307,659
State of Tennessee	3,460,716	3,431,462	0	23,333	6,915,511
Federal Government	2,017,079	0	0	8,987	2,026,066
Other Governments and Citizens Groups	183,781	0	0	31,237	215,018
Total Revenues	\$ 22,620,528	\$ 4,211,291	\$ 5,750,746	\$ 3,632,462	\$ 36,215,027
<u>Expenditures</u>					
Current:					
General Government	\$ 2,634,253	\$ 0	\$ 0	\$ 0	\$ 2,634,253
Finance	2,154,785	0	0	0	2,154,785
Administration of Justice	2,470,026	0	0	0	2,470,026
Public Safety	8,797,280	0	0	729,372	9,526,652
Public Health and Welfare	554,401	0	0	1,738,717	2,293,118
Social, Cultural, and Recreational Services	80,191	0	0	369,138	449,329
Agriculture and Natural Resources	175,238	0	0	0	175,238
Other Operations	1,981,534	0	0	145,316	2,126,850
Highways	0	3,696,825	0	0	3,696,825
Debt Service:					
Principal on Debt	0	16,570	4,286,191	0	4,302,761
Interest on Debt	0	2,551	2,478,022	0	2,480,573
Other Debt Service	0	0	89,640	0	89,640

(Continued)

Exhibit C-3

Franklin County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds (Cont.)

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 505,451	\$ 0	\$ 0	\$ 1,179,358	\$ 1,684,809
Total Expenditures	\$ 19,353,159	\$ 3,715,946	\$ 6,853,853	\$ 4,161,901	\$ 34,084,859
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,267,369	\$ 495,345	\$ (1,103,107)	\$ (529,439)	\$ 2,130,168
<u>Other Financing Sources (Uses)</u>					
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 350,000	\$ 350,000
Proceeds from Sale of Capital Assets	449,650	21,621	0	41,119	512,390
Transfers In	105,606	0	150,000	0	255,606
Transfers Out	0	(53,803)	0	(201,803)	(255,606)
Total Other Financing Sources (Uses)	\$ 555,256	\$ (32,182)	\$ 150,000	\$ 189,316	\$ 862,390
Net Change in Fund Balances	\$ 3,822,625	\$ 463,163	\$ (953,107)	\$ (340,123)	\$ 2,992,558
Fund Balance, July 1, 2020	8,749,020	3,404,593	4,323,268	3,330,547	19,807,428
Fund Balance, June 30, 2021	\$ 12,571,645	\$ 3,867,756	\$ 3,370,161	\$ 2,990,424	\$ 22,799,986

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

Exhibit C-4

Franklin 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, 2021

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)	\$	2,992,558
(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	\$ 3,840,547	
Less: current-year depreciation expense	<u>(2,575,706)</u>	1,264,841
(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		(403,881)
(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, 2021	\$ 787,303	
Less: deferred delinquent property taxes and other deferred June 30, 2020	<u>(1,021,640)</u>	(234,337)
(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.		
Less: note proceeds	\$ (350,000)	
Add: principal payments on bonds	3,565,000	
Add: principal payments on notes	737,761	
Add: change in premium on debt issuance	<u>235,180</u>	4,187,941
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ 31,168	
Change in OPEB liability	(57,433)	
Change in deferred outflows related to OPEB	98,531	
Change in deferred inflows related to OPEB	(152,094)	
Change in net pension liability/asset	410,929	
Change in deferred outflows related to pensions	71,939	
Change in deferred inflows related to pensions	(56,028)	
Change in compensated absences payable	76,117	
Change in landfill closure/postclosure care costs	<u>210,426</u>	633,555
Change in net position of governmental activities (Exhibit B)	\$	<u><u>8,440,677</u></u>

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

Exhibit C-5

Franklin County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 13,661,864	\$ 0	\$ 0	\$ 13,661,864	\$ 13,239,691	\$ 13,724,041	\$ (62,177)
Licenses and Permits	148,825	0	0	148,825	109,460	147,960	865
Fines, Forfeitures, and Penalties	207,723	0	0	207,723	208,075	202,475	5,248
Charges for Current Services	449,051	0	0	449,051	425,210	411,737	37,314
Other Local Revenues	183,830	0	0	183,830	134,110	165,022	18,808
Fees Received From County Officials	2,307,659	0	0	2,307,659	2,098,000	2,319,000	(11,341)
State of Tennessee	3,460,716	0	0	3,460,716	2,786,719	3,652,756	(192,040)
Federal Government	2,017,079	0	0	2,017,079	742,006	2,487,694	(470,615)
Other Governments and Citizens Groups	183,781	0	0	183,781	193,000	237,735	(53,954)
Total Revenues	\$ 22,620,528	\$ 0	\$ 0	\$ 22,620,528	\$ 19,936,271	\$ 23,348,420	\$ (727,892)
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 321,699	\$ (7,907)	\$ 13,170	\$ 326,962	\$ 392,332	\$ 365,304	\$ 38,342
Beer Board	430	0	0	430	525	525	95
County Mayor/Executive	195,658	(60)	493	196,091	202,816	202,816	6,725
County Attorney	10,800	0	0	10,800	10,800	10,800	0
Election Commission	271,929	(846)	0	271,083	254,957	280,844	9,761
Register of Deeds	342,770	(13,523)	296	329,543	361,274	355,724	26,181
Planning	159,333	(308)	307	159,332	166,245	163,695	4,363
County Buildings	1,170,042	(80,417)	24,748	1,114,373	1,194,447	1,218,447	104,074
Other General Administration	161,592	(4,026)	70	157,636	83,450	159,300	1,664
<u>Finance</u>							
Property Assessor's Office	525,750	(38,186)	43,694	531,258	598,467	598,279	67,021
County Trustee's Office	335,890	0	0	335,890	349,753	349,753	13,863
County Clerk's Office	625,434	(319)	599	625,714	636,769	629,710	3,996
Other Finance	667,711	(3,707)	563	664,567	743,828	681,798	17,231
<u>Administration of Justice</u>							
Circuit Court	999,258	(1,152)	0	998,106	1,032,255	1,025,555	27,449
General Sessions Court	319,569	(341)	0	319,228	326,223	324,573	5,345

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Administration of Justice (Cont.)</u>							
Drug Court	\$ 101,742	\$ 0	\$ 0	\$ 101,742	\$ 103,222	\$ 103,222	\$ 1,480
Chancery Court	228,004	(422)	0	227,582	244,422	244,422	16,840
Juvenile Court	133,297	0	0	133,297	140,565	140,565	7,268
Judicial Commissioners	148,968	(36)	0	148,932	174,154	174,154	25,222
Other Administration of Justice	387,748	(10,219)	0	377,529	171,000	677,923	300,394
Probation Services	151,440	0	0	151,440	160,010	157,010	5,570
<u>Public Safety</u>							
Sheriff's Department	4,103,205	(209,748)	213,200	4,106,657	4,273,970	4,249,327	142,670
Administration of the Sexual Offender Registry	13,879	0	1,000	14,879	15,593	15,413	534
Jail	3,187,762	(193,088)	133,322	3,127,996	3,049,794	3,197,725	69,729
Correctional Incentive Program Improvements	357,930	(216)	0	357,714	278,931	581,921	224,207
Juvenile Services	104,718	(3,478)	475	101,715	142,500	142,500	40,785
Civil Defense	154,120	(599)	714	154,235	167,385	165,385	11,150
Rescue Squad	17,214	(616)	256	16,854	35,000	25,101	8,247
Other Emergency Management	746,451	(5,547)	2,408	743,312	879,694	772,694	29,382
County Coroner/Medical Examiner	42,349	0	0	42,349	37,000	67,000	24,651
Public Safety Grants Program	29,452	0	0	29,452	5,536	45,552	16,100
Other Public Safety	40,200	0	0	40,200	0	50,000	9,800
<u>Public Health and Welfare</u>							
Local Health Center	25,579	(1,400)	500	24,679	33,450	37,750	13,071
Rabies and Animal Control	250,840	(2,330)	3,972	252,482	258,733	260,512	8,030
Other Local Health Services	93,976	(5,385)	0	88,591	246,600	246,600	158,009
Appropriation to State	29,946	0	0	29,946	30,646	30,646	700
General Welfare Assistance	17,775	0	0	17,775	17,775	17,775	0
Waste Pickup	89,365	(117)	650	89,898	100,633	100,633	10,735
Other Waste Collection	42,324	(104)	0	42,220	44,272	44,272	2,052
Other Public Health and Welfare	4,596	(2,426)	0	2,170	2,426	2,426	256
<u>Social, Cultural, and Recreational Services</u>							
Senior Citizens Assistance	40,249	(4,500)	450	36,199	37,500	37,500	1,301

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Social, Cultural, and Recreational Services (Cont.)</u>							
Parks and Fair Boards	\$ 39,942	\$ (1,458)	\$ 0	\$ 38,484	\$ 41,710	\$ 41,710	\$ 3,226
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	103,247	(34)	0	103,213	111,316	112,857	9,644
Soil Conservation	71,991	0	0	71,991	92,047	74,947	2,956
<u>Other Operations</u>							
Industrial Development	196,568	(160,779)	289	36,078	85,893	51,528	15,450
Other Economic and Community Development	155,870	(14,224)	27,832	169,478	558,095	536,148	366,670
Airport	16,686	0	34,314	51,000	141,014	70,200	19,200
Veterans' Services	91,214	(722)	530	91,022	93,017	100,900	9,878
Other Charges	845,463	(307)	0	845,156	952,613	953,465	108,309
COVID-19 Grant #2	597,106	0	0	597,106	0	597,106	0
COVID-19 Grant #3	22,784	0	0	22,784	0	22,784	0
COVID-19 Grant #4	19,922	0	0	19,922	0	20,000	78
COVID-19 Grant #5	20,000	0	0	20,000	0	20,000	0
COVID-19 Grant #6	15,921	0	0	15,921	0	15,921	0
<u>Capital Projects</u>							
Other General Government Projects	113,732	(9,525)	26,953	131,160	210,000	184,387	53,227
Highway and Street Capital Projects	391,719	(171,595)	172,779	392,903	140,000	695,000	302,097
Total Expenditures	\$ 19,353,159	\$ (949,667)	\$ 703,584	\$ 19,107,076	\$ 19,430,657	\$ 21,452,104	\$ 2,345,028
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 3,267,369	\$ 949,667	\$ (703,584)	\$ 3,513,452	\$ 505,614	\$ 1,896,316	\$ 1,617,136
<u>Other Financing Sources (Uses)</u>							
Proceeds from Sale of Capital Assets	\$ 449,650	\$ 0	\$ 0	\$ 449,650	\$ 0	\$ 449,650	\$ 0
Transfers In	105,606	0	0	105,606	105,606	105,606	0
Total Other Financing Sources	\$ 555,256	\$ 0	\$ 0	\$ 555,256	\$ 105,606	\$ 555,256	\$ 0

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Net Change in Fund Balance	\$ 3,822,625	\$ 949,667	\$ (703,584)	\$ 4,068,708	\$ 611,220	\$ 2,451,572	\$ 1,617,136
Fund Balance, July 1, 2020	8,749,020	(949,667)	0	7,799,353	7,694,077	7,694,077	105,276
Fund Balance, June 30, 2021	\$ 12,571,645	\$ 0	\$ (703,584)	\$ 11,868,061	\$ 8,305,297	\$ 10,145,649	\$ 1,722,412

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

Exhibit C-6

Franklin 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, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 762,121	\$ 0	\$ 0	\$ 762,121	\$ 732,584	\$ 756,644	\$ 5,477
Licenses and Permits	3,410	0	0	3,410	3,540	3,540	(130)
Charges for Current Services	7,542	0	0	7,542	15,080	15,080	(7,538)
Other Local Revenues	6,756	0	0	6,756	11,500	19,030	(12,274)
State of Tennessee	3,431,462	0	0	3,431,462	2,685,482	3,448,028	(16,566)
Total Revenues	\$ 4,211,291	\$ 0	\$ 0	\$ 4,211,291	\$ 3,448,186	\$ 4,242,322	\$ (31,031)
<u>Expenditures</u>							
<u>Highways</u>							
Administration	\$ 345,659	\$ (988)	\$ 0	\$ 344,671	\$ 357,123	\$ 354,123	\$ 9,452
Highway and Bridge Maintenance	956,729	(1,200)	17,060	972,589	1,036,729	1,003,729	31,140
Operation and Maintenance of Equipment	246,494	(21,760)	34,216	258,950	374,613	335,113	76,163
Quarry Operations	267,199	(5,946)	91,516	352,769	397,051	422,051	69,282
Other Charges	205,622	(1,367)	84	204,339	248,907	243,907	39,568
Capital Outlay	1,675,122	(407,997)	102,652	1,369,777	1,008,200	1,479,051	109,274
<u>Principal on Debt</u>							
Highways and Streets	16,570	0	0	16,570	16,571	16,571	1
<u>Interest on Debt</u>							
Highways and Streets	2,551	0	0	2,551	2,552	2,552	1
Total Expenditures	\$ 3,715,946	\$ (439,258)	\$ 245,528	\$ 3,522,216	\$ 3,441,746	\$ 3,857,097	\$ 334,881
Excess (Deficiency) of Revenues Over Expenditures	\$ 495,345	\$ 439,258	\$ (245,528)	\$ 689,075	\$ 6,440	\$ 385,225	\$ 303,850
<u>Other Financing Sources (Uses)</u>							
Proceeds from Sale of Capital Assets	\$ 21,621	\$ 0	\$ 0	\$ 21,621	\$ 0	\$ 0	\$ 21,621
Transfers Out	(53,803)	0	0	(53,803)	(53,803)	(53,803)	0
Total Other Financing Sources	\$ (32,182)	\$ 0	\$ 0	\$ (32,182)	\$ (53,803)	\$ (53,803)	\$ 21,621

(Continued)

Exhibit C-6

Franklin County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Net Change in Fund Balance	\$ 463,163	\$ 439,258	\$ (245,528)	\$ 656,893	\$ (47,363)	\$ 331,422	\$ 325,471
Fund Balance, July 1, 2020	3,404,593	(439,258)	0	2,965,335	2,891,934	2,891,934	73,401
Fund Balance, June 30, 2021	\$ 3,867,756	\$ 0	\$ (245,528)	\$ 3,622,228	\$ 2,844,571	\$ 3,223,356	\$ 398,872

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

Franklin County, Tennessee
Statement of Net Position
Fiduciary Funds
June 30, 2021

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash	\$ 1,729,590
Due from Other Governments	<u>912,189</u>
Total Assets	<u>\$ 2,641,779</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	<u>\$ 912,189</u>
Total Liabilities	<u>\$ 912,189</u>
<u>NET POSITION</u>	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 1,729,590</u>
Total Net Position	<u>\$ 1,729,590</u>

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

Franklin County, Tennessee
Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended June 30, 2021

	<u>Custodial Funds</u>
<u>ADDITIONS</u>	
Sales Tax Collections for Other Governments	\$ 4,857,095
Fines/Fees and Other Collections	<u>10,325,955</u>
Total Additions	<u>\$ 15,183,050</u>
<u>DEDUCTIONS</u>	
Payment of Sales Tax Collections to Other Governments	\$ 4,857,095
Payments to State	6,894,349
Payments to County/City	1,964,484
Payments to Individuals and Others	<u>1,288,060</u>
Total Deductions	<u>\$ 15,003,988</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 179,062
Net Position, July 1, 2020	0
Restatement - See Note I.D.11	<u>1,550,528</u>
Net Position, June 30, 2021	<u><u>\$ 1,729,590</u></u>

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

FRANKLIN COUNTY, TENNESSEE
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FRANKLIN COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Franklin 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 Franklin County:

A. Reporting Entity

Franklin County is a public municipal corporation governed by an elected 16-member board. As required by GAAP, these financial statements present Franklin County (the primary government) and its component units. The financial statements of the Franklin County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of their 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 Franklin County School Department operates the public school system in the county, and the voters of Franklin 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 Franklin County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Franklin County, and the Franklin 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 Franklin County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

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

Administrative Office:

Franklin County Emergency Communications District
305 Edgewater Drive
Winchester, TN 37398

Related Organization – The Franklin County Health and Educational Facilities Board is a related organization of Franklin County. The Franklin County Commission appoints the board members, but the county’s accountability for the organization does not extend beyond making the appointments.

B. Government-wide and Fund Financial Statements

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

Franklin County issues all debt for the discretely presented Franklin County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2021.

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund 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 Franklin 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 outflows of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Franklin County has no proprietary funds to report.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Franklin 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.

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.

Franklin 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.

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

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

Additionally, Franklin County reports the following fund types:

Capital Projects Fund – This fund accounts for and reports financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

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

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

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

Central Cafeteria Fund – This special revenue fund is used to account for the cafeteria operations in each of the schools. USDA School Lunch and Breakfast Programs and payments received from the sale of meals are the foundational revenues of this fund.

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

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY21) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY20) are presented in this report. We do not believe using the prior year balances will affect the independent auditor’s opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

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

D. Assets, Liabilities, Deferred Outflow/Inflow 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 Franklin 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 Solid Waste/Sanitation and General Debt Service Funds. Franklin 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. Franklin County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value.

2. Receivables and Payables

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

All property taxes receivable are shown with an allowance for uncollectibles. The allowance for uncollectible property taxes is equal to 2.5 percent of total taxes levied.

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

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

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

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

3. Inventories and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid

items is recorded as an expenditure when consumed rather than when purchased. Prepaids are offset in the nonspendable fund balance account in governmental funds.

4. **Restricted Assets**

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

5. **Capital Assets**

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 (land improvements \$25,000; buildings, improvements, and infrastructure \$50,000) or more and an estimated useful life exceeding 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:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	25 - 40
Other Capital Assets	5 - 20
Infrastructure:	
Roads	20
Bridges	40

6. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position 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, investment earnings, and proportionate share of contributions; other postemployment benefits (OPEB) changes in experience, assumptions, and proportionate share of contributions; and employer contributions made to the pension and OPEB plans after the measurement date.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position 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 and proportionate share of contributions; OPEB changes in experience, assumptions, and proportionate share of contributions; and various receivables for revenues, which do not meet the availability criteria in governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

7. Compensated Absences

It is the policy of the general government (excluding the highway department) to permit its employees to accumulate the following hours of vacation leave based on length of employment:

<u>Years of Service</u>	<u>Hours</u>
One	40
Two through Eight	80
Nine and Over	120

It is the policy of the highway department to permit its employees to accumulate the following days of vacation leave based on length of employment:

<u>Years of Service</u>	<u>Days</u>
One	5
Two through Nine	10
Ten and Over	15

In the general government, earned but unused vacation leave will be paid to the employee upon retirement, resignation, or termination. On each employee's anniversary date, all accumulated unused vacation leave will be converted to sick leave. In the highway department, employees are required to take at least five days of vacation per fiscal year. Any accumulated unused vacation leave is paid to the employee on June 30 of each year. All vacation leave is accrued when incurred in the government-wide statements for the general county government. The granting of sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded.

It is the policy of the discretely presented Franklin County School Department to permit its 11- and 12-month employees to accumulate up to a maximum of 30 days over a two-year period of earned but unused vacation leave, which will be paid upon retirement, resignation, or termination. Any accumulated unused vacation leave in excess of two years is forfeited. All vacation leave for 11- and 12-month employees is accrued when incurred in the government-wide statements for the school department. The policy of the school department does not allow their ten-month employees to accumulate vacation days beyond June 30. The granting of sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded. A liability for vacation leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

8. Long-term Debt and Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position. Debt premiums and discounts are deferred and 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 fund types 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, and landfill postclosure cost, are recognized to the extent that the liabilities have matured (come due for payment) each period.

9. Net Position and Fund Balance

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

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

The government-wide Statement of Net Position reports \$10,946,475 of restricted net position, of which \$694,693 is restricted by enabling legislation.

As of June 30, 2021, Franklin County has \$47,615,000 in outstanding debt for capital purposes for the discretely presented Franklin County

School Department. This debt is a liability of Franklin County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Franklin County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

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

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification

represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds.

10. Minimum Fund Balance Policy

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

Primary Government

General Fund – 2.5 percent of current-year expenditures and transfers to other funds.

Courthouse and Jail Maintenance, Public Library, Solid Waste/Sanitation, Local Purpose Tax, and Highway/Public Works funds – five percent of current-year expenditures and transfers to other funds.

Debt Service Funds – the county will typically have at least one-half year of future principal and interest payments as fund balance.

Discretely Presented Franklin County School Department

Central Cafeteria Fund – five percent of current-year expenditures and transfers to other funds.

11. Restatements

Due to the implementation of GASB Statement 84, a special revenue fund (Internal School Fund) is reflected in the financial statements of the discretely presented Franklin County School Department. A restatement of \$1,015,955 has been presented to reflect the beginning balance of this fund.

In prior years, the custodial funds had no measurement focus. However, due to the implementation of GASB Statement 84, the beginning balance of these funds has been restated by \$1,550,528 using the economic measurement focus and the accrual basis of accounting.

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 Franklin County's

participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Franklin 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 Franklin 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 Franklin County. For this purpose, Franklin County recognizes benefit payments when due and payable in accordance with benefit terms. Franklin County's OPEB plan is not administered through a trust.

Discretely Presented Franklin 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 Franklin 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 Franklin County School Department

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

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

Primary Government

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

Discretely Presented Franklin County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

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

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be sufficient to meet

current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the county commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

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

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

At June 30, 2021, Franklin County and the Franklin County School Department reported the following encumbrances:

Funds	Amount
Primary Government:	
Major Funds:	
General	\$ 703,584
Highway/Public Works	245,528
Nonmajor Funds:	
Public Library	10,611
Solid Waste/Sanitation	118,044
Local Purpose Tax	37,000
Drug Control	12,099
School Department:	
Major Funds:	
General Purpose School	534,230
Central Cafeteria	342

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Franklin County and the Franklin 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 105 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the 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 market value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

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

eligible programs that have been approved by the state treasurer: the Certificate of Deposit Account Registry Service (CDARS) and the Insured Cash Sweep (ICS), which operate through IntraFi Network, LLC.

Investments

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

Investment Balances. As of June 30, 2021, Franklin County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Franklin County and the discretely presented Franklin County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity	Maturities	Amortized Cost
State Treasurer's Investment Pool	1 to 68 days	N/A	\$ 1,566,297

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. Franklin County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Franklin County has no investment policy that would further limit its investment choices. As of June 30, 2021, Franklin County's investment in the State Treasurer's Investment Pool was unrated.

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

TCRS Stabilization Trust

Legal Provisions. The Franklin 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 Franklin 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, 2021, the Franklin 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	\$ 79,936
Developed Market International Equity	N/A	N/A	36,100
Emerging Market International Equity	N/A	N/A	10,314
U.S. Fixed Income	N/A	N/A	51,571
Real Estate	N/A	N/A	25,786
Short-term Securities	N/A	N/A	2,579
NAV - Private Equity and Strategic Lending	N/A	N/A	51,571
 Total			\$ 257,857

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2020/ag20045.pdf>.

B. Capital Assets

Capital assets activity for the year ended June 30, 2021, was as follows:

Primary Government

Governmental Activities:

	Balance 7-1-20	Increases	Decreases	Balance 6-30-21
Capital Assets Not Depreciated:				
Land	\$ 28,250,003	\$ 0	\$ (348,878)	\$ 27,901,125
Construction in Progress	15,517,279	30,500	(15,506,245)	41,534
Total Capital Assets Not Depreciated	<u>\$ 43,767,282</u>	<u>\$ 30,500</u>	<u>\$ (15,855,123)</u>	<u>\$ 27,942,659</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 29,640,528	\$ 16,813,282	\$ 0	\$ 46,453,810
Infrastructure	48,519,679	1,396,344	0	49,916,023
Other Capital Assets	16,611,472	1,106,666	(203,423)	17,514,715
Total Capital Assets Depreciated	<u>\$ 94,771,679</u>	<u>\$ 19,316,292</u>	<u>\$ (203,423)</u>	<u>\$ 113,884,548</u>
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 9,378,596	\$ 557,817	\$ 0	\$ 9,936,413
Infrastructure	34,927,492	948,433	0	35,875,925
Other Capital Assets	9,270,942	1,069,456	(148,420)	10,191,978
Total Accumulated Depreciation	<u>\$ 53,577,030</u>	<u>\$ 2,575,706</u>	<u>\$ (148,420)</u>	<u>\$ 56,004,316</u>
Total Capital Assets Depreciated, Net	<u>\$ 41,194,649</u>	<u>\$ 16,740,586</u>	<u>\$ (55,003)</u>	<u>\$ 57,880,232</u>
Governmental Activities Capital Assets, Net	<u>\$ 84,961,931</u>	<u>\$ 16,771,086</u>	<u>\$ (15,910,126)</u>	<u>\$ 85,822,891</u>

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

Governmental Activities:

General Government	\$ 376,348
Finance	29,629
Administration of Justice	4,409
Public Safety	629,834
Public Health and Welfare	235,962
Social, Cultural, and Recreational Services	29,284
Agriculture and Natural Resources	9,862
Highways/Public Works	<u>1,260,378</u>
 Total Depreciation Expense - Governmental Activities	 <u><u>\$ 2,575,706</u></u>

Discretely Presented Franklin County School Department

Governmental Activities:

	Balance 7-1-20	Increases	Decreases	Balance 6-30-21
Capital Assets Not Depreciated:				
Land	\$ 5,469,959	\$ 0	\$ 0	\$ 5,469,959
Construction in Progress	40,381,416	0	(40,381,416)	0
Total Capital Assets Not Depreciated	<u>\$ 45,851,375</u>	<u>\$ 0</u>	<u>\$ (40,381,416)</u>	<u>\$ 5,469,959</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 56,837,888	\$ 42,191,857	\$ 0	\$ 99,029,745
Other Capital Assets	8,321,068	1,983,948	(28,443)	10,276,573
Total Capital Assets Depreciated	<u>\$ 65,158,956</u>	<u>\$ 44,175,805</u>	<u>\$ (28,443)</u>	<u>\$ 109,306,318</u>
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 28,999,149	\$ 1,311,994	\$ 0	\$ 30,311,143
Other Capital Assets	5,599,228	381,580	(20,499)	5,960,309
Total Accumulated Depreciation	<u>\$ 34,598,377</u>	<u>\$ 1,693,574</u>	<u>\$ (20,499)</u>	<u>\$ 36,271,452</u>
Total Capital Assets Depreciated, Net	<u>\$ 30,560,579</u>	<u>\$ 42,482,231</u>	<u>\$ (7,944)</u>	<u>\$ 73,034,866</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 76,411,954</u></u>	<u><u>\$ 42,482,231</u></u>	<u><u>\$ (40,389,360)</u></u>	<u><u>\$ 78,504,825</u></u>

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

Governmental Activities:

Instruction	\$ 1,253,993
Support Services	367,318
Operation of Non-instructional Services	<u>72,263</u>
 Total Depreciation Expense - Governmental Activities	 <u><u>\$ 1,693,574</u></u>

C. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2021, was as follows:

Due to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Nonmajor governmental	\$ 3,692
General Debt Service	"	150,000
Highway/Public Works	General	945
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	5,443
Nonmajor governmental	General Purpose School	10,187

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.

At June 30, 2021, the receivable in the General Debt Service totaling \$150,000 was in transit from the Courthouse and Jail Maintenance Fund and receivables in the School Federal Projects Fund totaling \$1,083 were in transit from the General Purpose School Fund.

Due to/from Primary Government and Component Unit:

Receivable Fund	Payable Fund	Amount
Primary Government: General	Component Unit: School Department: General Purpose School	\$ 8,191
Component Unit: School Department: General Purpose School	Primary Government: General	10,000

Interfund Transfers:

Interfund transfers for the year ended June 30, 2021, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In		Purpose
	General Fund	Debt Service	
Nonmajor governmental funds	\$ 51,803	\$ 0	Reimbursement
Highway/Public Works	53,803	0	"
"	0	150,000	Debt Payment
Total	\$ 105,606	\$ 150,000	

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.

D. Long-term Debt

Primary Government

General Obligation Bonds and Notes

General Obligation Bonds - Franklin County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge

the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 25 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, 2021, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements – Franklin County issues capital outlay notes to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes outstanding were issued for original terms of up to 12 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes included in long-term debt as of June 30, 2021, will be retired from the General Debt Service and Highway/Public Works funds.

General obligation bonds and notes outstanding as of June 30, 2021, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-21
General Obligation Bonds	2 to 5 %	5-1-44	\$ 62,425,000	\$ 60,115,000
General Obligation Bonds - Refunding	1.23 to 5	6-1-38	5,425,000	2,775,000
Direct Borrowing and Direct Placement:				
Capital Outlay Notes	1.31 to 4.875	6-1-31	6,349,666	2,604,122

The annual requirements to amortize all general obligation bonds and notes outstanding as of June 30, 2021, including interest payments, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2022	\$ 2,995,000	\$ 2,248,525	\$ 5,243,525
2023	3,120,000	2,098,775	5,218,775
2024	2,730,000	1,985,075	4,715,075
2025	2,570,000	1,891,775	4,461,775
2026	2,700,000	1,763,275	4,463,275
2027-2031	15,335,000	6,974,575	22,309,575
2032-2036	12,830,000	4,460,429	17,290,429
2037-2041	12,315,000	2,624,339	14,939,339
2042-2044	8,295,000	565,987	8,860,987
Total	\$ 62,890,000	\$ 24,612,755	\$ 87,502,755

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2022	\$ 705,890	\$ 67,942	\$ 773,832
2023	203,232	50,793	254,025
2024	190,000	44,969	234,969
2025	190,000	39,887	229,887
2026	200,000	34,807	234,807
2027-2031	1,115,000	90,621	1,205,621
Total	<u>\$ 2,604,122</u>	<u>\$ 329,019</u>	<u>\$ 2,933,141</u>

There is \$3,370,161 available in the General Debt Service to service long-term debt. Bonded debt per capita totaled \$1,470, based on the 2020 federal census. Total debt per capita, including bonds, notes, and unamortized debt premiums, totaled \$1,604, based on the 2020 federal census.

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2021, was as follows:

Governmental Activities:

	Bonds	Notes - Direct Placement
Balance, July 1, 2020	\$ 66,455,000	\$ 2,991,883
Additions	0	350,000
Reductions	(3,565,000)	(737,761)
Balance, June 30, 2021	<u>\$ 62,890,000</u>	<u>\$ 2,604,122</u>
Balance Due Within One Year	<u>\$ 2,995,000</u>	<u>\$ 705,890</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2021	\$ 65,494,122
Less: Balance Due Within One Year - Debt	(3,700,890)
Add: Unamortized Premium on Debt	<u>3,112,094</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 64,905,326</u>

E. Long-term Obligations

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2021, was as follows:

Governmental Activities:

	Landfill Postclosure Care Costs	Other Postemployment Benefits	Compensated Absences
Balance, July 1, 2020	\$ 304,693	\$ 1,599,411	\$ 768,581
Additions	1,164	321,264	634,957
Reductions	(211,590)	(263,831)	(711,074)
Balance, June 30, 2021	<u>\$ 94,267</u>	<u>\$ 1,656,844</u>	<u>\$ 692,464</u>
Balance Due Within One Year	<u>\$ 23,276</u>	<u>\$ 0</u>	<u>\$ 692,464</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2021	\$ 2,443,575
Less: Balance Due Within One Year - Other	<u>(715,740)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 1,727,835</u>

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

Discretely Presented Franklin County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Franklin County School Department for the year ended June 30, 2021, was as follows:

Governmental Activities:

	Compensated Absences	Other Post- employment Benefits
Balance, July 1, 2020	\$ 207,184	\$ 7,149,088
Additions	159,263	1,623,578
Reductions	(133,188)	(1,138,150)
	<u>\$ 233,259</u>	<u>\$ 7,634,516</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2021	\$ 7,867,775
Less: Balance Due Within One Year - Other	<u>0</u>
Noncurrent Liabilities - Due in More Than One Year - Other -Exhibit A	<u>\$ 7,867,775</u>

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

F. On-Behalf Payments

Discretely Presented Franklin County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Franklin 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, 2021, were \$107,497 and \$71,186, 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

Franklin County and the discretely presented Franklin County School Department participate in the Tennessee Risk Management Trust (TN-RMT),

which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The county and the school department pay annual premiums to the TN-RMT for their general liability, property, and casualty coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

The county carries commercial insurance for risks of loss relating to workers' compensation. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. The county does not insure against environmental claims or losses.

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

The school department's risks of loss relating to workers' compensation are covered by participation in a public entity risk pool. The school department is a member of the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The school department pays annual premiums to the TN-RMT for its workers' compensation coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

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

B. Accounting Changes

GASB Statement No. 84, *Fiduciary Activities* establishes additional guidance for the identification, accounting, and reporting of fiduciary activities. The statement clarifies the four types of fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. Custodial

funds generally should report fiduciary activities that are not held in a trust or equivalent arrangement that meets specific criteria

GASB Statement No. 90, *Majority Equity Interest* modifies previous guidance and provides guidance for the measurement and reporting of majority equity interest in a legally separate organization. This statement also provides guidance for reporting a component unit if a government acquires a 100 percent equity interest in that component unit.

Paragraphs 4 and 5 of GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans* became effective during the year. Paragraph 4 establishes certain component unit criteria for a legally separate entity by the primary government in the absence of a governing board. Paragraph 5 clarifies that the financial benefit burden in paragraph 7 of GASB Statement 84 is applicable to only defined benefit pension plans and defined benefit OPEB plans that are administered through certain trusts.

C. Contingent Liabilities

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

The county is involved in several pending lawsuits. Attorneys for the county and school department estimate that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

D. Landfill Postclosure Care Costs

Franklin 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 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 postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Franklin County closed its sanitary landfill in 1995. The \$94,267 reported as landfill postclosure care liability at June 30, 2021, represents amounts based on what it would cost to

perform all postclosure care in 2021. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

E. Joint Ventures

The Interlocal Solid Waste Authority is jointly operated by the counties of Bedford, Franklin, Lincoln, and Moore and the municipalities of Tullahoma and Fayetteville for the purpose of developing a solid waste regional plan. Since inception, the municipalities of Shelbyville, Ardmore, Elkton, Petersburg, Pulaski, and Minor Hill have been admitted as “participants.” The authority’s board was appointed by each participating county commission or city council for varying terms of office. Franklin County made no contributions to the authority for the year ended June 30, 2021.

The Twelfth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twelfth Judicial District; Bledsoe, Franklin, Grundy, Marion, Rhea, and Sequatchie 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 the participating law enforcement agencies within the judicial district. Franklin County made no contributions to the DTF for the year ended June 30, 2021.

Franklin County does not have equity interests in any of the above-noted joint ventures. Complete financial statements for the Interlocal Solid Waste Authority and the Twelfth Judicial District Drug Task Force can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Interlocal Solid Waste Authority
487 Joyce Lane
Winchester, TN 37398

Office of District Attorney General
Twelfth Judicial District Drug Task Force
375 Church Street, Suite 300
Dayton, TN 37321

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Franklin County and non-certified employees of the discretely presented Franklin 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 60.13 percent, the non-certified employees of the discretely presented school department comprise 39.87 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) 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, 2020, the following employees were covered by the benefit terms:

	<u>Total</u>
Inactive Employees Currently Receiving Benefit Payments	369
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	422
Active Employees Eligible for Benefits	<u>499</u>
 Total	 <u><u>1,290</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 are non-contributory. Franklin 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, 2021, the employer contributions for Franklin County were \$1,876,238 based on a rate of 12 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Franklin 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)

Franklin County’s net pension liability (asset) was measured as of June 30, 2020, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4.00%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

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

The actuarial assumptions used in the June 30, 2020, actuarial valuation, were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, 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 2.5 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	5.69	%	31	%
Developed Market				
International Equity	5.29		14	
Emerging Market				
International Equity	6.36		4	
Private Equity and				
Strategic Lending	5.79		20	
U.S. Fixed Income	2.01		20	
Real Estate	4.32		10	
Short-term Securities	0.00		1	
			100	%
Total			100	%

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 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 Franklin 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, 2019	\$ 51,175,870	\$ 54,492,577	\$ (3,316,707)
Changes for the Year:			
Service Cost	\$ 1,242,174	\$ 0	\$ 1,242,174
Interest	3,727,801	0	3,727,801
Differences Between Expected and Actual Experience	(981,970)	0	(981,970)
Contributions-Employer	0	1,930,881	(1,930,881)
Net Investment Income	0	2,700,045	(2,700,045)
Benefit Payments, Including Refunds of Employee Contributions	(2,000,185)	(2,000,185)	0
Administrative Expense	0	(45,016)	45,016
Net Changes	\$ 1,987,820	\$ 2,585,725	\$ (597,905)
Balance, June 30, 2020	\$ 53,163,690	\$ 57,078,302	\$ (3,914,612)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	60.13%	\$ 31,967,327	\$ 34,321,183	\$ (2,353,856)
School Department	39.87%	21,196,363	22,757,119	(1,560,756)
Total		\$ 53,163,690	\$ 57,078,302	\$ (3,914,612)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Franklin County calculated using the discount rate of 7.25 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 (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
<u>Franklin County</u>	<u>6.25%</u>	<u>7.25%</u>	<u>8.25%</u>

Net Pension Liability (Asset) \$ 2,808,636 \$ (3,914,612) \$ (9,547,764)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Expense. For the year ended June 30, 2021, Franklin County recognized pension expense of \$1,287,644.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, Franklin 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	\$ 117,137	\$ 857,197
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	425,927	0
Changes in Assumptions	230,634	0
Contributions Subsequent to the Measurement Date of June 30, 2020 (1)	<u>1,876,238</u>	<u>N/A</u>
Total	<u>\$ 2,649,936</u>	<u>\$ 857,197</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2020,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 1,609,622	\$ 515,433
School Department	<u>1,040,314</u>	<u>341,764</u>
Total	<u>\$ 2,649,936</u>	<u>\$ 857,197</u>

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

Year Ending June 30	Amount
2022	\$ (97,441)
2023	(48,172)
2024	9,207
2025	52,911
2026	0
Thereafter	0

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

Discretely Presented Franklin County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Franklin County and non-certified employees of the discretely presented Franklin County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 60.13 percent and the non-certified employees of the discretely presented school department comprise 39.87 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

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

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) 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 COLA, 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, 2021, to the Teacher Retirement Plan were \$84,380, which is 2.02 percent of covered payroll. In addition, employer contributions of \$79,980, which is 1.98 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets). At June 30, 2021, the school department reported a liability (asset) of (\$154,574) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2020, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2020, the school department's proportion was .271831 percent. The proportion as of June 30, 2019, was .289254 percent.

Pension Expense. For the year ended June 30, 2021, the school department recognized pension expense of \$63,713.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, 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	\$ 5,742	\$ 38,736
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	12,592	0
Changes in Assumptions	4,847	0
Changes in Proportion of Net Pension Liability (Asset)	13,804	591
LEA's Contributions Subsequent to the Measurement Date of June 30, 2020	84,380	N/A
Total	<u>\$ 121,365</u>	<u>\$ 39,327</u>

The school department's employer contributions of \$84,380, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension asset in the year ending June 30, 2022. 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
2022	\$ (55)
2023	1,765
2024	2,693
2025	2,957
2026	(1,308)
Thereafter	(8,394)

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, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

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

The actuarial assumptions used in the June 30, 2020, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, 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 2.5 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	5.69	%	31	%
International Equity Emerging Market	5.29		14	
International Equity Private Equity and Strategic Lending	6.36		4	
U.S. Fixed Income	5.79		20	
Real Estate	2.01		20	
Short-term Securities	4.32		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 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 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 7.25 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 (6.25%) or one percentage point higher (8.25%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
	6.25%	7.25%	8.25%

Net Pension Liability (Asset) \$ 120,233 \$ (154,574) \$ (357,142)

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

Teacher Legacy Pension Plan

General Information About the Pension Plan

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

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

death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) 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 Franklin County School Department for the year ended June 30, 2021, to the Teacher Legacy Pension Plan were \$1,793,162, which is 10.27 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, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liability (Assets). At June 30, 2021, the school department reported a liability (asset) of (\$4,262,381) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2020, 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, 2020, the school department's proportion was .558947 percent. The proportion measured at June 30, 2019, was .567335 percent.

Pension Expense (negative pension expense). For the year ended June 30, 2021, the school department recognized pension expense (negative pension expense) of (\$84,501).

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, 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	\$ 162,037	\$ 2,049,277
Changes in Assumptions	387,218	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	951,959	0
Changes in Proportion Net Pension Liability (Asset)	51,214	8,960
LEA's Contributions Subsequent to the Measurement Date of June 30, 2020	<u>1,793,162</u>	<u>N/A</u>
Total	<u>\$ 3,345,590</u>	<u>\$ 2,058,237</u>

The school department's employer contributions of \$1,793,162 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a decrease in net pension liability in the year ending June 30, 2022. 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
2022	\$ (1,028,501)
2023	(144,680)
2024	36,767
2025	630,605
2026	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, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

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

The actuarial assumptions used in the June 30, 2020, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, 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 2.5 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	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	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 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 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 7.25 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 (6.25%) or one percentage point higher (8.25%) than the current rate:

Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.25%	Discount Rate 7.25%	1% Increase 8.25%
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Net Pension Liability (Asset) \$ 13,255,911 \$ (4,262,381) \$ (18,789,161)

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 \$79,196 and teachers contributed \$77,659 to this deferred compensation pension plan.

G. Other Postemployment Benefits (OPEB)

Franklin County and the discretely presented Franklin County School Department provide OPEB benefits to its retirees under the state administered public entity risk pools. For reporting purposes, the plans are 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 State Administered Public Entity Risk Pools

Retirees of Franklin County and the Franklin County Highway Department (Hwy) are provided healthcare under separate Local Government Plans (LGPs) until they reach Medicare eligibility. The primary government’s LGPs are combined for presentation purposes. Likewise, the school department provides healthcare benefits to its employees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of Franklin County School Department may then join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare.

The county and the school department’s total OPEB liability for each plan was measured as of June 30, 2020, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and other inputs. The total OPEB liability in the June 30, 2020, 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	2.1
Salary Increases	Salary increases used in the July 1, 2020, TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	2.21
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 9.02% for the pre-65 retirees in the 2021 calendar year, and decreasing annually over a 10-year period to an ultimate trend rate of 4.5%
Retirees Share of Benefit Related Cost	Discussed under each plan

The discount rate was 2.21 percent, based on an average rating of AA/Aa as shown the Bond Buyer 20-Year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2020, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2020, valuations were the same as those employed in the July 1, 2019, Pension Actuarial Valuation of the TCRS. These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2012 - June 30, 2016. The demographic assumptions were adjusted to reflect more closely actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2 percent load for males and a -3 percent load for females. 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.

Changes in Assumptions. The discount rate changed from 3.51 percent as of the beginning of the measurement period to 2.21 percent as of the measurement date of June 30, 2020. The 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 2021 plan year was revised from 6.03 percent to 9.02 percent. The assumed long term inflation rate was changed from 2.2 percent to 2.1 percent.

Local Government OPEB Plan (Primary Government)

Plan Description. Employees of Franklin County are provided with pre-65 retiree health insurance benefits through the Local Government Plan (LGP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired employees and disability participants of local governments, who choose coverage, participate in the LGP.

Benefits Provided. Franklin County offers the LGP to provide health insurance coverage to eligible pre-65 retirees and disabled participants of local governments. With the exception of a small group of grandfathered individuals, retirees are required to discontinue coverage under the LGP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-701 establishes and amends the benefit terms of the LGP. 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 LGP, receives the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Franklin County does not provide a direct subsidy and is only subject to the implicit subsidy.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2020, the following employees were covered by the benefit terms:

	Franklin County	Hwy Dept	Total
Inactive Employees			
Currently Receiving Benefits	4	2	6
Inactive Employees Entitled To But Not Yet Receiving Benefits	0	0	0
Active Employees Eligible For Benefits	<u>356</u>	<u>21</u>	<u>377</u>
Total	<u>360</u>	<u>23</u>	<u>383</u>

An insurance committee, created in accordance with TCA 8-27-701, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2021, the county paid \$30,140 (Franklin County - \$15,673, Highway Dept - \$14,467) to the LGP for OPEB benefits as they came due.

Changes in the Total OPEB Liability

	Franklin County	Hwy Dept	Total OPEB Liability
Balance July 1, 2019	\$ 1,411,676	\$ 187,735	\$ 1,599,411
Changes for the Year:			
Service Cost	\$ 89,065	\$ 13,123	\$ 102,188
Interest	52,299	6,957	59,256
Difference between Expected and Actuarial Experience	(216,504)	(20,333)	(236,837)
Changes in Assumption and Other Inputs	144,097	15,723	159,820
Benefit Payments	(21,641)	(5,353)	(26,994)
Net Changes	<u>\$ 47,316</u>	<u>\$ 10,117</u>	<u>\$ 57,433</u>
Balance June 30, 2020	<u>\$ 1,458,992</u>	<u>\$ 197,852</u>	<u>\$ 1,656,844</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, the county recognized OPEB expense of \$141,136 (Franklin County - \$140,583, Highway Dept - \$553). At June 30, 2021, 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 (DO - Franklin County \$200,198; DI - County \$231,111, Hwy \$64,562)	\$ 200,198	\$ 295,673
Changes of Assumptions/Inputs (DO - County \$153,142, Hwy \$13,340; DI - County \$157,353, Hwy \$49,600)	166,482	206,953
Net Difference Between Projected and Benefits paid after the measurement date of June 30, 2020 (DO - County \$15,673, Hwy \$14,467)	<u>30,140</u>	<u>0</u>
Total	<u>\$ 396,820</u>	<u>\$ 502,626</u>

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

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

Year Ending June 30	County	Hwy	Total Amount
2022	\$ (781)	\$ (19,527)	\$ (20,308)
2023	(781)	(19,527)	(20,308)
2024	(781)	(19,527)	(20,308)
2025	(781)	(18,466)	(19,247)
2026	(781)	(16,432)	(17,213)
Thereafter	(31,219)	(7,343)	(38,562)

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

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

<u>Discount Rate</u>	Current		
	1%	Discount	1%
	Decrease	Rate	Increase
	1.21%	2.21%	3.21%
County	\$ 1,584,127	\$ 1,458,992	\$ 1,341,294
Hwy	211,729	197,852	184,521
Total OPEB Liability	<u>\$ 1,795,856</u>	<u>\$ 1,656,844</u>	<u>\$ 1,525,815</u>

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

<u>Healthcare Cost Trend Rate</u>	Current		
	1%	Trend	1%
	Decrease	Rate	Increase
	8.02 to 3.5%	9.02 to 4.5%	10.02 to 5.5%
County	\$ 1,286,031	\$ 1,458,992	\$ 1,665,150
Hwy	176,547	197,852	223,111
Total OPEB Liability	<u>\$ 1,462,578</u>	<u>\$ 1,656,844</u>	<u>\$ 1,888,261</u>

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

Plan Description. Employees of the Franklin County School Department who were hired prior to July 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 Franklin 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 Section 8-27-301, TCA, establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO),

standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. The Franklin County School Department does not provide a direct subsidy and is only subject to the implicit subsidy. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees' premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2020, the following employees were covered by the benefit terms:

	<u>Total</u>
Inactive Employees Currently Receiving Benefit Payments	26
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	1
Active Employees Eligible for Benefits	<u>322</u>
Total	<u><u>349</u></u>

A state insurance committee, created in accordance with Section 8-27-301, TCA, 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 \$256,291 to the LEP for OPEB benefits as they came due.

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

	<u>Share of Collective Liability</u>		
	Franklin County School Department 72.66%	State of TN 27.34%	Total OPEB Liability
Balance July 1, 2019	\$ 7,149,087	\$ 3,000,734	\$ 10,149,821
Changes for the Year:			
Service Cost	366,087	137,750	503,837
Interest	266,433	100,252	366,685
Difference Between Expected and Actuarial Experience	(835,046)	(314,207)	(1,149,253)
Changes in Assumption and Other Inputs	765,296	287,962	1,053,258
Changes in Proportion	225,763	(225,763)	0
Benefit Payments	(303,104)	(114,051)	(417,155)
Net Changes	\$ 485,429	\$ (128,057)	\$ 357,372
Balance June 30, 2020	\$ 7,634,516	\$ 2,872,677	\$ 10,507,193

The Franklin 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 Franklin 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 \$179,156 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Franklin County School Department's proportionate share of the collective OPEB liability was 72.66 percent and the State of Tennessee's share was 27.34 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, the school department recognized OPEB expense of \$484,271, including the state's share of the expense. At June 30, 2021, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 1,924,838
Changes of Assumptions and Other Inputs	804,850	633,250
Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employer and Nonemployer Contributors As Benefits Came Due	285,005	561,653
Benefits Paid After the Measurement Date of June 30, 2020	256,291	0
Total	<u>\$ 1,346,146</u>	<u>\$ 3,119,741</u>

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

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

Year Ending June 30	School Department
2022	\$ (327,405)
2023	(327,405)
2024	(327,405)
2025	(327,405)
2026	(327,405)
Thereafter	(392,861)

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

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

<u>Discount Rate</u>	1% Decrease	Current Discount Rate	1% Increase
	1.21%	2.21%	3.21%

Proportionate Share of the Collective Total OPEB Liability	\$ 8,201,905	\$ 7,634,516	\$ 7,084,724
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Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the school department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

<u>Healthcare Cost Trend Rate</u>	1% Decrease	Current Rate	1% Increase
	8.02 to 3.5%	9.02 to 4.5%	10.02 to 5.5%

Proportionate Share of the Collective Total OPEB Liability	\$ 6,736,769	\$ 7,634,516	\$ 8,693,163
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H. Office of Central Accounting, Budgeting, and Purchasing

Franklin County operates under the 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.

I. Purchasing Law

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 Franklin County. All purchase orders are issued by the finance department. Purchases exceeding \$25,000 for the Office of County Mayor, the Office of the Superintendent of Highways, and the discretely presented school department are required to be competitively bid.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit E-1

Franklin County, Tennessee
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on
Participation in the Public Employee Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020
Total Pension Liability							
Service Cost	\$ 934,637	\$ 986,760	\$ 1,016,893	\$ 1,063,243	\$ 1,169,906	\$ 1,171,754	\$ 1,242,174
Interest	2,724,212	2,849,313	2,978,769	3,137,383	3,320,351	3,530,549	3,727,801
Differences Between Actual and Expected Experience	(714,099)	(717,567)	(352,407)	184,310	200,689	(119,369)	(981,970)
Changes in Assumptions	0	0	0	1,153,166	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(1,326,831)	(1,330,894)	(1,514,230)	(1,635,261)	(1,721,930)	(1,865,085)	(2,000,185)
Net Change in Total Pension Liability	\$ 1,617,919	\$ 1,787,612	\$ 2,129,025	\$ 3,902,841	\$ 2,969,016	\$ 2,717,849	\$ 1,987,820
Total Pension Liability, Beginning	36,051,608	37,669,527	39,457,139	41,586,164	45,489,005	48,458,021	51,175,870
Total Pension Liability, Ending (a)	\$ 37,669,527	\$ 39,457,139	\$ 41,586,164	\$ 45,489,005	\$ 48,458,021	\$ 51,175,870	\$ 53,163,690
Plan Fiduciary Net Position							
Contributions - Employer	\$ 1,756,198	\$ 1,782,002	\$ 1,863,363	\$ 2,074,079	\$ 2,178,287	\$ 2,169,331	\$ 1,930,881
Net Investment Income	5,394,799	1,180,304	1,057,642	4,683,164	3,852,371	3,767,338	2,700,045
Benefit Payments, Including Refunds of Employee Contributions	(1,326,831)	(1,330,894)	(1,514,230)	(1,635,261)	(1,721,930)	(1,865,085)	(2,000,185)
Administrative Expense	(19,389)	(25,333)	(38,726)	(43,759)	(50,435)	(45,150)	(45,016)
Other	0	0	0	5,163	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 5,804,777	\$ 1,606,079	\$ 1,368,049	\$ 5,083,386	\$ 4,258,293	\$ 4,026,434	\$ 2,585,725
Plan Fiduciary Net Position, Beginning	32,345,559	38,150,336	39,756,415	41,124,464	46,207,850	50,466,143	54,492,577
Plan Fiduciary Net Position, Ending (b)	\$ 38,150,336	\$ 39,756,415	\$ 41,124,464	\$ 46,207,850	\$ 50,466,143	\$ 54,492,577	\$ 57,078,302
Net Pension Liability (Asset), Ending (a - b)	\$ (480,809)	\$ (299,276)	\$ 461,700	\$ (718,845)	\$ (2,008,122)	\$ (3,316,707)	\$ (3,914,612)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	101.28%	100.76%	98.89%	101.58%	104.14%	106.48%	107.36%
Covered Payroll	\$ 13,284,415	\$ 13,520,502	\$ 14,184,250	\$ 14,814,839	\$ 15,559,190	\$ 15,495,212	\$ 15,993,131
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(3.62)%	(2.21)%	3.26%	(4.85)%	(12.91)%	(21.40)%	(24.48)%

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

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.

Exhibit E-2

Franklin 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

	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially Determined Contribution	\$ 1,756,198	\$ 1,782,002	\$ 1,863,363	\$ 1,951,114	\$ 2,175,175	\$ 2,167,781	\$ 1,924,444	\$ 1,876,238
Less Contributions in Relation to the Actuarially Determined Contribution	(1,756,198)	(1,782,002)	(1,863,363)	(2,074,079)	(2,178,287)	(2,169,331)	(1,930,881)	(1,876,238)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ (122,965)	\$ (3,112)	\$ (1,550)	\$ (6,437)	\$ 0
Covered Payroll	\$ 13,284,415	\$ 13,520,502	\$ 14,184,250	\$ 14,814,839	\$ 15,559,190	\$ 15,495,212	\$ 15,993,131	\$ 15,635,406
Contributions as a Percentage of Covered Payroll	13.22%	13.18%	13.14%	14.00%	14.00%	14.00%	12.07%	12.00%

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

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.

Exhibit E-3

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

	2015	2016	2017	2018	2019	2020	2021
Contractually Required Contribution	\$ 25,890	\$ 59,257	\$ 80,206	\$ 101,341	\$ 59,381	\$ 69,635	\$ 84,380
Less Contributions in Relation to the Contractually Required Contribution	(25,890)	(59,257)	(80,206)	(101,341)	(59,381)	(69,635)	(84,380)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 647,261	\$ 1,481,438	\$ 2,005,148	\$ 2,533,521	\$ 3,060,894	\$ 3,430,280	\$ 4,172,374
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%

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%

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

Exhibit E-4

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

	2014	2015	2016	2017	2018	2019	2020	2021
Contractually Required Contribution	\$ 1,861,081	\$ 1,779,184	\$ 1,758,044	\$ 1,751,126	\$ 1,744,158	\$ 1,989,865	\$ 1,977,519	\$ 1,793,162
Less Contributions in Relation to the Contractually Required Contribution	(1,861,081)	(1,779,184)	(1,758,044)	(1,751,126)	(1,744,158)	(1,989,865)	(1,977,519)	(1,793,162)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 20,958,110	\$ 19,681,280	\$ 19,447,359	\$ 19,370,899	\$ 19,208,753	\$ 19,023,543	\$ 18,595,123	\$ 17,460,187
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%

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

Exhibit E-5

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

	2014	2015	2016	2017	2018	2019	2020
School Department's Proportion of the Net Pension Liability (Asset)	0.533966%	0.305093%	0.336686%	0.305505%	0.289917%	0.289254%	0.271831%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ 86,767	\$ (12,532)	\$ (35,050)	\$ (80,604)	\$ (131,485)	\$ (163,280)	\$ (154,574)
Covered Payroll	\$ 20,958,110	\$ 647,261	\$ 1,481,438	\$ 2,005,148	\$ 2,533,521	\$ 3,060,894	\$ 3,430,280
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	0.41%	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(5.33)%	(4.51)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%

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

Exhibit E-6

Franklin County, Tennessee
Schedule of Proportionate Share of the Net Pension Asset
in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Franklin County School Department
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020
School Department's Proportion of the Net Pension Liability (Asset)	0.533966%	0.525744%	0.538739%	0.547981%	0.548560%	0.567335%	0.558947%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (86,767)	\$ 215,363	\$ 3,366,820	\$ (179,290)	\$ (1,930,336)	\$ (5,833,229)	\$ (4,262,381)
Covered Payroll	\$ 20,958,110	\$ 19,681,280	\$ 19,447,359	\$ 19,370,899	\$ 19,208,753	\$ 19,023,543	\$ 18,595,123
School Department's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%	(0.93)%	(10.05)%	(30.66)%	(22.92)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%

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

Exhibit E-7

Franklin County, Tennessee
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plans
Primary Government
For the Fiscal Year Ended June 30

Franklin County Plan

	2017	2018	2019	2020
Total OPEB Liability				
Service Cost	\$ 67,834	\$ 62,479	\$ 74,409	\$ 89,065
Interest	35,144	42,025	38,712	52,299
Changes in Benefit Terms	0	58,327	0	0
Differences Between Actual and Expected Experience	0	(64,968)	275,038	(216,504)
Changes in Assumptions or Other Inputs	(62,243)	(181,825)	38,893	144,097
Benefit Payments	(59,139)	(57,757)	(20,541)	(21,641)
Net Change in Total OPEB Liability	\$ (18,404)	\$ (141,719)	\$ 406,511	\$ 47,316
Total OPEB Liability, Beginning	1,165,288	1,146,884	1,005,165	1,411,676
Total OPEB Liability, Ending	\$ 1,146,884	\$ 1,005,165	\$ 1,411,676	\$ 1,458,992
Covered Employee Payroll	\$ 8,053,146	\$ 8,156,420	\$ 8,675,185	\$ 8,576,747
Net OPEB Liability as a Percentage of Covered Employee Payroll	14.24%	12.32%	16.27%	17.01%

Highway Department Plan

	2017	2018	2019	2020
Total OPEB Liability				
Service Cost	\$ 15,922	\$ 14,627	\$ 12,095	\$ 13,123
Interest	8,505	10,669	7,293	6,957
Changes in Benefit Terms	0	1,916	0	0
Differences Between Actual and Expected Experience	0	(52,271)	(19,534)	(20,333)
Changes in Assumptions or Other Inputs	(13,043)	(67,396)	90	15,723
Benefit Payments	0	(3,333)	(3,154)	(5,353)
Net Change in Total OPEB Liability	\$ 11,384	\$ (95,788)	\$ (3,210)	\$ 10,117
Total OPEB Liability, Beginning	275,349	286,733	190,945	187,735
Total OPEB Liability, Ending	\$ 286,733	\$ 190,945	\$ 187,735	\$ 197,852
Covered Employee Payroll	\$ 857,370	\$ 920,666	\$ 939,354	\$ 959,976
Net OPEB Liability as a Percentage of Covered Employee Payroll	33.44%	20.74%	19.99%	20.61%

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%

(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%

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

Franklin County, Tennessee
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan
Discretely Presented Franklin County School Department
For the Fiscal Year Ended June 30

	2017	2018	2019	2020
Total OPEB Liability				
Service Cost	\$ 690,876	\$ 639,011	\$ 586,492	\$ 503,837
Interest	357,976	439,661	413,748	366,685
Changes in Benefit Terms	0	(224,851)	0	0
Differences Between Actual and Expected Experience	0	(1,580,961)	(744,374)	(1,149,253)
Changes in Assumptions or Other Inputs	(546,251)	273,083	(735,566)	1,053,258
Benefit Payments	(311,888)	(408,418)	(423,241)	(417,155)
Net Change in Total OPEB Liability	\$ 190,713	\$ (862,475)	\$ (902,941)	\$ 357,372
Total OPEB Liability, Beginning	11,724,524	11,915,237	11,052,762	10,149,821
Total OPEB Liability, Ending	\$ 11,915,237	\$ 11,052,762	\$ 10,149,821	\$ 10,507,193
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 2,865,436	\$ 2,605,457	\$ 3,000,733	\$ 2,872,677
Employer Proportionate Share of the Total OPEB Liability	9,049,801	8,447,305	7,149,088	7,634,516
Covered Employee Payroll	\$ 25,921,354	\$ 28,502,562	\$ 28,372,631	\$ 27,731,245
Net OPEB Liability as a Percentage of Covered Employee Payroll	34.91%	29.64%	25.20%	27.53%

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%

(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 2020 plan year - from 6.03% to 9.02%

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

FRANKLIN COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2021

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2021 were calculated based on the June 30, 2019, actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization Period	Varies by Year
Asset Valuation	10-Year Smoothed Within a 20% Corridor to Market Value
Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, 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	2.25%

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

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

Nonmajor Governmental Funds

Special Revenue Funds

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

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

Public Library Fund – The Public Library Fund is used to account for transactions for the Franklin County Public Library.

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

Local Purpose Tax Fund – The Local Purpose Tax Fund is used to account for a special property tax levied to provide funding for rural fire protection.

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.

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for improvements, renovations, and equipping of county buildings and facilities.

Exhibit F-1

Franklin County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2021

	Special Revenue Funds				
	Courthouse and Jail Maintenance	Public Library	Solid Waste / Sanitation	Local Purpose Tax	Drug Control
<u>ASSETS</u>					
Cash	\$ 0	\$ 0	\$ 1,855	\$ 0	\$ 0
Equity in Pooled Cash and Investments	25,670	272,274	1,372,326	879,309	108,069
Accounts Receivable	0	673	570	27,929	0
Due from Other Governments	0	903	0	32,292	0
Property Taxes Receivable	0	407,366	1,812,969	422,314	0
Allowance for Uncollectible Property Taxes	0	(11,370)	(52,898)	(12,865)	0
Total Assets	<u>\$ 25,670</u>	<u>\$ 669,846</u>	<u>\$ 3,134,822</u>	<u>\$ 1,348,979</u>	<u>\$ 108,069</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 0	\$ 235	\$ 43,086	\$ 0	\$ 310
Accrued Payroll	0	5,841	22,497	0	0
Due to Other Funds	0	0	0	0	0
Due to Litigants, Heirs, and Others	0	0	1,855	0	14,810
Total Liabilities	<u>\$ 0</u>	<u>\$ 6,076</u>	<u>\$ 67,438</u>	<u>\$ 0</u>	<u>\$ 15,120</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 387,029	\$ 1,702,814	\$ 392,011	\$ 0
Deferred Delinquent Property Taxes	0	8,196	52,338	15,940	0
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 395,225</u>	<u>\$ 1,755,152</u>	<u>\$ 407,951</u>	<u>\$ 0</u>

(Continued)

Exhibit F-1

Franklin County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds				
	Courthouse and Jail Maintenance	Public Library	Solid Waste / Sanitation	Local Purpose Tax	Drug Control
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 0	\$ 0	\$ 834,064	\$ 92,949
Restricted for Public Health and Welfare	0	0	1,128,520	0	0
Restricted for Social, Cultural, and Recreational Services	0	244,376	0	0	0
Restricted for Debt Service	25,670	0	0	0	0
Restricted for Capital Projects	0	0	0	0	0
Committed:					
Committed for Public Health and Welfare	0	0	183,712	0	0
Committed for Social, Cultural, and Recreational Services	0	24,169	0	0	0
Assigned:					
Assigned for Public Safety	0	0	0	106,964	0
Total Fund Balances	<u>\$ 25,670</u>	<u>\$ 268,545</u>	<u>\$ 1,312,232</u>	<u>\$ 941,028</u>	<u>\$ 92,949</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 25,670</u>	<u>\$ 669,846</u>	<u>\$ 3,134,822</u>	<u>\$ 1,348,979</u>	<u>\$ 108,069</u>

(Continued)

Exhibit F-1

Franklin County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Fund</u>		<u>Total Nonmajor Governmental Funds</u>
	<u>Constitutional Officers - Fees</u>	<u>Total</u>	<u>Other Capital Projects -</u>		
<u>ASSETS</u>					
Cash	\$ 3,103	\$ 4,958	\$ 0	\$ 4,958	
Equity in Pooled Cash and Investments	0	2,657,648	350,000	3,007,648	
Accounts Receivable	589	29,761	0	29,761	
Due from Other Governments	0	33,195	0	33,195	
Property Taxes Receivable	0	2,642,649	0	2,642,649	
Allowance for Uncollectible Property Taxes	0	(77,133)	0	(77,133)	
Total Assets	\$ 3,692	\$ 5,291,078	\$ 350,000	\$ 5,641,078	
<u>LIABILITIES</u>					
Accounts Payable	\$ 0	\$ 43,631	\$ 0	\$ 43,631	
Accrued Payroll	0	28,338	0	28,338	
Due to Other Funds	3,692	3,692	0	3,692	
Due to Litigants, Heirs, and Others	0	16,665	0	16,665	
Total Liabilities	\$ 3,692	\$ 92,326	\$ 0	\$ 92,326	
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 2,481,854	\$ 0	\$ 2,481,854	
Deferred Delinquent Property Taxes	0	76,474	0	76,474	
Total Deferred Inflows of Resources	\$ 0	\$ 2,558,328	\$ 0	\$ 2,558,328	

(Continued)

Exhibit F-1

Franklin County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

FUND BALANCES

Restricted:

Restricted for Public Safety

Restricted for Public Health and Welfare

Restricted for Social, Cultural, and Recreational Services

Restricted for Debt Service

Restricted for Capital Projects

Committed:

Committed for Public Health and Welfare

Committed for Social, Cultural, and Recreational Services

Assigned:

Assigned for Public Safety

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Fund</u>		<u>Total Nonmajor Governmental Funds</u>
<u>Constitutional Officers - Fees</u>	<u>Total</u>	<u>Other Capital Projects -</u>		
\$ 0	\$ 927,013	\$ 0	\$ 0	\$ 927,013
0	1,128,520	0	0	1,128,520
0	244,376	0	0	244,376
0	25,670	0	0	25,670
0	0	350,000	0	350,000
0	183,712	0	0	183,712
0	24,169	0	0	24,169
0	106,964	0	0	106,964
<u>\$ 0</u>	<u>\$ 2,640,424</u>	<u>\$ 350,000</u>	<u>\$ 0</u>	<u>\$ 2,990,424</u>
<u>\$ 3,692</u>	<u>\$ 5,291,078</u>	<u>\$ 350,000</u>	<u>\$ 0</u>	<u>\$ 5,641,078</u>

Exhibit F-2

Franklin County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2021

	Special Revenue Funds				
	Courthouse and Jail Maintenance	Public Library	Solid Waste / Sanitation	Local Purpose Tax	Drug Control
<u>Revenues</u>					
Local Taxes	\$ 143,257	\$ 417,839	\$ 1,839,957	\$ 789,204	\$ 0
Licenses and Permits	0	2,055	13,150	24,001	0
Fines, Forfeitures, and Penalties	0	0	0	0	19,446
Charges for Current Services	0	7,652	140,459	0	1,300
Other Local Revenues	0	1,627	161,915	0	5,075
State of Tennessee	0	0	23,333	0	0
Federal Government	0	2,350	0	0	6,637
Other Governments and Citizens Groups	0	31,217	0	0	20
Total Revenues	\$ 143,257	\$ 462,740	\$ 2,178,814	\$ 813,205	\$ 32,478
<u>Expenditures</u>					
Current:					
Public Safety	\$ 0	\$ 0	\$ 0	\$ 595,448	\$ 133,783
Public Health and Welfare	0	0	1,738,717	0	0
Social, Cultural, and Recreational Services	0	369,138	0	0	0
Other Operations	1,419	39,377	103,873	0	629
Capital Projects	0	0	0	0	0
Total Expenditures	\$ 1,419	\$ 408,515	\$ 1,842,590	\$ 595,448	\$ 134,412
Excess (Deficiency) of Revenues Over Expenditures	\$ 141,838	\$ 54,225	\$ 336,224	\$ 217,757	\$ (101,934)

(Continued)

Exhibit F-2

Franklin County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds				
	Courthouse and Jail Maintenance	Public Library	Solid Waste / Sanitation	Local Purpose Tax	Drug Control
<u>Other Financing Sources (Uses)</u>					
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 0	0
Proceeds from Sale of Capital Assets	0	0	0	0	41,119
Transfers Out	(150,000)	(3,000)	(48,803)	0	0
Total Other Financing Sources (Uses)	\$ (150,000)	\$ (3,000)	\$ (48,803)	\$ 0	\$ 41,119
Net Change in Fund Balances	\$ (8,162)	\$ 51,225	\$ 287,421	\$ 217,757	\$ (60,815)
Fund Balance, July 1, 2020	33,832	217,320	1,024,811	723,271	153,764
Fund Balance, June 30, 2021	\$ 25,670	\$ 268,545	\$ 1,312,232	\$ 941,028	\$ 92,949

(Continued)

Exhibit F-2

Franklin County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Fund</u>		<u>Total</u>
	<u>Constitu -</u>	<u>Total</u>	<u>Other</u>	<u>Capital</u>	<u>Nonmajor</u>
	<u>tional</u>		<u>Projects -</u>		<u>Governmental</u>
	<u>Officers -</u>				<u>Funds</u>
	<u>Fees</u>				
<u>Revenues</u>					
Local Taxes	\$ 0	\$ 3,190,257	\$ 0	\$ 0	\$ 3,190,257
Licenses and Permits	0	39,206	0	0	39,206
Fines, Forfeitures, and Penalties	0	19,446	0	0	19,446
Charges for Current Services	141	149,552	0	0	149,552
Other Local Revenues	0	168,617	1,827	0	170,444
State of Tennessee	0	23,333	0	0	23,333
Federal Government	0	8,987	0	0	8,987
Other Governments and Citizens Groups	0	31,237	0	0	31,237
Total Revenues	\$ 141	\$ 3,630,635	\$ 1,827	\$ 0	\$ 3,632,462
<u>Expenditures</u>					
Current:					
Public Safety	\$ 141	\$ 729,372	\$ 0	\$ 0	\$ 729,372
Public Health and Welfare	0	1,738,717	0	0	1,738,717
Social, Cultural, and Recreational Services	0	369,138	0	0	369,138
Other Operations	0	145,298	18	0	145,316
Capital Projects	0	0	1,179,358	0	1,179,358
Total Expenditures	\$ 141	\$ 2,982,525	\$ 1,179,376	\$ 0	\$ 4,161,901
Excess (Deficiency) of Revenues					
Over Expenditures	\$ 0	\$ 648,110	\$ (1,177,549)	\$ 0	\$ (529,439)

(Continued)

Exhibit F-2

Franklin County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital</u> <u>Projects Fund</u>	<u>Total</u> <u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>
	Constitu - tional Officers - Fees	Total	Other Capital Projects -	
<u>Other Financing Sources (Uses)</u>				
Notes Issued	\$ 0	\$ 0	\$ 350,000	\$ 350,000
Proceeds from Sale of Capital Assets	0	41,119	0	41,119
Transfers Out	0	(201,803)	0	(201,803)
Total Other Financing Sources (Uses)	\$ 0	\$ (160,684)	\$ 350,000	\$ 189,316
Net Change in Fund Balances	\$ 0	\$ 487,426	\$ (827,549)	\$ (340,123)
Fund Balance, July 1, 2020	0	2,152,998	1,177,549	3,330,547
Fund Balance, June 30, 2021	\$ 0	\$ 2,640,424	\$ 350,000	\$ 2,990,424

Exhibit F-3

Franklin County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Courthouse and Jail Maintenance Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 143,257	\$ 200,075	\$ 140,075	\$ 3,182
Total Revenues	\$ 143,257	\$ 200,075	\$ 140,075	\$ 3,182
<u>Expenditures</u>				
<u>Other Operations</u>				
Other Charges	\$ 1,419	\$ 2,040	\$ 2,040	\$ 621
Total Expenditures	\$ 1,419	\$ 2,040	\$ 2,040	\$ 621
Excess (Deficiency) of Revenues Over Expenditures	\$ 141,838	\$ 198,035	\$ 138,035	\$ 3,803
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (150,000)	\$ (195,000)	\$ (150,000)	\$ 0
Total Other Financing Sources	\$ (150,000)	\$ (195,000)	\$ (150,000)	\$ 0
Net Change in Fund Balance	\$ (8,162)	\$ 3,035	\$ (11,965)	\$ 3,803
Fund Balance, July 1, 2020	33,832	28,241	28,241	5,591
Fund Balance, June 30, 2021	\$ 25,670	\$ 31,276	\$ 16,276	\$ 9,394

Exhibit F-4

Franklin County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Public Library Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 6/30/2020	Add: Encumbrances 6/29/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 417,839	\$ 0	\$ 0	\$ 417,839	\$ 406,205	\$ 420,517	\$ (2,678)
Licenses and Permits	2,055	0	0	2,055	1,935	1,935	120
Charges for Current Services	7,652	0	0	7,652	12,300	6,900	752
Other Local Revenues	1,627	0	0	1,627	2,000	2,000	(373)
Federal Government	2,350	0	0	2,350	1,600	1,600	750
Other Governments and Citizens Groups	31,217	0	0	31,217	34,400	31,400	(183)
Total Revenues	\$ 462,740	\$ 0	\$ 0	\$ 462,740	\$ 458,440	\$ 464,352	\$ (1,612)
<u>Expenditures</u>							
<u>Social, Cultural, and Recreational Services</u>							
Libraries	\$ 369,138	\$ (6,092)	\$ 10,611	\$ 373,657	\$ 392,029	\$ 395,213	\$ 21,556
<u>Other Operations</u>							
Other Charges	39,198	(86)	0	39,112	44,386	53,386	14,274
COVID-19 Grant #1	179	0	0	179	0	179	0
Total Expenditures	\$ 408,515	\$ (6,178)	\$ 10,611	\$ 412,948	\$ 436,415	\$ 448,778	\$ 35,830
Excess (Deficiency) of Revenues Over Expenditures	\$ 54,225	\$ 6,178	\$ (10,611)	\$ 49,792	\$ 22,025	\$ 15,574	\$ 34,218
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (3,000)	\$ 0	\$ 0	\$ (3,000)	\$ (3,000)	\$ (3,000)	\$ 0
Total Other Financing Sources	\$ (3,000)	\$ 0	\$ 0	\$ (3,000)	\$ (3,000)	\$ (3,000)	\$ 0
Net Change in Fund Balance	\$ 51,225	\$ 6,178	\$ (10,611)	\$ 46,792	\$ 19,025	\$ 12,574	\$ 34,218
Fund Balance, July 1, 2020	217,320	(6,178)	0	211,142	195,777	195,777	15,365
Fund Balance, June 30, 2021	\$ 268,545	\$ 0	\$ (10,611)	\$ 257,934	\$ 214,802	\$ 208,351	\$ 49,583

Exhibit F-5

Franklin 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, 2021

	Actual (GAAP Basis)	Less: Encumbrances 6/30/2020	Add: Encumbrances 6/29/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 1,839,957	\$ 0	\$ 0	\$ 1,839,957	\$ 1,810,364	\$ 1,857,829	\$ (17,872)
Licenses and Permits	13,150	0	0	13,150	15,660	15,660	(2,510)
Charges for Current Services	140,459	0	0	140,459	138,000	142,500	(2,041)
Other Local Revenues	161,915	0	0	161,915	102,000	158,465	3,450
State of Tennessee	23,333	0	0	23,333	25,000	26,575	(3,242)
Total Revenues	\$ 2,178,814	\$ 0	\$ 0	\$ 2,178,814	\$ 2,091,024	\$ 2,201,029	\$ (22,215)
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Sanitation Education/Information	\$ 1,879	\$ 0	\$ 600	\$ 2,479	\$ 3,200	\$ 3,200	\$ 721
Convenience Centers	308,260	(2,991)	46,653	351,922	351,940	371,315	19,393
Transfer Stations	1,419,128	(62,938)	67,272	1,423,462	1,524,057	1,496,367	72,905
Postclosure Care Costs	9,450	(3,084)	3,519	9,885	13,500	13,500	3,615
<u>Other Operations</u>							
Other Charges	103,873	(62)	0	103,811	108,540	109,730	5,919
Total Expenditures	\$ 1,842,590	\$ (69,075)	\$ 118,044	\$ 1,891,559	\$ 2,001,237	\$ 1,994,112	\$ 102,553
Excess (Deficiency) of Revenues Over Expenditures	\$ 336,224	\$ 69,075	\$ (118,044)	\$ 287,255	\$ 89,787	\$ 206,917	\$ 80,338
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (48,803)	\$ 0	\$ 0	\$ (48,803)	\$ (48,803)	\$ (48,803)	\$ 0
Total Other Financing Sources	\$ (48,803)	\$ 0	\$ 0	\$ (48,803)	\$ (48,803)	\$ (48,803)	\$ 0
Net Change in Fund Balance	\$ 287,421	\$ 69,075	\$ (118,044)	\$ 238,452	\$ 40,984	\$ 158,114	\$ 80,338
Fund Balance, July 1, 2020	1,024,811	(69,075)	0	955,736	919,194	919,194	36,542
Fund Balance, June 30, 2021	\$ 1,312,232	\$ 0	\$ (118,044)	\$ 1,194,188	\$ 960,178	\$ 1,077,308	\$ 116,880

Exhibit F-6

Franklin County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Local Purpose Tax Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Add: Encumbrances 6/29/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 789,204	\$ 0	\$ 789,204	\$ 807,511	\$ 752,233	\$ 36,971
Licenses and Permits	24,001	0	24,001	28,925	28,925	(4,924)
Other Local Revenues	0	0	0	7,600	7,600	(7,600)
Total Revenues	\$ 813,205	\$ 0	\$ 813,205	\$ 844,036	\$ 788,758	\$ 24,447
<u>Expenditures</u>						
<u>Public Safety</u>						
Fire Prevention and Control	\$ 595,448	\$ 37,000	\$ 632,448	\$ 636,600	\$ 636,600	\$ 4,152
Total Expenditures	\$ 595,448	\$ 37,000	\$ 632,448	\$ 636,600	\$ 636,600	\$ 4,152
Excess (Deficiency) of Revenues Over Expenditures	\$ 217,757	\$ (37,000)	\$ 180,757	\$ 207,436	\$ 152,158	\$ 28,599
Net Change in Fund Balance	\$ 217,757	\$ (37,000)	\$ 180,757	\$ 207,436	\$ 152,158	\$ 28,599
Fund Balance, July 1, 2020	723,271	0	723,271	705,579	705,579	17,692
Fund Balance, June 30, 2021	\$ 941,028	\$ (37,000)	\$ 904,028	\$ 913,015	\$ 857,737	\$ 46,291

Exhibit F-7

Franklin County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Drug Control Fund
 For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 6/30/2020	Add: Encumbrances 6/29/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Fines, Forfeitures, and Penalties	\$ 19,446	\$ 0	\$ 0	\$ 19,446	\$ 31,000	\$ 20,300	\$ (854)
Charges for Current Services	1,300	0	0	1,300	2,500	1,500	(200)
Other Local Revenues	5,075	0	0	5,075	12,500	10,875	(5,800)
Federal Government	6,637	0	0	6,637	5,000	0	6,637
Other Governments and Citizens Groups	20	0	0	20	2,050	20	0
Total Revenues	\$ 32,478	\$ 0	\$ 0	\$ 32,478	\$ 53,050	\$ 32,695	\$ (217)
<u>Expenditures</u>							
<u>Public Safety</u>							
Drug Enforcement	\$ 133,783	\$ (4,639)	\$ 12,099	\$ 141,243	\$ 147,000	\$ 166,850	\$ 25,607
<u>Other Operations</u>							
Other Charges	629	0	0	629	500	650	21
Total Expenditures	\$ 134,412	\$ (4,639)	\$ 12,099	\$ 141,872	\$ 147,500	\$ 167,500	\$ 25,628
Excess (Deficiency) of Revenues Over Expenditures	\$ (101,934)	\$ 4,639	\$ (12,099)	\$ (109,394)	\$ (94,450)	\$ (134,805)	\$ 25,411
<u>Other Financing Sources (Uses)</u>							
Proceeds from Sale of Capital Assets	\$ 41,119	\$ 0	\$ 0	\$ 41,119	\$ 0	\$ 41,120	\$ (1)
Total Other Financing Sources	\$ 41,119	\$ 0	\$ 0	\$ 41,119	\$ 0	\$ 41,120	\$ (1)
Net Change in Fund Balance	\$ (60,815)	\$ 4,639	\$ (12,099)	\$ (68,275)	\$ (94,450)	\$ (93,685)	\$ 25,410
Fund Balance, July 1, 2020	153,764	(4,639)	0	149,125	137,288	137,288	11,837
Fund Balance, June 30, 2021	\$ 92,949	\$ 0	\$ (12,099)	\$ 80,850	\$ 42,838	\$ 43,603	\$ 37,247

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.

Exhibit G-1

Franklin County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual and Budget
 General Debt Service Fund
 For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 5,458,094	\$ 4,666,032	\$ 5,195,384	\$ 262,710
Licenses and Permits	13,872	10,050	10,050	3,822
Other Local Revenues	278,780	390,000	254,000	24,780
Total Revenues	<u>\$ 5,750,746</u>	<u>\$ 5,066,082</u>	<u>\$ 5,459,434</u>	<u>\$ 291,312</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 1,614,074	\$ 1,614,074	\$ 1,614,724	\$ 650
Highways and Streets	492,117	492,117	492,117	0
Education	2,180,000	2,154,650	2,180,000	0
<u>Interest on Debt</u>				
General Government	733,085	733,121	733,121	36
Highways and Streets	21,343	21,366	21,432	89
Education	1,723,594	1,723,594	1,723,594	0
<u>Other Debt Service</u>				
General Government	88,740	103,322	110,822	22,082
Highways and Streets	0	0	15,000	15,000
Education	900	2,000	2,000	1,100
Total Expenditures	<u>\$ 6,853,853</u>	<u>\$ 6,844,244</u>	<u>\$ 6,892,810</u>	<u>\$ 38,957</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,103,107)</u>	<u>\$ (1,778,162)</u>	<u>\$ (1,433,376)</u>	<u>\$ 330,269</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 150,000	\$ 195,000	\$ 150,000	\$ 0
Total Other Financing Sources	<u>\$ 150,000</u>	<u>\$ 195,000</u>	<u>\$ 150,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (953,107)	\$ (1,583,162)	\$ (1,283,376)	\$ 330,269
Fund Balance, July 1, 2020	<u>4,323,268</u>	<u>4,287,090</u>	<u>4,287,090</u>	<u>36,178</u>
Fund Balance, June 30, 2021	<u>\$ 3,370,161</u>	<u>\$ 2,703,928</u>	<u>\$ 3,003,714</u>	<u>\$ 366,447</u>

Custodial Funds

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

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

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

Exhibit H-1

Franklin County, Tennessee
Combining Statement of Net Position
Custodial Funds
June 30, 2021

	<u>Custodial Funds</u>		
	<u>Cities -</u>	<u>Constitu -</u>	
	<u>Sales</u>	<u>tional</u>	
	<u>Tax</u>	<u>Officers -</u>	<u>Total</u>
		<u>Custodial</u>	
<u>ASSETS</u>			
Cash	\$ 0	\$ 1,729,590	\$ 1,729,590
Due from Other Governments	912,189	0	912,189
Total Assets	<u>\$ 912,189</u>	<u>\$ 1,729,590</u>	<u>\$ 2,641,779</u>
<u>LIABILITIES</u>			
Due to Other Taxing Units	\$ 912,189	\$ 0	\$ 912,189
Total Liabilities	<u>\$ 912,189</u>	<u>\$ 0</u>	<u>\$ 912,189</u>
<u>NET POSITION</u>			
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 1,729,590	\$ 1,729,590
Total Net Position	<u>\$ 0</u>	<u>\$ 1,729,590</u>	<u>\$ 1,729,590</u>

Exhibit H-2

Franklin County, Tennessee
Combining Statement of Changes in Net Position
Custodial Funds
For the Year Ended June 30, 2021

	<u>Custodial Funds</u>		
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Total
<u>Additions</u>			
Sales Tax Collections for Other Governments	\$ 4,857,095	\$ 0	\$ 4,857,095
Fines/Fees and Other Collections	0	10,325,955	10,325,955
Total Additions	<u>\$ 4,857,095</u>	<u>\$ 10,325,955</u>	<u>\$ 15,183,050</u>
<u>Deductions</u>			
Payment of Sales Tax Collections for Other Governments	\$ 4,857,095	\$ 0	\$ 4,857,095
Payments to State	0	6,894,349	6,894,349
Payments to County/City	0	1,964,484	1,964,484
Payments to Individuals and Others	0	1,288,060	1,288,060
Total Deductions	<u>\$ 4,857,095</u>	<u>\$ 10,146,893</u>	<u>\$ 15,003,988</u>
Change in Net Position	\$ 0	\$ 179,062	\$ 179,062
Net Position July 1, 2020	\$ 0	\$ 0	\$ 0
Restatement - See Note I.D.11.	0	1,550,528	1,550,528
Net Position June 30, 2021	<u>\$ 0</u>	<u>\$ 1,729,590</u>	<u>\$ 1,729,590</u>

Franklin County School Department

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

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

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

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

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

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

Exhibit I-1

Franklin County, Tennessee
Statement of Activities
Discretely Presented Franklin County School Department
For the Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental Activities:					
Instruction	\$ 29,258,891	\$ 0	\$ 4,817,809	\$ 6,225	\$ (24,434,857)
Support Services	21,199,337	1,523,414	1,463,773	0	(18,212,150)
Operation of Non-instructional Services	6,347,693	296,562	5,791,580	0	(259,551)
Total Governmental Activities	\$ 56,805,921	\$ 1,819,976	\$ 12,073,162	\$ 6,225	\$ (42,906,558)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 11,196,264
Local Option Sales Taxes					6,387,430
Mixed Drink Tax					28,850
Grants and Contributions Not Restricted to Specific Programs					27,433,143
Unrestricted Investment Earnings					56,596
Miscellaneous					48,171
Total General Revenues					\$ 45,150,454
Change in Net Position					\$ 2,243,896
Net Position, July 1, 2020					93,329,318
Restatement - See Note I.D.11.					1,015,955
Net Position, June 30, 2021					\$ 96,589,169

Exhibit I-2

Franklin County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Franklin County School Department
June 30, 2021

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	Central Cafeteria	Education Capital Projects	Other Govern- mental Funds	
	<u>ASSETS</u>				
Cash	\$ 0	\$ 1,634	\$ 0	\$ 1,114,053	\$ 1,115,687
Equity in Pooled Cash and Investments	12,339,753	3,612,372	1,057,142	26,972	17,036,239
Inventories	0	0	0	4,039	4,039
Accounts Receivable	13,983	2,469	11	0	16,463
Due from Other Governments	1,678,370	262,765	0	479,404	2,420,539
Due from Other Funds	5,443	0	0	10,187	15,630
Due from Primary Government	10,000	0	0	0	10,000
Property Taxes Receivable	11,113,286	0	0	0	11,113,286
Allowance for Uncollectible Property Taxes	(310,188)	0	0	0	(310,188)
Restricted Assets	257,857	0	0	0	257,857
Total Assets	\$ 25,108,504	\$ 3,879,240	\$ 1,057,153	\$ 1,634,655	\$ 31,679,552
<u>LIABILITIES</u>					
Accounts Payable	\$ 209,649	\$ 2,875	\$ 30,638	\$ 336,086	\$ 579,248
Accrued Payroll	773,544	770	0	64,700	839,014
Due to Other Funds	9,104	0	0	5,443	14,547
Due to Primary Government	8,191	0	0	0	8,191
Total Liabilities	\$ 1,000,488	\$ 3,645	\$ 30,638	\$ 406,229	\$ 1,441,000
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 10,558,490	\$ 0	\$ 0	\$ 0	\$ 10,558,490
Deferred Delinquent Property Taxes	223,592	0	0	0	223,592
Other Deferred/Unavailable Revenue	500,000	0	0	0	500,000
Total Deferred Inflows of Resources	\$ 11,282,082	\$ 0	\$ 0	\$ 0	\$ 11,282,082

(Continued)

Exhibit I-2

Franklin County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Franklin County School Department (Cont.)

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	Central Cafeteria	Education Capital Projects	Other Governmental Funds	
	<u>FUND BALANCES</u>				
Nonspendable:					
Inventory	\$ 0	\$ 0	\$ 0	\$ 4,039	\$ 4,039
Restricted:					
Restricted for Education	1,014,686	3,875,595	0	1,114,387	6,004,668
Restricted for Education - COVID-19	244,142	0	0	0	244,142
Restricted for Capital Outlay	0	0	1,026,515	0	1,026,515
Restricted for Hybrid Retirement Stabilization Funds	257,857	0	0	0	257,857
Committed:					
Committed for Education	2,794,624	0	0	110,000	2,904,624
Assigned:					
Assigned for Education	534,230	0	0	0	534,230
Unassigned	7,980,395	0	0	0	7,980,395
Total Fund Balances	<u>\$ 12,825,934</u>	<u>\$ 3,875,595</u>	<u>\$ 1,026,515</u>	<u>\$ 1,228,426</u>	<u>\$ 18,956,470</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 25,108,504</u>	<u>\$ 3,879,240</u>	<u>\$ 1,057,153</u>	<u>\$ 1,634,655</u>	<u>\$ 31,679,552</u>

Exhibit I-3

Franklin County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
Discretely Presented Franklin County School Department
June 30, 2021

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

Total fund balances - balance sheet - governmental funds (Exhibit I-2)		\$ 18,956,470
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 5,469,959	
Add: buildings and improvements net of accumulated depreciation	68,718,602	
Add: other capital assets net of accumulated depreciation	<u>4,316,264</u>	78,504,825
(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	\$ (233,259)	
Less: net OPEB liability	<u>(7,634,516)</u>	(7,867,775)
(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	\$ 4,507,269	
Less: deferred inflows of resources related to pensions	(2,439,328)	
Add: deferred outflows of resources related to OPEB	1,346,146	
Less: deferred inflows of resources related to OPEB	<u>(3,119,741)</u>	294,346
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 1,560,756	
Add: net pension asset - teacher retirement plan	154,574	
Add: net pension asset - teacher legacy pension plan	<u>4,262,381</u>	5,977,711
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>723,592</u>
Net position of governmental activities (Exhibit A)		<u>\$ 96,589,169</u>

Exhibit I-4

Franklin County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Franklin County School Department
For the Year Ended June 30, 2021

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	Central Cafeteria	Education Capital Projects	Other Govern- mental Funds	
<u>Revenues</u>					
Local Taxes	\$ 17,735,670	\$ 0	\$ 0	\$ 0	\$ 17,735,670
Licenses and Permits	59,033	0	0	0	59,033
Charges for Current Services	137,380	181,069	0	0	318,449
Other Local Revenues	212,491	37,032	6,225	1,477,527	1,733,275
State of Tennessee	28,666,310	32,018	0	0	28,698,328
Federal Government	1,217,042	4,378,362	0	4,865,459	10,460,863
Total Revenues	<u>\$ 48,027,926</u>	<u>\$ 4,628,481</u>	<u>\$ 6,225</u>	<u>\$ 6,342,986</u>	<u>\$ 59,005,618</u>
<u>Expenditures</u>					
Current:					
Other Operations	\$ 330,570	\$ 0	\$ 0	\$ 0	\$ 330,570
Instruction	26,627,046	0	0	3,613,902	30,240,948
Support Services	16,461,811	0	0	1,156,361	17,618,172
Operation of Non-Instructional Services	1,581,207	3,290,888	0	1,471,944	6,344,039
Capital Outlay	256,112	0	0	0	256,112
Capital Projects	0	0	6,111,610	0	6,111,610
Total Expenditures	<u>\$ 45,256,746</u>	<u>\$ 3,290,888</u>	<u>\$ 6,111,610</u>	<u>\$ 6,242,207</u>	<u>\$ 60,901,451</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,771,180</u>	<u>\$ 1,337,593</u>	<u>\$ (6,105,385)</u>	<u>\$ 100,779</u>	<u>\$ (1,895,833)</u>
<u>Other Financing Sources (Uses)</u>					
Proceeds from Sale of Capital Assets	\$ 1,900	\$ 0	\$ 0	\$ 0	\$ 1,900
Total Other Financing Sources (Uses)	<u>\$ 1,900</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,900</u>

(Continued)

Exhibit I-4

Franklin County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Franklin County School Department (Cont.)

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	Central Cafeteria	Education Capital Projects	Other Govern- mental Funds	
Net Change in Fund Balances	\$ 2,773,080	\$ 1,337,593	\$ (6,105,385)	\$ 100,779	\$ (1,893,933)
Restatement	0	0	0	1,015,955	1,015,955
Fund Balance, July 1, 2020	10,052,854	2,538,002	7,131,900	111,692	19,834,448
Fund Balance, June 30, 2021	\$ 12,825,934	\$ 3,875,595	\$ 1,026,515	\$ 1,228,426	\$ 18,956,470

Exhibit I-5

Franklin County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Franklin County School Department
For the Year Ended June 30, 2021

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

Net change in fund balances - total governmental funds (Exhibit I-4)		\$ (1,893,933)
(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	\$ 3,794,389	
Less: current-year depreciation expense	<u>(1,693,574)</u>	2,100,815
(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		(7,944)
(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, 2021	\$ 723,592	
Less: deferred delinquent property taxes and other deferred June 30, 2020	<u>(676,200)</u>	47,392
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in compensated absences payable	\$ (26,075)	
Change in net pension liability - agent plan	186,976	
Change in net pension liability - teacher retirement plan	(8,706)	
Change in net pension liability - teacher legacy pension plan	(1,570,848)	
Change in deferred outflows related to pensions	269,814	
Change in deferred inflows related to pensions	3,195,229	
Change in net OPEB liability	(485,428)	
Change in deferred outflows related to OPEB	851,364	
Change in deferred inflows related to OPEB	<u>(414,760)</u>	1,997,566
Change in net position of governmental activities (Exhibit B)		<u>\$ 2,243,896</u>

Exhibit I-6

Franklin County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Franklin County School Department
June 30, 2021

	<u>Special Revenue Funds</u>		Total Nonmajor Governmental Funds
	School Federal Projects	Internal School	
<u>ASSETS</u>			
Cash	\$ 0	\$ 1,114,053	\$ 1,114,053
Equity in Pooled Cash and Investments	26,972	0	26,972
Inventories	0	4,039	4,039
Due from Other Governments	479,404	0	479,404
Due from Other Funds	10,187	0	10,187
Total Assets	<u>\$ 516,563</u>	<u>\$ 1,118,092</u>	<u>\$ 1,634,655</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 336,086	\$ 0	\$ 336,086
Accrued Payroll	64,700	0	64,700
Due to Other Funds	5,443	0	5,443
Total Liabilities	<u>\$ 406,229</u>	<u>\$ 0</u>	<u>\$ 406,229</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Inventory	\$ 0	\$ 4,039	\$ 4,039
Restricted:			
Restricted for Education	334	1,114,053	1,114,387
Committed:			
Committed for Education	110,000	0	110,000
Total Fund Balances	<u>\$ 110,334</u>	<u>\$ 1,118,092</u>	<u>\$ 1,228,426</u>
Total Liabilities and Fund Balances	<u>\$ 516,563</u>	<u>\$ 1,118,092</u>	<u>\$ 1,634,655</u>

Exhibit I-7

Franklin County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Franklin County School Department
For the Year Ended June 30, 2021

	<u>Special Revenue Funds</u>		
	School Federal Projects	Internal School	Total Nonmajor Governmental Funds
<u>Revenues</u>			
Other Local Revenues	\$ 0	\$ 1,477,527	\$ 1,477,527
Federal Government	4,865,459	0	4,865,459
Total Revenues	<u>\$ 4,865,459</u>	<u>\$ 1,477,527</u>	<u>\$ 6,342,986</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 3,613,902	\$ 0	\$ 3,613,902
Support Services	1,156,361	0	1,156,361
Operation of Non-Instructional Services	96,554	1,375,390	1,471,944
Total Expenditures	<u>\$ 4,866,817</u>	<u>\$ 1,375,390</u>	<u>\$ 6,242,207</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,358)</u>	<u>\$ 102,137</u>	<u>\$ 100,779</u>
Net Change in Fund Balances	\$ (1,358)	\$ 102,137	\$ 100,779
Restatement	0	1,015,955	1,015,955
Fund Balance, July 1, 2020	111,692	0	111,692
Fund Balance, June 30, 2021	<u>\$ 110,334</u>	<u>\$ 1,118,092</u>	<u>\$ 1,228,426</u>

Exhibit I-8

Franklin County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Franklin County School Department
General Purpose School Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 17,735,670	\$ 0	\$ 0	\$ 17,735,670	\$ 16,206,209	\$ 17,272,774	\$ 462,896
Licenses and Permits	59,033	0	0	59,033	60,000	60,000	(967)
Charges for Current Services	137,380	0	0	137,380	269,047	131,257	6,123
Other Local Revenues	212,491	0	0	212,491	84,277	353,313	(140,822)
State of Tennessee	28,666,310	0	0	28,666,310	28,137,499	29,174,956	(508,646)
Federal Government	1,217,042	0	0	1,217,042	172,356	1,301,472	(84,430)
Total Revenues	\$ 48,027,926	\$ 0	\$ 0	\$ 48,027,926	\$ 44,929,388	\$ 48,293,772	\$ (265,846)
<u>Expenditures</u>							
<u>Other Operations</u>							
COVID-19 Grant #6	\$ 330,570	\$ 0	\$ 0	\$ 330,570	\$ 0	\$ 330,570	\$ 0
<u>Instruction</u>							
Regular Instruction Program	21,132,468	(600,553)	159,985	20,691,900	21,052,602	22,044,568	1,352,668
Alternative Instruction Program	202,229	(380)	0	201,849	202,281	204,137	2,288
Special Education Program	3,425,916	(72,214)	2,249	3,355,951	3,528,907	3,739,731	383,780
Career and Technical Education Program	1,412,390	0	4,851	1,417,241	1,416,709	1,443,626	26,385
Student Body Education Program	454,043	0	5,998	460,041	534,634	549,634	89,593
<u>Support Services</u>							
Attendance	226,147	0	0	226,147	226,980	229,992	3,845
Health Services	579,956	(2,126)	0	577,830	581,268	598,902	21,072
Other Student Support	1,423,931	(20,551)	21,107	1,424,487	1,349,404	1,472,048	47,561
Regular Instruction Program	1,403,079	0	6,413	1,409,492	1,458,485	1,515,128	105,636
Special Education Program	693,830	(80,491)	259	613,598	607,043	674,472	60,874
Career and Technical Education Program	57,204	0	0	57,204	73,447	61,223	4,019
Technology	930,210	(55,659)	186,321	1,060,872	1,020,694	1,101,141	40,269
Other Programs	178,683	0	0	178,683	0	210,000	31,317
Board of Education	1,150,019	(4,602)	12,848	1,158,265	1,158,034	1,193,034	34,769
Director of Schools	276,808	(1,026)	3,574	279,356	518,723	310,254	30,898
Office of the Principal	2,477,041	0	0	2,477,041	2,491,843	2,573,792	96,751

(Continued)

Exhibit I-8

Franklin County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Franklin County School Department
General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Fiscal Services	\$ 11,561	\$ 0	\$ 0	\$ 11,561	\$ 11,561	\$ 11,561	\$ 0
Human Services/Personnel	257,192	(1,081)	610	256,721	261,551	271,515	14,794
Operation of Plant	3,413,940	(10,312)	0	3,403,628	3,517,848	3,564,002	160,374
Maintenance of Plant	1,065,207	(15,055)	40,286	1,090,438	1,382,906	1,348,556	258,118
Transportation	2,220,150	0	30,900	2,251,050	2,292,399	2,394,864	143,814
Central and Other	96,853	0	0	96,853	99,222	139,292	42,439
<u>Operation of Non-Instructional Services</u>							
Food Service	53,588	0	0	53,588	0	58,156	4,568
Community Services	564,986	0	8,810	573,796	491,958	879,737	305,941
Early Childhood Education	962,633	0	0	962,633	1,020,030	1,038,518	75,885
<u>Capital Outlay</u>							
Regular Capital Outlay	256,112	(51,718)	50,019	254,413	100,000	285,963	31,550
Total Expenditures	\$ 45,256,746	\$ (915,768)	\$ 534,230	\$ 44,875,208	\$ 45,398,529	\$ 48,244,416	\$ 3,369,208
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 2,771,180	\$ 915,768	\$ (534,230)	\$ 3,152,718	\$ (469,141)	\$ 49,356	\$ 3,103,362
<u>Other Financing Sources (Uses)</u>							
Proceeds from Sale of Capital Assets	\$ 1,900	\$ 0	\$ 0	\$ 1,900	\$ 0	\$ 1,900	\$ 0
Total Other Financing Sources	\$ 1,900	\$ 0	\$ 0	\$ 1,900	\$ 0	\$ 1,900	\$ 0
Net Change in Fund Balance							
Fund Balance, July 1, 2020	\$ 2,773,080	\$ 915,768	\$ (534,230)	\$ 3,154,618	\$ (469,141)	\$ 51,256	\$ 3,103,362
	10,052,854	(915,768)	0	9,137,086	8,215,306	8,215,306	921,780
Fund Balance, June 30, 2021							
	\$ 12,825,934	\$ 0	\$ (534,230)	\$ 12,291,704	\$ 7,746,165	\$ 8,266,562	\$ 4,025,142

Exhibit I-9

Franklin County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Franklin County School Department
School Federal Projects Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Federal Government	\$ 4,865,459	\$ 3,150,340	\$ 9,330,910	\$ (4,465,451)
Total Revenues	\$ 4,865,459	\$ 3,150,340	\$ 9,330,910	\$ (4,465,451)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 2,465,881	\$ 1,254,486	\$ 2,901,906	\$ 436,025
Special Education Program	1,055,716	915,477	1,132,623	76,907
Career and Technical Education Program	92,305	79,709	92,305	0
<u>Support Services</u>				
Health Services	20,998	0	80,740	59,742
Other Student Support	72,975	50,228	232,674	159,699
Regular Instruction Program	561,572	353,937	1,341,099	779,527
Special Education Program	242,685	228,308	361,987	119,302
Career and Technical Education Program	200	10,000	200	0
Operation of Plant	3,053	0	2,579,976	2,576,923
Transportation	254,878	258,196	500,372	245,494
<u>Operation of Non-Instructional Services</u>				
Food Service	96,554	0	107,033	10,479
Total Expenditures	\$ 4,866,817	\$ 3,150,341	\$ 9,330,915	\$ 4,464,098
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,358)	\$ (1)	\$ (5)	\$ (1,353)
Net Change in Fund Balance	\$ (1,358)	\$ (1)	\$ (5)	\$ (1,353)
Fund Balance, July 1, 2020	111,692	109,603	109,603	2,089
Fund Balance, June 30, 2021	\$ 110,334	\$ 109,602	\$ 109,598	\$ 736

Exhibit I-10

Franklin County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Franklin County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 181,069	\$ 0	\$ 0	\$ 181,069	\$ 775,000	\$ 187,000	\$ (5,931)
Other Local Revenues	37,032	0	0	37,032	35,000	63,505	(26,473)
State of Tennessee	32,018	0	0	32,018	28,625	32,018	0
Federal Government	4,378,362	0	0	4,378,362	2,369,367	3,952,600	425,762
Total Revenues	\$ 4,628,481	\$ 0	\$ 0	\$ 4,628,481	\$ 3,207,992	\$ 4,235,123	\$ 393,358
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 3,290,888	\$ (116,499)	\$ 342	\$ 3,174,731	\$ 3,993,648	\$ 3,819,827	\$ 645,096
Total Expenditures	\$ 3,290,888	\$ (116,499)	\$ 342	\$ 3,174,731	\$ 3,993,648	\$ 3,819,827	\$ 645,096
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,337,593	\$ 116,499	\$ (342)	\$ 1,453,750	\$ (785,656)	\$ 415,296	\$ 1,038,454
Net Change in Fund Balance	\$ 1,337,593	\$ 116,499	\$ (342)	\$ 1,453,750	\$ (785,656)	\$ 415,296	\$ 1,038,454
Fund Balance, July 1, 2020	2,538,002	(116,499)	0	2,421,503	2,124,548	2,124,548	296,955
Fund Balance, June 30, 2021	\$ 3,875,595	\$ 0	\$ (342)	\$ 3,875,253	\$ 1,338,892	\$ 2,539,844	\$ 1,335,409

MISCELLANEOUS SCHEDULES

Exhibit J-1

Franklin County, Tennessee
 Schedule of Changes in Long-term Bonds and Notes
 For the Year Ended June 30, 2021

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-20	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-21
BONDS PAYABLE								
<u>Payable through General Debt Service Fund</u>								
General Obligation Improvements, Series 2017	\$ 8,190,000	2 to 5	% 6-27-17	6-1-32	\$ 7,310,000	\$ 0	\$ 475,000	\$ 6,835,000
General Obligation Improvements, Series 2017	7,200,000	2.59	12-27-17	6-1-33	6,730,000	0	385,000	6,345,000
General Obligation School Bonds, Series 2018	47,035,000	2 to 5	3-27-19	5-1-44	47,035,000	0	100,000	46,935,000
Refunding Bonds, Series 2017	4,160,000	2 to 5	6-27-17	6-1-38	2,620,000	0	525,000	2,095,000
School Refunding Bonds, Series 2009	15,205,000	2 to 3.75	6-15-09	3-1-21	1,590,000	0	1,590,000	0
School Refunding Bonds, Series 2014	2,220,000	1.23 to 2	6-7-13	6-1-21	285,000	0	285,000	0
School Refunding Bonds, Series 2017	1,265,000	2 to 5	6-27-17	6-2-24	885,000	0	205,000	680,000
Total Bonds Payable					<u>\$ 66,455,000</u>	<u>\$ 0</u>	<u>\$ 3,565,000</u>	<u>\$ 62,890,000</u>
NOTES PAYABLE								
<u>Payable through General Debt Service Fund</u>								
Industrial Development Board - Land	822,666	4.75	5-28-10	5-27-22	\$ 164,722	\$ 0	\$ 84,074	\$ 80,648
Solid Waste/Highway Equipment	450,000	2.63	1-9-14	1-9-21	64,260	0	64,260	0
Highway and Road Improvements	2,000,000	2.33	1-6-15	4-1-22	570,000	0	285,000	285,000
Highway Capital Road Projects	1,000,000	2.23	5-11-15	4-1-22	285,714	0	142,857	142,857
Jail Construction/Remodel	2,000,000	2.93	7-12-19	6-1-31	1,855,000	0	145,000	1,710,000
Highway Equipment	350,000	1.31	5-20-21	5-1-31	0	350,000	0	350,000
Total Payable through General Debt Service Fund					<u>\$ 2,939,696</u>	<u>\$ 350,000</u>	<u>\$ 721,191</u>	<u>\$ 2,568,505</u>
<u>Payable through Highway/Public Works Fund</u>								
Quarry Land	177,000	4.875	11-10-11	2-1-23	\$ 52,187	\$ 0	\$ 16,570	\$ 35,617
Total Payable through Highway/Public Works Fund					<u>\$ 52,187</u>	<u>\$ 0</u>	<u>\$ 16,570</u>	<u>\$ 35,617</u>
Total Notes Payable					<u>\$ 2,991,883</u>	<u>\$ 350,000</u>	<u>\$ 737,761</u>	<u>\$ 2,604,122</u>

Exhibit J-2

Franklin County, Tennessee
Schedule of Long-term Debt Requirements by Year

Year Ending June 30	Bonds		
	Principal	Interest	Total
2022	\$ 2,995,000	\$ 2,248,525	\$ 5,243,525
2023	3,120,000	2,098,775	5,218,775
2024	2,730,000	1,985,075	4,715,075
2025	2,570,000	1,891,775	4,461,775
2026	2,700,000	1,763,275	4,463,275
2027	2,825,000	1,634,925	4,459,925
2028	2,965,000	1,500,575	4,465,575
2029	3,060,000	1,396,375	4,456,375
2030	3,185,000	1,281,275	4,466,275
2031	3,300,000	1,161,425	4,461,425
2032	3,400,000	1,062,425	4,462,425
2033	2,745,000	960,426	3,705,426
2034	2,165,000	878,076	3,043,076
2035	2,225,000	813,126	3,038,126
2036	2,295,000	746,376	3,041,376
2037	2,360,000	677,426	3,037,426
2038	2,440,000	603,676	3,043,676
2039	2,425,000	527,425	2,952,425
2040	2,505,000	448,612	2,953,612
2041	2,585,000	367,200	2,952,200
2042	2,675,000	279,956	2,954,956
2043	2,765,000	189,675	2,954,675
2044	2,855,000	96,356	2,951,356
Total	\$ 62,890,000	\$ 24,612,755	\$ 87,502,755

Year Ending June 30	Notes		
	Principal	Interest	Total
2022	\$ 705,890	\$ 67,942	\$ 773,832
2023	203,232	50,793	254,025
2024	190,000	44,969	234,969
2025	190,000	39,887	229,887
2026	200,000	34,807	234,807
2027	205,000	29,512	234,512
2028	215,000	24,073	239,073
2029	225,000	18,337	243,337
2030	230,000	12,395	242,395
2031	240,000	6,304	246,304
Total	\$ 2,604,122	\$ 329,019	\$ 2,933,141

Exhibit J-3

Franklin County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Franklin County School Department
For the Year Ended June 30, 2021

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
Solid Waste/Sanitation	General Fund	Reimbursement	\$ 48,803
Highway/Public Works	"	"	53,803
Public Library	"	"	3,000
Courthouse and Jail Maintenance	General Debt Service	Debt payments	<u>150,000</u>
Total Transfers Primary Government			<u><u>\$ 255,606</u></u>

Exhibit J-4

Franklin County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Franklin County School Department
For the Year Ended June 30, 2021

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	\$ 96,494	(6)	Tennessee Risk Management Trust
Superintendent of Highways	Section 8-24-102, <i>TCA</i> and County Commission	91,901 (1)	(6)	Tennessee Risk Management Trust
Director of Schools	State Board of Education and Franklin County Board of Education	112,750 (2)	(6)	Tennessee Risk Management Trust
Finance Director	County Commission	75,191 (3)	(6)	"
Trustee	Section 8-24-102, <i>TCA</i>	83,545	(6)	"
Assessor of Property	Section 8-24-102, <i>TCA</i>	83,545	(6)	"
County Clerk	Section 8-24-102, <i>TCA</i>	83,545	(6)	"
Circuit, General Sessions, and Juvenile Courts Clerk	Section 8-24-102, <i>TCA</i>	83,545	(6)	Tennessee Risk Management Trust
Clerk and Master	Section 8-24-102, <i>TCA</i> , and Chancery Court Judge	83,545 (4)	(6)	Tennessee Risk Management Trust
Register of Deeds	Section 8-24-102, <i>TCA</i>	83,545	(6)	"
Sheriff	Section 8-24-102, <i>TCA</i>	91,901 (5)	(6)	"
Other Bonds:				
	Employee Fidelity - County Departments		\$ 400,000	Tennessee Risk Management Trust
	Employee Fidelity - School Department		400,000	"

- (1) Does not include longevity of \$1,140 and a safety bonus of \$50.
(2) Does not include a chief executive officer training supplement of \$1,000.
(3) Does not include education incentives of \$950, longevity of \$1,200 and Christmas bonus of \$200.
(4) Does not include special commissioner fee of \$195.
(5) Does not include a law enforcement training supplement of \$800.
(6) Official was covered by the \$400,000 employee blanket bond.

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2021

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Public Library	Solid Waste / Sanitation	Local Purpose Tax	Drug Control
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 12,015,585	\$ 0	\$ 393,199	\$ 1,737,632	\$ 403,393	\$ 0
Trustee's Collections - Prior Year	250,819	0	8,208	30,834	5,260	0
Trustee's Collections - Bankruptcy	646	0	20	72	3	0
Circuit Clerk/Clerk and Master Collections - Prior Years	256,986	0	8,401	38,567	9,220	0
Interest and Penalty	54,026	0	1,768	6,898	1,494	0
Payments in-Lieu-of Taxes - T.V.A.	4,132	0	135	863	263	0
Payments in-Lieu-of Taxes - Local Utilities	43,355	0	1,421	0	0	0
Payments in-Lieu-of Taxes - Other	37,427	0	1,225	2,926	890	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	0	0	0	0	0
Hotel/Motel Tax	0	0	0	0	361,940	0
Litigation Tax - General	116,254	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	143,257	0	0	0	0
Business Tax	499,869	0	0	0	0	0
Mixed Drink Tax	28,851	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	106,102	0	3,462	22,165	6,741	0
Wholesale Beer Tax	247,356	0	0	0	0	0
Other Statutory Local Taxes	456	0	0	0	0	0
Total Local Taxes	\$ 13,661,864	\$ 143,257	\$ 417,839	\$ 1,839,957	\$ 789,204	\$ 0
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 62,979	\$ 0	\$ 2,055	\$ 13,150	\$ 4,001	\$ 0

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Public Library	Solid Waste / Sanitation	Local Purpose Tax	Drug Control
<u>Licenses and Permits (Cont.)</u>						
<u>Permits</u>						
Beer Permits	\$ 3,576	\$ 0	\$ 0	\$ 0	\$ 0	0
Building Permits	81,850	0	0	0	20,000	0
Other Permits	420	0	0	0	0	0
Total Licenses and Permits	\$ 148,825	\$ 0	\$ 2,055	\$ 13,150	\$ 24,001	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 1,201	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	23,043	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	14
Drug Court Fees	2,148	0	0	0	0	0
Jail Fees	5,022	0	0	0	0	0
DUI Treatment Fines	1,456	0	0	0	0	0
Data Entry Fee - Circuit Court	2,181	0	0	0	0	0
Courtroom Security Fee	120	0	0	0	0	0
Victims Assistance Assessments	2,268	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	19,878	0	0	0	0	0
Fines for Littering	95	0	0	0	0	0
Officers Costs	52,059	0	0	0	0	0
Game and Fish Fines	2,142	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	8,370
Drug Court Fees	11,977	0	0	0	0	0
Jail Fees	20,833	0	0	0	0	0
DUI Treatment Fines	9,966	0	0	0	0	0

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Public Library	Solid Waste / Sanitation	Local Purpose Tax	Drug Control
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>General Sessions Court (Cont.)</u>						
Data Entry Fee - General Sessions Court	\$ 9,938	\$ 0	\$ 0	\$ 0	\$ 0	0
Courtroom Security Fee	1,029	0	0	0	0	0
Victims Assistance Assessments	24,419	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	612	0	0	0	0	0
Officers Costs	3,185	0	0	0	0	0
Data Entry Fee - Juvenile Court	1,399	0	0	0	0	0
Courtroom Security Fee	128	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	456	0	0	0	0	0
Data Entry Fee - Chancery Court	4,790	0	0	0	0	0
<u>Other Courts - In-county</u>						
Drug Court Fees	7,165	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	0	0	0	11,062
Other Fines, Forfeitures, and Penalties	213	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 207,723	\$ 0	\$ 0	\$ 0	\$ 0	19,446
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Commercial and Industrial Waste Collection Charge	\$ 0	\$ 0	\$ 0	\$ 52,200	\$ 0	0
Transfer Waste Stations Collection Charge	0	0	0	12,000	0	0
Tipping Fees	0	0	0	65,987	0	0
Solid Waste Disposal Fee	0	0	0	10,272	0	0
Other General Service Charges	159,381	0	7,652	0	0	1,300

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Public Library	Solid Waste / Sanitation	Local Purpose Tax	Drug Control
<u>Charges for Current Services (Cont.)</u>						
<u>Fees</u>						
Copy Fees	\$ 5	\$ 0	\$ 0	\$ 0	\$ 0	0
Greenbelt Late Application Fee	300	0	0	0	0	0
Telephone Commissions	65,765	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Data Processing Fee - Register	22,250	0	0	0	0	0
Probation Fees	183,194	0	0	0	0	0
Data Processing Fee - Sheriff	2,926	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	8,100	0	0	0	0	0
Data Processing Fee - County Clerk	4,255	0	0	0	0	0
Vehicle Registration Reinstatement Fees	2,875	0	0	0	0	0
Total Charges for Current Services	\$ 449,051	\$ 0	\$ 7,652	\$ 140,459	\$ 0	1,300
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 5,387	\$ 0	\$ 526	\$ 0	\$ 0	0
Lease/Rentals	23,275	0	0	0	0	0
Sale of Materials and Supplies	0	0	0	0	0	0
Commissary Sales	13,514	0	0	0	0	0
Sale of Recycled Materials	1,249	0	0	160,359	0	0
Miscellaneous Refunds	71,102	0	23	1,406	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	23,721	0	0	0	0	5,075
Sale of Property	6,405	0	0	0	0	0
Damages Recovered from Individuals	0	0	0	0	0	0
Contributions and Gifts	1,855	0	0	0	0	0

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Public Library	Solid Waste / Sanitation	Local Purpose Tax	Drug Control
<u>Other Local Revenues (Cont.)</u>						
<u>Other Local Revenues</u>						
Other Local Revenues	\$ 37,322	\$ 0	\$ 1,078	\$ 150	\$ 0	\$ 0
Total Other Local Revenues	\$ 183,830	\$ 0	\$ 1,627	\$ 161,915	\$ 0	\$ 5,075
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 468,131	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	160,571	0	0	0	0	0
General Sessions Court Clerk	246,226	0	0	0	0	0
Clerk and Master	156,863	0	0	0	0	0
Juvenile Court Clerk	31,813	0	0	0	0	0
Register	356,204	0	0	0	0	0
Sheriff	14,176	0	0	0	0	0
Trustee	873,675	0	0	0	0	0
Total Fees Received From County Officials	\$ 2,307,659	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other General Government Grants	800	0	0	0	0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	32,800	0	0	0	0	0
<u>Health and Welfare Grants</u>						
Health Department Programs	87,608	0	0	0	0	0
<u>Public Works Grants</u>						
Bridge Program	0	0	0	0	0	0

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Public Library	Solid Waste / Sanitation	Local Purpose Tax	Drug Control
<u>State of Tennessee (Cont.)</u>						
<u>Public Works Grants (Cont.)</u>						
State Aid Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Litter Program	17,166	0	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	126,790	0	0	0	0	0
Beer Tax	18,369	0	0	0	0	0
Vehicle Certificate of Title Fees	9,445	0	0	0	0	0
Alcoholic Beverage Tax	115,300	0	0	0	0	0
State Revenue Sharing - T.V.A.	1,229,143	0	0	0	0	0
State Revenue Sharing - Telecommunications	75,974	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	8,956	0	0	0	0	0
Contracted Prisoner Boarding	628,611	0	0	0	0	0
Gasoline and Motor Fuel Tax	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	1,084,830	0	0	0	0	0
Other State Revenues	760	0	0	23,333	0	0
Total State of Tennessee	\$ 3,460,716	\$ 0	\$ 0	\$ 23,333	\$ 0	0
<u>Federal Government</u>						
<u>Federal Through State</u>						
Appalachian Regional Commission	\$ 29,382	\$ 0	\$ 0	\$ 0	\$ 0	0
Community Development	446,406	0	0	0	0	0
Civil Defense Reimbursement	38,850	0	0	0	0	0
Homeland Security Grants	20,462	0	0	0	0	0
COVID-19 Grant #1	0	0	789	0	0	0

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Public Library	Solid Waste / Sanitation	Local Purpose Tax	Drug Control
<u>Federal Government (Cont.)</u>						
<u>Federal Through State (Cont.)</u>						
COVID-19 Grant #2	\$ 628,350	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
COVID-19 Grant #3	22,958	0	0	0	0	0
COVID-19 Grant #4	19,922	0	0	0	0	0
COVID-19 Grant #5	20,000	0	0	0	0	0
COVID-19 Grant E	278	0	0	0	0	0
Other Federal through State	335,310	0	1,561	0	0	0
<u>Direct Federal Revenue</u>						
Forest Service	541	0	0	0	0	0
COVID-19 Grant #6	15,921	0	0	0	0	0
Other Direct Federal Revenue	438,699	0	0	0	0	6,637
Total Federal Government	<u>\$ 2,017,079</u>	<u>\$ 0</u>	<u>\$ 2,350</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,637</u>
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 86,309	\$ 0	\$ 28,500	\$ 0	\$ 0	\$ 20
<u>Citizens Groups</u>						
Donations	48,820	0	2,717	0	0	0
<u>Other</u>						
Other	48,652	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 183,781</u>	<u>\$ 0</u>	<u>\$ 31,217</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 20</u>
Total	<u>\$ 22,620,528</u>	<u>\$ 143,257</u>	<u>\$ 462,740</u>	<u>\$ 2,178,814</u>	<u>\$ 813,205</u>	<u>\$ 32,478</u>

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Other Capital Projects -	Total
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 0	\$ 652,978	\$ 2,662,774	\$ 0	\$ 17,865,561
Trustee's Collections - Prior Year	0	9,702	39,564	0	344,387
Trustee's Collections - Bankruptcy	0	41	151	0	933
Circuit Clerk/Clerk and Master Collections - Prior Years	0	13,904	56,605	0	383,683
Interest and Penalty	0	2,921	11,909	0	79,016
Payments in-Lieu-of Taxes - T.V.A.	0	224	910	0	6,527
Payments in-Lieu-of Taxes - Local Utilities	0	2,346	9,546	0	56,668
Payments in-Lieu-of Taxes - Other	0	2,026	1,193,838	0	1,238,332
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	0	1,386,184	0	1,386,184
Hotel/Motel Tax	0	0	0	0	361,940
Litigation Tax - General	0	0	73,242	0	189,496
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	143,257
Business Tax	0	0	0	0	499,869
Mixed Drink Tax	0	0	0	0	28,851
Mineral Severance Tax	0	72,235	0	0	72,235
<u>Statutory Local Taxes</u>					
Bank Excise Tax	0	5,744	23,371	0	167,585
Wholesale Beer Tax	0	0	0	0	247,356
Other Statutory Local Taxes	0	0	0	0	456
Total Local Taxes	\$ 0	\$ 762,121	\$ 5,458,094	\$ 0	\$ 23,072,336
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Cable TV Franchise	\$ 0	\$ 3,410	\$ 13,872	\$ 0	\$ 99,467

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Special Revenue Funds</u>		<u>Debt Service</u>	<u>Capital</u>	
	<u>Constitu -</u>	<u>Highway /</u>	<u>Fund</u>	<u>Projects Fund</u>	
	<u>tional</u>	<u>Public</u>	<u>General</u>	<u>Other</u>	
	<u>Officers -</u>	<u>Works</u>	<u>Debt</u>	<u>Capital</u>	
	<u>Fees</u>		<u>Service</u>	<u>Projects -</u>	<u>Total</u>
<u>Licenses and Permits (Cont.)</u>					
<u>Permits</u>					
Beer Permits	\$ 0	\$ 0	\$ 0	\$ 0	3,576
Building Permits	0	0	0	0	101,850
Other Permits	0	0	0	0	420
Total Licenses and Permits	\$ 0	\$ 3,410	\$ 13,872	\$ 0	205,313
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	1,201
Officers Costs	0	0	0	0	23,043
Drug Control Fines	0	0	0	0	14
Drug Court Fees	0	0	0	0	2,148
Jail Fees	0	0	0	0	5,022
DUI Treatment Fines	0	0	0	0	1,456
Data Entry Fee - Circuit Court	0	0	0	0	2,181
Courtroom Security Fee	0	0	0	0	120
Victims Assistance Assessments	0	0	0	0	2,268
<u>General Sessions Court</u>					
Fines	0	0	0	0	19,878
Fines for Littering	0	0	0	0	95
Officers Costs	0	0	0	0	52,059
Game and Fish Fines	0	0	0	0	2,142
Drug Control Fines	0	0	0	0	8,370
Drug Court Fees	0	0	0	0	11,977
Jail Fees	0	0	0	0	20,833
DUI Treatment Fines	0	0	0	0	9,966

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	<u>Constitu -</u>	<u>Highway /</u>	<u>General</u>	<u>Other</u>	
	<u>Officers -</u>	<u>Public</u>	<u>Debt</u>	<u>Capital</u>	
	<u>Fees</u>	<u>Works</u>	<u>Service</u>	<u>Projects -</u>	<u>Total</u>
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court (Cont.)</u>					
Data Entry Fee - General Sessions Court	\$ 0	\$ 0	\$ 0	\$ 0	9,938
Courtroom Security Fee	0	0	0	0	1,029
Victims Assistance Assessments	0	0	0	0	24,419
<u>Juvenile Court</u>					
Fines	0	0	0	0	612
Officers Costs	0	0	0	0	3,185
Data Entry Fee - Juvenile Court	0	0	0	0	1,399
Courtroom Security Fee	0	0	0	0	128
<u>Chancery Court</u>					
Officers Costs	0	0	0	0	456
Data Entry Fee - Chancery Court	0	0	0	0	4,790
<u>Other Courts - In-county</u>					
Drug Court Fees	0	0	0	0	7,165
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	0	0	0	0	11,062
Other Fines, Forfeitures, and Penalties	0	0	0	0	213
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	227,169
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Commercial and Industrial Waste Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	52,200
Transfer Waste Stations Collection Charge	0	0	0	0	12,000
Tipping Fees	0	0	0	0	65,987
Solid Waste Disposal Fee	0	0	0	0	10,272
Other General Service Charges	0	7,542	0	0	175,875

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	<u>Constitu -</u>	<u>Highway /</u>	<u>General</u>	<u>Other</u>	
	<u>Officers -</u>	<u>Public</u>	<u>Debt</u>	<u>Capital</u>	
	<u>Fees</u>	<u>Works</u>	<u>Service</u>	<u>Projects -</u>	<u>Total</u>
<u>Charges for Current Services (Cont.)</u>					
<u>Fees</u>					
Copy Fees	\$ 0	\$ 0	\$ 0	\$ 0	5
Greenbelt Late Application Fee	0	0	0	0	300
Telephone Commissions	0	0	0	0	65,765
Constitutional Officers' Fees and Commissions	141	0	0	0	141
Data Processing Fee - Register	0	0	0	0	22,250
Probation Fees	0	0	0	0	183,194
Data Processing Fee - Sheriff	0	0	0	0	2,926
Sexual Offender Registration Fee - Sheriff	0	0	0	0	8,100
Data Processing Fee - County Clerk	0	0	0	0	4,255
Vehicle Registration Reinstatement Fees	0	0	0	0	2,875
Total Charges for Current Services	\$ 141	\$ 7,542	\$ 0	\$ 0	\$ 606,145
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 0	\$ 281	\$ 278,780	\$ 1,827	\$ 286,801
Lease/Rentals	0	0	0	0	23,275
Sale of Materials and Supplies	0	565	0	0	565
Commissary Sales	0	0	0	0	13,514
Sale of Recycled Materials	0	5,662	0	0	167,270
Miscellaneous Refunds	0	0	0	0	72,531
<u>Nonrecurring Items</u>					
Sale of Equipment	0	148	0	0	28,944
Sale of Property	0	0	0	0	6,405
Damages Recovered from Individuals	0	100	0	0	100
Contributions and Gifts	0	0	0	0	1,855

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Special Revenue Funds</u>		<u>Debt Service</u>	<u>Capital</u>	
	<u>Constitu -</u>	<u>Highway /</u>	<u>Fund</u>	<u>Projects Fund</u>	
	<u>Officers -</u>	<u>Public</u>	<u>General</u>	<u>Other</u>	
	<u>Fees</u>	<u>Works</u>	<u>Debt</u>	<u>Capital</u>	
			<u>Service</u>	<u>Projects -</u>	<u>Total</u>
<u>Other Local Revenues (Cont.)</u>					
<u>Other Local Revenues</u>					
Other Local Revenues	\$ 0	\$ 0	\$ 0	\$ 0	38,550
Total Other Local Revenues	\$ 0	\$ 6,756	\$ 278,780	\$ 1,827	\$ 639,810
<u>Fees Received From County Officials</u>					
<u>Fees In-Lieu-of Salary</u>					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	468,131
Circuit Court Clerk	0	0	0	0	160,571
General Sessions Court Clerk	0	0	0	0	246,226
Clerk and Master	0	0	0	0	156,863
Juvenile Court Clerk	0	0	0	0	31,813
Register	0	0	0	0	356,204
Sheriff	0	0	0	0	14,176
Trustee	0	0	0	0	873,675
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	2,307,659
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	9,000
Other General Government Grants	0	0	0	0	800
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	0	0	0	0	32,800
<u>Health and Welfare Grants</u>					
Health Department Programs	0	0	0	0	87,608
<u>Public Works Grants</u>					
Bridge Program	0	340,016	0	0	340,016

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Other Capital Projects -	Total
<u>State of Tennessee (Cont.)</u>					
<u>Public Works Grants (Cont.)</u>					
State Aid Program	\$ 0	\$ 350,786	\$ 0	\$ 0	\$ 350,786
Litter Program	0	0	0	0	17,166
<u>Other State Revenues</u>					
Income Tax	0	0	0	0	126,790
Beer Tax	0	0	0	0	18,369
Vehicle Certificate of Title Fees	0	0	0	0	9,445
Alcoholic Beverage Tax	0	0	0	0	115,300
State Revenue Sharing - T.V.A.	0	0	0	0	1,229,143
State Revenue Sharing - Telecommunications	0	0	0	0	75,974
State Shared Sports Gaming Privilege Tax	0	0	0	0	8,956
Contracted Prisoner Boarding	0	0	0	0	628,611
Gasoline and Motor Fuel Tax	0	2,711,039	0	0	2,711,039
Petroleum Special Tax	0	29,621	0	0	29,621
Registrar's Salary Supplement	0	0	0	0	15,164
Other State Grants	0	0	0	0	1,084,830
Other State Revenues	0	0	0	0	24,093
Total State of Tennessee	\$ 0	\$ 3,431,462	\$ 0	\$ 0	\$ 6,915,511
<u>Federal Government</u>					
<u>Federal Through State</u>					
Appalachian Regional Commission	\$ 0	\$ 0	\$ 0	\$ 0	\$ 29,382
Community Development	0	0	0	0	446,406
Civil Defense Reimbursement	0	0	0	0	38,850
Homeland Security Grants	0	0	0	0	20,462
COVID-19 Grant #1	0	0	0	0	789

(Continued)

Exhibit J-5

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	<u>Constitu -</u>	<u>Highway /</u>	<u>General</u>	<u>Other</u>	
	<u>Officers -</u>	<u>Public</u>	<u>Debt</u>	<u>Capital</u>	
	<u>Fees</u>	<u>Works</u>	<u>Service</u>	<u>Projects -</u>	<u>Total</u>
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
COVID-19 Grant #2	\$ 0	\$ 0	\$ 0	\$ 0	628,350
COVID-19 Grant #3	0	0	0	0	22,958
COVID-19 Grant #4	0	0	0	0	19,922
COVID-19 Grant #5	0	0	0	0	20,000
COVID-19 Grant E	0	0	0	0	278
Other Federal through State	0	0	0	0	336,871
<u>Direct Federal Revenue</u>					
Forest Service	0	0	0	0	541
COVID-19 Grant #6	0	0	0	0	15,921
Other Direct Federal Revenue	0	0	0	0	445,336
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 0	2,026,066
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	114,829
<u>Citizens Groups</u>					
Donations	0	0	0	0	51,537
<u>Other</u>					
Other	0	0	0	0	48,652
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	215,018
Total	\$ 141	\$ 4,211,291	\$ 5,750,746	\$ 1,827	\$ 36,215,027

Exhibit J-6

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Franklin County School Department
For the Year Ended June 30, 2021

	Special Revenue Funds				Capital Projects Fund	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 10,726,608	\$ 0	\$ 0	\$ 0	\$ 0	\$ 10,726,608
Trustee's Collections - Prior Year	223,912	0	0	0	0	223,912
Trustee's Collections - Bankruptcy	675	0	0	0	0	675
Circuit Clerk/Clerk and Master Collections - Prior Years	229,404	0	0	0	0	229,404
Interest and Penalty	48,273	0	0	0	0	48,273
Payments in-Lieu-of Taxes - T.V.A.	3,689	0	0	0	0	3,689
Payments in-Lieu-of Taxes - Local Utilities	38,701	0	0	0	0	38,701
Payments in-Lieu-of Taxes - Other	33,410	0	0	0	0	33,410
<u>County Local Option Taxes</u>						
Local Option Sales Tax	6,307,430	0	0	0	0	6,307,430
Mixed Drink Tax	28,850	0	0	0	0	28,850
<u>Statutory Local Taxes</u>						
Bank Excise Tax	94,718	0	0	0	0	94,718
Total Local Taxes	\$ 17,735,670	\$ 0	\$ 0	\$ 0	\$ 0	\$ 17,735,670
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 2,774	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,774
Cable TV Franchise	56,259	0	0	0	0	56,259
Total Licenses and Permits	\$ 59,033	\$ 0	\$ 0	\$ 0	\$ 0	\$ 59,033
<u>Charges for Current Services</u>						
<u>Education Charges</u>						
Tuition - Other	\$ 115,493	\$ 0	\$ 0	\$ 0	\$ 0	\$ 115,493

(Continued)

Exhibit J-6

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

	Special Revenue Funds				Capital	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Projects Fund Education Capital Projects	
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges (Cont.)</u>						
Lunch Payments - Children	\$ 0	\$ 0	\$ 5,174	\$ 0	\$ 0	\$ 5,174
Lunch Payments - Adults	0	0	35,980	0	0	35,980
A la Carte Sales	0	0	139,915	0	0	139,915
School Based Health Services - FFS	21,887	0	0	0	0	21,887
Total Charges for Current Services	\$ 137,380	\$ 0	\$ 181,069	\$ 0	\$ 0	\$ 318,449
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 56,596	\$ 0	\$ 23,740	\$ 0	\$ 6,225	\$ 86,561
Lease/Rentals	24,000	0	0	0	0	24,000
Rebates	0	0	12,312	0	0	12,312
Miscellaneous Refunds	34,909	0	950	0	0	35,859
<u>Nonrecurring Items</u>						
Sale of Equipment	7,474	0	30	0	0	7,504
Contributions and Gifts	89,512	0	0	0	0	89,512
<u>Other Local Revenues</u>						
Other Local Revenues	0	0	0	1,477,527	0	1,477,527
Total Other Local Revenues	\$ 212,491	\$ 0	\$ 37,032	\$ 1,477,527	\$ 6,225	\$ 1,733,275
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
On-behalf Contributions for OPEB	\$ 178,683	\$ 0	\$ 0	\$ 0	\$ 0	\$ 178,683
<u>State Education Funds</u>						
Basic Education Program	27,060,242	0	0	0	0	27,060,242

(Continued)

Exhibit J-6

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

	Special Revenue Funds				Capital	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Projects Fund Education Capital Projects	
<u>State of Tennessee (Cont.)</u>						
<u>State Education Funds (Cont.)</u>						
Early Childhood Education	\$ 911,149	\$ 0	\$ 0	\$ 0	\$ 0	\$ 911,149
School Food Service	0	0	32,018	0	0	32,018
Other State Education Funds	344,130	0	0	0	0	344,130
Career Ladder Program	122,106	0	0	0	0	122,106
<u>Other State Revenues</u>						
State Revenue Sharing - T.V.A.	50,000	0	0	0	0	50,000
Total State of Tennessee	\$ 28,666,310	\$ 0	\$ 32,018	\$ 0	\$ 0	\$ 28,698,328
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,485,386	\$ 0	\$ 0	\$ 2,485,386
USDA - Commodities	0	0	238,304	0	0	238,304
Breakfast	0	0	1,237,479	0	0	1,237,479
USDA - Other	0	0	416,574	0	0	416,574
Vocational Education - Basic Grants to States	0	101,303	0	0	0	101,303
Title I Grants to Local Education Agencies	0	1,276,027	0	0	0	1,276,027
Special Education - Grants to States	99,922	1,383,578	0	0	0	1,483,500
Special Education Preschool Grants	29,941	159,524	0	0	0	189,465
English Language Acquisition Grants	0	5,794	0	0	0	5,794
Eisenhower Professional Development State Grants	0	196,984	0	0	0	196,984
COVID-19 Grant #1	0	754,398	0	0	0	754,398
COVID-19 Grant #3	0	100,000	0	0	0	100,000
COVID-19 Grant #4	287,282	0	0	0	0	287,282
COVID-19 Grant A	0	4,460	0	0	0	4,460

Franklin County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	
<u>Federal Government (Cont.)</u>						
<u>Federal Through State (Cont.)</u>						
COVID-19 Grant B	\$ 0	\$ 854,490	\$ 0	\$ 0	\$ 0	\$ 854,490
COVID-19 Grant E	6,692	0	619	0	0	7,311
Other Federal through State	427,054	28,901	0	0	0	455,955
<u>Direct Federal Revenue</u>						
COVID-19 Grant #6	330,570	0	0	0	0	330,570
Other Direct Federal Revenue	35,581	0	0	0	0	35,581
Total Federal Government	\$ 1,217,042	\$ 4,865,459	\$ 4,378,362	\$ 0	\$ 0	\$ 10,460,863
Total	\$ 48,027,926	\$ 4,865,459	\$ 4,628,481	\$ 1,477,527	\$ 6,225	\$ 59,005,618

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2021

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	66,777	
Social Security		3,638	
Pensions		307	
Medical Insurance		467	
Unemployment Compensation		1	
Employer Medicare		963	
Audit Services		16,421	
Dues and Memberships		12,210	
Operating Lease Payments		4,527	
Legal Services		8,765	
Legal Notices, Recording, and Court Costs		2,888	
Travel		1,655	
Office Supplies		8,393	
Refunds		70,217	
In Service/Staff Development		450	
Tax Relief Program		105,047	
Other Charges		18,973	
Total County Commission			\$ 321,699

Beer Board

Legal Notices, Recording, and Court Costs	\$	430	
Total Beer Board			430

County Mayor/Executive

County Official/Administrative Officer	\$	96,494	
Assistant(s)		37,298	
Longevity Pay		300	
Other Salaries and Wages		15,170	
Social Security		9,188	
Pensions		17,881	
Life Insurance		114	
Medical Insurance		10,502	
Unemployment Compensation		30	
Employer Medicare		2,149	
Other Fringe Benefits		288	
Dues and Memberships		1,800	
Operating Lease Payments		2,440	
Postal Charges		59	
Travel		679	
Gasoline		205	
Office Supplies		329	
In Service/Staff Development		250	
Other Charges		482	
Total County Mayor/Executive			195,658

County Attorney

Legal Services	\$	10,800	
Total County Attorney			10,800

(Continued)

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Election Commission

County Official/Administrative Officer	\$	75,191	
Deputy(ies)		34,048	
Educational Incentive - Official/Admin Officer		950	
Longevity Pay		1,560	
Overtime Pay		10,930	
Other Salaries and Wages		8,505	
Election Commission		3,043	
Election Workers		35,260	
Social Security		10,886	
Pensions		14,114	
Life Insurance		77	
Medical Insurance		14,753	
Unemployment Compensation		216	
Employer Medicare		2,597	
Other Fringe Benefits		500	
Communication		368	
Data Processing Services		20,762	
Operating Lease Payments		3,786	
Legal Notices, Recording, and Court Costs		13,284	
Maintenance Agreements		900	
Maintenance and Repair Services - Equipment		442	
Postal Charges		3,733	
Printing, Stationery, and Forms		4,153	
Travel		29	
Other Contracted Services		7,045	
Office Supplies		3,241	
Other Supplies and Materials		1,406	
In Service/Staff Development		100	
Other Charges		50	
Total Election Commission			\$ 271,929

Register of Deeds

County Official/Administrative Officer	\$	83,545
Deputy(ies)		125,477
Educational Incentive - Other County Employees		2,850
Longevity Pay		2,760
Social Security		12,657
Pensions		22,290
Life Insurance		214
Medical Insurance		33,806
Unemployment Compensation		122
Employer Medicare		2,960
Other Fringe Benefits		800
Communication		439
Data Processing Services		21,506
Dues and Memberships		833
Operating Lease Payments		4,560

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Postal Charges	\$	1,000	
Travel		1,365	
Other Contracted Services		13,104	
Office Supplies		5,934	
In Service/Staff Development		480	
Other Capital Outlay		6,068	
Total Register of Deeds			\$ 342,770

Planning

Supervisor/Director	\$	66,496	
Deputy(ies)		41,259	
Educational Incentive - Official/Admin Officer		950	
Educational Incentive - Other County Employees		950	
Longevity Pay		1,980	
Social Security		6,839	
Pensions		13,308	
Life Insurance		94	
Medical Insurance		14,753	
Unemployment Compensation		42	
Employer Medicare		1,599	
Other Fringe Benefits		400	
Communication		248	
Operating Lease Payments		2,322	
Legal Notices, Recording, and Court Costs		1,859	
Maintenance Agreements		1,300	
Maintenance and Repair Services - Vehicles		205	
Postal Charges		800	
Gasoline		342	
Office Supplies		1,490	
Premiums on Corporate Surety Bonds		50	
In Service/Staff Development		200	
Other Charges		14	
Other Capital Outlay		1,833	
Total Planning			159,333

County Buildings

Supervisor/Director	\$	34,368	
Custodial Personnel		146,226	
Maintenance Personnel		61,406	
Part-time Personnel		9,008	
Longevity Pay		3,540	
Other Salaries and Wages		645	
Social Security		15,324	
Pensions		27,689	
Life Insurance		421	
Medical Insurance		59,011	
Unemployment Compensation		235	

(Continued)

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Employer Medicare	\$	3,584	
Other Fringe Benefits		1,900	
Communication		47,649	
Maintenance Agreements		42,724	
Maintenance and Repair Services - Buildings		96,038	
Maintenance and Repair Services - Equipment		12,427	
Maintenance and Repair Services - Vehicles		2,157	
Pest Control		11,690	
Disposal Fees		10,000	
Other Contracted Services		39,754	
Custodial Supplies		22,654	
Gasoline		1,497	
Uniforms		1,390	
Utilities		448,001	
Other Supplies and Materials		1,113	
Other Charges		2,088	
Building Improvements		37,095	
Maintenance Equipment		860	
Other Capital Outlay		29,548	
Total County Buildings			\$ 1,170,042

Other General Administration

Communication	\$	2,122	
Maintenance Agreements		13,426	
Other Contracted Services		131,386	
Other Charges		45	
Data Processing Equipment		14,613	
Total Other General Administration			161,592

Finance

Property Assessor's Office

County Official/Administrative Officer	\$	83,545	
Deputy(ies)		227,282	
Longevity Pay		1,860	
Overtime Pay		6,842	
Board and Committee Members Fees		3,440	
Social Security		19,498	
Pensions		35,694	
Life Insurance		347	
Medical Insurance		55,870	
Unemployment Compensation		200	
Employer Medicare		4,560	
Other Fringe Benefits		1,400	
Consultants		2,500	
Contracts with Government Agencies		20,462	
Contracts with Private Agencies		36,557	
Dues and Memberships		1,800	

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Operating Lease Payments	\$	8,545	
Maintenance Agreements		5,200	
Maintenance and Repair Services - Vehicles		2,017	
Postal Charges		3,315	
Gasoline		787	
Office Supplies		1,668	
Premiums on Corporate Surety Bonds		200	
Other Charges		761	
Office Equipment		1,400	
Total Property Assessor's Office			\$ 525,750

County Trustee's Office

County Official/Administrative Officer	\$	83,545	
Deputy(ies)		131,582	
Educational Incentive - Other County Employees		1,800	
Longevity Pay		1,200	
Other Salaries and Wages		1,731	
Social Security		13,279	
Pensions		26,127	
Life Insurance		218	
Medical Insurance		36,882	
Unemployment Compensation		89	
Employer Medicare		3,128	
Other Fringe Benefits		800	
Data Processing Services		11,522	
Dues and Memberships		898	
Operating Lease Payments		1,185	
Postal Charges		10,406	
Travel		1,037	
Other Contracted Services		5,121	
Office Supplies		4,610	
In Service/Staff Development		730	
Total County Trustee's Office			335,890

County Clerk's Office

County Official/Administrative Officer	\$	83,545	
Deputy(ies)		321,565	
Educational Incentive - Other County Employees		5,700	
Longevity Pay		6,240	
Social Security		24,708	
Pensions		49,326	
Life Insurance		448	
Medical Insurance		73,715	
Unemployment Compensation		199	
Employer Medicare		5,779	
Other Fringe Benefits		1,800	
Communication		453	

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Data Processing Services	\$	21,767	
Dues and Memberships		858	
Operating Lease Payments		3,489	
Postal Charges		13,000	
Travel		1,483	
Other Contracted Services		350	
Office Supplies		5,967	
In Service/Staff Development		1,005	
Other Charges		446	
Data Processing Equipment		3,591	
Total County Clerk's Office			\$ 625,434

Other Finance

Supervisor/Director	\$	70,818	
Deputy(ies)		18,124	
Accountants/Bookkeepers		348,066	
Educational Incentive - Official/Admin Officer		950	
Educational Incentive - Other County Employees		5,700	
Longevity Pay		7,800	
Social Security		25,241	
Pensions		51,931	
Life Insurance		441	
Medical Insurance		65,534	
Unemployment Compensation		227	
Employer Medicare		6,034	
Other Fringe Benefits		2,000	
Communication		2,485	
Data Processing Services		27,369	
Dues and Memberships		913	
Operating Lease Payments		7,085	
Maintenance Agreements		4,522	
Postal Charges		4,162	
Travel		649	
Other Contracted Services		1,086	
Office Supplies		12,305	
In Service/Staff Development		2,739	
Other Charges		1,530	
Total Other Finance			667,711

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	83,545	
Deputy(ies)		557,117	
Part-time Personnel		16,055	
Educational Incentive - Other County Employees		7,200	
Longevity Pay		11,280	
Overtime Pay		66	

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Jury and Witness Expense	\$	766	
Social Security		40,217	
Pensions		73,268	
Life Insurance		686	
Medical Insurance		97,677	
Unemployment Compensation		345	
Employer Medicare		9,406	
Other Fringe Benefits		2,900	
Communication		864	
Data Processing Services		37,646	
Dues and Memberships		708	
Operating Lease Payments		11,864	
Legal Notices, Recording, and Court Costs		278	
Postal Charges		6,323	
Travel		3,173	
Remittance of Revenue Collected		26,687	
Other Contracted Services		570	
Library Books/Media		725	
Office Supplies		7,776	
Premiums on Corporate Surety Bonds		100	
In Service/Staff Development		1,990	
Other Charges		26	
Total Circuit Court			\$ 999,258

General Sessions Court

County Official/Administrative Officer	\$	162,574	
Deputy(ies)		83,143	
Longevity Pay		660	
Social Security		13,704	
Pensions		29,512	
Life Insurance		140	
Medical Insurance		22,129	
Unemployment Compensation		42	
Employer Medicare		3,519	
Other Fringe Benefits		400	
Operating Lease Payments		1,554	
Library Books/Media		438	
Office Supplies		1,698	
Other Charges		56	
Total General Sessions Court			319,569

Drug Court

Supervisor/Director	\$	49,394	
Longevity Pay		660	
Other Salaries and Wages		22,768	
Social Security		3,900	
Pensions		8,417	

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Drug Court (Cont.)

Life Insurance	\$	77	
Medical Insurance		14,753	
Unemployment Compensation		42	
Employer Medicare		912	
Other Fringe Benefits		400	
Communication		419	
Total Drug Court			\$ 101,742

Chancery Court

County Official/Administrative Officer	\$	83,545	
Deputy(ies)		69,743	
Social Security		9,278	
Pensions		18,357	
Life Insurance		140	
Medical Insurance		22,129	
Unemployment Compensation		63	
Employer Medicare		2,170	
Other Fringe Benefits		400	
Communication		29	
Data Processing Services		12,285	
Dues and Memberships		708	
Operating Lease Payments		3,430	
Postal Charges		1,500	
Travel		630	
Other Contracted Services		631	
Library Books/Media		959	
Office Supplies		2,007	
Total Chancery Court			228,004

Juvenile Court

Assistant(s)	\$	49,912	
Deputy(ies)		45,405	
Longevity Pay		2,160	
Social Security		5,350	
Pensions		11,628	
Life Insurance		94	
Medical Insurance		14,753	
Unemployment Compensation		42	
Employer Medicare		1,251	
Other Fringe Benefits		400	
Communication		568	
Dues and Memberships		80	
Travel		532	
Library Books/Media		1,122	
Total Juvenile Court			133,297

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Judicial Commissioners

County Official/Administrative Officer	\$	67,124	
Part-time Personnel		5,093	
Longevity Pay		1,680	
Overtime Pay		32,112	
Social Security		5,832	
Pensions		12,069	
Life Insurance		140	
Medical Insurance		22,129	
Unemployment Compensation		79	
Employer Medicare		1,364	
Other Fringe Benefits		800	
Operating Lease Payments		296	
Other Equipment		250	
Total Judicial Commissioners			\$ 148,968

Other Administration of Justice

Contracts with Government Agencies	\$	158,032	
Contracts with Private Agencies		229,266	
Other Contracted Services		450	
Total Other Administration of Justice			387,748

Probation Services

Supervisor/Director	\$	47,231	
Deputy(ies)		59,958	
Longevity Pay		600	
Social Security		6,552	
Pensions		11,389	
Life Insurance		133	
Medical Insurance		20,342	
Unemployment Compensation		63	
Employer Medicare		1,532	
Other Fringe Benefits		600	
Communication		13	
Drugs and Medical Supplies		1,680	
Office Supplies		1,347	
Total Probation Services			151,440

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	91,901	
Assistant(s)		64,643	
Deputy(ies)		663,487	
Investigator(s)		342,612	
Captain(s)		120,826	
Sergeant(s)		241,785	
Accountants/Bookkeepers		78,445	
Instructional Computer Personnel		24,549	

(Continued)

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Salary Supplements	\$	47,800	
Mechanic(s)		42,211	
Guards		228,424	
Part-time Personnel		20,580	
School Resource Officer		509,807	
Educational Incentive - Other County Employees		850	
Longevity Pay		25,860	
Overtime Pay		144,256	
Other Salaries and Wages		52,452	
Social Security		161,202	
Pensions		282,883	
Life Insurance		2,215	
Medical Insurance		320,698	
Unemployment Compensation		1,407	
Employer Medicare		37,911	
Other Fringe Benefits		10,900	
Communication		33,114	
Contracts with Private Agencies		22,496	
Dues and Memberships		3,149	
Operating Lease Payments		13,591	
Maintenance Agreements		8,577	
Maintenance and Repair Services - Equipment		2,861	
Maintenance and Repair Services - Vehicles		109,401	
Medical and Dental Services		660	
Postal Charges		706	
Travel		5,636	
Diesel Fuel		6,989	
Gasoline		108,201	
Law Enforcement Supplies		15,730	
Office Supplies		8,614	
Propane Gas		39	
Tires and Tubes		18,257	
Uniforms		16,844	
Other Supplies and Materials		2,491	
Premiums on Corporate Surety Bonds		289	
In Service/Staff Development		18,609	
Constitutional Officers' Operating Expenses		277	
Other Charges		14,908	
Motor Vehicles		139,447	
Other Equipment		34,615	
Total Sheriff's Department			\$ 4,103,205

Administration of the Sexual Offender Registry

Guards	\$	12,770	
Social Security		798	
Unemployment Compensation		24	
Employer Medicare		187	
Other Fringe Benefits		100	
Total Administration of the Sexual Offender Registry			13,879

(Continued)

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Jail

Assistant(s)	\$	60,413	
Deputy(ies)		41,087	
Medical Personnel		82,583	
Salary Supplements		9,513	
Guards		816,733	
Cafeteria Personnel		47,520	
Maintenance Personnel		37,285	
Part-time Personnel		62,105	
Longevity Pay		6,180	
Overtime Pay		67,117	
Other Salaries and Wages		34,217	
Social Security		75,658	
Pensions		117,187	
Life Insurance		1,445	
Medical Insurance		212,348	
Unemployment Compensation		1,072	
Employer Medicare		17,737	
Other Fringe Benefits		6,400	
Maintenance Agreements		24,991	
Maintenance and Repair Services - Buildings		461,318	
Maintenance and Repair Services - Equipment		15,100	
Matching Share		20,000	
Medical and Dental Services		19,800	
Pest Control		3,250	
Transportation - Other than Students		9,009	
Travel		241	
Disposal Fees		3,589	
Other Contracted Services		3,797	
Custodial Supplies		80,696	
Food Supplies		349,060	
Law Enforcement Supplies		942	
Prisoners Clothing		10,435	
Other Supplies and Materials		4,741	
Medical Claims		470,766	
In Service/Staff Development		100	
Other Charges		7,711	
Other Equipment		5,616	
Total Jail			\$ 3,187,762

Correctional Incentive Program Improvements

Supervisor/Director	\$	11,168
Assessment Personnel		19,657
Part-time Personnel		14,836
Other Salaries and Wages		219,445
Social Security		15,886
Pensions		18,721
Life Insurance		226

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Correctional Incentive Program Improvements (Cont.)

Medical Insurance	\$	24,111	
Unemployment Compensation		263	
Employer Medicare		3,715	
Other Fringe Benefits		200	
Communication		891	
Operating Lease Payments		2,684	
Travel		1,413	
Other Supplies and Materials		7,573	
Indirect Cost		4,098	
In Service/Staff Development		3,910	
Other Charges		1,363	
Other Equipment		3,330	
Other Capital Outlay		4,440	
Total Correctional Incentive Program Improvements			\$ 357,930

Juvenile Services

Contracts with Private Agencies	\$	1,125	
Printing, Stationery, and Forms		1,147	
Rentals		5,000	
Other Contracted Services		86,898	
Other Supplies and Materials		5,162	
Indirect Cost		1,711	
Other Charges		3,675	
Total Juvenile Services			104,718

Civil Defense

Supervisor/Director	\$	54,706	
Deputy(ies)		41,212	
Longevity Pay		300	
Social Security		5,776	
Pensions		11,443	
Life Insurance		94	
Medical Insurance		14,753	
Unemployment Compensation		42	
Employer Medicare		1,337	
Other Fringe Benefits		400	
Communication		3,561	
Dues and Memberships		110	
Operating Lease Payments		2,631	
Maintenance and Repair Services - Buildings		159	
Maintenance and Repair Services - Equipment		2,365	
Maintenance and Repair Services - Vehicles		187	
Other Contracted Services		6,131	
Diesel Fuel		404	
Gasoline		1,456	
Office Supplies		110	
Other Supplies and Materials		1,322	

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Other Charges	\$	963	
Other Equipment		4,658	
Total Civil Defense			\$ 154,120

Rescue Squad

Dues and Memberships	\$	680	
Maintenance and Repair Services - Equipment		1,170	
Maintenance and Repair Services - Vehicles		410	
Other Contracted Services		4,825	
Gasoline		582	
Other Supplies and Materials		2,157	
Other Charges		222	
Other Equipment		7,168	
Total Rescue Squad			17,214

Other Emergency Management

Assistant(s)	\$	38,491	
Supervisor/Director		49,921	
Dispatchers/Radio Operators		382,886	
Educational Incentive - Official/Admin Officer		950	
Educational Incentive - Other County Employees		2,650	
Longevity Pay		4,620	
Overtime Pay		40,419	
Other Salaries and Wages		19,978	
Social Security		32,437	
Pensions		55,222	
Life Insurance		655	
Medical Insurance		63,963	
Unemployment Compensation		416	
Employer Medicare		7,586	
Other Fringe Benefits		2,600	
Communication		7,479	
Contracts with Private Agencies		17,877	
Operating Lease Payments		4,999	
Maintenance and Repair Services - Equipment		795	
Maintenance and Repair Services - Vehicles		572	
Postal Charges		55	
Travel		466	
Gasoline		410	
Office Supplies		4,699	
In Service/Staff Development		2,880	
Other Equipment		3,425	
Total Other Emergency Management			746,451

County Coroner/Medical Examiner

Other Contracted Services	\$	6,000	
Medical Claims		36,349	
Total County Coroner/Medical Examiner			42,349

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Public Safety Grants Program

Overtime Pay	\$	3,312	
Social Security		200	
Pensions		397	
Medical Insurance		265	
Unemployment Compensation		4	
Employer Medicare		47	
Other Capital Outlay		25,227	
Total Public Safety Grants Program			\$ 29,452

Other Public Safety

Other Contracted Services	\$	8,000	
Other Supplies and Materials		30,000	
Other Charges		2,200	
Total Other Public Safety			40,200

Public Health and Welfare

Local Health Center

Communication	\$	1,428	
Dues and Memberships		200	
Maintenance and Repair Services - Buildings		610	
Disposal Fees		1,767	
Custodial Supplies		4,050	
Office Supplies		37	
Utilities		13,486	
Building and Contents Insurance		2,885	
Liability Insurance		461	
Other Charges		655	
Total Local Health Center			25,579

Rabies and Animal Control

Assistant(s)	\$	89,941	
Supervisor/Director		13,240	
Longevity Pay		720	
Overtime Pay		7,975	
Other Salaries and Wages		1,019	
Social Security		6,973	
Pensions		13,447	
Life Insurance		148	
Medical Insurance		8,630	
Unemployment Compensation		69	
Employer Medicare		1,631	
Other Fringe Benefits		400	
Communication		984	
Dues and Memberships		110	
Licenses		110	
Maintenance and Repair Services - Buildings		1,482	
Maintenance and Repair Services - Vehicles		13,383	

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Postal Charges	\$	403	
Other Contracted Services		66,405	
Animal Food and Supplies		4,314	
Diesel Fuel		799	
Drugs and Medical Supplies		677	
Gasoline		4,460	
Office Supplies		299	
Propane Gas		1,081	
Uniforms		813	
Other Supplies and Materials		9,067	
Other Charges		3	
Other Equipment		2,257	
Total Rabies and Animal Control			\$ 250,840

Other Local Health Services

Social Workers	\$	38,390	
Secretary(ies)		28,196	
Longevity Pay		420	
Social Security		4,076	
Pensions		8,004	
Life Insurance		94	
Medical Insurance		7,376	
Unemployment Compensation		42	
Employer Medicare		953	
Other Fringe Benefits		400	
Travel		259	
Other Contracted Services		375	
Other Charges		5,391	
Total Other Local Health Services			93,976

Appropriation to State

Contracts with Government Agencies	\$	29,946	
Total Appropriation to State			29,946

General Welfare Assistance

Other Contracted Services	\$	17,775	
Total General Welfare Assistance			17,775

Waste Pickup

Laborers	\$	56,014	
Other Salaries and Wages		1,175	
Social Security		3,422	
Pensions		4,316	
Life Insurance		86	
Medical Insurance		13,597	
Unemployment Compensation		42	
Employer Medicare		800	

(Continued)

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Waste Pickup (Cont.)

Other Fringe Benefits	\$	300	
Advertising		1,000	
Disposal Fees		983	
Other Supplies and Materials		7,630	
Total Waste Pickup			\$ 89,365

Other Waste Collection

Laborers	\$	29,317	
Other Salaries and Wages		456	
Social Security		1,800	
Pensions		3,558	
Life Insurance		47	
Medical Insurance		6,401	
Unemployment Compensation		20	
Employer Medicare		421	
Other Fringe Benefits		200	
Disposal Fees		104	
Total Other Waste Collection			42,324

Other Public Health and Welfare

Other Charges	\$	4,596	
Total Other Public Health and Welfare			4,596

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Maintenance and Repair Services - Buildings	\$	1,500	
Other Contracted Services		36,550	
Custodial Supplies		2,199	
Total Senior Citizens Assistance			40,249

Parks and Fair Boards

Supervisor/Director	\$	5,722	
Other Salaries and Wages		17,864	
Social Security		1,451	
Pensions		1,130	
Unemployment Compensation		39	
Employer Medicare		339	
Communication		266	
Maintenance Agreements		359	
Maintenance and Repair Services - Buildings		6,950	
Other Supplies and Materials		4,455	
Other Charges		1,367	
Total Parks and Fair Boards			39,942

Agriculture and Natural Resources

Agricultural Extension Service

Other Salaries and Wages	\$	74,201	
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(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Agricultural Extension Service (Cont.)

Other Fringe Benefits	\$	21,901	
Communication		616	
Dues and Memberships		565	
Operating Lease Payments		5,520	
Other Contracted Services		444	
Total Agricultural Extension Service			\$ 103,247

Soil Conservation

Secretary to Board	\$	28,132	
Other Salaries and Wages		25,416	
Social Security		3,113	
Pensions		6,423	
Life Insurance		86	
Medical Insurance		7,376	
Unemployment Compensation		42	
Employer Medicare		728	
Other Fringe Benefits		400	
Dues and Memberships		275	
Total Soil Conservation			71,991

Other Operations

Industrial Development

Other Salaries and Wages	\$	19,308	
Social Security		1,158	
Pensions		2,306	
Life Insurance		26	
Medical Insurance		4,059	
Unemployment Compensation		11	
Employer Medicare		271	
Other Fringe Benefits		112	
Advertising		670	
Communication		385	
Dues and Memberships		275	
Maintenance and Repair Services - Buildings		165	
Pest Control		900	
Travel		352	
Disposal Fees		1,560	
Other Contracted Services		1,896	
Office Supplies		189	
Premiums on Corporate Surety Bonds		200	
In Service/Staff Development		800	
Other Charges		1,469	
Other Capital Outlay		160,456	
Total Industrial Development			196,568

Other Economic and Community Development

Contracts with Government Agencies	\$	83,498	
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(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Other Operations (Cont.)

Other Economic and Community Development (Cont.)

Other Contracted Services	\$	61,650	
Other Capital Outlay		10,722	
Total Other Economic and Community Development			\$ 155,870

Airport

Other Contracted Services	\$	16,686	
Total Airport			16,686

Veterans' Services

Assistant(s)	\$	33,642	
Supervisor/Director		17,981	
Part-time Personnel		12,992	
Longevity Pay		300	
Social Security		2,911	
Pensions		4,056	
Life Insurance		47	
Medical Insurance		5,954	
Unemployment Compensation		63	
Employer Medicare		943	
Other Fringe Benefits		400	
Communication		480	
Contracts with Private Agencies		898	
Operating Lease Payments		2,540	
Transportation - Other than Students		4,059	
Travel		120	
Office Supplies		1,565	
In Service/Staff Development		50	
Other Charges		2,213	
Total Veterans' Services			91,214

Other Charges

Other Fringe Benefits	\$	33,806	
Medical and Dental Services		2,212	
Building and Contents Insurance		72,607	
Liability Insurance		103,862	
Medical Claims		23,756	
Trustee's Commission		284,782	
Vehicle and Equipment Insurance		87,680	
Workers' Compensation Insurance		231,786	
Other Self-insured Claims		1,000	
Other Charges		3,972	
Total Other Charges			845,463

COVID-19 Grant #2

Other Contracted Services	\$	6,415	
Other Supplies and Materials		9,205	
Communication Equipment		133,838	

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Other Operations (Cont.)

COVID-19 Grant #2 (Cont.)

Data Processing Equipment	\$	42,318	
Furniture and Fixtures		6,180	
Other Equipment		382,824	
Other Capital Outlay		16,326	
Total COVID-19 Grant #2			\$ 597,106

COVID-19 Grant #3

Other Salaries and Wages	\$	6,531	
Election Workers		8,037	
Postal Charges		2,507	
Other Contracted Services		1,200	
Other Supplies and Materials		4,509	
Total COVID-19 Grant #3			22,784

COVID-19 Grant #4

Other Supplies and Materials	\$	13,714	
Other Capital Outlay		6,208	
Total COVID-19 Grant #4			19,922

COVID-19 Grant #5

Other Charges	\$	20,000	
Total COVID-19 Grant #5			20,000

COVID-19 Grant #6

Other Charges	\$	15,921	
Total COVID-19 Grant #6			15,921

Capital Projects

Other General Government Projects

Motor Vehicles	\$	51,112	
Other Equipment		26,748	
Other Capital Outlay		35,872	
Total Other General Government Projects			113,732

Highway and Street Capital Projects

Quarry Equipment	\$	252,597	
Other Capital Outlay		139,122	
Total Highway and Street Capital Projects			391,719

Total General Fund \$ 19,353,159

Courthouse and Jail Maintenance Fund

Other Operations

Other Charges

Trustee's Commission	\$	1,419	
Total Other Charges			\$ 1,419

Total Courthouse and Jail Maintenance Fund 1,419

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Public Library Fund

Social, Cultural, and Recreational Services

Libraries

Assistant(s)	\$	100,841	
Supervisor/Director		49,728	
Education Media Personnel		37,505	
Part-time Personnel		30,246	
Educational Incentive - Official/Admin Officer		950	
Longevity Pay		1,920	
Other Salaries and Wages		544	
Social Security		13,468	
Pensions		22,366	
Life Insurance		227	
Medical Insurance		32,781	
Unemployment Compensation		190	
Employer Medicare		3,150	
Other Fringe Benefits		1,400	
Communication		1,790	
Dues and Memberships		75	
Operating Lease Payments		4,718	
Maintenance and Repair Services - Buildings		19,041	
Travel		527	
Other Contracted Services		4,713	
Custodial Supplies		1,301	
Library Books/Media		19,284	
Office Supplies		1,175	
Periodicals		3,346	
Other Supplies and Materials		5,289	
In Service/Staff Development		100	
Other Charges		6,791	
Data Processing Equipment		3,869	
Office Equipment		611	
Other Capital Outlay		1,192	
Total Libraries			\$ 369,138

Other Operations

Other Charges

Pest Control	\$	600	
Disposal Fees		1,665	
Utilities		19,074	
Building and Contents Insurance		2,929	
Liability Insurance		1,003	
Trustee's Commission		8,347	
Workers' Compensation Insurance		5,580	
Total Other Charges			39,198

COVID-19 Grant #1

Custodial Supplies	\$	179	
Total COVID-19 Grant #1			179

Total Public Library Fund \$ 408,515

(Continued)

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Education/Information

Advertising	\$	1,125	
Other Supplies and Materials		754	
Total Sanitation Education/Information			\$ 1,879

Convenience Centers

Laborers	\$	218,336	
Overtime Pay		475	
Social Security		12,214	
Unemployment Compensation		541	
Employer Medicare		3,208	
Other Fringe Benefits		2,425	
Communication		5,614	
Operating Lease Payments		1,260	
Maintenance and Repair Services - Buildings		2,750	
Maintenance and Repair Services - Equipment		11,795	
Other Contracted Services		4,402	
Utilities		14,165	
Other Supplies and Materials		4,417	
Building Construction		1,763	
Solid Waste Equipment		24,895	
Total Convenience Centers			308,260

Transfer Stations

Supervisor/Director	\$	67,017	
Deputy(ies)		36,317	
Foremen		58,755	
Equipment Operators - Light		82,084	
Truck Drivers		213,236	
Laborers		35,755	
Part-time Personnel		22,878	
Educational Incentive - Official/Admin Officer		950	
Educational Incentive - Other County Employees		1,800	
Longevity Pay		2,280	
Overtime Pay		1,735	
Other Salaries and Wages		458	
Social Security		31,036	
Pensions		49,899	
Life Insurance		573	
Medical Insurance		68,471	
Unemployment Compensation		448	
Employer Medicare		7,461	
Other Fringe Benefits		2,700	
Communication		2,401	
Contracts with Government Agencies		496,255	
Contracts with Private Agencies		77,387	
Dues and Memberships		418	
Operating Lease Payments		2,264	

(Continued)

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Transfer Stations (Cont.)

Maintenance Agreements	\$	211	
Maintenance and Repair Services - Buildings		8,892	
Maintenance and Repair Services - Equipment		27,768	
Maintenance and Repair Services - Vehicles		8,558	
Pest Control		1,040	
Postal Charges		159	
Travel		1,389	
Diesel Fuel		33,395	
Equipment and Machinery Parts		10,879	
Garage Supplies		2,841	
Gasoline		2,591	
Lubricants		3,219	
Office Supplies		2,395	
Tires and Tubes		9,743	
Uniforms		3,201	
Utilities		13,802	
Vehicle Parts		8,705	
Other Supplies and Materials		15,351	
In Service/Staff Development		2,146	
Other Charges		265	
Total Transfer Stations			\$ 1,419,128

Postclosure Care Costs

Contracts with Private Agencies	\$	9,450	
Total Postclosure Care Costs			9,450

Other Operations

Other Charges

Medical and Dental Services	\$	730	
Building and Contents Insurance		12,975	
Liability Insurance		15,138	
Medical Claims		5,151	
Trustee's Commission		37,789	
Vehicle and Equipment Insurance		15,138	
Workers' Compensation Insurance		16,716	
Other Charges		236	
Total Other Charges			103,873

Total Solid Waste/Sanitation Fund \$ 1,842,590

Local Purpose Tax Fund

Public Safety

Fire Prevention and Control

Contracts with Government Agencies	\$	2,000	
Other Contracted Services		574,000	
Trustee's Commission		12,010	
Other Charges		304	
Other Capital Outlay		7,134	
Total Fire Prevention and Control			\$ 595,448

Total Local Purpose Tax Fund 595,448

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Drug Control Fund

Public Safety

Drug Enforcement

Contributions	\$	1,000	
Confidential Drug Enforcement Payments		10,000	
Maintenance and Repair Services - Vehicles		3,958	
Other Contracted Services		31,210	
Animal Food and Supplies		933	
Instructional Supplies and Materials		5,954	
Law Enforcement Supplies		231	
Refunds		10,052	
Other Charges		14,416	
Law Enforcement Equipment		56,029	
Total Drug Enforcement			\$ 133,783

Other Operations

Other Charges

Trustee's Commission	\$	629	
Total Other Charges			629

Total Drug Control Fund \$ 134,412

Constitutional Officers - Fees Fund

Public Safety

Sheriff's Department

Constitutional Officers' Operating Expenses	\$	141	
Total Sheriff's Department			\$ 141

Total Constitutional Officers - Fees Fund 141

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	91,901	
Assistant(s)		126,386	
Educational Incentive - Other County Employees		850	
Longevity Pay		2,340	
Overtime Pay		4,900	
Board and Committee Members Fees		21,600	
Social Security		14,988	
Pensions		27,272	
Life Insurance		187	
Medical Insurance		29,506	
Dental Insurance		1,135	
Employer Medicare		3,584	
Other Fringe Benefits		774	
Dues and Memberships		4,846	
Operating Lease Payments		2,566	
Legal Services		200	
Legal Notices, Recording, and Court Costs		622	

(Continued)

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Maintenance and Repair Services - Office Equipment	\$	462	
Travel		194	
Other Contracted Services		6,881	
Office Supplies		871	
In Service/Staff Development		1,556	
Other Charges		2,038	
Total Administration			\$ 345,659

Highway and Bridge Maintenance

Foremen	\$	13,028	
Equipment Operators - Heavy		186,437	
Equipment Operators - Light		127,261	
Truck Drivers		263,371	
Longevity Pay		7,680	
Overtime Pay		8,577	
Other Salaries and Wages		15,004	
Social Security		36,965	
Pensions		69,331	
Life Insurance		755	
Medical Insurance		122,006	
Dental Insurance		4,695	
Employer Medicare		8,645	
Other Fringe Benefits		4,184	
Other Contracted Services		6,700	
Asphalt - Cold Mix		17,499	
Crushed Stone		15,809	
Pipe		24,662	
Road Signs		21,308	
Small Tools		227	
Other Supplies and Materials		2,585	
Total Highway and Bridge Maintenance			956,729

Operation and Maintenance of Equipment

Foremen	\$	43,722	
Longevity Pay		480	
Overtime Pay		1,024	
Other Salaries and Wages		498	
Social Security		2,760	
Pensions		5,484	
Life Insurance		47	
Medical Insurance		7,376	
Dental Insurance		284	
Employer Medicare		646	
Other Fringe Benefits		256	
Maintenance and Repair Services - Equipment		32,280	
Diesel Fuel		54,599	
Equipment and Machinery Parts		40,599	

(Continued)

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Garage Supplies	\$	11,233	
Gasoline		12,319	
Lubricants		8,436	
Small Tools		449	
Tires and Tubes		23,955	
Other Supplies and Materials		47	
Total Operation and Maintenance of Equipment			\$ 246,494

Quarry Operations

Foremen	\$	42,489	
Equipment Operators - Heavy		34,624	
Equipment Operators - Light		9,776	
Truck Drivers		1,295	
Longevity Pay		2,400	
Overtime Pay		4,671	
Other Salaries and Wages		446	
Social Security		5,818	
Pensions		11,484	
Life Insurance		94	
Medical Insurance		15,633	
Dental Insurance		600	
Employer Medicare		1,361	
Other Fringe Benefits		512	
Communication		381	
Engineering Services		3,837	
Explosive and Drilling Services		20,469	
Operating Lease Payments		10,800	
Maintenance and Repair Services - Buildings		12	
Maintenance and Repair Services - Equipment		32,653	
Rentals		2,488	
Diesel Fuel		3,234	
Electricity		36,594	
Equipment and Machinery Parts		17,097	
Garage Supplies		1,719	
Lubricants		3,920	
Tires and Tubes		1,107	
Water and Sewer		670	
Other Supplies and Materials		1,015	
Total Quarry Operations			267,199

Other Charges

Other Fringe Benefits	\$	17,829	
Communication		8,605	
Medical and Dental Services		220	
Pest Control		320	
Disposal Fees		4,768	
Permits		896	

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges (Cont.)

Uniforms	\$	4,526	
Utilities		15,621	
Building and Contents Insurance		23,591	
Liability Insurance		27,523	
Medical Claims		861	
Trustee's Commission		41,440	
Vehicle and Equipment Insurance		27,757	
Workers' Compensation Insurance		27,888	
Other Charges		3,777	
Total Other Charges			\$ 205,622

Capital Outlay

Bridge Construction	\$	419,189	
Building Improvements		30,000	
Communication Equipment		8,910	
Highway Construction		666,147	
Highway Equipment		133,255	
Office Equipment		1,570	
Quarry Equipment		29,523	
State Aid Projects		358,497	
Other Construction		11,443	
Other Capital Outlay		16,588	
Total Capital Outlay			1,675,122

Principal on Debt

Highways and Streets

Principal on Notes	\$	16,570	
Total Highways and Streets			16,570

Interest on Debt

Highways and Streets

Interest on Notes	\$	2,551	
Total Highways and Streets			2,551

Total Highway/Public Works Fund \$ 3,715,946

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	1,385,000	
Principal on Notes		229,074	
Total General Government			\$ 1,614,074

Highways and Streets

Principal on Notes	\$	492,117	
Total Highways and Streets			492,117

(Continued)

Exhibit J-7

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Debt Service Fund (Cont.)

Principal on Debt (Cont.)

Education

Principal on Bonds	\$ 2,180,000	
Total Education		\$ 2,180,000

Interest on Debt

General Government

Interest on Bonds	\$ 672,756	
Interest on Notes	60,329	
Total General Government		733,085

Highways and Streets

Interest on Notes	\$ 21,343	
Total Highways and Streets		21,343

Education

Interest on Bonds	\$ 1,723,594	
Total Education		1,723,594

Other Debt Service

General Government

Trustee's Commission	\$ 84,493	
Other Debt Issuance Charges	3,500	
Other Debt Service	747	
Total General Government		88,740

Education

Other Debt Service	\$ 900	
Total Education		900

Total General Debt Service Fund \$ 6,853,853

Other Capital Projects #1 Fund

Other Operations

Other Charges

Trustee's Commission	\$ 18	
Total Other Charges		\$ 18

Capital Projects

Public Safety Projects

Other Capital Outlay	\$ 1,179,358	
Total Public Safety Projects		1,179,358

Total Other Capital Projects #1 Fund 1,179,376

Total Governmental Funds - Primary Government \$ 34,084,859

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department
For the Year Ended June 30, 2021

General Purpose School Fund

Other Operations

COVID-19 Grant #6

Other Charges	\$ 330,570	
Total COVID-19 Grant #6		\$ 330,570

Instruction

Regular Instruction Program

Teachers	\$ 13,074,596	
Career Ladder Program	54,603	
Homebound Teachers	61,126	
Educational Assistants	614,426	
Bonus Payments	255,221	
Certified Substitute Teachers	71,431	
Non-certified Substitute Teachers	177,109	
Social Security	823,071	
Pensions	1,348,316	
Medical Insurance	2,300,749	
Unemployment Compensation	10,292	
Employer Medicare	194,325	
Other Fringe Benefits	4,280	
Operating Lease Payments	34,292	
Tuition	234,897	
Other Contracted Services	23,221	
Instructional Supplies and Materials	259,295	
Textbooks - Bound	762,414	
Software	218,082	
Fee Waivers	95,122	
Other Charges	21,760	
Regular Instruction Equipment	486,976	
Special Education Equipment	6,864	
Total Regular Instruction Program		21,132,468

Alternative Instruction Program

Teachers	\$ 51,345	
Career Ladder Program	1,000	
Bonus Payments	3,851	
Other Salaries and Wages	89,164	
Non-certified Substitute Teachers	372	
Social Security	8,416	
Pensions	15,301	
Medical Insurance	29,516	
Employer Medicare	1,968	
Other Fringe Benefits	173	
Operating Lease Payments	736	
Instructional Supplies and Materials	312	
Other Supplies and Materials	75	
Total Alternative Instruction Program		202,229

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program

Teachers	\$	1,465,047	
Career Ladder Program		10,000	
Homebound Teachers		40,070	
Educational Assistants		287,490	
Speech Pathologist		513,482	
Bonus Payments		60,103	
Certified Substitute Teachers		10,746	
Non-certified Substitute Teachers		20,452	
Social Security		138,789	
Pensions		235,242	
Medical Insurance		399,139	
Unemployment Compensation		3,258	
Employer Medicare		32,645	
Other Fringe Benefits		1,985	
Contracts with Private Agencies		30,000	
Other Contracted Services		13,755	
Instructional Supplies and Materials		71,800	
Special Education Equipment		91,913	
Total Special Education Program			\$ 3,425,916

Career and Technical Education Program

Teachers	\$	977,429	
Career Ladder Program		333	
Bonus Payments		19,503	
Certified Substitute Teachers		170	
Non-certified Substitute Teachers		11,904	
Social Security		57,495	
Pensions		93,125	
Medical Insurance		167,349	
Employer Medicare		13,749	
Other Contracted Services		4,905	
Instructional Supplies and Materials		19,103	
Other Supplies and Materials		10,140	
Other Charges		2,317	
Vocational Instruction Equipment		34,868	
Total Career and Technical Education Program			1,412,390

Student Body Education Program

Bonus Payments	\$	250	
Other Salaries and Wages		337,541	
Social Security		18,582	
Pensions		22,649	
Employer Medicare		4,739	
Other Contracted Services		61,370	
Other Supplies and Materials		4,224	
Other Charges		4,688	
Total Student Body Education Program			454,043

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services

Attendance

Clerical Personnel	\$	81,192	
Bonus Payments		3,262	
Other Salaries and Wages		51,615	
Social Security		8,143	
Pensions		16,223	
Medical Insurance		33,405	
Employer Medicare		1,904	
Other Fringe Benefits		1,087	
Travel		122	
Software		28,574	
Other Supplies and Materials		270	
In Service/Staff Development		350	
Total Attendance			\$ 226,147

Health Services

Supervisor/Director	\$	74,753	
Medical Personnel		323,659	
Bonus Payments		6,032	
Non-certified Substitute Teachers		3,825	
Social Security		23,467	
Pensions		42,266	
Medical Insurance		66,371	
Employer Medicare		5,488	
Other Fringe Benefits		2,551	
Other Supplies and Materials		26,773	
In Service/Staff Development		2,645	
Other Charges		2,126	
Total Health Services			579,956

Other Student Support

Career Ladder Program	\$	5,000	
Guidance Personnel		772,318	
Social Workers		58,637	
Secretary(ies)		74,251	
Bonus Payments		16,846	
Other Salaries and Wages		60,704	
Non-certified Substitute Teachers		542	
Social Security		57,471	
Pensions		97,051	
Medical Insurance		145,076	
Employer Medicare		13,514	
Other Fringe Benefits		1,058	
Contracts with Government Agencies		42,220	
Travel		1,040	
Other Contracted Services		270	
Other Supplies and Materials		1,122	

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

In Service/Staff Development	\$	749	
Other Charges		11,550	
Other Equipment		64,512	
Total Other Student Support			\$ 1,423,931

Regular Instruction Program

Supervisor/Director	\$	144,197	
Career Ladder Program		8,000	
Librarians		585,785	
Clerical Personnel		41,008	
Educational Assistants		17,350	
Bonus Payments		20,251	
Other Salaries and Wages		193,008	
Certified Substitute Teachers		170	
Non-certified Substitute Teachers		1,674	
Social Security		58,077	
Pensions		102,441	
Medical Insurance		139,438	
Employer Medicare		13,760	
Other Fringe Benefits		679	
Dues and Memberships		970	
Travel		4,208	
Other Contracted Services		3,642	
Instructional Supplies and Materials		13,802	
Other Supplies and Materials		3,210	
In Service/Staff Development		19,399	
Other Charges		775	
Other Equipment		31,235	
Total Regular Instruction Program			1,403,079

Special Education Program

Supervisor/Director	\$	93,345	
Psychological Personnel		16,682	
Medical Personnel		118,235	
Secretary(ies)		19,179	
Bonus Payments		5,981	
Other Salaries and Wages		116,578	
Social Security		22,001	
Pensions		38,452	
Medical Insurance		43,918	
Employer Medicare		5,145	
Other Fringe Benefits		1,138	
Dues and Memberships		983	
Travel		5,704	
Other Contracted Services		93,314	
Other Supplies and Materials		36,997	

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

In Service/Staff Development	\$	17,122	
Other Charges		4,089	
Other Equipment		54,967	
Total Special Education Program			\$ 693,830

Career and Technical Education Program

Secretary(ies)	\$	41,008	
Bonus Payments		1,262	
Social Security		2,524	
Pensions		4,988	
Medical Insurance		6,278	
Employer Medicare		590	
Other Fringe Benefits		335	
Travel		40	
Other Contracted Services		55	
Other Supplies and Materials		49	
In Service/Staff Development		75	
Total Career and Technical Education Program			57,204

Technology

Supervisor/Director	\$	80,110	
Clerical Personnel		30,095	
Bonus Payments		8,125	
Other Salaries and Wages		282,565	
Social Security		22,677	
Pensions		46,063	
Medical Insurance		57,338	
Employer Medicare		5,303	
Other Fringe Benefits		2,561	
Dues and Memberships		210	
Operating Lease Payments		3,190	
Internet Connectivity		83,468	
Travel		2,850	
Other Contracted Services		154,540	
Cabling		14,431	
Software		32,058	
Other Supplies and Materials		26,901	
In Service/Staff Development		230	
Other Charges		181	
Other Equipment		77,314	
Total Technology			930,210

Other Programs

On-behalf Payments to OPEB	\$	178,683	
Total Other Programs			178,683

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education

Secretary to Board	\$	810	
Board and Committee Members Fees		31,200	
Social Security		1,259	
Pensions		94	
Employer Medicare		464	
Other Fringe Benefits		99,030	
Audit Services		19,895	
Dues and Memberships		11,351	
Legal Services		48,104	
Other Contracted Services		7,825	
Other Supplies and Materials		5,417	
Liability Insurance		178,360	
Trustee's Commission		354,175	
Workers' Compensation Insurance		378,188	
In Service/Staff Development		2,958	
Criminal Investigation of Applicants - TBI		7,394	
Other Charges		3,495	
Total Board of Education			\$ 1,150,019

Director of Schools

County Official/Administrative Officer	\$	112,750	
Career Ladder Program		1,000	
Secretary(ies)		20,451	
Clerical Personnel		30,294	
Bonus Payments		2,803	
Social Security		9,796	
Pensions		17,817	
Medical Insurance		16,367	
Employer Medicare		2,313	
Other Fringe Benefits		396	
Communication		23,626	
Dues and Memberships		3,351	
Operating Lease Payments		8,977	
Maintenance and Repair Services - Buildings		13	
Postal Charges		800	
Travel		1,631	
Other Contracted Services		9,509	
Office Supplies		5,625	
Other Supplies and Materials		2,499	
In Service/Staff Development		3,309	
Other Charges		3,481	
Total Director of Schools			276,808

Office of the Principal

Principals	\$	905,680	
Career Ladder Program		8,000	

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Accountants/Bookkeepers	\$	272,484	
Assistant Principals		477,578	
Secretary(ies)		124,842	
Bonus Payments		30,554	
Other Salaries and Wages		54,521	
Social Security		106,658	
Pensions		192,997	
Medical Insurance		273,382	
Employer Medicare		25,413	
Retirement - Hybrid Stabilization		241	
Other Fringe Benefits		3,622	
Travel		1,069	
Total Office of the Principal			\$ 2,477,041

Fiscal Services

Data Processing Services	\$	11,561	
Total Fiscal Services			11,561

Human Services/Personnel

Supervisor/Director	\$	91,351	
Clerical Personnel		85,524	
Bonus Payments		3,815	
Social Security		11,038	
Pensions		19,904	
Medical Insurance		19,397	
Employer Medicare		2,582	
Other Fringe Benefits		699	
Operating Lease Payments		4,463	
Travel		127	
Other Contracted Services		2,070	
Software		15,947	
In Service/Staff Development		275	
Total Human Services/Personnel			257,192

Operation of Plant

Custodial Personnel	\$	844,456	
Bonus Payments		22,867	
Non-certified Substitute Teachers		15,992	
Social Security		51,587	
Pensions		99,191	
Medical Insurance		188,417	
Unemployment Compensation		64	
Employer Medicare		12,212	
Other Fringe Benefits		6,466	
Disposal Fees		48,083	
Custodial Supplies		223,171	

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant (Cont.)

Electricity	\$	1,320,368	
Natural Gas		108,869	
Propane Gas		12,559	
Water and Sewer		133,077	
Boiler Insurance		6,725	
Building and Contents Insurance		270,071	
Maintenance Equipment		38,996	
Plant Operation Equipment		10,769	
Total Operation of Plant			\$ 3,413,940

Maintenance of Plant

Maintenance Personnel	\$	426,369	
Overtime Pay		645	
Bonus Payments		8,059	
Other Salaries and Wages		40,355	
Social Security		26,911	
Pensions		55,289	
Medical Insurance		69,674	
Employer Medicare		6,294	
Retirement - Hybrid Stabilization		30	
Other Fringe Benefits		3,625	
Laundry Service		1,758	
Operating Lease Payments		1,339	
Maintenance and Repair Services - Buildings		253,233	
Maintenance and Repair Services - Equipment		10,156	
Maintenance and Repair Services - Vehicles		21,671	
Other Contracted Services		116,410	
Gasoline		12,396	
Other Supplies and Materials		5,507	
Other Charges		5,486	
Total Maintenance of Plant			1,065,207

Transportation

Supervisor/Director	\$	40,800	
Bus Drivers		199,980	
Bonus Payments		10,766	
Other Salaries and Wages		33,959	
Non-certified Substitute Teachers		5,834	
Social Security		16,957	
Pensions		32,118	
Medical Insurance		52,420	
Employer Medicare		3,966	
Other Fringe Benefits		1,689	
Communication		1,399	
Contracts with Vehicle Owners		1,653,615	
Maintenance and Repair Services - Equipment		1,861	

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Maintenance and Repair Services - Vehicles	\$	97,670	
Other Contracted Services		13,064	
Gasoline		20,709	
Other Supplies and Materials		189	
Vehicle and Equipment Insurance		24,610	
In Service/Staff Development		988	
Other Charges		414	
Administration Equipment		254	
Transportation Equipment		6,888	
Total Transportation			\$ 2,220,150

Central and Other

Bonus Payments	\$	1,032	
Other Salaries and Wages		69,068	
Social Security		4,227	
Pensions		7,663	
Medical Insurance		13,685	
Employer Medicare		989	
Other Fringe Benefits		189	
Total Central and Other			96,853

Operation of Non-Instructional Services

Food Service

Cafeteria Personnel	\$	22,338	
Bonus Payments		23,375	
Social Security		2,819	
Pensions		4,393	
Employer Medicare		663	
Total Food Service			53,588

Community Services

Supervisor/Director	\$	10,000	
Bonus Payments		1,250	
Other Salaries and Wages		147,385	
Social Security		8,812	
Pensions		10,088	
Medical Insurance		6,566	
Unemployment Compensation		3,228	
Employer Medicare		2,254	
Retirement - Hybrid Stabilization		42	
Other Fringe Benefits		694	
Communication		920	
Operating Lease Payments		3,076	
Travel		4,839	
Other Contracted Services		235,015	
Other Supplies and Materials		48,957	

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Indirect Cost	\$	14,356	
Other Charges		67,504	
Total Community Services			\$ 564,986

Early Childhood Education

Supervisor/Director	\$	17,050	
Teachers		485,599	
Educational Assistants		173,190	
Bonus Payments		14,453	
Certified Substitute Teachers		4,660	
Non-certified Substitute Teachers		9,988	
Social Security		39,399	
Pensions		69,878	
Medical Insurance		136,823	
Employer Medicare		9,480	
Retirement - Hybrid Stabilization		779	
Other Fringe Benefits		1,334	
Total Early Childhood Education			962,633

Capital Outlay

Regular Capital Outlay

Other Contracted Services	\$	3,763	
Building Improvements		15,509	
Other Capital Outlay		236,840	
Total Regular Capital Outlay			256,112

Total General Purpose School Fund \$ 45,256,746

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	707,926	
Educational Assistants		151,726	
Bonus Payments		8,506	
Other Salaries and Wages		32,220	
Social Security		49,723	
Pensions		89,410	
Medical Insurance		164,396	
Employer Medicare		12,091	
Other Fringe Benefits		1,039	
Contracts with Private Agencies		11,095	
Instructional Supplies and Materials		579,178	
Other Supplies and Materials		5,480	
Regular Instruction Equipment		653,091	
Total Regular Instruction Program			\$ 2,465,881

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program

Educational Assistants	\$	413,446	
Speech Pathologist		16,219	
Social Security		25,059	
Pensions		50,190	
Medical Insurance		158,954	
Employer Medicare		5,860	
Other Fringe Benefits		3,088	
Maintenance and Repair Services - Equipment		15,398	
Instructional Supplies and Materials		180,167	
Other Supplies and Materials		13,855	
Other Charges		1,618	
Special Education Equipment		171,862	
Total Special Education Program			\$ 1,055,716

Career and Technical Education Program

Vocational Instruction Equipment	\$	92,305	
Total Career and Technical Education Program			92,305

Support Services

Health Services

Other Supplies and Materials	\$	16,708	
Other Charges		4,290	
Total Health Services			20,998

Other Student Support

Other Salaries and Wages	\$	1,200	
Travel		3,733	
Software		27,500	
Other Supplies and Materials		8,962	
In Service/Staff Development		3,865	
Other Charges		16,366	
Other Equipment		11,349	
Total Other Student Support			72,975

Regular Instruction Program

Supervisor/Director	\$	46,350	
Educational Assistants		6,400	
Other Salaries and Wages		247,569	
Social Security		18,154	
Pensions		25,170	
Medical Insurance		22,216	
Employer Medicare		4,246	
Travel		784	
Other Supplies and Materials		117,033	
In Service/Staff Development		73,650	
Total Regular Instruction Program			561,572

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program

Psychological Personnel	\$	11,475	
Medical Personnel		46,302	
Clerical Personnel		37,383	
Bonus Payments		762	
Other Salaries and Wages		9,450	
Social Security		6,350	
Pensions		11,430	
Medical Insurance		13,143	
Employer Medicare		1,485	
Other Fringe Benefits		707	
Contracts with Private Agencies		1,591	
Other Supplies and Materials		33,220	
In Service/Staff Development		57,613	
Other Charges		7,583	
Other Equipment		4,191	
Total Special Education Program			\$ 242,685

Career and Technical Education Program

In Service/Staff Development	\$	200	
Total Career and Technical Education Program			200

Operation of Plant

Other Supplies and Materials	\$	3,053	
Total Operation of Plant			3,053

Transportation

Other Salaries and Wages	\$	163,458	
Social Security		9,609	
Pensions		19,300	
Medical Insurance		58,954	
Employer Medicare		2,247	
Other Fringe Benefits		1,310	
Total Transportation			254,878

Operation of Non-Instructional Services

Food Service

Other Charges	\$	96,554	
Total Food Service			96,554

Total School Federal Projects Fund \$ 4,866,817

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	62,106	
Clerical Personnel		19,120	

(Continued)

Exhibit J-8

Franklin County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Franklin County School Department (Cont.)

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Cafeteria Personnel	\$	825,515	
Bonus Payments		577	
Other Salaries and Wages		6,124	
In-service Training		2,300	
Social Security		54,274	
Pensions		106,279	
Medical Insurance		236,458	
Unemployment Compensation		151	
Employer Medicare		12,751	
Other Fringe Benefits		7,143	
Maintenance and Repair Services - Equipment		2,937	
Travel		511	
Disposal Fees		15,794	
Other Contracted Services		154,321	
Food Supplies		1,496,979	
Gasoline		258	
Office Supplies		116	
USDA - Commodities		238,304	
Other Supplies and Materials		10,290	
In Service/Staff Development		1,106	
Other Charges		15,842	
Food Service Equipment		21,632	
Total Food Service			\$ 3,290,888
Total Central Cafeteria Fund			\$ 3,290,888

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$	1,375,390	
Total Community Services			\$ 1,375,390
Total Internal School Fund			1,375,390

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Architects	\$	60,811	
Consultants		21,890	
Engineering Services		15,943	
Other Contracted Services		298,491	
Other Charges		19,227	
Building Construction		4,510,840	
Building Improvements		34,908	
Regular Instruction Equipment		500,558	
Other Equipment		92,616	
Other Construction		556,326	
Total Education Capital Projects			\$ 6,111,610
Total Education Capital Projects Fund			6,111,610

Total Governmental Funds - Franklin County School Department			\$ 60,901,451
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Exhibit J-9

Franklin County, Tennessee
Schedule of Detailed Additions, Deductions,
and Changes in Net Position - City Custodial Fund
For the Year Ended June 30, 2021

	Cities - Sales Tax Fund
<hr/>	
<u>Additions</u>	
Local Option Sales Tax	\$ 4,857,095
Total Additions	<u>\$ 4,857,095</u>
 <u>Deductions</u>	
Remittance of Revenues Collected	\$ 4,808,524
Trustee's Commission	48,571
Total Deductions	<u>\$ 4,857,095</u>
 Excess of Additions Over (Under) Deductions	 \$ 0
Net Position, July 1, 2020	<u>0</u>
 Net Position, June 30, 2021	 <u><u>\$ 0</u></u>

SINGLE AUDIT SECTION



JASON E. MUMPOWER
Comptroller

**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***

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Franklin County, Tennessee as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Franklin County's basic financial statements as listed in the table of contents, and have issued our report thereon dated October 12, 2021. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Franklin County School Department (a discretely presented component unit), as described in our report on Franklin County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Franklin County's internal control over financial reporting (internal control) to determine the 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 Franklin County's internal control. Accordingly, we do not express an opinion on the effectiveness of Franklin 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. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Franklin 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 determination of financial statement amounts. 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: 2021-001 and 2021-002.

Franklin County’s Responses to Findings

Franklin County’s responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. Franklin County’s responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

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 result 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 Franklin County’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 12, 2021

JEM/tg



JASON E. MUMPOWER
Comptroller

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

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Franklin County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Franklin County's major federal programs for the year ended June 30, 2021. Franklin County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Franklin County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Franklin County's compliance with those

requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Franklin County's compliance.

Opinion on Each Major Federal Program

In our opinion, Franklin County complied, in all material respects, with the types of 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, 2021.

Report on Internal Control Over Compliance

Management of Franklin County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Franklin County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Franklin County's 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

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

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Franklin County, Tennessee, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Franklin County's basic financial statements. We issued our report thereon dated October 12, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 12, 2021

JEM/tg

Franklin County, Tennessee and the Franklin County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (9) (10)
For the Year Ended June 30, 2021

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listings Number	Passed-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Agriculture:				
Passed-through State Department of Education:				
Child Nutrition Cluster: (4)				
School Breakfast Program	10.553	N/A	\$ 0	\$ 1,237,479 (5)
COVID 19 - School Breakfast Program	10.553	N/A	0	122,831 (5)
National School Lunch Program	10.555	N/A	0	2,504,425 (5)
COVID 19 - National School Lunch Program	10.555	N/A	0	184,817 (5)
Fresh Fruit and Vegetable Program	10.582	N/A	0	89,887
Passed-through State Department of Agriculture:				
Child Nutrition Cluster: (4)				
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	0	238,304 (5)
Total U.S. Department of Agriculture				<u>\$ 4,377,743</u>
U.S. Department of Commerce:				
Direct Program:				
Economic Development Cluster: (4)				
Investments for Public Works and Economic Development Facilities	11.300	N/A	0	\$ 446,406
U.S. Department of Justice:				
Direct Program:				
Equitable Sharing Program	16.922	N/A	0	\$ 6,637
Passed-through State Department of Finance and Administration:				
Missing Alzheimer's Disease Patient Assistance Program	16.015	2020-J1-BX-0026	0	40,200
Coronavirus Emergency Supplement Funding	16.034	2020-VD-BX-0393	0	19,922
Crime Victim Assistance	16.575	(3)	0	120,834
Drug Court Discretionary Grant Program	16.585	2020-DC-BX-0067	0	18,464
Edward Byrne Memorial Justice Assistance Grant Program	16.738	(3)	0	99,227
Passed-through Tennessee Bureau of Investigation:				
Opioid Affected Youth Initiative	16.842	(3)	0	29,116
Total U.S. Department of Justice				<u>\$ 334,400</u>
U.S. Department of Labor:				
Passed-through State Department of Labor:				
COVID 19 - Unemployment Insurance	17.225	N/A	0	\$ 7,589
U.S. Department of Transportation:				
Passed-through State Department of Transportation:				
Airport Improvement Program	20.106	(7)	33,680	\$ 33,680 (11)
Passed-through State Department of Safety and Homeland Security:				
Alcohol Open Container Requirements	20.607	(3)	0	4,260
Total U.S. Department of Transportation				<u>\$ 37,940</u>
U.S. Department of Treasury:				
Passed-through State Department of Finance and Administration:				
COVID 19 - Coronavirus Relief Fund	21.019	(3)	0	\$ 628,350 (6)
COVID 19 - Coronavirus Relief Fund	21.019	(3)	0	43,929 (6)
Passed-through State Department of Education:				
COVID 19 - Coronavirus Relief Fund	21.019	(3)	0	100,000 (6)
Total U.S. Department of Treasury				<u>\$ 772,279</u>
Appalachian Regional Commission:				
Passed-through State Department of Economic and Community Development:				
Appalachian Area Development	23.002	(3)	0	\$ 29,382
Institute of Museum and Library Services:				
Passed-through Tennessee Secretary of State:				
Grants to States	45.310	(3)	0	\$ 1,561

(Continued)

Franklin County, Tennessee and the Franklin County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (9) (10) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listings Number	Passed-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Education:				
Passed-through State Department of Education:				
Title I Grants to Local Educational Agencies	84.010	(3)	\$ 0	\$ 1,277,568
Special Education Cluster: (4)				
Special Education - Grants to States	84.027	(3)	0	1,590,455
Special Education - Preschool Grants	84.173	(3)	0	82,511
Career and Technical Education - Basic Grants to States	84.048	(3)	0	101,303
English Language Acquisition State Grants	84.365	(3)	0	5,794
Supporting Effective Instruction State Grant	84.367	(3)	0	196,987
Student Support and Academic Enrichment Program	84.424	(3)	0	28,715
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund (ESSER 1.0)	84.425D	(3)	0	758,858 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary				
School Emergency Relief Fund (ESSER 2.0)	84.425D	(3)	0	854,490 (6)
Passed-through State Department of Human Services:				
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	(8)	0	93,925
Total U.S. Department of Education				<u>\$ 4,990,606</u>
U.S. Department of Election Assistance Commission:				
Passed-through Tennessee Secretary of State:				
2020 HAVA Election Assistance Commission	90.404	N/A	0	\$ 22,958
U.S. Department of Health and Human Services:				
Direct Programs:				
Substance Abuse and Mental Health Services - Projects of Regional and National Significance				
	93.243	N/A	0	\$ 358,614
Drug-Free Communities Support Program Grants	93.276	N/A	0	35,581
Passed-through State Department of Education:				
TANF Cluster: (4)				
Temporary Assistance for Needy Families	93.558	N/A	0	9,935
Passed-through State Department of Mental Health and Substance Abuse Services:				
Opioid STR	93.788	(3)	0	156,474
Block Grants for Prevention and Treatment of Substance Abuse	93.959	(3)	0	137,604
Total U.S. Department of Health and Human Services				<u>\$ 698,208</u>
U.S. Executive Office of the President:				
Passed-through Financial Commission for Appalachia:				
High Intensity Drug Trafficking Areas Program	95.001	(3)	0	\$ 18,221
U.S. Department of Homeland Security:				
Passed-through State Department of Military:				
Emergency Management Performance Grants	97.042	(3)	0	\$ 38,850
Homeland Security Grant Program	97.067	(3)	0	20,462
U.S. Department of Homeland Security				<u>\$ 59,312</u>
Total Expenditures of Federal Awards				<u>\$ 11,796,605</u>

State Grants		Contract Number		
Juvenile Services Program - State Department of Children's Services	N/A	(3)	\$	9,000
Early Childhood Education - State Department of Education	N/A	(3)		911,149
Family Resource Center - State Department of Education	N/A	(3)		29,612
Safe Schools Act - State Department of Education	N/A	(3)		96,869
Litter Program - State Department of Transportation	N/A	(3)		17,166
County Re-Entry and Recidivism Reduction Services - State Department of Correction	N/A	(3)		50,460
Fair Merit Award - State Department of Agriculture	N/A	(3)		800
Lifeline Peer Project - State Department of Mental Health and Substance Abuse Services	N/A	(3)		58,543
Summer Learning Camps - State Department of Education	N/A	(3)		4,227
Middle School STEM Grant - State Department of Education	N/A	(3)		24,202
Rural Local Health Services - State Department of Health	N/A	(3)		87,608
Coordinated School Health - State Department of Education	N/A	(3)		122,907

(Continued)

Franklin County, Tennessee and the Franklin County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (9) (10) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listings Number	Contract Number	Amount Passed-through to Subrecipients	Expenditures
<u>State Grants (Cont.)</u>				
TN Mental Health Transport Services - State Department of Mental Health and Substance Abuse Services	N/A	(3)	\$ 92,546	
Airport Maintenance - State Department of Transportation	N/A	(3)	4,583	
Direct Appropriation Grant for Governmental Entities - State Department of Finance and Administration	N/A	(3)		<u>1,034,370</u>
Total State Grants				<u>\$ 2,544,042</u>

FAL = Federal Assistance Listings
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Franklin County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) Information not available.
- (4) Child Nutrition Cluster total \$4,287,856; Economic Development Cluster total \$446,406; Special Education Cluster total \$1,672,966; TANF Cluster \$9,935.
- (5) Total for FAL No. 10.553 is \$1,360,310; Total for FAL No. 10.555 is \$2,927,546.
- (6) Total for FAL No. 21.019 is \$772,279; Total for FAL No. 84.425D is \$1,613,348.
- (7) AERO-21-232-00: \$20,000; AERO-21-247-00: \$13,680.
- (8) Z-20-53220: \$6,289; Z-21-53221: \$87,636.
- (9) During the year ended, June 30, 2021, Franklin County received donated PPE valued at \$346,491 (federal \$259,868 and state \$86,623) from the Tennessee Department of Military. These donations were unaudited.

(10) CONSOLIDATED ADMINISTRATION
The following amounts were consolidated for administration purposes:

Program Title	Federal Assistance Listings Number	Amount Provided to Consolidated Administration
Title I Grants to Local Educational Agencies	84.010	\$ 47,822
English Language Acquisition State Grants	84.365	314
Supporting Effective Instruction State Grants	84.367	3,500
Student Support and Academic Enrichment Program	84.424	1,000
Total amounts consolidated for administration purposes		<u>\$ 52,636</u>

(11) SUBRECIPIENT AMOUNTS
The following amounts were paid to subrecipients from the Airport Improvement Program Grants:

Subrecipient	Federal Assistance Listings Number	Amount Provided to Subrecipient
The University of the South	20.106	\$ 33,680

Franklin County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2021

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 Franklin County, Tennessee, for the year ended June 30, 2021.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	FAL Number	Current Status
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OFFICE OF SHERIFF

2020	217	2020-001	Some funds were not deposited within three days of collection.	N/A	Corrected
2020	217	2020-002	Duties were not segregated adequately.	N/A	Corrected

Prior-year Federal Awards Findings

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

FRANKLIN COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2021

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Franklin County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * Assistance Listings Number: 21.019 Coronavirus Relief Fund
 - * Assistance Listings Numbers: 84.027 and 84.173 Special Education Cluster: Special Education Grants to States, Special Education Preschool Grants
 - * Assistance Listings Number: 84.425D Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund
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 FINANCE DIRECTOR

FINDING 2021-001 **EXPENDITURES EXCEEDED APPROPRIATIONS IN SALARY ACCOUNTS IN VARIOUS FUNDS**
(Noncompliance Under *Government Auditing Standards*)

Salaries exceeded appropriations in 36 of 301 salary line-items of the General, Highway/Public Works, Solid Waste/Sanitation, and General Purpose School funds by amounts as high as \$19,963. The budget resolution approved by the county commission states that the salary, wages, or remuneration of each official, employee, or agent of the county will not exceed appropriations that accompany this resolution. Therefore, the salaries that exceeded line-item appropriations were expenditures not approved by the county commission which violates Section 5-9-401, *Tennessee Code Annotated*, that requires all funds that are to be used in the operation of the county government to be appropriated by the county legislative body. These deficiencies exist because management failed to hold spending to the limits authorized by the county commission.

RECOMMENDATION

Expenditures should be held within appropriations approved by the county commission.

MANAGEMENT'S RESPONSE

I concur with this finding.

FINDING 2021-002 **SUBSIDIARY ACCOUNTING RECORDS WERE NOT CLOSED AND AVAILABLE FOR AUDIT BY AUGUST 31, 2021**
(Noncompliance Under *Government Auditing Standards*)

Subsidiary capital asset accounting records were not closed and available for audit by August 31, 2021, as required by Section 9-2-102, *Tennessee Code Annotated*. This statute provides that records should be available for audit no later than two months after the close of the June 30 fiscal year. The capital asset accounting records were made available to auditors on October 1, 2021. The failure to maintain accounting records on a current basis diminishes the usefulness of the financial records as a management tool, results in the loss of accounting

controls, and increases the risk that errors will not be discovered and corrected in a timely manner. This deficiency can be attributed to a lack of management oversight.

RECOMMENDATION

Management should close its subsidiary capital asset accounting records and have those records available for audit by the following August 31.

MANAGEMENT'S RESPONSE

I concur with this finding.

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, 2021.

Franklin County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2021

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 FINANCE DIRECTOR

2021-001	Expenditures exceeded appropriations in salary accounts in various funds.	219
2021-002	Subsidiary accounting records were not closed and available for audit by August 31, 2021.	220

**FRANKLIN COUNTY GOVERNMENT
FINANCE DEPARTMENT**

Andrea L. Smith, Finance Director

PO BOX 518
851 DINAH SHORE BLVD.
WINCHESTER, TN 37398

Office: (931) 967-1279
Fax: (931) 962-1473
www.franklincountyfinance.com



Finding Number: 2021-001

Finding Title:

Expenditures Exceeded Appropriations in Salary Accounts in Various Funds

Corrective Action Plan:

Who prepared the corrective action plan? :

Andrea L Smith, Finance Director

Who will implement the corrective action plan? (Probably the official):

Andrea L Smith, Finance Director

When do you expect this finding to be corrected (date)? October 31, 2021


Did you have this finding in last year's audit report?

No – continue to the plan to correct the finding

Yes – Why was this finding not corrected during the current audit year?

What is your plan to correct this finding?

All budgets and salary lines will be checked on a monthly basis to ensure there is no discrepancy in the employees and their budgeted pay lines. As well, a payroll guideline will be developed for payroll administration use to ensure all salaried positions receive their exact budgeted amounts.



Official's signature

10-5-21

Date

FRANKLIN COUNTY GOVERNMENT
FINANCE DEPARTMENT

Andrea L. Smith, Finance Director

PO BOX 518
851 DINAH SHORE BLVD.
WINCHESTER, TN 37398

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www.franklincountyfinance.com



Finding Number: 2021-002

Finding Title:

Subsidiary Accounting Records were not closed and available for audit by August 31, 2021

Corrective Action Plan:

Who prepared the corrective action plan? :

Andrea L Smith, Finance Director

Who will implement the corrective action plan? (Probably the official):

Andrea L Smith, Finance Director

When do you expect this finding to be corrected (date)? June 30, 2022

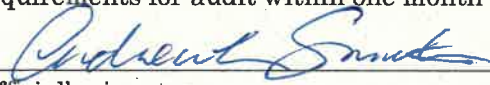
Did you have this finding in last year's audit report?

No – continue to the plan to correct the finding

Yes – Why was this finding not corrected during the current audit year?

What is your plan to correct this finding?

The finance department is in the process of re-organization. A key accounting position has been unfilled this fiscal year, resulting in a delay of processing due to workload. A deputy director has been appointed and restructuring and training will commence. This is a work in progress as additional staff will be hired and the deputy director will also be training as well as assuming new accounting duties. It is always a priority to close June books by July 21st and complete the financial requirements for audit within one month of close.



Official's signature

10-5-21

Date