

Supplement  
to  
Preliminary Official Statement  
Giles County, Tennessee  
  
General Obligation Public Improvement Bonds, Series 2026  
(UTL) (Bank Qualified)

This Supplement to the Preliminary Official Statement, dated April 8, 2026 amends certain information contained in the Preliminary Official Statement, dated April 7, 2026 in connection with the above-captioned Bonds and is incorporated by reference into the Preliminary Official Statement. Capitalized terms not defined herein will have the meanings set forth in the Preliminary Official Statement. The information contained herein supersedes the information contained in the Preliminary Official Statement.

The Preliminary Official Statement is hereby amended by adding the following sentences under the heading “CONTINUING DISCLOSURE”: “The County failed to timely post its annual report for the fiscal year ended June 30, 2024. The County corrected the mistake on March 18, 2026. With that exception, the County is not aware of any failure to comply with its continuing disclosure undertakings in the last five years.”

**PRELIMINARY OFFICIAL STATEMENT DATED APRIL 7, 2026  
BONDS TO BE SOLD MONDAY, APRIL 13, 2026, AT 10:00 A.M. C.D.T.**

New Issues  
Book-Entry Only

Moody's Rating: "Aa2"

*In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the County, interest on the Bonds will be excluded from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax except for certain corporations, as more fully described herein. For an explanation of certain tax consequences under federal law which may result from the ownership of the Bonds, see the discussion under the heading "Tax Matters" herein. Under existing law, the Bonds and the income therefrom will be exempt from all state, county and municipal taxation in the State of Tennessee, except Tennessee franchise and excise taxes. (See "Tax Matters" herein).*

**\$8,500,000\***  
**GILES COUNTY, TENNESSEE**  
**GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2026**  
**(ULT) (BANK QUALIFIED)**

Dated: Date of Issuance

Due: April 1, as shown below

Giles County, Tennessee (the "County") will issue its \$8,500,000\* General Obligation Public Improvement Bonds, Series 2026 (the "Bonds") in fully registered form, without coupons, and, when issued, the Bonds will be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository of the Bonds. Individual purchases of beneficial ownership interest in the Bonds will be made in book-entry form only, in denominations of \$5,000 or multiples thereof through DTC Participants. Interest on the Bonds will be payable semiannually on April 1 and October 1 of each year, commencing October 1, 2026\*, calculated on the basis of a 360-day year consisting of twelve 30-day months.

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

The Bonds shall be subject to redemption at the option of the County at any time on or after April 1, 2035, at a price of par plus accrued interest to the redemption date. The Bonds are payable on April 1 of each year as follows:

| Maturity<br>(April 1) | Principal* | Interest<br>Rate* | Price or<br>Yield | CUSIP<br>Number | Maturity<br>(April 1) | Principal* | Interest<br>Rate* | Price or<br>Yield | CUSIP<br>Number |
|-----------------------|------------|-------------------|-------------------|-----------------|-----------------------|------------|-------------------|-------------------|-----------------|
| 2027                  | \$290,000  |                   |                   |                 | 2037                  | \$420,000  |                   |                   |                 |
| 2028                  | 325,000    |                   |                   |                 | 2038                  | 435,000    |                   |                   |                 |
| 2029                  | 335,000    |                   |                   |                 | 2039                  | 450,000    |                   |                   |                 |
| 2030                  | 345,000    |                   |                   |                 | 2040                  | 465,000    |                   |                   |                 |
| 2031                  | 350,000    |                   |                   |                 | 2041                  | 480,000    |                   |                   |                 |
| 2032                  | 360,000    |                   |                   |                 | 2042                  | 500,000    |                   |                   |                 |
| 2033                  | 370,000    |                   |                   |                 | 2043                  | 520,000    |                   |                   |                 |
| 2034                  | 380,000    |                   |                   |                 | 2044                  | 535,000    |                   |                   |                 |
| 2035                  | 395,000    |                   |                   |                 | 2045                  | 560,000    |                   |                   |                 |
| 2036                  | 405,000    |                   |                   |                 | 2046                  | 580,000    |                   |                   |                 |

The Bonds will be "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Code.

The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of principal of and interest on the Bonds, the full faith and credit of the County are irrevocably pledged.

*The Bonds are offered when, as and if issued, subject to the approval of the legality by Bass, Berry & Sims PLC, Nashville, Tennessee, Bond Counsel, whose opinion will be delivered with the Bonds. Certain legal matters will be passed upon for the County by Chris Williams, Esq., counsel to the County. Stephens Inc. is serving as Municipal Advisor to the County. The Bonds, in book-entry form, are expected to be available for delivery through Depository Trust Company in New York, New York, on or about \_\_\_\_\_, 2026\*.*

April \_\_, 2026

\* Preliminary and Subject to Change

THIS PRELIMINARY OFFICIAL STATEMENT AND THE INFORMATION CONTAINED HEREIN ARE SUBJECT TO CHANGE. COMPLETION OR AMENDMENT WITHOUT NOTICE. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or a solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of such jurisdiction. As of this date, this Preliminary Official Statement has been deemed "final" by the County for purposes of SEC Rule 15c2-12(b)(1) except for the omission of certain information permitted by SEC Rule 15c2-12(b)(1).

For purposes of compliance with Rule 15c2-12 of the Securities and Exchange Commission, this document, as the same may be supplemented or amended (collectively, the “Official Statement”) by Giles County, Tennessee (the “County”), is an Official Statement with respect to the Bonds described herein that is deemed final by the County as of the date hereof (or of any such supplement or amendment). It is subject to completion with certain information to be established at the time of the sale of the Bonds as permitted by Rule 15c2-12 of the Securities and Exchange Commission.

No dealer, broker, salesman or other person has been authorized by the County or by Stephens Inc. (the “Municipal Advisor”) to give any information or make any representations other than those contained in this Official Statement and, if given or made, such information or representations with respect to the County or the Bonds must not be relied upon as having been authorized by the County or the Municipal Advisor. This Official Statement does not constitute an offer to sell, or solicitation of an offer to buy, any securities other than the securities offered hereby to any person in any jurisdiction where such offer or solicitation of such offer would be unlawful.

This Official Statement should be considered in its entirety and no one factor should be considered more or less important than any other by reason of its position in this Official Statement. Where statutes, reports or other documents are referred to herein, reference should be made to such statutes, reports or other documents for more complete information regarding the rights and obligations of parties thereto, facts and opinions contained therein and the subject matter thereof.

The information and expressions of opinion in this Official Statement are subject to change without notice and neither the delivery of this Official Statement nor any sale made under it shall, under any circumstances, create any implication that there has been no change in the affairs of the County since the date as of which information is given in this Official Statement.

**In making an investment decision investors must rely on their own examination of the County and the terms of the offering, including the merits and risks involved. No registration statement relating to the Bonds has been filed with the Securities and Exchange Commission or with any state securities agency. The Bonds have not been approved or disapproved by the Commission or any state securities agency, nor has the Commission or any state securities agency passed upon the accuracy or adequacy of this Official Statement. Any representation to the contrary is a criminal offense.**

CUSIP data herein is subject to copyright 2014, American Bankers Association. CUSIP® is a registered trademark of the American Bankers Association. CUSIP data herein is provided by CUSIP Global Services (CGS), which is managed on behalf of The American Bankers Association by S&P Capital IQ. This information is not intended to create a database and does not serve in any way as a substitute for the CGS database. CUSIP numbers have been assigned by an independent company not affiliated with the County or the Underwriter and are included solely for the convenience of the registered owners of the applicable Bonds.

Neither the County nor the Underwriter is responsible for the selection or uses of these CUSIP numbers, and no representation is made as to their correctness on the applicable Bonds or as included herein. The CUSIP number for a specific maturity is subject to being changed after the execution and delivery of the Bonds as a result of various subsequent actions including, but not limited to, a refunding in whole or in part or as a result of the procurement of secondary market portfolio insurance or other similar enhancement by investors that is applicable to all or a portion of certain maturities of the Bonds.

*The material contained herein has been obtained from sources believed to be current and reliable, but the accuracy thereof is not guaranteed. The Official Statement contains statements which are based upon estimates, forecasts, and matters of opinion, whether or not expressly so described, and such statements are intended solely as such and not as representations of fact. All summaries of statutes, Resolution, and reports contained herein are made subject to all the provisions of said documents. The Official Statement is not to be construed as a contract with the purchasers of any of the Bonds.*

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**Giles County, Tennessee  
222 West Madison Street  
Pulaski, Tennessee 38478**

**Officials**

Graham Stowe  
County Executive

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**Board of Commissioners**

David Adams  
Evan Baddour  
Carman Brown  
Rose Brown  
Brad Butler  
Rick Carpenter  
Erin Curry

Matthew Hopkins  
Gayle Jones  
Terry Jones  
James Lathrop  
Annelle Guthrie  
Shelly Goolsby  
Judy Pruett

Roger Reedy  
Matt Rubelsky  
Caleb Savage  
Joseph Sutton  
David Wamble  
Tracy Wilburn  
Joyce Woodard

**County Officials**

County Clerk  
Trustee

Carol Wade  
Tony Risner

**Counsel for the County**

Chris Williams, Esq.  
Pulaski, Tennessee

**Bond Counsel**

Bass, Berry & Sims PLC  
Nashville, Tennessee

**Registration and Paying Agent**

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

**Municipal Advisor**

Stephens Inc.  
Nashville, Tennessee

**Underwriter**

\_\_\_\_\_  
\_\_\_\_\_

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NOTICE OF SALE

GILES COUNTY, TENNESSEE

GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2026  
(ULT)(BANK QUALIFIED)

Notice is hereby given that the County Executive of Giles County, Tennessee (the "County") will accept a written bid or electronic bid for the purchase of all, but not less than all, of the County's **\$8,500,000\* GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2026** (the "Bonds") until:

**10:00 A.M. C.D.T. on Monday, April 13, 2026**

Written bids must be addressed and delivered to the County to the attention of the County Executive, 222 West Madison Street, Pulaski, Tennessee 38478. Electronic bids must be submitted to PARITY® via the BiDCOMP Competitive Bidding System. No other form of bid or provider of electronic bidding services will be accepted. Such bids are to be publicly opened and read at such time and place on said day. For the purposes of both the written sealed bid process and the electronic bidding process, the time as maintained by BiDCOMP/PARITY® shall constitute the official time with respect to all bids submitted. If any provisions of this Notice of Sale conflict with information provided by BiDCOMP/PARITY® as the approved provider of electronic bidding services, this Notice of Sale shall control. ***The sale of all or any series of the Bonds on Monday, April 13, 2026 may be postponed prior to the time bids are to be received and as published on I-dealProspectus.com. If such postponement occurs, a later public sale may be held at the hour and place and on such date as communicated via I-dealProspectus.com upon forty-eight hours notice.***

The Bonds will be dated the date of delivery. The interest rate or rates on the Bonds shall not exceed 5% per annum and shall be payable semi-annually on April 1 and October 1, commencing October 1, 2026. No bid for the Bonds will be considered for less than 99% of par nor more than 125% of par, as described in the Detailed Notice of Sale. In addition, each maturity of Bonds must be reoffered at a price of not less than 98% of the par amount of such maturity. The Bonds will mature on April 1 in the years 2026 through 2046, with term bonds optional, and will be awarded on the sale date by the County Executive to the bidder whose bid results in the lowest true interest cost on the Bonds. After opening the bids, the County reserves the right to adjust the principal amount of each maturity of the Bonds as described in the Detailed Notice of Sale.

The Bonds shall be subject to redemption at the option of the County at any time on or after April 1, 2035, at a price of par plus accrued interest to the redemption date.

The Bonds will be "qualified tax-exempt obligations" for purposes of Section 265(b)(3) if the Internal Revenue Code of 1986, as amended.

**In the event that the competitive sale requirements of applicable Treasury Regulations are not met, the County will require bidders to comply with the "hold-the-offering-price rule" for purposes of determining the issue price of the Bonds.**

The Bonds and approving opinions of Bass, Berry & Sims PLC, Nashville, Tennessee, will be furnished at the expense of the County. Additional information, including the Official Statement and Detailed Notice of Sale, may be obtained from the undersigned at the office of the County Clerk, 222 West Madison Street, Pulaski, Tennessee 38478 or from Stephens Inc. Attention: Ashley McNulty, One American Center, 3100 West End Avenue, Suite 630, Nashville, Tennessee 37203, Telephone: (615) 279-4334; Fax: (615) 279-4351.

Graham Stowe  
County Executive

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**DETAILED NOTICE OF SALE**

**GILES COUNTY, TENNESSEE**

**\$8,500,000\* GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2026  
(ULT)(BANK QUALIFIED)**

**Time and Place of Sale**

Notice is hereby given that the County Executive of Giles County, Tennessee (the "County") will accept a written bid or electronic bid for the purchase of all, but not less than all, of the **\$8,500,000\* GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2026** (the "Bonds") until:

**10:00 A.M. C.D.T. on Monday, April 13, 2026**

The written bids must be addressed and delivered to the County to the attention of the County Executive, 222 West Madison Street, Pulaski, Tennessee 38478. Electronic bids must be submitted to PARITY® via the BiDCOMP Competitive Bidding System. No other form of bid or provider of electronic bidding services will be accepted. Such bids are to be publicly opened and read at such time and place on said day. For the purposes of both the written sealed bid process and the electronic bidding process, the time as maintained by BiDCOMP/PARITY® shall constitute the official time with respect to all bids submitted. If any provisions of this Notice of Sale conflict with information provided by BiDCOMP/PARITY® as the approved provider of electronic bidding services, this Notice of Sale shall control. ***The sale of all or any series of the Bonds on Monday, April 13, 2026 may be postponed prior to the time bids are to be received and as published on I-dealProspectus.com. If such postponement occurs, a later public sale may be held at the hour and place and on such date as communicated via I-dealProspectus.com upon forty-eight hours notice.*** The Bonds will be awarded on such date by the County Executive of the County.

**Description of Bonds**

The Bonds will be issued in fully registered, book-entry form (except as otherwise provided herein), without coupons, be dated the date of delivery, be issued, or reissued upon transfer, in \$5,000 denominations or multiples thereof, as shall be requested by the purchaser or transferor thereof, as appropriate, and will mature and be payable on April 1 of each year as follows:

| <u><b>Year (April 1)*</b></u> | <u><b>Bonds*</b></u> | <u><b>Year (April 1)*</b></u> | <u><b>Bonds*</b></u> |
|-------------------------------|----------------------|-------------------------------|----------------------|
| 2027                          | 290,000              | 2037                          | \$420,000            |
| 2028                          | 325,000              | 2038                          | 435,000              |
| 2029                          | 335,000              | 2039                          | 450,000              |
| 2030                          | 345,000              | 2040                          | 465,000              |
| 2031                          | 350,000              | 2041                          | 480,000              |
| 2032                          | 360,000              | 2042                          | 500,000              |
| 2033                          | 370,000              | 2043                          | 520,000              |
| 2034                          | 380,000              | 2044                          | 535,000              |
| 2035                          | 395,000              | 2045                          | 560,000              |
| 2036                          | 405,000              | 2046                          | 580,000              |

## **Purpose and Authority of Bonds**

The Bonds are being issued to finance the (i) construction, renovation, improvement and equipping of the County Courthouse and other County office buildings and facilities; and (ii) acquisition of all property, real and personal, related to the foregoing; and (iii) payment of legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing; and (iv) payment of costs incident to the issuance and sale of the bonds. The Bonds are being issued under the constitution and statutes of the State of Tennessee and pursuant to Resolution duly adopted by the Board of County Commissioners of the County on February 17, 2026.

## **Registration and Depository Participation**

The Bonds will be issued by means of a book-entry system with no physical distribution of bond certificates made to the public. One Bond certificate for each maturity will be issued to the Depository Trust Company, New York, New York (“DTC”), and immobilized in its custody. The book-entry system will evidence beneficial ownership interests of the Bonds in the principal amount of \$5,000 and any integral multiple of \$5,000, with transfers of beneficial ownership interest effected on the records of DTC participants and, if necessary, in turn by DTC pursuant to rules and procedures established by DTC and its participants. The successful bidder, as a condition to delivery of the Bonds, shall be required to deposit the Bond certificates with DTC, registered in the name of Cede & Co., nominee of DTC. Interest on the Bonds will be payable semiannually on April 1 and October 1, beginning October 1, 2026, and principal of the Bonds will be payable, at maturity or upon redemption, to DTC or its nominee as registered owner of the Bonds. Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC, and transfer of principal and interest payments to beneficial owners of the Bonds by Participants of DTC, will be the responsibility of such participants and of the nominees of beneficial owners. The County will not be responsible or liable for such transfer of payments or for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants.

In the event that the book-entry only system for the Bonds is discontinued and a successor securities depository is not appointed by the County, Bond Certificates in fully registered form will be delivered to, and registered in the names of, the DTC Participants or such other persons as such DTC participants may specify (which may be the indirect participants or beneficial owners), in authorized denominations of \$5,000 or integral multiples thereof. In addition, if the successful bidder for the Bonds certifies that it has no present intent to reoffer the Bonds, the Bonds may be issued in fully registered form only. The ownership of Bonds so delivered shall be registered in registration books to be kept by U.S. Bank Trust Company, National Association, Nashville, Tennessee, as registration and paying agent (the “Registration Agent”), at its principal corporate office, and the County and the Registration Agent shall be entitled to treat the registered owners of the Bonds, as their names appear in such registration books as of the appropriate dates, as the owners thereof for all purposes described herein and in the Resolution authorizing the Bonds.

## **Optional Redemption**

The Bonds shall be subject to redemption at the option of the County at any time on or after April 1, 2035, at a price of par plus accrued interest to the redemption date.

## **Designation of Term Bonds**

The successful bidder for the Bonds shall have the option to designate certain consecutive serial maturities of the Bonds as one or more Term Bonds, each Term Bond bearing a single interest rate. If a successful bidder designates certain consecutive serial maturities to be combined into one or more Term

Bonds, each Term Bond shall be subject to mandatory sinking fund redemption by the County at a redemption price equal to 100% of the principal amount thereof, together with accrued interest to the date fixed for redemption at the rate stated in the Term Bonds to be redeemed. Each such mandatory sinking fund redemption shall be made on the date on which a consecutive maturity included as part of a Term Bond is payable in accordance with the proposal of the successful bidder for the Bonds and in the amount of the maturing principal installment for the Bonds listed above for such principal payment date.

### **Security and Sources of Payment**

The Bonds are payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of principal of and interest on the Bonds, the full faith and credit of the County are pledged.

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

### **Submission of Bid**

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

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

Office of the County Executive  
222 West Madison Street  
Pulaski, Tennessee 38478

Written bids must be submitted on the applicable Bid Form included with the Preliminary Official Statement or on a reasonable facsimile thereof. Electronic bids for the Bonds must be submitted to PARITY® via the BiDCOMP Competitive Bidding System. An electronic bid made through the facilities of BiDCOMP/PARITY® shall be deemed an offer to purchase in response to the Notice of Sale and shall be binding upon the bidder as if made by a signed sealed written bid made to the County. To the extent any instructions or directions set forth in BiDCOMP/PARITY® conflict with the terms of the Detailed Notice of Sale, the Detailed Notice of Sale shall prevail. The County shall not be responsible for any malfunction or mistake made by or as a result of the use of electronic bidding facilities. The use of such facilities is at the sole risk of the bidders. Subscription to I-Deal's BiDCOMP/PARITY® Competitive Bidding System by a bidder is required in order to submit an electronic bid. The County will not confirm any subscription or be responsible for the failure of any prospective bidder to subscribe. Both written bids and electronic bids must be unconditional and received by the office of the County Executive and/or BiDCOMP/PARITY®, respectively, before the time stated above. Bidders shall be required to comply with the provisions regarding a Good Faith Deposit as described below in the section entitled "Good Faith Deposit". The County is not liable for any costs incurred in the preparation, delivery, acceptance or rejection of any bid, including, without limitation, the providing of a bid security deposit.

## **Form of Bids**

All bids for the Bonds must be for not less than all of the Bonds. Bidders must bid not less than 99% of par nor greater than 125% of par for the Bonds. Bidders must specify the interest rate or rates the Bonds are to bear in multiples of one-hundredth (1/100th) or one-eighth (1/8th) of one percent (1%), but no rate specified for the Bonds shall be in excess of 5% per annum. There will be no limitation on the number of rates of interest which may be specified for the Bonds, but one rate of interest shall apply to all the Bonds of a maturity. In addition, each maturity of the Bonds must be reoffered at a price of not less than 98% of the par amount of such maturity. Bidders may designate two or more consecutive serial maturities as one or more Term Bond maturities equal in aggregate principal amount to, and with mandatory redemption requirements corresponding to, such designated serial maturities. Bidders must specify the reoffering prices or yields of each maturity.

## **Revised Maturity Schedule and/or Bid Parameters**

The aggregate principal amount of the Bonds (the "Preliminary Aggregate Principal Amount") and the annual principal amounts of the Bonds (the "Preliminary Annual Principal Amounts" and collectively, with reference to the Preliminary Aggregate Principal Amounts, the "Preliminary Amounts") set forth in this Detailed Notice of Sale may be revised before the viewing of bids for the purchase of the Bonds, as may the bid parameters set forth herein. Any such revisions (in case of revised principal amounts, the "Revised Aggregate Principal Amount", the "Revised Annual Principal Amounts" and the "Revised Amounts") WILL BE GIVEN BY NOTIFICATION PUBLISHED ON [www.I-dealProspectus.com](http://www.I-dealProspectus.com) NOT LATER THAN 4:00 P.M., C.D.T. ON THE DAY PRECEDING THE RECEIPT OF BIDS. In the event that no such revisions are made, the Preliminary Amounts will constitute the Revised Amounts and will remain as stated in this Detailed Notice of Sale, and the bid parameters shall remain as set forth herein. BIDDERS SHALL SUBMIT BIDS BASED ON THE REVISED AMOUNTS AND BID PARAMETERS, IF ANY. Prospective bidders may request notification by facsimile transmission of any revisions in the Preliminary Amounts and bid parameters by so advising and faxing their telecopier number(s) to Stephens Inc., Municipal Advisor to the County, at (615) 279-4351 by 12:00 Noon, C.D.T., at least one day prior to the date for receipt of the bids.

## **Changes to Maturity Schedule**

The County reserves the right to change the Revised Aggregate Principal Amounts of the Bonds after determination of the winning bidder. The County may increase or decrease the Revised Annual Principal Amount of each maturity of the Bonds without limitation. Such changes, if any, will determine the final annual principal amounts of Bonds (the "Final Annual Principal Amounts") and the final aggregate principal amount of Bonds (the "Final Aggregate Principal Amount"). The Final Aggregate Principal Amount of the Bonds will not exceed \$8,500,000. Any changes beyond those described above will only be made with the consent of the winning bidder.

The dollar amount bid by the successful bidder will be adjusted to reflect any adjustments in the Final Aggregate Principal Amount of the Bonds. The interest rates specified by the successful bidder for the various maturities at the initial reoffering prices will not change. THE SUCCESSFUL BIDDER MAY NOT WITHDRAW THEIR BID OR CHANGE THE INTEREST RATES BID OR THE INITIAL REOFFERING PRICES AS A RESULT OF ANY CHANGES MADE TO THE PRINCIPAL AMOUNTS WITHIN THESE LIMITS. The County anticipates that the Final Annual Principal Amounts of the Bonds and the Final Aggregate Principal Amount of the Bonds will be communicated to the successful bidder prior to the award of the Bonds. THE DOLLAR AMOUNT BID BY THE SUCCESSFUL BIDDER FOR THE PURCHASE OF THE BONDS WILL BE ADJUSTED TO REFLECT ANY CHANGE IN THE ANNUAL PRINCIPAL AMOUNTS BASED UPON THE

ASSUMPTION THAT THE COUPON RATES, REOFFERING PRICES, AND THE UNDERWRITER'S DISCOUNT (EXCLUDING ORIGINAL ISSUE DISCOUNT/PREMIUM) STATED AS A PERCENTAGE OF THE AGGREGATE PRINCIPAL AMOUNT, AS SPECIFIED BY THE SUCCESSFUL BIDDER WILL NOT CHANGE.

### **Basis of Award**

If an award is made, the Bonds will be awarded to the bidder whose bid results in the lowest true interest cost to the County as determined by reference to the Revised Aggregate Principal Amounts, prior to post-sale adjustments, as discussed in the paragraph above. The lowest true interest cost of the Bonds will be calculated as that rate which when used in computing the present worth of all payments of principal and interest on the Bonds (compounded semi-annually from the dated date of the Bonds) produces a value equal to the purchase price of the Bonds. For the purpose of calculating the true interest cost, the principal amount of Term Bonds scheduled for mandatory sinking fund redemption as part of a Term Bond shall be treated as a serial maturity in each year. Each bidder is required to specify its calculation of the true interest cost resulting from its bid, but such information shall not be treated as part of its proposal.

In the event that two or more of the bidders offer to purchase the Bonds at the same lowest true interest cost, the County Executive shall determine in his sole discretion which of the bidders shall be awarded the Bonds.

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

### **Good Faith Deposit**

The successful bidder is required to submit, in the manner described below, a good faith deposit (the "Deposit") in the amount of \$170,000 to secure the faithful performance of the terms of the bid to purchase a series of the Bonds. The Deposit will be delivered to the County by wire transfer or certified check for the prescribed amount. The Deposit may be provided in the form of:

1. **Federal Funds Wire Transfer.** A federal funds wire transfer submitted to the County or the County's Municipal Advisor by the successful bidder by 2:00 p.m. C.D.T. on the day of the sale provided the County awards the bid by 12:00 noon C.D.T. otherwise the wire shall be received not later than 11:00 a.m. C.D.T. on the next business day following the award. The County Executive reserves the right to adjust the time the deposit is to be received if there are problems with electronic transfers of funds or other acceptable reasons.
2. **Certified Check.** A bank certified check, bank cashier's check or a treasurer's check drawn upon an incorporated bank or trust company payable unconditionally to the order of the County. If a check is used, it must accompany a bid and be received by the time and date bids are required. If the successful bidder's Deposit is by check, the check will be deposited on the date of the sale.

Wire transfer instructions are available from Stephens Inc., Attn: Ashley McAnulty, One American Center, 3100 West End Avenue, Suite 630, Nashville, Tennessee 37203, Telephone (615) 279-4334 or (615) 279-4338; Fax: (615) 279-4351. In the event the successful bidder fails to timely submit the Deposit, the award may be terminated by the County Executive, and the County Executive in his discretion may award the Bonds to the bidder whose bid results in the next lowest true interest cost to the County as the lowest complying bidder or hold a subsequent sale of the Bonds. The County shall have no liability to any bidder who fails to properly submit a Deposit.

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

## **CUSIP**

The County's municipal advisor will request that the CUSIP Service Bureau assign CUSIP identification numbers to the Bonds, which numbers will be printed on the Bonds. The winning bidder will be responsible for the costs of assigning CUSIP numbers to the Bonds. Neither the failure to print a CUSIP number on any Bond nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the Bonds in accordance with this Detailed Notice of Sale.

## **Establishment of Issue Price**

*General.* The winning bidder shall assist the County in establishing the issue price of the Bonds as more fully described herein. All actions to be taken by the County under this Notice of Sale to establish the issue price of the Bonds may be taken on behalf of the County by the County's Municipal Advisor identified herein and any notice or report to be provided to the County may be provided to the County's Municipal Advisor.

*Anticipated Compliance with Competitive Sale Requirements.* The County anticipates that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the "competitive sale requirements") because:

- the County shall disseminate this Notice of Sale to potential underwriters in a manner that is reasonably designed to reach potential underwriters;
- all bidders shall have an equal opportunity to bid;
- the County expects to receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
- the County anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), as set forth in this Notice of Sale.

Any bid submitted pursuant to this Notice of Sale shall be considered a firm offer for the purchase of the Bonds, as specified in the bid.

*County Intention to Apply the Hold-the-Offering-Price Rule if Competitive Sale Requirements are Not Met.* In the event that the competitive sale requirements are not satisfied with respect to the Bonds, the County intends to treat the initial offering prices of the Bonds to the public as the issue price of the Bonds (the "hold-the-offering-price rule"), in each case applied on a maturity-by-maturity basis (and if different interest rates apply within a maturity, to each separate CUSIP number within that maturity).

*Application of the Hold-the-Offering-Price Rule.* If the competitive sale requirements are not satisfied, then the successful bidder shall, on behalf of the underwriters participating in the purchase of the Bonds (i) confirm that the underwriters have offered or will offer each maturity of the Bonds to the public on or

before the date of award at the offering price or prices (the “initial offering price”), or at the corresponding yield or yields, set forth in the bid submitted by the winning bidder and (ii) agree, on behalf of the underwriters participating in the purchase of the Bonds, that the underwriters will neither offer nor sell unsold Bonds of any maturity to any person at a price that is higher than the initial offering price to the public during the period starting on the sale date and ending on the earlier of the following:

- the close of the fifth (5th) business day after the sale date; or
- the date on which the underwriters have sold at least 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public.

The winning bidder shall promptly advise the County when the underwriters have sold 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public, if that occurs prior to the close of the fifth (5th) business day after the sale date.

By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each retail distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such retail distribution agreement, as applicable, to report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter that is a party to a retail distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such retail distribution agreement to report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder or such underwriter that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, if and for so long as directed by the winning bidder or such underwriter and as set forth in the related pricing wires.

The County acknowledges that, in making the agreements and representations set forth above, the winning bidder will rely on (i) the agreement of each underwriter to comply with the hold-the-offering-price rule, as set forth in an agreement among underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Bonds to the public, the agreement of each dealer who is a member of the selling group to comply with the hold-the-offering-price rule, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an underwriter is a party to a retail distribution agreement that was employed in connection with the initial sale of the Bonds to the public, the agreement of each broker-dealer that is a party to such agreement to comply with the hold-the-offering-price rule, as set forth in the retail distribution agreement and the related pricing wires. The County further acknowledges that each underwriter shall be solely liable for its failure to comply with its agreement regarding the hold-the-offering-price rule and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a retail distribution agreement to comply with its corresponding agreement regarding the hold-the-offering-price rule as applicable to the Bonds.

*Definitions.* Sales of any Bonds to any person that is a related party to an underwriter shall not constitute sales to the public for purposes of this Notice of Sale. Further, for purposes of this Notice of Sale:

- “public” means any person other than an underwriter or a related party,
- “underwriter” means (A) any person that agrees pursuant to a written contract with the County (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the

Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the public),

- a purchaser of any of the Bonds is a “related party” to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (i) at least 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and
- “sale date” means the date that the Bonds are awarded by the County to the winning bidder.

*Issue Price Certificate.* The winning bidder will be required to provide the County, at closing, with an issue price certificate consistent with the foregoing.

### **Provision of Information for the Official Statement**

The successful bidders must furnish the following information to the County to complete the *Official Statement* in final form within 2 hours after receipt and award of the bids for the Bonds:

1. The initial offering prices or yields for the Bonds (expressed as a price or yield per maturity, exclusive of any accrued interest, if applicable);
2. Selling compensation (aggregate total anticipated compensation to the underwriters expressed in dollars, based on the expectation that all the Bonds are sold at the prices or yields as provided above);
3. The identity of the underwriters if the successful bidders are part of a group or syndicate; and
4. Any other material information necessary to complete the Official Statement in final form but not known to the County.

### **Official Statement**

The County will provide or cause to be provided to the successful bidder, either in electronic format or printed copies, the final official statement sufficient in quantity to enable the successful bidder to comply with SEC Rule 15c2-12 and the rules of the Municipal Securities Rulemaking Board. Said final official statements will be provided to the successful bidder not later than seven business days after the sale, or, if the County, or its Municipal Advisor, is notified that any confirmation requesting payment from any customer will be sent before the expiration of such period and specifying the date such confirmation will be sent the final official statements will be provided in sufficient time to accompany such confirmation.

## **Continuing Disclosure**

The County will, at the time the Bonds are delivered, execute a Continuing Disclosure Agreement in which it will covenant for the benefit of holders and beneficial owners of the Bonds to (i) provide certain financial information and operating data relating to the County not later than twelve months after each of the County's fiscal years (the "Annual Report"), (ii) provide timely notice of the occurrence of certain enumerated events and (iii) provide timely notice of failure to timely provide any required financial information of the County. The Annual Report (and audited financial statements, if filed separately) and notices described above will be filed by the County with the Municipal Securities Rulemaking Board ("MSRB") at [www.emma.msrb.org](http://www.emma.msrb.org) and with any State Information Depository established in the State of Tennessee (the "SID"). The specific nature of the information to be contained in the Annual Report or the notices of events will be summarized in the County's official statement to be prepared and distributed in connection with the sale of the Bonds.

The County failed to timely post its annual report for the fiscal year ended June 30, 2024. The County corrected the mistake on March 18, 2026. With that exception, the County is not aware of any failure to comply with its continuing disclosure undertakings in the last five years.

## **Legal Opinion and Transcript**

The book-entry Bonds and the approving opinion of Bass, Berry & Sims PLC, Nashville, Tennessee, Bond Counsel (which will be delivered with the Bonds), together with the Bond transcript, including a certificate as to no litigation from the County dated as of the date of the delivery of the Bonds, will be furnished to the purchaser at the expense of the County. As set forth in the Official Statement and subject to the limitations set forth therein, bond counsel's opinion will include an opinion that interest on the Bonds will be (i) excluded from gross income for federal income tax purposes as it relates to the Bonds; and (ii) is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals. Owners of the Bonds, however, may be subject to certain additional taxes or tax consequences arising with respect to ownership of the Bonds. For a discussion thereof, reference is hereby made to the Official Statement and the forms of opinions contained therein.

## **Bank Qualification**

The Bonds will be "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

## **Delivery and Payment**

The Bonds are expected to be ready for delivery within 28 days after the sale thereof, in book-entry form. At least five days' notice will be given to the successful bidder(s). Delivery will be made through the Depository Trust Company, New York, New York at the expense of the purchaser. Payment for the Bonds must be made in federal funds or other immediately available funds.

## **Further Information**

Copies of the Preliminary Official Statement may be obtained from the undersigned at the office of the County's Finance/Budget Director, 222 West Madison Street, Pulaski, Tennessee 38478, or from Stephens Inc., Attn: Ashley McAnulty, One American Center, 3100 West End Avenue, Suite 630, Nashville, Tennessee 37203, Telephone: (615) 279-4334 or (615) 279-4338; Fax: (615) 279-4351.

Graham Stowe  
County Executive

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**GILES COUNTY, TENNESSEE**

**\$8,500,000\* GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2026**

**OFFICIAL BID FORM**

The Honorable Graham Stowe  
County Executive  
222 West Madison Street  
Pulaski, Tennessee 38478

\_\_\_\_\_, 2026

For your legally issued, properly executed Giles County, Tennessee (the "County") \$8,500,000\* General Obligation Public Improvement Bonds, Series 2026 (the "Bonds") and in all respects to be as more fully outlined in your Detailed Notice of Sale, which by reference is made a part hereof, we will pay you a sum of \$\_\_\_\_\_.

The Bonds will be dated the date of issuance, will mature on April 1 as shown below, and shall bear interest at the following rates:

| <b>Maturity<br/>(April 1)*</b> | <b>Amount*</b> | <b>Interest<br/>Rate</b> | <b>Reoffering<br/>Price</b> | <b>Maturity<br/>(April 1)*</b> | <b>Amount*</b> | <b>Interest<br/>Rate</b> | <b>Reoffering<br/>Price</b> |
|--------------------------------|----------------|--------------------------|-----------------------------|--------------------------------|----------------|--------------------------|-----------------------------|
| 2027                           | \$290,000      | _____%                   | _____%                      | 2037                           | \$420,000      | _____%                   | _____%                      |
| 2028                           | 325,000        | _____                    | _____                       | 2038                           | 435,000        | _____                    | _____                       |
| 2029                           | 335,000        | _____                    | _____                       | 2039                           | 450,000        | _____                    | _____                       |
| 2030                           | 345,000        | _____                    | _____                       | 2040                           | 465,000        | _____                    | _____                       |
| 2031                           | 350,000        | _____                    | _____                       | 2041                           | 480,000        | _____                    | _____                       |
| 2032                           | 360,000        | _____                    | _____                       | 2042                           | 500,000        | _____                    | _____                       |
| 2033                           | 370,000        | _____                    | _____                       | 2043                           | 520,000        | _____                    | _____                       |
| 2034                           | 380,000        | _____                    | _____                       | 2044                           | 535,000        | _____                    | _____                       |
| 2035                           | 395,000        | _____                    | _____                       | 2045                           | 560,000        | _____                    | _____                       |
| 2036                           | 405,000        | _____                    | _____                       | 2046                           | 580,000        | _____                    | _____                       |

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

This bid is made with the understanding that the County will furnish without cost to the successful bidder the unqualified approving opinion of Bass, Berry & Sims PLC, Attorneys, Nashville, Tennessee, and the executed Bonds. We have exercised the option to designate two or more consecutive serial maturities as Term Bonds as set forth below:

Term Bond 1, due April 1, \_\_\_\_\_ includes the following maturities:

From April 1, \_\_\_\_\_ to April 1, \_\_\_\_\_.

Term Bond 2, due April 1, \_\_\_\_\_ includes the following maturities:

From April 1, \_\_\_\_\_ to April 1, \_\_\_\_\_.

|           |  |
|-----------|--|
| Firm Name |  |
|-----------|--|

In accordance with the terms of the Detailed Notice of Sale, we have or will make a good faith deposit for \$170,000 as set forth in the Detailed Notice of Sale, which is to be applied in accordance with the Detailed Notice of Sale. The good faith deposit may be provided in the form of:

1. **Federal Funds Wire Transfer.** A federal funds wire transfer submitted to the County or the County's Municipal Advisor by the successful bidder by 2:00 p.m. C.D.T. on the day of the sale provided the County awards the bid by 12:00 noon C.D.T. otherwise the wire shall be received not later than 11:00 a.m. C.D.T. on the next business day following the award. The County Executive reserves the right to adjust the time the deposit is to be received if there are problems with electronic transfers of funds or other acceptable reasons.
2. **Certified Check.** A bank certified check, bank cashier's check or a treasurer's check drawn upon an incorporated bank or trust company payable unconditionally to the order of the County. If a check is used, it must accompany a bid and be received by the time and date bids are required. If the successful bidder's Deposit is by check, the check will be deposited on the date of the sale.

Wire transfer instructions are available from Stephens Inc., Attn: Ashley McAnulty, One American Center, 3100 West End Avenue, Suite 630, Nashville, Tennessee 37203, Telephone (615) 279-4334 or (615) 279-4338; Fax: (615) 279-4351. If a successful bidder fails to timely make the Deposit for the Bonds, the award may be terminated in the discretion of the County Executive and the County shall be entitled to an amount equal to the Deposit as liquidated damages for failure of the successful bidder to comply with the terms of the award of the Bonds. The County Executive in his discretion may award the Bonds to the bidder whose bid results in the next lowest true interest cost to the County as the lowest complying bidder or hold a subsequent sale of the Bonds. The County shall have no liability to any bidder who fails to properly submit a Deposit.

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

Accepted this \_\_\_\_\_ day of \_\_\_\_\_, 2026

Respectfully submitted,

\_\_\_\_\_  
County Executive

\_\_\_\_\_  
Firm Name

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Title

\_\_\_\_\_  
Telephone Number of Person to Submit Bid

The following is for information purposes only.

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

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

## Summary Statement

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

|                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|----------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>ISSUER</b> .....              | Giles County, Tennessee (the "County").                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>ISSUES</b> .....              | \$8,500,000* General Obligation Public Improvement Bonds, Series 2026 (the "Bonds").                                                                                                                                                                                                                                                                                                                                                                                       |
| <b>PURPOSE</b> .....             | The Bonds are being issued to finance the (i) construction, renovation, improvement and equipping of the County Courthouse and other County office buildings and facilities; and (ii) acquisition of all property, real and personal, related to the foregoing; and (iii) payment of legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing; and (iv) payment of costs incident to the issuance and sale of the bonds. |
| <b>SECURITY</b> .....            | The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of principal of and interest on the Bonds, the full faith and credit of the County are irrevocably pledged.                                                                                                                                                                                                                      |
| <b>DATED DATE</b> .....          | Settlement Date.                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| <b>INTEREST DUE</b> .....        | Each April 1 and October 1, commencing October 1, 2026.*                                                                                                                                                                                                                                                                                                                                                                                                                   |
| <b>PRINCIPAL DUE</b> .....       | April 1, 2026* through April 1, 2046*.                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| <b>SETTLEMENT DATE</b> .....     | _____, 2026* (use for bidding purposes).                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| <b>OPTIONAL REDEMPTION</b> ..... | The Bonds, shall be subject to redemption at the option of the County at any time on or after April 1, 2035*, at a price of par plus accrued interest to the redemption date.                                                                                                                                                                                                                                                                                              |
| <b>RATING</b> .....              | "Aa2" by Moody's Investor's Service ("Moody's") based on documents and other information provided by the County. The rating reflects only the view of Moody's and neither the County, the Municipal Advisor nor the Underwriter makes any representations as to the appropriateness of such rating.                                                                                                                                                                        |

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

|                                                |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>TAX MATTERS .....</b>                       | In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the County, interest on the Bonds will be excluded from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax, except for certain corporations, as more fully described herein. For an explanation of certain tax consequences under federal law which may result from the ownership of the Bonds, see the discussion under the heading "Tax Matters" herein. Under existing law, the Bonds and the income therefrom will be exempt from all state, county and municipal taxation in the State of Tennessee, except Tennessee franchise and excise taxes. (See "Tax Matters" herein). |
| <b>BANK QUALIFICATION.....</b>                 | The Bonds will be "qualified tax-exempt obligations" pursuant to Section 265(b) of the Internal Revenue Code of 1986, as amended.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| <b>REGISTRATION AND PAYING<br/>AGENT .....</b> | U.S. Bank Trust Company, National Association, Nashville Tennessee.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| <b>MUNICIPAL ADVISOR.....</b>                  | Stephens Inc.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| <b>UNDERWRITER.....</b>                        | _____.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |

## **Official Statement**

### **Giles County, Tennessee**

#### **\$8,500,000\* General Obligation Public Improvement Bonds, Series 2026 (ULT) (Bank Qualified)**

### **Introduction**

The Official Statement, including the cover page and appendices hereto, is furnished in connection with the issuance by Giles County, Tennessee (the "County") of \$8,500,000\* General Obligation Public Improvement Bonds, Series 2026 (the "Bonds").

The Bonds are issuable under and in full compliance with the constitution and statutes of the State of Tennessee and pursuant to Resolution adopted by the Board of County Commissioners of the County on February 17, 2026 (the "Resolution") authorizing the execution, terms, issuance and sale of the Bonds.

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

### **The Bonds**

#### **Description**

The Bonds are being issued to finance the (i) construction, renovation, improvement and equipping of the County Courthouse and other County office buildings and facilities; and (ii) acquisition of all property, real and personal, related to the foregoing; and (iii) payment of legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing; and (iv) payment of costs incident to the issuance and sale of the bonds.

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

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

#### **Registration and Payment**

The Bonds will be initially registered only in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Bonds. U.S. Bank Trust Company, National Association, Nashville, Tennessee (the "Registration Agent") will make all interest payments with respect to the Bonds on each Interest Payment Date directly to the registered owners as shown on the Bond registration records maintained by the Registration Agent as of the close of business on the fifteenth day of the month next preceding the Interest Payment Date (the

"Regular Record Date") by check or draft mailed to such owners at their addresses shown on said registration records, without, except for final payment, the presentation or surrender of such registered Bonds, and all such payments shall discharge the obligations of the County in respect of such Bonds to the extent of the payments so made. Payment of principal of the Bonds shall be made upon presentation and surrender of such Bonds to the Registration Agent as the same shall become due and payable. In the event the Bonds are no longer registered in the name of DTC or its successor or assigns, if requested by the Owner of at least \$1,000,000 in aggregate principal amount of the Bonds, payment of interest on such Bonds shall be paid by wire transfer to a bank within the continental United States or deposited to a designated account if such account is maintained with the Registration Agent and written notice of any such election and designated account is given to the Registration Agent prior to the record date.

Any interest on any Bond which is payable but is not punctually paid or duly provided for on any interest payment date (hereinafter "Defaulted Interest") shall forthwith cease to be payable to the registered owner on the relevant Regular Record Date; and, in lieu thereof, such Defaulted Interest shall be paid by the County to the persons in whose names the Bonds are registered at the close of business on a date (the "Special Record Date") for the payment of such Defaulted Interest, which shall be fixed in the following manner: The County shall notify the Registration Agent in writing of the amount of Defaulted Interest proposed to be paid on each Bond and the date of the proposed payment, and at the same time the County shall deposit with the Registration Agent an amount of money equal to the aggregate amount proposed to be paid in respect of such Defaulted Interest or shall make arrangements satisfactory to the Registration Agent for such deposit prior to the date of the proposed payment, such money when deposited to be held in trust for the benefit of the persons entitled to such Defaulted Interest. Thereupon, not less than ten (10) days after the receipt by the Registration Agent of the notice of the proposed payment, the Registration Agent shall fix a Special Record Date for the payment of such Defaulted Interest which date shall not be more than fifteen (15) nor less than ten (10) days prior to the date of the proposed payment to the registered owners. The Registration Agent shall promptly notify the County of such Special Record Date and, in the name and at the expense of the County, not less than ten (10) days prior to such Special Record Date, shall cause notice of the proposed payment of such Defaulted Interest and the Special Record Date therefor to be mailed, first class postage prepaid, to each registered owner at the address thereof as it appears in the Bond registration records maintained by the Registration Agent as of the date of such notice. Nothing contained in the Resolution or in the Bonds shall impair any statutory or other rights in law or in equity of any registered owner arising as a result of the failure of the County to punctually pay or duly provide for the payment of principal of and interest on the Bonds when due.

### **Book-Entry-Only System**

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

DTC, the world's largest depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 2.2 million issues of U.S. and non-U.S. equity, corporate and municipal debt issues, and money market instrument from over 100 countries that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants

include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Fixed Income Clearing Corporation, and Emerging Markets Clearing Corporation (NSCC, FICC, and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange LLC, and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has the following Standard & Poor’s rating: AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://www.dtcc.com) and [www.dtc.org](http://www.dtc.org).

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC’s records. The ownership interest of each actual purchaser of each Bond (“Beneficial Owner”) is in turn to be recorded on the Direct and Indirect Participants’ records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC’s partnership nominee, Cede & Co. or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to DTC. If less than all of the Bonds within an issue are being redeemed, DTC’s practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor such other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC’s Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to Issuer as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.’s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC’s practice is to credit Direct Participants’ accounts, upon DTC’s receipt of funds and corresponding detail information from Issuer or Agent on payable date in accordance with their respective holdings shown on DTC’s

records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Registration Agent, or the Issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of County or Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

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

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

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that County believes to be reliable, but County takes no responsibility for the accuracy thereof.

**THE COUNTY AND THE REGISTRATION AGENT HAVE NO RESPONSIBILITY OR OBLIGATION TO PARTICIPANTS, OR TO ANY BENEFICIAL OWNER WITH RESPECT TO (I) THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC OR ANY PARTICIPANT; (II) THE PAYMENT BY DTC OR ANY PARTICIPANT OF ANY AMOUNT WITH RESPECT TO THE PRINCIPAL OF OR INTEREST ON THE BONDS; (III) THE DELIVERY OR TIMELINESS OF DELIVERY BY ANY PARTICIPANT OR ANY NOTICE TO ANY BENEFICIAL OWNER WHICH IS REQUIRED OR PERMITTED UNDER THE TERMS OF THE RESOLUTION TO BE GIVEN TO BONDHOLDERS; OR (IV) ANY CONSENT GIVEN OR OTHER ACTION TAKEN BY DTC OR CEDE & CO. AS BONDHOLDER.**

#### **Optional Redemption\***

The Bonds maturing on or before April 1, 2035 shall mature without option of prior redemption, and Bonds maturing April 1, 2036 and thereafter, shall be subject to redemption prior to maturity at the option of the Municipality on April 1, 2035 and thereafter, as a whole or in part, at any time at the redemption price of par plus accrued interest to the redemption date.

#### **Mandatory Redemption\***

Subject to any credits as permitted by the terms of the Resolution, the County shall redeem Bonds maturing on April 1, \_\_\_\_, on the redemption dates set forth below opposite the maturity date, in aggregate principal amounts equal to the respective dollar amounts set forth below opposite the respective redemption dates at a price of par plus accrued interest thereon to the date of redemption. If less than all the Bonds shall be called for redemption, the maturities to be redeemed shall be selected by the Board of County Commissioners in its discretion. If less than all the Bonds within a single maturity shall be called for redemption, the Bonds within a single maturity shall be selected determined by DTC, or such successor Depository, by lot or such other manner as DTC or such successor Depository, shall determine in the event the Bonds are being held under a Book Entry System. If not held under a Book Entry System and if less than all the Bonds of a maturity shall be called for redemption, the Bonds within the maturity to be redeemed shall be selected by the Registration Agent by lot or such other random manner as the Registration Agent shall elect. The dates of redemption and principal amount of Bonds to be redeemed on said dates are as follows:

Maturity

Redemption Date

Principal Amount to be Redeemed

**\*Final Maturity**

At its option, to be exercised on or before the forty-fifth (45th) day next preceding any such redemption date, the County may (i) deliver to the Registration Agent for cancellation Bonds of the maturity to be redeemed, in any aggregate principal amount desired, and/or (ii) receive a credit in respect of its mandatory redemption obligation for any Bonds of the maturity to be redeemed which prior to said date have been purchased or redeemed (other than through mandatory redemption) and cancelled by the Registration Agent and not theretofore applied as a credit against any mandatory redemption obligation. Each Bond so delivered or previously purchased or redeemed shall be credited by the Registration Agent at 100% of the principal amount thereof on the obligation of the County on such payment date, and any excess shall be credited on future redemption obligations in chronological order, and the principal amount of Bonds to be redeemed by mandatory redemption shall be accordingly reduced.

**Notice of Redemption**

Notice of call for redemption shall be given by the Registration Agent not less than twenty (20) nor more than sixty (60) days prior to the date fixed for redemption by sending an appropriate notice to the registered owners of the Bonds to be redeemed by first-class mail, postage prepaid, at the addresses shown on the Bond registration records of the Registration Agent as of the date of the notice; but neither failure to mail such notice nor any defect in any such notice so mailed shall affect the sufficiency of the proceedings for the redemption of any of the Bonds for which proper notice was given. An optional redemption notice may state that it is conditioned upon the deposit of moneys in an amount equal to the amount necessary to affect the redemption with the Registration Agent no later than the redemption date ("Conditional Redemption"). As long as DTC, or a successor Depository, is the registered owner of the Bonds, all redemption notices shall be mailed by the Registration Agent to DTC, or such successor Depository, as the registered owner of the Bonds, as and when above provided, and neither the County nor the Registration Agent shall be responsible for mailing notices of redemption to DTC Participants or Beneficial Owners. Failure of DTC, or any successor Depository, to provide notice to any DTC Participant will not affect the validity of such redemption. From and after any redemption date, all Bonds called for redemption shall cease to bear interest if funds are available at the office of the Registration Agent for the payment thereof and if notice has been duly provided as set forth in the Resolution. In the case of a Conditional Redemption, the failure of the County to make funds available in part or in whole on or before the redemption date shall not constitute an event of default, and the Registration Agent shall give immediate notice to the Depository or the affected Bondholders that the redemption did not occur and that the Bonds called for redemption and not so paid remain Outstanding.

**Security and Sources of Payment**

The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of principal of and interest on the Bonds, the full faith and credit of the County are irrevocably pledged.

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

covenants and provisions pursuant to which the Bonds are issued, reference is hereby made to the respective Resolution.

### **Remedies of Bondholders**

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

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

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

### **Discharge and Satisfaction of Bonds**

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

(a) By depositing sufficient funds as and when required with the Registration Agent, to pay the principal of and interest on such Bonds as and when the same become due and payable;

(b) By depositing or causing to be deposited with any trust company or financial institution whose deposits are insured by the Federal Deposit Insurance Corporation or similar federal agency and which has trust powers ("an Agent"; which Agent may be the Registration Agent) in trust or escrow, on or before the date of maturity or redemption, sufficient money or Defeasance Obligations, as hereafter defined, the principal of and interest on which, when due and payable, will provide sufficient moneys to pay or redeem such Bonds and to pay interest thereon when due until the maturity or redemption date (provided, if such Bonds are to be redeemed prior to maturity thereof, proper notice of such redemption shall have been given or adequate provision shall have been made for the giving of such notice);

(c) By delivering such Bonds to the Registration Agent, for cancellation by it;

and if the County shall also pay or cause to be paid all other sums payable under the Resolution, or make adequate provision therefor, and by resolution of the Governing Body instruct any such Escrow Agent to pay amounts when and as required to the Registration Agent for the payment of principal of and interest on such Bonds when due, then such Bonds shall be discharged and satisfied and all covenants, agreements and obligations of the County to the holders of such Bonds shall be fully discharged and satisfied.

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

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

## Plan of Financing

### Sources and Uses of Funds

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

#### Sources of Funds

|                               |          |
|-------------------------------|----------|
| Par Amount                    | \$ _____ |
| Reoffering Premium (Discount) | _____    |
| Total Sources                 | \$ _____ |

#### Uses of Funds

|                                  |          |
|----------------------------------|----------|
| Deposit to Project Fund          | _____    |
| Costs of Issuance <sup>(1)</sup> | _____    |
| Total Uses                       | \$ _____ |

(1) Includes all fees and expenses, including underwriter's discount and expenses

## Rating

The Bonds have been assigned a rating of "Aa2" by Moody's Investor's Service ("Moody's") based on documents and other information provided by the County. The rating reflects only the view of Moody's and neither the County, the Municipal Advisor nor the Underwriter makes any representation as to the appropriateness of such rating.

There is no assurance that such rating will continue for any given period of time or that it will not be lowered or withdrawn entirely. Any such downward change in or withdrawal of the rating may have an adverse effect on the secondary market price of the Bonds. Any explanation of the significance of the rating may be obtained from Moody's.

## Continuing Disclosure

The County will at the time the Bonds are delivered execute a Continuing Disclosure Certificate under which it will covenant for the benefit of holders and beneficial owners of the Bonds to (i) provide certain financial information and operating data relating to the County by not later than twelve months after the end of each fiscal year commencing with the fiscal year ending June 30, 2026 (the "Annual Report"), (ii) provide notice of the occurrence of certain enumerated events and (iii) provide timely notice of failure to provide any required financial information of the County. The Annual Report (and audited financial statements if filed separately) and notices described above will be filed by the County with the Municipal Securities Rulemaking Board ("MSRB") at [www.emma.msrb.org](http://www.emma.msrb.org) and with any State Information Depository which may be established in Tennessee (the "SID"). The specific nature of the information to be contained in the Annual Report or the notices of events is summarized below. These covenants have been made in order to assist the Underwriter in complying with Securities and Exchange Commission Rule 15c2-12(b), as it may be amended from time to time (the "Rule").

In the past five years, the County has not failed to comply in any material respect with any previous undertakings with regard to the Rule.

## **Future Issues**

The County has no additional debt planned or authorized for new capital projects at this time.

## **Litigation**

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

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

## **Approval of Legal Proceedings**

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

## **Tax Matters**

### **Federal**

**General.** Bass, Berry & Sims PLC, Nashville, Tennessee, is Bond Counsel for the Bonds. Their opinion under existing law, relying on certain statements by the Issuer and assuming compliance by the Issuer with certain covenants, is that interest on the Bonds:

- is excluded from a bondholder's federal gross income under the Internal Revenue Code of 1986, as amended (the "Code"), and
- is not a preference item for a bondholder under the federal alternative minimum tax on individuals under the Code; however, such interest is taken into account in determining the annual adjusted financial statement income of applicable corporations (as defined in Section 59(k) of the Code) for the purpose of computing the alternative minimum tax imposed on corporations for tax years beginning after December 31, 2023.

The Code imposes requirements on the Bonds that the Issuer must continue to meet after the Bonds are issued. These requirements generally involve the way that Bond proceeds must be invested and ultimately used. If the Issuer does not meet these requirements, it is possible that a bondholder may have to include interest on the Bonds in its federal gross income on a retroactive basis to the date of issue. The Issuer has covenanted to do everything necessary to meet these requirements of the Code.

A bondholder who is a particular kind of taxpayer may also have additional tax consequences from owning the Bonds. This is possible if a bondholder is:

- an S corporation,
- a United States branch of a foreign corporation,

- a financial institution,
- a property and casualty or a life insurance company,
- an individual receiving Social Security or railroad retirement benefits,
- an individual claiming the earned income credit
- a borrower of money to purchase or carry the Bonds, or
- an applicable corporation, as defined in Section 59(k) of the Code

If a bondholder is in any of these categories, it should consult its tax advisor.

Bond Counsel is not responsible for updating its opinion in the future. It is possible that future events or changes in applicable law could change the tax treatment of the interest on the Bonds or affect the market price of the Bonds. See also "Changes in Federal and State Tax Law" below in this heading.

Bond Counsel expresses no opinion on the effect of any action taken or not taken in reliance upon an opinion of other counsel on the federal income tax treatment of interest on the Bonds, or under State, local or foreign tax law.

**Bond Premium.** If a bondholder purchases a Bond for a price that is more than the principal amount, generally the excess is "Bond premium" on that Bond. The tax accounting treatment of Bond premium is complex. It is amortized over time and as it is amortized a bondholder's tax basis in that Bond will be reduced. The holder of a Bond that is callable before its stated maturity date may be required to amortize the premium over a shorter period, resulting in a lower yield on such Bonds. A bondholder in certain circumstances may realize a taxable gain upon the sale of a Bond with Bond premium, even though the Bond is sold for an amount less than or equal to the owner's original cost. If a bondholder owns any Bonds with Bond premium, it should consult its tax advisor regarding the tax accounting treatment of Bond premium.

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

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

If an owner purchasing a Bond through a brokerage account has executed a Form W-9 in connection with the establishment of such account, as generally can be expected, no backup withholding should occur. In any event, backup withholding does not affect the excludability of the interest on the Bonds from gross income for Federal income tax purposes. Any amounts withheld pursuant to backup withholding would be allowed as a refund or a credit against the owner's Federal income tax once the required information is furnished to the Internal Revenue Service.

## **Qualified Tax-Exempt Obligations**

Under the Code, in the case of certain financial institutions, no deduction from income under the federal tax law will be allowed for that portion of such institution's interest expense which is allocable to tax-exempt interest received on account of tax-exempt obligations acquired after August 7, 1986. The Code, however, provides that certain "qualified tax-exempt obligations", as defined in the Code, will be treated as if acquired on August 7, 1986. Based on an examination of the Code and the factual representations and covenants of the Municipality as to the Bonds, Bond Counsel has determined that the Bonds upon issuance will be "qualified tax-exempt obligations" within the meaning of the Code.

## **State Taxes**

Under existing law, the Bonds and the income therefrom are exempt from all present state, county and municipal taxes in Tennessee except (a) Tennessee excise taxes on interest on the Bonds during the period the Bonds are held or beneficially owned by any organization or entity, or other than a sole proprietorship or general partnership doing business in the State of Tennessee, and (b) Tennessee franchise taxes by reason of the inclusion of the book value of the Bonds in the Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee.

## **Changes in Federal and State Tax Law**

From time to time, there are Presidential proposals, proposals of various federal committees, and legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to herein or adversely affect the marketability or market value of the Bonds or otherwise prevent holders of the Bonds from realizing the full benefit of the tax exemption of interest on the Bonds. Further, such proposals may impact the marketability or market value of the Bonds simply by being proposed. It cannot be predicted whether or in what form any such proposal might be enacted or whether if enacted it would apply to bonds issued prior to enactment. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value, marketability or tax status of the Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Bonds would be impacted thereby. Purchasers of the Bonds should consult their tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The opinions expressed by Bond Counsel are based upon existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the Bonds, and Bond Counsel has expressed no opinion as of any date subsequent thereto or with respect to any proposed or pending legislation, regulatory initiatives or litigation.

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

### **Municipal Advisor**

Stephens Inc. is serving as Municipal Advisor to the County in connection with the issuance of the Bonds. Stephens Inc., in its capacity as Municipal Advisor, has relied on the opinion of Bond Counsel and has not verified and does not assume any responsibility for the information, covenants and representations contained in any of the legal documents with respect to the federal or state income tax status of the Bonds. The information set forth herein has been obtained by the County and other sources believed to be reliable. The Municipal Advisor has reviewed the information in this Official Statement in accordance with, and as part of, its responsibilities to the County and, as applicable, to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Municipal Advisor does not guarantee the accuracy or completeness of such information.

### **Underwriting**

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

The Underwriter may offer and sell the Bonds to certain dealers (including dealer banks and dealers depositing the Bonds into investment trusts) and others at prices different from the public offering prices stated on the cover page of this Official Statement. Such initial public offering prices may be changed from time to time by the Underwriter.

### **Forward Looking Statements**

The statements contained in this Official Statement, and in any other information provided that are not purely historic, are forward-looking statements, including statements regarding the expectations, hopes, intentions, or strategies regarding the future. Readers should not place undue reliance on forward-looking statements. All forward-looking statements included in this Official Statement are based on information available on the date hereof, and assumes no obligation to update any such forward-looking statements.

The forward-looking statements herein are necessarily based on various assumptions and estimates and are inherently subject to various risks and uncertainties, including risks and uncertainties relating to the possible invalidity of the underlying assumptions and estimates and possible changes or developments in social, economic, business, industry, market, legal and regulatory circumstances and conditions and actions taken or omitted to be taken by third parties, including customers, suppliers, business partners and competitors, and legislative, judicial and other governmental authorities and officials. Assumptions related to the foregoing involve judgments with respect to, among other things, future economic, competitive, and market conditions and future business and policy decisions, all of which are difficult or impossible to predict accurately and, therefore, there can be no assurance that the forward-looking statements included in this Official Statement would prove to be accurate.

### **Miscellaneous**

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

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

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### **Certificate of County Executive**

I, Graham Stowe, do hereby certify that I am the duly qualified and acting County Executive of Giles County, Tennessee, and as such official, I do hereby further certify with respect to the Official Statement dated \_\_\_\_\_, 2026 issued in connection with the sale of the County's \$8,500,000\* General Obligation Public Improvement Bonds, Series 2026 and to the best of my knowledge, information, and belief (a) the descriptions and statements contained in said Official Statement were at the time of acceptance of the winning bids and are on the date hereof true and correct in all material respects; and (b) that said Official Statement did not at the time of the acceptance of the winning bids and does not on the date hereof contain an untrue statement of a material fact or omit to state a material fact required to be stated where necessary to make the statements made, in light of the circumstances under which they are made, not misleading.

WITNESS my official signature this \_\_\_\_ day of \_\_\_\_\_, 2026.

/s/ \_\_\_\_\_  
County Executive

I, Carol Wade, do hereby certify that I am the duly qualified and acting County Clerk of Giles County, Tennessee, and as such official, I do hereby certify that Graham Stowe is the duly qualified and acting County Executive of said County and that the signature appended to the foregoing certificate is the true and genuine signature of such official.

WITNESS my official signature and the seal of said Giles County, Tennessee as of the date subscribed to the foregoing certificate.

/s/ \_\_\_\_\_  
County Clerk

(SEAL)

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## **APPENDIX A**

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

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(Proposed Form of Opinion of Bond Counsel)

Bass, Berry & Sims PLC  
21 Platform Way South, Suite 3500  
Nashville, Tennessee 37203

(Dated Closing Date)

We have acted as bond counsel to Giles County, Tennessee (the "Issuer") in connection with the issuance of \$8,500,000\* General Obligation Public Improvement Bonds, Series 2026, dated the date hereof (the "Bonds"). We have examined the law and such certified proceedings and other papers as we deemed necessary to render this opinion.

As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certifications of public officials furnished to us without undertaking to verify such facts by independent investigation.

Based on our examination, we are of the opinion, as of the date hereof, as follows:

1. The Bonds have been duly authorized, executed and issued in accordance with the constitution and laws of the State of Tennessee and constitute valid and binding general obligations of the Issuer.
2. The resolution of the Board of County Commissioners of the Issuer authorizing the Bonds has been duly and lawfully adopted, is in full force and effect and is the valid and binding agreement of the Issuer, enforceable in accordance with its terms.
3. The Bonds constitute general obligations of the Issuer for the payment of which the Issuer has validly and irrevocably pledged its full faith and credit. The principal of and interest on the Bonds are payable from unlimited ad valorem taxes to be levied on all taxable property within the County.
4. Interest on the Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code") and is not an item of tax preference for purposes of the federal alternative minimum tax; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. The opinion set forth in the preceding sentence is subject to the condition that the Issuer comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be, or continue to be, excludable from gross income for federal income tax purposes under Section 103 of the Code. Failure to comply with certain of such requirements could cause interest on the Bonds to be so includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds. The Issuer has covenanted to comply with all such requirements.
5. Under existing law, the Bonds and the income therefrom are exempt from all present state, county and municipal taxes in Tennessee except (a) Tennessee excise taxes on all or a portion of the interest on any of the Bonds during the period such Bonds are held or beneficially owned by any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee, and (b) Tennessee franchise taxes by reason of the inclusion of the book value of the Bonds in the Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership doing business in the State of Tennessee.

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

6. The Bonds are "qualified tax-exempt obligations" within the meaning of Section 265 of the Code.

It is to be understood that the rights of the owners of the Bonds and the enforceability of the Bonds and the resolution authorizing the Bonds may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted and that their enforcement may be subject to the exercise of judicial discretion in accordance with general principles of equity.

We express no opinion herein as to the accuracy, adequacy or completeness of the Official Statement relating to the Bonds.

This opinion is given as of the date hereof, and we assume no obligation to update or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

Yours truly,

**APPENDIX B**

Demographic and General Financial Information  
Related to the County

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## GILES COUNTY, TENNESSEE DEMOGRAPHIC AND GENERAL FINANCIAL INFORMATION

Giles County is located near the center of the southern boundary of Tennessee. Pulaski, the county seat, is 70 miles south of Nashville and 40 miles north of Huntsville, Alabama. The County was established in 1809 and consists of approximately 619 square miles with the five incorporated communities of Ardmore with an estimated population of 1,236, Elkton with 530, Lynnville with 321, Minor Hill with 520, and Pulaski having 8,241. The County's economy is diversified, with commercial, industrial, service: and agricultural employment. The principal agricultural crops are corn, soybeans, and cotton.

### Demographic Data

#### Population

According to U.S. Census Bureau estimates, Giles County's population was 30,971 in 2024 reflecting a 5 % increase since the 2010 Census and 2% increase since the 2020 census.

#### COUNTY-WIDE POPULATION

|                           | <u>County</u> | <u>Tennessee</u> |
|---------------------------|---------------|------------------|
| 1970 U.S. Census          | 22,138        | 3,926,018        |
| 1980 U.S. Census          | 24,625        | 4,600,252        |
| 1990 U.S. Census          | 25,803        | 4,890,626        |
| 2000 U.S. Census          | 29,453        | 5,703,719        |
| 2010 U.S. Census          | 29,409        | 6,355,518        |
| 2020 U.S. Census          | 30,344        | 6,927,736        |
| 2021 U.S. Census Estimate | 30,411        | 6,966,687        |
| 2022 U.S. Census Estimate | 30,560        | 7,063,325        |
| 2023 U.S. Census Estimate | 30,815        | 7,153,029        |
| 2024 U.S. Census Estimate | 30,971        | 7,251,291        |

Source: U.S. Census Bureau

#### Income and Housing

The per capita personal income and median housing values for Giles County over the last 10 years are as follows:

|                                 | <u>Giles County</u> | <u>Tennessee</u> | <u>% of State</u> |
|---------------------------------|---------------------|------------------|-------------------|
| 2015 Per Capita Personal Income | \$34,339            | \$41,937         | 81.9%             |
| 2016 Per Capita Personal Income | \$35,518            | \$42,938         | 82.7%             |
| 2017 Per Capita Personal Income | \$36,481            | \$44,407         | 82.2%             |
| 2018 Per Capita Personal Income | \$36,898            | \$46,449         | 79.4%             |
| 2019 Per Capita Personal Income | \$37,988            | \$48,903         | 77.7%             |
| 2020 Per Capita Personal Income | \$40,335            | \$51,945         | 77.6%             |
| 2021 Per Capita Personal Income | \$44,082            | \$57,491         | 76.7%             |
| 2022 Per Capita Personal Income | \$44,988            | \$59,099         | 76.1%             |
| 2023 Per Capita Personal Income | \$48,303            | \$62,039         | 77.9%             |
| 2024 Per Capita Personal Income | \$50,868            | \$64,908         | 78.4%             |

Source: Bureau of Economic Analysis, CA1-3 Personal Income Summary

## Median Housing Values

|                           | <b>Giles County</b> | <b>Tennessee</b> | <b>% of State</b> |
|---------------------------|---------------------|------------------|-------------------|
| 2015 Median Housing Value | \$141,500           | \$175,000        | 80.9%             |
| 2016 Median Housing Value | \$140,000           | \$185,000        | 75.7%             |
| 2017 Median Housing Value | \$139,800           | \$196,800        | 71.0%             |
| 2018 Median Housing Value | \$139,900           | \$210,000        | 66.6%             |
| 2019 Median Housing Value | \$155,000           | \$226,000        | 68.6%             |
| 2020 Median Housing Value | \$172,450           | \$244,900        | 70.4%             |
| 2021 Median Housing Value | \$199,500           | \$283,410        | 70.4%             |
| 2022 Median Housing Value | \$224,900           | \$325,000        | 69.2%             |
| 2023 Median Housing Value | \$220,000           | \$339,900        | 64.7%             |
| 2024 Median Housing Value | \$234,000           | \$353,000        | 66.3%             |

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

## Economic Data

### Recent Developments

In 2025 and 2026, Giles County and the City of Pulaski were awarded approximately \$964,000 in state economic development grants to support downtown revitalization efforts. This includes a \$500,000 Historic Development Grant for restoration of the Giles County Courthouse and a \$464,000 Downtown Improvement Grant to fund façade and commercial property upgrades across the downtown square. The courthouse project is expected to advance into construction in 2026.

In 2021, PES Energize was awarded a \$23.1mm grant for fiber broadband expansion as part of a \$446,770,282 grant package for expansion of internet across Tennessee. County officials also elected to commit funds toward the project bringing the total budget to approximately \$33mm. The expansion project is expected to bring high speed internet to over 3,000 additional county residents.

In 2021, Frito-Lay announce a \$100mm investment in its Giles County operations, expanding both manufacturing and storage capacity. The expansion was expected to result in over 100 additional job in the County.

Windsor Molds, a leading automotive plastic molding company, announced in 2020 that they would be investing over \$3.5mm in a 37,500 square foot expansion of their Giles County operations, bringing an additional 40 jobs to the area.

## Major Employers

### CURRENT LIST OF TOP EMPLOYERS

| <b>Employer</b>                 | <b>Employees</b> | <b>Product/Service</b>          |
|---------------------------------|------------------|---------------------------------|
| Giles County Board of Education | 650              | Education                       |
| Frito-Lay, Inc.                 | 585              | Snack Manufacturer              |
| Marelli Automotive Lighting     | 400              | Automotive Lights               |
| Adient                          | 268              | Automotive Seating              |
| Walmart Stores, Inc.            | 250              | Retail                          |
| Magotteaux, Inc.                | 234              | Advanced Manufacturing          |
| Windsor Mold USA Inc.           | 192              | Automotive Parts Molding        |
| Giles County Government         | 190              | Government Services             |
| Saargummi Tennessee, Inc.       | 188              | Automotive Product Manufacturer |
| Hillside Hospital, LLC          | 180              | Healthcare                      |

Source: Tennessee Department of Economic and Community Development.

## Labor Force, Employment and Unemployment Data

The labor force within the County has declined from 14,605 in 2015 to 13,216 in December of 2025, reflecting a 10% decrease. As of December 2025, the County's unemployment rate was 4.5% compared to the State average of 3.6% and the U. S. average of 4.4%.

| <b>Year</b> | <b>Employment</b> | <b>Unemployment</b> | <b>Total Labor Force</b> | <b>Unemployment Percent</b> |              |             |
|-------------|-------------------|---------------------|--------------------------|-----------------------------|--------------|-------------|
|             |                   |                     |                          | <b>County</b>               | <b>State</b> | <b>U.S.</b> |
| 2015        | 13,889            | 716                 | 14,605                   | 4.9%                        | 5.5%         | 5.3%        |
| 2016        | 12,803            | 617                 | 13,420                   | 4.6%                        | 4.7%         | 4.9%        |
| 2017        | 13,107            | 532                 | 13,639                   | 3.9%                        | 3.7%         | 4.4%        |
| 2018        | 12,912            | 552                 | 13,464                   | 4.1%                        | 3.5%         | 3.9%        |
| 2019        | 12,759            | 573                 | 13,332                   | 4.3%                        | 3.3%         | 3.7%        |
| 2020        | 11,825            | 1,227               | 13,052                   | 9.4%                        | 7.5%         | 8.1%        |
| 2021        | 12,368            | 665                 | 13,033                   | 5.1%                        | 4.5%         | 5.4%        |
| 2022        | 12,737            | 489                 | 13,226                   | 3.7%                        | 3.4%         | 3.7%        |
| 2023        | 12,547            | 482                 | 13,029                   | 3.7%                        | 3.2%         | 3.6%        |
| 2024        | 12,341            | 514                 | 12,855                   | 4.0%                        | 3.4%         | 4.0%        |
| December-25 | 12,621            | 595                 | 13,216                   | 4.5%                        | 3.6%         | 4.4%        |

Source: Bureau of Labor Statistics

## Location and Transportation

The County is located near the center of the southern boundary of Tennessee. Pulaski, the county seat, is 70 miles south of Nashville and 40 miles north of Huntsville, Alabama. Interstate 65 runs north and south through the County. U.S. 31, 31A and 64 and State route 11, also serve the County. Rail Transport In addition to the good highway system, the CSX Transportation and TN Southern Railroads run through the County.

**Air Transport**

The nearby Pulaski Abernathy Field handles corporate jets and pleasure craft. The Airport features a 5,000-foot runway and AWOS-III (Automated Weather Observation Station). The Nashville Metropolitan Airport, the nearest commercial airport is just 70 miles away in Nashville and is served by over twenty airlines operating to over 120 markets averaging more than 600 flights daily.

**Water Transport**

Forty miles south of the County, in Decatur, Alabama, is an inland port on the Tennessee River which offers access to the Ohio River, Tennessee River, Mississippi River, and the Gulf of Mexico and beyond.

**Health Care**

Southern Tennessee Regional Health System Pulaski is part of the Southern Tennessee Regional Health System, a regional network of hospitals and healthcare services serving communities in southern Tennessee. Southern Tennessee Regional Health System Pulaski was formerly known as Hillside Hospital, which was acquired by LifePoint Hospitals of Brentwood, Tennessee and rebranded along with four other rural hospitals in south central Tennessee. The Hospital has 95 beds serving the County with 24 hour physician staffed ER, outpatient surgery, Chemotherapy, Occupational, Speech and Physical Therapy, maternity ward and a six bed ICU. The hospital employs approximately 190 employees.

**Higher Education**

The Tennessee College of Applied Technology - Pulaski is part of the statewide vocational technical program. The school curriculum offers preparatory training in general industrial skills, and its primary objectives are to provide local industry with trained worker and specialized training or retraining needed by existing and prospective employees.

In 2021, Martin Methodist College agreed to join the University of Tennessee System forming the University of Tennessee Southern. Martin Methodist College was originally founded in 1870. The UT Southern campus has approximately 1,100 enrolled students.

## Public Education

The Giles County School System is a county system administered by an appointed Director of Schools and a school board elected by popular vote. The County School System provides public education for grades kindergarten through twelfth grade as prescribed by the State. The enrollment of the County School System is presented below.

| <b>AVERAGE DAILY MEMBERSHIP</b> |                             |
|---------------------------------|-----------------------------|
| <b>School Year</b>              | <b>Giles County Schools</b> |
| 2015-2016                       | 3,861                       |
| 2016-2017                       | 3,811                       |
| 2017-2018                       | 3,699                       |
| 2018-2019                       | 3,595                       |
| 2019-2020                       | 3,608                       |
| 2020-2021                       | 3,484                       |
| 2021-2022                       | 3,500                       |
| 2022-2023                       | 3,409                       |
| 2023-2024                       | 3,481                       |
| 2024-2025                       | 3,432                       |

Source: Tennessee Department of Education.

## Retirement Commitments

See page 55, Note H in Appendix C.

## Other Post-employment Benefits (“OPEB”)

See page 68, Note I in Appendix C.

## Government

Giles County government operates under the general laws and uniform structure for counties in Tennessee with a County Mayor, Highway Superintendent, Superintendent of Education, various county officials and a county legislative body.

As prescribed by state law, each county in Tennessee is required to hold an election every four years for the county legislative body members and other officials as required by the state constitution.

## **REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES**

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

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

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

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

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

- (a) Public Utility Property, to be assessed at 55% of its value;
- (b) Industrial and Commercial Property, to be assessed at 30% of its value; and
- (c) All other Tangible Personal Property (including that used in agriculture), to be assessed at 5% of its value, subject to an exemption of \$7,500 worth of Tangible Personal Property for personal household goods and furnishings, wearing apparel and other tangible personal property in the hands of a taxpayer.

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

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

### **County Taxation of Property**

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

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

### **Assessment of Property**

The function of assessment is to assess all property (with certain exceptions) to the person or persons owning or claiming to own such property on January 1 for the year for which the assessment is made. All assessment of real and personal property are required to be made annually and as of January 1 for the year to which the assessment applies. Not later than May 20 of each year, the assessor of property in each county is required to (a) make an assessment of all property in the county and (b) note upon the assessor's records the current classification and assessed value of all taxable property within the assessor's jurisdiction. The assessment records are open to public inspection at the assessor's office during normal business hours. The assessor is required to notify each taxpayer of any change in the classification or assessed value of the taxpayer's property and to cause a notice to be published in a newspaper of general circulation stating where and when such records may be inspected and describing certain information concerning the convening of the county board of equalization. The notice to taxpayers and such published notice are required to be provided and published at least 10 days before the local board of equalization begins its annual session.

## **Valuation for Property Tax Purposes**

The value of all property is based upon its sound, intrinsic and immediate value for purposes of sale between a willing seller and a willing buyer without consideration of speculative values. In determining the value of all property of every kind, the assessor is to be guided by, and follow the instructions of, the appropriate assessment manuals issued by the division of property assessments and approved by the State board of equalization. Such assessment manuals are required to take into account various factors that are generally recognized by appraisers as bearing on the sound, intrinsic and immediate economic value of property at the time of assessment. A property reappraisal was performed in 2022 and is reflected in the FY 2023 tax bills.

## **SELECTED FINANCIAL INFORMATION REGARDING THE COUNTY**

### **General**

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

Revenues available to pay principal and interest on the Bonds are accounted for in the Debt Service Fund, and are derived from the collection of ad valorem taxes levied on all taxable property within the boundaries of the County. Primarily, amounts on deposit in the Debt Service Fund are used exclusively to pay the principal of and interest on the Bonds and other general obligation debt of the County. Included as Appendix C to this Official Statement are the General Purpose Financial Statements and notes thereto for the fiscal year ended June 30, 2025. Potential purchasers should read Appendix C in its entirety for more complete information concerning the County's financial position.

The County uses the modified accrual basis of accounting for all Governmental Funds, Expendable Trust Funds and Agency Funds. Under the modified accrual basis of accounting, revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized when the related fund liability is incurred. Funds where expenditures determine the eligibility for grants recognize revenue at the time of the expenditures. Grant proceeds received prior to meeting the aforementioned revenue recognition policy are recorded as deferred revenues. Principal and interest on general long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the General Debt Service Fund for payments to be made early in the following year.

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

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

**FOR ADDITIONAL INFORMATION REGARDING THESE FUNDS, SEE NOTES TO THE ANNUAL FINANCIAL REPORT OF THE COUNTY FOR THE FISCAL YEAR ENDED JUNE 30, 2025, IN APPENDIX C HERETO.**

## SUMMARY OF OUTSTANDING COUNTY-WIDE DEBT

(As of June 30, 2025)

| Original<br>Issue Amount       | Issue                                        | Date<br>Issued | Maturity<br>Date | Interest Rate | Principal<br>Outstanding<br>June 30, 2025 |
|--------------------------------|----------------------------------------------|----------------|------------------|---------------|-------------------------------------------|
| <b>Bonds</b>                   |                                              |                |                  |               |                                           |
| 7,990,000                      | General Obligation School Bonds, Series 2024 | 03/28/24       | 04/01/34         | 4.00% - 5.00% | 7,280,000                                 |
| 8,500,000                      | Proposed GO Bonds, Series 2026               | TBD            | 04/01/46         | TBD           | 8,500,000 <sup>(2)</sup>                  |
| Total Bonds                    |                                              |                |                  |               | <u>\$ 15,780,000</u>                      |
| Total Current Outstanding Debt |                                              |                |                  |               | <u><u>\$ 15,780,000</u></u>               |

## COUNTY-WIDE DEBT STATEMENT

(Principal Outstanding as of June 30, 2025)

### Outstanding Debt

Total Current Outstanding Debt \$ 15,780,000

### Gross Direct Debt

\$ 15,780,000

Less: General Debt Service Fund Balance as of June 30, 2025 (954,848)

**Net Direct Debt** \$ 14,825,152

### Net Overlapping Debt (as of June 30, 2025)

Ardmore (Portion in Giles County) \$0

Elkton 0

Lynnville(Estimate) 0

Minor Hill 0

Pulaski(Estimate) 0

**Total Net Overlapping Debt** \$0

**Overall Net Debt** \$14,825,152

(1) As of 6/30/2025 and Adjusted for Proposed Series 2026 Bonds.

(2) Preliminary, Subject to Change.

Sources: Annual Financial Reports prepared by The Comptroller of the Treasury, Division of County Audit, for the year ending June 30, 2025, Giles County Department of Finance, and information from various cities.

## COUNTY-WIDE DEBT RECORD

**There is no record of a default of payment of principal and interest from information available.**

### COUNTY-WIDE POPULATION

|                           | <u>County</u> | <u>Tennessee</u> |
|---------------------------|---------------|------------------|
| 1970 U.S. Census          | 22,138        | 3,926,018        |
| 1980 U.S. Census          | 24,625        | 4,600,252        |
| 1990 U.S. Census          | 25,803        | 4,890,626        |
| 2000 U.S. Census          | 29,453        | 5,703,719        |
| 2010 U.S. Census          | 29,409        | 6,355,518        |
| 2020 U.S. Census          | 30,344        | 6,927,736        |
| 2021 U.S. Census Estimate | 30,411        | 6,966,687        |
| 2022 U.S. Census Estimate | 30,560        | 7,063,325        |
| 2023 U.S. Census Estimate | 30,815        | 7,153,029        |
| 2024 U.S. Census Estimate | 30,971        | 7,251,291        |

Source: U.S. Census Bureau

### COUNTY-WIDE PER CAPITA DEBT RATIOS

|                            |          |
|----------------------------|----------|
| Outstanding Debt           | \$509.51 |
| Gross Direct Debt          | \$509.51 |
| Net Direct Debt            | \$478.68 |
| Total Net Overlapping Debt | \$0.00   |
| Overall Net Debt           | \$478.68 |

### COUNTY-WIDE DEBT RATIOS

|                               | <u>Assessed<br/>Value</u> | <u>Estimated<br/>Actual Value</u> |
|-------------------------------|---------------------------|-----------------------------------|
| Property Values               | \$943,631,370             | \$4,527,101,794                   |
| Outstanding Debt to           | 1.67%                     | 0.35%                             |
| Gross Direct Debt to          | 1.67%                     | 0.35%                             |
| Net Direct Debt to            | 1.57%                     | 0.33%                             |
| Total Net Overlapping Debt to | 0.00%                     | 0.00%                             |
| Overall Net Debt to           | 1.57%                     | 0.33%                             |

### COUNTY-WIDE DEBT TREND

| <u>Fiscal Year Ending</u>     | <u>06/30/25</u>    | <u>06/30/24</u>    | <u>06/30/23</u> | <u>06/30/22</u> | <u>06/30/21</u> |
|-------------------------------|--------------------|--------------------|-----------------|-----------------|-----------------|
| Bonds                         | \$7,280,000        | \$7,990,000        | \$0             | \$0             | \$0             |
| <b>Total Debt Outstanding</b> | <b>\$7,280,000</b> | <b>\$7,990,000</b> | <b>\$0</b>      | <b>\$0</b>      | <b>\$0</b>      |

Sources: Annual Financial Reports prepared by The Comptroller of the Treasury, Division of County Audit, for the years ending June 30, 2021 to 2025.

# COUNTY-WIDE DEBT SERVICE REQUIREMENTS

(As of June 30, 2025)

| Yr. No. | Year Ended June 30 | Outstanding Principal (As of 6/30/2025) | Plus: Proposed GO Bonds, Series 2026 <sup>(2)</sup> | Total Principal Requirements | Percent Principal Retired | Outstanding Interest (As of 6/30/2025) | Plus: Proposed GO Bonds, Series 2026 <sup>(2)</sup> | Total Interest Requirements | Total Debt Service Requirements |
|---------|--------------------|-----------------------------------------|-----------------------------------------------------|------------------------------|---------------------------|----------------------------------------|-----------------------------------------------------|-----------------------------|---------------------------------|
| 1       | 2026               | 660,000                                 |                                                     | 660,000                      |                           | 345,050                                |                                                     | 345,050                     | 1,005,050                       |
| 2       | 2027               | 695,000                                 | 290,000                                             | 985,000                      |                           | 312,050                                | 314,570                                             | 626,620                     | 1,611,620                       |
| 3       | 2028               | 730,000                                 | 325,000                                             | 1,055,000                    |                           | 277,300                                | 278,288                                             | 555,588                     | 1,610,588                       |
| 4       | 2029               | 765,000                                 | 335,000                                             | 1,100,000                    |                           | 240,800                                | 270,000                                             | 510,800                     | 1,610,800                       |
| 5       | 2030               | 805,000                                 | 345,000                                             | 1,150,000                    | 31.37%                    | 202,550                                | 261,290                                             | 463,840                     | 1,613,840                       |
| 6       | 2031               | 845,000                                 | 350,000                                             | 1,195,000                    |                           | 162,300                                | 252,148                                             | 414,448                     | 1,609,448                       |
| 7       | 2032               | 885,000                                 | 360,000                                             | 1,245,000                    |                           | 120,050                                | 242,698                                             | 362,748                     | 1,607,748                       |
| 8       | 2033               | 930,000                                 | 370,000                                             | 1,300,000                    |                           | 75,800                                 | 232,798                                             | 308,598                     | 1,608,598                       |
| 9       | 2034               | 965,000                                 | 380,000                                             | 1,345,000                    |                           | 38,600                                 | 222,253                                             | 260,853                     | 1,605,853                       |
| 10      | 2035               |                                         | 395,000                                             | 395,000                      | 66.10%                    |                                        | 210,853                                             | 210,853                     | 605,853                         |
| 11      | 2036               |                                         | 405,000                                             | 405,000                      |                           |                                        | 198,805                                             | 198,805                     | 603,805                         |
| 12      | 2037               |                                         | 420,000                                             | 420,000                      |                           |                                        | 185,643                                             | 185,643                     | 605,643                         |
| 13      | 2038               |                                         | 435,000                                             | 435,000                      |                           |                                        | 171,363                                             | 171,363                     | 606,363                         |
| 14      | 2039               |                                         | 450,000                                             | 450,000                      |                           |                                        | 156,138                                             | 156,138                     | 606,138                         |
| 15      | 2040               |                                         | 465,000                                             | 465,000                      | 79.88%                    |                                        | 139,938                                             | 139,938                     | 604,938                         |
| 16      | 2041               |                                         | 480,000                                             | 480,000                      |                           |                                        | 122,965                                             | 122,965                     | 602,965                         |
| 17      | 2042               |                                         | 500,000                                             | 500,000                      |                           |                                        | 105,205                                             | 105,205                     | 605,205                         |
| 18      | 2043               |                                         | 520,000                                             | 520,000                      |                           |                                        | 86,205                                              | 86,205                      | 606,205                         |
| 19      | 2044               |                                         | 535,000                                             | 535,000                      |                           |                                        | 66,185                                              | 66,185                      | 601,185                         |
| 20      | 2045               |                                         | 560,000                                             | 560,000                      | 96.32%                    |                                        | 45,320                                              | 45,320                      | 605,320                         |
| 21      | 2046               |                                         | 580,000                                             | 580,000                      | 100.00%                   |                                        | 23,200                                              | 23,200                      | 603,200                         |
|         |                    | <b>\$7,280,000</b>                      | <b>\$8,500,000</b>                                  | <b>\$15,780,000</b>          |                           | <b>\$1,774,500</b>                     | <b>\$3,585,860</b>                                  | <b>\$5,360,360</b>          | <b>\$21,140,360</b>             |

(1) As of 6/30/2025 and adjusted for Proposed GO Bonds, Series 2026.

(2) Preliminary, subject to change.

Source: Annual Financial Report prepared by The Comptroller of the Treasury, Division of County Audit, for the year ending June 30, 2025.

# **COUNTY-WIDE PROPERTY VALUATION AND PROPERTY TAX**

| Fiscal Year<br>Tax Year                 | (Reappraisal)          |                        |                        |                        |                        |
|-----------------------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
|                                         | 2024-2025<br>2024      | 2023-2024<br>2023      | 2022-2023<br>2022      | 2021-2022<br>2021      | 2020-2021<br>2020      |
| <b>ESTIMATED ACTUAL VALUES</b>          |                        |                        |                        |                        |                        |
| Residential & Farm                      | \$3,655,631,675        | \$2,692,356,800        | \$2,633,182,900        | \$2,270,551,325        | \$1,888,672,201        |
| Commercial & Industrial                 | 499,373,869            | 367,844,900            | 355,298,000            | 379,692,862            | 326,824,778            |
| Personal Tangible Property              | 299,945,139            | 303,028,750            | 291,459,690            | 278,263,793            | 256,598,901            |
| Public Utilities                        | 72,151,111             | 90,518,105             | 82,666,690             | 59,566,818             | 64,959,927             |
| <b>Total Estimated Actual Values</b>    | <b>\$4,527,101,794</b> | <b>\$3,453,748,555</b> | <b>\$3,362,607,280</b> | <b>\$2,988,074,798</b> | <b>\$2,537,055,807</b> |
| Annual Percentage Change                | 31.08%                 | 2.71%                  | 12.53%                 | 17.78%                 | 1.02%                  |
| Estimated Per Capita Amount             | \$146,172              | \$112,080              | \$110,033              | \$98,256               | \$83,610               |
| <b>ASSESSED VALUES</b>                  |                        |                        |                        |                        |                        |
| Residential & Farm (at 25%)             | \$688,735,845          | \$673,122,500          | \$658,326,880          | \$426,779,600          | \$417,426,025          |
| Commercial & Industrial (at 40%)        | 150,511,280            | 147,137,960            | 142,119,200            | 114,181,240            | 115,565,240            |
| Personal Tangible Property (at 30%)     | 72,890,285             | 90,908,662             | 87,437,952             | 69,728,322             | 69,059,395             |
| Public Utilities (at 30%-55%)           | 31,493,960             | 39,511,153             | 36,084,010             | 26,000,916             | 28,355,008             |
| <b>Total Assessed Values</b>            | <b>\$943,631,370</b>   | <b>\$950,680,275</b>   | <b>\$923,968,042</b>   | <b>\$636,690,078</b>   | <b>\$630,405,668</b>   |
| Annual Percentage Change                | -0.74%                 | 2.89%                  | 45.12%                 | 1.00%                  | 0.55%                  |
| Estimated Per Capita Amount             | \$30,468               | \$30,851               | \$30,235               | \$20,936               | \$20,775               |
| <b>Appraisal Ratio</b>                  | <b>75.35%</b>          | <b>100.00%</b>         | <b>100.00%</b>         | <b>75.18%</b>          | <b>88.40%</b>          |
| <b>Assessed Values to Actual Values</b> | <b>20.84%</b>          | <b>27.53%</b>          | <b>27.48%</b>          | <b>21.31%</b>          | <b>24.85%</b>          |
| <b>Total Property Tax Rate</b>          | <b>\$1.9863</b>        | <b>\$1.9863</b>        | <b>\$1.9863</b>        | <b>\$2.8247</b>        | <b>\$2.8247</b>        |
| <b>Taxes Levied</b>                     | <b>\$18,743,350</b>    | <b>\$18,883,362</b>    | <b>\$18,352,777</b>    | <b>\$17,984,585</b>    | <b>\$17,807,069</b>    |
| <b>Collections</b>                      |                        |                        |                        |                        |                        |
| Current Fiscal Year                     | \$18,476,986           | \$18,556,211           | \$17,841,148           | \$17,596,017           | \$17,320,663           |
| Percent Collected Current FY            | 98.58%                 | 98.27%                 | 97.21%                 | 97.84%                 | 97.27%                 |

Sources: State Board of Equalization, 2020 - 2024 Tax Aggregate Report of Tennessee and Annual Financial Reports prepared by The Comptroller of the Treasury, Division of County Audit.

## COUNTY-WIDE TOP TAXPAYERS

| <u>Business</u>            | <u>Assessed Value</u> | <u>Assessed Value<br/>as a % of<br/>Total Assessment</u> |
|----------------------------|-----------------------|----------------------------------------------------------|
| Frito-Lay                  | \$11,260,612          | 1.19%                                                    |
| Texas Eastern Transmission | \$9,716,919           | 1.03%                                                    |
| Automotive Lighting North  | 9,594,096             | 1.02%                                                    |
| Wakefield Realty           | 7,256,730             | 0.77%                                                    |
| MagotteauxPulaski Inc      | 7,052,144             | 0.75%                                                    |
| National Health Investors  | 5,884,292             | 0.62%                                                    |
| CsxTransportation          | 5,735,309             | 0.61%                                                    |
| Saargummi TN               | 4,740,040             | 0.50%                                                    |
| Marelli North America      | 4,558,238             | 0.48%                                                    |
| FCA US LLC                 | 4,385,843             | 0.46%                                                    |

Source: County Officials.

## COUNTY-WIDE FUND BALANCES

| <u>Fiscal Years Ending</u>        | <u>06/30/25</u> | <u>06/30/24</u> | <u>06/30/23</u> | <u>06/30/22</u> | <u>06/30/21</u> |
|-----------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| <b>GOVERNMENTAL FUNDS</b>         |                 |                 |                 |                 |                 |
| General Government Fund           | \$11,171,116    | \$11,444,416    | \$16,835,226    | \$16,723,322    | \$10,949,357    |
| Highway/Public Works Fund         | 2,901,794       | 2,758,796       | 2,074,239       | 2,103,258       | 1,956,012       |
| Debt Service Fund                 | 954,848         | 646,960         | 482,983         | 472,403         | 1,829,666       |
| Special Revenue Funds             | 168,848         | 156,406         | 165,591         | 219,720         | 80,424          |
| General Capital Projects Fund     | 6,331,223       | 9,586,990       | 4,828,162       | 5,634,134       | 4,425,144       |
| Giles County Schools              | 12,517,126      | 13,571,543      | 10,375,165      | 13,005,101      | 10,008,116      |
| Educational Capital Projects Fund | 5,804,784       | 10,696,332      | 11,527,737      | 7,817,783       | 6,692,561       |
| Total Governmental Funds          | 39,849,739      | 48,861,443      | 46,289,103      | 45,975,721      | 35,941,280      |

Sources: Annual Financial Reports prepared by The Comptroller of the Treasury, Division of County Audit, for the years ending June 30, 2021 - 2025 and County officials.

## COUNTY-WIDE LOCAL SALES TAX

| <u>Fiscal Years Ending</u>            | <u>06/30/25</u> | <u>06/30/24</u> | <u>06/30/23</u> | <u>06/30/22</u> | <u>06/30/21</u> |
|---------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| <b>Rate (Percent of retail sales)</b> | 2.50%           | 2.50%           | 2.50%           | 2.50%           | 2.50%           |
| <b>Distribution</b>                   |                 |                 |                 |                 |                 |
| General Fund                          | \$500,000       | \$500,000       | \$500,000       | \$0             | \$0             |
| General Capital Projects Fund         | 1,073,286       | 794,887         | 853,044         | 1,223,539       | 1,015,345       |
| General Purpose Schools Fund          | 6,662,854       | 6,332,808       | 6,132,075       | 5,959,548       | 5,235,227       |
| <b>Total Amount Collected</b>         | \$8,236,140     | \$7,627,695     | \$7,485,119     | \$7,183,087     | \$6,250,572     |
| <b>% Increase</b>                     | 7.98%           | 1.90%           | 4.20%           | 14.92%          | 19.33%          |

Sources: Annual Financial Reports prepared by The Comptroller of the Treasury, Division of County Audit, for the years ending June 30, 2021 - 2025 and County officials.

**APPENDIX C**

Comprehensive Annual Financial Report of the County for the  
Fiscal Year Ended June 30, 2025

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## ANNUAL FINANCIAL REPORT

### Giles County, Tennessee

*For the Year Ended June 30, 2025*

**Jason E. Mumpower**  
*Comptroller of the Treasury*



**DIVISION OF  
LOCAL GOVERNMENT AUDIT**

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

**COMPTROLLER OF THE TREASURY**  
*JASON E. MUMPOWER*

**DIVISION OF LOCAL GOVERNMENT AUDIT**  
*JAMES R. ARNETTE*  
*Director*

*JEFF BAILEY, CPA, CGFM, CFE*  
*Audit Manager*

This financial report is available at [www.comptroller.tn.gov](http://www.comptroller.tn.gov).

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## GILES COUNTY, TENNESSEE

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## Summary of Audit Findings

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

### *Scope*

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

### *Results*

Our report on the financial statements of Giles County is unmodified.

Our audit resulted in two findings and recommendations, which we have reviewed with Giles 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:

#### **OFFICES OF DIRECTOR OF SCHOOLS AND FINANCE DIRECTOR**

- ◆ The school department entered into a lease agreement in violation of the Financial Management Act of 1981.
- ◆ The office failed to file grant documentation timely.



# INTRODUCTORY SECTION

## **GILES COUNTY OFFICIALS**

June 30, 2025

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### **Officials**

Graham Stowe, County Executive  
Gene Barnickle, Highway Commissioner  
Vickie Beard, Director of Schools  
Tony Risner, Trustee  
Tommy Hyatt, Assessor of Property  
Carol Wade, County Clerk  
Natalie Oakley, Circuit and General Sessions Courts Clerk  
Crystal Greene, Clerk and Master  
Tammy Helton, Register of Deeds  
Joe Purvis, Sheriff  
Elizabeth Moore-Sumners, Finance Director

### **Board of County Commissioners**

Graham Stowe, County Executive, Chairman  
James Lathrop  
Erin Curry  
Joyce Woodard  
Terry Jones  
David Wamble  
Tracy Wilburn  
David Adams  
Annelle Guthrie  
Tim Risner  
Matthew Hopkins

Caleb Savage  
Roger Reedy  
Brad Butler  
Gayle Jones  
Matt Rubelsky  
Rose Brown  
Joseph Sutton  
Evan Baddour  
Shelly Goolsby  
Judy Pruett  
Carman Brown

### **Board of Education**

Knox Vanderpool, Chairman  
LeAnn Gordon  
Chris McAlister  
Scooter Sumners

Willa Smith  
Mary McCloud  
Richie Brewer

### **Financial Management Committee**

Graham Stowe, County Executive, Chairman  
Vickie Beard, Director of Schools  
Gene Barnickle, Highway Commissioner  
Matthew Hopkins  
Matt Rubelsky  
David Wamble  
Tracy Wilburn

### **Audit Committee**

Evan Baddour, Chairman  
David Adams  
Carman Brown  
Erin Curry  
Matthew Hopkins  
Matt Rubelsky  
David Wamble

## FINANCIAL SECTION



JASON E. MUMPOWER  
*Comptroller*

## **Independent Auditor's Report**

Giles County Executive and  
Board of County Commissioners  
Giles County, Tennessee

To the County Executive and Board of County Commissioners:

### **Report on the Audit for the Financial Statements**

#### ***Opinions***

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

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Giles County, Tennessee, as of June 30, 2025, 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.

We did not audit the financial statements of the Internal School Fund of the Giles County School Department (a discretely presented component unit), which represent 1.71 percent, 2.1 percent, and 3.68 percent, respectively, of the assets, net position, and revenues of the discretely presented school department component unit. Those amounts were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to amounts included for the Giles County School Department's Internal School Fund is based solely on the reports of the other auditors.

#### ***Basis for Opinions***

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

## ***Changes in Accounting Principle***

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

## ***Emphasis of Matter***

We draw attention to Note I.D.11. to the financial statements, which describes restatements to the beginning Governmental Activities net position totaling (\$20,279) for the primary government and (\$168,101) for the discretely presented Giles County School Department. These restatements were necessary because of the transitional requirements of GASB Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

## ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Giles County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Giles County's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Giles County's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

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

Accounting principles generally accepted in the United States of America require that the schedule of changes in the county's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in the total OPEB liability and related ratios as listed under Required Supplementary Information in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Giles County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the Other Capital Projects Fund, combining and individual fund financial statements of the Giles County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the Other Capital Projects Fund, combining and individual fund financial statements of the Giles County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## *Other Information*

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

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

## **Other Reporting Requirements *by Government Auditing Standards***

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

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

November 19, 2025

JEM/gc

## BASIC FINANCIAL STATEMENTS SECTION

**GILES COUNTY, TENNESSEE**  
**Statement of Net Position**  
**June 30, 2025**

|                                                              | <b>Primary<br/>Government<br/>Governmental<br/>Activities</b> | <b>Component<br/>Unit<br/>Giles<br/>County<br/>School<br/>Department</b> |
|--------------------------------------------------------------|---------------------------------------------------------------|--------------------------------------------------------------------------|
| <b>ASSETS</b>                                                |                                                               |                                                                          |
| Cash                                                         | \$ 0                                                          | \$ 1,168,606                                                             |
| Equity in Pooled Cash and Investments                        | 20,268,309                                                    | 14,812,725                                                               |
| Inventories                                                  | 0                                                             | 121,287                                                                  |
| Accounts Receivable                                          | 5,060,952                                                     | 2,579                                                                    |
| Allowance for Uncollectible                                  | (3,686,258)                                                   | 0                                                                        |
| Due from Other Governments                                   | 1,813,560                                                     | 2,933,385                                                                |
| Property Taxes Receivable                                    | 11,408,330                                                    | 6,603,248                                                                |
| Allowance for Uncollectible Property Taxes                   | (172,904)                                                     | (100,078)                                                                |
| Lease Receivable - Current                                   | 61,557                                                        | 0                                                                        |
| Lease Receivable - Long-term                                 | 86,748                                                        | 0                                                                        |
| Net Pension Asset - Teacher Retirement Plan                  | 0                                                             | 252,906                                                                  |
| Net Pension Asset - Teacher Legacy Pension Plan              | 0                                                             | 6,346,897                                                                |
| Restricted Assets - Amounts Accumulated for Pension Benefits | 0                                                             | 814,045                                                                  |
| Capital Assets:                                              |                                                               |                                                                          |
| Assets Not Depreciated:                                      |                                                               |                                                                          |
| Land                                                         | 367,929                                                       | 621,198                                                                  |
| Construction in Progress                                     | 4,679,563                                                     | 7,744,425                                                                |
| Assets Net of Accumulated Depreciation/Amortization:         |                                                               |                                                                          |
| Buildings and Improvements                                   | 4,038,383                                                     | 22,987,800                                                               |
| Infrastructure                                               | 15,806,011                                                    | 0                                                                        |
| Other Capital Assets                                         | 3,793,356                                                     | 4,093,343                                                                |
| Intangible Right-to-Use Assets                               | 475,852                                                       | 0                                                                        |
| Total Assets                                                 | <u>\$ 64,001,388</u>                                          | <u>\$ 68,402,366</u>                                                     |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                        |                                                               |                                                                          |
| Pension Changes in Experience                                | \$ 1,315,412                                                  | \$ 2,598,817                                                             |
| Pension Changes in Assumptions                               | 0                                                             | 100,500                                                                  |
| Pension Changes in Proportion                                | 0                                                             | 184,838                                                                  |
| Pension Contributions After Measurement Date                 | 832,893                                                       | 1,509,727                                                                |
| OPEB Changes in Experience                                   | 2,511                                                         | 575,121                                                                  |
| OPEB Changes in Proportion                                   | 0                                                             | 31,983                                                                   |
| OPEB Changes in Assumptions                                  | 129,525                                                       | 571,217                                                                  |
| OPEB Benefits Paid After Measurement Date                    | 13,830                                                        | 352,579                                                                  |
| Total Deferred Outflows of Resources                         | <u>\$ 2,294,171</u>                                           | <u>\$ 5,924,782</u>                                                      |

(Continued)

**GILES COUNTY, TENNESSEE**  
**Statement of Net Position (Cont.)**

|                                        | <b>Primary<br/>Government<br/>Governmental<br/>Activities</b> | <b>Component<br/>Unit<br/>Giles<br/>County<br/>School<br/>Department</b> |
|----------------------------------------|---------------------------------------------------------------|--------------------------------------------------------------------------|
| <b>LIABILITIES</b>                     |                                                               |                                                                          |
| Accounts Payable                       | \$ 485,061                                                    | \$ 7,551                                                                 |
| Accrued Interest Payable               | 86,263                                                        | 0                                                                        |
| Payroll Deductions Payable             | 163,290                                                       | 955,800                                                                  |
| Other Withholding Taxes                | 0                                                             | 15,531                                                                   |
| Noncurrent Liabilities:                |                                                               |                                                                          |
| Due Within One Year - Debt             | 660,000                                                       | 0                                                                        |
| Due Within One Year - Other            | 514,029                                                       | 659,920                                                                  |
| Due in More Than One Year - Debt       | 7,323,603                                                     | 0                                                                        |
| Due in More Than One Year - Other      | 1,169,737                                                     | 6,883,177                                                                |
| Total Liabilities                      | <u>\$ 10,401,983</u>                                          | <u>\$ 8,521,979</u>                                                      |
| <b>DEFERRED INFLOWS OF RESOURCES</b>   |                                                               |                                                                          |
| Deferred Current Property Taxes        | \$ 10,918,694                                                 | \$ 6,319,842                                                             |
| Deferred Leases Receivable             | 140,028                                                       | 0                                                                        |
| Pension Changes in Experience          | 0                                                             | 77,700                                                                   |
| Pension Changes on Investment Earnings | 405,842                                                       | 1,551,944                                                                |
| Pension Changes in Proportion          | 0                                                             | 331,045                                                                  |
| OPEB Changes in Experience             | 129,613                                                       | 909,878                                                                  |
| OPEB Changes in Proportion             | 0                                                             | 458,624                                                                  |
| OPEB Changes in Assumptions            | 143,846                                                       | 463,069                                                                  |
| Total Deferred Inflows of Resources    | <u>\$ 11,738,023</u>                                          | <u>\$ 10,112,102</u>                                                     |
| <b>NET POSITION</b>                    |                                                               |                                                                          |
| Net Investment in Capital Assets       | \$ 29,161,094                                                 | \$ 35,446,766                                                            |
| Restricted for:                        |                                                               |                                                                          |
| General Government                     | 1,744,293                                                     | 0                                                                        |
| Finance                                | 139,246                                                       | 0                                                                        |
| Administration of Justice              | 99,859                                                        | 0                                                                        |
| Public Safety                          | 166,443                                                       | 0                                                                        |
| Public Health and Welfare              | 389,078                                                       | 0                                                                        |
| Capital Projects                       | 1,861,064                                                     | 0                                                                        |
| Highway/Public Works                   | 3,153,332                                                     | 0                                                                        |
| Education                              | 0                                                             | 2,762,409                                                                |
| Pensions                               | 0                                                             | 7,413,848                                                                |
| Unrestricted                           | <u>7,441,144</u>                                              | <u>10,070,044</u>                                                        |
| Total Net Position                     | <u><u>\$ 44,155,553</u></u>                                   | <u><u>\$ 55,693,067</u></u>                                              |

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

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

| Functions/Programs                          | Program Revenues |                      |                                    |                                  |                         | Primary Governmental Activities | Net (Expense) Revenue and Changes in Net Position |              | Component Unit |
|---------------------------------------------|------------------|----------------------|------------------------------------|----------------------------------|-------------------------|---------------------------------|---------------------------------------------------|--------------|----------------|
|                                             | Expenses         | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities |                                 | Giles County School Department                    |              |                |
|                                             |                  |                      |                                    |                                  |                         |                                 |                                                   |              |                |
|                                             |                  |                      |                                    |                                  |                         |                                 |                                                   |              |                |
| Primary Government:                         |                  |                      |                                    |                                  |                         |                                 |                                                   |              |                |
| Governmental Activities:                    |                  |                      |                                    |                                  |                         |                                 |                                                   |              |                |
| General Government                          | \$ 1,805,093     | \$ 317,346           | \$ 77,791                          | \$ 0                             | \$ 0                    | (1,409,956)                     | \$                                                | 0            | 0              |
| Finance                                     | 2,131,996        | 1,149,969            | 34,142                             | 0                                | 0                       | (947,885)                       |                                                   | 0            | 0              |
| Administration of Justice                   | 1,779,758        | 415,308              | 74,346                             | 0                                | 0                       | (1,290,104)                     |                                                   | 0            | 0              |
| Public Safety                               | 9,505,844        | 672,284              | 944,392                            | 0                                | 0                       | (7,889,168)                     |                                                   | 0            | 0              |
| Public Health and Welfare                   | 7,287,662        | 2,557,881            | 1,558,916                          | 0                                | 0                       | (3,170,865)                     |                                                   | 0            | 0              |
| Social, Cultural, and Recreational Services | 633,680          | 14,772               | 86,699                             | 0                                | 0                       | (532,209)                       |                                                   | 0            | 0              |
| Agriculture and Natural Resources           | 312,740          | 0                    | 21,000                             | 0                                | 0                       | (291,740)                       |                                                   | 0            | 0              |
| Highways                                    | 7,149,188        | 1,358                | 2,913,872                          | 938,467                          | 938,467                 | (3,295,491)                     |                                                   | 0            | 0              |
| Education                                   | 0                | 0                    | 986,389                            | 0                                | 0                       | 986,389                         |                                                   | 0            | 0              |
| Interest on Long-term Debt                  | 265,163          | 0                    | 0                                  | 0                                | 0                       | (265,163)                       |                                                   | 0            | 0              |
| Total Governmental Activities               | \$ 30,871,124    | \$ 5,128,918         | \$ 6,697,547                       | \$ 938,467                       | \$ 938,467              | (18,106,192)                    | \$                                                | 0            | 0              |
| Total Primary Government                    | \$ 30,871,124    | \$ 5,128,918         | \$ 6,697,547                       | \$ 938,467                       | \$ 938,467              | (18,106,192)                    | \$                                                | 0            | 0              |
| Component Unit:                             |                  |                      |                                    |                                  |                         |                                 |                                                   |              |                |
| Giles County School Department              | \$ 52,370,398    | \$ 2,239,652         | \$ 7,391,539                       | \$ 1,187,582                     | \$ 1,187,582            | 0                               | \$                                                | (41,551,625) |                |
| Total Component Unit                        | \$ 52,370,398    | \$ 2,239,652         | \$ 7,391,539                       | \$ 1,187,582                     | \$ 1,187,582            | 0                               | \$                                                | (41,551,625) |                |

(Continued)

**GILES COUNTY, TENNESSEE**  
Statement of Activities (cont.)

| Functions/<br>Programs                                       | Program Revenues |                            |                                             | Net (Expense) Revenue and<br>Change in Net Position |                                       | Component<br>Unit |
|--------------------------------------------------------------|------------------|----------------------------|---------------------------------------------|-----------------------------------------------------|---------------------------------------|-------------------|
|                                                              | Expenses         | Charges<br>for<br>Services | Operating<br>Grants<br>and<br>Contributions | Capital<br>Grants<br>and<br>Contributions           | Primary<br>Governmental<br>Activities |                   |
|                                                              |                  |                            |                                             |                                                     |                                       |                   |
| General Revenues:                                            |                  |                            |                                             |                                                     |                                       |                   |
| Taxes:                                                       |                  |                            |                                             |                                                     |                                       |                   |
| Property Taxes Levied for General Purposes                   |                  | \$                         | 12,168,658                                  | \$                                                  | 7,191,538                             | Giles             |
| Local Option Sales Tax                                       |                  |                            | 1,643,286                                   |                                                     | 6,679,879                             | County            |
| Hotel/Motel Tax                                              |                  |                            | 233,507                                     |                                                     | 0                                     | School            |
| Litigation Tax - General                                     |                  |                            | 89,466                                      |                                                     | 0                                     | Department        |
| Litigation Tax - Jail, Workhouse, or Courthouse              |                  |                            | 162,041                                     |                                                     | 0                                     |                   |
| Business Tax                                                 |                  |                            | 420,258                                     |                                                     | 0                                     |                   |
| Wholesale Beer Tax                                           |                  |                            | 169,613                                     |                                                     | 0                                     |                   |
| Other Local Taxes                                            |                  |                            | 28,937                                      |                                                     | 0                                     |                   |
| Grants and Contributions Not Restricted to Specific Programs |                  |                            | 944,605                                     |                                                     | 29,174,379                            |                   |
| Unrestricted Investment Income                               |                  |                            | 1,662,261                                   |                                                     | 109,295                               |                   |
| Miscellaneous                                                |                  |                            | 144,557                                     |                                                     | 63,276                                |                   |
| Total General Revenues                                       |                  | \$                         | 17,667,189                                  | \$                                                  | 43,218,367                            |                   |
| Change in Net Position                                       |                  | \$                         | (439,003)                                   | \$                                                  | 1,666,742                             |                   |
| Net Position, July 1, 2024                                   |                  |                            | 44,614,835                                  |                                                     | 54,194,426                            |                   |
| Restatement - See Note I.D.11.                               |                  |                            | (20,279)                                    |                                                     | (168,101)                             |                   |
| Net Position, June 30, 2025                                  |                  | \$                         | 44,155,553                                  | \$                                                  | 55,693,067                            |                   |

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

**GILES COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds**  
**June 30, 2025**

|                                            | Major Funds   |                              |                              | Nonmajor Funds                      |                                |
|--------------------------------------------|---------------|------------------------------|------------------------------|-------------------------------------|--------------------------------|
|                                            | General       | Highway /<br>Public<br>Works | Other<br>Capital<br>Projects | Other<br>Govern-<br>mental<br>Funds | Total<br>Governmental<br>Funds |
| <b>ASSETS</b>                              |               |                              |                              |                                     |                                |
| Equity in Pooled Cash and Investments      | \$ 10,369,501 | \$ 2,651,712                 | \$ 3,900,463                 | \$ 3,346,633                        | \$ 20,268,309                  |
| Accounts Receivable                        | 4,997,735     | 7,729                        | 0                            | 55,488                              | 5,060,952                      |
| Allowance for Uncollectibles               | (3,686,258)   | 0                            | 0                            | 0                                   | (3,686,258)                    |
| Due from Other Governments                 | 569,705       | 517,235                      | 262,760                      | 463,860                             | 1,813,560                      |
| Property Taxes Receivable                  | 9,189,414     | 2,218,916                    | 0                            | 0                                   | 11,408,330                     |
| Allowance for Uncollectible Property Taxes | (139,274)     | (33,630)                     | 0                            | 0                                   | (172,904)                      |
| Leases Receivable - Current                | 61,557        | 0                            | 0                            | 0                                   | 61,557                         |
| Leases Receivable - Long-term              | 86,748        | 0                            | 0                            | 0                                   | 86,748                         |
| Total Assets                               | \$ 21,449,128 | \$ 5,361,962                 | \$ 4,163,223                 | \$ 3,865,981                        | \$ 34,840,294                  |

|                            |            |           |      |            |            |
|----------------------------|------------|-----------|------|------------|------------|
| <b>LIABILITIES</b>         |            |           |      |            |            |
| Accounts Payable           | \$ 40,776  | \$ 0      | \$ 0 | \$ 444,285 | \$ 485,061 |
| Payroll Deductions Payable | 136,085    | 25,940    | 0    | 0          | 162,025    |
| Other Withholding Taxes    | 1,219      | 0         | 0    | 0          | 1,219      |
| Due to State of Tennessee  | 0          | 46        | 0    | 0          | 46         |
| Total Liabilities          | \$ 178,080 | \$ 25,986 | \$ 0 | \$ 444,285 | \$ 648,351 |

(Continued)

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

|                                                                     | Major Funds   |                           |                           | Nonmajor Funds              |                             |
|---------------------------------------------------------------------|---------------|---------------------------|---------------------------|-----------------------------|-----------------------------|
|                                                                     | General       | Highway /<br>Public Works | Other<br>Capital Projects | Other<br>Governmental Funds | Total<br>Governmental Funds |
| Deferred Current Property Taxes                                     | \$ 8,795,012  | \$ 2,123,682              | \$ 0                      | \$ 0                        | \$ 10,918,694               |
| Deferred Delinquent Property Taxes                                  | 229,849       | 55,500                    | 0                         | 0                           | 285,349                     |
| Deferred Leases Receivable                                          | 140,028       | 0                         | 0                         | 0                           | 140,028                     |
| Other Deferred/Unavailable Revenue                                  | 935,043       | 255,000                   | 130,000                   | 0                           | 1,320,043                   |
| Total Deferred Inflows of Resources                                 | \$ 10,099,932 | \$ 2,434,182              | \$ 130,000                | \$ 0                        | \$ 12,664,114               |
| <b>FUND BALANCES</b>                                                |               |                           |                           |                             |                             |
| Restricted:                                                         |               |                           |                           |                             |                             |
| Restricted for General Government                                   | \$ 1,744,293  | \$ 0                      | \$ 0                      | \$ 0                        | \$ 1,744,293                |
| Restricted for Finance                                              | 139,246       | 0                         | 0                         | 0                           | 139,246                     |
| Restricted for Administration of Justice                            | 72,195        | 0                         | 0                         | 27,664                      | 99,859                      |
| Restricted for Public Safety                                        | 25,259        | 0                         | 0                         | 141,184                     | 166,443                     |
| Restricted for Public Health and Welfare                            | 389,078       | 0                         | 0                         | 0                           | 389,078                     |
| Restricted for Highways/Public Works                                | 0             | 2,901,794                 | 0                         | 0                           | 2,901,794                   |
| Restricted for Capital Outlay                                       | 0             | 0                         | 1,857,284                 | 3,780                       | 1,861,064                   |
| Committed:                                                          |               |                           |                           |                             |                             |
| Committed for Agriculture and Natural Resources                     | 295,671       | 0                         | 0                         | 0                           | 295,671                     |
| Committed for Capital Outlay                                        | 0             | 0                         | 2,175,939                 | 2,294,220                   | 4,470,159                   |
| Committed for Debt Service                                          | 0             | 0                         | 0                         | 954,848                     | 954,848                     |
| Assigned:                                                           |               |                           |                           |                             |                             |
| Assigned for General Government                                     | 268,242       | 0                         | 0                         | 0                           | 268,242                     |
| Unassigned                                                          | 8,237,132     | 0                         | 0                         | 0                           | 8,237,132                   |
| Total Fund Balances                                                 | \$ 11,171,116 | \$ 2,901,794              | \$ 4,033,223              | \$ 3,421,696                | \$ 21,527,829               |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 21,449,128 | \$ 5,361,962              | \$ 4,163,223              | \$ 3,865,981                | \$ 34,840,294               |

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

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

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

|                                                                                                                                                                                                                  |                  |                      |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------|----------------------|
| Total fund balances - balance sheet - governmental funds (Exhibit C-1)                                                                                                                                           |                  | \$ 21,527,829        |
| (1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.                                                                         |                  |                      |
| Add: land                                                                                                                                                                                                        | \$ 367,929       |                      |
| Add: construction in progress                                                                                                                                                                                    | 4,679,563        |                      |
| Add: buildings and improvements net of accumulated depreciation                                                                                                                                                  | 4,038,383        |                      |
| Add: infrastructure net of accumulated depreciation                                                                                                                                                              | 15,806,011       |                      |
| Add: other capital assets net of accumulated depreciation                                                                                                                                                        | 3,793,356        |                      |
| Add: intangible right-to-use assets net of accumulated amortization                                                                                                                                              | <u>475,852</u>   | 29,161,094           |
| (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                                                                                                                                                                                              | \$ (7,280,000)   |                      |
| Less: unamortized premium on debt                                                                                                                                                                                | (703,603)        |                      |
| Less: accrued interest on bonds                                                                                                                                                                                  | (86,263)         |                      |
| Less: compensated absences payable                                                                                                                                                                               | (500,199)        |                      |
| Less: net pension liability                                                                                                                                                                                      | (770,852)        |                      |
| Less: net OPEB liability                                                                                                                                                                                         | <u>(412,715)</u> | (9,753,632)          |
| (3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension and OPEB will be amortized and recognized as components of pension and OPEB expense in future years. |                  |                      |
| Add: deferred outflows of resources related to pension                                                                                                                                                           | \$ 2,148,305     |                      |
| Add: deferred outflows of resources related to OPEB                                                                                                                                                              | 145,866          |                      |
| Less: deferred inflows of resources related to pension                                                                                                                                                           | (405,842)        |                      |
| Less: deferred inflows of resources related to OPEB                                                                                                                                                              | <u>(273,459)</u> | 1,614,870            |
| (4) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.                                                                        |                  | <u>1,605,392</u>     |
| Net position of governmental activities (Exhibit A)                                                                                                                                                              |                  | <u>\$ 44,155,553</u> |

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

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

|                                             | Major Funds   |                              |                                                     |                              | Nonmajor Funds                      |                                |
|---------------------------------------------|---------------|------------------------------|-----------------------------------------------------|------------------------------|-------------------------------------|--------------------------------|
|                                             | General       | Highway /<br>Public<br>Works | Formerly<br>Major<br>General<br>Capital<br>Projects | Other<br>Capital<br>Projects | Other<br>Govern-<br>mental<br>Funds | Total<br>Governmental<br>Funds |
| <b>Revenues</b>                             |               |                              |                                                     |                              |                                     |                                |
| Local Taxes                                 | \$ 11,887,256 | \$ 2,385,501                 | \$ 0                                                | \$ 1,073,289                 | \$ 0                                | \$ 15,346,046                  |
| Licenses and Permits                        | 20,760        | 0                            | 0                                                   | 0                            | 0                                   | 20,760                         |
| Fines, Forfeitures, and Penalties           | 47,946        | 0                            | 0                                                   | 0                            | 67,140                              | 115,086                        |
| Charges for Current Services                | 2,630,164     | 0                            | 0                                                   | 0                            | 19,360                              | 2,649,524                      |
| Other Local Revenues                        | 1,520,864     | 6,006                        | 0                                                   | 0                            | 499,469                             | 2,026,339                      |
| Fees Received From County Officials         | 1,614,525     | 0                            | 0                                                   | 0                            | 0                                   | 1,614,525                      |
| State of Tennessee                          | 2,002,511     | 3,825,318                    | 0                                                   | 0                            | 0                                   | 5,827,829                      |
| Federal Government                          | 467,349       | 0                            | 0                                                   | 0                            | 968,205                             | 1,435,554                      |
| Other Governments and Citizens Groups       | 186,461       | 48,434                       | 0                                                   | 0                            | 988,564                             | 1,223,459                      |
| Total Revenues                              | \$ 20,377,836 | \$ 6,265,259                 | \$ 0                                                | \$ 1,073,289                 | \$ 2,542,738                        | \$ 30,259,122                  |
| <b>Expenditures</b>                         |               |                              |                                                     |                              |                                     |                                |
| Current:                                    |               |                              |                                                     |                              |                                     |                                |
| General Government                          | \$ 1,505,743  | \$ 0                         | \$ 0                                                | \$ 0                         | \$ 0                                | \$ 1,505,743                   |
| Finance                                     | 1,914,426     | 0                            | 0                                                   | 0                            | 810                                 | 1,915,236                      |
| Administration of Justice                   | 1,540,531     | 0                            | 0                                                   | 0                            | 39,294                              | 1,579,825                      |
| Public Safety                               | 7,719,196     | 0                            | 0                                                   | 0                            | 35,144                              | 7,754,340                      |
| Public Health and Welfare                   | 5,605,694     | 0                            | 0                                                   | 0                            | 0                                   | 5,605,694                      |
| Social, Cultural, and Recreational Services | 360,178       | 0                            | 0                                                   | 0                            | 0                                   | 360,178                        |
| Agriculture and Natural Resources           | 277,127       | 0                            | 0                                                   | 0                            | 0                                   | 277,127                        |
| Other Operations                            | 1,693,403     | 0                            | 0                                                   | 0                            | 970,380                             | 2,663,783                      |
| Highways                                    | 0             | 6,129,461                    | 0                                                   | 0                            | 0                                   | 6,129,461                      |

(Continued)

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

|                                                          | Major Funds   |                              |                                |                              | Nonmajor Funds             |                                |
|----------------------------------------------------------|---------------|------------------------------|--------------------------------|------------------------------|----------------------------|--------------------------------|
|                                                          | General       | Highway /<br>Public<br>Works | Formerly<br>Major              |                              | Other                      |                                |
|                                                          |               |                              | General<br>Capital<br>Projects | Other<br>Capital<br>Projects | Govern-<br>mental<br>Funds | Total<br>Governmental<br>Funds |
| <b>Expenditures (Cont.)</b>                              |               |                              |                                |                              |                            |                                |
| Debt Service:                                            |               |                              |                                |                              |                            |                                |
| Principal on Debt                                        | \$ 0          | \$ 0                         | 0                              | 0                            | 710,000                    | \$ 710,000                     |
| Interest on Debt                                         | 0             | 0                            | 0                              | 0                            | 383,721                    | 383,721                        |
| Other Debt Service                                       | 0             | 0                            | 0                              | 0                            | 5,156                      | 5,156                          |
| Capital Projects                                         | 86,581        | 0                            | 0                              | 2,650,945                    | 1,756,014                  | 4,493,540                      |
| Total Expenditures                                       | \$ 20,702,879 | \$ 6,129,461                 | \$ 0                           | \$ 2,650,945                 | \$ 3,900,519               | \$ 33,383,804                  |
| <br>Excess (Deficiency) of Revenues<br>Over Expenditures | \$ (325,043)  | \$ 135,798                   | 0                              | \$ (1,577,656)               | \$ (1,357,781)             | \$ (3,124,682)                 |
| <b>Other Financing Sources (Uses)</b>                    |               |                              |                                |                              |                            |                                |
| Insurance Recovery                                       | \$ 51,743     | \$ 7,200                     | 0                              | 0                            | 0                          | 58,943                         |
| Total Other Financing Sources (Uses)                     | \$ 51,743     | \$ 7,200                     | 0                              | 0                            | 0                          | 58,943                         |
| Net Change in Fund Balances                              | \$ (273,300)  | \$ 142,998                   | 0                              | \$ (1,577,656)               | \$ (1,357,781)             | \$ (3,065,739)                 |
| Change to or Within the Reporting Entity                 | 0             | 0                            | (3,976,111)                    | 0                            | 3,976,111                  | 0                              |
| Fund Balance, July 1, 2024                               | 11,444,416    | 2,758,796                    | 3,976,111                      | 5,610,879                    | 803,366                    | 24,593,568                     |
| Fund Balance, June 30, 2025                              | \$ 11,171,116 | \$ 2,901,794                 | 0                              | \$ 4,033,223                 | \$ 3,421,696               | \$ 21,527,829                  |

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

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

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

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                    |                            |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|----------------------------|
| Net change in fund balances - total governmental funds (Exhibit C-3)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                    | \$ (3,065,739)             |
| (1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:                                                                                                                                                                                                                                                                                                                                 |                    |                            |
| Add: capital assets purchased in the current period                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | \$ 5,561,195       |                            |
| Less: current-year depreciation and amortization expense                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <u>(3,301,212)</u> | 2,259,983                  |
| (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                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                    | (45,017)                   |
| (3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |                    |                            |
| Less: deferred delinquent property taxes and other deferred June 30, 2024                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | \$ (1,413,641)     |                            |
| Add: deferred delinquent property taxes and other deferred June 30, 2025                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <u>1,605,392</u>   | 191,751                    |
| (4) The issuance of long-term debt (e.g., bonds, notes, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items. |                    |                            |
| Add: principal paid on bonds                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | \$ 710,000         |                            |
| Add: change in premium on debt issuances                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <u>108,891</u>     | 818,891                    |
| (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                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | \$ 9,667           |                            |
| Change in compensated absences payable                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      | 30,355             |                            |
| Change in net pension asset/liability                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | (6,885)            |                            |
| Change in net OPEB liability                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | (84,141)           |                            |
| Change in deferred outflows of resources related to pension                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 | (304,738)          |                            |
| Change in deferred outflows of resources related to OPEB                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | 23,492             |                            |
| Change in deferred inflows of resources related to pension                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | (343,620)          |                            |
| Change in deferred inflows of resources related to OPEB                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | <u>76,998</u>      | (598,872)                  |
| Change in net position of governmental activities (Exhibit B)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                    | <u><u>\$ (439,003)</u></u> |

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

**GILES COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
General Fund  
**For the Year Ended June 30, 2025**

|                                       |               | <b>Budgeted Amounts</b> |               | <b>Variance<br/>with Final<br/>Budget -<br/>Positive<br/>(Negative)</b> |
|---------------------------------------|---------------|-------------------------|---------------|-------------------------------------------------------------------------|
|                                       | <b>Actual</b> | <b>Original</b>         | <b>Final</b>  |                                                                         |
| <b>Revenues</b>                       |               |                         |               |                                                                         |
| Local Taxes                           | \$ 11,887,256 | \$ 11,729,797           | \$ 11,729,797 | \$ 157,459                                                              |
| Licenses and Permits                  | 20,760        | 21,200                  | 21,200        | (440)                                                                   |
| Fines, Forfeitures, and Penalties     | 47,946        | 52,250                  | 52,250        | (4,304)                                                                 |
| Charges for Current Services          | 2,630,164     | 2,793,450               | 2,964,875     | (334,711)                                                               |
| Other Local Revenues                  | 1,520,864     | 1,224,050               | 1,239,325     | 281,539                                                                 |
| Fees Received From County Officials   | 1,614,525     | 1,540,973               | 1,540,973     | 73,552                                                                  |
| State of Tennessee                    | 2,002,511     | 1,933,584               | 2,181,067     | (178,556)                                                               |
| Federal Government                    | 467,349       | 526,500                 | 1,475,800     | (1,008,451)                                                             |
| Other Governments and Citizens Groups | 186,461       | 265,500                 | 271,700       | (85,239)                                                                |
| Total Revenues                        | \$ 20,377,836 | \$ 20,087,304           | \$ 21,476,987 | \$ (1,099,151)                                                          |
| <b>Expenditures</b>                   |               |                         |               |                                                                         |
| <b>General Government</b>             |               |                         |               |                                                                         |
| County Commission                     | \$ 70,773     | \$ 79,631               | \$ 79,631     | \$ 8,858                                                                |
| County Mayor/Executive                | 306,718       | 305,869                 | 340,869       | 34,151                                                                  |
| County Attorney                       | 34,534        | 65,000                  | 65,000        | 30,466                                                                  |
| Election Commission                   | 317,565       | 332,109                 | 332,109       | 14,544                                                                  |
| Register of Deeds                     | 210,183       | 222,485                 | 222,485       | 12,302                                                                  |
| Planning                              | 3,678         | 5,383                   | 5,383         | 1,705                                                                   |
| County Buildings                      | 562,292       | 481,744                 | 892,285       | 329,993                                                                 |
| <b>Finance</b>                        |               |                         |               |                                                                         |
| Accounting and Budgeting              | 566,710       | 597,954                 | 615,707       | 48,997                                                                  |
| Property Assessor's Office            | 509,603       | 523,650                 | 521,850       | 12,247                                                                  |
| County Trustee's Office               | 282,789       | 288,560                 | 288,560       | 5,771                                                                   |
| County Clerk's Office                 | 555,324       | 624,852                 | 649,317       | 93,993                                                                  |
| <b>Administration of Justice</b>      |               |                         |               |                                                                         |
| Circuit Court                         | 707,018       | 772,577                 | 790,441       | 83,423                                                                  |
| General Sessions Court                | 257,511       | 252,382                 | 257,632       | 121                                                                     |
| Chancery Court                        | 275,386       | 273,325                 | 285,825       | 10,439                                                                  |
| Judicial Commissioners                | 46,881        | 46,196                  | 46,892        | 11                                                                      |
| Courtroom Security                    | 253,735       | 281,864                 | 256,564       | 2,829                                                                   |
| <b>Public Safety</b>                  |               |                         |               |                                                                         |
| Sheriff's Department                  | 3,696,891     | 3,510,745               | 3,733,961     | 37,070                                                                  |
| Traffic Control                       | 2,178         | 8,500                   | 3,000         | 822                                                                     |

(Continued)

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

|                                                    |               | <b>Budgeted Amounts</b> |              | <b>Variance<br/>with Final<br/>Budget -<br/>Positive<br/>(Negative)</b> |
|----------------------------------------------------|---------------|-------------------------|--------------|-------------------------------------------------------------------------|
|                                                    | <b>Actual</b> | <b>Original</b>         | <b>Final</b> |                                                                         |
| <b>Expenditures (Cont.)</b>                        |               |                         |              |                                                                         |
| <b>Public Safety (Cont.)</b>                       |               |                         |              |                                                                         |
| Administration of the Sexual Offender Registry     | \$ 17,854     | \$ 21,882               | \$ 21,882    | \$ 4,028                                                                |
| Jail                                               | 3,079,712     | 2,749,734               | 3,114,314    | 34,602                                                                  |
| Juvenile Services                                  | 80,212        | 85,141                  | 85,141       | 4,929                                                                   |
| Rescue Squad                                       | 289,433       | 289,433                 | 289,433      | 0                                                                       |
| Other Emergency Management                         | 401,130       | 421,797                 | 446,606      | 45,476                                                                  |
| County Coroner/Medical Examiner                    | 151,786       | 107,472                 | 172,472      | 20,686                                                                  |
| <b>Public Health and Welfare</b>                   |               |                         |              |                                                                         |
| Local Health Center                                | 56,303        | 69,650                  | 69,650       | 13,347                                                                  |
| Rabies and Animal Control                          | 127,575       | 144,416                 | 148,791      | 21,216                                                                  |
| Ambulance/Emergency Medical Services               | 4,281,840     | 4,173,978               | 4,558,846    | 277,006                                                                 |
| Alcohol and Drug Programs                          | 0             | 0                       | 140,165      | 140,165                                                                 |
| Other Local Welfare Services                       | 15,454        | 4,000                   | 18,500       | 3,046                                                                   |
| Sanitation Management                              | 311,859       | 323,127                 | 323,127      | 11,268                                                                  |
| Sanitation Education/Information                   | 46,849        | 52,200                  | 52,200       | 5,351                                                                   |
| Waste Pickup                                       | 54,980        | 54,980                  | 54,980       | 0                                                                       |
| Convenience Centers                                | 462,427       | 536,537                 | 529,901      | 67,474                                                                  |
| Other Public Health and Welfare                    | 248,407       | 355,740                 | 355,740      | 107,333                                                                 |
| <b>Social, Cultural, and Recreational Services</b> |               |                         |              |                                                                         |
| Senior Citizens Assistance                         | 20,000        | 0                       | 20,000       | 0                                                                       |
| Libraries                                          | 191,891       | 191,891                 | 191,891      | 0                                                                       |
| Parks and Fair Boards                              | 58,204        | 64,816                  | 71,816       | 13,612                                                                  |
| Other Social, Cultural, and Recreational           | 90,083        | 90,968                  | 95,917       | 5,834                                                                   |
| <b>Agriculture and Natural Resources</b>           |               |                         |              |                                                                         |
| Agricultural Extension Service                     | 164,463       | 185,756                 | 182,205      | 17,742                                                                  |
| Forest Service                                     | 2,033         | 2,200                   | 2,200        | 167                                                                     |
| Soil Conservation                                  | 110,631       | 110,807                 | 110,807      | 176                                                                     |
| <b>Other Operations</b>                            |               |                         |              |                                                                         |
| Industrial Development                             | 114,262       | 69,262                  | 157,497      | 43,235                                                                  |
| Other Economic and Community Development           | 32,875        | 8,175                   | 32,875       | 0                                                                       |
| Airport                                            | 74,022        | 70,000                  | 74,100       | 78                                                                      |
| Veterans' Services                                 | 18,691        | 23,163                  | 23,163       | 4,472                                                                   |
| Other Charges                                      | 1,084,976     | 992,082                 | 1,094,152    | 9,176                                                                   |
| Contributions to Other Agencies                    | 119,469       | 122,000                 | 122,000      | 2,531                                                                   |

(Continued)

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

|                                                      | Actual                      | Budgeted Amounts            |                            | Variance<br>with Final<br>Budget -<br>Positive<br>(Negative) |
|------------------------------------------------------|-----------------------------|-----------------------------|----------------------------|--------------------------------------------------------------|
|                                                      |                             | Original                    | Final                      |                                                              |
| <b>Expenditures (Cont.)</b>                          |                             |                             |                            |                                                              |
| Other Operations (Cont.)                             |                             |                             |                            |                                                              |
| Employee Benefits                                    | \$ 19,473                   | \$ 26,967                   | \$ 22,271                  | \$ 2,798                                                     |
| American Rescue Plan Act Grant #1                    | 23,628                      | 100,000                     | 384,189                    | 360,561                                                      |
| American Rescue Plan Act Grant #2                    | 42,525                      | 383,200                     | 510,900                    | 468,375                                                      |
| American Rescue Plan Act Grant #3                    | 163,482                     | 0                           | 282,808                    | 119,326                                                      |
| Capital Projects                                     |                             |                             |                            |                                                              |
| Public Safety Projects                               | 86,581                      | 0                           | 278,150                    | 191,569                                                      |
| Total Expenditures                                   | <u>\$ 20,702,879</u>        | <u>\$ 20,504,200</u>        | <u>\$ 23,426,200</u>       | <u>\$ 2,723,321</u>                                          |
| Excess (Deficiency) of Revenues<br>Over Expenditures | <u>\$ (325,043)</u>         | <u>\$ (416,896)</u>         | <u>\$ (1,949,213)</u>      | <u>\$ 1,624,170</u>                                          |
| <b>Other Financing Sources (Uses)</b>                |                             |                             |                            |                                                              |
| Insurance Recovery                                   | \$ 51,743                   | \$ 0                        | \$ 0                       | \$ 51,743                                                    |
| Total Other Financing Sources                        | <u>\$ 51,743</u>            | <u>\$ 0</u>                 | <u>\$ 0</u>                | <u>\$ 51,743</u>                                             |
| Net Change in Fund Balance                           | \$ (273,300)                | \$ (416,896)                | \$ (1,949,213)             | \$ 1,675,913                                                 |
| Fund Balance, July 1, 2024                           | <u>11,444,416</u>           | <u>10,768,298</u>           | <u>11,444,416</u>          | <u>0</u>                                                     |
| Fund Balance, June 30, 2025                          | <u><u>\$ 11,171,116</u></u> | <u><u>\$ 10,351,402</u></u> | <u><u>\$ 9,495,203</u></u> | <u><u>\$ 1,675,913</u></u>                                   |

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

**GILES COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Highway/Public Works Fund  
**For the Year Ended June 30, 2025**

|                                                      | Actual                     | Budgeted Amounts           |                            | Variance<br>with Final<br>Budget -<br>Positive<br>(Negative) |
|------------------------------------------------------|----------------------------|----------------------------|----------------------------|--------------------------------------------------------------|
|                                                      |                            | Original                   | Final                      |                                                              |
| <b>Revenues</b>                                      |                            |                            |                            |                                                              |
| Local Taxes                                          | \$ 2,385,501               | \$ 2,354,345               | \$ 2,354,345               | \$ 31,156                                                    |
| Other Local Revenues                                 | 6,006                      | 2,050                      | 2,050                      | 3,956                                                        |
| State of Tennessee                                   | 3,825,318                  | 4,105,200                  | 4,105,200                  | (279,882)                                                    |
| Other Governments and Citizens Groups                | 48,434                     | 35,000                     | 35,000                     | 13,434                                                       |
| Total Revenues                                       | <u>\$ 6,265,259</u>        | <u>\$ 6,496,595</u>        | <u>\$ 6,496,595</u>        | <u>\$ (231,336)</u>                                          |
| <b>Expenditures</b>                                  |                            |                            |                            |                                                              |
| Highways                                             |                            |                            |                            |                                                              |
| Administration                                       | \$ 320,779                 | \$ 257,484                 | \$ 340,233                 | \$ 19,454                                                    |
| Highway and Bridge Maintenance                       | 3,458,290                  | 4,134,943                  | 4,022,275                  | 563,985                                                      |
| Operation and Maintenance of Equipment               | 798,854                    | 900,405                    | 979,216                    | 180,362                                                      |
| Other Charges                                        | 215,405                    | 240,000                    | 240,000                    | 24,595                                                       |
| Capital Outlay                                       | 1,336,133                  | 1,840,095                  | 1,791,203                  | 455,070                                                      |
| Total Expenditures                                   | <u>\$ 6,129,461</u>        | <u>\$ 7,372,927</u>        | <u>\$ 7,372,927</u>        | <u>\$ 1,243,466</u>                                          |
| Excess (Deficiency) of Revenues<br>Over Expenditures | <u>\$ 135,798</u>          | <u>\$ (876,332)</u>        | <u>\$ (876,332)</u>        | <u>\$ 1,012,130</u>                                          |
| <b>Other Financing Sources (Uses)</b>                |                            |                            |                            |                                                              |
| Insurance Recovery                                   | \$ 7,200                   | \$ 0                       | \$ 0                       | \$ 7,200                                                     |
| Total Other Financing Sources                        | <u>\$ 7,200</u>            | <u>\$ 0</u>                | <u>\$ 0</u>                | <u>\$ 7,200</u>                                              |
| Net Change in Fund Balance                           | \$ 142,998                 | \$ (876,332)               | \$ (876,332)               | \$ 1,019,330                                                 |
| Fund Balance, July 1, 2024                           | <u>2,758,796</u>           | <u>2,306,267</u>           | <u>2,758,796</u>           | <u>0</u>                                                     |
| Fund Balance, June 30, 2025                          | <u><u>\$ 2,901,794</u></u> | <u><u>\$ 1,429,935</u></u> | <u><u>\$ 1,882,464</u></u> | <u><u>\$ 1,019,330</u></u>                                   |

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

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

|                                                                 | <u><b>Custodial<br/>Funds</b></u> |
|-----------------------------------------------------------------|-----------------------------------|
| <b>ASSETS</b>                                                   |                                   |
| Cash                                                            | \$ 2,192,876                      |
| Accounts Receivable                                             | 168                               |
| Due from Other Governments                                      | <u>880,618</u>                    |
| Total Assets                                                    | <u>\$ 3,073,662</u>               |
| <b>LIABILITIES</b>                                              |                                   |
| Due to Other Taxing Units                                       | <u>\$ 880,618</u>                 |
| Total Liabilities                                               | <u>\$ 880,618</u>                 |
| <b>NET POSITION</b>                                             |                                   |
| Restricted for Individuals, Organizations and Other Governments | <u>\$ 2,193,044</u>               |
| Total Net Position                                              | <u><u>\$ 2,193,044</u></u>        |

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

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

|                                                       | <b>Custodial<br/>Funds</b> |
|-------------------------------------------------------|----------------------------|
|                                                       | <hr/>                      |
| <b>ADDITIONS</b>                                      |                            |
| Sales Tax Collections for Other Governments           | \$ 5,159,696               |
| Fines/Fees and Other Collections                      | 9,208,972                  |
|                                                       | <hr/>                      |
| Total Additions                                       | \$ 14,368,668              |
|                                                       | <hr/>                      |
| <b>DEDUCTIONS</b>                                     |                            |
| Payment of Sales Tax Collections to Other Governments | \$ 5,108,278               |
| Payments to State                                     | 5,410,452                  |
| Payments to Cities, Individuals, and Others           | 4,039,603                  |
|                                                       | <hr/>                      |
| Total Deductions                                      | \$ 14,558,333              |
|                                                       | <hr/>                      |
| Net Increase (Decrease) in Fiduciary in Net Position  | \$ (189,665)               |
| Net Position, July 1, 2024                            | 2,382,709                  |
|                                                       | <hr/>                      |
| Net Position, June 30, 2025                           | \$ 2,193,044               |
|                                                       | <hr/> <hr/>                |

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

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## GILES COUNTY, TENNESSEE

### INDEX OF NOTES TO THE FINANCIAL STATEMENTS

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

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Giles 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 Giles County:

**A. *Reporting Entity***

Giles County is a public municipal corporation governed by an elected 21-member board. As required by GAAP, these financial statements present Giles County (the primary government) and its component units. The financial statements of the Giles County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of this 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 Giles County School Department operates the public school system in the county, and the voters of Giles 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 Giles County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Giles County, and the Giles 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 Giles County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

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

Administrative Office:

Giles County Emergency Communications District  
P.O. Box 307  
Pulaski, TN 38478

## ***B. Government-wide and Fund Financial Statements***

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

Giles County issues all debt for the discretely presented Giles County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2025.

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 funds financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Giles County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund balance/net fund position, 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. Giles 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. Giles 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 fund 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.

Giles 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.

**Other Capital Projects Fund** – This fund accounts for various capital projects and capital outlay for the county. Local taxes are the foundational revenue of this fund.

Additionally, Giles County reports the following fund types:

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

**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 Giles County.

The discretely presented Giles 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.

**Other Education Capital Projects Fund** – This fund is used to account for financial resources to be used for building construction and renovations.

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

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

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 25) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 24) are presented in this report. We do not believe using the prior year balances will affect the independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at [Tennessee Comptroller of the Treasury's website](#).

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

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

**1. Deposits and Investments**

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

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

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

## **2. Receivables and Payables**

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

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

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

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

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

accrued interest receivable in the governmental funds and government-wide financial statements.

### **3. Inventories**

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

### **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 Giles 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 Giles County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Giles 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, 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 \$25,000 or more and an estimated useful life of more than three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

| <u>Assets</u>              | <u>Years</u> |
|----------------------------|--------------|
| Buildings and Improvements | 5 - 40       |
| Other Capital Assets       | 3 - 20       |
| Infrastructure:            |              |
| Roads                      | 10 - 25      |
| 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 element, deferred outflows of resources, represents a consumption of net assets that applies to future periods 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 assumptions, experience, and proportion; pension contributions after measurement date; OPEB changes in experience, assumptions, and proportion; and OPEB benefits paid after 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 element, inflows of resources, represents an acquisition of net assets that applies to future periods 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; leases receivable; pension changes in experience, investment earnings, and proportion; OPEB changes in experience, assumptions, and proportion; and various receivables for revenues, which do not meet the availability criteria in governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

## **7. Compensated Absences**

### **Primary Government**

It is the county's policy to permit employees to accumulate earned but unused vacation, compensatory time, and sick pay benefits. Unused vacation leave is limited to a maximum payout of 80 hours at separation from service with any excess hours rolling to the employee's sick leave balance. All vacation and compensatory time are accrued when incurred in the government-wide financial statements. Only a portion of the unpaid accumulated sick leave is accrued. The criteria for accrual includes a "more likely than not," to be used or paid. Since Giles County does not have a policy to pay any amounts when employees separate from service with the government, only the portion of sick leave "more likely than not" expected to be used is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued. A liability for vacation pay, compensatory time, and sick leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements and payable under the county's policies.

### **Discretely Presented Giles County School Department**

It is the policy of the school department to permit certain classes of employees to accumulate a limited amount of earned but unused personal and vacation leave. It is the school department's policy to permit employees to accumulate a unlimited amount of earned but unused sick pay benefits. All vacation and compensatory time are accrued when incurred in the government-wide financial statements. Only a portion of the unpaid accumulated sick leave is accrued. The criteria for accrual includes a "more likely than not," to be used or paid. Since the school department does not have a policy to pay any amounts when employees separate from service with the government, only the portion of sick leave "more likely than not" expected to be used is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued. A liability for personnel, vacation,

and sick leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements and payable under the school department's policies

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

Only the matured portion (the portion that has come due for payment) of long-term indebtedness, including bonds payable is recognized as a liability and expenditure in the governmental fund financial statements. Liabilities and expenditures for other long-term obligations, including compensated absences, other postemployment benefits, and pension liabilities, 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 \$7,553,315 of restricted net position, of which \$1,598,955 is restricted by enabling legislation.

As of June 30, 2025, Giles County had \$7,280,000 in outstanding debt for capital purposes for the discretely presented Giles County School Department. This debt is a liability of Giles County, but the capital assets acquired are reported in the financial statements of the school

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

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

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

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

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

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The county commission has by resolution authorized the county's Budget 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 that has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds. In the other governmental funds, funds expended that exceed the amounts that are restricted, committed, and assigned are reported as negative unassigned fund balance.

## **10. Minimum Fund Balance Policy**

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

General Fund – 25 percent of prior-year expenditures

## 11. Restatements

With the implementation of GASB Statement 101, *Compensated Absences*, Giles County must recognize a restatement to the beginning net position in the Government-wide financial statements for the primary government and the discretely presented Giles County School Department to record compensated absences liabilities. A restatement of (\$20,279) has been presented to reflect the beginning balance of the primary government and (\$168,101) for the discretely presented Giles County School Department.

The following table reflects the restatement amounts necessary to implement this standard:

|                                          | Government Wide -<br>Governmental Activities |                                                 |
|------------------------------------------|----------------------------------------------|-------------------------------------------------|
|                                          | Primary<br>Government                        | Discretely<br>Presented<br>School<br>Department |
| Net Position, as previously reported     | \$ 44,614,835                                | \$ 54,194,426                                   |
| Adjustments for GASB 101 Implementation: |                                              |                                                 |
| Compensated Absences Liability           | (20,279)                                     | (168,101)                                       |
| Net Change in Beginning Net Position     | <u>\$ (20,279)</u>                           | <u>\$ (168,101)</u>                             |
| Net Position, June 30, 2024 Restated     | <u>\$ 44,594,556</u>                         | <u>\$ 54,026,325</u>                            |

## 12. Changes To or Within the Financial Reporting Entity

### Changes in Major Fund Classification (Column A)

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

The General Capital Projects Fund no longer met the quantitative threshold and is presented as a nonmajor governmental fund. The prior-year amount has been restated to reflect the fund within the Nonmajor Governmental Funds column.

In the discretely presented Giles County School Department, the School Federal Projects Fund no longer met the quantitative threshold and is presented as a nonmajor governmental fund. The prior-year amount has been restated to reflect the fund within the Nonmajor Governmental Funds column.

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

|                                                                                    | 7-1-24<br>As<br>Previously<br>Reported | Change To or<br>Within the<br>Financial<br>Reporting<br>Entity (A) | 7-1-24<br>As<br>Restated |
|------------------------------------------------------------------------------------|----------------------------------------|--------------------------------------------------------------------|--------------------------|
| <b>Primary Government</b>                                                          |                                        |                                                                    |                          |
| Governmental Funds                                                                 |                                        |                                                                    |                          |
| Major Fund:                                                                        |                                        |                                                                    |                          |
| General Capital Projects                                                           | \$ 3,976,111                           | \$ (3,976,111)                                                     | \$ 0                     |
| Nonmajor Funds                                                                     | 803,366                                | 3,976,111                                                          | 4,779,477                |
| Total Governmental Funds                                                           | <u>\$ 4,779,477</u>                    | <u>\$ 0</u>                                                        | <u>\$ 4,779,477</u>      |
| <b>Discretely Presented</b>                                                        |                                        |                                                                    |                          |
| <b>Giles County School Department</b>                                              |                                        |                                                                    |                          |
| Major Fund:                                                                        |                                        |                                                                    |                          |
| School Federal Projects                                                            | \$ 650,000                             | \$ (650,000)                                                       | \$ 0                     |
| Nonmajor Funds                                                                     | 3,029,390                              | 650,000                                                            | 3,679,390                |
| Total Governmental Funds Discretely<br>Presented Giles County<br>School Department | <u>\$ 3,679,390</u>                    | <u>\$ 0</u>                                                        | <u>\$ 3,679,390</u>      |

#### ***E. Pension Plans***

##### **Primary Government**

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

### **Discretely Presented Giles 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 Giles 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 Giles 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 Giles 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 and the school department's Internal School Fund (special revenue funds), which are not budgeted. All annual appropriations lapse at fiscal year-end.

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

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are

at the department level (examples of General Fund major categories: County Commission, County Mayor/Executive, County Attorney, Election Commission, 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.

#### IV. DETAILED NOTES ON ALL FUNDS

##### A. *Deposits and Investments*

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

##### **Deposits**

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

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

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

used by depositories must be approved by the state treasurer upon concurrence by the commissioner of financial institutions and finance and administration. There are currently only two eligible programs that have been approved by the state treasurer: the Certificate of Deposit Account Registry Service (CDARS) and the Insured Cash Sweep (ICS), which operate through IntraFi Network, LLC.

## Investments

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

**Investment Balances.** As of June 30, 2025, Giles County had the following investments carried at amortized cost using a Stable Net Asset Value or fair value within the fair value hierarchy established by generally accepted accounting principles. All investments are in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Giles County and the discretely presented Giles County School Department since both pool their deposits and investments through the county trustee.

| Investment                        | Weighted<br>Average<br>Maturity (days) | Amortized<br>Cost |
|-----------------------------------|----------------------------------------|-------------------|
| State Treasurer's Investment Pool | 1 to 45                                | \$ 31,698,331     |

**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. Giles 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. Giles County has no investment policy that would further limit its investment choices. As of June 30, 2025, Giles 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 can be obtained by reviewing the State of Tennessee Annual Comprehensive Financial Report at [State of Tennessee Annual Comprehensive Financial Report](#).

### **TCRS Stabilization Trust**

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

On June 30, 2025, the Giles 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<br>Average<br>Maturity<br>(days) | Maturities | Fair<br>Value     |
|--------------------------------------------|-------------------------------------------|------------|-------------------|
| Investments at Fair Value:                 |                                           |            |                   |
| U.S. Equity                                | N/A                                       | N/A        | \$ 252,354        |
| Developed Market International Equity      | N/A                                       | N/A        | 113,966           |
| Emerging Market International Equity       | N/A                                       | N/A        | 32,562            |
| NAV - Private Equity and Strategic Lending | N/A                                       | N/A        | 162,809           |
| U.S. Fixed Income                          | N/A                                       | N/A        | 162,809           |
| Real Estate                                | N/A                                       | N/A        | 81,405            |
| Short-term Securities                      | N/A                                       | N/A        | 8,140             |
| Total                                      |                                           |            | <u>\$ 814,045</u> |

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

### **B. Lease Receivable**

On October 17, 2022, Giles County entered into a lease agreement for the use of the first floor of office space of the Annex Building. The lease is for five years, and the county will receive monthly payments of \$5,606. An initial lease receivable was recorded during the prior fiscal year. Giles County recognized \$58,707 in lease revenue and \$8,565 in interest revenue during the current fiscal year related to this lease. The lease has an annual interest rate of 4.75 percent. As of June 30, 2025, the lease receivable balance was \$148,305.

The future receipts of the lease receivable include:

| Year Ending<br>June 30 | Annex Building    |                 |                   |
|------------------------|-------------------|-----------------|-------------------|
|                        | Principal         | Interest        | Total             |
| 2026                   | \$ 61,557         | \$ 5,715        | \$ 67,272         |
| 2027                   | 64,544            | 2,728           | 67,272            |
| 2028                   | 22,204            | 220             | 22,424            |
| Total                  | <u>\$ 148,305</u> | <u>\$ 8,663</u> | <u>\$ 156,968</u> |

### C. *Capital Assets*

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

#### Primary Government

##### Governmental Activities:

|                                                | Balance<br>7-1-24    | Increases           | Decreases           | Balance<br>6-30-25   |
|------------------------------------------------|----------------------|---------------------|---------------------|----------------------|
| Capital Assets Not<br>Depreciated:             |                      |                     |                     |                      |
| Land                                           | \$ 367,929           | \$ 0                | \$ 0                | \$ 367,929           |
| Construction in Progress                       | 1,706,808            | 2,972,755           | 0                   | 4,679,563            |
| Total Capital Assets<br>Not Depreciated        | <u>\$ 2,074,737</u>  | <u>\$ 2,972,755</u> | <u>\$ 0</u>         | <u>\$ 5,047,492</u>  |
| Capital Assets Depreciated:                    |                      |                     |                     |                      |
| Buildings and<br>Improvements                  | \$ 11,041,718        | \$ 105,500          | \$ 0                | \$ 11,147,218        |
| Infrastructure                                 | 55,397,469           | 1,067,767           | 0                   | 56,465,236           |
| Other Capital Assets                           | 10,613,011           | 1,415,173           | (817,920)           | 11,210,264           |
| Total Capital Assets<br>Depreciated            | <u>\$ 77,052,198</u> | <u>\$ 2,588,440</u> | <u>\$ (817,920)</u> | <u>\$ 78,822,718</u> |
| Less Accumulated<br>Depreciation For:          |                      |                     |                     |                      |
| Buildings and<br>Improvements                  | \$ 6,782,057         | \$ 326,778          | \$ 0                | \$ 7,108,835         |
| Infrastructure                                 | 38,686,469           | 1,972,756           | 0                   | 40,659,225           |
| Other Capital Assets                           | 7,327,407            | 862,404             | (772,903)           | 7,416,908            |
| Total Accumulated<br>Depreciation              | <u>\$ 52,795,933</u> | <u>\$ 3,161,938</u> | <u>\$ (772,903)</u> | <u>\$ 55,184,968</u> |
| Total Capital Assets<br>Depreciated, Net       | <u>\$ 24,256,265</u> | <u>\$ (573,498)</u> | <u>\$ (45,017)</u>  | <u>\$ 23,637,750</u> |
| Intangible Right-to-Use Assets:                |                      |                     |                     |                      |
| SBITA                                          | \$ 696,369           | \$ 0                | \$ 0                | \$ 696,369           |
| Less: Accumulated<br>Amortization - SBITA      | (81,243)             | (139,274)           | 0                   | (220,517)            |
| Net Intangible Right-to-Use<br>Assets          | <u>\$ 615,126</u>    | <u>\$ (139,274)</u> | <u>\$ 0</u>         | <u>\$ 475,852</u>    |
| Governmental Activities<br>Capital Assets, Net | <u>\$ 26,946,128</u> | <u>\$ 2,259,983</u> | <u>\$ (45,017)</u>  | <u>\$ 29,161,094</u> |

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

**Governmental Activities:**

|                                             |    |                  |
|---------------------------------------------|----|------------------|
| General Government                          | \$ | 105,881          |
| Finance                                     |    | 10,474           |
| Public Safety                               |    | 621,447          |
| Public Health and Welfare                   |    | 205,188          |
| Social, Cultural, and Recreational Services |    | 6,361            |
| Agriculture and Natural Resources           |    | 9,714            |
| Highways/Public Works                       |    | <u>2,342,147</u> |

|                                                                       |    |                         |
|-----------------------------------------------------------------------|----|-------------------------|
| Total Depreciation and Amortization Expense - Governmental Activities | \$ | <u><u>3,301,212</u></u> |
|-----------------------------------------------------------------------|----|-------------------------|

**Discretely Presented Giles County School Department**

**Governmental Activities:**

|                                             | Balance<br>7-1-24           | Increases                   | Decreases                     | Balance<br>6-30-25          |
|---------------------------------------------|-----------------------------|-----------------------------|-------------------------------|-----------------------------|
| Capital Assets Not Depreciated:             |                             |                             |                               |                             |
| Land                                        | \$ 621,198                  | \$ 0                        | \$ 0                          | \$ 621,198                  |
| Construction in Progress                    | 10,862,070                  | 8,229,886                   | (11,347,531)                  | 7,744,425                   |
| Total Capital Assets Not Depreciated        | <u>\$ 11,483,268</u>        | <u>\$ 8,229,886</u>         | <u>\$ (11,347,531)</u>        | <u>\$ 8,365,623</u>         |
| Capital Assets Depreciated:                 |                             |                             |                               |                             |
| Buildings and Improvements                  | \$ 37,248,466               | \$ 11,395,604               | \$ 0                          | \$ 48,644,070               |
| Other Capital Assets                        | 9,582,816                   | 1,617,673                   | (407,582)                     | 10,792,907                  |
| Total Capital Assets Depreciated            | <u>\$ 46,831,282</u>        | <u>\$ 13,013,277</u>        | <u>\$ (407,582)</u>           | <u>\$ 59,436,977</u>        |
| Less Accumulated Depreciation For:          |                             |                             |                               |                             |
| Buildings and Improvements                  | \$ 24,479,407               | \$ 1,176,863                | \$ 0                          | \$ 25,656,270               |
| Other Capital Assets                        | 6,567,984                   | 539,162                     | (407,582)                     | 6,699,564                   |
| Total Accumulated Depreciation              | <u>\$ 31,047,391</u>        | <u>\$ 1,716,025</u>         | <u>\$ (407,582)</u>           | <u>\$ 32,355,834</u>        |
| Total Capital Assets Depreciated, Net       | <u>\$ 15,783,891</u>        | <u>\$ 11,297,252</u>        | <u>\$ 0</u>                   | <u>\$ 27,081,143</u>        |
| Governmental Activities Capital Assets, Net | <u><u>\$ 27,267,159</u></u> | <u><u>\$ 19,527,138</u></u> | <u><u>\$ (11,347,531)</u></u> | <u><u>\$ 35,446,766</u></u> |

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

**Governmental Activities:**

|                                                      |                            |
|------------------------------------------------------|----------------------------|
| Instruction                                          | \$ 1,243,086               |
| Support Services                                     | 408,370                    |
| Operation of Non-instructional Services              | <u>64,569</u>              |
| Total Depreciation Expense - Governmental Activities | <u><u>\$ 1,716,025</u></u> |

**D. Construction Commitments**

On June 30, 2025, the county had an uncompleted construction contract of approximately \$2,310,000 in the Other Capital Projects Fund for upgrades to the county's communication network. Funding for these future expenditures is expected to be received from future revenues and available fund balance.

On June 30, 2025, the school department had uncompleted construction contracts of approximately \$4,282,046 in the Other Education Capital Projects Fund for renovations of Bridgeforth Middle School and Pulaski Elementary School. Funding has been received for these future expenditures.

**E. Interfund Transfers****Discretely Presented Giles County School Department**

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

| Transfers Out               | Transfers In                          |                             | Purpose          |
|-----------------------------|---------------------------------------|-----------------------------|------------------|
|                             | Other Education Capital Projects Fund | General Purpose School Fund |                  |
| General Purpose School Fund | \$ 3,500,000                          | \$ 0                        | Capital projects |
| Nonmajor governmental funds | 0                                     | 941,564                     | ESSER projects   |
| Total                       | <u><u>\$ 3,500,000</u></u>            | <u><u>\$ 941,564</u></u>    |                  |

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.

**F. Long-term Debt****Primary Government****General Obligation Bonds**

**General Obligation Bonds** – Giles 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. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for an original term of up to 10 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. The bond included in long-term debt as of June 30, 2025, will be retired from the General Debt Service Fund.

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

| Type                     | Interest<br>Rate |   | Final<br>Maturity |    | Original<br>Amount<br>of Issue | Balance<br>6-30-25 |
|--------------------------|------------------|---|-------------------|----|--------------------------------|--------------------|
| General Obligation Bonds | 4 to 5           | % | 4-1-34            | \$ | 7,990,000                      | \$ 7,280,000       |

The annual requirements to amortize the general obligation bonds outstanding as of June 30, 2025, including interest payments, are presented in the following table:

| Year Ending<br>June 30 | Bonds        |              |              |
|------------------------|--------------|--------------|--------------|
|                        | Principal    | Interest     | Total        |
| 2026                   | \$ 660,000   | \$ 345,050   | \$ 1,005,050 |
| 2027                   | 695,000      | 312,050      | 1,007,050    |
| 2028                   | 730,000      | 277,300      | 1,007,300    |
| 2029                   | 765,000      | 240,800      | 1,005,800    |
| 2030                   | 805,000      | 202,550      | 1,007,550    |
| 2031-2034              | 3,625,000    | 396,750      | 4,021,750    |
| Total                  | \$ 7,280,000 | \$ 1,774,500 | \$ 9,054,500 |

There is \$954,848 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$240 based on the 2020 federal census. Total debt per capita, including bonds and unamortized debt premiums, totaled \$263 based on the 2020 federal census.

### Changes in Long-term Debt

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

#### Governmental Activities:

|                             | Bonds               |
|-----------------------------|---------------------|
| Balance, July 1, 2024       | \$ 7,990,000        |
| Reductions                  | (710,000)           |
| Balance, June 30, 2025      | <u>\$ 7,280,000</u> |
| Balance Due Within One Year | <u>\$ 660,000</u>   |

#### Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

|                                                                          |                     |
|--------------------------------------------------------------------------|---------------------|
| Total Noncurrent Liabilities - Debt, June 30, 2025                       | \$ 7,280,000        |
| Less: Balances Due Within One Year - Debt                                | (660,000)           |
| Add: Unamortized Premium on Debt                                         | <u>703,603</u>      |
| Noncurrent Liabilities - Due in<br>More Than One Year - Debt - Exhibit A | <u>\$ 7,323,603</u> |

## **G. Long-term Obligations**

### **Primary Government**

#### **Changes in Long-term Obligations**

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

##### **Governmental Activities:**

|                             | Compensated<br>Absences* | Pension<br>Liability -<br>Agent Plan | Other<br>Postemployment<br>Benefits |
|-----------------------------|--------------------------|--------------------------------------|-------------------------------------|
| Balance, July 1, 2024       | \$ 530,554               | \$ 763,967                           | \$ 328,574                          |
| Additions                   | 0                        | 4,661,010                            | 90,230                              |
| Reductions                  | (30,355)                 | (4,654,125)                          | (6,089)                             |
| Balance, June 30, 2025      | <u>\$ 500,199</u>        | <u>\$ 770,852</u>                    | <u>\$ 412,715</u>                   |
| Balance Due Within One Year | <u>\$ 500,199</u>        | <u>\$ 0</u>                          | <u>\$ 13,830</u>                    |

\*Restated beginning balance - see Note I.D.11. The change in compensated absences is presented as a net change.

##### **Analysis of Other Noncurrent Liabilities Presented on Exhibit A:**

|                                                                           |                     |
|---------------------------------------------------------------------------|---------------------|
| Total Other Noncurrent Liabilities, June 30, 2025                         | \$ 1,683,766        |
| Less: Balance Due Within One Year - Other                                 | <u>(514,029)</u>    |
| Noncurrent Liabilities - Due in<br>More Than One Year - Other - Exhibit A | <u>\$ 1,169,737</u> |

Compensated absences, other postemployment benefits, and pension liability will be paid from the employing funds, primarily the General and Highway/Public Works funds.

### **Discretely Presented Giles County School Department**

#### **Changes in Long-term Obligations**

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

**Governmental Activities:**

|                             | Compensated<br>Absences* | Pension<br>Liability -<br>Agent Plan | Other<br>Postemployment<br>Benefits |
|-----------------------------|--------------------------|--------------------------------------|-------------------------------------|
| Balance, July 1, 2024       | \$ 319,529               | \$ 399,376                           | \$ 6,397,390                        |
| Additions                   | 0                        | 3,252,068                            | 736,817                             |
| Reductions                  | (12,188)                 | (3,132,599)                          | (417,296)                           |
| Balance, June 30, 2025      | <u>\$ 307,341</u>        | <u>\$ 518,845</u>                    | <u>\$ 6,716,911</u>                 |
| Balance Due Within One Year | <u>\$ 307,341</u>        | <u>\$ 0</u>                          | <u>\$ 352,579</u>                   |

\*Restated beginning balance - see Note I.D.11. The change in compensated absences is presented as a net change.

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

|                                                                           |                     |
|---------------------------------------------------------------------------|---------------------|
| Total Other Noncurrent Liabilities, June 30, 2025                         | \$ 7,543,097        |
| Less: Balance Due Within One Year - Other                                 | <u>(659,920)</u>    |
| Noncurrent Liabilities - Due in<br>More Than One Year - Other - Exhibit A | <u>\$ 6,883,177</u> |

Compensated absences, other post-employment benefits, and pension liability will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

**H. On-Behalf Payments****Discretely Presented Giles County School Department**

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Giles County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both plans are administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2025, were \$191,165. 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****Primary Government**

The county is exposed to various risks related to general liability, property, and casualty losses. The county decided it was more economically feasible to join a public entity risk pool instead of purchasing commercial insurance for general liability, property, and casualty coverage. The county joined the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties. The county pays an annual premium to the LGPCF for its general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding \$250,000 for property and \$450,000 for liability for each insured event.

Giles County participates in the Local Government Workers' Compensation Fund (LGWCF), a public entity risk pool established under provisions of Section 29-20-401, *Tennessee Code Annotated*, by the Tennessee County Services Association to provide a program of workers' compensation coverage to employees of local governments. The county pays an annual premium to the LGWCF for its workers' compensation insurance coverage. The LGWCF is to be self-sustaining through member premiums. The LGWCF reinsures through commercial insurance companies for claims exceeding \$500,000.

Giles 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.

### **Discretely Presented Giles County School Department**

The discretely presented Giles County School Department is exposed to various risks related to liability, property, and casualty losses. The school department decided it was more economically feasible to join a public entity risk pool instead of purchasing commercial insurance for general liability, property, and casualty coverage. The school department joined the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties. The school department pays an annual premium to the LGPCF for its general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding \$250,000 for property and \$450,000 for liability for each insured event.

The school department participates in the Local Government Workers' Compensation Fund (LGWCF), a public entity risk pool established under provisions of Section 29-20-401, *Tennessee Code Annotated*, by the Tennessee County Services Association to provide a program of workers' compensation coverage to employees of local governments. The county pays an annual premium to the LGWCF for its workers' compensation insurance coverage. The LGWCF is to be self-sustaining through member premiums. The LGWCF reinsures through commercial insurance companies for claims exceeding \$500,000.

The 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. 101, *Compensated Absences*, became effective for the fiscal year ending June 30, 2025. This statement updates the recognition and measurement guidance for compensated absences under a unified model and amends certain previously required disclosures.

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

### *C. Contingent Liabilities*

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.

Giles County was named in a class action lawsuit in the United States District Court concerning violations in their probation services. The final Consent Decree became effective January 13, 2022, and required \$2,000,000 in damages plus any costs of claims administration, monitoring, and any other implementation costs. As a result, Giles County established the Probation Settlement Fund to pay costs associated with the final Consent Decree.

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

### *D. Changes in Administration*

On August 31, 2024, Barry Hyatt left the office of Highway Commissioner and was succeeded by Gene Barnickle.

On October 28, 2024, Kyle Helton left the Office of Sheriff and was succeeded by Joe Purvis.

### *E. Joint Ventures*

The Economic Development Commission for Pulaski-Giles County, Tennessee, Inc., is a joint venture between Giles County and the City of Pulaski and is governed by a 14-member board. The purpose of the board is to promote and facilitate the economic development of the City of Pulaski and Giles County, Tennessee. Giles County and the City of Pulaski provide the majority of funding for the board. Each of these entities is required to fund 40 percent of the board's annual operating budget. Giles County contributed \$69,262 to the operations of the Economic Development Commission during the year ended June 30, 2025.

The Twenty-second Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twenty-second Judicial District, Lawrence, Giles, Maury, and Wayne counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Giles County did not contribute any funds to the DTF for the year ended June 30, 2025.

Giles County does not retain an equity interest in any of the above-noted joint ventures. Complete financial statements for the Economic Development Commission and the Twenty-second Judicial District DTF can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Economic Development Commission  
203 South First Street  
P.O. Box 633  
Pulaski, TN 38478

Office of District Attorney General  
Twenty-second Judicial District Drug Task Force  
P.O. Box 852  
Lawrenceburg, TN 38464

***F. Jointly Governed Organizations***

The Industrial Development Board of Giles County and the city of Pulaski was created by Giles County and the city of Pulaski. The Industrial Development Board comprises eight members. The county and the city each appoint four members. However, the county does not have any ongoing financial interest or responsibility for the entity. Giles County contributed \$52,469 to the Industrial Development Board for the year ended June 30, 2025.

The Tennessee Southern Railroad Authority (TSRA) was created by the county in conjunction with Lawrence and Maury counties, and its board comprises the county mayors/executives and a representative appointed by the respective county commissions from each of the three counties and a representative from the cities of Mt. Pleasant and Lawrenceburg. However, Giles County does not have any ongoing financial interest or responsibility for the entity. The majority of TSRA's funding is received from various grants from the Tennessee Department of Transportation. Giles County made no appropriations to the Tennessee Southern Railroad Authority for the year ended June 30, 2025.

***G. Commitments***

Giles County and the city of Pulaski jointly own Abernathy Field Airport; however, the day-to-day operation of the airport is administered by the city of Pulaski. The financial activity of the airport is reported in the General Fund financial statements of the city of Pulaski. Giles County is committed to contributing one-half of the operating expenses of the Abernathy Field Airport. Giles County contributed \$74,022 to airport operations during the year ended June 30, 2025.

On October 20, 1997, the county commission adopted a resolution "to participate and fund the county's share or one-half of the costs and expenses associated with the development of the new industrial park ...." Based on this resolution, the county will participate with the city of Pulaski to develop an industrial park. A written contract documenting this arrangement has been approved by a county commission resolution. As of June 30, 2025, there was no outstanding debt for the development of the industrial park. There were no contributions made to the city of Pulaski during the year ended June 30, 2025.

***H. Retirement Commitments***

**1. Tennessee Consolidated Retirement System (TCRS)**

**Primary Government**

***General Information About the Pension Plan***

*Plan Description.* Employees of Giles County and non-certified employees of the discretely presented Giles 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 59.77 percent, and the non-certified employees of the discretely presented school department comprise 40.23 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers

the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at [Tennessee Department of Treasury website](#).

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

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

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

|                                                                  |              |
|------------------------------------------------------------------|--------------|
| Inactive Employees or Beneficiaries Currently Receiving Benefits | 312          |
| Inactive Employees Entitled to But Not Yet Receiving Benefits    | 622          |
| Active Employees                                                 | 453          |
| Total                                                            | <u>1,387</u> |

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary to the plan. Giles County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2025, the employer contributions for Giles County were \$1,331,276 based on a rate of 7.18 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Giles 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. Employer contributions to separately finance specific liabilities were \$2,344 for the year ended June 30, 2025. The contributions to separately finance specific liabilities were related to employees who have returned to work under a TCRS Return to Work program which requires employer contributions.

### ***Net Pension Liability (Asset)***

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

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

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

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

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

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

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

*Discount Rate.* The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Giles 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<br>Pension<br>Liability<br>(a) | Plan<br>Fiduciary<br>Net Position<br>(b) | Net Pension<br>Liability<br>(Asset)<br>(a)-(b) |
| Balance, July 1, 2023                                               | \$ 59,417,064                        | \$ 58,253,721                            | \$ 1,163,343                                   |
| Changes for the Year:                                               |                                      |                                          |                                                |
| Service Cost                                                        | \$ 1,610,348                         | \$ 0                                     | \$ 1,610,348                                   |
| Interest                                                            | 4,020,133                            | 0                                        | 4,020,133                                      |
| Differences Between Expected<br>and Actual Experience               | 2,225,626                            | 0                                        | 2,225,626                                      |
| Contributions-Employer                                              | 0                                    | 1,260,877                                | (1,260,877)                                    |
| Contributions-Employees                                             | 0                                    | 880,655                                  | (880,655)                                      |
| Net Investment Income                                               | 0                                    | 5,645,192                                | (5,645,192)                                    |
| Benefit Payments, Including<br>Refunds of Employee<br>Contributions | (2,939,758)                          | (2,939,758)                              | 0                                              |
| Administrative Expense                                              | 0                                    | (56,971)                                 | 56,971                                         |
| Net Changes                                                         | \$ 4,916,349                         | \$ 4,789,995                             | \$ 126,354                                     |
| Balance, June 30, 2024                                              | \$ 64,333,413                        | \$ 63,043,716                            | \$ 1,289,697                                   |

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

|                    |        | Total<br>Pension<br>Liability | Plan<br>Fiduciary<br>Net<br>Position | Net<br>Pension<br>Liability<br>(Asset) |
|--------------------|--------|-------------------------------|--------------------------------------|----------------------------------------|
| Primary Government | 59.77% | \$ 38,452,081                 | \$ 37,681,229                        | \$ 770,852                             |
| School Department  | 40.23% | 25,881,332                    | 25,362,487                           | 518,845                                |
| Total              |        | \$ 64,333,413                 | \$ 63,043,716                        | \$ 1,289,697                           |

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

|              | 1%<br>Decrease | Current<br>Discount<br>Rate | 1%<br>Increase |
|--------------|----------------|-----------------------------|----------------|
| Giles County | 5.75%          | 6.75%                       | 7.75%          |

Net Pension Liability (Asset)                      \$    9,873,569    \$    1,289,697    \$    (5,745,112)

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

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, Giles County recognized pension expense (negative pension expense) of \$2,359,865.

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

|                                                                                  | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|----------------------------------------------------------------------------------|--------------------------------------|-------------------------------------|
| Difference Between Expected and Actual Experience                                | \$    2,200,789                      | \$                0                 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 0                                    | 679,007                             |
| Contributions Subsequent to the Measurement Date of June 30, 2024 (1)            | 1,331,276                            | N/A                                 |
| Total                                                                            | <u>\$    3,532,065</u>               | <u>\$    679,007</u>                |

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

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

|                    | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|--------------------|--------------------------------------|-------------------------------------|
| Primary Government | \$    2,148,305                      | \$    405,842                       |
| School Department  | 1,383,760                            | 273,165                             |
| Total              | <u>\$    3,532,065</u>               | <u>\$    679,007</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<br>June 30 | Amount     |
|------------------------|------------|
| 2026                   | \$ 174,440 |
| 2027                   | 1,484,620  |
| 2028                   | 211,111    |
| 2029                   | (348,389)  |
| 2030                   | 0          |
| Thereafter             | 0          |

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

### **Discretely Presented Giles County School Department - Non-certified Employees**

#### ***General Information About the Pension Plan***

*Plan Description.* As noted above under the primary government, employees of Giles County and non-certified employees of the discretely presented Giles 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 59.77 percent, and the non-certified employees of the discretely presented school department comprise 40.23 percent of the plan based on contribution data.

### **Discretely Presented Giles County School Department - Certified Employees - Teacher Retirement Plan**

#### ***General Information About the Pension Plan***

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

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

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

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2025, to the Teacher Retirement Plan were \$257,871, which is three percent of covered payroll. In addition, employer contributions of \$85,957, which is one percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liabilities (Assets).* On June 30, 2025, the school department reported a liability (asset) of (\$252,906) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, and the total pension liability (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, 2024, the school department's proportion was 0.354902 percent. The proportion as of June 30, 2023, was 0.317434 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, the Giles County School Department recognized pension expense (negative pension expense) of \$212,936.

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

|                                                                                  | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|----------------------------------------------------------------------------------|--------------------------------------|-------------------------------------|
| Difference Between Expected and Actual Experience                                | \$ 20,891                            | \$ 77,700                           |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 0                                    | 42,661                              |
| Changes in Assumptions                                                           | 100,500                              | 0                                   |
| Changes in Proportion of Net Pension Liability (Asset)                           | 39,621                               | 28,213                              |
| LEA's Contributions Subsequent to the Measurement Date of June 30, 2024          | 257,871                              | N/A                                 |
| Total                                                                            | <u>\$ 418,883</u>                    | <u>\$ 148,574</u>                   |

The school department's employer contributions of \$257,871, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year Ending<br>June 30 | Amount      |
|------------------------|-------------|
| 2026                   | \$ (23,098) |
| 2027                   | 35,926      |
| 2028                   | (14,116)    |
| 2029                   | (13,882)    |
| 2030                   | 6,860       |
| Thereafter             | 20,748      |

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

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

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

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

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

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

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

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

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

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

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

| School Department's<br>Proportionate Share of<br>the Net Pension<br>Liability (Asset) | 1%<br>Decrease<br>5.75% | Current<br>Discount<br>Rate<br>6.75% | 1%<br>Increase<br>7.75% |
|---------------------------------------------------------------------------------------|-------------------------|--------------------------------------|-------------------------|
| Net Pension Liability (Asset)                                                         | \$ 666,995              | \$ (252,906)                         | \$ (937,505)            |

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

## **Discretely Presented Giles County School Department – Certified Employees - Teacher Legacy Pension Plan**

### ***General Information About the Pension Plan***

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

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

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

entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Giles County School Department for the year ended June 30, 2025, to the Teacher Legacy Pension Plan were \$753,473, which is 6.36 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability. Employer contributions to separately finance specific liabilities were \$10,120 for the year ended June 30, 2025. The contributions to separately finance specific liabilities were related to employees who have returned to work under a TCRS Return to Work program which requires employer contributions.

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

*Pension Liability (Assets).* On June 30, 2025, the school department reported a liability (asset) of (\$6,346,897) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2024, the school department's proportion was 0.368393 percent. The proportion measured on June 30, 2023, was 0.345610 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of \$1,312,688.

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

|                                                                                  | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|----------------------------------------------------------------------------------|--------------------------------------|-------------------------------------|
| Difference Between Expected and Actual Experience                                | \$ 1,692,549                         | \$ 0                                |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 0                                    | 1,236,118                           |
| Changes in Proportion of Net Pension Liability (Asset)                           | 145,217                              | 302,832                             |
| LEA's Contributions Subsequent to the Measurement Date of June 30, 2024          | 753,473                              | N/A                                 |
| Total                                                                            | \$ 2,591,239                         | \$ 1,538,950                        |

The school department's employer contributions of \$753,473 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year Ending<br>June 30 | Amount       |
|------------------------|--------------|
| 2026                   | \$ (747,628) |
| 2027                   | 2,342,188    |
| 2028                   | (644,920)    |
| 2029                   | (650,824)    |
| 2030                   | 0            |
| Thereafter             | 0            |

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

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

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

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

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

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

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

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

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

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

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

|                               |              |                |                 |
|-------------------------------|--------------|----------------|-----------------|
| Net Pension Liability (Asset) | \$ 8,062,759 | \$ (6,346,897) | \$ (18,297,740) |
|-------------------------------|--------------|----------------|-----------------|

*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

Giles County offers its employees a deferred compensation plan established pursuant to IRC Section 457, and the Giles County School Department offers its employees a deferred compensation plan established pursuant to IRC Section 403(b). All costs of administering

and funding these programs are the responsibility of plan participants. The Section 403(b) and Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 403(b) and 457 establish participation, contribution, and withdrawal provisions for the plans.

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion, which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$435,074 and teachers contributed \$205,657 to this deferred compensation pension plan.

#### ***I. Other Postemployment Benefits (OPEB)***

Giles County and the discretely presented Giles County School Department provide OPEB benefits to its retirees through 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 meet the criteria of paragraph 4 of GASB Statement No. 75.

#### **OPEB Provided through State Administered Public Entity Risk Pools**

Retirees of Giles County are provided healthcare under the Local Government Plan (LGP) until they reach Medicare eligibility. Likewise, the school department provides healthcare benefits to its employees under the Local Education Plan (LEP) until they reach Medicare eligibility. Both the certified and noncertified employees of the school department may then join the Tennessee Plan - Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare. However, the school department does not provide any subsidy (direct or indirect) to this plan and therefore does not recognize any OPEB liability associated with the TNM.

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

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

|                                        |                                                                                                                                                                                         |
|----------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Actuarial Cost Method                  | Entry Age Normal                                                                                                                                                                        |
| Inflation                              | 2.25%                                                                                                                                                                                   |
| Salary Increases                       | Salary increases used in the July 1, 2021, TCRS actuarial valuation; 3.44% to 8.72%, including inflation                                                                                |
| Discount Rate                          | 3.93%                                                                                                                                                                                   |
| Healthcare Cost Trend Rates            | Based on the Getzen Model, with trend starting at 10.68% for pre-65 retirees in the 2024 calendar year, and decreasing annually over a 13-year period to an ultimate trend rate of 4.5% |
| Retirees Share of Benefit Related Cost | Discussed under each plan                                                                                                                                                               |

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

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

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2024, valuations were the same as those employed in the July 1, 2022, Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality, with mortality improvement projected generationally with MP-2021 from 2010. Post-retirement rates are headcount-weighted below median healthy annuitant and adjusted with a 6 percent load for males and a 14 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

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

### **Local Government OPEB Plan (Primary Government)**

*Plan Description.* Employees of Giles 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.* Giles 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 receive the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Giles 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, 2024, the following employees were covered by the benefit terms:

|                                                               |                   |
|---------------------------------------------------------------|-------------------|
| Inactive Employees Currently Receiving Benefits               | 2                 |
| Inactive Employees Entitled To But Not Yet Receiving Benefits | 0                 |
| Active Employees Eligible for Benefits                        | <u>187</u>        |
| Total                                                         | <u><u>189</u></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, 2025, the county paid \$13,830 to the LGP for OPEB benefits as they came due.

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

|                                                      | <u>Giles<br/>County</u>  |
|------------------------------------------------------|--------------------------|
| Balance July 1, 2023                                 | \$ 328,574               |
| Changes for the Year:                                |                          |
| Service Cost                                         | 29,837                   |
| Interest                                             | 12,972                   |
| Difference between Expected<br>and Actual Experience | 2,911                    |
| Changes in Assumptions                               | 44,510                   |
| Benefit Payments                                     | (6,089)                  |
| Net Changes                                          | <u>\$ 84,141</u>         |
| Balance June 30, 2024                                | <u><u>\$ 412,715</u></u> |

*OPEB Expense (Negative OPEB Expense) and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, the county recognized OPEB expense (negative OPEB expense) of (\$2,519). On June 30, 2025, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|                                                              | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|--------------------------------------------------------------|--------------------------------------|-------------------------------------|
| Difference Between Expected and<br>Actual Experience         | \$ 2,511                             | \$ 129,613                          |
| Changes of Assumptions                                       | 129,525                              | 143,846                             |
| Benefits Paid After the Measurement Date<br>of June 30, 2024 | 13,830                               | N/A                                 |
| Total                                                        | <u>\$ 145,866</u>                    | <u>\$ 273,459</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<br>June 30 | Giles<br>County |
|------------------------|-----------------|
| 2026                   | \$ (45,328)     |
| 2027                   | (39,255)        |
| 2028                   | (33,961)        |
| 2029                   | (32,055)        |
| 2030                   | (274)           |
| Thereafter             | 9,450           |

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

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

| Discount Rate        | 1%<br>Decrease | Current<br>Discount<br>Rate | 1%<br>Increase |
|----------------------|----------------|-----------------------------|----------------|
|                      | 2.93%          | 3.93%                       | 4.93%          |
| Total OPEB Liability | \$ 445,364     | \$ 412,715                  | \$ 382,326     |

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

| Healthcare Cost Trend Rate |                          |                                |                           |
|----------------------------|--------------------------|--------------------------------|---------------------------|
|                            | 1%                       | Current                        | 1%                        |
|                            | Decrease<br>9.68 to 3.5% | Trend<br>Rate<br>10.68 to 4.5% | Increase<br>11.68 to 5.5% |
| Total OPEB Liability       | \$ 370,294               | \$ 412,715                     | \$ 462,592                |

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

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

*Benefits Provided.* The Giles County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. After participating in the insurance program for at least one year prior to retiring with at least 15 years of total service at the Giles County School Department, retirees are eligible to receive a monthly direct subsidy toward the cost of their insurance premiums after age 53 with 30 years of service or after age 60 with 20 years of service. The monthly subsidy for certified teachers is \$297 and for support staff is \$541, based on the insurance plan selected by the retiree. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees' premiums based on years of service.

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

|                                                               |                   |
|---------------------------------------------------------------|-------------------|
| Inactive Employees Currently Receiving Benefits               | 40                |
| Inactive Employees Entitled To But Not Yet Receiving Benefits | 1                 |
| Active Employees Eligible for Benefits                        | <u>271</u>        |
| Total                                                         | <u><u>312</u></u> |

A state insurance committee, created in accordance with TCA 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$352,579 to the LEP for OPEB benefits as they came due.

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

|                                                         | Share of Collective Liability               |                          |                         |
|---------------------------------------------------------|---------------------------------------------|--------------------------|-------------------------|
|                                                         | Giles County<br>School Department<br>67.03% | State of<br>TN<br>32.97% | Total OPEB<br>Liability |
| Balance July 1, 2023                                    | \$ 6,397,390                                | \$ 3,057,591             | \$ 9,454,981            |
| Changes for the Year:                                   |                                             |                          |                         |
| Service Cost                                            | \$ 229,140                                  | \$ 112,707               | \$ 341,847              |
| Interest                                                | 233,229                                     | 114,718                  | 347,947                 |
| Difference between<br>Expected and Actual<br>Experience | 206,694                                     | 101,666                  | 308,360                 |
| Changes in Assumptions                                  | 67,754                                      | 33,326                   | 101,080                 |
| Change in Proportion                                    | (60,128)                                    | 60,128                   | 0                       |
| Benefit Payments                                        | (357,168)                                   | (175,680)                | (532,848)               |
| Net Changes                                             | \$ 319,521                                  | \$ 246,865               | \$ 566,386              |
| Balance June 30, 2024                                   | \$ 6,716,911                                | \$ 3,304,456             | \$ 10,021,367           |

The Giles 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 Giles 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 \$216,901 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Giles County School Department's proportionate share of the collective OPEB liability was 67.03 percent and the State of Tennessee's share was 32.97 percent.

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, the school department recognized OPEB expense of \$315,405, including the state's share of the expense. On June 30, 2025, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

|                                                              | Deferred<br>Outflows<br>of<br>Resources | Deferred<br>Inflows<br>of<br>Resources |
|--------------------------------------------------------------|-----------------------------------------|----------------------------------------|
| Difference Between Actual and<br>Expected Experience         | \$ 575,121                              | \$ 909,878                             |
| Changes in Proportion                                        | 31,983                                  | 458,624                                |
| Changes of Assumptions                                       | 571,217                                 | 463,069                                |
| Benefits Paid After the Measurement Date<br>of June 30, 2024 | 352,579                                 | 0                                      |
| Total                                                        | \$ 1,530,900                            | \$ 1,831,571                           |

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<br>June 30 | School<br>Department |
|------------------------|----------------------|
| 2026                   | \$ (360,378)         |
| 2027                   | (315,132)            |
| 2028                   | (102,423)            |
| 2029                   | 42,331               |
| 2030                   | 59,697               |
| Thereafter             | 22,655               |

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

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

| Discount Rate                                                    | 1%<br>Decrease<br>2.93% | Current<br>Discount<br>Rate<br>3.93% | 1%<br>Increase<br>4.93% |
|------------------------------------------------------------------|-------------------------|--------------------------------------|-------------------------|
| Proportionate Share of<br>the Collective Total<br>OPEB Liability | \$ 7,148,235            | \$ 6,716,911                         | \$ 6,305,374            |

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

| Healthcare Cost Trend Rate                                       | 1%<br>Decrease<br>9.68 to 3.5% | Current<br>Trend<br>Rates<br>10.68 to 4.5% | 1%<br>Increase<br>11.68 to 5.5% |
|------------------------------------------------------------------|--------------------------------|--------------------------------------------|---------------------------------|
| Proportionate Share of<br>the Collective Total<br>OPEB Liability | \$ 6,164,350                   | \$ 6,716,911                               | \$ 7,343,839                    |

#### *J. Office of Central Accounting, Budgeting, and Purchasing*

Giles County operates under provisions of the County Financial Management System of 1981. This act provides for a central system of accounting, budgeting, and purchasing for all county departments. The act also provides for the creation of a finance department operated under the direction of the finance director.

## *K Purchasing Laws*

The County Financial Management System of 1981 provides for the finance director or a deputy appointed by her to serve as the county purchasing agent. The finance director has appointed a deputy to serve as county purchasing agent. All purchase orders are issued by the finance department. Purchases exceeding \$50,000 are required to be competitively bid.

## REQUIRED SUPPLEMENTARY INFORMATION SECTION

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

|                                                                        | 2015           | 2016           | 2017           | 2018           | 2019           | 2020           | 2021           | 2022           | 2023          | 2024          |
|------------------------------------------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|---------------|---------------|
| <b>Total Pension Liability</b>                                         |                |                |                |                |                |                |                |                |               |               |
| Service Cost                                                           | \$ 982,440     | \$ 1,030,238   | \$ 1,076,819   | \$ 1,092,492   | \$ 1,109,522   | \$ 1,224,048   | \$ 1,236,172   | \$ 1,346,657   | \$ 1,498,945  | \$ 1,610,348  |
| Interest                                                               | 2,565,618      | 2,704,157      | 2,809,854      | 2,909,654      | 3,042,567      | 3,193,068      | 3,332,567      | 3,537,125      | 3,827,426     | 4,020,133     |
| Differences Between Actual and Expected Experience                     | 5,047          | (555,100)      | (356,998)      | (172,056)      | (26,396)       | (39,636)       | (347,294)      | 1,763,226      | 181,531       | 2,225,626     |
| Changes in Assumptions                                                 | 0              | 0              | 1,004,588      | 0              | 0              | 0              | 4,660,083      | 0              | 0             | 0             |
| Benefit Payments, Including Refunds of Employee Contributions          | (1,712,421)    | (1,794,996)    | (1,838,170)    | (1,924,832)    | (2,102,854)    | (2,225,815)    | (2,705,157)    | (2,408,057)    | (2,589,006)   | (2,939,758)   |
| Net Change in Total Pension Liability                                  | \$ 1,840,684   | \$ 1,384,299   | \$ 2,696,093   | \$ 1,905,258   | \$ 2,022,839   | \$ 2,151,665   | \$ 6,176,371   | \$ 4,238,951   | \$ 2,918,896  | \$ 4,916,349  |
| Total Pension Liability, Beginning                                     | 34,082,008     | 35,922,692     | 37,306,991     | 40,003,084     | 41,908,342     | 43,931,181     | 46,082,846     | 52,259,217     | 56,498,168    | 59,417,064    |
| Total Pension Liability, Ending (a)                                    | \$ 35,922,692  | \$ 37,306,991  | \$ 40,003,084  | \$ 41,908,342  | \$ 43,931,181  | \$ 46,082,846  | \$ 52,259,217  | \$ 56,498,168  | \$ 59,417,064 | \$ 64,333,413 |
| <b>Plan Fiduciary Net Position</b>                                     |                |                |                |                |                |                |                |                |               |               |
| Contributions - Employer                                               | \$ 488,022     | \$ 497,517     | \$ 494,211     | \$ 508,783     | \$ 539,193     | \$ 539,269     | \$ 544,330     | \$ 595,120     | \$ 1,061,948  | \$ 1,260,877  |
| Contributions - Employee                                               | 580,117        | 595,120        | 594,687        | 608,883        | 644,970        | 662,500        | 668,715        | 749,074        | 844,958       | 880,655       |
| Net Investment Income                                                  | 1,146,737      | 999,481        | 4,297,919      | 3,437,212      | 3,272,111      | 2,291,940      | 12,177,252     | (2,221,309)    | 3,692,029     | 5,645,192     |
| Benefit Payments, Including Refunds of Employee Contributions          | (1,712,421)    | (1,794,996)    | (1,838,170)    | (1,924,832)    | (2,102,854)    | (2,225,815)    | (2,705,157)    | (2,408,057)    | (2,589,006)   | (2,939,758)   |
| Administrative Expense                                                 | (21,498)       | (32,166)       | (35,224)       | (39,338)       | (38,188)       | (37,555)       | (36,741)       | (42,396)       | (45,804)      | (56,971)      |
| Other                                                                  | 0              | 5,961          | 2,005          | 0              | 0              | 0              | 0              | 0              | 0             | 0             |
| Net Change in Plan Fiduciary Net Position                              | \$ 480,957     | \$ 270,917     | \$ 3,515,428   | \$ 2,590,708   | \$ 2,315,232   | \$ 1,230,339   | \$ 10,648,399  | \$ (3,327,568) | \$ 2,964,125  | \$ 4,789,995  |
| Plan Fiduciary Net Position, Beginning                                 | 37,565,184     | 38,046,141     | 38,317,058     | 41,832,486     | 44,423,194     | 46,738,426     | 47,968,765     | 58,617,164     | 55,289,596    | 58,253,721    |
| Plan Fiduciary Net Position, Ending (b)                                | \$ 38,046,141  | \$ 38,317,058  | \$ 41,832,486  | \$ 44,423,194  | \$ 46,738,426  | \$ 47,968,765  | \$ 58,617,164  | \$ 55,289,596  | \$ 58,253,721 | \$ 63,043,716 |
| Net Pension Liability (Asset), Ending (a - b)                          | \$ (2,123,449) | \$ (1,010,067) | \$ (1,829,402) | \$ (2,514,852) | \$ (2,807,245) | \$ (1,885,919) | \$ (6,357,947) | \$ 1,208,572   | \$ 1,163,343  | \$ 1,289,697  |
| Plan Fiduciary Net Position as a Percentage of Total Pension Liability | 105.91%        | 102.71%        | 104.57%        | 106.00%        | 106.39%        | 104.09%        | 112.17%        | 97.86%         | 98.04%        | 98.00%        |
| Covered Payroll                                                        | \$ 11,675,167  | \$ 11,940,989  | \$ 11,901,562  | \$ 12,171,868  | \$ 12,899,358  | \$ 13,249,951  | \$ 13,374,235  | \$ 14,622,122  | \$ 15,275,960 | \$ 17,548,377 |
| Net Pension Liability (Asset) as a Percentage of Covered Payroll       | (18.19)%       | (8.46)%        | (15.37)%       | (20.66)%       | (21.76)%       | (14.23)%       | (47.54)%       | 8.27%          | 7.62%         | 7.35%         |

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 the non-certified employees of the discretely presented school department.

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

|                                                  | 2016          | 2017          | 2018          | 2019          | 2020          | 2021          | 2022          | 2023          | 2024          | 2025          |
|--------------------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Actuarially Determined Contribution              | \$ 497,517    | \$ 494,211    | \$ 508,783    | \$ 539,193    | \$ 539,269    | \$ 544,330    | \$ 595,120    | \$ 1,061,948  | \$ 1,260,031  | \$ 1,331,276  |
| Less: Contributions in Relation to the           |               |               |               |               |               |               |               |               |               |               |
| Actuarially Determined Contribution              | (497,517)     | (494,211)     | (508,783)     | (539,193)     | (539,269)     | (544,330)     | (595,120)     | (1,061,948)   | (1,260,031)   | (1,331,276)   |
| Contribution Deficiency (Excess)                 | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          |
| Covered Payroll                                  | \$ 11,940,989 | \$ 11,901,562 | \$ 12,171,868 | \$ 12,899,358 | \$ 13,249,951 | \$ 13,374,235 | \$ 14,622,122 | \$ 15,275,960 | \$ 17,548,377 | \$ 18,541,448 |
| Contributions as a Percentage of Covered Payroll | 4.17%         | 4.15%         | 4.18%         | 4.18%         | 4.07%         | 4.07%         | 4.07%         | 6.95%         | 7.18%         | 7.18%         |

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 the non-certified employees of the discretely presented school department.

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

|                                                  | 2016         | 2017         | 2018         | 2019         | 2020         | 2021         | 2022         | 2023         | 2024         | 2025         |
|--------------------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Contractually Required Contribution              | \$ 59,717    | \$ 104,782   | \$ 151,405   | \$ 81,032    | \$ 94,513    | \$ 102,398   | \$ 111,745   | \$ 181,209   | \$ 245,947   | \$ 257,871   |
| Less: Contributions in Relation to the           |              |              |              |              |              |              |              |              |              |              |
| Contractually Required Contribution              | (59,717)     | (104,782)    | (151,405)    | (81,032)     | (94,513)     | (102,398)    | (111,745)    | (181,209)    | (245,947)    | (257,871)    |
| Contribution Deficiency (Excess)                 | \$ 0         | \$ 0         | \$ 0         | \$ 0         | \$ 0         | \$ 0         | \$ 0         | \$ 0         | \$ 0         | \$ 0         |
| Covered Payroll                                  | \$ 1,492,919 | \$ 2,619,564 | \$ 3,785,109 | \$ 4,176,882 | \$ 4,655,748 | \$ 5,069,233 | \$ 5,559,394 | \$ 6,313,966 | \$ 8,337,191 | \$ 8,595,700 |
| Contributions as a Percentage of Covered Payroll | 4.00%        | 4.00%        | 4.00%        | 1.94%        | 2.03%        | 2.02%        | 2.01%        | 2.87%        | 2.95%        | 3.00%        |

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

- 2019: Pension - 1.94%, SRT - 2.02%
- 2020: Pension - 2.03%, SRT - 1.97%
- 2021: Pension - 2.02%, SRT - 1.98%
- 2022: Pension - 2.01%, SRT - 1.99%
- 2023: Pension - 2.87%, SRT - 1.13%
- 2024: Pension - 2.95%, SRT - 1.05%
- 2025: Pension - 3.00%, SRT - 1.00%

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

|                                                  | 2016          | 2017          | 2018          | 2019          | 2020          | 2021          | 2022          | 2023          | 2024          | 2025          |
|--------------------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Contractually Required Contribution              | \$ 1,241,432  | \$ 1,195,473  | \$ 1,132,204  | \$ 1,271,070  | \$ 1,266,832  | \$ 1,252,042  | \$ 1,192,767  | \$ 974,603    | \$ 826,214    | \$ 753,473    |
| Less: Contributions in Relation to the           |               |               |               |               |               |               |               |               |               |               |
| Contractually Required Contribution              | (1,241,432)   | (1,195,473)   | (1,132,204)   | (1,271,070)   | (1,266,832)   | (1,252,042)   | (1,192,767)   | (974,603)     | (826,214)     | (753,473)     |
| Contribution Deficiency (Excess)                 | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          | \$ 0          |
| Covered Payroll                                  | \$ 13,732,673 | \$ 13,224,273 | \$ 12,469,176 | \$ 12,151,686 | \$ 11,917,520 | \$ 12,191,248 | \$ 11,580,275 | \$ 11,218,007 | \$ 12,133,197 | \$ 11,847,060 |
| Contributions as a Percentage of Covered Payroll | 9.04%         | 9.04%         | 9.08%         | 10.46%        | 10.63%        | 10.27%        | 10.30%        | 8.69%         | 6.81%         | 6.36%         |

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

|                                                                                                                     | 2015        | 2016         | 2017         | 2018         | 2019         | 2020         | 2021         | 2022         | 2023         | 2024         |
|---------------------------------------------------------------------------------------------------------------------|-------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| School Department's Proportion of the Net Pension Liability (Asset)                                                 | 0.348523%   | 0.339297%    | 0.39917%     | 0.433141%    | 0.394716%    | 0.368946%    | 0.351243%    | 0.325553%    | 0.317434%    | 0.354902%    |
| School Department's Proportionate Share of the Net Pension Liability (Asset)                                        | \$ (14,021) | \$ (35,322)  | \$ (105,300) | \$ (196,441) | \$ (222,812) | \$ (209,798) | \$ (380,471) | \$ (98,618)  | \$ (134,603) | \$ (252,906) |
| Covered Payroll                                                                                                     | \$ 724,130  | \$ 1,492,919 | \$ 2,619,564 | \$ 3,785,109 | \$ 4,176,882 | \$ 4,655,748 | \$ 5,069,233 | \$ 5,559,394 | \$ 6,313,966 | \$ 8,337,191 |
| School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll | (1.94)%     | (2.37)%      | (4.02)%      | (5.19)%      | (5.33)%      | (4.51)%      | (7.51)%      | (1.77)%      | (2.13)%      | (3.03)%      |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)                                  | 127.46%     | 121.88%      | 126.81%      | 126.97%      | 123.07%      | 116.52%      | 121.53%      | 104.55%      | 104.97%      | 106.49%      |

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

|                                                                                                                     | 2015          | 2016          | 2017          | 2018           | 2019           | 2020           | 2021            | 2022           | 2023           | 2024           |
|---------------------------------------------------------------------------------------------------------------------|---------------|---------------|---------------|----------------|----------------|----------------|-----------------|----------------|----------------|----------------|
| School Department's Proportion of the Net Pension Liability (Asset)                                                 | 0.372792%     | 0.380427%     | 0.374100%     | 0.356093%      | 0.362398%      | 0.358071%      | 0.371439%       | 0.351883%      | 0.345610%      | 0.368393%      |
| School Department's Proportionate Share of the Net Pension Liability (Asset)                                        | \$ 152,708    | \$ 2,377,458  | \$ (122,399)  | \$ (1,253,060) | \$ (3,726,104) | \$ (2,730,554) | \$ (16,021,047) | \$ (4,315,517) | \$ (4,074,656) | \$ (6,346,897) |
| Covered Payroll                                                                                                     | \$ 13,955,478 | \$ 13,732,673 | \$ 13,224,273 | \$ 12,469,176  | \$ 12,151,686  | \$ 11,917,520  | \$ 12,191,248   | \$ 11,580,275  | \$ 11,218,007  | \$ 12,133,197  |
| School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll | 1.09%         | 17.31%        | (0.93)%       | (10.05)%       | (30.66)%       | (22.91)%       | (131.41)%       | (37.27)%       | (36.32)%       | (52.31)%       |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)                                  | 99.81%        | 97.14%        | 100.14%       | 101.49%        | 104.28%        | 103.09%        | 116.13%         | 104.42%        | 104.11%        | 105.76%        |

**GILES COUNTY, TENNESSEE**  
**Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plan**  
 Primary Government  
**For the Fiscal Year Ended June 30**

|                                                                | 2017         | 2018         | 2019         | 2020         | 2021         | 2022         | 2023          | 2024          |
|----------------------------------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|---------------|
| <b>Total OPEB Liability</b>                                    |              |              |              |              |              |              |               |               |
| Service Cost                                                   | \$ 34,111    | \$ 31,473    | \$ 39,122    | \$ 39,913    | \$ 51,182    | \$ 36,480    | \$ 20,959     | \$ 29,837     |
| Interest                                                       | 14,391       | 17,772       | 18,582       | 17,538       | 13,267       | 9,273        | 9,113         | 12,972        |
| Differences Between Actual and Expected Experience             | 0            | (61,424)     | (90,888)     | (6,706)      | (71,535)     | (77,517)     | (15,629)      | 2,911         |
| Changes in Assumptions or Other Inputs                         | (24,839)     | 31,780       | 27,842       | 47,694       | (142,395)    | (116,199)    | 84,452        | 44,510        |
| Benefit Payments                                               | (13,222)     | (16,137)     | (10,230)     | (7,961)      | (10,142)     | (3,458)      | (13,447)      | (6,089)       |
| Net Change in Total OPEB Liability                             | \$ 10,441    | \$ 3,464     | \$ (15,572)  | \$ 90,478    | \$ (159,623) | \$ (151,421) | \$ 85,448     | \$ 84,141     |
| Total OPEB Liability, Beginning                                | 465,359      | 475,800      | 479,264      | 463,692      | 554,170      | 394,547      | 243,126       | 328,574       |
| Total OPEB Liability, Ending                                   | \$ 475,800   | \$ 479,264   | \$ 463,692   | \$ 554,170   | \$ 394,547   | \$ 243,126   | \$ 328,574    | \$ 412,715    |
| Covered Employee Payroll                                       |              |              |              |              |              |              |               |               |
| Net OPEB Liability as a Percentage of Covered Employee Payroll | \$ 7,776,614 | \$ 7,931,089 | \$ 8,478,917 | \$ 8,814,521 | \$ 8,957,764 | \$ 9,612,113 | \$ 10,030,173 | \$ 10,483,803 |
|                                                                | 6.12%        | 6.04%        | 5.47%        | 6.29%        | 4.40%        | 2.53%        | 3.28%         | 3.94%         |

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:

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

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

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

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

**GILES COUNTY, TENNESSEE**  
**Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan**  
Discretely Presented Giles County School Department  
**For the Fiscal Year Ended June 30**

|                                                                                                      | 2017          | 2018          | 2019          | 2020           | 2021          | 2022          | 2023          | 2024          |
|------------------------------------------------------------------------------------------------------|---------------|---------------|---------------|----------------|---------------|---------------|---------------|---------------|
| <b>Total OPEB Liability</b>                                                                          |               |               |               |                |               |               |               |               |
| Service Cost                                                                                         | \$ 522,102    | \$ 481,933    | \$ 467,372    | \$ 396,629     | \$ 368,911    | \$ 413,903    | \$ 321,213    | \$ 341,847    |
| Interest                                                                                             | 326,901       | 386,944       | 361,996       | 328,999        | 180,001       | 193,433       | 313,616       | 347,947       |
| Changes in Benefit Terms                                                                             | 0             | 1,079,737     | (173,437)     | 0              | 314,090       | 0             | 0             | 0             |
| Differences Between Actual and Expected Experience                                                   | 0             | (2,434,031)   | 67,712        | (2,195,384)    | 431,556       | 660,574       | (47,859)      | 308,360       |
| Changes in Assumptions or Other Inputs                                                               | (458,844)     | 331,943       | (671,178)     | 739,184        | (83,242)      | (768,030)     | 602,161       | 101,080       |
| Benefit Payments                                                                                     | (643,246)     | (708,784)     | (700,063)     | (514,947)      | (423,069)     | (468,988)     | (539,596)     | (532,848)     |
| Net Change in Total OPEB Liability                                                                   | \$ (253,087)  | \$ (862,258)  | \$ (647,598)  | \$ (1,245,519) | \$ 788,247    | \$ 30,892     | \$ 649,535    | \$ 566,386    |
| Total OPEB Liability, Beginning                                                                      | 10,994,769    | 10,741,682    | 9,879,424     | 9,231,826      | 7,986,307     | 8,774,554     | 8,805,446     | 9,454,981     |
| Total OPEB Liability, Ending                                                                         | \$ 10,741,682 | \$ 9,879,424  | \$ 9,231,826  | \$ 7,986,307   | \$ 8,774,554  | \$ 8,805,446  | \$ 9,454,981  | \$ 10,021,367 |
| Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability                      | \$ 2,831,357  | \$ 2,449,524  | \$ 2,390,739  | \$ 2,281,147   | \$ 2,629,192  | \$ 2,750,489  | \$ 3,057,591  | \$ 3,304,456  |
| Employer Proportionate Share of the Total OPEB Liability                                             | 7,910,325     | 7,429,900     | 6,841,087     | 5,705,160      | 6,145,362     | 6,054,957     | 6,397,390     | 6,716,911     |
| Covered Employee Payroll                                                                             | \$ 20,372,680 | \$ 20,494,220 | \$ 20,799,119 | \$ 20,415,281  | \$ 22,210,635 | \$ 21,814,099 | \$ 22,488,548 | \$ 27,262,052 |
| Employer Proportionate Share of the Total OPEB Liability as a Percentage of Covered Employee Payroll | 38.83%        | 36.25%        | 32.89%        | 27.95%         | 27.67%        | 27.76%        | 28.45%        | 24.64%        |

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

Note 2: Changes in assumptions:

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

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

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

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

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

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

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM**

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

Methods and assumptions used to determine contribution rates:

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

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

## COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

# NONMAJOR GOVERNMENTAL FUNDS

## SPECIAL REVENUE FUNDS

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*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.*

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

**Probation Settlement Fund** – The Probation Settlement Fund is used to account for revenues held for the probation lawsuit remediation.

**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.

## GENERAL DEBT SERVICE FUND

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*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.*

## CAPITAL PROJECTS FUND

---

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

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

**ASSETS**

Equity in Pooled Cash and Investments  
Accounts Receivable  
Due from Other Governments  
  
Total Assets

**LIABILITIES**

Accounts Payable  
Total Liabilities

**FUND BALANCES**

Restricted:  
  Restricted for Administration of Justice  
  Restricted for Public Safety  
  Restricted for Capital Outlay  
Committed:  
  Committed for Capital Outlay  
  Committed for Debt Service  
Total Fund Balances

Total Liabilities and Fund Balances

| Special Revenue Funds |                         |            |                            | Debt<br>Service<br>Fund        | Capital<br>Projects<br>Fund       | Total |
|-----------------------|-------------------------|------------|----------------------------|--------------------------------|-----------------------------------|-------|
| Drug<br>Control       | Probation<br>Settlement | Total      | General<br>Debt<br>Service | General<br>Capital<br>Projects | Nonmajor<br>Governmental<br>Funds |       |
| \$ 141,184 \$         | 27,664 \$               | 168,848 \$ | 922,645 \$                 | 2,255,140 \$                   | 3,346,633                         |       |
| 0                     | 0                       | 0          | 32,203                     | 23,285                         | 55,488                            |       |
| 0                     | 0                       | 0          | 0                          | 463,860                        | 463,860                           |       |
| \$ 141,184 \$         | 27,664 \$               | 168,848 \$ | 954,848 \$                 | 2,742,285 \$                   | 3,865,981                         |       |
|                       |                         |            |                            |                                |                                   |       |
| \$ 0 \$               | 0 \$                    | 0 \$       | 0 \$                       | 444,285 \$                     | 444,285                           |       |
| \$ 0 \$               | 0 \$                    | 0 \$       | 0 \$                       | 444,285 \$                     | 444,285                           |       |
|                       |                         |            |                            |                                |                                   |       |
| \$ 0 \$               | 27,664 \$               | 27,664 \$  | 0 \$                       | 0 \$                           | 27,664                            |       |
| 141,184               | 0                       | 141,184    | 0                          | 0                              | 141,184                           |       |
| 0                     | 0                       | 0          | 0                          | 3,780                          | 3,780                             |       |
| 0                     | 0                       | 0          | 0                          | 2,294,220                      | 2,294,220                         |       |
| 0                     | 0                       | 0          | 954,848                    | 0                              | 954,848                           |       |
| \$ 141,184 \$         | 27,664 \$               | 168,848 \$ | 954,848 \$                 | 2,298,000 \$                   | 3,421,696                         |       |
| \$ 141,184 \$         | 27,664 \$               | 168,848 \$ | 954,848 \$                 | 2,742,285 \$                   | 3,865,981                         |       |

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

|                                                   | Special Revenue Funds |                      |                                  |            |                      | Debt Service Fund |
|---------------------------------------------------|-----------------------|----------------------|----------------------------------|------------|----------------------|-------------------|
|                                                   | Drug Control          | Probation Settlement | Constitutional - Officers - Fees | Total      | General Debt Service |                   |
| <b>Revenues</b>                                   |                       |                      |                                  |            |                      |                   |
| Fines, Forfeitures, and Penalties                 | \$ 67,140             | \$ 0                 | \$ 0                             | \$ 67,140  | \$ 0                 | 0                 |
| Charges for Current Services                      | 0                     | 0                    | 19,360                           | 19,360     | 0                    | 0                 |
| Other Local Revenues                              | 1,190                 | 0                    | 0                                | 1,190      | 420,376              | 0                 |
| Federal Government                                | 0                     | 0                    | 0                                | 0          | 0                    | 0                 |
| Other Governments and Citizens Groups             | 0                     | 0                    | 0                                | 0          | 986,389              | 0                 |
| Total Revenues                                    | \$ 68,330             | \$ 0                 | \$ 19,360                        | \$ 87,690  | \$ 1,406,765         | 0                 |
| <b>Expenditures</b>                               |                       |                      |                                  |            |                      |                   |
| Current:                                          |                       |                      |                                  |            |                      |                   |
| Finance                                           | \$ 0                  | \$ 0                 | \$ 810                           | \$ 810     | \$ 0                 | 0                 |
| Administration of Justice                         | 0                     | 20,744               | 18,550                           | 39,294     | 0                    | 0                 |
| Public Safety                                     | 35,144                | 0                    | 0                                | 35,144     | 0                    | 0                 |
| Other Operations                                  | 0                     | 0                    | 0                                | 0          | 0                    | 0                 |
| Debt Service:                                     |                       |                      |                                  |            |                      |                   |
| Principal on Debt                                 | 0                     | 0                    | 0                                | 0          | 710,000              | 0                 |
| Interest on Debt                                  | 0                     | 0                    | 0                                | 0          | 383,721              | 0                 |
| Other Debt Service                                | 0                     | 0                    | 0                                | 0          | 5,156                | 0                 |
| Capital Projects                                  | 0                     | 0                    | 0                                | 0          | 0                    | 0                 |
| Total Expenditures                                | \$ 35,144             | \$ 20,744            | \$ 19,360                        | \$ 75,248  | \$ 1,098,877         | 0                 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 33,186             | \$ (20,744)          | \$ 0                             | \$ 12,442  | \$ 307,888           | 0                 |
| Net Change in Fund Balances                       | \$ 33,186             | \$ (20,744)          | \$ 0                             | \$ 12,442  | \$ 307,888           | 0                 |
| Change to or Within the Reporting Entity          | 0                     | 0                    | 0                                | 0          | 0                    | 0                 |
| Fund Balance, July 1, 2024                        | 107,998               | 48,408               | 0                                | 156,406    | 646,960              | 0                 |
| Fund Balance, June 30, 2025                       | \$ 141,184            | \$ 27,664            | \$ 0                             | \$ 168,848 | \$ 954,848           | 0                 |

(Continued)

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

|                                                   | <b>Capital Projects Fund</b> |  |  | <b>Formerly Major General Capital Projects</b> | <b>Total Nonmajor Governmental Funds</b> |
|---------------------------------------------------|------------------------------|--|--|------------------------------------------------|------------------------------------------|
| <b>Revenues</b>                                   |                              |  |  |                                                |                                          |
| Fines, Forfeitures, and Penalties                 |                              |  |  | 0                                              | \$ 67,140                                |
| Charges for Current Services                      |                              |  |  | 0                                              | 19,360                                   |
| Other Local Revenues                              |                              |  |  | 77,903                                         | 499,469                                  |
| Federal Government                                |                              |  |  | 968,205                                        | 968,205                                  |
| Other Governments and Citizens Groups             |                              |  |  | 2,175                                          | 988,564                                  |
| Total Revenues                                    |                              |  |  | <u>1,048,283</u>                               | <u>\$ 2,542,738</u>                      |
| <b>Expenditures</b>                               |                              |  |  |                                                |                                          |
| Current:                                          |                              |  |  |                                                |                                          |
| Finance                                           |                              |  |  | 0                                              | \$ 810                                   |
| Administration of Justice                         |                              |  |  | 0                                              | 39,294                                   |
| Public Safety                                     |                              |  |  | 0                                              | 35,144                                   |
| Other Operations                                  |                              |  |  | 970,380                                        | 970,380                                  |
| Debt Service:                                     |                              |  |  |                                                |                                          |
| Principal on Debt                                 |                              |  |  | 0                                              | 710,000                                  |
| Interest on Debt                                  |                              |  |  | 0                                              | 383,721                                  |
| Other Debt Service                                |                              |  |  | 0                                              | 5,156                                    |
| Capital Projects                                  |                              |  |  | 1,756,014                                      | 1,756,014                                |
| Total Expenditures                                |                              |  |  | <u>2,726,394</u>                               | <u>\$ 3,900,519</u>                      |
| Excess (Deficiency) of Revenues Over Expenditures |                              |  |  | <u>(1,678,111)</u>                             | <u>\$ (1,357,781)</u>                    |
| Net Change in Fund Balances                       |                              |  |  | <u>(1,678,111)</u>                             | <u>\$ (1,357,781)</u>                    |
| Change to or Within the Reporting Entity          |                              |  |  | 3,976,111                                      | 3,976,111                                |
| Fund Balance, July 1, 2024                        |                              |  |  | 0                                              | 803,366                                  |
| Fund Balance, June 30, 2025                       |                              |  |  | <u>2,298,000</u>                               | <u>\$ 3,421,696</u>                      |

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

|                                                      | Actual                   | Budgeted Amounts        |                         | Variance<br>with Final<br>Budget -<br>Positive<br>(Negative) |
|------------------------------------------------------|--------------------------|-------------------------|-------------------------|--------------------------------------------------------------|
|                                                      |                          | Original                | Final                   |                                                              |
| <b>Revenues</b>                                      |                          |                         |                         |                                                              |
| Fines, Forfeitures, and Penalties                    | \$ 67,140                | \$ 10,000               | \$ 10,000               | \$ 57,140                                                    |
| Other Local Revenues                                 | 1,190                    | 0                       | 0                       | 1,190                                                        |
| State of Tennessee                                   | 0                        | 200                     | 200                     | (200)                                                        |
| Total Revenues                                       | <u>\$ 68,330</u>         | <u>\$ 10,200</u>        | <u>\$ 10,200</u>        | <u>\$ 58,130</u>                                             |
| <b>Expenditures</b>                                  |                          |                         |                         |                                                              |
| Public Safety                                        |                          |                         |                         |                                                              |
| Drug Enforcement                                     | \$ 35,144                | \$ 46,950               | \$ 46,950               | \$ 11,806                                                    |
| Total Expenditures                                   | <u>\$ 35,144</u>         | <u>\$ 46,950</u>        | <u>\$ 46,950</u>        | <u>\$ 11,806</u>                                             |
| Excess (Deficiency) of Revenues<br>Over Expenditures | <u>\$ 33,186</u>         | <u>\$ (36,750)</u>      | <u>\$ (36,750)</u>      | <u>\$ 69,936</u>                                             |
| Net Change in Fund Balance                           | \$ 33,186                | \$ (36,750)             | \$ (36,750)             | \$ 69,936                                                    |
| Fund Balance, July 1, 2024                           | <u>107,998</u>           | <u>100,306</u>          | <u>107,998</u>          | <u>0</u>                                                     |
| Fund Balance, June 30, 2025                          | <u><u>\$ 141,184</u></u> | <u><u>\$ 63,556</u></u> | <u><u>\$ 71,248</u></u> | <u><u>\$ 69,936</u></u>                                      |

**GILES COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
 Probation Settlement Fund  
**For the Year Ended June 30, 2025**

|                                                      | Actual      | Budgeted Amounts |             | Variance<br>with Final<br>Budget -<br>Positive<br>(Negative) |
|------------------------------------------------------|-------------|------------------|-------------|--------------------------------------------------------------|
|                                                      |             | Original         | Final       |                                                              |
| Total Revenues                                       | \$ 0        | \$ 0             | \$ 0        | \$ 0                                                         |
| <b>Expenditures</b>                                  |             |                  |             |                                                              |
| Administration of Justice                            |             |                  |             |                                                              |
| Other Administration of Justice                      | \$ 20,744   | \$ 23,000        | \$ 48,408   | \$ 27,664                                                    |
| Total Expenditures                                   | \$ 20,744   | \$ 23,000        | \$ 48,408   | \$ 27,664                                                    |
| Excess (Deficiency) of Revenues<br>Over Expenditures | \$ (20,744) | \$ (23,000)      | \$ (48,408) | \$ 27,664                                                    |
| Net Change in Fund Balance                           | \$ (20,744) | \$ (23,000)      | \$ (48,408) | \$ 27,664                                                    |
| Fund Balance, July 1, 2024                           | 48,408      | 49,854           | 48,408      | 0                                                            |
| Fund Balance, June 30, 2025                          | \$ 27,664   | \$ 26,854        | \$ 0        | \$ 27,664                                                    |

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

|                                                      |                          | <b>Budgeted Amounts</b>  |                          | <b>Variance<br/>with Final<br/>Budget -<br/>Positive<br/>(Negative)</b> |
|------------------------------------------------------|--------------------------|--------------------------|--------------------------|-------------------------------------------------------------------------|
|                                                      | <b>Actual</b>            | <b>Original</b>          | <b>Final</b>             |                                                                         |
| <b>Revenues</b>                                      |                          |                          |                          |                                                                         |
| Other Local Revenues                                 | \$ 420,376               | \$ 0                     | \$ 375,000               | \$ 45,376                                                               |
| Other Governments and Citizens Groups                | 986,389                  | 986,390                  | 986,390                  | (1)                                                                     |
| Total Revenues                                       | <u>\$ 1,406,765</u>      | <u>\$ 986,390</u>        | <u>\$ 1,361,390</u>      | <u>\$ 45,375</u>                                                        |
| <b>Expenditures</b>                                  |                          |                          |                          |                                                                         |
| Principal on Debt                                    |                          |                          |                          |                                                                         |
| Education                                            | \$ 710,000               | \$ 710,000               | \$ 710,000               | \$ 0                                                                    |
| Interest on Debt                                     |                          |                          |                          |                                                                         |
| Education                                            | 383,721                  | 383,722                  | 383,722                  | 1                                                                       |
| Other Debt Service                                   |                          |                          |                          |                                                                         |
| General Government                                   | 5,156                    | 0                        | 6,421                    | 1,265                                                                   |
| Total Expenditures                                   | <u>\$ 1,098,877</u>      | <u>\$ 1,093,722</u>      | <u>\$ 1,100,143</u>      | <u>\$ 1,266</u>                                                         |
| Excess (Deficiency) of Revenues<br>Over Expenditures | <u>\$ 307,888</u>        | <u>\$ (107,332)</u>      | <u>\$ 261,247</u>        | <u>\$ 46,641</u>                                                        |
| Net Change in Fund Balance                           | \$ 307,888               | (107,332)                | 261,247                  | 46,641                                                                  |
| Fund Balance, July 1, 2024                           | 646,960                  | 581,085                  | 646,960                  | 0                                                                       |
| Fund Balance, June 30, 2025                          | <u><u>\$ 954,848</u></u> | <u><u>\$ 473,753</u></u> | <u><u>\$ 908,207</u></u> | <u><u>\$ 46,641</u></u>                                                 |

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

|                                                     | Actual                     | Budgeted Amounts      |                       | Variance with Final Budget - Positive (Negative) |
|-----------------------------------------------------|----------------------------|-----------------------|-----------------------|--------------------------------------------------|
|                                                     |                            | Original              | Final                 |                                                  |
| <b>Revenues</b>                                     |                            |                       |                       |                                                  |
| Other Local Revenues                                | \$ 77,903                  | \$ 0                  | \$ 0                  | \$ 77,903                                        |
| Federal Government                                  | 968,205                    | 0                     | 4,739,891             | (3,771,686)                                      |
| Other Governments and Citizens Groups               | 2,175                      | 0                     | 222,222               | (220,047)                                        |
| Total Revenues                                      | <u>\$ 1,048,283</u>        | <u>\$ 0</u>           | <u>\$ 4,962,113</u>   | <u>\$ (3,913,830)</u>                            |
| <b>Expenditures</b>                                 |                            |                       |                       |                                                  |
| Other Operations                                    |                            |                       |                       |                                                  |
| American Rescue Plan Act Grant #4                   | \$ 948,630                 | \$ 0                  | \$ 2,739,891          | \$ 1,791,261                                     |
| American Rescue Plan Act Grant #5                   | 21,750                     | 0                     | 2,222,222             | 2,200,472                                        |
| Capital Projects                                    |                            |                       |                       |                                                  |
| Public Utility Projects                             | 643,078                    | 1,791,722             | 1,791,722             | 1,148,644                                        |
| Other General Government Projects                   | 1,112,936                  | 2,210,168             | 2,184,389             | 1,071,453                                        |
| Total Expenditures                                  | <u>\$ 2,726,394</u>        | <u>\$ 4,001,890</u>   | <u>\$ 8,938,224</u>   | <u>\$ 6,211,830</u>                              |
| Excess (Deficiency) of Revenues Over Expenditures   | <u>\$ (1,678,111)</u>      | <u>\$ (4,001,890)</u> | <u>\$ (3,976,111)</u> | <u>\$ 2,298,000</u>                              |
| Net Change in Fund Balance                          | \$ (1,678,111)             | \$ (4,001,890)        | \$ (3,976,111)        | \$ 2,298,000                                     |
| Changes to or Within the Financial Reporting Entity | 3,976,111                  | 0                     | 0                     | 3,976,111                                        |
| Fund Balance, July 1, 2024                          | <u>0</u>                   | <u>4,001,890</u>      | <u>3,976,111</u>      | <u>(3,976,111)</u>                               |
| Fund Balance, June 30, 2025                         | <u><u>\$ 2,298,000</u></u> | <u><u>\$ 0</u></u>    | <u><u>\$ 0</u></u>    | <u><u>\$ 2,298,000</u></u>                       |

## MAJOR GOVERNMENTAL FUND

### CAPITAL PROJECTS FUND

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*The Other Capital Projects Fund is used to account for other general capital expenditures of the county.*

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

|                                                      |                       | <b>Budgeted Amounts</b> |                       | <b>Variance<br/>with Final<br/>Budget -<br/>Positive<br/>(Negative)</b> |
|------------------------------------------------------|-----------------------|-------------------------|-----------------------|-------------------------------------------------------------------------|
|                                                      | <b>Actual</b>         | <b>Original</b>         | <b>Final</b>          |                                                                         |
| <b>Revenues</b>                                      |                       |                         |                       |                                                                         |
| Local Taxes                                          | \$ 1,073,289          | \$ 849,435              | \$ 849,435            | \$ 223,854                                                              |
| Total Revenues                                       | <u>\$ 1,073,289</u>   | <u>\$ 849,435</u>       | <u>\$ 849,435</u>     | <u>\$ 223,854</u>                                                       |
| <b>Expenditures</b>                                  |                       |                         |                       |                                                                         |
| Capital Projects                                     |                       |                         |                       |                                                                         |
| Public Safety Projects                               | \$ 2,640,000          | \$ 990,000              | \$ 4,950,000          | \$ 2,310,000                                                            |
| Other General Government Projects                    | 10,945                | 15,000                  | 15,000                | 4,055                                                                   |
| Total Expenditures                                   | <u>\$ 2,650,945</u>   | <u>\$ 1,005,000</u>     | <u>\$ 4,965,000</u>   | <u>\$ 2,314,055</u>                                                     |
| Excess (Deficiency) of Revenues<br>Over Expenditures | <u>\$ (1,577,656)</u> | <u>\$ (155,565)</u>     | <u>\$ (4,115,565)</u> | <u>\$ 2,537,909</u>                                                     |
| Net Change in Fund Balance                           | \$ (1,577,656)        | \$ (155,565)            | \$ (4,115,565)        | \$ 2,537,909                                                            |
| Fund Balance, July 1, 2024                           | <u>5,610,879</u>      | <u>1,700,250</u>        | <u>5,610,879</u>      | <u>0</u>                                                                |
| Fund Balance, June 30, 2025                          | <u>\$ 4,033,223</u>   | <u>\$ 1,544,685</u>     | <u>\$ 1,495,314</u>   | <u>\$ 2,537,909</u>                                                     |

## CUSTODIAL FUNDS

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*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 a custodial capacity by the county clerk, circuit and general sessions courts clerk, clerk and master, register of deeds, and sheriff. Such collections include amounts due the state, cities, litigants, heirs, and others.

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

|                                                                  | <b>Custodial Funds</b>   |                                                 |                            |
|------------------------------------------------------------------|--------------------------|-------------------------------------------------|----------------------------|
|                                                                  | Cities -<br>Sales<br>Tax | Constitu -<br>tional<br>Officers -<br>Custodial | Total                      |
| <b>ASSETS</b>                                                    |                          |                                                 |                            |
| Cash                                                             | \$ 0                     | \$ 2,192,876                                    | \$ 2,192,876               |
| Accounts Receivable                                              | 0                        | 168                                             | 168                        |
| Due from Other Governments                                       | 880,618                  | 0                                               | 880,618                    |
| Total Assets                                                     | <u>\$ 880,618</u>        | <u>\$ 2,193,044</u>                             | <u>\$ 3,073,662</u>        |
| <b>LIABILITIES</b>                                               |                          |                                                 |                            |
| Due to Other Taxing Units                                        | \$ 880,618               | \$ 0                                            | \$ 880,618                 |
| Total Liabilities                                                | <u>\$ 880,618</u>        | <u>\$ 0</u>                                     | <u>\$ 880,618</u>          |
| <b>NET POSITION</b>                                              |                          |                                                 |                            |
| Restricted for Individuals, Organizations, and Other Governments | <u>\$ 0</u>              | <u>\$ 2,193,044</u>                             | <u>\$ 2,193,044</u>        |
| Total Net Position                                               | <u><u>\$ 0</u></u>       | <u><u>\$ 2,193,044</u></u>                      | <u><u>\$ 2,193,044</u></u> |

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

|                                                        | <b>Custodial Funds</b>   |                                                 |               |
|--------------------------------------------------------|--------------------------|-------------------------------------------------|---------------|
|                                                        | Cities -<br>Sales<br>Tax | Constitu -<br>tional<br>Officers -<br>Custodial | Total         |
| <b>ADDITIONS</b>                                       |                          |                                                 |               |
| Sales Tax Collections for Other Governments            | \$ 5,159,696             | \$ 0                                            | \$ 5,159,696  |
| Fines/Fees and Other Collections                       | 0                        | 9,208,972                                       | 9,208,972     |
| Total Additions                                        | \$ 5,159,696             | \$ 9,208,972                                    | \$ 14,368,668 |
| <b>DEDUCTIONS</b>                                      |                          |                                                 |               |
| Payment of Sales Tax Collections for Other Governments | \$ 5,108,278             | \$ 0                                            | \$ 5,108,278  |
| Payments to State                                      | 0                        | 5,410,452                                       | 5,410,452     |
| Payments to Cities, Individuals, and Others            | 51,418                   | 3,988,185                                       | 4,039,603     |
| Total Deductions                                       | \$ 5,159,696             | \$ 9,398,637                                    | \$ 14,558,333 |
| Change in Net Position                                 | \$ 0                     | \$ (189,665)                                    | \$ (189,665)  |
| Net Position July 1, 2024                              | 0                        | 2,382,709                                       | 2,382,709     |
| Net Position June 30, 2025                             | \$ 0                     | \$ 2,193,044                                    | \$ 2,193,044  |

## GILES COUNTY SCHOOL DEPARTMENT

---

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

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

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

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

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

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

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

**GILES COUNTY, TENNESSEE**

**Statement of Activities**

Discretely Presented Giles County School Department

**For the Year Ended June 30, 2025**

| Functions/Programs                                           | Program Revenues |                      |                                    | Net (Expense) Revenue and Changes in Net Position |                               |
|--------------------------------------------------------------|------------------|----------------------|------------------------------------|---------------------------------------------------|-------------------------------|
|                                                              | Expenses         | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions                  | Total Governmental Activities |
| Governmental Activities:                                     |                  |                      |                                    |                                                   |                               |
| Instruction                                                  | \$ 29,260,844    | \$ 500               | \$ 2,358,829                       | \$ 460,574                                        | \$ (26,440,941)               |
| Support Services                                             | 16,725,395       | 82,900               | 1,285,580                          | 727,008                                           | (14,629,907)                  |
| Operation of Non-instructional Services                      | 6,384,159        | 2,156,252            | 3,747,130                          | 0                                                 | (480,777)                     |
| Total Governmental Activities                                | \$ 52,370,398    | \$ 2,239,652         | \$ 7,391,539                       | \$ 1,187,582                                      | \$ (41,551,625)               |
| General Revenues:                                            |                  |                      |                                    |                                                   |                               |
| Taxes:                                                       |                  |                      |                                    |                                                   |                               |
| Property Taxes Levied for General Purposes                   |                  |                      |                                    |                                                   | \$ 7,191,538                  |
| Local Option Sales Tax                                       |                  |                      |                                    |                                                   | 6,679,879                     |
| Grants and Contributions Not Restricted to Specific Programs |                  |                      |                                    |                                                   | 29,174,379                    |
| Unrestricted Investment Earnings                             |                  |                      |                                    |                                                   | 109,295                       |
| Miscellaneous                                                |                  |                      |                                    |                                                   | 63,276                        |
| Total General Revenues                                       |                  |                      |                                    |                                                   | \$ 43,218,367                 |
| Change in Net Position                                       |                  |                      |                                    |                                                   | \$ 1,666,742                  |
| Net Position, July 1, 2024                                   |                  |                      |                                    |                                                   | 54,194,426                    |
| Restatement - See Note I.D.11.                               |                  |                      |                                    |                                                   | (168,101)                     |
| Net Position, June 30, 2025                                  |                  |                      |                                    |                                                   | \$ 55,693,067                 |

**GILES COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds**  
Discretely Presented Giles County School Department  
**June 30, 2025**

|                                            | Major Funds            |                                  |              | Nonmajor Funds           |              | Total Governmental Funds |
|--------------------------------------------|------------------------|----------------------------------|--------------|--------------------------|--------------|--------------------------|
|                                            | General Purpose School | Other Education Capital Projects |              | Other Governmental Funds |              |                          |
| <b>ASSETS</b>                              |                        |                                  |              |                          |              |                          |
| Cash                                       | \$ 0                   | \$ 0                             | \$ 0         | \$ 1,168,606             | \$ 1,168,606 |                          |
| Equity in Pooled Cash and Investments      | 7,413,401              | 5,613,554                        |              | 1,785,770                | 14,812,725   |                          |
| Inventories                                | 0                      | 0                                |              | 121,287                  | 121,287      |                          |
| Accounts Receivable                        | 231                    | 0                                |              | 2,348                    | 2,579        |                          |
| Due from Other Governments                 | 2,279,842              | 0                                |              | 653,543                  | 2,933,385    |                          |
| Property Taxes Receivable                  | 6,603,248              | 0                                |              | 0                        | 6,603,248    |                          |
| Allowance for Uncollectible Property Taxes | (100,078)              | 0                                |              | 0                        | (100,078)    |                          |
| Restricted Assets                          | 814,045                | 0                                |              | 0                        | 814,045      |                          |
| Total Assets                               | \$ 17,010,689          | \$ 5,613,554                     | \$ 3,731,554 | \$ 26,355,797            |              |                          |
| <b>LIABILITIES</b>                         |                        |                                  |              |                          |              |                          |
| Accounts Payable                           | \$ 7,551               | \$ 0                             | \$ 0         | \$ 0                     | \$ 7,551     |                          |
| Payroll Deductions Payable                 | 825,008                | 0                                |              | 130,592                  | 955,600      |                          |
| Other Withholding Taxes                    | 15,261                 | 0                                |              | 270                      | 15,531       |                          |
| Other Current Liabilities                  | 150                    | 0                                |              | 50                       | 200          |                          |
| Total Liabilities                          | \$ 847,970             | \$ 0                             | \$ 130,912   | \$ 978,882               |              |                          |

(Continued)

**GILES COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds**  
Discretely Presented Giles County School Department (Cont.)

|                                                                     | Major Funds            |                                  | Nonmajor Funds           |                          |
|---------------------------------------------------------------------|------------------------|----------------------------------|--------------------------|--------------------------|
|                                                                     | General Purpose School | Other Education Capital Projects | Other Governmental Funds | Total Governmental Funds |
| Deferred Current Property Taxes                                     | \$ 6,319,842           | \$ 0                             | \$ 0                     | \$ 6,319,842             |
| Deferred Delinquent Property Taxes                                  | 165,163                | 0                                | 0                        | 165,163                  |
| Other Deferred/Unavailable Revenue                                  | 570,000                | 0                                | 0                        | 570,000                  |
| Total Deferred Inflows of Resources                                 | \$ 7,055,005           | \$ 0                             | \$ 0                     | \$ 7,055,005             |
| DEFERRED INFLOWS OF RESOURCES                                       |                        |                                  |                          |                          |
| FUND BALANCES                                                       |                        |                                  |                          |                          |
| Nonspendable:                                                       |                        |                                  |                          |                          |
| Inventory                                                           | \$ 0                   | \$ 0                             | \$ 121,287               | \$ 121,287               |
| Restricted:                                                         |                        |                                  |                          |                          |
| Restricted for Education                                            | 2,997                  | 0                                | 2,638,125                | 2,641,122                |
| Restricted for Hybrid Retirement Stabilization Funds                | 814,045                | 0                                | 0                        | 814,045                  |
| Committed:                                                          |                        |                                  |                          |                          |
| Committed for Education                                             | 0                      | 0                                | 650,000                  | 650,000                  |
| Committed for Capital Outlay                                        | 0                      | 5,613,554                        | 191,230                  | 5,804,784                |
| Assigned:                                                           |                        |                                  |                          |                          |
| Assigned for Education                                              | 1,031,906              | 0                                | 0                        | 1,031,906                |
| Unassigned                                                          | 7,258,766              | 0                                | 0                        | 7,258,766                |
| Total Fund Balances                                                 | \$ 9,107,714           | \$ 5,613,554                     | \$ 3,600,642             | \$ 18,321,910            |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 17,010,689          | \$ 5,613,554                     | \$ 3,731,554             | \$ 26,355,797            |

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

Discretely Presented Giles County School Department

**June 30, 2025**

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

|                                                                                                                                                                                                                   |                    |                             |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|-----------------------------|
| Total fund balances - balance sheet - governmental funds (Exhibit I-2)                                                                                                                                            |                    | \$ 18,321,910               |
| (1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.                                                                          |                    |                             |
| Add: land                                                                                                                                                                                                         | \$ 621,198         |                             |
| Add: construction in progress                                                                                                                                                                                     | 7,744,425          |                             |
| Add: buildings and improvements net of accumulated depreciation                                                                                                                                                   | 22,987,800         |                             |
| Add: other capital assets net of accumulated depreciation                                                                                                                                                         | <u>4,093,343</u>   | 35,446,766                  |
| (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                                                                                                                                                                                | \$ (307,341)       |                             |
| Less: net pension liability - agent plan                                                                                                                                                                          | (518,845)          |                             |
| Less: net OPEB liability                                                                                                                                                                                          | <u>(6,716,911)</u> | (7,543,097)                 |
| (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                                                                                                                                                           | \$ 4,393,882       |                             |
| Add: deferred outflows of resources related to OPEB                                                                                                                                                               | 1,530,900          |                             |
| Less: deferred inflows of resources related to pensions                                                                                                                                                           | (1,960,689)        |                             |
| Less: deferred inflows of resources related to OPEB                                                                                                                                                               | <u>(1,831,571)</u> | 2,132,522                   |
| (4) Net pension assets of the teacher retirement and teacher legacy pension plans are not current financial resources and therefore are not reported in the governmental funds.                                   |                    |                             |
| Add: net pension asset - teacher retirement plan                                                                                                                                                                  | \$ 252,906         |                             |
| Add: net pension asset - teacher legacy pension plan                                                                                                                                                              | <u>6,346,897</u>   | 6,599,803                   |
| (5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.                                                                         |                    | <u>735,163</u>              |
| Net position of governmental activities (Exhibit A)                                                                                                                                                               |                    | <u><u>\$ 55,693,067</u></u> |

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

|                                         | Major Funds            |                         |                            |      | Nonmajor Funds           |                          |
|-----------------------------------------|------------------------|-------------------------|----------------------------|------|--------------------------|--------------------------|
|                                         | General Purpose School | Formerly Major          |                            |      | Other Governmental Funds | Total Governmental Funds |
|                                         |                        | School Federal Projects | Education Capital Projects |      |                          |                          |
| <b>Revenues</b>                         |                        |                         |                            |      |                          |                          |
| Local Taxes                             | \$ 13,858,177          | \$ 0                    | \$ 0                       | \$ 0 | \$ 0                     | \$ 13,858,177            |
| Licenses and Permits                    | 2,014                  | 0                       | 0                          | 0    | 0                        | 2,014                    |
| Charges for Current Services            | 89,004                 | 0                       | 0                          | 0    | 163,859                  | 252,863                  |
| Other Local Revenues                    | 142,688                | 0                       | 0                          | 0    | 2,026,474                | 2,169,162                |
| State of Tennessee                      | 29,337,634             | 0                       | 0                          | 0    | 20,873                   | 29,358,507               |
| Federal Government                      | 120,162                | 0                       | 0                          | 0    | 7,329,553                | 7,449,715                |
| Other Governments and Citizens Groups   | 685,160                | 0                       | 0                          | 0    | 3,000                    | 688,160                  |
| Total Revenues                          | \$ 44,234,839          | \$ 0                    | \$ 0                       | \$ 0 | \$ 9,543,759             | \$ 53,778,598            |
| <b>Expenditures</b>                     |                        |                         |                            |      |                          |                          |
| Current:                                |                        |                         |                            |      |                          |                          |
| Instruction                             | \$ 23,548,840          | \$ 0                    | \$ 0                       | \$ 0 | \$ 2,747,928             | \$ 26,296,768            |
| Support Services                        | 17,333,182             | 0                       | 0                          | 0    | 362,298                  | 17,695,480               |
| Operation of Non-Instructional Services | 954,392                | 0                       | 0                          | 0    | 5,362,501                | 6,316,893                |
| Capital Outlay                          | 10,582                 | 0                       | 0                          | 0    | 54,726                   | 65,308                   |
| Debt Service:                           |                        |                         |                            |      |                          |                          |
| Other Debt Service                      | 986,389                | 0                       | 0                          | 0    | 0                        | 986,389                  |

(Continued)

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

|                                                                                                     | Major Funds            |                                        |                                  |              | Nonmajor Funds           |                          |  |
|-----------------------------------------------------------------------------------------------------|------------------------|----------------------------------------|----------------------------------|--------------|--------------------------|--------------------------|--|
|                                                                                                     | General Purpose School | Formerly Major School Federal Projects | Other Education Capital Projects |              | Other Governmental Funds | Total Governmental Funds |  |
| <b>Expenditures (Cont.)</b>                                                                         |                        |                                        |                                  |              |                          |                          |  |
| Capital Projects                                                                                    | 0 \$                   | 0 \$                                   | 8,232,041 \$                     | 159,507 \$   | 8,391,548                |                          |  |
| Total Expenditures                                                                                  | \$ 42,833,385          | \$ 0                                   | \$ 8,232,041                     | \$ 8,686,960 | \$ 59,752,386            |                          |  |
| <br>Excess (Deficiency) of Revenues Over Expenditures                                               | \$ 1,401,454           | \$ 0                                   | \$ (8,232,041)                   | \$ 856,799   | \$ (5,973,788)           |                          |  |
| <br><b>Other Financing Sources (Uses)</b>                                                           |                        |                                        |                                  |              |                          |                          |  |
| Insurance Recovery                                                                                  | 21,806 \$              | 0 \$                                   | 0 \$                             | 6,017 \$     | 27,823                   |                          |  |
| Transfers In                                                                                        | 941,564                | 0                                      | 3,500,000                        | 0            | 4,441,564                |                          |  |
| Transfers Out                                                                                       | (3,500,000)            | 0                                      | 0                                | (941,564)    | (4,441,564)              |                          |  |
| Total Other Financing Sources (Uses)                                                                | \$ (2,536,630)         | \$ 0                                   | \$ 3,500,000                     | \$ (935,547) | \$ 27,823                |                          |  |
| <br>Net Change in Fund Balances Change to or Within the Reporting Entity Fund Balance, July 1, 2024 | \$ (1,135,176)         | \$ 0                                   | \$ (4,732,041)                   | \$ (78,748)  | \$ (5,945,965)           |                          |  |
|                                                                                                     | 0                      | (650,000)                              | 0                                | 650,000      | 0                        |                          |  |
|                                                                                                     | 10,242,890             | 650,000                                | 10,345,595                       | 3,029,390    | 24,267,875               |                          |  |
| <br>Fund Balance, June 30, 2025                                                                     | \$ 9,107,714           | \$ 0                                   | \$ 5,613,554                     | \$ 3,600,642 | \$ 18,321,910            |                          |  |

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

Discretely Presented Giles County School Department

**For the Year Ended June 30, 2025**

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

|                                                                                                                                                                                                                                                                                             |                    |                     |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|---------------------|
| Net change in fund balances - total governmental funds (Exhibit I-4)                                                                                                                                                                                                                        |                    | \$ (5,945,965)      |
| (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                                                                                                                                                                                                                                         | \$ 9,895,632       |                     |
| Less: current-year depreciation expense                                                                                                                                                                                                                                                     | <u>(1,716,025)</u> | 8,179,607           |
| (2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.                                                                                                                                                      |                    |                     |
| Less: deferred delinquent property taxes and other deferred June 30, 2024                                                                                                                                                                                                                   | \$ (693,522)       |                     |
| Add: deferred delinquent property taxes and other deferred June 30, 2025                                                                                                                                                                                                                    | <u>735,163</u>     | 41,641              |
| (3) 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                                                                                                                                                                                                                                                      | \$ 12,188          |                     |
| Change in net pension asset/liability - agent plan                                                                                                                                                                                                                                          | (119,469)          |                     |
| Change in net OPEB liability                                                                                                                                                                                                                                                                | (319,521)          |                     |
| Change in deferred outflows of resources related to pensions                                                                                                                                                                                                                                | (1,515,952)        |                     |
| Change in deferred outflows of resources related to OPEB                                                                                                                                                                                                                                    | (52,862)           |                     |
| Change in deferred inflows of resources related to pensions                                                                                                                                                                                                                                 | (1,629,927)        |                     |
| Change in deferred inflows of resources related to OPEB                                                                                                                                                                                                                                     | 626,458            |                     |
| Change in net pension asset - teacher retirement plan                                                                                                                                                                                                                                       | 118,303            |                     |
| Change in net pension asset - teacher legacy pension plan                                                                                                                                                                                                                                   | <u>2,272,241</u>   | <u>(608,541)</u>    |
| Change in net position of governmental activities (Exhibit B)                                                                                                                                                                                                                               |                    | <u>\$ 1,666,742</u> |

**GILES COUNTY, TENNESSEE**  
**Combining Balance Sheet - Nonmajor Governmental Funds**  
 Discretely Presented Giles County School Department  
**June 30, 2025**

**ASSETS**

Cash  
 Equity in Pooled Cash and Investments  
 Inventories  
 Accounts Receivable  
 Due from Other Governments

Total Assets

**LIABILITIES**

Payroll Deductions Payable  
 Other Withholding Taxes  
 Other Current Liabilities  
 Total Liabilities

**FUND BALANCES**

Nonspendable:  
     Inventory  
 Restricted:  
     Restricted for Education  
 Committed:  
     Committed for Education  
     Committed for Capital Outlay  
 Total Fund Balances  
 Total Liabilities and Fund Balances

| Special Revenue Funds   |                   |                 |              | Capital Projects Fund      | Total                       |
|-------------------------|-------------------|-----------------|--------------|----------------------------|-----------------------------|
| School Federal Projects | Central Cafeteria | Internal School | Total        | Education Capital Projects | Nonmajor Governmental Funds |
| \$ 0 \$                 | 5 \$              | 1,168,601 \$    | 1,168,606 \$ | 0 \$                       | 1,168,606                   |
| 525,621                 | 1,068,919         | 0               | 1,594,540    | 191,230                    | 1,785,770                   |
| 0                       | 121,287           | 0               | 121,287      | 0                          | 121,287                     |
| 0                       | 2,348             | 0               | 2,348        | 0                          | 2,348                       |
| 204,616                 | 448,927           | 0               | 653,543      | 0                          | 653,543                     |
|                         |                   |                 |              |                            |                             |
| \$ 730,237 \$           | 1,641,486 \$      | 1,168,601 \$    | 3,540,324 \$ | 191,230 \$                 | 3,731,554                   |

|               |              |              |              |            |           |  |
|---------------|--------------|--------------|--------------|------------|-----------|--|
| \$ 79,520 \$  | 51,072 \$    | 0 \$         | 130,592 \$   | 0 \$       | 130,592   |  |
| 270           | 0            | 0            | 270          | 0          | 270       |  |
| 50            | 0            | 0            | 50           | 0          | 50        |  |
| \$ 79,840 \$  | 51,072 \$    | 0 \$         | 130,912 \$   | 0 \$       | 130,912   |  |
| \$ 0 \$       | 121,287 \$   | 0 \$         | 121,287 \$   | 0 \$       | 121,287   |  |
| 397           | 1,469,127    | 1,168,601    | 2,638,125    | 0          | 2,638,125 |  |
| 650,000       | 0            | 0            | 650,000      | 0          | 650,000   |  |
| 0             | 0            | 0            | 0            | 191,230    | 191,230   |  |
| \$ 650,397 \$ | 1,590,414 \$ | 1,168,601 \$ | 3,409,412 \$ | 191,230 \$ | 3,600,642 |  |
| \$ 730,237 \$ | 1,641,486 \$ | 1,168,601 \$ | 3,540,324 \$ | 191,230 \$ | 3,731,554 |  |

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

|                                         | Special Revenue Funds                              |                      |                    |              |                                  | Capital<br>Projects<br>Fund | Total<br>Nonmajor<br>Governmental<br>Funds |
|-----------------------------------------|----------------------------------------------------|----------------------|--------------------|--------------|----------------------------------|-----------------------------|--------------------------------------------|
|                                         | Formerly<br>Major<br>School<br>Federal<br>Projects | Central<br>Cafeteria | Internal<br>School | Total        | Education<br>Capital<br>Projects |                             |                                            |
| <b>Revenues</b>                         |                                                    |                      |                    |              |                                  |                             |                                            |
| Charges for Current Services            | \$ 0 \$                                            | 163,859 \$           | 0 \$               | 163,859 \$   | 0 \$                             |                             | 163,859                                    |
| Other Local Revenues                    | 0                                                  | 39,685               | 1,986,789          | 2,026,474    | 0                                |                             | 2,026,474                                  |
| State of Tennessee                      | 0                                                  | 20,873               | 0                  | 20,873       | 0                                |                             | 20,873                                     |
| Federal Government                      | 4,114,512                                          | 3,215,041            | 0                  | 7,329,553    | 0                                |                             | 7,329,553                                  |
| Other Governments and Citizens Groups   | 0                                                  | 3,000                | 0                  | 3,000        | 0                                |                             | 3,000                                      |
| Total Revenues                          | \$ 4,114,512 \$                                    | 3,442,458 \$         | 1,986,789 \$       | 9,543,759 \$ | 0 \$                             |                             | 9,543,759                                  |
| <b>Expenditures</b>                     |                                                    |                      |                    |              |                                  |                             |                                            |
| Current:                                |                                                    |                      |                    |              |                                  |                             |                                            |
| Instruction                             | \$ 2,747,928 \$                                    | 0 \$                 | 0 \$               | 2,747,928 \$ | 0 \$                             |                             | 2,747,928                                  |
| Support Services                        | 362,298                                            | 0                    | 0                  | 362,298      | 0                                |                             | 362,298                                    |
| Operation of Non-Instructional Services | 7,599                                              | 3,439,226            | 1,915,676          | 5,362,501    | 0                                |                             | 5,362,501                                  |
| Capital Outlay                          | 54,726                                             | 0                    | 0                  | 54,726       | 0                                |                             | 54,726                                     |
| Capital Projects                        | 0                                                  | 0                    | 0                  | 0            | 159,507                          |                             | 159,507                                    |
| Total Expenditures                      | \$ 3,172,551 \$                                    | 3,439,226 \$         | 1,915,676 \$       | 8,527,453 \$ | 159,507 \$                       |                             | 8,686,960                                  |

(Continued)

**GILES COUNTY, TENNESSEE**  
**Combining Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Nonmajor Governmental Funds**  
Discretely Presented Giles County School Department (Cont.)

|                                                                                                       | Special Revenue Funds                              |                      |                    |              | Capital<br>Projects<br>Fund      | Total<br>Nonmajor<br>Governmental<br>Funds |
|-------------------------------------------------------------------------------------------------------|----------------------------------------------------|----------------------|--------------------|--------------|----------------------------------|--------------------------------------------|
|                                                                                                       | Formerly<br>Major<br>School<br>Federal<br>Projects | Central<br>Cafeteria | Internal<br>School | Total        | Education<br>Capital<br>Projects |                                            |
| Excess (Deficiency) of Revenues<br>Over Expenditures                                                  | \$ 941,961                                         | \$ 3,232             | \$ 71,113          | \$ 1,016,306 | \$ (159,507)                     | \$ 856,799                                 |
| <b>Other Financing Sources (Uses)</b>                                                                 |                                                    |                      |                    |              |                                  |                                            |
| Insurance Recovery                                                                                    | \$ 0                                               | \$ 6,017             | \$ 0               | \$ 6,017     | \$ 0                             | \$ 6,017                                   |
| Transfers Out                                                                                         | (941,564)                                          | 0                    | 0                  | (941,564)    | 0                                | (941,564)                                  |
| Total Other Financing Sources (Uses)                                                                  | \$ (941,564)                                       | \$ 6,017             | \$ 0               | \$ (935,547) | \$ 0                             | \$ (935,547)                               |
| Net Change in Fund Balances<br>Change to or Within the Reporting Entity<br>Fund Balance, July 1, 2024 | \$ 397                                             | \$ 9,249             | \$ 71,113          | \$ 80,759    | \$ (159,507)                     | \$ (78,748)                                |
|                                                                                                       | 650,000                                            | 0                    | 0                  | 650,000      | 0                                | 650,000                                    |
|                                                                                                       | 0                                                  | 1,581,165            | 1,097,488          | 2,678,653    | 350,737                          | 3,029,390                                  |
| Fund Balance, June 30, 2025                                                                           | \$ 650,397                                         | \$ 1,590,414         | \$ 1,168,601       | \$ 3,409,412 | \$ 191,230                       | \$ 3,600,642                               |

**GILES COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Discretely Presented Giles County School Department  
General Purpose School Fund  
**For the Year Ended June 30, 2025**

|                                         |                      | <b>Budgeted Amounts</b> |                      | <b>Variance<br/>with Final<br/>Budget -<br/>Positive<br/>(Negative)</b> |
|-----------------------------------------|----------------------|-------------------------|----------------------|-------------------------------------------------------------------------|
|                                         | <b>Actual</b>        | <b>Original</b>         | <b>Final</b>         |                                                                         |
| <b>Revenues</b>                         |                      |                         |                      |                                                                         |
| Local Taxes                             | \$ 13,858,177        | \$ 10,644,035           | \$ 10,644,035        | \$ 3,214,142                                                            |
| Licenses and Permits                    | 2,014                | 2,100                   | 2,100                | (86)                                                                    |
| Charges for Current Services            | 89,004               | 87,600                  | 87,600               | 1,404                                                                   |
| Other Local Revenues                    | 142,688              | 52,000                  | 61,000               | 81,688                                                                  |
| State of Tennessee                      | 29,337,634           | 27,349,841              | 30,324,679           | (987,045)                                                               |
| Federal Government                      | 120,162              | 135,000                 | 213,587              | (93,425)                                                                |
| Other Governments and Citizens Groups   | 685,160              | 202,000                 | 699,954              | (14,794)                                                                |
| Total Revenues                          | <u>\$ 44,234,839</u> | <u>\$ 38,472,576</u>    | <u>\$ 42,032,955</u> | <u>\$ 2,201,884</u>                                                     |
| <b>Expenditures</b>                     |                      |                         |                      |                                                                         |
| Instruction                             |                      |                         |                      |                                                                         |
| Regular Instruction Program             | \$ 17,912,615        | \$ 17,671,212           | \$ 18,634,509        | \$ 721,894                                                              |
| Special Education Program               | 3,840,620            | 3,683,552               | 3,980,666            | 140,046                                                                 |
| Career and Technical Education Program  | 1,795,605            | 1,493,126               | 2,556,400            | 760,795                                                                 |
| Support Services                        |                      |                         |                      |                                                                         |
| Attendance                              | 180,627              | 183,981                 | 184,281              | 3,654                                                                   |
| Health Services                         | 711,439              | 649,428                 | 734,917              | 23,478                                                                  |
| Other Student Support                   | 1,116,768            | 997,519                 | 1,191,463            | 74,695                                                                  |
| Regular Instruction Program             | 1,181,159            | 1,270,790               | 1,267,790            | 86,631                                                                  |
| Special Education Program               | 851,950              | 822,494                 | 938,456              | 86,506                                                                  |
| Career and Technical Education Program  | 170,841              | 192,961                 | 196,561              | 25,720                                                                  |
| Technology                              | 1,002,607            | 631,689                 | 1,096,845            | 94,238                                                                  |
| Other Programs                          | 191,165              | 0                       | 191,165              | 0                                                                       |
| Board of Education                      | 1,037,513            | 1,024,595               | 1,088,989            | 51,476                                                                  |
| Director of Schools                     | 411,940              | 422,700                 | 425,000              | 13,060                                                                  |
| Office of the Principal                 | 3,035,781            | 3,035,066               | 3,046,066            | 10,285                                                                  |
| Operation of Plant                      | 2,742,330            | 2,783,788               | 2,780,088            | 37,758                                                                  |
| Maintenance of Plant                    | 897,181              | 960,431                 | 1,114,099            | 216,918                                                                 |
| Transportation                          | 3,801,881            | 2,505,427               | 4,082,110            | 280,229                                                                 |
| Operation of Non-Instructional Services |                      |                         |                      |                                                                         |
| Community Services                      | 230,770              | 250,000                 | 249,999              | 19,229                                                                  |
| Early Childhood Education               | 723,622              | 711,508                 | 762,642              | 39,020                                                                  |

(Continued)

**GILES COUNTY, TENNESSEE****Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget**Discretely Presented Giles County School Department  
General Purpose School Fund (Cont.)

|                                                      | Actual                     | Budgeted Amounts           |                            | Variance<br>with Final<br>Budget -<br>Positive<br>(Negative) |
|------------------------------------------------------|----------------------------|----------------------------|----------------------------|--------------------------------------------------------------|
|                                                      |                            | Original                   | Final                      |                                                              |
| <b>Expenditures (Cont.)</b>                          |                            |                            |                            |                                                              |
| Capital Outlay                                       |                            |                            |                            |                                                              |
| Regular Capital Outlay                               | \$ 10,582                  | \$ 0                       | \$ 769,661                 | \$ 759,079                                                   |
| Other Debt Service                                   |                            |                            |                            |                                                              |
| Education                                            | 986,389                    | 986,390                    | 986,390                    | 1                                                            |
| Total Expenditures                                   | <u>\$ 42,833,385</u>       | <u>\$ 40,276,657</u>       | <u>\$ 46,278,097</u>       | <u>\$ 3,444,712</u>                                          |
| Excess (Deficiency) of Revenues<br>Over Expenditures | <u>\$ 1,401,454</u>        | <u>\$ (1,804,081)</u>      | <u>\$ (4,245,142)</u>      | <u>\$ 5,646,596</u>                                          |
| <b>Other Financing Sources (Uses)</b>                |                            |                            |                            |                                                              |
| Insurance Recovery                                   | \$ 21,806                  | \$ 0                       | \$ 21,806                  | \$ 0                                                         |
| Transfers In                                         | 941,564                    | 0                          | 941,563                    | 1                                                            |
| Transfers Out                                        | (3,500,000)                | 0                          | (3,500,000)                | 0                                                            |
| Total Other Financing Sources                        | <u>\$ (2,536,630)</u>      | <u>\$ 0</u>                | <u>\$ (2,536,631)</u>      | <u>\$ 1</u>                                                  |
| Net Change in Fund Balance                           | \$ (1,135,176)             | \$ (1,804,081)             | \$ (6,781,773)             | \$ 5,646,597                                                 |
| Fund Balance, July 1, 2024                           | <u>10,242,890</u>          | <u>9,033,548</u>           | <u>10,242,890</u>          | <u>0</u>                                                     |
| Fund Balance, June 30, 2025                          | <u><u>\$ 9,107,714</u></u> | <u><u>\$ 7,229,467</u></u> | <u><u>\$ 3,461,117</u></u> | <u><u>\$ 5,646,597</u></u>                                   |

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

|                                                     |                     | <b>Budgeted Amounts</b> |                     | <b>Variance with Final Budget - Positive (Negative)</b> |
|-----------------------------------------------------|---------------------|-------------------------|---------------------|---------------------------------------------------------|
|                                                     | <b>Actual</b>       | <b>Original</b>         | <b>Final</b>        |                                                         |
| <b>Revenues</b>                                     |                     |                         |                     |                                                         |
| Federal Government                                  | \$ 4,114,512        | \$ 3,871,165            | \$ 4,355,693        | \$ (241,181)                                            |
| Total Revenues                                      | <u>\$ 4,114,512</u> | <u>\$ 3,871,165</u>     | <u>\$ 4,355,693</u> | <u>\$ (241,181)</u>                                     |
| <b>Expenditures</b>                                 |                     |                         |                     |                                                         |
| Instruction                                         |                     |                         |                     |                                                         |
| Regular Instruction Program                         | \$ 1,612,397        | \$ 1,479,428            | \$ 1,724,572        | \$ 112,175                                              |
| Special Education Program                           | 1,011,302           | 1,013,724               | 1,039,161           | 27,859                                                  |
| Career and Technical Education Program              | 124,229             | 119,628                 | 124,229             | 0                                                       |
| Support Services                                    |                     |                         |                     |                                                         |
| Other Student Support                               | 46,321              | 35,837                  | 57,375              | 11,054                                                  |
| Regular Instruction Program                         | 216,485             | 186,405                 | 268,578             | 52,093                                                  |
| Special Education Program                           | 64,051              | 68,335                  | 79,323              | 15,272                                                  |
| Career and Technical Education Program              | 3,524               | 6,000                   | 3,524               | 0                                                       |
| Technology                                          | 11,470              | 12,000                  | 11,484              | 14                                                      |
| Operation of Plant                                  | 20,447              | 160,300                 | 43,058              | 22,611                                                  |
| Transportation                                      | 0                   | 727,508                 | 500                 | 500                                                     |
| Operation of Non-Instructional Services             |                     |                         |                     |                                                         |
| Food Service                                        | 7,599               | 8,000                   | 7,599               | 0                                                       |
| Capital Outlay                                      |                     |                         |                     |                                                         |
| Regular Capital Outlay                              | 54,726              | 54,000                  | 54,726              | 0                                                       |
| Total Expenditures                                  | <u>\$ 3,172,551</u> | <u>\$ 3,871,165</u>     | <u>\$ 3,414,129</u> | <u>\$ 241,578</u>                                       |
| Excess (Deficiency) of Revenues Over Expenditures   | <u>\$ 941,961</u>   | <u>\$ 0</u>             | <u>\$ 941,564</u>   | <u>\$ 397</u>                                           |
| <b>Other Financing Sources (Uses)</b>               |                     |                         |                     |                                                         |
| Transfers Out                                       | \$ (941,564)        | \$ 0                    | \$ (941,564)        | \$ 0                                                    |
| Total Other Financing Sources                       | <u>\$ (941,564)</u> | <u>\$ 0</u>             | <u>\$ (941,564)</u> | <u>\$ 0</u>                                             |
| Net Change in Fund Balance                          | \$ 397              | \$ 0                    | \$ 0                | \$ 397                                                  |
| Changes to or Within the Financial Reporting Entity | 650,000             | 0                       | 0                   | 650,000                                                 |
| Fund Balance, July 1, 2024                          | <u>0</u>            | <u>650,000</u>          | <u>650,000</u>      | <u>(650,000)</u>                                        |
| Fund Balance, June 30, 2025                         | <u>\$ 650,397</u>   | <u>\$ 650,000</u>       | <u>\$ 650,000</u>   | <u>\$ 397</u>                                           |

**GILES COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Discretely Presented Giles County School Department  
Central Cafeteria Fund  
**For the Year Ended June 30, 2025**

|                                                   |                            | <b>Budgeted Amounts</b>  |                          | <b>Variance with Final Budget - Positive (Negative)</b> |
|---------------------------------------------------|----------------------------|--------------------------|--------------------------|---------------------------------------------------------|
|                                                   | <b>Actual</b>              | <b>Original</b>          | <b>Final</b>             |                                                         |
| <b>Revenues</b>                                   |                            |                          |                          |                                                         |
| Charges for Current Services                      | \$ 163,859                 | \$ 155,000               | \$ 155,000               | \$ 8,859                                                |
| Other Local Revenues                              | 39,685                     | 72,500                   | 72,500                   | (32,815)                                                |
| State of Tennessee                                | 20,873                     | 21,500                   | 21,500                   | (627)                                                   |
| Federal Government                                | 3,215,041                  | 2,420,400                | 2,420,400                | 794,641                                                 |
| Other Governments and Citizens Groups             | 3,000                      | 0                        | 3,000                    | 0                                                       |
| Total Revenues                                    | <u>\$ 3,442,458</u>        | <u>\$ 2,669,400</u>      | <u>\$ 2,672,400</u>      | <u>\$ 770,058</u>                                       |
| <b>Expenditures</b>                               |                            |                          |                          |                                                         |
| Operation of Non-Instructional Services           |                            |                          |                          |                                                         |
| Food Service                                      | \$ 3,439,226               | \$ 3,454,653             | \$ 3,569,708             | \$ 130,482                                              |
| Total Expenditures                                | <u>\$ 3,439,226</u>        | <u>\$ 3,454,653</u>      | <u>\$ 3,569,708</u>      | <u>\$ 130,482</u>                                       |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ 3,232</u>            | <u>\$ (785,253)</u>      | <u>\$ (897,308)</u>      | <u>\$ 900,540</u>                                       |
| <b>Other Financing Sources (Uses)</b>             |                            |                          |                          |                                                         |
| Insurance Recovery                                | \$ 6,017                   | \$ 0                     | \$ 6,017                 | \$ 0                                                    |
| Total Other Financing Sources                     | <u>\$ 6,017</u>            | <u>\$ 0</u>              | <u>\$ 6,017</u>          | <u>\$ 0</u>                                             |
| Net Change in Fund Balance                        | \$ 9,249                   | \$ (785,253)             | \$ (891,291)             | \$ 900,540                                              |
| Fund Balance, July 1, 2024                        | <u>1,581,165</u>           | <u>1,583,235</u>         | <u>1,581,165</u>         | <u>0</u>                                                |
| Fund Balance, June 30, 2025                       | <u><u>\$ 1,590,414</u></u> | <u><u>\$ 797,982</u></u> | <u><u>\$ 689,874</u></u> | <u><u>\$ 900,540</u></u>                                |

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

|                                                      |               | <b>Budgeted Amounts</b> |              | <b>Variance</b>                                            |
|------------------------------------------------------|---------------|-------------------------|--------------|------------------------------------------------------------|
|                                                      | <b>Actual</b> | <b>Original</b>         | <b>Final</b> | <b>with Final<br/>Budget -<br/>Positive<br/>(Negative)</b> |
| Total Revenues                                       | \$ 0          | \$ 0                    | \$ 0         | \$ 0                                                       |
| <b>Expenditures</b>                                  |               |                         |              |                                                            |
| Capital Projects                                     |               |                         |              |                                                            |
| Education Capital Projects                           | \$ 159,507    | \$ 144,827              | \$ 350,737   | \$ 191,230                                                 |
| Total Expenditures                                   | \$ 159,507    | \$ 144,827              | \$ 350,737   | \$ 191,230                                                 |
| Excess (Deficiency) of Revenues<br>Over Expenditures | \$ (159,507)  | \$ (144,827)            | \$ (350,737) | \$ 191,230                                                 |
| Net Change in Fund Balance                           | \$ (159,507)  | \$ (144,827)            | \$ (350,737) | \$ 191,230                                                 |
| Fund Balance, July 1, 2024                           | 350,737       | 144,827                 | 350,737      | 0                                                          |
| Fund Balance, June 30, 2025                          | \$ 191,230    | \$ 0                    | \$ 0         | \$ 191,230                                                 |

**GILES COUNTY, TENNESSEE****Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget**Discretely Presented Giles County School Department  
Other Education Capital Projects Fund**For the Year Ended June 30, 2025**

|                                                      | Actual         | Budgeted Amounts |                 | Variance<br>with Final<br>Budget -<br>Positive<br>(Negative) |
|------------------------------------------------------|----------------|------------------|-----------------|--------------------------------------------------------------|
|                                                      |                | Original         | Final           |                                                              |
| Total Revenues                                       | \$ 0           | \$ 0             | \$ 0            | \$ 0                                                         |
| <b>Expenditures</b>                                  |                |                  |                 |                                                              |
| Capital Projects                                     |                |                  |                 |                                                              |
| Education Capital Projects                           | \$ 8,232,041   | \$ 14,454,641    | \$ 13,845,595   | \$ 5,613,554                                                 |
| Total Expenditures                                   | \$ 8,232,041   | \$ 14,454,641    | \$ 13,845,595   | \$ 5,613,554                                                 |
| Excess (Deficiency) of Revenues<br>Over Expenditures | \$ (8,232,041) | \$ (14,454,641)  | \$ (13,845,595) | \$ 5,613,554                                                 |
| <b>Other Financing Sources (Uses)</b>                |                |                  |                 |                                                              |
| Transfers In                                         | \$ 3,500,000   | \$ 0             | \$ 3,500,000    | \$ 0                                                         |
| Total Other Financing Sources                        | \$ 3,500,000   | \$ 0             | \$ 3,500,000    | \$ 0                                                         |
| Net Change in Fund Balance                           | \$ (4,732,041) | \$ (14,454,641)  | \$ (10,345,595) | \$ 5,613,554                                                 |
| Fund Balance, July 1, 2024                           | 10,345,595     | 14,454,641       | 10,345,595      | 0                                                            |
| Fund Balance, June 30, 2025                          | \$ 5,613,554   | \$ 0             | \$ 0            | \$ 5,613,554                                                 |

## MISCELLANEOUS SCHEDULES

**GILES COUNTY, TENNESSEE**  
**Schedule of Changes in Long-term Bonds**  
**For the Year Ended June 30, 2025**

| Description of Indebtedness                  | Original<br>Amount<br>of Issue | Interest<br>Rate | Date<br>of<br>Issue | Last<br>Maturity<br>Date | Outstanding<br>7-1-24 | Paid and/or                 |                        |
|----------------------------------------------|--------------------------------|------------------|---------------------|--------------------------|-----------------------|-----------------------------|------------------------|
|                                              |                                |                  |                     |                          |                       | Matured<br>During<br>Period | Outstanding<br>6-30-25 |
| <b>BONDS PAYABLE</b>                         |                                |                  |                     |                          |                       |                             |                        |
| Payable through General Debt Service Fund    |                                |                  |                     |                          |                       |                             |                        |
| General Obligation School Bonds, Series 2024 | \$ 7,990,000                   | 4 to 5 %         | 3-28-24             | 4-1-34                   | \$ 7,990,000          | \$ 710,000                  | \$ 7,280,000           |
| Total Bonds Payable                          |                                |                  |                     |                          | \$ 7,990,000          | \$ 710,000                  | \$ 7,280,000           |

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

| <b>Year<br/>Ending<br/>June 30</b> | <b>Bonds</b>     |                 |              |
|------------------------------------|------------------|-----------------|--------------|
|                                    | <b>Principal</b> | <b>Interest</b> | <b>Total</b> |
| 2026                               | \$ 660,000       | \$ 345,050      | \$ 1,005,050 |
| 2027                               | 695,000          | 312,050         | 1,007,050    |
| 2028                               | 730,000          | 277,300         | 1,007,300    |
| 2029                               | 765,000          | 240,800         | 1,005,800    |
| 2030                               | 805,000          | 202,550         | 1,007,550    |
| 2031                               | 845,000          | 162,300         | 1,007,300    |
| 2032                               | 885,000          | 120,050         | 1,005,050    |
| 2033                               | 930,000          | 75,800          | 1,005,800    |
| 2034                               | 965,000          | 38,600          | 1,003,600    |
| Total                              | \$ 7,280,000     | \$ 1,774,500    | \$ 9,054,500 |

**GILES COUNTY, TENNESSEE**  
**Schedule of Changes in Leases Receivable**  
**For the Year Ended June 30, 2025**

| Description             | Debtor      | Original<br>Amount<br>of Lease | Date<br>of<br>Issue | Date<br>of<br>Maturity | Interest<br>Rate | Balance    |            |
|-------------------------|-------------|--------------------------------|---------------------|------------------------|------------------|------------|------------|
|                         |             |                                |                     |                        |                  | 7-1-24     | 6-30-25    |
| General Fund            |             |                                |                     |                        |                  |            |            |
| Annex Building Lease    | Truist Bank | \$ 300,060                     | 10-17-22            | 10-17-27               | 4.75 %           | \$ 207,012 | \$ 148,305 |
| Total Leases Receivable |             |                                |                     |                        |                  | \$ 207,012 | \$ 148,305 |

**GILES COUNTY, TENNESSEE**  
**Schedule of Transfers**  
Discretely Presented Giles County School Department  
**For the Year Ended June 30, 2025**

| From Fund                                                              | To Fund                                                    | Purpose                            | Amount                  |
|------------------------------------------------------------------------|------------------------------------------------------------|------------------------------------|-------------------------|
| General Purpose School<br>School Federal Projects                      | Other Education Capital Projects<br>General Purpose School | Capital projects<br>ESSER projects | \$ 3,500,000<br>941,564 |
| Total Transfers Discretely Presented<br>Giles County School Department |                                                            |                                    | \$ 4,441,564            |

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

Primary Government and Discretely Presented Giles County School Department

**For the Year Ended June 30, 2025**

| <b>Official</b>                                                 | <b>Salary</b> | <b>Authorization</b>                                      | <b>Bond</b>  | <b>Surety</b>                               |
|-----------------------------------------------------------------|---------------|-----------------------------------------------------------|--------------|---------------------------------------------|
| <b>County Executive</b>                                         |               |                                                           |              |                                             |
| Base salary/Total compensation                                  | \$ 110,015    | Section 8-24-102, <i>TCA</i>                              | (1)          | Local Government Property and Casualty Fund |
| <b>Highway Commissioner - Barry Hyatt (7/1/24 - 8/31/24)</b>    |               |                                                           |              |                                             |
| Base salary/Total compensation                                  | \$ 17,463     | Section 8-24-102, <i>TCA</i>                              | (1)          | Local Government Property and Casualty Fund |
| <b>Highway Commissioner - Gene Barnickie (9/1/24 - 6/30/25)</b> |               |                                                           |              |                                             |
| Base salary/Total compensation                                  | \$ 87,313     | Section 8-24-102, <i>TCA</i>                              | (1)          | Local Government Property and Casualty Fund |
| Total Highway Commissioner compensation                         | \$ 104,776    |                                                           |              |                                             |
| <b>Director of Schools</b>                                      |               |                                                           |              |                                             |
| Base salary                                                     | \$ 126,289    | State Board of Education and<br>County Board of Education | (1)          | Local Government Property and Casualty Fund |
| Chief executive officers training supplement                    | 1,000         |                                                           |              |                                             |
| Total compensation                                              | \$ 127,289    |                                                           |              |                                             |
| <b>Trustee</b>                                                  |               |                                                           |              |                                             |
| Base salary/Total compensation                                  | \$ 95,251     | Section 8-24-102, <i>TCA</i>                              | \$ 2,000,000 | Auto-Owners Mutual Insurance Company        |
| <b>Assessor of Property</b>                                     |               |                                                           |              |                                             |
| Base salary/Total compensation                                  | \$ 95,251     | Section 8-24-102, <i>TCA</i>                              | (1)          | Local Government Property and Casualty Fund |
| <b>County Clerk</b>                                             |               |                                                           |              |                                             |
| Base salary                                                     | \$ 95,251     | Section 8-24-102, <i>TCA</i>                              | (1)          | Local Government Property and Casualty Fund |
| Certified public administrator supplement                       | 177           |                                                           |              |                                             |
| Total compensation                                              | \$ 95,428     |                                                           |              |                                             |
| <b>Circuit and General Sessions Courts Clerk</b>                |               |                                                           |              |                                             |
| Base salary                                                     | \$ 95,251     | Section 8-24-102, <i>TCA</i>                              | (1)          | Local Government Property and Casualty Fund |
| Certified public administrator supplement                       | 177           |                                                           |              |                                             |
| Total compensation                                              | \$ 95,428     |                                                           |              |                                             |

(Continued)

**GILES COUNTY, TENNESSEE**  
**Schedule of Salaries and Official Bonds of Principal Officials (Cont.)**

| <b>Official</b>                                  | <b>Salary</b>     | <b>Authorization</b>                                     | <b>Bond</b> | <b>Surety</b>                               |
|--------------------------------------------------|-------------------|----------------------------------------------------------|-------------|---------------------------------------------|
| <b>Clerk and Master</b>                          |                   | Section 8-24-102, <i>TCA</i> and<br>Chancery Court Judge | (1)         | Local Government Property and Casualty Fund |
| Base salary                                      | \$ 95,251         |                                                          |             |                                             |
| Certified public administrator supplement        | 177               |                                                          |             |                                             |
| Special commissioner fees                        | 18,550            |                                                          |             |                                             |
| Total compensation                               | <u>\$ 113,978</u> |                                                          |             |                                             |
| <b>Register of Deeds</b>                         |                   | Section 8-24-102, <i>TCA</i>                             | (1)         | Local Government Property and Casualty Fund |
| Base salary                                      | \$ 95,251         |                                                          |             |                                             |
| Certified public administrator supplement        | 177               |                                                          |             |                                             |
| Total compensation                               | <u>\$ 95,428</u>  |                                                          |             |                                             |
| <b>Sheriff - Kyle Helton (7/1/24 - 10/28/24)</b> |                   | Section 8-24-102, <i>TCA</i>                             | (1)         | Local Government Property and Casualty Fund |
| Base salary                                      | \$ 34,160         |                                                          |             |                                             |
| Law enforcement retention bonus                  | 800               |                                                          |             |                                             |
| Total compensation                               | <u>\$ 34,960</u>  |                                                          |             |                                             |
| <b>Sheriff - Joe Purvis (10/29/24 - 6/30/25)</b> |                   | Section 8-24-102, <i>TCA</i>                             | (1)         | Local Government Property and Casualty Fund |
| Base salary                                      | \$ 70,616         |                                                          |             |                                             |
| Law enforcement training supplement              | 800               |                                                          |             |                                             |
| Total compensation                               | <u>\$ 71,416</u>  |                                                          |             |                                             |
| Total Sheriff compensation                       | <u>\$ 106,376</u> |                                                          |             |                                             |
| <b>Administrator of Elections</b>                |                   | Section 2-12-208, <i>TCA</i>                             |             |                                             |
| Base salary/Total compensation                   | <u>\$ 85,726</u>  |                                                          |             |                                             |
| <b>Finance Director</b>                          |                   | County Commission                                        | (1)         | Local Government Property and Casualty Fund |
| Base salary/Total compensation                   | <u>\$ 105,302</u> |                                                          |             |                                             |
| Employee Blanket Bonds:                          |                   |                                                          |             |                                             |
| Public Employee Dishonesty - County Departments  |                   |                                                          | 400,000     | Local Government Property and Casualty Fund |
| Public Employee Dishonesty - School Department   |                   |                                                          | 500,000     | "                                           |

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

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

|                                                          | Special Revenue Funds |              |                                     |                           | Debt Service |      | Capital Projects Funds |
|----------------------------------------------------------|-----------------------|--------------|-------------------------------------|---------------------------|--------------|------|------------------------|
|                                                          | General               | Drug Control | Constitutional -<br>Officers - Fees | Highway /<br>Public Works | Fund         | Fund |                        |
| <b>Local Taxes</b>                                       |                       |              |                                     |                           |              |      |                        |
| County Property Taxes                                    |                       |              |                                     |                           |              |      |                        |
| Current Property Tax                                     | \$ 9,426,865          | \$ 0         | \$ 0                                | \$ 2,276,254              | \$ 0         | \$ 0 | 0                      |
| Trustee's Collections - Prior Year                       | 229,189               | 0            | 0                                   | 55,341                    | 0            | 0    | 0                      |
| Trustee's Collections - Bankruptcy                       | 119                   | 0            | 0                                   | 29                        | 0            | 0    | 0                      |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 61,084                | 0            | 0                                   | 14,750                    | 0            | 0    | 0                      |
| Interest and Penalty                                     | 50,340                | 0            | 0                                   | 12,156                    | 0            | 0    | 0                      |
| Payments in-Lieu-of Taxes - Local Utilities              | 297,592               | 0            | 0                                   | 0                         | 0            | 0    | 0                      |
| Payments in-Lieu-of Taxes - Other                        | 103                   | 0            | 0                                   | 0                         | 0            | 0    | 0                      |
| County Local Option Taxes                                |                       |              |                                     |                           |              |      |                        |
| Local Option Sales Tax                                   | 500,000               | 0            | 0                                   | 0                         | 0            | 0    | 0                      |
| Hotel/Motel Tax                                          | 233,507               | 0            | 0                                   | 0                         | 0            | 0    | 0                      |
| Litigation Tax - General                                 | 89,466                | 0            | 0                                   | 0                         | 0            | 0    | 0                      |
| Litigation Tax - Jail, Workhouse, or Courthouse          | 162,041               | 0            | 0                                   | 0                         | 0            | 0    | 0                      |
| Business Tax                                             | 420,258               | 0            | 0                                   | 0                         | 0            | 0    | 0                      |
| Mixed Drink Tax                                          | 1,895                 | 0            | 0                                   | 0                         | 0            | 0    | 0                      |
| Mineral Severance Tax                                    | 0                     | 0            | 0                                   | 26,971                    | 0            | 0    | 0                      |
| Statutory Local Taxes                                    |                       |              |                                     |                           |              |      |                        |
| Bank Excise Tax                                          | 245,113               | 0            | 0                                   | 0                         | 0            | 0    | 0                      |
| Wholesale Beer Tax                                       | 169,613               | 0            | 0                                   | 0                         | 0            | 0    | 0                      |

(Continued)

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

|                                          | Special Revenue Funds |              |                                |                        | Debt Service Fund | Capital Projects Funds |
|------------------------------------------|-----------------------|--------------|--------------------------------|------------------------|-------------------|------------------------|
|                                          | General               | Drug Control | Constitutional Officers - Fees | Highway / Public Works |                   |                        |
| <b>Local Taxes (Cont.)</b>               |                       |              |                                |                        |                   |                        |
| Statutory Local Taxes (Cont.)            |                       |              |                                |                        |                   |                        |
| Other Statutory Local Taxes              | 71 \$                 | 0 \$         | 0 \$                           | 0 \$                   | 0 \$              | 0                      |
| Total Local Taxes                        | \$ 11,887,256         | 0 \$         | 0 \$                           | 2,385,501 \$           | 0 \$              | 0                      |
| <b>Licenses and Permits</b>              |                       |              |                                |                        |                   |                        |
| Licenses                                 |                       |              |                                |                        |                   |                        |
| Animal Registration                      | 2,136 \$              | 0 \$         | 0 \$                           | 0 \$                   | 0 \$              | 0                      |
| Animal Vaccination                       | 224                   | 0            | 0                              | 0                      | 0                 | 0                      |
| Cable TV Franchise Permits               | 14,227                | 0            | 0                              | 0                      | 0                 | 0                      |
| Beer Permits                             | 4,173                 | 0            | 0                              | 0                      | 0                 | 0                      |
| Total Licenses and Permits               | \$ 20,760             | 0 \$         | 0 \$                           | 0 \$                   | 0 \$              | 0                      |
| <b>Fines, Forfeitures, and Penalties</b> |                       |              |                                |                        |                   |                        |
| Circuit Court                            |                       |              |                                |                        |                   |                        |
| Officers Costs                           | 7,813 \$              | 0 \$         | 0 \$                           | 0 \$                   | 0 \$              | 0                      |
| Drug Control Fines                       | 895                   | 13,297       | 0                              | 0                      | 0                 | 0                      |
| Drug Court Fees                          | 1,439                 | 0            | 0                              | 0                      | 0                 | 0                      |
| Jail Fees                                | 12                    | 0            | 0                              | 0                      | 0                 | 0                      |

(Continued)

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

|                                                  | Special Revenue Funds |              |                                |                        | Debt Service Fund | Capital Projects Funds |
|--------------------------------------------------|-----------------------|--------------|--------------------------------|------------------------|-------------------|------------------------|
|                                                  | General               | Drug Control | Constitutional Officers - Fees | Highway / Public Works |                   |                        |
| <b>Fines, Forfeitures, and Penalties (Cont.)</b> |                       |              |                                |                        |                   |                        |
| Circuit Court (Cont.)                            |                       |              |                                |                        |                   |                        |
| DUI Treatment Fines                              | 1,330 \$              | 0 \$         | 0 \$                           | 0 \$                   | 0 \$              | 0                      |
| Data Entry Fee - Circuit Court                   | 950                   | 0            | 0                              | 0                      | 0                 | 0                      |
| Courtroom Security Fee                           | 17                    | 0            | 0                              | 0                      | 0                 | 0                      |
| General Sessions Court                           |                       |              |                                |                        |                   |                        |
| Fines                                            | 1,278                 | 0            | 0                              | 0                      | 0                 | 0                      |
| Fines for Littering                              | 48                    | 0            | 0                              | 0                      | 0                 | 0                      |
| Officers Costs                                   | 21,019                | 0            | 0                              | 0                      | 0                 | 0                      |
| Game and Fish Fines                              | 214                   | 0            | 0                              | 0                      | 0                 | 0                      |
| Drug Court Fees                                  | 200                   | 0            | 0                              | 0                      | 0                 | 0                      |
| Jail Fees                                        | 24                    | 0            | 0                              | 0                      | 0                 | 0                      |
| DUI Treatment Fines                              | 190                   | 0            | 0                              | 0                      | 0                 | 0                      |
| Data Entry Fee - General Sessions Court          | 9,644                 | 0            | 0                              | 0                      | 0                 | 0                      |
| Chancery Court                                   |                       |              |                                |                        |                   |                        |
| Officers Costs                                   | 663                   | 0            | 0                              | 0                      | 0                 | 0                      |
| Data Entry Fee - Chancery Court                  | 2,210                 | 0            | 0                              | 0                      | 0                 | 0                      |
| Other Fines, Forfeitures, and Penalties          |                       |              |                                |                        |                   |                        |
| Proceeds from Confiscated Property               | 0                     | 53,843       | 0                              | 0                      | 0                 | 0                      |
| Total Fines, Forfeitures, and Penalties          | \$ 47,946 \$          | 67,140 \$    | 0 \$                           | 0 \$                   | 0 \$              | 0                      |

(Continued)

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

|                                                   | Special Revenue Funds |              |                                     |                        | Debt Service Fund | Capital Projects Funds |
|---------------------------------------------------|-----------------------|--------------|-------------------------------------|------------------------|-------------------|------------------------|
|                                                   | General               | Drug Control | Constitutional -<br>Officers - Fees | Highway / Public Works |                   |                        |
| <b>Charges for Current Services</b>               |                       |              |                                     |                        |                   |                        |
| General Service Charges                           |                       |              |                                     |                        |                   |                        |
| Surcharge - Waste Tire Disposal                   | \$ 6,524              | \$ 0         | \$ 0                                | \$ 0                   | \$ 0              | \$ 0                   |
| Patient Charges                                   | 2,492,437             | 0            | 0                                   | 0                      | 0                 | 0                      |
| Service Charges                                   | 150                   | 0            | 0                                   | 0                      | 0                 | 0                      |
| Fees                                              |                       |              |                                     |                        |                   |                        |
| Copy Fees                                         | 514                   | 0            | 0                                   | 0                      | 0                 | 0                      |
| Archives and Records Management Fee               | 14,772                | 0            | 0                                   | 0                      | 0                 | 0                      |
| Greenbelt Late Application Fee                    | 200                   | 0            | 0                                   | 0                      | 0                 | 0                      |
| Telephone Commissions                             | 60,557                | 0            | 0                                   | 0                      | 0                 | 0                      |
| Additional Fees - Titling and Registration        | 29,091                | 0            | 0                                   | 0                      | 0                 | 0                      |
| Constitutional Officers' Fees and Commissions     | 0                     | 0            | 19,360                              | 0                      | 0                 | 0                      |
| Data Processing Fee - Register                    | 9,698                 | 0            | 0                                   | 0                      | 0                 | 0                      |
| Data Processing Fee - Sheriff                     | 1,165                 | 0            | 0                                   | 0                      | 0                 | 0                      |
| Sexual Offender Registration Fee - Sheriff        | 4,510                 | 0            | 0                                   | 0                      | 0                 | 0                      |
| Data Processing Fee - County Clerk                | 4,176                 | 0            | 0                                   | 0                      | 0                 | 0                      |
| Vehicle Insurance Coverage and Reinstatement Fees | 6,370                 | 0            | 0                                   | 0                      | 0                 | 0                      |
| Total Charges for Current Services                | \$ 2,630,164          | \$ 0         | \$ 19,360                           | \$ 0                   | \$ 0              | \$ 0                   |

(Continued)

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

|                                    | Special Revenue Funds |              |                                |                        |            | Debt Service |  | Capital Projects Funds |
|------------------------------------|-----------------------|--------------|--------------------------------|------------------------|------------|--------------|--|------------------------|
|                                    | General               | Drug Control | Constitutional Officers - Fees | Highway / Public Works |            | Fund         |  |                        |
| <b>Other Local Revenues</b>        |                       |              |                                |                        |            |              |  |                        |
| Recurring Items                    |                       |              |                                |                        |            |              |  |                        |
| Investment Income                  | \$ 1,244,814          | \$ 0         | \$ 0                           | \$ 0                   | \$ 417,447 | \$ 0         |  | 0                      |
| Lease/Rentals/ppp                  | 121,752               | 0            | 0                              | 0                      | 0          | 0            |  | 0                      |
| Lease/PPP Interest                 | 8,565                 | 0            | 0                              | 0                      | 0          | 0            |  | 0                      |
| Sale of Materials and Supplies     | 0                     | 0            | 0                              | 480                    | 0          | 0            |  | 0                      |
| Commissary Sales                   | 18,109                | 0            | 0                              | 0                      | 0          | 0            |  | 0                      |
| Sale of Recycled Materials         | 38,500                | 0            | 0                              | 878                    | 0          | 0            |  | 0                      |
| Rebates                            | 279                   | 0            | 0                              | 0                      | 0          | 0            |  | 0                      |
| Miscellaneous Refunds              | 15,496                | 1,190        | 0                              | 396                    | 0          | 0            |  | 0                      |
| Nonrecurring Items                 |                       |              |                                |                        |            |              |  |                        |
| Sale of Equipment                  | 22,264                | 0            | 0                              | 4,252                  | 0          | 0            |  | 77,903                 |
| Sale of Property                   | 38,500                | 0            | 0                              | 0                      | 0          | 0            |  | 0                      |
| Damages Recovered from Individuals | 100                   | 0            | 0                              | 0                      | 0          | 0            |  | 0                      |
| Contributions and Gifts            | 7,973                 | 0            | 0                              | 0                      | 0          | 0            |  | 0                      |
| Performance Bond Forfeitures       | 4,512                 | 0            | 0                              | 0                      | 0          | 0            |  | 0                      |
| Other Local Revenues               |                       |              |                                |                        |            |              |  |                        |
| Other Local Revenues               | 0                     | 0            | 0                              | 0                      | 2,929      | 0            |  | 0                      |
| Total Other Local Revenues         | \$ 1,520,864          | \$ 1,190     | \$ 0                           | \$ 6,006               | \$ 420,376 | \$ 77,903    |  |                        |

(Continued)

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

|                                            | Special Revenue Funds |              |                                |                        | Debt Service |      | Capital Projects Funds |
|--------------------------------------------|-----------------------|--------------|--------------------------------|------------------------|--------------|------|------------------------|
|                                            | General               | Drug Control | Constitutional Officers - Fees | Highway / Public Works | Fund         | Fund |                        |
| <b>Fees Received From County Officials</b> |                       |              |                                |                        |              |      |                        |
| Fees In-Lieu-of Salary                     |                       |              |                                |                        |              |      |                        |
| County Clerk                               | \$ 450,110            | \$ 0         | \$ 0                           | \$ 0                   | \$ 0         | \$ 0 | 0                      |
| Circuit Court Clerk                        | 54,402                | 0            | 0                              | 0                      | 0            | 0    | 0                      |
| General Sessions Court Clerk               | 180,558               | 0            | 0                              | 0                      | 0            | 0    | 0                      |
| Clerk and Master                           | 96,043                | 0            | 0                              | 0                      | 0            | 0    | 0                      |
| Register                                   | 158,417               | 0            | 0                              | 0                      | 0            | 0    | 0                      |
| Sheriff                                    | 15,933                | 0            | 0                              | 0                      | 0            | 0    | 0                      |
| Trustee                                    | 659,062               | 0            | 0                              | 0                      | 0            | 0    | 0                      |
| Total Fees Received From County Officials  | \$ 1,614,525          | \$ 0         | \$ 0                           | \$ 0                   | \$ 0         | \$ 0 | 0                      |

|                                   |          |      |      |      |      |      |   |
|-----------------------------------|----------|------|------|------|------|------|---|
| <b>State of Tennessee</b>         |          |      |      |      |      |      |   |
| General Government Grants         |          |      |      |      |      |      |   |
| Juvenile Services Program         | \$ 9,000 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| Public Safety Grants              |          |      |      |      |      |      |   |
| Law Enforcement Training Programs | 60,000   | 0    | 0    | 0    | 0    | 0    | 0 |
| School Resource Officer Grants    | 600,000  | 0    | 0    | 0    | 0    | 0    | 0 |
| Health and Welfare Grants         |          |      |      |      |      |      |   |
| Health Department Programs        | 191,080  | 0    | 0    | 0    | 0    | 0    | 0 |

(Continued)

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

|                                                | Special Revenue Funds |              |                                     |                        | Debt Service Fund | Capital Projects Funds |
|------------------------------------------------|-----------------------|--------------|-------------------------------------|------------------------|-------------------|------------------------|
|                                                | General               | Drug Control | Constitutional -<br>Officers - Fees | Highway / Public Works |                   |                        |
|                                                |                       |              |                                     |                        |                   |                        |
| <b>State of Tennessee (Cont.)</b>              |                       |              |                                     |                        |                   |                        |
| Public Works Grants                            |                       |              |                                     |                        |                   |                        |
| State Aid Program                              | \$ 0                  | \$ 0         | \$ 0                                | \$ 938,467             | \$ 0              | \$ 0                   |
| Litter Program                                 | 54,979                | 0            | 0                                   | 0                      | 0                 | 0                      |
| Other State Revenues                           |                       |              |                                     |                        |                   |                        |
| Beer Tax                                       | 17,752                | 0            | 0                                   | 0                      | 0                 | 0                      |
| Vehicle Certificate of Title Fees              | 8,014                 | 0            | 0                                   | 0                      | 0                 | 0                      |
| Alcoholic Beverage Tax                         | 103,947               | 0            | 0                                   | 0                      | 0                 | 0                      |
| Opioid Settlement Funds - TN Abatement Council | 110,318               | 0            | 0                                   | 0                      | 0                 | 0                      |
| State Revenue Sharing - Telecommunications     | 51,171                | 0            | 0                                   | 0                      | 0                 | 0                      |
| State Shared Sports Gaming Privilege Tax       | 42,684                | 0            | 0                                   | 0                      | 0                 | 0                      |
| Contracted Prisoner Boarding                   | 469,733               | 0            | 0                                   | 0                      | 0                 | 0                      |
| Gasoline and Motor Fuel Tax                    | 0                     | 0            | 0                                   | 2,832,602              | 0                 | 0                      |
| Hybrid/Electric Vehicle Registration Fee       | 0                     | 0            | 0                                   | 34,142                 | 0                 | 0                      |
| Petroleum Special Tax                          | 0                     | 0            | 0                                   | 20,107                 | 0                 | 0                      |
| Registrar's Salary Supplement                  | 15,164                | 0            | 0                                   | 0                      | 0                 | 0                      |
| Other State Grants                             | 200,421               | 0            | 0                                   | 0                      | 0                 | 0                      |
| Other State Revenues                           | 68,248                | 0            | 0                                   | 0                      | 0                 | 0                      |
| Total State of Tennessee                       | \$ 2,002,511          | \$ 0         | \$ 0                                | \$ 3,825,318           | \$ 0              | \$ 0                   |

(Continued)

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

|                                              | Special Revenue Funds |                 |                                           |                              | Debt Service |              | Capital<br>Projects<br>Funds |
|----------------------------------------------|-----------------------|-----------------|-------------------------------------------|------------------------------|--------------|--------------|------------------------------|
|                                              | General               | Drug<br>Control | Constitu-<br>tional<br>Officers -<br>Fees | Highway /<br>Public<br>Works | Fund         | Fund         |                              |
| <b>Federal Government</b>                    |                       |                 |                                           |                              |              |              |                              |
| Federal Through State                        |                       |                 |                                           |                              |              |              |                              |
| Homeland Security Grants                     | \$ 113,545            | \$ 0            | \$ 0                                      | \$ 0                         | \$ 0         | \$ 0         | 0                            |
| American Rescue Plan Act Grant #1            | 23,629                | 0               | 0                                         | 0                            | 0            | 0            | 0                            |
| American Rescue Plan Act Grant #2            | 30,057                | 0               | 0                                         | 0                            | 0            | 0            | 0                            |
| American Rescue Plan Act Grant #3            | 163,482               | 0               | 0                                         | 0                            | 0            | 0            | 0                            |
| American Rescue Plan Act Grant #4            | 0                     | 0               | 0                                         | 0                            | 0            | 0            | 948,630                      |
| American Rescue Plan Act Grant #5            | 0                     | 0               | 0                                         | 0                            | 0            | 0            | 19,575                       |
| Other Federal through State                  | 132,836               | 0               | 0                                         | 0                            | 0            | 0            | 0                            |
| Direct Federal Revenue                       |                       |                 |                                           |                              |              |              |                              |
| Other Direct Federal Revenue                 | 3,800                 | 0               | 0                                         | 0                            | 0            | 0            | 0                            |
| Total Federal Government                     | \$ 467,349            | \$ 0            | \$ 0                                      | \$ 0                         | \$ 0         | \$ 0         | 968,205                      |
| <b>Other Governments and Citizens Groups</b> |                       |                 |                                           |                              |              |              |                              |
| Other Governments                            |                       |                 |                                           |                              |              |              |                              |
| Paving and Maintenance                       | \$ 0                  | \$ 0            | \$ 0                                      | \$ 48,434                    | \$ 0         | \$ 0         | 0                            |
| Contributions                                | 111,500               | 0               | 0                                         | 0                            | 986,389      | 2,175        |                              |
| Contracted Services                          | 7,050                 | 0               | 0                                         | 0                            | 0            | 0            | 0                            |
| Other                                        |                       |                 |                                           |                              |              |              |                              |
| Opioid Settlement Funds - Past Remediation   | 67,911                | 0               | 0                                         | 0                            | 0            | 0            | 0                            |
| Total Other Governments and Citizens Groups  | \$ 186,461            | \$ 0            | \$ 0                                      | \$ 48,434                    | \$ 986,389   | \$ 2,175     |                              |
| Total                                        | \$ 20,377,836         | \$ 68,330       | \$ 19,360                                 | \$ 6,265,259                 | \$ 1,406,765 | \$ 1,048,283 |                              |

(Continued)

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

|                                                          | Capital<br>Projects<br>Fund | Other<br>Capital<br>Projects | Total         |
|----------------------------------------------------------|-----------------------------|------------------------------|---------------|
| <b>Local Taxes</b>                                       |                             |                              |               |
| County Property Taxes                                    |                             |                              |               |
| Current Property Tax                                     | \$ 0                        | \$ 0                         | \$ 11,703,119 |
| Trustee's Collections - Prior Year                       | 0                           | 0                            | 284,530       |
| Trustee's Collections - Bankruptcy                       | 2                           | 2                            | 150           |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 0                           | 0                            | 75,834        |
| Interest and Penalty                                     | 1                           | 1                            | 62,497        |
| Payments in-Lieu-of Taxes - Local Utilities              | 0                           | 0                            | 297,592       |
| Payments in-Lieu-of Taxes - Other                        | 0                           | 0                            | 103           |
| <b>County Local Option Taxes</b>                         |                             |                              |               |
| Local Option Sales Tax                                   | 1,073,286                   | 1,073,286                    | 1,573,286     |
| Hotel/Motel Tax                                          | 0                           | 0                            | 233,507       |
| Litigation Tax - General                                 | 0                           | 0                            | 89,466        |
| Litigation Tax - Jail, Workhouse, or Courthouse          | 0                           | 0                            | 162,041       |
| Business Tax                                             | 0                           | 0                            | 420,258       |
| Mixed Drink Tax                                          | 0                           | 0                            | 1,895         |
| Mineral Severance Tax                                    | 0                           | 0                            | 26,971        |
| <b>Statutory Local Taxes</b>                             |                             |                              |               |
| Bank Excise Tax                                          | 0                           | 0                            | 245,113       |
| Wholesale Beer Tax                                       | 0                           | 0                            | 169,613       |

(Continued)

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

|                                          | <b>Capital<br/>Projects<br/>Fund</b> |           | <b>Other<br/>Capital<br/>Projects</b> |            | <b>Total</b> |
|------------------------------------------|--------------------------------------|-----------|---------------------------------------|------------|--------------|
|                                          |                                      |           |                                       |            |              |
| <b>Local Taxes (Cont.)</b>               |                                      |           |                                       |            |              |
| Statutory Local Taxes (Cont.)            |                                      |           |                                       |            |              |
| Other Statutory Local Taxes              |                                      |           |                                       |            |              |
| Total Local Taxes                        | \$                                   | 0         | \$                                    |            | 71           |
|                                          | \$                                   | 1,073,289 | \$                                    | 15,346,046 |              |
| <b>Licenses and Permits</b>              |                                      |           |                                       |            |              |
| Licenses                                 |                                      |           |                                       |            |              |
| Animal Registration                      | \$                                   | 0         | \$                                    | 2,136      |              |
| Animal Vaccination                       |                                      | 0         |                                       | 224        |              |
| Cable TV Franchise                       |                                      | 0         |                                       | 14,227     |              |
| Permits                                  |                                      |           |                                       |            |              |
| Beer Permits                             |                                      | 0         |                                       | 4,173      |              |
| Total Licenses and Permits               | \$                                   | 0         | \$                                    | 20,760     |              |
| <b>Fines, Forfeitures, and Penalties</b> |                                      |           |                                       |            |              |
| Circuit Court                            |                                      |           |                                       |            |              |
| Officers Costs                           | \$                                   | 0         | \$                                    | 7,813      |              |
| Drug Control Fines                       |                                      | 0         |                                       | 14,192     |              |
| Drug Court Fees                          |                                      | 0         |                                       | 1,439      |              |
| Jail Fees                                |                                      | 0         |                                       | 12         |              |

(Continued)

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

|                                                  | Capital<br>Projects<br>Fund | Other<br>Capital<br>Projects | Total   |
|--------------------------------------------------|-----------------------------|------------------------------|---------|
| <b>Fines, Forfeitures, and Penalties (Cont.)</b> |                             |                              |         |
| Circuit Court (Cont.)                            |                             |                              |         |
| DUI Treatment Fines                              | 0 \$                        | 0                            | 1,330   |
| Data Entry Fee - Circuit Court                   | 0                           | 0                            | 950     |
| Courtroom Security Fee                           | 0                           | 0                            | 17      |
| General Sessions Court                           |                             |                              |         |
| Fines                                            | 0                           | 0                            | 1,278   |
| Fines for Littering                              | 0                           | 0                            | 48      |
| Officers Costs                                   | 0                           | 0                            | 21,019  |
| Game and Fish Fines                              | 0                           | 0                            | 214     |
| Drug Court Fees                                  | 0                           | 0                            | 200     |
| Jail Fees                                        | 0                           | 0                            | 24      |
| DUI Treatment Fines                              | 0                           | 0                            | 190     |
| Data Entry Fee - General Sessions Court          | 0                           | 0                            | 9,644   |
| Chancery Court                                   |                             |                              |         |
| Officers Costs                                   | 0                           | 0                            | 663     |
| Data Entry Fee - Chancery Court                  | 0                           | 0                            | 2,210   |
| Other Fines, Forfeitures, and Penalties          |                             |                              |         |
| Proceeds from Confiscated Property               | 0                           | 0                            | 53,843  |
| Total Fines, Forfeitures, and Penalties          | 0 \$                        | 0 \$                         | 115,086 |

(Continued)

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

|                                                   | Capital<br>Projects<br>Fund | Other<br>Capital<br>Projects | Total     |
|---------------------------------------------------|-----------------------------|------------------------------|-----------|
| <b>Charges for Current Services</b>               |                             |                              |           |
| General Service Charges                           |                             |                              |           |
| Surcharge - Waste Tire Disposal                   | 0 \$                        | 0                            | 6,524     |
| Patient Charges                                   | 0                           | 0                            | 2,492,437 |
| Service Charges                                   | 0                           | 0                            | 150       |
| Fees                                              |                             |                              |           |
| Copy Fees                                         | 0                           | 0                            | 514       |
| Archives and Records Management Fee               | 0                           | 0                            | 14,772    |
| Greenbelt Late Application Fee                    | 0                           | 0                            | 200       |
| Telephone Commissions                             | 0                           | 0                            | 60,557    |
| Additional Fees - Titling and Registration        | 0                           | 0                            | 29,091    |
| Constitutional Officers' Fees and Commissions     | 0                           | 0                            | 19,360    |
| Data Processing Fee - Register                    | 0                           | 0                            | 9,698     |
| Data Processing Fee - Sheriff                     | 0                           | 0                            | 1,165     |
| Sexual Offender Registration Fee - Sheriff        | 0                           | 0                            | 4,510     |
| Data Processing Fee - County Clerk                | 0                           | 0                            | 4,176     |
| Vehicle Insurance Coverage and Reinstatement Fees | 0                           | 0                            | 6,370     |
| Total Charges for Current Services                | 0 \$                        | 0 \$                         | 2,649,524 |

(Continued)

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

|                                    | Capital<br>Projects<br>Fund | Other<br>Capital<br>Projects | Total |
|------------------------------------|-----------------------------|------------------------------|-------|
| <b>Other Local Revenues</b>        |                             |                              |       |
| Recurring Items                    |                             |                              |       |
| Investment Income                  | \$ 0                        | \$ 1,662,261                 |       |
| Lease/Rentals/ppp                  | 0                           | 121,752                      |       |
| Lease/PPP Interest                 | 0                           | 8,565                        |       |
| Sale of Materials and Supplies     | 0                           | 480                          |       |
| Commissary Sales                   | 0                           | 18,109                       |       |
| Sale of Recycled Materials         | 0                           | 39,378                       |       |
| Rebates                            | 0                           | 279                          |       |
| Miscellaneous Refunds              | 0                           | 17,082                       |       |
| Nonrecurring Items                 |                             |                              |       |
| Sale of Equipment                  | 0                           | 104,419                      |       |
| Sale of Property                   | 0                           | 38,500                       |       |
| Damages Recovered from Individuals | 0                           | 100                          |       |
| Contributions and Gifts            | 0                           | 7,973                        |       |
| Performance Bond Forfeitures       | 0                           | 4,512                        |       |
| Other Local Revenues               |                             |                              |       |
| Other Local Revenues               | 0                           | 2,929                        |       |
| Total Other Local Revenues         | \$ 0                        | \$ 2,026,339                 |       |

(Continued)

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

|                                            | <b>Capital<br/>Projects<br/>Fund</b> | <b>Other<br/>Capital<br/>Projects</b> | <b>Total</b> |
|--------------------------------------------|--------------------------------------|---------------------------------------|--------------|
| <b>Fees Received From County Officials</b> |                                      |                                       |              |
| Fees In-Lieu-of Salary                     |                                      |                                       |              |
| County Clerk                               | \$ 0                                 | \$ 450,110                            |              |
| Circuit Court Clerk                        | 0                                    | 54,402                                |              |
| General Sessions Court Clerk               | 0                                    | 180,558                               |              |
| Clerk and Master                           | 0                                    | 96,043                                |              |
| Register                                   | 0                                    | 158,417                               |              |
| Sheriff                                    | 0                                    | 15,933                                |              |
| Trustee                                    | 0                                    | 659,062                               |              |
| Total Fees Received From County Officials  | \$ 0                                 | \$ 1,614,525                          |              |

|                                   |      |          |  |
|-----------------------------------|------|----------|--|
| <b>State of Tennessee</b>         |      |          |  |
| General Government Grants         |      |          |  |
| Juvenile Services Program         | \$ 0 | \$ 9,000 |  |
| Public Safety Grants              |      |          |  |
| Law Enforcement Training Programs | 0    | 60,000   |  |
| School Resource Officer Grants    | 0    | 600,000  |  |
| Health and Welfare Grants         |      |          |  |
| Health Department Programs        | 0    | 191,080  |  |

(Continued)

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

|                                                | Capital<br>Projects<br>Fund | Other<br>Capital<br>Projects | Total     |
|------------------------------------------------|-----------------------------|------------------------------|-----------|
| <b>State of Tennessee (Cont.)</b>              |                             |                              |           |
| Public Works Grants                            |                             |                              |           |
| State Aid Program                              | \$ 0                        | \$ 0                         | 938,467   |
| Litter Program                                 | 0                           | 0                            | 54,979    |
| Other State Revenues                           |                             |                              |           |
| Beer Tax                                       | 0                           | 0                            | 17,752    |
| Vehicle Certificate of Title Fees              | 0                           | 0                            | 8,014     |
| Alcoholic Beverage Tax                         | 0                           | 0                            | 103,947   |
| Opioid Settlement Funds - TN Abatement Council | 0                           | 0                            | 110,318   |
| State Revenue Sharing - Telecommunications     | 0                           | 0                            | 51,171    |
| State Shared Sports Gaming Privilege Tax       | 0                           | 0                            | 42,684    |
| Contracted Prisoner Boarding                   | 0                           | 0                            | 469,733   |
| Gasoline and Motor Fuel Tax                    | 0                           | 0                            | 2,832,602 |
| Hybrid/Electric Vehicle Registration Fee       | 0                           | 0                            | 34,142    |
| Petroleum Special Tax                          | 0                           | 0                            | 20,107    |
| Registrar's Salary Supplement                  | 0                           | 0                            | 15,164    |
| Other State Grants                             | 0                           | 0                            | 200,421   |
| Other State Revenues                           | 0                           | 0                            | 68,248    |
| Total State of Tennessee                       | \$ 0                        | \$ 0                         | 5,827,829 |

(Continued)

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

|                                              | Capital<br>Projects<br>Fund | Other<br>Capital<br>Projects | Total      |
|----------------------------------------------|-----------------------------|------------------------------|------------|
| <b>Federal Government</b>                    |                             |                              |            |
| Federal Through State                        |                             |                              |            |
| Homeland Security Grants                     | \$ 0 \$                     |                              | 113,545    |
| American Rescue Plan Act Grant #1            | 0                           |                              | 23,629     |
| American Rescue Plan Act Grant #2            | 0                           |                              | 30,057     |
| American Rescue Plan Act Grant #3            | 0                           |                              | 163,482    |
| American Rescue Plan Act Grant #4            | 0                           |                              | 948,630    |
| American Rescue Plan Act Grant #5            | 0                           |                              | 19,575     |
| Other Federal through State                  | 0                           |                              | 132,836    |
| Direct Federal Revenue                       |                             |                              |            |
| Other Direct Federal Revenue                 | 0                           |                              | 3,800      |
| Total Federal Government                     | \$ 0 \$                     |                              | 1,435,554  |
| <b>Other Governments and Citizens Groups</b> |                             |                              |            |
| Other Governments                            |                             |                              |            |
| Paving and Maintenance                       | \$ 0 \$                     |                              | 48,434     |
| Contributions                                | 0                           |                              | 1,100,064  |
| Contracted Services                          | 0                           |                              | 7,050      |
| Other                                        |                             |                              |            |
| Opioid Settlement Funds - Past Remediation   | 0                           |                              | 67,911     |
| Total Other Governments and Citizens Groups  | \$ 0 \$                     |                              | 1,223,459  |
| Total                                        | \$ 1,073,289 \$             |                              | 30,259,122 |

**GILES COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Giles County School Department

**For the Year Ended June 30, 2025**

|                                                          | Special Revenue Funds |          |           |          |               |
|----------------------------------------------------------|-----------------------|----------|-----------|----------|---------------|
|                                                          | General               | School   | Central   | Internal | Total         |
|                                                          | Purpose               | Federal  | Cafeteria | School   |               |
|                                                          | School                | Projects |           |          |               |
| <b>Local Taxes</b>                                       |                       |          |           |          |               |
| County Property Taxes                                    |                       |          |           |          |               |
| Current Property Tax                                     | \$ 6,773,867          | \$ 0     | \$ 0      | \$ 0     | \$ 6,773,867  |
| Trustee's Collections - Prior Year                       | 164,688               | 0        | 0         | 0        | 164,688       |
| Trustee's Collections - Bankruptcy                       | 87                    | 0        | 0         | 0        | 87            |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 43,893                | 0        | 0         | 0        | 43,893        |
| Interest and Penalty                                     | 36,175                | 0        | 0         | 0        | 36,175        |
| Payments in-Lieu-of Taxes - Other                        | 148,212               | 0        | 0         | 0        | 148,212       |
| County Local Option Taxes                                |                       |          |           |          |               |
| Local Option Sales Tax                                   | 6,662,854             | 0        | 0         | 0        | 6,662,854     |
| Mixed Drink Tax                                          | 28,401                | 0        | 0         | 0        | 28,401        |
| Total Local Taxes                                        | \$ 13,858,177         | \$ 0     | \$ 0      | \$ 0     | \$ 13,858,177 |
| <b>Licenses and Permits</b>                              |                       |          |           |          |               |
| Licenses                                                 |                       |          |           |          |               |
| Marriage Licenses                                        | \$ 2,014              | \$ 0     | \$ 0      | \$ 0     | \$ 2,014      |
| Total Licenses and Permits                               | \$ 2,014              | \$ 0     | \$ 0      | \$ 0     | \$ 2,014      |

(Continued)

**GILES COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Giles County School Department (Cont.)

|                                     | Special Revenue Funds  |                         |                   |                 |   | Total   |
|-------------------------------------|------------------------|-------------------------|-------------------|-----------------|---|---------|
|                                     | General Purpose School | School Federal Projects | Central Cafeteria | Internal School |   |         |
| <b>Charges for Current Services</b> |                        |                         |                   |                 |   |         |
| Fees                                |                        |                         |                   |                 |   |         |
| Copy Fees                           | 56                     | 0                       | 0                 | 0               | 0 | 56      |
| Education Charges                   |                        |                         |                   |                 |   |         |
| Tuition - Out-of-state Systems      | 500                    | 0                       | 0                 | 0               | 0 | 500     |
| Lunch Payments - Adults             | 0                      | 0                       | 31,875            | 0               | 0 | 31,875  |
| Income from Breakfast               | 0                      | 0                       | 1,260             | 0               | 0 | 1,260   |
| A la Carte Sales                    | 0                      | 0                       | 130,724           | 0               | 0 | 130,724 |
| Receipts from Individual Schools    | 82,900                 | 0                       | 0                 | 0               | 0 | 82,900  |
| Other Charges for Services          | 5,548                  | 0                       | 0                 | 0               | 0 | 5,548   |
| Total Charges for Current Services  | 89,004                 | 0                       | 163,859           | 0               | 0 | 252,863 |

**Other Local Revenues**

Recurring Items

|                                |        |   |        |   |         |
|--------------------------------|--------|---|--------|---|---------|
| Investment Income              | 71,110 | 0 | 38,185 | 0 | 109,295 |
| Sale of Materials and Supplies | 10     | 0 | 0      | 0 | 10      |
| Sale of Recycled Materials     | 73     | 0 | 0      | 0 | 73      |
| Rebates                        | 0      | 0 | 1,067  | 0 | 1,067   |
| Miscellaneous Refunds          | 32,933 | 0 | 58     | 0 | 32,991  |

(Continued)

**GILES COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Giles County School Department (Cont.)

|                                     | Special Revenue Funds  |                         |                   |                 |      | Total     |
|-------------------------------------|------------------------|-------------------------|-------------------|-----------------|------|-----------|
|                                     | General Purpose School | School Federal Projects | Central Cafeteria | Internal School |      |           |
| <b>Other Local Revenues (Cont.)</b> |                        |                         |                   |                 |      |           |
| Nonrecurring Items                  |                        |                         |                   |                 |      |           |
| Sale of Equipment                   | \$ 28,048              | \$ 0                    | \$ 375            | \$ 0            | \$ 0 | 28,423    |
| Damages Recovered from Individuals  | 405                    | 0                       | 0                 | 0               | 0    | 405       |
| Contributions and Gifts             | 9,802                  | 0                       | 0                 | 0               | 0    | 9,802     |
| Other Local Revenues                | 307                    | 0                       | 0                 | 1,986,789       |      | 1,987,096 |
| Other Local Revenues                |                        |                         |                   |                 |      |           |
| Total Other Local Revenues          | \$ 142,688             | \$ 0                    | \$ 39,685         | \$ 1,986,789    | \$ 0 | 2,169,162 |

**State of Tennessee**

|                                             |            |      |        |      |      |            |
|---------------------------------------------|------------|------|--------|------|------|------------|
| General Government Grants                   |            |      |        |      |      |            |
| On-behalf Contributions for OPEB            | \$ 191,165 | \$ 0 | \$ 0   | \$ 0 | \$ 0 | 191,165    |
| State Education Funds                       |            |      |        |      |      |            |
| Tennessee Investment in Student Achievement | 26,363,189 | 0    | 0      | 0    | 0    | 26,363,189 |
| TISA - On-behalf Payments                   | 45,163     | 0    | 0      | 0    | 0    | 45,163     |
| Early Childhood Education                   | 511,216    | 0    | 0      | 0    | 0    | 511,216    |
| School Food Service                         | 0          | 0    | 20,873 | 0    | 0    | 20,873     |
| Driver Education                            | 16,133     | 0    | 0      | 0    | 0    | 16,133     |
| Other State Education Funds                 | 569,318    | 0    | 0      | 0    | 0    | 569,318    |

(Continued)

**GILES COUNTY, TENNESSEE**

**Schedule of Detailed Revenues -**

**All Governmental Fund Types**

Discretely Presented Giles County School Department (Cont.)

|                                   | Special Revenue Funds  |                         |                   |                 |            |  |
|-----------------------------------|------------------------|-------------------------|-------------------|-----------------|------------|--|
|                                   | General Purpose School | School Federal Projects | Central Cafeteria | Internal School | Total      |  |
| <b>State of Tennessee (Cont.)</b> |                        |                         |                   |                 |            |  |
| State Education Funds (Cont.)     |                        |                         |                   |                 |            |  |
| Paid Parental Leave               | \$ 54,962              | \$ 0                    | \$ 0              | \$ 0            | 54,962     |  |
| Career Ladder Program             | 43,872                 | 0                       | 0                 | 0               | 43,872     |  |
| Other Vocational                  | 519,445                | 0                       | 0                 | 0               | 519,445    |  |
| Other State Revenues              |                        |                         |                   |                 |            |  |
| State Revenue Sharing - T.V.A.    | 931,827                | 0                       | 0                 | 0               | 931,827    |  |
| Other State Grants                | 91,344                 | 0                       | 0                 | 0               | 91,344     |  |
| Total State of Tennessee          | \$ 29,337,634          | \$ 0                    | \$ 20,873         | \$ 0            | 29,358,507 |  |

**Federal Government**

Federal Through State  
USDA School Lunch Program  
USDA - Commodities  
Breakfast  
USDA - Other  
Vocational Education - Basic Grants to States  
Title I Grants to Local Education Agencies  
Special Education - Grants to States

|    |        |           |              |      |      |           |
|----|--------|-----------|--------------|------|------|-----------|
| \$ | 0      | \$ 0      | \$ 2,045,220 | \$ 0 | \$ 0 | 2,045,220 |
|    | 0      | 0         | 215,397      | 0    | 0    | 215,397   |
|    | 0      | 0         | 907,010      | 0    | 0    | 907,010   |
|    | 0      | 0         | 47,414       | 0    | 0    | 47,414    |
|    | 0      | 151,577   | 0            | 0    | 0    | 151,577   |
|    | 0      | 1,205,725 | 0            | 0    | 0    | 1,205,725 |
|    | 61,519 | 1,030,849 | 0            | 0    | 0    | 1,092,368 |

(Continued)

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

|                                                  | Special Revenue Funds  |                         |                   |                 |               |  |
|--------------------------------------------------|------------------------|-------------------------|-------------------|-----------------|---------------|--|
|                                                  | General Purpose School | School Federal Projects | Central Cafeteria | Internal School | Total         |  |
| <b>Federal Government (Cont.)</b>                |                        |                         |                   |                 |               |  |
| Federal Through State (Cont.)                    |                        |                         |                   |                 |               |  |
| Special Education Preschool Grants               | \$ 0                   | \$ 44,505               | \$ 0              | \$ 0            | \$ 44,505     |  |
| English Language Acquisition Grants              | 0                      | 7,427                   | 0                 | 0               | 7,427         |  |
| Rural Education                                  | 0                      | 81,825                  | 0                 | 0               | 81,825        |  |
| Eisenhower Professional Development State Grants | 0                      | 295,821                 | 0                 | 0               | 295,821       |  |
| American Rescue Plan Act Grant #1                | 0                      | 1,187,582               | 0                 | 0               | 1,187,582     |  |
| Other Federal through State                      | 58,643                 | 109,201                 | 0                 | 0               | 167,844       |  |
| Total Federal Government                         | \$ 120,162             | \$ 4,114,512            | \$ 3,215,041      | \$ 0            | \$ 7,449,715  |  |
| <b>Other Governments and Citizens Groups</b>     |                        |                         |                   |                 |               |  |
| Other Governments                                |                        |                         |                   |                 |               |  |
| Contributions                                    | \$ 685,160             | \$ 0                    | \$ 3,000          | \$ 0            | \$ 688,160    |  |
| Total Other Governments and Citizens Groups      | \$ 685,160             | \$ 0                    | \$ 3,000          | \$ 0            | \$ 688,160    |  |
| Total                                            | \$ 44,234,839          | \$ 4,114,512            | \$ 3,442,458      | \$ 1,986,789    | \$ 53,778,598 |  |

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

**General Fund**

General Government

**County Commission**

|                                  |    |        |           |
|----------------------------------|----|--------|-----------|
| Board and Committee Members Fees | \$ | 59,245 |           |
| Social Security                  |    | 3,354  |           |
| Employer Medicare                |    | 859    |           |
| Dues and Memberships             |    | 3,421  |           |
| Other Contracted Services        |    | 3,720  |           |
| Food Supplies                    |    | 150    |           |
| Other Supplies and Materials     |    | 24     |           |
| Total County Commission          |    |        | \$ 70,773 |

**County Mayor/Executive**

|                                         |    |         |         |
|-----------------------------------------|----|---------|---------|
| County Official/ Administrative Officer | \$ | 110,015 |         |
| Secretary(ies)                          |    | 42,866  |         |
| Other Salaries and Wages                |    | 69,458  |         |
| Social Security                         |    | 12,800  |         |
| Pensions                                |    | 15,520  |         |
| Medical Insurance                       |    | 25,620  |         |
| Employer Medicare                       |    | 3,083   |         |
| Advertising                             |    | 3,597   |         |
| Communication                           |    | 1,103   |         |
| Dues and Memberships                    |    | 2,118   |         |
| Other Contracted Services               |    | 19,140  |         |
| Other Supplies and Materials            |    | 1,277   |         |
| In Service/Staff Development            |    | 99      |         |
| Other Charges                           |    | 22      |         |
| Total County Mayor/Executive            |    |         | 306,718 |

**County Attorney**

|                       |    |        |        |
|-----------------------|----|--------|--------|
| Legal Services        | \$ | 34,534 |        |
| Total County Attorney |    |        | 34,534 |

**Election Commission**

|                                         |    |        |  |
|-----------------------------------------|----|--------|--|
| County Official/ Administrative Officer | \$ | 85,726 |  |
| Deputy(ies)                             |    | 73,500 |  |
| Election Commission                     |    | 2,915  |  |
| Election Workers                        |    | 48,110 |  |
| Social Security                         |    | 9,872  |  |

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Election Commission (Cont.)**

|                                           |    |        |            |
|-------------------------------------------|----|--------|------------|
| Pensions                                  | \$ | 11,433 |            |
| Medical Insurance                         |    | 18,000 |            |
| Employer Medicare                         |    | 2,489  |            |
| Communication                             |    | 427    |            |
| Data Processing Services                  |    | 6,143  |            |
| Legal Notices, Recording, and Court Costs |    | 4,632  |            |
| Maintenance Agreements                    |    | 1,152  |            |
| Postal Charges                            |    | 4,636  |            |
| Travel                                    |    | 166    |            |
| Other Contracted Services                 |    | 37,008 |            |
| Other Supplies and Materials              |    | 6,808  |            |
| Liability Insurance                       |    | 4,148  |            |
| Other Charges                             |    | 400    |            |
| Total Election Commission                 |    |        | \$ 317,565 |

**Register of Deeds**

|                                        |    |        |         |
|----------------------------------------|----|--------|---------|
| County Official/Administrative Officer | \$ | 95,251 |         |
| Deputy(ies)                            |    | 33,201 |         |
| Other Salaries and Wages               |    | 21,394 |         |
| Social Security                        |    | 8,735  |         |
| Pensions                               |    | 10,709 |         |
| Medical Insurance                      |    | 25,620 |         |
| Employer Medicare                      |    | 2,043  |         |
| Data Processing Services               |    | 8,670  |         |
| Dues and Memberships                   |    | 907    |         |
| Maintenance Agreements                 |    | 1,187  |         |
| Postal Charges                         |    | 385    |         |
| Travel                                 |    | 198    |         |
| Other Supplies and Materials           |    | 1,016  |         |
| In Service/Staff Development           |    | 867    |         |
| Total Register of Deeds                |    |        | 210,183 |

**Planning**

|                                  |    |       |       |
|----------------------------------|----|-------|-------|
| Board and Committee Members Fees | \$ | 3,440 |       |
| Social Security                  |    | 188   |       |
| Employer Medicare                |    | 50    |       |
| Total Planning                   |    |       | 3,678 |

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**County Buildings**

|                                             |    |         |            |
|---------------------------------------------|----|---------|------------|
| Custodial Personnel                         | \$ | 132,867 |            |
| Social Security                             |    | 8,005   |            |
| Pensions                                    |    | 9,303   |            |
| Medical Insurance                           |    | 34,405  |            |
| Employer Medicare                           |    | 1,872   |            |
| Communication                               |    | 38,151  |            |
| Consultants                                 |    | 59,103  |            |
| Data Processing Services                    |    | 11,302  |            |
| Maintenance Agreements                      |    | 10,479  |            |
| Maintenance and Repair Services - Buildings |    | 43,354  |            |
| Maintenance and Repair Services - Equipment |    | 14,223  |            |
| Maintenance and Repair Services - Vehicles  |    | 282     |            |
| Pest Control                                |    | 5,587   |            |
| Internet Connectivity                       |    | 4,293   |            |
| Rentals                                     |    | 460     |            |
| Disposal Fees                               |    | 1,386   |            |
| Other Contracted Services                   |    | 16,444  |            |
| Custodial Supplies                          |    | 15,019  |            |
| Electricity                                 |    | 66,490  |            |
| Gasoline                                    |    | 704     |            |
| Natural Gas                                 |    | 7,151   |            |
| Water and Sewer                             |    | 3,098   |            |
| Other Supplies and Materials                |    | 1,642   |            |
| Building Improvements                       |    | 65,346  |            |
| Furniture and Fixtures                      |    | 7,597   |            |
| Other Equipment                             |    | 3,729   |            |
| Total County Buildings                      |    |         | \$ 562,292 |

Finance

**Accounting and Budgeting**

|                                        |    |         |
|----------------------------------------|----|---------|
| County Official/Administrative Officer | \$ | 105,302 |
| Accountants/Bookkeepers                |    | 276,631 |
| Social Security                        |    | 22,864  |
| Pensions                               |    | 27,423  |
| Medical Insurance                      |    | 47,238  |
| Employer Medicare                      |    | 5,347   |

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

**Accounting and Budgeting (Cont.)**

|                                |    |        |            |
|--------------------------------|----|--------|------------|
| Advertising                    | \$ | 6,380  |            |
| Audit Services                 |    | 13,352 |            |
| Communication                  |    | 2,791  |            |
| Data Processing Services       |    | 43,643 |            |
| Maintenance Agreements         |    | 1,265  |            |
| Postal Charges                 |    | 4,248  |            |
| Travel                         |    | 39     |            |
| Disposal Fees                  |    | 188    |            |
| Other Supplies and Materials   |    | 7,019  |            |
| In Service/Staff Development   |    | 900    |            |
| Data Processing Equipment      |    | 1,797  |            |
| Furniture and Fixtures         |    | 93     |            |
| Other Equipment                |    | 190    |            |
| Total Accounting and Budgeting |    |        | \$ 566,710 |

**Property Assessor's Office**

|                                            |    |         |         |
|--------------------------------------------|----|---------|---------|
| County Official/Administrative Officer     | \$ | 95,251  |         |
| Deputy(ies)                                |    | 250,298 |         |
| Board and Committee Members Fees           |    | 2,250   |         |
| Social Security                            |    | 20,463  |         |
| Pensions                                   |    | 24,810  |         |
| Medical Insurance                          |    | 60,865  |         |
| Employer Medicare                          |    | 4,786   |         |
| Audit Services                             |    | 18,250  |         |
| Data Processing Services                   |    | 12,002  |         |
| Dues and Memberships                       |    | 1,970   |         |
| Maintenance Agreements                     |    | 3,388   |         |
| Maintenance and Repair Services - Vehicles |    | 1,600   |         |
| Postal Charges                             |    | 2,500   |         |
| Travel                                     |    | 261     |         |
| Other Contracted Services                  |    | 2,870   |         |
| Gasoline                                   |    | 2,196   |         |
| Tires and Tubes                            |    | 25      |         |
| Other Supplies and Materials               |    | 4,470   |         |
| In Service/Staff Development               |    | 1,310   |         |
| Other Charges                              |    | 38      |         |
| Total Property Assessor's Office           |    |         | 509,603 |

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

**County Trustee's Office**

|                                        |    |        |            |
|----------------------------------------|----|--------|------------|
| County Official/Administrative Officer | \$ | 95,251 |            |
| Deputy(ies)                            |    | 79,183 |            |
| Part-time Personnel                    |    | 2,780  |            |
| Social Security                        |    | 10,673 |            |
| Pensions                               |    | 12,525 |            |
| Medical Insurance                      |    | 27,000 |            |
| Employer Medicare                      |    | 2,496  |            |
| Advertising                            |    | 103    |            |
| Data Processing Services               |    | 13,666 |            |
| Dues and Memberships                   |    | 917    |            |
| Maintenance Agreements                 |    | 1,183  |            |
| Postal Charges                         |    | 2,639  |            |
| Printing, Stationery, and Forms        |    | 11,203 |            |
| Travel                                 |    | 1,038  |            |
| Other Supplies and Materials           |    | 2,731  |            |
| In Service/Staff Development           |    | 1,698  |            |
| Furniture and Fixtures                 |    | 174    |            |
| Office Equipment                       |    | 17,529 |            |
| Total County Trustee's Office          |    |        | \$ 282,789 |

**County Clerk's Office**

|                                           |    |         |
|-------------------------------------------|----|---------|
| County Official/Administrative Officer    | \$ | 95,251  |
| Deputy(ies)                               |    | 266,834 |
| Part-time Personnel                       |    | 26,852  |
| Social Security                           |    | 23,315  |
| Pensions                                  |    | 26,787  |
| Medical Insurance                         |    | 57,000  |
| Employer Medicare                         |    | 5,453   |
| Communication                             |    | 824     |
| Data Processing Services                  |    | 26,270  |
| Dues and Memberships                      |    | 922     |
| Legal Notices, Recording, and Court Costs |    | 495     |
| Maintenance Agreements                    |    | 702     |
| Postal Charges                            |    | 14,469  |
| Travel                                    |    | 1,233   |
| Disposal Fees                             |    | 188     |

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

**County Clerk's Office (Cont.)**

|                                            |    |       |            |
|--------------------------------------------|----|-------|------------|
| Other Supplies and Materials               | \$ | 7,229 |            |
| In Service/Staff Development               |    | 1,295 |            |
| Criminal Investigation of Applicants - TBI |    | 186   |            |
| Other Charges                              |    | 19    |            |
| Total County Clerk's Office                |    |       | \$ 555,324 |

Administration of Justice

**Circuit Court**

|                                        |    |         |         |
|----------------------------------------|----|---------|---------|
| County Official/Administrative Officer | \$ | 95,251  |         |
| Deputy(ies)                            |    | 364,929 |         |
| Other Salaries and Wages               |    | 7,800   |         |
| Jury and Witness Expense               |    | 6,957   |         |
| Social Security                        |    | 27,999  |         |
| Pensions                               |    | 33,040  |         |
| Medical Insurance                      |    | 88,200  |         |
| Employer Medicare                      |    | 6,548   |         |
| Communication                          |    | 1,073   |         |
| Data Processing Services               |    | 34,353  |         |
| Dues and Memberships                   |    | 1,152   |         |
| Maintenance Agreements                 |    | 2,491   |         |
| Postal Charges                         |    | 4,223   |         |
| Travel                                 |    | 106     |         |
| Other Contracted Services              |    | 880     |         |
| Other Supplies and Materials           |    | 11,257  |         |
| In Service/Staff Development           |    | 400     |         |
| Other Charges                          |    | 19      |         |
| Data Processing Equipment              |    | 20,340  |         |
| Total Circuit Court                    |    |         | 707,018 |

**General Sessions Court**

|                          |    |         |  |
|--------------------------|----|---------|--|
| Judge(s)                 | \$ | 171,695 |  |
| Other Salaries and Wages |    | 36,683  |  |
| Social Security          |    | 12,795  |  |
| Pensions                 |    | 14,961  |  |
| Medical Insurance        |    | 14,250  |  |
| Employer Medicare        |    | 2,992   |  |

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**General Sessions Court (Cont.)**

|                              |    |       |            |
|------------------------------|----|-------|------------|
| Dues and Memberships         | \$ | 1,134 |            |
| Postal Charges               |    | 73    |            |
| Other Contracted Services    |    | 1,520 |            |
| Other Supplies and Materials |    | 860   |            |
| In Service/Staff Development |    | 438   |            |
| Other Charges                |    | 110   |            |
| Total General Sessions Court |    |       | \$ 257,511 |

**Chancery Court**

|                                         |    |        |         |
|-----------------------------------------|----|--------|---------|
| County Official/ Administrative Officer | \$ | 95,251 |         |
| Deputy(ies)                             |    | 86,230 |         |
| Other Salaries and Wages                |    | 1,544  |         |
| Social Security                         |    | 10,666 |         |
| Pensions                                |    | 12,827 |         |
| Medical Insurance                       |    | 32,370 |         |
| Employer Medicare                       |    | 2,495  |         |
| Data Processing Services                |    | 12,376 |         |
| Dues and Memberships                    |    | 1,142  |         |
| Maintenance Agreements                  |    | 1,188  |         |
| Postal Charges                          |    | 1,200  |         |
| Travel                                  |    | 207    |         |
| Other Contracted Services               |    | 100    |         |
| Other Supplies and Materials            |    | 3,269  |         |
| In Service/Staff Development            |    | 1,123  |         |
| Other Charges                           |    | 35     |         |
| Data Processing Equipment               |    | 13,363 |         |
| Total Chancery Court                    |    |        | 275,386 |

**Judicial Commissioners**

|                              |    |        |        |
|------------------------------|----|--------|--------|
| Other Salaries and Wages     | \$ | 41,788 |        |
| Social Security              |    | 2,591  |        |
| Pensions                     |    | 1,796  |        |
| Employer Medicare            |    | 606    |        |
| Dues and Memberships         |    | 100    |        |
| Total Judicial Commissioners |    |        | 46,881 |

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Courtroom Security**

|                          |    |         |            |
|--------------------------|----|---------|------------|
| Deputy(ies)              | \$ | 194,717 |            |
| Social Security          |    | 11,763  |            |
| Pensions                 |    | 13,981  |            |
| Medical Insurance        |    | 30,523  |            |
| Employer Medicare        |    | 2,751   |            |
| Total Courtroom Security |    |         | \$ 253,735 |

Public Safety

**Sheriff's Department**

|                                             |    |         |  |
|---------------------------------------------|----|---------|--|
| County Official/ Administrative Officer     | \$ | 104,776 |  |
| Supervisor/Director                         |    | 37,171  |  |
| Deputy(ies)                                 |    | 604,640 |  |
| Investigator(s)                             |    | 254,588 |  |
| Captain(s)                                  |    | 119,426 |  |
| Lieutenant(s)                               |    | 184,925 |  |
| Sergeant(s)                                 |    | 227,524 |  |
| Accountants/Bookkeepers                     |    | 83,979  |  |
| Salary Supplements                          |    | 71,000  |  |
| Clerical Personnel                          |    | 61,986  |  |
| School Resource Officer                     |    | 525,869 |  |
| Overtime Pay                                |    | 136,127 |  |
| Social Security                             |    | 145,613 |  |
| Pensions                                    |    | 167,862 |  |
| Medical Insurance                           |    | 362,116 |  |
| Employer Medicare                           |    | 34,055  |  |
| Communication                               |    | 29,240  |  |
| Consultants                                 |    | 2,500   |  |
| Dues and Memberships                        |    | 3,210   |  |
| Evaluation and Testing                      |    | 1,575   |  |
| Licenses                                    |    | 65      |  |
| Maintenance Agreements                      |    | 23,432  |  |
| Maintenance and Repair Services - Equipment |    | 1,284   |  |
| Maintenance and Repair Services - Vehicles  |    | 31,043  |  |
| Postal Charges                              |    | 407     |  |
| Internet Connectivity                       |    | 2,045   |  |
| Towing Services                             |    | 1,475   |  |

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Sheriff's Department (Cont.)**

|                              |    |         |              |
|------------------------------|----|---------|--------------|
| Travel                       | \$ | 6,442   |              |
| Disposal Fees                |    | 1,911   |              |
| Gasoline                     |    | 122,618 |              |
| Law Enforcement Supplies     |    | 1,116   |              |
| Tires and Tubes              |    | 11,296  |              |
| Uniforms                     |    | 18,359  |              |
| Other Supplies and Materials |    | 10,683  |              |
| In Service/Staff Development |    | 37,661  |              |
| Other Charges                |    | 666     |              |
| Furniture and Fixtures       |    | 1,024   |              |
| Law Enforcement Equipment    |    | 90,433  |              |
| Motor Vehicles               |    | 173,070 |              |
| Other Equipment              |    | 3,679   |              |
| Total Sheriff's Department   |    |         | \$ 3,696,891 |

**Traffic Control**

|                                             |    |       |       |
|---------------------------------------------|----|-------|-------|
| Maintenance and Repair Services - Equipment | \$ | 270   |       |
| Electricity                                 |    | 1,908 |       |
| Total Traffic Control                       |    |       | 2,178 |

**Administration of the Sexual Offender Registry**

|                                                      |    |        |        |
|------------------------------------------------------|----|--------|--------|
| Clerical Personnel                                   | \$ | 13,612 |        |
| Social Security                                      |    | 823    |        |
| Pensions                                             |    | 977    |        |
| Medical Insurance                                    |    | 2,250  |        |
| Employer Medicare                                    |    | 192    |        |
| Total Administration of the Sexual Offender Registry |    |        | 17,854 |

**Jail**

|                       |    |         |  |
|-----------------------|----|---------|--|
| Supervisor/Director   | \$ | 59,656  |  |
| Deputy(ies)           |    | 50,855  |  |
| Lieutenant(s)         |    | 52,909  |  |
| Sergeant(s)           |    | 178,131 |  |
| Salary Supplements    |    | 9,000   |  |
| Guards                |    | 916,949 |  |
| Maintenance Personnel |    | 57,351  |  |

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Jail (Cont.)**

|                                             |    |         |              |
|---------------------------------------------|----|---------|--------------|
| Overtime Pay                                | \$ | 69,313  |              |
| Other Salaries and Wages                    |    | 90,836  |              |
| Social Security                             |    | 89,878  |              |
| Pensions                                    |    | 97,205  |              |
| Medical Insurance                           |    | 192,072 |              |
| Employer Medicare                           |    | 21,020  |              |
| Evaluation and Testing                      |    | 1,625   |              |
| Maintenance Agreements                      |    | 44,634  |              |
| Maintenance and Repair Services - Buildings |    | 41,308  |              |
| Maintenance and Repair Services - Equipment |    | 3,229   |              |
| Maintenance and Repair Services - Vehicles  |    | 559     |              |
| Medical and Dental Services                 |    | 439,229 |              |
| Travel                                      |    | 1,419   |              |
| Disposal Fees                               |    | 1,295   |              |
| Other Contracted Services                   |    | 23,923  |              |
| Custodial Supplies                          |    | 11,631  |              |
| Electricity                                 |    | 75,588  |              |
| Food Supplies                               |    | 332,725 |              |
| Natural Gas                                 |    | 18,486  |              |
| Prisoners Clothing                          |    | 613     |              |
| Tires and Tubes                             |    | 262     |              |
| Uniforms                                    |    | 2,721   |              |
| Water and Sewer                             |    | 34,417  |              |
| Other Supplies and Materials                |    | 3,853   |              |
| In Service/Staff Development                |    | 2,447   |              |
| Heating and Air Conditioning Equipment      |    | 105,500 |              |
| Motor Vehicles                              |    | 36,951  |              |
| Office Equipment                            |    | 786     |              |
| Other Equipment                             |    | 11,336  |              |
| Total Jail                                  |    |         | \$ 3,079,712 |

**Juvenile Services**

|                          |    |        |
|--------------------------|----|--------|
| Supervisor/Director      | \$ | 55,272 |
| Other Salaries and Wages |    | 5,931  |
| Social Security          |    | 3,761  |
| Pensions                 |    | 4,394  |

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Juvenile Services (Cont.)**

|                         |    |       |           |
|-------------------------|----|-------|-----------|
| Medical Insurance       | \$ | 9,000 |           |
| Employer Medicare       |    | 880   |           |
| Travel                  |    | 535   |           |
| Other Charges           |    | 439   |           |
| Total Juvenile Services |    |       | \$ 80,212 |

**Rescue Squad**

|                    |    |         |         |
|--------------------|----|---------|---------|
| Contributions      | \$ | 289,433 |         |
| Total Rescue Squad |    |         | 289,433 |

**Other Emergency Management**

|                                             |    |        |  |
|---------------------------------------------|----|--------|--|
| County Official/ Administrative Officer     | \$ | 91,541 |  |
| Assistant(s)                                |    | 63,648 |  |
| Clerical Personnel                          |    | 40,922 |  |
| Part-time Personnel                         |    | 8,318  |  |
| Overtime Pay                                |    | 920    |  |
| Social Security                             |    | 12,416 |  |
| Pensions                                    |    | 14,744 |  |
| Medical Insurance                           |    | 18,045 |  |
| Employer Medicare                           |    | 2,904  |  |
| Communication                               |    | 6,851  |  |
| Data Processing Services                    |    | 2,500  |  |
| Dues and Memberships                        |    | 415    |  |
| Maintenance Agreements                      |    | 1,223  |  |
| Maintenance and Repair Services - Buildings |    | 16,248 |  |
| Maintenance and Repair Services - Equipment |    | 4,322  |  |
| Maintenance and Repair Services - Vehicles  |    | 7,330  |  |
| Postal Charges                              |    | 100    |  |
| Internet Connectivity                       |    | 2,039  |  |
| Travel                                      |    | 1,179  |  |
| Disposal Fees                               |    | 1,223  |  |
| Other Contracted Services                   |    | 22,650 |  |
| Custodial Supplies                          |    | 401    |  |
| Electricity                                 |    | 7,004  |  |
| Gasoline                                    |    | 7,891  |  |
| Instructional Supplies and Materials        |    | 352    |  |

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Other Emergency Management (Cont.)**

|                                  |    |        |            |
|----------------------------------|----|--------|------------|
| Natural Gas                      | \$ | 938    |            |
| Propane Gas                      |    | 40     |            |
| Tires and Tubes                  |    | 2,994  |            |
| Uniforms                         |    | 1,760  |            |
| Water and Sewer                  |    | 706    |            |
| Software                         |    | 1,131  |            |
| Other Supplies and Materials     |    | 20,347 |            |
| In Service/Staff Development     |    | 4,782  |            |
| Other Charges                    |    | 1,459  |            |
| Communication Equipment          |    | 12,501 |            |
| Furniture and Fixtures           |    | 9,218  |            |
| Other Equipment                  |    | 10,068 |            |
| Total Other Emergency Management |    |        | \$ 401,130 |

**County Coroner/Medical Examiner**

|                                       |    |         |         |
|---------------------------------------|----|---------|---------|
| Medical and Dental Services           | \$ | 106,575 |         |
| Other Contracted Services             |    | 45,211  |         |
| Total County Coroner/Medical Examiner |    |         | 151,786 |

Public Health and Welfare

**Local Health Center**

|                                             |    |        |        |
|---------------------------------------------|----|--------|--------|
| Communication                               | \$ | 6,196  |        |
| Dues and Memberships                        |    | 550    |        |
| Janitorial Services                         |    | 13,119 |        |
| Maintenance and Repair Services - Buildings |    | 1,921  |        |
| Disposal Fees                               |    | 626    |        |
| Other Contracted Services                   |    | 20,975 |        |
| Electricity                                 |    | 8,739  |        |
| Natural Gas                                 |    | 1,068  |        |
| Water and Sewer                             |    | 723    |        |
| Other Supplies and Materials                |    | 543    |        |
| Other Charges                               |    | 1,009  |        |
| Furniture and Fixtures                      |    | 834    |        |
| Total Local Health Center                   |    |        | 56,303 |

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Rabies and Animal Control**

|                                             |    |        |            |
|---------------------------------------------|----|--------|------------|
| Supervisor/Director                         | \$ | 44,061 |            |
| Part-time Personnel                         |    | 55     |            |
| Other Salaries and Wages                    |    | 25,094 |            |
| Social Security                             |    | 4,032  |            |
| Pensions                                    |    | 3,193  |            |
| Medical Insurance                           |    | 13,756 |            |
| Employer Medicare                           |    | 943    |            |
| Communication                               |    | 1,153  |            |
| Data Processing Services                    |    | 391    |            |
| Licenses                                    |    | 370    |            |
| Maintenance and Repair Services - Buildings |    | 2,179  |            |
| Maintenance and Repair Services - Vehicles  |    | 260    |            |
| Internet Connectivity                       |    | 659    |            |
| Veterinary Services                         |    | 8,681  |            |
| Other Contracted Services                   |    | 5,000  |            |
| Animal Food and Supplies                    |    | 2,294  |            |
| Custodial Supplies                          |    | 1,616  |            |
| Drugs and Medical Supplies                  |    | 5,751  |            |
| Electricity                                 |    | 2,385  |            |
| Gasoline                                    |    | 402    |            |
| Natural Gas                                 |    | 254    |            |
| Uniforms                                    |    | 880    |            |
| Water and Sewer                             |    | 1,487  |            |
| Other Supplies and Materials                |    | 2,429  |            |
| In Service/Staff Development                |    | 250    |            |
| Total Rabies and Animal Control             |    |        | \$ 127,575 |

**Ambulance/Emergency Medical Services**

|                     |    |           |
|---------------------|----|-----------|
| Supervisor/Director | \$ | 77,648    |
| Sergeant(s)         |    | 219,031   |
| Medical Personnel   |    | 1,289,084 |
| Salary Supplements  |    | 20,000    |
| Secretary(ies)      |    | 39,627    |
| Part-time Personnel |    | 115,611   |
| Overtime Pay        |    | 860,595   |
| Social Security     |    | 158,498   |

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Ambulance/Emergency Medical Services (Cont.)**

|                                             |    |         |              |
|---------------------------------------------|----|---------|--------------|
| Pensions                                    | \$ | 178,253 |              |
| Medical Insurance                           |    | 281,916 |              |
| Employer Medicare                           |    | 37,068  |              |
| Bank Charges                                |    | 2,513   |              |
| Communication                               |    | 12,676  |              |
| Data Processing Services                    |    | 131,449 |              |
| Dues and Memberships                        |    | 1,138   |              |
| Licenses                                    |    | 7,135   |              |
| Maintenance Agreements                      |    | 32,846  |              |
| Maintenance and Repair Services - Buildings |    | 10,695  |              |
| Maintenance and Repair Services - Equipment |    | 7,504   |              |
| Maintenance and Repair Services - Vehicles  |    | 126,584 |              |
| Internet Connectivity                       |    | 2,338   |              |
| Travel                                      |    | 4,195   |              |
| Tuition                                     |    | 2,927   |              |
| Remittance of Revenue Collected             |    | 51,440  |              |
| Disposal Fees                               |    | 6,205   |              |
| Other Contracted Services                   |    | 7,000   |              |
| Custodial Supplies                          |    | 8,457   |              |
| Drugs and Medical Supplies                  |    | 141,750 |              |
| Electricity                                 |    | 10,274  |              |
| Gasoline                                    |    | 101,257 |              |
| Natural Gas                                 |    | 2,128   |              |
| Propane Gas                                 |    | 700     |              |
| Tires and Tubes                             |    | 11,112  |              |
| Uniforms                                    |    | 24,091  |              |
| Water and Sewer                             |    | 1,646   |              |
| Software                                    |    | 17,126  |              |
| Other Supplies and Materials                |    | 10,107  |              |
| Refunds                                     |    | 12,331  |              |
| In Service/Staff Development                |    | 26,351  |              |
| Other Charges                               |    | 460     |              |
| Communication Equipment                     |    | 5,872   |              |
| Motor Vehicles                              |    | 153,896 |              |
| Other Equipment                             |    | 70,306  |              |
| Total Ambulance/Emergency Medical Services  |    |         | \$ 4,281,840 |

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Other Local Welfare Services**

|                                    |    |        |           |
|------------------------------------|----|--------|-----------|
| Contributions                      | \$ | 12,000 |           |
| Pauper Burials                     |    | 1,500  |           |
| Permits                            |    | 1,100  |           |
| Other Contracted Services          |    | 854    |           |
| Total Other Local Welfare Services |    |        | \$ 15,454 |

**Sanitation Management**

|                              |    |         |         |
|------------------------------|----|---------|---------|
| Supervisor/Director          | \$ | 70,199  |         |
| Social Security              |    | 4,298   |         |
| Pensions                     |    | 5,040   |         |
| Medical Insurance            |    | 7,620   |         |
| Employer Medicare            |    | 1,005   |         |
| Advertising                  |    | 740     |         |
| Travel                       |    | 303     |         |
| Other Contracted Services    |    | 220,293 |         |
| Custodial Supplies           |    | 61      |         |
| Office Supplies              |    | 435     |         |
| In Service/Staff Development |    | 1,855   |         |
| Other Charges                |    | 10      |         |
| Total Sanitation Management  |    |         | 311,859 |

**Sanitation Education/Information**

|                                            |    |        |        |
|--------------------------------------------|----|--------|--------|
| Truck Drivers                              | \$ | 7,858  |        |
| Social Security                            |    | 487    |        |
| Employer Medicare                          |    | 114    |        |
| Maintenance and Repair Services - Vehicles |    | 94     |        |
| Instructional Supplies and Materials       |    | 23,466 |        |
| Tires and Tubes                            |    | 251    |        |
| Other Supplies and Materials               |    | 14,579 |        |
| Total Sanitation Education/Information     |    |        | 46,849 |

**Waste Pickup**

|                    |    |        |        |
|--------------------|----|--------|--------|
| Truck Drivers      | \$ | 6,196  |        |
| Social Security    |    | 412    |        |
| Employer Medicare  |    | 96     |        |
| Motor Vehicles     |    | 47,082 |        |
| Other Equipment    |    | 1,194  |        |
| Total Waste Pickup |    |        | 54,980 |

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Convenience Centers**

|                                             |    |         |            |
|---------------------------------------------|----|---------|------------|
| Assistant(s)                                | \$ | 40,950  |            |
| Truck Drivers                               |    | 81,643  |            |
| Maintenance Personnel                       |    | 4,081   |            |
| Part-time Personnel                         |    | 181,360 |            |
| Social Security                             |    | 18,169  |            |
| Pensions                                    |    | 7,830   |            |
| Medical Insurance                           |    | 33,120  |            |
| Employer Medicare                           |    | 4,340   |            |
| Communication                               |    | 1,309   |            |
| Maintenance and Repair Services - Buildings |    | 2,979   |            |
| Maintenance and Repair Services - Equipment |    | 4,186   |            |
| Maintenance and Repair Services - Vehicles  |    | 6,541   |            |
| Other Contracted Services                   |    | 19,718  |            |
| Custodial Supplies                          |    | 999     |            |
| Electricity                                 |    | 6,380   |            |
| Fuel Oil                                    |    | 34,800  |            |
| Tires and Tubes                             |    | 4,805   |            |
| Water and Sewer                             |    | 1,364   |            |
| Other Supplies and Materials                |    | 2,266   |            |
| Land                                        |    | 1,000   |            |
| Site Development                            |    | 1,887   |            |
| Solid Waste Equipment                       |    | 2,700   |            |
| Total Convenience Centers                   |    |         | \$ 462,427 |

**Other Public Health and Welfare**

|                                       |    |         |         |
|---------------------------------------|----|---------|---------|
| Other Salaries and Wages              | \$ | 177,563 |         |
| Social Security                       |    | 10,505  |         |
| Pensions                              |    | 12,362  |         |
| Life Insurance                        |    | 94      |         |
| Medical Insurance                     |    | 39,600  |         |
| Unemployment Compensation             |    | 87      |         |
| Employer Medicare                     |    | 2,457   |         |
| Travel                                |    | 3,496   |         |
| Workers' Compensation Insurance       |    | 2,243   |         |
| Total Other Public Health and Welfare |    |         | 248,407 |

(Continued)

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

**General Fund (Cont.)**

Social, Cultural, and Recreational Services

**Senior Citizens Assistance**

|                                  |           |           |
|----------------------------------|-----------|-----------|
| Contributions                    | \$ 20,000 |           |
| Total Senior Citizens Assistance |           | \$ 20,000 |

**Libraries**

|                 |            |         |
|-----------------|------------|---------|
| Contributions   | \$ 191,891 |         |
| Total Libraries |            | 191,891 |

**Parks and Fair Boards**

|                                             |          |        |
|---------------------------------------------|----------|--------|
| Part-time Personnel                         | \$ 4,881 |        |
| Social Security                             | 303      |        |
| Employer Medicare                           | 71       |        |
| Janitorial Services                         | 903      |        |
| Maintenance and Repair Services - Buildings | 2,680    |        |
| Maintenance and Repair Services - Equipment | 7,917    |        |
| Pest Control                                | 125      |        |
| Internet Connectivity                       | 659      |        |
| Disposal Fees                               | 894      |        |
| Other Contracted Services                   | 1,000    |        |
| Custodial Supplies                          | 41       |        |
| Electricity                                 | 15,339   |        |
| Gasoline                                    | 893      |        |
| Natural Gas                                 | 3,671    |        |
| Tires and Tubes                             | 33       |        |
| Water and Sewer                             | 4,778    |        |
| Chemicals                                   | 299      |        |
| Other Supplies and Materials                | 522      |        |
| Building and Contents Insurance             | 12,559   |        |
| Liability Insurance                         | 236      |        |
| Refunds                                     | 400      |        |
| Total Parks and Fair Boards                 |          | 58,204 |

**Other Social, Cultural, and Recreational**

|                                        |           |  |
|----------------------------------------|-----------|--|
| County Official/Administrative Officer | \$ 24,691 |  |
| Part-time Personnel                    | 18,319    |  |
| Other Salaries and Wages               | 11,696    |  |
| Social Security                        | 2,593     |  |

(Continued)

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

**General Fund (Cont.)**

Social, Cultural, and Recreational Services (Cont.)

**Other Social, Cultural, and Recreational (Cont.)**

|                                                |    |       |           |
|------------------------------------------------|----|-------|-----------|
| Pensions                                       | \$ | 1,773 |           |
| Medical Insurance                              |    | 2,770 |           |
| Employer Medicare                              |    | 776   |           |
| Data Processing Services                       |    | 760   |           |
| Maintenance Agreements                         |    | 3,507 |           |
| Maintenance and Repair Services - Buildings    |    | 140   |           |
| Internet Connectivity                          |    | 1,019 |           |
| Disposal Fees                                  |    | 493   |           |
| Other Contracted Services                      |    | 400   |           |
| Custodial Supplies                             |    | 627   |           |
| Electricity                                    |    | 6,877 |           |
| Natural Gas                                    |    | 1,627 |           |
| Periodicals                                    |    | 63    |           |
| Water and Sewer                                |    | 508   |           |
| Other Supplies and Materials                   |    | 2,517 |           |
| In Service/Staff Development                   |    | 30    |           |
| Other Charges                                  |    | 86    |           |
| Furniture and Fixtures                         |    | 4,351 |           |
| Office Equipment                               |    | 1,201 |           |
| Other Equipment                                |    | 3,259 |           |
| Total Other Social, Cultural, and Recreational |    |       | \$ 90,083 |

Agriculture and Natural Resources

**Agricultural Extension Service**

|                                             |    |         |
|---------------------------------------------|----|---------|
| Salary Supplements                          | \$ | 100,896 |
| Board and Committee Members Fees            |    | 630     |
| Social Security                             |    | 39      |
| Employer Medicare                           |    | 9       |
| Other Fringe Benefits                       |    | 40,010  |
| Dues and Memberships                        |    | 215     |
| Janitorial Services                         |    | 3,518   |
| Maintenance Agreements                      |    | 1,208   |
| Maintenance and Repair Services - Buildings |    | 7,864   |
| Maintenance and Repair Services - Vehicles  |    | 399     |
| Internet Connectivity                       |    | 1,260   |
| Travel                                      |    | 371     |

(Continued)

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

**General Fund (Cont.)**

Agriculture and Natural Resources (Cont.)

**Agricultural Extension Service (Cont.)**

|                                      |    |       |            |
|--------------------------------------|----|-------|------------|
| Disposal Fees                        | \$ | 493   |            |
| Electricity                          |    | 3,710 |            |
| Food Preparation Supplies            |    | 221   |            |
| Gasoline                             |    | 1,003 |            |
| Natural Gas                          |    | 1,222 |            |
| Water and Sewer                      |    | 859   |            |
| Other Supplies and Materials         |    | 113   |            |
| In Service/Staff Development         |    | 423   |            |
| Total Agricultural Extension Service |    |       | \$ 164,463 |

**Forest Service**

|                                    |    |       |       |
|------------------------------------|----|-------|-------|
| Communication                      | \$ | 33    |       |
| Contracts with Government Agencies |    | 2,000 |       |
| Total Forest Service               |    |       | 2,033 |

**Soil Conservation**

|                          |    |        |         |
|--------------------------|----|--------|---------|
| Clerical Personnel       | \$ | 41,116 |         |
| Other Salaries and Wages |    | 38,675 |         |
| Social Security          |    | 4,890  |         |
| Pensions                 |    | 5,729  |         |
| Medical Insurance        |    | 16,405 |         |
| Employer Medicare        |    | 1,144  |         |
| Dues and Memberships     |    | 575    |         |
| Other Charges            |    | 2,097  |         |
| Total Soil Conservation  |    |        | 110,631 |

Other Operations

**Industrial Development**

|                              |    |         |         |
|------------------------------|----|---------|---------|
| Contributions                | \$ | 114,262 |         |
| Total Industrial Development |    |         | 114,262 |

**Other Economic and Community Development**

|                                                |    |        |        |
|------------------------------------------------|----|--------|--------|
| Contributions                                  | \$ | 24,700 |        |
| Dues and Memberships                           |    | 8,175  |        |
| Total Other Economic and Community Development |    |        | 32,875 |

(Continued)

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

**General Fund (Cont.)**

Other Operations (Cont.)

**Airport**

|               |           |           |
|---------------|-----------|-----------|
| Contributions | \$ 74,022 |           |
| Total Airport |           | \$ 74,022 |

**Veterans' Services**

|                              |           |        |
|------------------------------|-----------|--------|
| Supervisor/Director          | \$ 15,444 |        |
| Social Security              | 958       |        |
| Employer Medicare            | 224       |        |
| Data Processing Services     | 449       |        |
| Travel                       | 335       |        |
| Office Supplies              | 867       |        |
| In Service/Staff Development | 414       |        |
| Total Veterans' Services     |           | 18,691 |

**Other Charges**

|                                 |           |           |
|---------------------------------|-----------|-----------|
| Contracts with Private Agencies | \$ 83,932 |           |
| Building and Contents Insurance | 147,607   |           |
| Liability Insurance             | 239,196   |           |
| Refunds                         | 20,009    |           |
| Trustee's Commission            | 260,327   |           |
| Vehicle and Equipment Insurance | 108,423   |           |
| Workers' Compensation Insurance | 220,482   |           |
| Liability Claims                | 5,000     |           |
| Total Other Charges             |           | 1,084,976 |

**Contributions to Other Agencies**

|                                       |            |         |
|---------------------------------------|------------|---------|
| Contracts with Government Agencies    | \$ 112,000 |         |
| Contributions                         | 7,469      |         |
| Total Contributions to Other Agencies |            | 119,469 |

**Employee Benefits**

|                                                |        |  |
|------------------------------------------------|--------|--|
| Educational Incentive - Official/Admin Officer | \$ 706 |  |
| Educational Incentive - Other County Employees | 1,500  |  |
| Social Security                                | 136    |  |
| Life Insurance                                 | 3,781  |  |
| Unemployment Compensation                      | 5,279  |  |
| Employer Medicare                              | 32     |  |

(Continued)

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

**General Fund (Cont.)**

Other Operations (Cont.)

**Employee Benefits (Cont.)**

|                                            |          |           |
|--------------------------------------------|----------|-----------|
| Medical and Dental Services                | \$ 7,482 |           |
| Criminal Investigation of Applicants - TBI | 557      |           |
| Total Employee Benefits                    |          | \$ 19,473 |

**American Rescue Plan Act Grant #1**

|                                         |          |        |
|-----------------------------------------|----------|--------|
| Architects                              | \$ 8,662 |        |
| Other Equipment                         | 14,966   |        |
| Total American Rescue Plan Act Grant #1 |          | 23,628 |

**American Rescue Plan Act Grant #2**

|                                         |           |        |
|-----------------------------------------|-----------|--------|
| Architects                              | \$ 42,525 |        |
| Total American Rescue Plan Act Grant #2 |           | 42,525 |

**American Rescue Plan Act Grant #3**

|                                         |          |         |
|-----------------------------------------|----------|---------|
| Other Contracted Services               | \$ 8,400 |         |
| Other Equipment                         | 155,082  |         |
| Total American Rescue Plan Act Grant #3 |          | 163,482 |

Capital Projects

**Public Safety Projects**

|                              |           |        |
|------------------------------|-----------|--------|
| Consultants                  | \$ 86,581 |        |
| Total Public Safety Projects |           | 86,581 |

Total General Fund \$ 20,702,879

**Drug Control Fund**

Public Safety

**Drug Enforcement**

|                                            |          |           |
|--------------------------------------------|----------|-----------|
| Communication                              | \$ 2,963 |           |
| Confidential Drug Enforcement Payments     | 2,327    |           |
| Maintenance and Repair Services - Vehicles | 285      |           |
| Software                                   | 18,940   |           |
| Other Supplies and Materials               | 29       |           |
| In Service/Staff Development               | 1,240    |           |
| Law Enforcement Equipment                  | 9,360    |           |
| Total Drug Enforcement                     |          | \$ 35,144 |

Total Drug Control Fund 35,144

(Continued)

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

**Probation Settlement Fund**

Administration of Justice

**Other Administration of Justice**

|                                       |          |           |
|---------------------------------------|----------|-----------|
| Legal Services                        | \$ 5,441 |           |
| Other Contracted Services             | 15,303   |           |
| Total Other Administration of Justice |          | \$ 20,744 |

Total Probation Settlement Fund \$ 20,744

**Constitutional Officers - Fees Fund**

Finance

**County Trustee's Office**

|                                             |        |        |
|---------------------------------------------|--------|--------|
| Constitutional Officers' Operating Expenses | \$ 810 |        |
| Total County Trustee's Office               |        | \$ 810 |

Administration of Justice

**Chancery Court**

|                                               |           |        |
|-----------------------------------------------|-----------|--------|
| Special Commissioner Fees/Special Master Fees | \$ 18,550 |        |
| Total Chancery Court                          |           | 18,550 |

Total Constitutional Officers - Fees Fund 19,360

**Highway/Public Works Fund**

Highways

**Administration**

|                                             |            |
|---------------------------------------------|------------|
| County Official/Administrative Officer      | \$ 104,776 |
| Assistant(s)                                | 83,471     |
| Overtime Pay                                | 1,252      |
| Social Security                             | 11,444     |
| Pensions                                    | 13,606     |
| Life Insurance                              | 45         |
| Medical Insurance                           | 24,924     |
| Unemployment Compensation                   | 69         |
| Employer Medicare                           | 2,676      |
| Communication                               | 420        |
| Dues and Memberships                        | 3,781      |
| Legal Notices, Recording, and Court Costs   | 30         |
| Maintenance and Repair Services - Buildings | 1,260      |
| Pest Control                                | 481        |

(Continued)

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

**Highway/Public Works Fund (Cont.)**

Highways (Cont.)

**Administration (Cont.)**

|                              |    |        |            |
|------------------------------|----|--------|------------|
| Postal Charges               | \$ | 209    |            |
| Internet Connectivity        |    | 1,019  |            |
| Drugs and Medical Supplies   |    | 63     |            |
| Electricity                  |    | 9,232  |            |
| Natural Gas                  |    | 5,632  |            |
| Office Supplies              |    | 4,124  |            |
| Water and Sewer              |    | 1,076  |            |
| Other Supplies and Materials |    | 1,650  |            |
| Other Charges                |    | 156    |            |
| Building Improvements        |    | 38,673 |            |
| Furniture and Fixtures       |    | 5,771  |            |
| Office Equipment             |    | 4,939  |            |
| Total Administration         |    |        | \$ 320,779 |

**Highway and Bridge Maintenance**

|                                |    |         |
|--------------------------------|----|---------|
| Supervisor/Director            | \$ | 168,582 |
| Equipment Operators - Heavy    |    | 138,788 |
| Equipment Operators - Light    |    | 452,266 |
| Truck Drivers                  |    | 313,219 |
| Laborers                       |    | 125,921 |
| Overtime Pay                   |    | 41,487  |
| Social Security                |    | 74,241  |
| Pensions                       |    | 88,820  |
| Life Insurance                 |    | 694     |
| Medical Insurance              |    | 226,101 |
| Unemployment Compensation      |    | 731     |
| Employer Medicare              |    | 17,363  |
| Laundry Service                |    | 8,414   |
| Other Contracted Services      |    | 1,125   |
| Asphalt - Hot Mix              |    | 470,245 |
| Asphalt - Liquid               |    | 784,704 |
| Concrete                       |    | 412     |
| Crushed Stone                  |    | 445,523 |
| Fertilizer, Lime, and Seed     |    | 4,536   |
| General Construction Materials |    | 5,186   |
| Other Road Materials           |    | 517     |

(Continued)

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

**Highway/Public Works Fund (Cont.)**

Highways (Cont.)

**Highway and Bridge Maintenance (Cont.)**

|                                      |    |        |              |
|--------------------------------------|----|--------|--------------|
| Pipe                                 | \$ | 61,477 |              |
| Road Signs                           |    | 26,455 |              |
| Structural Steel                     |    | 1,483  |              |
| Total Highway and Bridge Maintenance |    |        | \$ 3,458,290 |

**Operation and Maintenance of Equipment**

|                                              |    |         |         |
|----------------------------------------------|----|---------|---------|
| Mechanic(s)                                  | \$ | 215,662 |         |
| Overtime Pay                                 |    | 7,047   |         |
| Social Security                              |    | 13,565  |         |
| Pensions                                     |    | 15,991  |         |
| Life Insurance                               |    | 70      |         |
| Medical Insurance                            |    | 37,125  |         |
| Unemployment Compensation                    |    | 114     |         |
| Employer Medicare                            |    | 3,172   |         |
| Maintenance and Repair Services - Equipment  |    | 20,527  |         |
| Disposal Fees                                |    | 54      |         |
| Other Contracted Services                    |    | 1,927   |         |
| Equipment and Machinery Parts                |    | 229,961 |         |
| Fuel Oil                                     |    | 170,772 |         |
| Garage Supplies                              |    | 15,901  |         |
| Lubricants                                   |    | 13,246  |         |
| Tires and Tubes                              |    | 52,125  |         |
| Other Equipment                              |    | 1,595   |         |
| Total Operation and Maintenance of Equipment |    |         | 798,854 |

**Other Charges**

|                                 |    |        |         |
|---------------------------------|----|--------|---------|
| Medical and Dental Services     | \$ | 590    |         |
| Other Contracted Services       |    | 3,000  |         |
| Building and Contents Insurance |    | 8,651  |         |
| Liability Insurance             |    | 17,223 |         |
| Refunds                         |    | 5,593  |         |
| Trustee's Commission            |    | 76,043 |         |
| Vehicle and Equipment Insurance |    | 50,747 |         |
| Workers' Compensation Insurance |    | 53,058 |         |
| Liability Claims                |    | 500    |         |
| Total Other Charges             |    |        | 215,405 |

(Continued)

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

**Highway/Public Works Fund (Cont.)**

Highways (Cont.)

**Capital Outlay**

|                           |    |         |                     |
|---------------------------|----|---------|---------------------|
| Engineering Services      | \$ | 50,962  |                     |
| Rentals                   |    | 11,932  |                     |
| Highway Equipment         |    | 427,573 |                     |
| State Aid Projects        |    | 813,036 |                     |
| Traffic Control Equipment |    | 32,630  |                     |
| Total Capital Outlay      |    |         | <u>\$ 1,336,133</u> |

Total Highway/Public Works Fund \$ 6,129,461

**General Debt Service Fund**

Principal on Debt

**Education**

|                    |    |         |            |
|--------------------|----|---------|------------|
| Principal on Bonds | \$ | 710,000 |            |
| Total Education    |    |         | \$ 710,000 |

Interest on Debt

**Education**

|                   |    |         |         |
|-------------------|----|---------|---------|
| Interest on Bonds | \$ | 383,721 |         |
| Total Education   |    |         | 383,721 |

Other Debt Service

**General Government**

|                          |    |       |              |
|--------------------------|----|-------|--------------|
| Refunds                  | \$ | 421   |              |
| Trustee's Commission     |    | 4,235 |              |
| Other Debt Service       |    | 500   |              |
| Total General Government |    |       | <u>5,156</u> |

Total General Debt Service Fund 1,098,877

**General Capital Projects Fund**

Other Operations

**American Rescue Plan Act Grant #4**

|                                         |    |         |            |
|-----------------------------------------|----|---------|------------|
| Engineering Services                    | \$ | 74,345  |            |
| Building Improvements                   |    | 874,285 |            |
| Total American Rescue Plan Act Grant #4 |    |         | \$ 948,630 |

(Continued)

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

**General Capital Projects Fund (Cont.)**

Other Operations (Cont.)

**American Rescue Plan Act Grant #5**

|                                         |           |           |
|-----------------------------------------|-----------|-----------|
| Architects                              | \$ 21,750 |           |
| Total American Rescue Plan Act Grant #5 |           | \$ 21,750 |

Capital Projects

**Public Utility Projects**

|                               |            |         |
|-------------------------------|------------|---------|
| Contributions                 | \$ 643,078 |         |
| Total Public Utility Projects |            | 643,078 |

**Other General Government Projects**

|                                         |            |           |
|-----------------------------------------|------------|-----------|
| Consultants                             | \$ 228,405 |           |
| Engineering Services                    | 40,000     |           |
| Motor Vehicles                          | 247,267    |           |
| Other Equipment                         | 597,264    |           |
| Total Other General Government Projects |            | 1,112,936 |

Total General Capital Projects Fund \$ 2,726,394

**Other Capital Projects Fund**

Capital Projects

**Public Safety Projects**

|                              |              |              |
|------------------------------|--------------|--------------|
| Communication Equipment      | \$ 2,640,000 |              |
| Total Public Safety Projects |              | \$ 2,640,000 |

**Other General Government Projects**

|                                         |        |        |
|-----------------------------------------|--------|--------|
| Refunds                                 | \$ 928 |        |
| Trustee's Commission                    | 10,017 |        |
| Total Other General Government Projects |        | 10,945 |

Total Other Capital Projects Fund 2,650,945

Total Governmental Funds - Primary Government \$ 33,383,804

**GILES COUNTY, TENNESSEE**  
**Schedule of Detailed Expenditures -**  
**All Governmental Fund Types**  
Discretely Presented Giles County School Department  
**For the Year Ended June 30, 2025**

**General Purpose School Fund**

Instruction

**Regular Instruction Program**

|                                      |               |               |
|--------------------------------------|---------------|---------------|
| Teachers                             | \$ 11,894,367 |               |
| Career Ladder Program                | 21,509        |               |
| Homebound Teachers                   | 2,730         |               |
| Salary Supplements                   | 391,612       |               |
| Educational Assistants               | 528,429       |               |
| Bonus Payments                       | 98,737        |               |
| Other Salaries and Wages             | 83,177        |               |
| Certified Substitute Teachers        | 102,967       |               |
| Non-certified Substitute Teachers    | 225,161       |               |
| Social Security                      | 790,031       |               |
| Pensions                             | 915,260       |               |
| Medical Insurance                    | 2,064,325     |               |
| Employer Medicare                    | 185,636       |               |
| Other Contracted Services            | 13,962        |               |
| Food Supplies                        | 2,502         |               |
| Instructional Supplies and Materials | 146,849       |               |
| Textbooks - Bound                    | 148,609       |               |
| Software                             | 210,638       |               |
| Other Supplies and Materials         | 40,951        |               |
| TISA - On-behalf Payments            | 45,163        |               |
| Total Regular Instruction Program    |               | \$ 17,912,615 |

**Special Education Program**

|                                   |              |
|-----------------------------------|--------------|
| Teachers                          | \$ 1,781,539 |
| Career Ladder Program             | 5,643        |
| Homebound Teachers                | 8,670        |
| Educational Assistants            | 722,601      |
| Speech Pathologist                | 244,015      |
| Bonus Payments                    | 1,000        |
| Certified Substitute Teachers     | 575          |
| Non-certified Substitute Teachers | 8,235        |
| Social Security                   | 162,198      |
| Pensions                          | 191,627      |
| Medical Insurance                 | 433,693      |
| Employer Medicare                 | 38,535       |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Instruction (Cont.)

**Special Education Program (Cont.)**

|                                      |    |         |              |
|--------------------------------------|----|---------|--------------|
| Contracts with Private Agencies      | \$ | 241,328 |              |
| Instructional Supplies and Materials |    | 327     |              |
| Special Education Equipment          |    | 634     |              |
| Total Special Education Program      |    |         | \$ 3,840,620 |

**Career and Technical Education Program**

|                                              |    |           |           |
|----------------------------------------------|----|-----------|-----------|
| Teachers                                     | \$ | 1,177,919 |           |
| Guidance Personnel                           |    | 35,630    |           |
| Bonus Payments                               |    | 400       |           |
| Certified Substitute Teachers                |    | 402       |           |
| Non-certified Substitute Teachers            |    | 13,012    |           |
| Social Security                              |    | 72,858    |           |
| Pensions                                     |    | 88,268    |           |
| Medical Insurance                            |    | 197,110   |           |
| Employer Medicare                            |    | 17,042    |           |
| Maintenance Agreements                       |    | 9,753     |           |
| Maintenance and Repair Services - Buildings  |    | 263       |           |
| Other Contracted Services                    |    | 83,053    |           |
| Instructional Supplies and Materials         |    | 23,260    |           |
| Textbooks - Bound                            |    | 3,272     |           |
| Software                                     |    | 29,170    |           |
| Other Supplies and Materials                 |    | 8,201     |           |
| Vocational Instruction Equipment             |    | 35,992    |           |
| Total Career and Technical Education Program |    |           | 1,795,605 |

## Support Services

**Attendance**

|                          |    |        |  |
|--------------------------|----|--------|--|
| Supervisor/Director      | \$ | 92,710 |  |
| Other Salaries and Wages |    | 39,998 |  |
| Social Security          |    | 8,090  |  |
| Pensions                 |    | 10,289 |  |
| Medical Insurance        |    | 8,234  |  |
| Employer Medicare        |    | 1,892  |  |
| Dues and Memberships     |    | 150    |  |
| Travel                   |    | 1,046  |  |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Attendance (Cont.)**

|                              |    |              |            |
|------------------------------|----|--------------|------------|
| Software                     | \$ | 15,660       |            |
| In Service/Staff Development |    | <u>2,558</u> |            |
| Total Attendance             |    |              | \$ 180,627 |

**Health Services**

|                              |    |              |         |
|------------------------------|----|--------------|---------|
| Supervisor/Director          | \$ | 63,448       |         |
| Medical Personnel            |    | 379,716      |         |
| Bonus Payments               |    | 3,000        |         |
| Other Salaries and Wages     |    | 11,858       |         |
| Social Security              |    | 27,325       |         |
| Pensions                     |    | 32,661       |         |
| Medical Insurance            |    | 76,444       |         |
| Employer Medicare            |    | 6,391        |         |
| Dues and Memberships         |    | 175          |         |
| Travel                       |    | 1,461        |         |
| Other Contracted Services    |    | 70,000       |         |
| Drugs and Medical Supplies   |    | 1,671        |         |
| Other Supplies and Materials |    | 29,358       |         |
| In Service/Staff Development |    | <u>7,931</u> |         |
| Total Health Services        |    |              | 711,439 |

**Other Student Support**

|                              |    |              |           |
|------------------------------|----|--------------|-----------|
| Career Ladder Program        | \$ | 2,000        |           |
| Guidance Personnel           |    | 757,373      |           |
| Social Workers               |    | 52,612       |           |
| Secretary(ies)               |    | 31,210       |           |
| Clerical Personnel           |    | 34,104       |           |
| Social Security              |    | 51,874       |           |
| Pensions                     |    | 61,374       |           |
| Medical Insurance            |    | 102,154      |           |
| Employer Medicare            |    | 12,132       |           |
| Travel                       |    | 995          |           |
| Other Contracted Services    |    | 5,500        |           |
| Software                     |    | 3,500        |           |
| In Service/Staff Development |    | <u>1,940</u> |           |
| Total Other Student Support  |    |              | 1,116,768 |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Regular Instruction Program**

|                                   |    |         |              |
|-----------------------------------|----|---------|--------------|
| Supervisor/Director               | \$ | 224,033 |              |
| Career Ladder Program             |    | 2,000   |              |
| Librarians                        |    | 484,388 |              |
| Education Media Personnel         |    | 79,847  |              |
| Clerical Personnel                |    | 80,679  |              |
| Bonus Payments                    |    | 1,000   |              |
| Social Security                   |    | 52,275  |              |
| Pensions                          |    | 60,129  |              |
| Medical Insurance                 |    | 146,066 |              |
| Employer Medicare                 |    | 12,226  |              |
| Dues and Memberships              |    | 450     |              |
| Maintenance Agreements            |    | 10,383  |              |
| Travel                            |    | 7,764   |              |
| Software                          |    | 11,192  |              |
| Other Supplies and Materials      |    | 6,198   |              |
| In Service/Staff Development      |    | 2,529   |              |
| Total Regular Instruction Program |    |         | \$ 1,181,159 |

**Special Education Program**

|                                 |    |         |         |
|---------------------------------|----|---------|---------|
| Assistant(s)                    | \$ | 81,489  |         |
| Supervisor/Director             |    | 94,210  |         |
| Career Ladder Program           |    | 1,000   |         |
| Assessment Personnel            |    | 106,299 |         |
| Social Security                 |    | 15,342  |         |
| Pensions                        |    | 16,924  |         |
| Medical Insurance               |    | 16,584  |         |
| Employer Medicare               |    | 4,068   |         |
| Contracts with Private Agencies |    | 512,025 |         |
| Dues and Memberships            |    | 150     |         |
| Other Contracted Services       |    | 1,729   |         |
| Other Supplies and Materials    |    | 1,455   |         |
| In Service/Staff Development    |    | 675     |         |
| Total Special Education Program |    |         | 851,950 |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Career and Technical Education Program**

|                                              |    |        |            |
|----------------------------------------------|----|--------|------------|
| Supervisor/Director                          | \$ | 85,186 |            |
| Secretary(ies)                               |    | 38,320 |            |
| Social Security                              |    | 7,127  |            |
| Pensions                                     |    | 8,811  |            |
| Medical Insurance                            |    | 19,138 |            |
| Employer Medicare                            |    | 1,667  |            |
| Dues and Memberships                         |    | 150    |            |
| Travel                                       |    | 4,609  |            |
| Gasoline                                     |    | 912    |            |
| Other Supplies and Materials                 |    | 776    |            |
| In Service/Staff Development                 |    | 4,145  |            |
| Total Career and Technical Education Program |    |        | \$ 170,841 |

**Technology**

|                              |    |         |           |
|------------------------------|----|---------|-----------|
| Supervisor/Director          | \$ | 72,100  |           |
| Data Processing Personnel    |    | 148,854 |           |
| Social Security              |    | 12,953  |           |
| Pensions                     |    | 15,119  |           |
| Medical Insurance            |    | 37,428  |           |
| Employer Medicare            |    | 3,061   |           |
| Communication                |    | 503     |           |
| Internet Connectivity        |    | 589,947 |           |
| Travel                       |    | 3,573   |           |
| Software                     |    | 89,526  |           |
| In Service/Staff Development |    | 2,934   |           |
| Other Equipment              |    | 26,609  |           |
| Total Technology             |    |         | 1,002,607 |

**Other Programs**

|                            |    |         |         |
|----------------------------|----|---------|---------|
| On-behalf Payments to OPEB | \$ | 191,165 |         |
| Total Other Programs       |    |         | 191,165 |

**Board of Education**

|                                  |    |        |  |
|----------------------------------|----|--------|--|
| Secretary to Board               | \$ | 2,025  |  |
| Board and Committee Members Fees |    | 11,217 |  |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Board of Education (Cont.)**

|                                             |    |         |              |
|---------------------------------------------|----|---------|--------------|
| Social Security                             | \$ | 717     |              |
| Pensions                                    |    | 145     |              |
| Life Insurance                              |    | 10,212  |              |
| Unemployment Compensation                   |    | 34,099  |              |
| Employer Medicare                           |    | 192     |              |
| Other Fringe Benefits                       |    | 169,651 |              |
| Advertising                                 |    | 103     |              |
| Audit Services                              |    | 19,000  |              |
| Dues and Memberships                        |    | 13,468  |              |
| Lease/SBITA Payments                        |    | 27,276  |              |
| Legal Services                              |    | 18,897  |              |
| Maintenance and Repair Services - Buildings |    | 69,525  |              |
| Medical and Dental Services                 |    | 50      |              |
| Travel                                      |    | 1,164   |              |
| Other Supplies and Materials                |    | 45      |              |
| Liability Insurance                         |    | 164,537 |              |
| Refunds                                     |    | 41,474  |              |
| Trustee's Commission                        |    | 257,832 |              |
| Workers' Compensation Insurance             |    | 173,006 |              |
| In Service/Staff Development                |    | 8,764   |              |
| Criminal Investigation of Applicants - TBI  |    | 8,828   |              |
| Other Charges                               |    | 1,546   |              |
| Other Equipment                             |    | 3,740   |              |
| Total Board of Education                    |    |         | \$ 1,037,513 |

**Director of Schools**

|                                        |    |         |
|----------------------------------------|----|---------|
| County Official/Administrative Officer | \$ | 126,289 |
| Assistant(s)                           |    | 103,731 |
| Secretary(ies)                         |    | 84,889  |
| Other Salaries and Wages               |    | 1,000   |
| Social Security                        |    | 18,858  |
| Pensions                               |    | 22,489  |
| Medical Insurance                      |    | 30,722  |
| Employer Medicare                      |    | 4,410   |
| Advertising                            |    | 100     |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Director of Schools (Cont.)**

|                              |    |        |            |
|------------------------------|----|--------|------------|
| Communication                | \$ | 10,767 |            |
| Dues and Memberships         |    | 2,749  |            |
| Postal Charges               |    | 1,613  |            |
| Travel                       |    | 1,880  |            |
| Office Supplies              |    | 450    |            |
| Other Supplies and Materials |    | 320    |            |
| In Service/Staff Development |    | 856    |            |
| Other Charges                |    | 817    |            |
| Total Director of Schools    |    |        | \$ 411,940 |

**Office of the Principal**

|                               |    |         |           |
|-------------------------------|----|---------|-----------|
| Principals                    | \$ | 750,591 |           |
| Career Ladder Program         |    | 5,000   |           |
| Assessment Personnel          |    | 88,889  |           |
| Assistant Principals          |    | 749,405 |           |
| Secretary(ies)                |    | 524,623 |           |
| Clerical Personnel            |    | 73,060  |           |
| Other Salaries and Wages      |    | 27,546  |           |
| Social Security               |    | 130,555 |           |
| Pensions                      |    | 149,070 |           |
| Medical Insurance             |    | 358,294 |           |
| Employer Medicare             |    | 30,533  |           |
| Communication                 |    | 41,104  |           |
| Data Processing Services      |    | 19,556  |           |
| Dues and Memberships          |    | 2,700   |           |
| Maintenance Agreements        |    | 84,148  |           |
| Office Equipment              |    | 707     |           |
| Total Office of the Principal |    |         | 3,035,781 |

**Operation of Plant**

|                          |    |         |  |
|--------------------------|----|---------|--|
| Custodial Personnel      | \$ | 669,790 |  |
| Other Salaries and Wages |    | 7,590   |  |
| Social Security          |    | 40,814  |  |
| Pensions                 |    | 48,028  |  |
| Medical Insurance        |    | 157,382 |  |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Operation of Plant (Cont.)**

|                                             |    |         |              |
|---------------------------------------------|----|---------|--------------|
| Employer Medicare                           | \$ | 9,545   |              |
| Laundry Service                             |    | 2,416   |              |
| Maintenance Agreements                      |    | 612     |              |
| Maintenance and Repair Services - Buildings |    | 5,150   |              |
| Pest Control                                |    | 5,580   |              |
| Disposal Fees                               |    | 38,470  |              |
| Other Contracted Services                   |    | 83,716  |              |
| Custodial Supplies                          |    | 53,729  |              |
| Electricity                                 |    | 975,148 |              |
| Natural Gas                                 |    | 91,081  |              |
| Propane Gas                                 |    | 28,187  |              |
| Water and Sewer                             |    | 123,118 |              |
| Other Supplies and Materials                |    | 8       |              |
| Building and Contents Insurance             |    | 400,416 |              |
| Other Charges                               |    | 1,550   |              |
| Total Operation of Plant                    |    |         | \$ 2,742,330 |

**Maintenance of Plant**

|                                             |    |         |
|---------------------------------------------|----|---------|
| Supervisor/Director                         | \$ | 72,100  |
| Clerical Personnel                          |    | 18,718  |
| Maintenance Personnel                       |    | 277,743 |
| Other Salaries and Wages                    |    | 58,236  |
| Social Security                             |    | 25,302  |
| Pensions                                    |    | 29,949  |
| Medical Insurance                           |    | 80,365  |
| Employer Medicare                           |    | 6,031   |
| Dues and Memberships                        |    | 475     |
| Laundry Service                             |    | 804     |
| Maintenance Agreements                      |    | 1,078   |
| Maintenance and Repair Services - Buildings |    | 50,717  |
| Maintenance and Repair Services - Equipment |    | 1,081   |
| Travel                                      |    | 694     |
| Other Contracted Services                   |    | 21,839  |
| Equipment and Machinery Parts               |    | 42,698  |
| Gasoline                                    |    | 12,215  |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Maintenance of Plant (Cont.)**

|                              |    |        |            |
|------------------------------|----|--------|------------|
| Uniforms                     | \$ | 5,316  |            |
| Software                     |    | 7,902  |            |
| Other Supplies and Materials |    | 53,916 |            |
| In Service/Staff Development |    | 569    |            |
| Administration Equipment     |    | 91,344 |            |
| Maintenance Equipment        |    | 38,089 |            |
| Total Maintenance of Plant   |    |        | \$ 897,181 |

**Transportation**

|                                             |    |         |
|---------------------------------------------|----|---------|
| Supervisor/Director                         | \$ | 75,100  |
| Mechanic(s)                                 |    | 160,670 |
| Bus Drivers                                 |    | 807,215 |
| Secretary(ies)                              |    | 34,925  |
| Other Salaries and Wages                    |    | 135,044 |
| Social Security                             |    | 70,007  |
| Pensions                                    |    | 77,494  |
| Medical Insurance                           |    | 402,011 |
| Employer Medicare                           |    | 16,373  |
| Laundry Service                             |    | 3,308   |
| Maintenance Agreements                      |    | 1,078   |
| Maintenance and Repair Services - Equipment |    | 298     |
| Maintenance and Repair Services - Vehicles  |    | 17,372  |
| Medical and Dental Services                 |    | 6,712   |
| Travel                                      |    | 1,022   |
| Other Contracted Services                   |    | 13,157  |
| Diesel Fuel                                 |    | 212,305 |
| Equipment and Machinery Parts               |    | 6,827   |
| Gasoline                                    |    | 11,271  |
| Lubricants                                  |    | 12,900  |
| Tires and Tubes                             |    | 27,384  |
| Uniforms                                    |    | 435     |
| Vehicle Parts                               |    | 89,534  |
| Software                                    |    | 15,707  |
| Other Supplies and Materials                |    | 8,649   |
| Vehicle and Equipment Insurance             |    | 92,080  |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Transportation (Cont.)**

|                              |    |           |              |
|------------------------------|----|-----------|--------------|
| In Service/Staff Development | \$ | 2,238     |              |
| Transportation Equipment     |    | 1,494,615 |              |
| Other Equipment              |    | 6,150     |              |
| Total Transportation         |    |           | \$ 3,801,881 |

## Operation of Non-Instructional Services

**Community Services**

|                                      |    |         |         |
|--------------------------------------|----|---------|---------|
| Teachers                             | \$ | 193,893 |         |
| Educational Assistants               |    | 5,208   |         |
| Social Security                      |    | 12,341  |         |
| Pensions                             |    | 11,905  |         |
| Employer Medicare                    |    | 2,887   |         |
| Travel                               |    | 429     |         |
| Instructional Supplies and Materials |    | 2,542   |         |
| Other Supplies and Materials         |    | 1,511   |         |
| In Service/Staff Development         |    | 30      |         |
| Other Charges                        |    | 24      |         |
| Total Community Services             |    |         | 230,770 |

**Early Childhood Education**

|                                      |    |         |  |
|--------------------------------------|----|---------|--|
| Supervisor/Director                  | \$ | 31,058  |  |
| Teachers                             |    | 305,366 |  |
| Clerical Personnel                   |    | 41,098  |  |
| Educational Assistants               |    | 130,565 |  |
| Certified Substitute Teachers        |    | 115     |  |
| Non-certified Substitute Teachers    |    | 2,520   |  |
| Social Security                      |    | 30,632  |  |
| Pensions                             |    | 36,398  |  |
| Medical Insurance                    |    | 96,642  |  |
| Employer Medicare                    |    | 7,176   |  |
| Communication                        |    | 390     |  |
| Travel                               |    | 2,885   |  |
| Food Supplies                        |    | 16,079  |  |
| Instructional Supplies and Materials |    | 10,575  |  |
| Other Supplies and Materials         |    | 3,683   |  |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Operation of Non-Instructional Services (Cont.)

**Early Childhood Education (Cont.)**

|                                 |    |       |            |
|---------------------------------|----|-------|------------|
| In Service/Staff Development    | \$ | 3,534 |            |
| Other Charges                   |    | 3,196 |            |
| Other Equipment                 |    | 1,710 |            |
| Total Early Childhood Education |    |       | \$ 723,622 |

## Capital Outlay

**Regular Capital Outlay**

|                              |    |        |        |
|------------------------------|----|--------|--------|
| Architects                   | \$ | 10,582 |        |
| Total Regular Capital Outlay |    |        | 10,582 |

## Other Debt Service

**Education**

|                                                 |    |         |         |
|-------------------------------------------------|----|---------|---------|
| Debt Service Contribution to Primary Government | \$ | 986,389 |         |
| Total Education                                 |    |         | 986,389 |

Total General Purpose School Fund

\$ 42,833,385

**School Federal Projects Fund**

## Instruction

**Regular Instruction Program**

|                                      |    |         |              |
|--------------------------------------|----|---------|--------------|
| Teachers                             | \$ | 839,853 |              |
| Educational Assistants               |    | 79,999  |              |
| Other Salaries and Wages             |    | 81,334  |              |
| Social Security                      |    | 59,218  |              |
| Pensions                             |    | 62,021  |              |
| Medical Insurance                    |    | 147,683 |              |
| Employer Medicare                    |    | 13,849  |              |
| Instructional Supplies and Materials |    | 95,781  |              |
| Other Supplies and Materials         |    | 32,672  |              |
| Regular Instruction Equipment        |    | 199,987 |              |
| Total Regular Instruction Program    |    |         | \$ 1,612,397 |

**Special Education Program**

|                        |    |         |  |
|------------------------|----|---------|--|
| Educational Assistants | \$ | 697,657 |  |
| Social Security        |    | 40,009  |  |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Instruction (Cont.)

**Special Education Program (Cont.)**

|                                      |    |         |              |
|--------------------------------------|----|---------|--------------|
| Pensions                             | \$ | 50,092  |              |
| Medical Insurance                    |    | 191,002 |              |
| Employer Medicare                    |    | 9,357   |              |
| Contracts with Private Agencies      |    | 22,714  |              |
| Instructional Supplies and Materials |    | 212     |              |
| Special Education Equipment          |    | 259     |              |
| Total Special Education Program      |    |         | \$ 1,011,302 |

**Career and Technical Education Program**

|                                              |    |        |         |
|----------------------------------------------|----|--------|---------|
| Instructional Supplies and Materials         | \$ | 3,614  |         |
| Software                                     |    | 27,344 |         |
| Other Supplies and Materials                 |    | 11,084 |         |
| Vocational Instruction Equipment             |    | 82,187 |         |
| Total Career and Technical Education Program |    |        | 124,229 |

## Support Services

**Other Student Support**

|                              |    |        |        |
|------------------------------|----|--------|--------|
| Other Salaries and Wages     | \$ | 4,000  |        |
| Social Security              |    | 248    |        |
| Pensions                     |    | 287    |        |
| Employer Medicare            |    | 58     |        |
| Other Contracted Services    |    | 5,000  |        |
| Other Supplies and Materials |    | 1,297  |        |
| In Service/Staff Development |    | 6,500  |        |
| Other Charges                |    | 28,931 |        |
| Total Other Student Support  |    |        | 46,321 |

**Regular Instruction Program**

|                                   |    |        |  |
|-----------------------------------|----|--------|--|
| Supervisor/Director               | \$ | 83,439 |  |
| Other Salaries and Wages          |    | 10,000 |  |
| Certified Substitute Teachers     |    | 1,663  |  |
| Non-certified Substitute Teachers |    | 4,140  |  |
| Social Security                   |    | 5,825  |  |
| Pensions                          |    | 6,023  |  |
| Medical Insurance                 |    | 12,156 |  |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Support Services (Cont.)

**Regular Instruction Program (Cont.)**

|                                   |    |        |            |
|-----------------------------------|----|--------|------------|
| Employer Medicare                 | \$ | 1,362  |            |
| Communication                     |    | 2,973  |            |
| Dues and Memberships              |    | 150    |            |
| Other Contracted Services         |    | 1,800  |            |
| Library Books/Media               |    | 9,962  |            |
| Other Supplies and Materials      |    | 1,779  |            |
| In Service/Staff Development      |    | 55,059 |            |
| Other Charges                     |    | 11,883 |            |
| Other Equipment                   |    | 8,271  |            |
| Total Regular Instruction Program |    |        | \$ 216,485 |

**Special Education Program**

|                                 |    |        |        |
|---------------------------------|----|--------|--------|
| Other Salaries and Wages        | \$ | 1,500  |        |
| Social Security                 |    | 93     |        |
| Pensions                        |    | 95     |        |
| Employer Medicare               |    | 22     |        |
| Communication                   |    | 97     |        |
| Contracts with Private Agencies |    | 45,342 |        |
| Evaluation and Testing          |    | 4,649  |        |
| Travel                          |    | 5,678  |        |
| Other Supplies and Materials    |    | 3,460  |        |
| In Service/Staff Development    |    | 2,795  |        |
| Other Equipment                 |    | 320    |        |
| Total Special Education Program |    |        | 64,051 |

**Career and Technical Education Program**

|                                              |    |       |       |
|----------------------------------------------|----|-------|-------|
| In Service/Staff Development                 | \$ | 3,524 |       |
| Total Career and Technical Education Program |    |       | 3,524 |

**Technology**

|                  |    |       |        |
|------------------|----|-------|--------|
| Cabling          | \$ | 5,484 |        |
| Other Equipment  |    | 5,986 |        |
| Total Technology |    |       | 11,470 |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Support Services (Cont.)

**Operation of Plant**

|                              |           |           |
|------------------------------|-----------|-----------|
| Other Supplies and Materials | \$ 20,176 |           |
| Other Charges                | 271       |           |
| Total Operation of Plant     |           | \$ 20,447 |

## Operation of Non-Instructional Services

**Food Service**

|                        |          |       |
|------------------------|----------|-------|
| Food Service Equipment | \$ 7,599 |       |
| Total Food Service     |          | 7,599 |

## Capital Outlay

**Regular Capital Outlay**

|                              |           |        |
|------------------------------|-----------|--------|
| Other Capital Outlay         | \$ 54,726 |        |
| Total Regular Capital Outlay |           | 54,726 |

|                                    |  |              |
|------------------------------------|--|--------------|
| Total School Federal Projects Fund |  | \$ 3,172,551 |
|------------------------------------|--|--------------|

**Central Cafeteria Fund**

## Operation of Non-Instructional Services

**Food Service**

|                                                |           |
|------------------------------------------------|-----------|
| Supervisor/Director                            | \$ 70,000 |
| Clerical Personnel                             | 51,470    |
| Cafeteria Personnel                            | 814,485   |
| Part-time Personnel                            | 154,341   |
| Educational Incentive - Other County Employees | 9,250     |
| Other Salaries and Wages                       | 33,768    |
| Social Security                                | 66,961    |
| Pensions                                       | 71,387    |
| Medical Insurance                              | 251,525   |
| Employer Medicare                              | 15,661    |
| Bank Charges                                   | 608       |
| Dues and Memberships                           | 1,743     |
| Maintenance and Repair Services - Equipment    | 25,584    |
| Transportation - Other than Students           | 24,641    |
| Travel                                         | 2,032     |
| Other Contracted Services                      | 13,903    |

(Continued)

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

Discretely Presented Giles County School Department (Cont.)

**Central Cafeteria Fund (Cont.)**

Operation of Non-Instructional Services (Cont.)

**Food Service (Cont.)**

|                              |              |                     |
|------------------------------|--------------|---------------------|
| Food Supplies                | \$ 1,410,674 |                     |
| Uniforms                     | 3,080        |                     |
| USDA - Commodities           | 215,397      |                     |
| Other Supplies and Materials | 81,573       |                     |
| Refunds                      | 37           |                     |
| In Service/Staff Development | 800          |                     |
| Food Service Equipment       | 120,141      |                     |
| Office Equipment             | 165          |                     |
| Total Food Service           |              | <u>\$ 3,439,226</u> |

|                              |  |              |
|------------------------------|--|--------------|
| Total Central Cafeteria Fund |  | \$ 3,439,226 |
|------------------------------|--|--------------|

**Internal School Fund**

Operation of Non-Instructional Services

**Community Services**

|                          |              |                     |
|--------------------------|--------------|---------------------|
| Other Charges            | \$ 1,915,676 |                     |
| Total Community Services |              | <u>\$ 1,915,676</u> |

|                            |  |           |
|----------------------------|--|-----------|
| Total Internal School Fund |  | 1,915,676 |
|----------------------------|--|-----------|

**Education Capital Projects Fund**

Capital Projects

**Education Capital Projects**

|                                  |           |                   |
|----------------------------------|-----------|-------------------|
| Consultants                      | \$ 11,500 |                   |
| Other Contracted Services        | 6,530     |                   |
| Building Improvements            | 28,917    |                   |
| Motor Vehicles                   | 112,560   |                   |
| Total Education Capital Projects |           | <u>\$ 159,507</u> |

|                                       |  |         |
|---------------------------------------|--|---------|
| Total Education Capital Projects Fund |  | 159,507 |
|---------------------------------------|--|---------|

**Other Education Capital Projects Fund**

Capital Projects

**Education Capital Projects**

|                                  |           |                     |
|----------------------------------|-----------|---------------------|
| Architects                       | \$ 44,082 |                     |
| Building Improvements            | 8,187,959 |                     |
| Total Education Capital Projects |           | <u>\$ 8,232,041</u> |

|                                             |  |                  |
|---------------------------------------------|--|------------------|
| Total Other Education Capital Projects Fund |  | <u>8,232,041</u> |
|---------------------------------------------|--|------------------|

|                                                           |  |                             |
|-----------------------------------------------------------|--|-----------------------------|
| Total Governmental Funds - Giles County School Department |  | <u><u>\$ 59,752,386</u></u> |
|-----------------------------------------------------------|--|-----------------------------|

## SINGLE AUDIT SECTION



JASON E. MUMPOWER  
*Comptroller*

**Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

Giles County Executive and  
Board of County Commissioners  
Giles County, Tennessee

To the County Executive 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 Giles County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Giles County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated November 19, 2025. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of Giles County School Department (a discretely presented component unit), as described in our report on Giles County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Giles County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Giles County's internal control. Accordingly, we do not express an opinion on the effectiveness of Giles County's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

## Report on Compliance and Other Matters

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

## Giles County's Responses to Findings

*Government Auditing Standards* requires the auditor to perform limited procedures on Giles County's responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Giles County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

## Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Giles 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

November 19, 2025

JEM/gc



JASON E. MUMPOWER  
*Comptroller*

**Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

Giles County Executive and  
Board of County Commissioners  
Giles County, Tennessee

To the County Executive and Board of County Commissioners:

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Giles County's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Giles County's major federal programs for the year ended June 30, 2025. Giles County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Giles County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits (*Government Auditing Standards*) issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance.) Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Giles County, Tennessee, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Giles County's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Giles County's federal programs.

## ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Giles County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for noncompliance resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Giles County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Giles County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Giles County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Giles County's internal control over compliance. Accordingly, no such opinion is expressed.

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

### **Report on Internal Control Over Compliance**

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

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

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

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

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

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

Very truly yours,

  
Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

November 19, 2025

JEM/gc

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

| Federal/Pass-through Agency/State<br>Grantor Program Title                                                  | Assistance<br>Listing<br>Number | Pass-through<br>Entity Identifying<br>Number | Amount<br>Passed-through<br>to Subrecipients | Expenditures        |
|-------------------------------------------------------------------------------------------------------------|---------------------------------|----------------------------------------------|----------------------------------------------|---------------------|
| U.S. Department of Agriculture:                                                                             |                                 |                                              |                                              |                     |
| Passed-through State Department of Agriculture:                                                             |                                 |                                              |                                              |                     |
| Child Nutrition Cluster: (4)                                                                                |                                 |                                              |                                              |                     |
| National School Lunch Program (Commodities - Noncash Assistance)                                            | 10.555                          | (3)                                          | \$ 0                                         | \$ 215,397 (5)      |
| National School Lunch Program (Commodities - Cash Assistance)                                               | 10.555                          | (3)                                          | 0                                            | 15,712 (5)          |
| Soil and Water Conservation                                                                                 | 10.902                          | (3)                                          | 0                                            | 12,000              |
| Passed-through State Department of Education:                                                               |                                 |                                              |                                              |                     |
| Child Nutrition Cluster: (4)                                                                                |                                 |                                              |                                              |                     |
| School Breakfast Program                                                                                    | 10.553                          | (3)                                          | 0                                            | 907,010             |
| National School Lunch Program                                                                               | 10.555                          | (3)                                          | 0                                            | 2,029,508 (5)       |
| Fresh Fruit and Vegetable Program                                                                           | 10.582                          | (3)                                          | 0                                            | 47,414              |
| Passed-through State Department of Health:                                                                  |                                 |                                              |                                              |                     |
| WIC Special Supplemental Nutrition Program for Women, Infants, and Children                                 | 10.557                          | GG2583854 (6)                                | 0                                            | 54,667              |
| Total U.S. Department of Agriculture                                                                        |                                 |                                              |                                              | <u>\$ 3,281,708</u> |
| U.S. Department of Housing and Urban Development:                                                           |                                 |                                              |                                              |                     |
| Passed-through State Department of Economic and Community Development:                                      |                                 |                                              |                                              |                     |
| COVID 19 - Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii          | 14.228                          | 33004-43524                                  | 0                                            | <u>\$ 163,482</u>   |
| Total U.S. Department of Housing and Urban Development                                                      |                                 |                                              |                                              | <u>\$ 163,482</u>   |
| U.S. Department of Transportation:                                                                          |                                 |                                              |                                              |                     |
| Passed-through State Department of Safety and Homeland Security:                                            |                                 |                                              |                                              |                     |
| Highway Safety Cluster: (4)                                                                                 |                                 |                                              |                                              |                     |
| State and Community Highway Safety                                                                          | 20.600                          | Z24THS111                                    | 0                                            | \$ 3,325            |
| Alcohol Open Container Requirements                                                                         | 20.607                          | Z25THS116                                    | 0                                            | 48,008              |
| Total U.S. Department of Transportation                                                                     |                                 |                                              |                                              | <u>\$ 51,333</u>    |
| U.S. Department of Treasury:                                                                                |                                 |                                              |                                              |                     |
| Passed-through State Department of Education:                                                               |                                 |                                              |                                              |                     |
| COVID 19 - Coronavirus State and Local Fiscal Recovery                                                      | 21.027                          | (3)                                          | 0                                            | \$ 58,643 (5)       |
| Passed-through State Department of Environment and Conservation:                                            |                                 |                                              |                                              |                     |
| COVID 19 - Coronavirus State and Local Fiscal Recovery                                                      | 21.027                          | (3) (7)                                      | 948,630                                      | 948,630 (5)         |
| Passed-through State Department of Health:                                                                  |                                 |                                              |                                              |                     |
| COVID 19 - Coronavirus State and Local Fiscal Recovery                                                      | 21.027                          | (3)                                          | 0                                            | 30,057 (5)          |
| Passed-through State Department of Economic and Community Development:                                      |                                 |                                              |                                              |                     |
| COVID 19 - Coronavirus Capital Projects Fund                                                                | 21.029                          | 33023-62425 (7)                              | 19,575                                       | 19,575              |
| Total U.S. Department of Treasury                                                                           |                                 |                                              |                                              | <u>\$ 1,056,905</u> |
| U.S. Department of Education:                                                                               |                                 |                                              |                                              |                     |
| Passed-through State Department of Education:                                                               |                                 |                                              |                                              |                     |
| Title I Grants to Local Educational Agencies                                                                | 84.010                          | (3)                                          | 0                                            | \$ 1,535,974        |
| Special Education Cluster (IDEA): (4)                                                                       |                                 |                                              |                                              |                     |
| Special Education - Grants to States                                                                        | 84.027                          | (3)                                          | 0                                            | 1,092,368           |
| Special Education - Preschool Grants                                                                        | 84.173                          | (3)                                          | 0                                            | 44,505              |
| Career and Technical Education - Basic Grants to States                                                     | 84.048                          | (3)                                          | 0                                            | 151,577             |
| Rural Education                                                                                             | 84.358                          | (3)                                          | 0                                            | 90,305              |
| Supporting Effective Instruction State Grants                                                               | 84.367                          | (3)                                          | 0                                            | 49,083              |
| Student Support and Academic Enrichment Program                                                             | 84.424                          | (3)                                          | 0                                            | 15,725              |
| COVID 19 - Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund (ESSER ARP) | 84.425U                         | (3)                                          | 0                                            | 1,187,582           |
| Passed-through Lawrence County, Tennessee, Board of Education:                                              |                                 |                                              |                                              |                     |
| English Language Acquisition State Grants                                                                   | 84.365                          | (3)                                          | 0                                            | 7,427               |
| Total U.S. Department of Education                                                                          |                                 |                                              |                                              | <u>\$ 4,174,546</u> |

(Continued)

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

| <b>Federal/Pass-through Agency/State<br/>Grantor Program Title</b>                                                                                                                                                            | <b>Assistance<br/>Listing<br/>Number</b> | <b>Pass-through<br/>Entity Identifying<br/>Number</b> | <b>Amount<br/>Passed-through<br/>to Subrecipients</b> | <b>Expenditures</b> |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------|-------------------------------------------------------|-------------------------------------------------------|---------------------|
| U.S. Department of Election Assistance Commission:<br>Passed-through Tennessee Secretary of State:<br>HAVA Election Security Grants                                                                                           | 90.404                                   | (3)                                                   | \$ 0                                                  | \$ 14,836           |
| Total U.S. Department of Election Assistance Commission                                                                                                                                                                       |                                          |                                                       |                                                       | <u>\$ 14,836</u>    |
| U.S. Department of Health and Human Services:<br>Passed-through State Department of Education:<br>COVID 19 - Public Health Emergency Response: Cooperative Agreement<br>for Emergency Response: Public Health Crisis Response | 93.354                                   | (3)                                                   | 0                                                     | \$ 1,088            |
| Passed-through State Department of Health:<br>COVID 19 - Immunization Cooperative Agreements                                                                                                                                  | 93.268                                   | (3)                                                   | 0                                                     | 7,810               |
| COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases                                                                                                                                                       | 93.323                                   | (3)                                                   | 0                                                     | 15,819              |
| Total U.S. Department of Health and Human Services                                                                                                                                                                            |                                          |                                                       |                                                       | <u>\$ 24,717</u>    |
| U.S. Department of Homeland Security:<br>Passed-through State Department of Military:<br>Hazard Mitigation Grant                                                                                                              | 97.039                                   | (3)                                                   | 0                                                     | \$ 77,923           |
| Emergency Management Performance Grants                                                                                                                                                                                       | 97.042                                   | 34101-33923                                           | 0                                                     | 23,999              |
| Homeland Security Grant Program                                                                                                                                                                                               | 97.067                                   | 34101-16023                                           | 0                                                     | 11,623              |
| Total U.S. Department of Homeland Security                                                                                                                                                                                    |                                          |                                                       |                                                       | <u>\$ 113,545</u>   |
| Total Expenditures of Federal Grants                                                                                                                                                                                          |                                          |                                                       |                                                       | <u>\$ 8,881,072</u> |
| <b>State Grants</b>                                                                                                                                                                                                           |                                          | <b>Contract<br/>Number</b>                            |                                                       |                     |
| Health Department Programs - State Department of Health                                                                                                                                                                       | N/A                                      | GG2583854 (6)                                         | \$                                                    | 191,080             |
| Conservation Technical Assistance - State Department of Agriculture                                                                                                                                                           | N/A                                      | (3)                                                   |                                                       | 9,000               |
| Early Childhood Education - State Department of Education                                                                                                                                                                     | N/A                                      | (3)                                                   |                                                       | 463,579             |
| Archives Development Grant - Tennessee State Library and Archives                                                                                                                                                             | N/A                                      | 30501-01525-05                                        |                                                       | 4,949               |
| Special Education Preschool Grant - State Department of Education                                                                                                                                                             | N/A                                      | (3)                                                   |                                                       | 47,637              |
| Public School Security Grant - State Department of Education                                                                                                                                                                  | N/A                                      | (3)                                                   |                                                       | 91,344              |
| Lottery for Education Afterschool Program - State Department of Education                                                                                                                                                     | N/A                                      | (3)                                                   |                                                       | 231,069             |
| State and Local Cybersecurity Grant Program - State Department of Finance<br>and Administration                                                                                                                               | N/A                                      | (3)                                                   |                                                       | 6,370               |
| Litter Program - State Department of Transportation                                                                                                                                                                           | N/A                                      | (3)                                                   |                                                       | 51,162              |
| Learning Camps Transportation - State Department of Education                                                                                                                                                                 | N/A                                      | (3)                                                   |                                                       | 33,106              |
| Summer Learning Camps - State Department of Education                                                                                                                                                                         | N/A                                      | (3)                                                   |                                                       | 297,632             |
| Innovative School Model - State Department of Education                                                                                                                                                                       | N/A                                      | (3)                                                   |                                                       | 519,445             |
| Mental Health Transport Grant - State Department of Finance and<br>Administration                                                                                                                                             | N/A                                      | (3)                                                   |                                                       | 20,973              |
| HAVA Election Security Grants - Tennessee Secretary of State                                                                                                                                                                  | N/A                                      | (3)                                                   |                                                       | 2,968               |
| Ambulance Service Equipment Grant - State Department of Health                                                                                                                                                                | N/A                                      | 34307-33125                                           |                                                       | 54,356              |
| Approach Safety Enhancements - City of Pulaski                                                                                                                                                                                | N/A                                      | (3)                                                   |                                                       | 10,000              |
| Hazard Mitigation Grant - State Department of Military                                                                                                                                                                        | N/A                                      | (3)                                                   |                                                       | 4,329               |
| Tennessee Law Enforcement Training, Hiring, and Recruitment Program -<br>State Department of Commerce and Insurance                                                                                                           | N/A                                      | (3)                                                   |                                                       | 13,500              |
| Tennessee Law Enforcement Training Academy Cost Sharing Grant - State<br>Department of Commerce and Insurance                                                                                                                 | N/A                                      | (3)                                                   |                                                       | 15,000              |
| School Resource Officer Program - State Department of Safety and<br>Homeland Security                                                                                                                                         | N/A                                      | (3)                                                   |                                                       | 600,000             |
| Courtroom Security Grant - State Administrative Office of the Courts                                                                                                                                                          | N/A                                      | (3)                                                   |                                                       | 65,346              |
| Litter Removal Grant - State Department of Transportation                                                                                                                                                                     | N/A                                      | (3)                                                   |                                                       | 54,979              |
| Juvenile Justice and Delinquency Prevention - State Department of<br>Children's Services                                                                                                                                      | N/A                                      | (3)                                                   |                                                       | 9,000               |
| Total State Grants                                                                                                                                                                                                            |                                          |                                                       | \$                                                    | <u>2,796,824</u>    |

(Continued)

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

ALN = Assistance Listing Number  
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.  
(2) Giles 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 \$3,215,041; Highway Safety Cluster total \$3,325; Special Education Cluster (IDEA) total \$1,136,873.  
(5) Total for ALN 10.555 is \$2,260,617; Total for ALN 21.027 is \$1,037,330.  
(6) Programs with passed-through entity identifying number GG2583854 are part of a multi-service contract.  
(7) SUBRECIPIENT AMOUNTS

| The following amounts were paid to subrecipients from the federal grants noted below: |        | Amount<br>Provided to<br>Subrecipients |
|---------------------------------------------------------------------------------------|--------|----------------------------------------|
| Subrecipient                                                                          | ALN    |                                        |
| Fairview Utility District                                                             | 21.027 | \$ 480,963                             |
| Minor Hill Utility District                                                           | 21.027 | 434,307                                |
| South Giles Utility District                                                          | 21.027 | 33,360                                 |
| Giles County Public Library                                                           | 21.029 | 19,575                                 |
| Total amounts provided to subrecipients                                               |        | <u>\$ 968,205</u>                      |

**GILES COUNTY, TENNESSEE**  
**Summary Schedule of Prior-year Findings**  
**For the Year Ended June 30, 2025**

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Giles County, Tennessee, for the year ended June 30, 2025.

**Prior-year Financial Statement Findings**

| Fiscal<br>Year                                             | Page<br>Number | Finding<br>Number | Title of Finding                                                                     | ALN | Current Status |
|------------------------------------------------------------|----------------|-------------------|--------------------------------------------------------------------------------------|-----|----------------|
| <b>OFFICES OF DIRECTOR OF SCHOOLS AND FINANCE DIRECTOR</b> |                |                   |                                                                                      |     |                |
| 2024                                                       | 183            | 2024-001          | The School Federal Projects Fund had a cash overdraft of \$210,984 on June 30, 2024. | N/A | Corrected      |
| <b>OFFICE OF DIRECTOR OF SCHOOLS</b>                       |                |                   |                                                                                      |     |                |
| 2024                                                       | 183            | 2024-002          | The office used a signature stamp to sign some time sheets.                          | N/A | Corrected      |
| <b>OFFICE OF ASSESSOR OF PROPERTY</b>                      |                |                   |                                                                                      |     |                |
| 2024                                                       | 184            | 2024-003          | The office used a signature stamp to sign some time sheets.                          | N/A | Corrected      |

**Prior-year Federal Awards Findings**

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

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**GILES COUNTY, TENNESSEE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2025**

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements:**

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

**Federal Awards:**

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

## PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

### OFFICES OF DIRECTOR OF SCHOOLS AND FINANCE DIRECTOR

#### FINDING 2025-001

#### **THE SCHOOL DEPARTMENT ENTERED INTO A LEASE AGREEMENT IN VIOLATION OF THE FINANCIAL MANAGEMENT ACT OF 1981** (Noncompliance Under *Government Auditing Standards*)

On October 22, 2024, the director of schools entered into a lease agreement totaling \$150,000 for the lease of office space without the participation of the county's finance director. Giles County operates under the County Financial Management System of 1981, which establishes a finance department overseen by a director of finance to administer the county's accounting, budgeting, and purchasing functions. Section 5-21-118(a), *Tennessee Code Annotated (TCA)*, establishes the finance director or an appointed deputy to serve as the county purchasing agent. Section 5-21-118(b)(1), *TCA*, states in part "rental of machinery, buildings, or equipment" are the responsibility of the director of finance, and Section 5-21-119(5)(F), *TCA*, states that the purchasing agent shall "issue purchase orders and contracts." Furthermore, the Tennessee Attorney General has opined (Opinion 89-76) that in counties operating under the provisions of the County Financial Management System of 1981, the board of education is authorized to determine the need for contract services and define the requirements; however, any resulting contract, except for employment contracts with necessary personnel, would be issued by the purchasing agent.

This deficiency is the result of a failure to follow the finance department's purchasing policies and state statutes and is the result of a lack of management oversight.

### RECOMMENDATION

All accounting, purchasing, and budget functions of the county should be administered by the finance department in compliance with provisions of the Financial Management Acts of 1981.

### MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

We concur with this finding. See corrective action plan.

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#### FINDING 2025-002

#### **THE OFFICE FAILED TO FILE GRANT DOCUMENTATION TIMELY** (Noncompliance Under *Government Auditing Standards*)

Funds related to a supporting postsecondary access in rural counties grant totaling \$25,677 were required to be returned to the grantor, Tennessee Higher Education Commission. The finance director advised auditors the refund resulted from expenditure reports not being submitted timely.

### RECOMMENDATION

Officials should take steps to ensure grants are properly monitored, and documentation is filed correctly and timely.

### MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

We concur with this finding. See corrective action plan.

### **PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

There were no findings and questioned costs related to federal awards for the year ended June 30, 2025.

**GILES COUNTY, TENNESSEE**  
**MANAGEMENT'S CORRECTIVE ACTION PLAN**  
**For the Year Ended June 30, 2025**

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Management's corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

| Finding<br>Number | Title of Finding | Corrective Action<br>Plan Page Number |
|-------------------|------------------|---------------------------------------|
|-------------------|------------------|---------------------------------------|

**OFFICE OF DIRECTOR OF SCHOOLS**

|          |                                                                                                            |     |
|----------|------------------------------------------------------------------------------------------------------------|-----|
| 2025-001 | The school department entered into a lease agreement in violation of the Financial Management Act of 1981. | 200 |
| 2025-002 | The office failed to file grant documentation timely.                                                      | 201 |



**100 B Disk Drive Pulaski, TN 38478 Phone: 931.363.4558 Fax: 931.363-8975**

Dr. Vickie Beard, Director of Schools

Knox Vanderpool, Chair, District 7

Richie Brewer, Vice Chair, District 5

Chris McAlister, District 1

Mary McCloud, District 2

LeAnn Gordon, District 3

Scooter Sumners, District 4

Willa Smith, District 6

#### Corrective Action Plan

FINDING: 2025-001 THE SCHOOL DEPARTMENT ENTERED INTO A LEASE  
AGREEMENT IN VIOLATION OF THE FINANCIAL MANAGEMENT ACT OF 1981

Response and Corrective Action Plan Prepared by:  
Beth Moore-Sumners, Director of Finance

Person Responsible for Implementing the Corrective Action:  
Beth Moore-Sumners, Director of Finance

Anticipated Completion Date of Corrective Action:  
Date: This has already been corrected.

Repeat Finding:  
No

Planned Corrective Action:  
We will follow all Financial Management Policies and guidelines going forward.

Signature: Vickie M Beard



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Willa Smith, District 6

### Corrective Action Plan

FINDING: 2025-002 THE OFFICE FAILED TO FILE GRANT DOCUMENTATION  
TIMELY

Response and Corrective Action Plan Prepared by:  
Beth Moore-Sumners, Director of Finance

Person Responsible for Implementing the Corrective Action:  
Beth Moore-Sumners, Director of Finance

Anticipated Completion Date of Corrective Action:  
Date: This has already been corrected.

Repeat Finding:  
No

Planned Corrective Action:  
We will follow all Financial Management policies and guidelines going forward  
and will establish stricter internal controls to ensure greater oversight.

Signature: Vickie M. Beard

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**APPENDIX D**

Form of Continuing Disclosure Agreement

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GILES COUNTY, TENNESSEE

\$8,500,000\* GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2026

CONTINUING DISCLOSURE AGREEMENT

This Continuing Disclosure Agreement (this “Disclosure Agreement”) is executed and delivered this \_\_\_\_ day of \_\_\_\_\_, 2026 by Giles County, Tennessee (the “Issuer”) in connection with the issuance of its \$8,500,000\* General Obligation Public Improvement Bonds, Series 2026 (the “Bonds”). The Issuer hereby covenants and agrees as follows:

SECTION 1. Purpose of and Authority for the Disclosure Agreement. This Disclosure Agreement is being executed and delivered by the Issuer for the benefit of the Registered Owners and the Beneficial Owners of the Bonds and in order to assist the Participating Underwriters in complying with Rule 15c2-12(b)(5) (the “Rule”) of the Securities and Exchange Commission (the “SEC”). This Disclosure Agreement is being executed and delivered by the Issuer under the authority of the Resolution.

SECTION 2. Definitions. In addition to the terms otherwise defined herein, the following capitalized terms shall have the following meanings:

“Beneficial Owner” shall mean any person who (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including persons holding Bonds through nominees, depositories or other intermediaries) or (b) is treated as the owner of any Bonds for federal income tax purposes.

“Fiscal Year” shall mean any period of twelve consecutive months adopted by the Issuer as its fiscal year for financial reporting purposes, and shall initially mean the period beginning on July 1 of each calendar year and ending June 30 of the following calendar year.

“MSRB” shall mean the Municipal Securities Rulemaking Board.

“Official Statement” shall mean the Official Statement of the Issuer, dated \_\_\_\_\_, 2026, relating to the Bonds.

“Participating Underwriters” shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with offering of the Bonds.

“Registered Owner” means any person who is identified as a holder of Bonds on the registration records maintained by or on behalf of the Issuer with respect to the Bonds.

“Resolution” shall mean the bond Resolution adopted by the Board of Commissioners of the Issuer on February 17, 2026.

“State” shall mean the State of Tennessee.

“State Repository” shall mean any public or private repository or entity designated by the State as a state repository for the purpose of the Rule.

SECTION 3. Continuing Disclosure. The Issuer hereby agrees to provide or cause to be provided the information set forth below:

(a) *Annual Financial Information*. For Fiscal Years ending on or after June 30, 2025, the Issuer shall provide annual financial information and operating data within 12 months after the end of the Fiscal Year. The annual financial information and operating data shall include:

(i) The Issuer's audited financial statements, prepared in accordance with generally accepted accounting principles, or, if the Issuer's audited financial statements are not available, then the Issuer's unaudited financial statements; and

(ii) To the extent not included in the audited financial statements, operating data of the type included under the following headings of the Official Statement, which data may be presented in a manner other than as set in the Official Statement:

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

(b) *Audited Financial Statements*. For Fiscal Years ending on or after June 30, 2025, the Issuer shall provide audited financial statements, prepared in accordance with generally accepted accounting principles, if and when available, if such audited financial statements are not included with the annual financial information described in subsection (a) above.

(c) *Event Notices*. The Issuer will provide notice of the following events relating to the Bonds in a timely manner, not in excess of ten business days after the occurrence of the event:

- (i) Principal and interest payment delinquencies;
- (ii) Non-payment related defaults, if material;
- (iii) Unscheduled draws on debt service reserves reflecting financial difficulties;
- (iv) Unscheduled draws on credit enhancements reflecting financial difficulties;
- (v) Substitution of credit or liquidity providers, or their failure to perform;
- (vi) Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds or other material events affecting the tax status of the Bonds;
- (vii) Modifications to rights of Bondholders, if material;

- (viii) Bond calls, if material, and tender offers;
- (ix) Defeasances (including disclosure as to whether the Bonds have been defeased to their maturity or to a preceding call date);
- (x) Release, substitution, or sale of property securing repayment of the securities, if material;
- (xi) Rating changes;
- (xii) Bankruptcy, insolvency, receivership or similar event of the obligated person;
- (xiii) The consummation of a merger, consolidation or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- (xiv) Appointment of a successor or additional trustee or the change of name of a trustee, if material;
- (xv) Incurrence of a financial obligation\* of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the Issuer, any of which affect security holders, if material; and
- (xvi) Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the Issuer, any of which reflect financial difficulties.

\* As used in subsections (xv) and (xvi), the term “financial obligation” means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term “financial obligation” does not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

(d) *Notice of Failure to File Annual Financial Information.* The Issuer will provide timely notice of its failure to provide the annual financial information described in subsection (a) above within the time frame prescribed by subsection (a).

(e) *Notice of Amendment of Disclosure Agreement.* The Issuer will provide timely notice of an amendment to this Disclosure Agreement pursuant to the terms of Section 5(a) below.

#### SECTION 4. Methods of Providing Information.

(a) All disclosures required by Section 3 shall be transmitted to the MSRB using the MSRB's Electronic Municipal Market Access System ("EMMA") or by such other method as may be subsequently determined by the MSRB.

(b) Information shall be provided to the MSRB in an electronic format as prescribed by the MSRB, either directly, or indirectly through an indenture trustee or a designated dissemination agent.

(c) All transmissions to the MSRB shall be accompanied by identifying information as prescribed by the MSRB.

(d) Any required disclosure may be incorporated by reference to other documents filed with the MSRB in the manner required by subsection (a) above. The Issuer shall clearly identify each such other document so incorporated by reference.

(e) All disclosures transmitted to the MSRB hereunder shall be simultaneously transmitted to any State Repository.

#### SECTION 5. Amendment.

This Disclosure Agreement may be amended or modified so long as: (i) any such amendments are not violative of any rule or regulation of the SEC or MSRB, or other federal or state regulatory body; (ii) the amendment may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the obligated person, or type of business conducted; (iii) this Disclosure Agreement, as amended, would have complied with the requirements of the Rule at the time of the primary offering of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and (iv) the amendment does not materially impair the interests of Beneficial Owners or Registered Owners, as determined either by parties unaffiliated with the Issuer (such as bond counsel), or by approving vote of the Beneficial Owners and Registered Owners pursuant to the terms of the Resolution at the time of the amendment.

(b) In the event of any amendment or modification to the financial information or operating data required to be filed pursuant to Section 3(a) above, the Issuer shall describe such amendment in the next filing pursuant to Section 3(a), and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or, in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the Issuer. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, the next filing pursuant to Section 3(a) or 3(b), as applicable, shall present a comparison (in narrative form and also, if feasible, in quantitative form) between the financial statements as prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

SECTION 6. Termination of Reporting Obligation. The Issuer's obligations under this Disclosure Agreement shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds.

SECTION 7. Additional Information. Nothing in this Disclosure Agreement shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Agreement or any other means of communication, in addition to that which is required by this Disclosure Agreement. If the Issuer chooses to include any information in any disclosure required hereunder, in addition to that which is specifically required by this Disclosure Agreement, the Issuer shall have no obligation under this Disclosure Agreement to update such information or include it in any future disclosure.

SECTION 8. Beneficiaries. This Disclosure Agreement shall inure solely to the benefit of the Registered Owners and Beneficial Owners from time to time of the Bonds, and shall create no rights in any other person or entity.

SECTION 9. Default. In the event of a failure of the Issuer to comply with any provision of this Disclosure Agreement, any Registered Owner or Beneficial Owner may take such actions as may be necessary and appropriate, including seeking specific performance by court order, to cause the Issuer to comply with its obligations under this Disclosure Agreement. A default under this Disclosure Agreement shall not be deemed a default under the Resolution, and the sole remedy under this Disclosure Agreement in the event of any failure of any party to comply with this Disclosure Agreement shall be an action to compel performance.

SECTION 10. Governing Law. This Disclosure Agreement shall be governed by and construed in accordance with the laws of the State.

SECTION 11. Severability. In case any one or more of the provisions of this Disclosure Agreement shall for any reason be held to be illegal or invalid, such illegality or invalidity shall not affect any other provision of this Disclosure Agreement, but this Disclosure Agreement shall be construed and enforced as if such illegal or invalid provision had not been contained herein.

GILES COUNTY, TENNESSEE

By: \_\_\_\_\_  
County Executive