

# ELIZABETHTON CITY SCHOOLS BOARD OF EDUCATION

## REGULAR SCHEDULED MEETING

*Thursday, December 16, 2021, @ 5:30 PM*

### Board Members

Eddie Pless | Phil Isaacs | Danny O'Quinn | Mike Wilson | Jamie Schaff | Maggie Cole (Student Liaison)

The Elizabethton Board of Education will meet on Thursday, December 16, 2021, at 5:30 PM in the Mack Pierce Board Room, 804 South Watauga Ave , Elizabethton, TN 37643.

#### 1. CALL TO ORDER

#### 2. MOMENT OF SILENCE

#### 3. PLEDGE TO THE FLAG

#### 4. APPROVE CONSENT AGENDA AND REGULAR AGENDA

#### 5. TIME FOR CITIZENS TO SPEAK

#### 6. SPECIAL RECOGNITION

A. Recognition of the State Cross-Country qualifiers and teams at West Side Elementary School.

B. Recognition of Ella Thompson, 2nd grader at West Side Elementary for completing a book collection where she donated over 375 books to the Betsy Book Bus. She initiated this collection as part of a service project for obtaining her black belt in Taekwondo. She currently trains at Olson's Martial Arts Academy and will be testing for her black belt on Friday, December 10, 2021. She loves to read and wanted to help in sharing that passion by collecting and donating books that will be distributed around the community. She sincerely thanks the public's generosity for giving and helping to make this possible.

C. Recognition of the T. A. Dugger Jr. High School football teams.

D. Recognition of the State Cross-Country qualifiers and teams at T. A. Dugger Jr. High School.

#### 7. CONSENT AGENDA

A. Minutes of Regular Meeting: November 16, 2021.

B. Approve General Purpose Fund Financial Statement, November 30, 2021.

C. Approve Federal Projects Fund Financial Statement, November 30, 2021.

D. Approve School Nutrition Fund Financial Statement, November 30, 2021.

E. Ratify creation of Aviation Program Coordinator in the amount of \$15,000.00.

F. Approve the Board of Education Audit Report for the Fiscal Year Ended June 30, 2021.

G. Approve the School Activity Funds Audit Report for the Fiscal Year Ended June 30, 2021.

H. Approve TAD students in Mr. Smithdeal's TAD Lead or TAD Elevate classes to travel to Arizona to participate in a service-learning and leadership trip, May 8, 2022, through May 15, 2022.

I. Approve EHS Softball Team to travel to Pikeville, Kentucky for a Softball Tournament on April 22, 2022.

The Elizabethton Board of Education provides for public participation during Board Business meetings under procedures established under ECS Policy 1.404. Board business meetings are no public forums; however, provision is made for public participation. To assure an orderly business meeting, the Board requires that an individual requesting to address Board members make that request giving the topic to the Superintendent or Board Chairman prior to the Board meeting. The Chairman shall determine if the request will be granted, the time allowed for the presentation, and (if there are numerous requests on the same subject), the Chairman may request a representative to speak on each side of the issue.

- J. Approve an Equipment Disposal Request from John Wright, Principal at West Side Elementary School, for the disposal of four old computer carts and two old bent computer tables to be recycled.
- K. Approve an Equipment Disposal Request from Travis Hurley, Principal at East Side Elementary School for the disposal of a 2013 laptop computer and an old blue chair to be recycled.
- L. Approve an Equipment Disposal Request from Brian Culbert, Director of CTE at Elizabethton High School for the disposal of a Powermatic 3Phase Banosaw, Rockwell Bench Grinder, and Powermatic 3Phase Table Saw to be recycled/trashed.
- M. Approve an Equipment Disposal Request from Joey Trent, Director of Technology, for the donation, recycling, and disposal of 162 Smartboards.
- N. Approve the Director of Schools to travel to Nashville, Tennessee for the TSBA Legislative and Legal Institute, to be held at the Doubletree Nashville Downtown on February 14-15, 2022.
- O. Approve the Director of Schools to travel to Nashville, Tennessee to attend the AASA Conference at the Music City Center on February 17-19, 2022.

## 8. REPORT - DIRECTOR OF SCHOOLS/BOARD MEMBERS

### A. Personnel Report

a. **NEW HIRES:** Jasmine Miller, Interim ARP-Sped Asst. at ESE, effective December 13, 2021; Dan Mills, P/T Aviation/Flight Instructor at EHS, effective November 17, 2021; Nancy Matherly, Lunchroom Monitor at ESE, effective November 18, 2021; Olivia Vaughn, ESP Student Leader at ESE, effective November 17, 2021; Paula Leonard, LPN Substitute, Systemwide, effective November 23, 2021; Sable Long, LPN Substitute, Systemwide, effective December 7, 2021.

**RETIRING:** Penny Roberson, Cafeteria Personnel at ES, effective January 4, 2022; Chris Hambrick, Teacher at EHS, effective January 3, 2021.

**ADDITIONAL POSITION:** Jason Clevinger, Asst. Wrestling Coach at TAD, effective November 30, 2021; Nancy Matherly, ESP Student Leader/Child Care Worker, Systemwide, effective December 7, 2021;

**TRANSFERS:** Marianne Isbister, from Educational Assistant at EHS, to Interim ARP-Sped Asst., effective November 15, 2021; Rebekah Hodge, from Educational Asst. at ESE to Interim ARP-Sped Assistant at ESE; Heather Hansen, from Educational Assistant at WSE to Interim ARP-Sped Assistant at WSE, effective November 15, 2021; Allisson Irick, from Educational Assistant at HME to Interim ARP-Sped Assistant, effective November 15, 2021; Lela Fasciano, from Cook at EHS, to Educational Assistant to the Teacher at ESE, effective November 19, 2021; Sarah Jones, from Educational Assistant at TAD, to Sped Assistant at TAD, effective November 15, 2021; Etta Pearman, from Cook at EHS to Cook at TAD, effective November 29, 2021; Carolyn Ayers, from Educational Asst. at ESE to Cafeteria Personnel at EHS, effective December 8, 2021.

**LEAVE OF ABSENCE:** Rachel Darnell from November 23, 2021, through January 28, 2022; Dustin Duncan, Community Partnership Director at EHS from November 29, 2021, through January 3, 2022; April Sutphin from November 17, 2021 through December 3, 2021.

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**RESIGNATIONS:** Donna Baird, Cafeteria Personnel at EHS, effective December 6, 2021; Ellie Dugger, Systemwide ESP Student Leader, effective December 29, 2021; Colbie Hopson, Systemwide ESP Student Leader, effective December 14, 2021; Adrianna Smith, Educational Asst. to the Teacher at EHS, effective December 1, 2021.

B. Director's Update

C. Board Member Reports

D. City Council Liaison's Report

E. Student Liaison's Report

**9. REGULAR AGENDA**

A. Approve creation of a stipend Coach position for the Naval Cadet Program in the amount of \$5,000.00.

B. Approve proposed Elizabethton City Schools K-12 Calendar for the 2022-2023 School Year.

C. Approve purchase of a 2022 Chevrolet Silverado 2500HD 4WD Crew Cab Work Truck from Freeland Automotive in the amount of \$37,080.00. This amount is based on State Contract Pricing.

**10. FOR YOUR INFORMATION**

**11. NEXT REGULARLY SCHEDULED BOARD MEETING**

A. The next regularly scheduled Board Meeting will be held on Thursday, January 20, 2022, at 5:30 p.m. in the Mack Pierce Board Room in the offices of the Elizabethton Board of Education, located at 804 S. Watauga Avenue, Elizabethton, Tennessee.

**12. ADJOURN**

ELIZABETHTON CITY SCHOOLS BOARD OF EDUCATION  
REGULAR SCHEDULED MEETING  
Tuesday, November 16, 2021 5:30 PM  
Mack Pierce Board Room

The Elizabethton Board of Education met in a regular meeting on Tuesday, November 16, 2021, at 5:30 PM, at Mack Pierce Board Room.

CALL TO ORDER

MOMENT OF SILENCE

PLEDGE TO THE FLAG

APPROVE CONSENT AGENDA AND REGULAR AGENDA

Motion was made by Danny O'Quinn, second by Jamie Schaff to approve the Consent and Regular Agendas. Motion carried.

Phil Isaacs: aye

Danny O'Quinn: aye

Eddie Pless: aye

Jamie Schaff: aye

Mike Wilson: aye

aye: 5, nay: 0

TIME FOR CITIZENS TO SPEAK

No citizens asked to appear before the Board.

SPECIAL RECOGNITION

Recognition of EHS Junior Gabriel Short who has been selected through competitive auditions to represent EHS and TMEA in the NafME NATIONAL HIGH SCHOOL HONOR CHOIR 2022.

Ms. Gouge and Dr. Minton acknowledged Gabriel's accomplishments both prior and current in achieving this honor.

Recognition of the Cross Country, Soccer, and Golf Teams at EHS.

Mr. Newman acknowledged both girls and boys Cross Country Teams in their accomplishments this season.

Mr. McClay acknowledged the Girls' soccer team in their accomplishments this season.

Mr. Hardin and Mr. Ensor acknowledged both girls' and boys' golf teams at EHS. Recognition of Carson Peters for his appearance and selection by Blake Shelton on The Voice.

Dr. Minton acknowledged Carson Peters in his recent appearance on The Voice. Carson also thanked everyone for their support.

### CONSENT AGENDA

Minutes of Regular meeting: October 21, 2021.

Approve General Purpose Fund Financial Statement, October 31, 2021.

Approve Federal Projects Fund Financial Statement, October 31, 2021.

Approve School Nutrition Fund Financial Statement, October 31, 2021.

Approve second reading of Board Policy 5.3052 COVID-19 Leave.

Approve second reading of revised Board Policy 6.500 Special Education Students.

Approve second reading of revised Board Policy 4.201 Class Size Ratios.

Approve second reading of revised Board Policy 5.302, Sick Leave.

Approve second reading of revised Board Policy 6.600, Student Records.

Approve second reading of revised Board Policy 5.701, Substitute Teachers.

Approve second reading of deletion of Board Policy 6.603, Student Records/Use of Records.

Approve rescinding Board Policy 1.8011.3, Employee Designations During Emergency Closure.

Approve the FY22 Consolidated Application Approval for IDEA/ESEA School Year 2021-2022.

Approve the Homeless 2.0 application for the 2022 Fiscal Year.

Approve the TN All Corps application.

Approve the ESSER 3.0 application.

Approve a State-Recognized Partnership Agreement between Elizabethton City Schools and The University of Tennessee, Knoxville for the 2021-2022 School Year. Approve an Equipment Disposal Request from Jon Minton, Principal at EHS, for the disposal of three Riso machines that no longer work.

Approve an Equipment Disposal Request from Brian Culbert, CTE Director for the disposal of 11 computers and 30 monitors that are not usable to be recycled by the Technology Department.

Approve an Equipment Disposal Request from Jon Minton, Principal at EHS, for the disposal of an RCA TV, Sanyo TV, black TV cart, four drawer filing cabinet, and a broken teacher desk to be thrown away.

Approve an Equipment Disposal Request from Brian Culbert, CTE Director for the disposal of two Brother copiers, one Samsung Coper, one Laminator and one Insignia television set, to be recycled by the Technology Department.

Approve Lindsey Kyker, Teacher at TAD, to conduct a comparative study of students' scores in 8th grade Algebra 1, using data from Mrs. Anderson's Algebra 1 students, including Benchmark 1 and 2 scores and Semester 1 grades, for graduate work at Milligan University.

Approve Lisa Horan, Instructional Assistant at Harold McCormick, to conduct research in obtaining her Master's Degree at Milligan University in the Grown Your Own program.

Approve travel for Richard VanHuss, Director of Schools to attend the 2021 TSBA Leadership Conference and Convention in Nashville, Tennessee, November 18-21, 2021.

## REPORT - DIRECTOR OF SCHOOLS/BOARD MEMBERS

### Personnel Report

NEW: Amy Hayden, Educational Asst. to the Teacher at TAD, effective October 26, 2021; Ella Barnes, ESP Student Leader (Systemwide), effective October 14, 2021, Jennifer Campbell, Cafeteria Personnel at TAD, effective November 5, 2021.

TRANSFER: Lela Fasciano, from Substitute Teacher to Cafeteria Personnel at EHS, effective November 2, 2021; Sheena Gardner, Cafeteria Manager at ESE, effective November 5, 2021.

ADDITIONAL POSITION: Jessica Ridley, Asst. Girl's Basketball Coach at TAD, effective October 29, 2021.

REHIRE: Victoria Silvestri, Teacher at ESE, effective November 1, 2021.

RESIGNATIONS: Lena Peters, P/T Cook at TAD, effective November 4, 2021;  
Glinia Creasey, Cafeteria Manager at ESE, effective November 8, 2021.

### Director's Update

What a group of kids to celebrate! The extracurricular part is huge at the high school and doesn't touch what's going on in the classrooms. ESSER 3.0 application is approved. TN All Corps Application, ARP Homeless 2.0 Application and Consolidated Application, were also approved. Continuing to work on 5-year strategic plan. More info after Christmas. Looking forward to TSBA Leadership and Convention at the end of this week. Glad to have Greg Bowers here tonight to discuss the EHS Teachers Memorial Scholarship. Elizabethton Alumni Association is moving at lightning speed. Thanks to Dr. Minton, Mr. Pless, Nicole Moore, Rusty Melton, and Dustin Hensley for getting us to this point. Angelee Murray is President, Jason Holly is Vice-President, Sara Presnell is Treasurer, Rachel Wagner is Secretary, also two other Board Members, Andrew McKeehan and Tim Broyles. Excited about the opportunity to bring graduates back together and students can feed off this. Mr. Thompson is going to share TCAP Data.

Accountability report and discussion.

Mr. Thompson discussed testing data.

Comparing data from 2019, 2020 and 2021. We took a loss because of Covid. Even with the drop we outperformed the State. Data shows how hard our teachers worked through the pandemic.

TCAP Participation Rate: 96%

Value Added: East Side scored 5's across the Board. We did very well within the State Rankings.

Chronic Absenteeism: Student misses 17-18 days (excused and unexcused) considered chronically absent. Considering how hard 2021 was, chronic absenteeism was only at 15.4% at the end of 2021 which was still below the State average. Additionally, our three elementary schools averaged only 6%.

### Board Member Reports

Will have good things to share after the Convention.

### City Council Liaison's Report

The City is in the process of purchasing the Summers Taylor Construction building. Keep tuned in we're very close on this project. Second round of voting next month. Loosening up some things. Did bring up forecasts regarding revised numbers and will forward those to Richard when he gets them. An excess of one million dollars over forecasted budget. If students need hours the park and rec could use them with the ice skating rink.

### Student Liaison's Report

Maggie has met with Dr. Minton and Ms. Ellis and is working on Coffee with a Counselor to have another opportunity for the students.

### REGULAR AGENDA

Approve first reading of revised Board Policy 4.212, Virtual Education Program. Motion was made by Danny O'Quinn, second by Jamie Schaff to approve the first reading of Board Policy 4.212, Virtual Education Program. Motion carried.

Phil Isaacs: aye

Danny O'Quinn: aye

Eddie Pless: aye

Jamie Schaff: aye

Mike Wilson: aye

aye: 5, nay: 0

Policy that outlines perimeters for virtual program and how we can utilize the program in ECS.

Approve Auditing Contracts with Blackburn, Childers & Steagall, PLC for the 2022 Fiscal Year for the Elizabethton Board of Education in the amount of \$21,200.00 and School Activity Funds in the amount of \$15,300.00.

Motion was made by Danny O'Quinn, second by Jamie Schaff to approve Letters of Engagement with Blackburn, Childers & Steagall, PLC for the 2022 Fiscal Year for the Elizabethton Board of Education in the amount of \$21,200.00 and School Activity Funds in the amount of \$15,300.00. Motion carried.

Phil Isaacs: aye

Danny O'Quinn: aye

Eddie Pless: aye

Jamie Schaff: aye

Mike Wilson: aye

aye: 5, nay: 0

Auditing Contracts for these funds. We're very appreciative for this firm, and they're very hands-on. Their guidance is essential.

Approve Reedy & Sykes Contract to complete architecture design for the baseball hitting facility.

Motion was made by Danny O'Quinn, second by Mike Wilson to approve Reedy & Sykes Contract to complete architecture design for the baseball hitting facility.

Motion carried.

Phil Isaacs: aye

Danny O'Quinn: aye

Eddie Pless: aye

Jamie Schaff: aye

Mike Wilson: aye

aye: 5, nay: 0

Discussions began with school system and park and rec building a shared facility.

Because of availability of the Summers Taylor property this property will be just for

ECS. Bulk of work was done and wouldn't make sense to change at this point. Still working with the City on a few things. Allows us now to finalize the drawings and put it out for bid. The City's portion would be \$24,800.00.

Approve the Director of Schools to enter into contract negotiations with Ricoh for copier services across the district, pending any required governmental approval.

Motion was made by Danny O'Quinn, second by Jamie Schaff to approve the Director of Schools to enter into contract negotiations with Ricoh for copier services across the district, pending any required governmental approval. Motion carried.

Phil Isaacs: aye

Danny O'Quinn: aye

Eddie Pless: aye

Jamie Schaff: aye

Mike Wilson: aye

aye: 5, nay: 0

Three companies bid on our copier needs. Ricoh, Kingsport Imaging Systems and Nova Tech (our current supplier) all bid on the contract. Ricoh was the low bidder, with \$30,000.00 in rebates also around \$20,000.00-\$25,000.00 per year in savings. We are leasing the devices. We will bring the final copy back to the Board for final approval.

Approve adding an Assistant Wrestling Coach for T. A. Dugger Jr. High School.

Motion was made by Danny O'Quinn, second by Jamie Schaff to approve adding an Assistant Wrestling Coach for T. A. Dugger Jr. High School. Motion carried.

Phil Isaacs: aye

Danny O'Quinn: aye

Eddie Pless: aye

Jamie Schaff: aye

Mike Wilson: aye

aye: 5, nay: 0

Participation level in Jr. High Wrestling is up to around 20 students.

Discussion and approval of new EHS Teachers Memorial Scholarship by Margaret Houghland.

Motion was made by Danny O'Quinn, second by Jamie Schaff to approve new EHS Teachers Memorial Scholarship by Margaret Houghland. Motion carried.

Phil Isaacs: aye

Danny O'Quinn: aye

Eddie Pless: aye

Jamie Schaff: aye

Mike Wilson: aye

aye: 5, nay: 0

Mr. Greg Bowers addressed the Board with Margaret Houghland, the Class of 1957. The EHS Teachers Memorial Scholarship. Ms. Houghland is donating a sizable amount of seed money for a scholarship to be known as the EHS Teachers Memorial Scholarship. This scholarship will be to honor the memory of teachers past and those who remain. Funds will be used for a student or students who intend to pursue a post secondary education. Ms. Houghland expects there will be numerous other contributions from other EHS Alumni and their family members and friends, and members of our community who support the causes promoted by the Scholarship. EHS teachers will be selected each year to be remembered. Those teachers to be recognized this year are Anna Kinch and June Harrell.

Margaret Houghland spoke to the Board and stated she hoped the Scholarship Fund would amass \$100,000.00 in the next three years.

Discussion of COVID-19 Protocols.

Motion was made by Danny O'Quinn, second by Jamie Schaff to remove the mask procedures and suspend quarantine guidelines pending additional guidance from the Tennessee Department of Health. Motion carried.

Phil Isaacs: aye

Danny O'Quinn: aye

Eddie Pless: aye

Jamie Schaff: aye

Mike Wilson: aye

aye: 5, nay: 0

We encourage individuals to wear a mask if they choose to do so. No enforcement in that.

Mr. O'Quinn made a motion that we remove the mask procedures and suspend quarantine guidelines pending additional guidance from the Tennessee Department of Health.

FOR YOUR INFORMATION

NEXT REGULARLY SCHEDULED BOARD MEETING

The next regularly scheduled Board Meeting will be held on Thursday, December 16, 2021, at 5:30 p.m. in the Mack Pierce Board Room in the offices of the Elizabethton Board of Education, located at 804 S. Watauga Avenue, Elizabethton, Tennessee.

ADJOURN

Motion was made by Danny O'Quinn to adjourn the meeting. Motion carried.

Phil Isaacs: aye

Danny O'Quinn: aye

Eddie Pless: aye

Jamie Schaff: aye

Mike Wilson: aye

aye: 5, nay: 0

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Chairman of the Board  
Schools

Director of

			2021-22	2021-22	2021-22	2021-22	Unencumbered	November
	Acct		Original Budget	Revised Budget	FYTD Activity	FYTD %	Balance - YTD Act	2021-22
								Monthly Activity
141 R 40110	000	CURRENT PROPERTY TAX	3,325,000.00	3,325,000.00	48,877.06	1.47	3,276,122.94	48,877.06
141 R 40120	000	TRUSTEE'S COLLECTIONS - PRIOR	83,000.00	83,000.00	10,256.90	12.36	72,743.10	4,551.25
141 R 40130	000	CIR CLK/CLK & MASTER COLLECTIO	18,500.00	18,500.00	4,871.65	26.33	13,628.35	194.89
141 R 40140	000	INTEREST AND PENALTY	24,000.00	24,000.00	5,645.49	23.52	18,354.51	603.93
141 R 40162	000	PAYMENTS IN LIEU OF TAXES-LOCA	62,500.00	62,500.00	0.00	0.00	62,500.00	0.00
141 R 40163	000	PAYMENTS IN LIEU OF TAXES - OT	4,000.00	4,000.00	0.00	0.00	4,000.00	0.00
141 R 40210	000	LOCAL OPTION SALES TAX	2,700,000.00	2,700,000.00	450,128.77	16.67	2,249,871.23	214,981.78
141 R 40275	000	MIXED DRINK TAX	18,000.00	18,000.00	6,657.99	36.99	11,342.01	1,568.00
141 R 40320	000	BANK EXCISE TAX	30,550.00	30,550.00	0.00	0.00	30,550.00	0.00
141 R 41110	000	MARRIAGE LICENSES	600.00	600.00	209.37	34.90	390.63	58.62
141 R 43511	000	TUITION - REGULAR DAY STUDENTS	300,000.00	300,000.00	200,385.92	66.80	99,614.08	0.00
141 R 43513	000	TUITION - SUMMER SCHOOL	750.00	750.00	0.00	0.00	750.00	0.00
141 R 43517	000	TUITION - OTHER	222,552.00	222,552.00	73,212.65	32.90	149,339.35	13,303.59
141 R 44110	000	INVESTMENT INCOME	10,000.00	10,000.00	1,545.72	15.46	8,454.28	304.93
141 R 44120	000	LEASE/RENTALS	1,000.00	1,000.00	0.00	0.00	1,000.00	0.00
141 R 44170	000	MISCELLANEOUS REFUNDS	0.00	0.00	4,047.83	0.00	-4,047.83	665,185.94
141 R 44990	000	OTHER LOCAL REVENUES	200.00	200.00	1,047.34	523.67	-847.34	0.00
141 R 46511	000	BASIC EDUCATION PROGRAM	15,199,000.00	15,199,000.00	6,092,800.00	40.09	9,106,200.00	1,523,200.00
141 R 46515	000	EARLY CHILDHOOD EDUCATION	404,779.00	404,779.00	97,979.40	24.21	306,799.60	0.00
141 R 46550	000	DRIVER EDUCATION	6,500.00	6,500.00	0.00	0.00	6,500.00	0.00
141 R 46590	000	OTHER STATE EDUCATION FUNDS	92,000.00	92,000.00	3,921.65	4.26	88,078.35	0.00
141 R 46610	000	CAREER LADDER PROGRAM	41,359.00	41,359.00	17,471.36	42.24	23,887.64	17,471.36
141 R 46980	000	OTHER STATE GRANTS	160,560.00	160,560.00	0.00	0.00	160,560.00	0.00
141 R 46990	000	OTHER STATE REVENUES	113,000.00	113,000.00	0.00	0.00	113,000.00	0.00
141 R 48610	000	DONATIONS	25,200.00	25,200.00	280.02	1.11	24,919.98	-5,000.00
141 R 49800	000	OPERATING TRANSFERS	30,882.00	30,882.00	0.00	0.00	30,882.00	0.00
141 R 49810	000	CITY GENERAL FUND TRANSFER	2,400,000.00	2,400,000.00	1,000,000.00	41.67	1,400,000.00	200,000.00
<b>Grand Revenue Totals</b>			<b>25,273,932.00</b>	<b>25,273,932.00</b>	<b>8,019,339.12</b>	<b>31.73</b>	<b>17,254,592.88</b>	<b>2,685,301.35</b>

Number of Accounts: 34

\*\*\*\*\* End of report \*\*\*\*\*

	Acct	2021-22	2021-22	2021-22	2021-22	Unencumbered	November
		Original Budget	Revised Budget	FYTD Activity	FYTD %	Balance - YTD Act	2021-22 Monthly Activity
141 E 71100	REGULAR INSTRUCTION PROGRAM	11,389,838.00	11,389,838.00	3,244,759.00	28.49	8,145,079.00	737,181.15
141 E 71200	SPECIAL EDUCATION PROGRAM	2,065,538.00	2,065,538.00	562,078.32	27.21	1,501,111.28	183,959.87
141 E 71300	VOCATIONAL EDUCATION PROGRAM	1,075,195.00	1,075,195.00	287,834.28	26.77	781,507.54	89,299.02
141 E 71400	STUDENT BODY EDUCATION PROGRAM	363,460.00	363,460.00	274,262.75	75.46	89,197.25	116,589.68
141 E 72110	ATTENDANCE	96,240.00	96,240.00	38,944.75	40.47	57,295.25	5,302.66
141 E 72120	HEALTH SERVICES	378,352.00	378,352.00	101,671.67	26.87	275,908.46	33,151.27
141 E 72130	OTHER STUDENT SUPPORT	1,109,378.00	1,109,378.00	297,282.02	26.80	809,995.98	37,567.75
141 E 72210	REGULAR INSTRUCTION PROGRAM	980,138.00	980,138.00	396,218.16	40.42	580,381.24	76,145.80
141 E 72220	SPECIAL EDUCATION PROGRAM	358,159.00	358,159.00	120,434.41	33.63	236,629.01	28,232.49
141 E 72230	VOCATIONAL EDUCATION PROGRAM	152,998.00	152,998.00	58,172.68	38.02	94,825.32	12,775.00
141 E 72250	TECHNOLOGY	619,790.00	619,790.00	285,231.63	46.02	326,988.07	130,381.25
141 E 72310	BOARD OF EDUCATION	499,485.00	499,485.00	296,394.83	59.34	193,597.09	8,349.98
141 E 72320	OFFICE OF THE SUPERINTENDENT	367,418.00	367,418.00	151,643.54	41.27	199,846.42	25,385.09
141 E 72410	OFFICE OF THE PRINCIPAL	1,655,558.00	1,655,558.00	521,707.62	31.51	1,133,350.38	122,296.84
141 E 72510	FISCAL SERVICES	366,770.00	366,770.00	160,006.50	43.63	201,836.20	28,236.63
141 E 72610	OPERATION OF PLANT	1,574,160.00	1,574,160.00	699,776.52	44.45	868,127.87	124,213.19
141 E 72620	MAINTENANCE OF PLANT	884,780.00	884,780.00	439,007.54	49.62	279,840.04	104,368.86
141 E 72710	TRANSPORTATION	590,030.00	590,030.00	178,122.32	30.19	266,251.98	41,436.53
141 E 73100	FOOD SERVICE	27,314.00	27,314.00	0.00	0.00	27,314.00	0.00
141 E 73300	COMMUNITY SERVICES	221,552.00	221,552.00	61,368.13	27.70	156,851.87	6,660.40
141 E 73400	EARLY CHILDHOOD EDUCATION	404,779.00	404,779.00	130,281.64	32.19	274,251.26	31,597.47
141 E 76100	REGULAR CAPITAL OUTLAY	92,000.00	92,000.00	112,563.40	122.35	-385,346.40	0.00
141 E 99100	OPERATING TRANSFERS	1,000.00	1,000.00	0.00	0.00	1,000.00	0.00
<b>Grand Expense Totals</b>		<b>25,273,932.00</b>	<b>25,273,932.00</b>	<b>8,417,761.71</b>	<b>33.31</b>	<b>16,115,839.11</b>	<b>1,943,130.93</b>

Number of Accounts: 518

\*\*\*\*\* End of report \*\*\*\*\*

		2021-22	2021-22	2021-22	2021-22	Unencumbered	November 2021-22	
<u>Acct</u>		<u>Original Budget</u>	<u>Revised Budget</u>	<u>FYTD Activity</u>	<u>FYTD %</u>	<u>Balance - YTD Act</u>	<u>Monthly Activity</u>	
142 R 47141	OCA	TITLE 1 GRANTS TO LOCAL EDUC A	135,456.00	135,456.00	45,858.25	33.85	89,597.75	10,805.99
142 R 47189	OCA	EISENHOWER PROF DEVELOPMENT ST	12,000.00	12,000.00	4,597.19	38.31	7,402.81	1,397.72
142 R 47131	OCP	VOCATIONAL EDUC - BASIC GRANTS	43,355.00	43,355.00	17,917.55	41.33	25,437.45	2,820.13
142 R 47143	OID	SPECIAL EDUCATION - GRANTS TO	576,045.00	576,045.00	145,432.23	25.25	430,612.77	48,984.08
142 R 47145	OPS	SPECIAL EDUCATION PRESCHOOL GR	15,299.00	15,299.00	0.00	0.00	15,299.00	0.00
142 R 47141	OT1	TITLE 1 GRANTS TO LOCAL EDUC A	625,023.00	625,023.00	193,337.44	30.93	431,685.56	68,973.25
142 R 47590	OT1	OTHER FEDERAL THROUGH STATE	60,113.00	60,113.00	18,346.37	30.52	41,766.63	6,366.10
142 R 47189	OT2	EISENHOWER PROF DEVELOPMENT ST	89,668.00	89,668.00	21,712.07	24.21	67,955.93	9,746.31
142 R 47590	OVR	OTHER FEDERAL THROUGH STATE	43,390.00	43,390.00	8,824.64	20.34	34,565.36	2,455.93
142 R 47147	21C	SAFE AND DRUG-FREE SCHOOLS-ST	145,334.00	145,334.00	33,821.48	23.27	111,512.52	0.00
142 R 47143	890	SPECIAL EDUCATION - GRANTS TO	40,000.00	40,000.00	14,882.10	37.21	25,117.90	2,811.34
142 R 47307	931	ESSER 2.0	0.00	0.00	18,429.37	0.00	-18,429.37	18,429.37
142 R 47307	932	ESSER 2.0	1,695,244.00	1,695,244.00	626,161.18	36.94	1,069,082.82	626,161.18
142 R 47401	933	ESSER 3.0	2,480,135.00	2,480,135.00	212,568.54	8.57	2,267,566.46	212,568.54
142 R 47301	CRS	ESSER-CARES ACT	0.00	0.00	93,991.52	0.00	-93,991.52	23,940.00
142 R 47309	LSG	Literacy Stipend Grant	0.00	0.00	98,000.00	0.00	-98,000.00	0.00
142 R 47141	T1N	TITLE 1 GRANTS TO LOCAL EDUC A	27,175.00	27,175.00	13,576.89	49.96	13,598.11	3,982.91
<b>Grand Revenue Totals</b>			<b>5,988,237.00</b>	<b>5,988,237.00</b>	<b>1,567,456.82</b>	<b>26.18</b>	<b>4,420,780.18</b>	<b>1,039,442.85</b>

Number of Accounts: 17

\*\*\*\*\* End of report \*\*\*\*\*

		2021-22	2021-22	2021-22	2021-22	Unencumbered	November 2021-22
	Acct	Original Budget	Revised Budget	FYTD Activity	FYTD %	Balance - YTD Act	Monthly Activity
142 E 71100	REGULAR INSTRUCTION PROGRAM	1,429,294.00	1,429,294.00	1,025,938.87	71.78	305,850.54	854,708.40
142 E 71200	SPECIAL EDUCATION PROGRAM	591,344.00	591,344.00	145,432.23	24.59	445,911.77	48,984.08
142 E 71300	VOCATIONAL EDUCATION PROGRAM	26,157.00	26,157.00	16,079.33	61.47	1,619.51	1,000.00
142 E 72120	HEALTH SERVICES	40,000.00	40,000.00	28,000.00	70.00	12,000.00	4,000.00
142 E 72130	OTHER STUDENT SUPPORT	96,889.00	96,889.00	53,168.35	54.88	29,911.52	28,696.16
142 E 72210	REGULAR INSTRUCTION PROGRAM	320,904.00	320,904.00	111,260.64	34.67	208,913.78	51,598.05
142 E 72220	SPECIAL EDUCATION PROGRAM	40,000.00	40,000.00	14,882.10	37.21	25,117.90	3,434.34
142 E 72230	VOCATIONAL EDUCATION PROGRAM	1,948.00	1,948.00	275.35	14.14	1,484.26	0.00
142 E 72250	TECHNOLOGY	68,985.00	68,985.00	22,365.90	32.42	46,619.10	5,753.24
142 E 72410	OFFICE OF THE PRINCIPAL	0.00	0.00	0.00	0.00	0.00	-4,514.89
142 E 73300	COMMUNITY SERVICES	142,834.00	142,834.00	59,668.03	41.77	83,165.97	18,146.53
142 E 76100	REGULAR CAPITAL OUTLAY	3,200,000.00	3,200,000.00	96,065.94	3.00	3,089,197.00	96,065.94
142 E 99100	OPERATING TRANSFERS	29,882.00	29,882.00	0.00	0.00	29,882.00	0.00
<b>Grand Expense Totals</b>		<b>5,988,237.00</b>	<b>5,988,237.00</b>	<b>1,573,136.74</b>	<b>26.27</b>	<b>4,279,673.35</b>	<b>1,107,871.85</b>

Number of Accounts: 190

\*\*\*\*\* End of report \*\*\*\*\*

			2021-22	2021-22	2021-22	2021-22	Unencumbered	November 2021-22
	Acct		Original Budget	Revised Budget	FYTD Activity	FYTD %	Balance - YTD Act	Monthly Activity
143 R 43522	000	LUNCH PAYMENTS - ADULTS	21,825.00	21,825.00	5,269.45	24.14	16,555.55	2,184.90
143 R 43525	000	A LA CARTE SALES	30,750.00	30,750.00	10,905.84	35.47	19,844.16	2,582.64
143 R 43990	000	OTHER CHARGES FOR SERVICES	13,000.00	13,000.00	2,160.13	16.62	10,839.87	0.00
143 R 44110	000	INVESTMENT INCOME	2,000.00	2,000.00	198.11	9.91	1,801.89	17.86
143 R 46520	000	SCHOOL FOOD SERVICE	10,000.00	10,000.00	0.00	0.00	10,000.00	0.00
143 R 47111	000	USDA SCHOOL LUNCH PROGRAM	615,000.00	615,000.00	474,277.39	77.12	140,722.61	122,271.61
143 R 47112	000	USDA COMMODITIES	93,500.00	93,500.00	36,031.49	38.54	57,468.51	14,167.13
143 R 47113	000	USDA BREAKFAST	370,000.00	370,000.00	220,020.92	59.47	149,979.08	68,141.29
143 R 47114	000	USDA - ESP SNACK PROGRAM	18,000.00	18,000.00	60,157.14	334.21	-42,157.14	1,675.00
143 R 47115	000	USDA FOOD SERVICE EQUIPMENT GR	0.00	0.00	0.00	0.00	0.00	0.00
Grand Revenue Totals			1,174,075.00	1,174,075.00	809,020.47	68.91	365,054.53	211,040.43

Number of Accounts: 36

\*\*\*\*\* End of report \*\*\*\*\*

		2021-22	2021-22	2021-22	2021-22	Unencumbered	November	2021-22
	Acct	Original Budget	Revised Budget	FYTD Activity	FYTD %	Balance - YTD Act	Monthly Activity	
143 E 73100 --- --- ----- ---	FOOD SERVICE	1,174,075.00	1,174,075.00	543,143.61	46.26	630,931.39	144,705.99	
Grand Expense Totals		1,174,075.00	1,174,075.00	543,143.61	46.26	630,931.39	144,705.99	

Number of Accounts: 83

\*\*\*\*\* End of report \*\*\*\*\*

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON,**  
**TENNESSEE)**

**FINANCIAL STATEMENTS**

**AND SUPPLEMENTAL INFORMATION**

**For the Fiscal Year Ended June 30, 2021**

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**FINANCIAL STATEMENTS**  
**AND SUPPLEMENTARY INFORMATION**  
**For the Fiscal Year Ended June 30, 2021**

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
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**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
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**SECTION I**

**INTRODUCTORY SECTION**

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**LIST OF ELECTED AND APPOINTED OFFICIALS**  
**June 30, 2021**

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**Elected Officials - as of June 30, 2021**

Chair	Eddie Pless
Vice-Chair	Phil Isaacs
Board Member	Danny O'Quinn
Board Member	Jamie Bass Schaff
Board Member	Mike Wilson

**Appointed Officials and Directors - as of June 30, 2021**

Director of Schools	Richard VanHuss
Assistant Director of Schools for Academics	Dr. Myra Newman
Director of Technology, Facilities, and Transportation	Joey Trent
Assistant Director of Schools for Operations and Title IX Coordinator	John Hutchins
Director of Business and Fiscal Management	Beth Wilson, MBA
Director of Special Education & RTI	Josh Boatman
Director of Wandell Early Learning, Attendance, Accountability, Pre-K - 12 Testing, and Virtual Learning	Travis Thompson

**SECTION II**  
**FINANCIAL SECTION**

## INDEPENDENT AUDITORS' REPORT

To the Director of Schools  
and School Board Members  
Elizabethton City Schools  
Elizabethton, Tennessee

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities and each major fund of the Elizabethton City Schools, a component unit of the City of Elizabethton, Tennessee, as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Elizabethton City Schools' basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Elizabethton City School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Elizabethton City Schools, a component unit of the City of Elizabethton, Tennessee, as of June 30, 2021, and the respective changes in financial position and the respective budgetary comparison for each fund for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Change in Accounting Principle***

The Elizabethton City Schools adopted the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities* (GASB 84). As a result of the implementation of GASB 84, the Elizabethton City Schools reported a new special revenue fund and a restatement of beginning net position for the change in accounting principle, as described in Note 1 to the financial statements. Our opinion is not modified with respect to the restatement.

### ***Emphasis of Matter***

We draw attention to Note 5 to the financial statements, which describes a restatement to the beginning Elizabethton City Schools' net position totaling \$1,098,375 on the Statement of Activities and a restatement to the Internal School Funds fund balance totaling \$1,098,375. These restatements were necessary because of the transitional requirements of GASB Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

### ***Other Matters***

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and pension and OPEB schedules as listed in the table of contents on pages 5-10 and pages 76-84 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Elizabethton City Schools' basic financial statements. The introductory section, and the schedule of expenditures of state awards, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The schedules of expenditures of federal and state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules of expenditures of federal and state awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2021, on our consideration of the Elizabethton City Schools' 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 the Elizabethton City Schools' 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 the Elizabethton City Schools' internal control over financial reporting and compliance.

*Blackburn, Childers & Steagall, P.C.*

BLACKBURN, CHILDERS & STEAGALL, PLC  
Johnson City, Tennessee

November 29, 2021

**ELIZABETHTON CITY SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2021**

This section of the Elizabethton Board of Education's (the Board's) annual financial report presents the discussion and analysis of the Board's financial performance during the fiscal year ending June 30, 2021. Please read it in conjunction with the Board's financial statements, which immediately follow this section.

**Financial Highlights**

The financial status of the Board increased during the year mainly due to the increase in pension asset and inclusion of the internal school funds. The Board's Net Position increased by 20.8%.

- The total Unrestricted/Unassigned General Purpose fund balance increased by \$105,508; the total School Nutrition fund increased by \$10,195; and the Federal Projects fund remained constant.
- New equipment was purchased for the CTE department from grant funds.
- A Convection Steamer was purchased with USDA Equipment Grant funds.
- The Re-Roofing of T.A. Dugger Junior High School was completed.
- An energy project for all schools was completed.
- Bipolar Ionization was completed for designated areas.
- An upgrade to all security systems was in progress.
- The remodel for protected entrances at three locations was in progress.
- Interior Renovations at T. A. Dugger were in progress.
- Other capital projects were in the planning phase.

**Overview of the Financial Statements**

This annual report consists of these parts: management's discussion and analysis (this section), the basic financial statements, required supplementary information and supplementary information. The basic financial statements include two kinds of statements that present different views of the school system:

- The first two statements are government-wide financial statements that provide both short-term and long-term information about the Board's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the school system, reporting the system's operations in more detail than the government-wide statements.

**ELIZABETHTON CITY SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2021**

***Government-Wide Statements***

The government-wide statements report information about the school system as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the Board's assets, deferred outflows, liabilities and deferred inflows. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash was received or paid.

The two government-wide statements report the Board's net assets and how they have changed. Net position, the difference between the Board's assets, deferred outflows, liabilities and deferred inflows, are one way to measure the Board's financial health or position.

- Over time, increases or decreases in the Board's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the Board's overall health, additional nonfinancial factors such as changes in enrollment and the condition of school buildings and other facilities, need to be considered.

In the government-wide financial statements, the Board's activities are reported as Governmental Activities. The Board has no business-type activities.

Governmental Activities: Includes the Board's basic services, such as regular and special education, transportation, child nutrition, and administration as well as the internal school funds.

***Fund Financial Statements***

The fund financial statements provide more detailed information about the Board's funds, focusing on its most significant or "major" funds, not the school system as a whole. Funds are accounting devices the school system uses to keep track of specific resources of funding and spending on particular programs.

- Governmental funds: All of the school system's services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in or out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the school system's programs.

**ELIZABETHTON CITY SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2021**

**Financial Analysis of the Board as a Whole**

**Condensed Statement of Net Position**

	<u>Governmental Activities</u>		Total % Change <u>2020-2021</u>
	<u>2020</u>	<u>2021</u>	
Current and Other Assets	\$ 7,008,852	8,864,315	26.5%
Capital Assets	19,730,829	21,119,577	7.0%
Net Pension Asset	<u>3,123,986</u>	<u>2,372,657</u>	-24.1%
Total Assets	<u>29,863,667</u>	<u>32,356,549</u>	8.3%
Deferred Outflows of Resources	<u>3,720,611</u>	<u>4,523,773</u>	21.6%
Current Liabilities	1,219,080	1,123,325	-7.9%
Long-Term Liabilities	<u>6,121,365</u>	<u>6,918,920</u>	13.0%
Total Liabilities	<u>7,340,445</u>	<u>8,042,245</u>	9.6%
Deferred Inflows of Resources	<u>7,060,584</u>	<u>5,661,508</u>	-19.8%
Net Investment in Capital Assets	19,730,829	21,119,577	7.0%
Restricted	3,462,931	3,905,466	12.8%
Unrestricted	<u>(4,010,511)</u>	<u>(1,848,474)</u>	-53.9%
Total Net Position	<u>\$ 19,183,249</u>	<u>23,176,569</u>	20.8%

**Net Position**

The Board's Total Assets increased during the 2020-2021 fiscal year by 8.3%. Liabilities increased by 9.6%. There was a significant increase in Capital Assets due to the completion of several projects. Some of these projects were funded by bond proceeds from the City of Elizabethton. More detailed information regarding pensions can be accessed in the Notes and Supplementary Information sections of the audit report.

The Board's financial position is the product of many factors. Significant factors in 2020-2021 were the receipt of bond funds from the City of Elizabethton and the receipt of Elementary and Secondary Emergency Relief funding. There were also some increases related to the COVID-19 school schedule alterations and the increase in USDA funding for the School Nutrition program.

**ELIZABETHTON CITY SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2021**

**Changes in Net Position from Operating Results**

	<u>Governmental Activities</u>		Total % Change <u>2020-2021</u>
	<u>2020</u>	<u>2021</u>	
Revenues			
Program Revenues			
Charges for Services	\$ 653,637	2,147,437	228.5%
Operating Grants	5,946,608	7,579,199	27.5%
Capital Grants	179,496	1,174,340	100.0%
General Revenues			
Property Taxes	3,231,266	3,324,929	2.9%
Other Taxes	3,084,028	2,903,511	-5.9%
State Revenues	14,157,635	14,869,672	5.0%
Other	70,821	69,184	-2.3%
Total Revenues	<u>27,323,491</u>	<u>32,068,272</u>	17.4%
Expenses			
Instruction	15,465,578	16,124,116	4.3%
Support Services	9,770,660	9,940,291	1.7%
Food Service	1,099,140	1,051,267	-4.4%
Community Services	145,457	1,664,153	1044.1%
Early Childhood Education	402,084	393,500	-2.1%
Total Expenses	<u>26,882,919</u>	<u>29,173,327</u>	8.5%
Increase (Decrease) in Net Position	440,572	2,894,945	
Beginning Net Position, Unadjusted	<u>18,742,677</u>	<u>19,183,249</u>	
Prior Period Adjustment	-	1,098,375	
Net Position, Adjusted	<u>18,742,677</u>	<u>20,281,624</u>	
Ending Net Position	<u>\$ 19,183,249</u>	<u>23,176,569</u>	

The total cost of all programs and services increased 8.5% to \$29.1 million. The Board's expenses are predominately related to instruction of K-12 students and support services for educators (89.3% of total costs). The operation of food service, community service and early childhood service programs accounted for 10.7% of the expenditures.

**Governmental Activities**

Revenues for the Board's governmental activities increased by 17.4%, and total expenses increased by 8.5%. The inclusion of the Internal School Funds included an addition of \$1,667,549 of revenues to Community Services and a total of \$1,613,898 of expenses to Community Services. There was a prior period adjustment for the addition of the Internal School Funds. Net Position of the Board increased by \$2,894,945 or 20.8%.

**ELIZABETHTON CITY SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2021**

**Financial Analysis of the Board's Funds**

The financial performance of the Board as a whole is reflected in its governmental funds as well. As the Board completed the year, its governmental funds reported combined fund balances of \$4,372,877, which were more than last year's ending fund balances of \$2,535,443. This increase is mainly due to sales tax revenue received was more than projected and savings from staffing shortages due to COVID-19, and the inclusion of the Internal School Funds as a special revenue fund starting in the 2020-2021 fiscal year.

The Board's governmental funds experienced revenues and other sources more than expenditures in 2021 as follows:

General Purpose	\$	675,213
Child Nutrition	\$	10,195
Federal Projects	\$	0
Internal School Funds	\$	53,651

**Budgetary Highlights**

Over the course of the year, the Board revised the annual operating budget. These budget amendments fall into three categories:

- To adjust federal monies to the grants awarded
- To budget reserves and reappropriate monies to areas of need
- To increase/decrease revenues as received

Although the Board's final budget for the general fund anticipated \$26,431,722 of revenues and other sources would be received, the Board actually received \$58,055 less than anticipated. This amount is mostly due to the loss of tuition revenue for the afterschool program due to COVID-19 schedule alterations. The Board budgeted \$26,962,299 of expenditures. The actual expenditures of \$25,722,994 were \$1,239,305 under budget.

**Capital Asset and Debt Administration**

At the end of 2021, the Elizabethton City Schools had invested \$21.1 million in a broad range of capital assets, including school buildings, athletic facilities, computer equipment, and school vehicles (mainly buses). This amount represents an increase of \$1,388,748 or 7.0% from last year. (More detailed information about assets can be found in the notes to the financial statements.) Total depreciation expense for the year totaled \$754,056, while building improvements and additions to equipment amounted to \$1,304,773 (net of decreases).

**ELIZABETHTON CITY SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2021**

**Capital Assets (Net of Depreciation)**

	<u>Governmental Activities</u>		Total % Change <u>2020-2021</u>
	<u>2020</u>	<u>2021</u>	
Land	\$ 303,700	303,700	0.0%
Construction In Progress	663,392	747,367	12.7%
Buildings	17,886,528	19,295,331	7.9%
Equipment and Vehicles	<u>877,209</u>	<u>773,179</u>	-11.9%
Total Assets	<u>\$ 19,730,829</u>	<u>21,119,577</u>	7.0%

The Board's fiscal year 2021 capital expenditures consisted of the purchase of a welder and CNC router for the CTE department, a convection steamer for West Side Elementary Cafeteria, the completion of re-roofing at T. A. Dugger Junior High School, the completion of security upgrades for all locations, the completion of an energy project for all locations, and completion of bipolar ionization at designated areas. Construction in Progress included the expenditures for protected entrances at Elizabethton High School, Harold McCormick Elementary and East Side Elementary and interior renovations at T. A. Dugger High School.

**Factors Impacting the Future of the School System and Board**

Ensuring that students and teachers have appropriate and adequate resources and technology available to meet the goals set for academic achievement during a global pandemic

Providing all students with appropriate academic intervention

Providing for the safety and security of our students

Securing funding for additional classrooms at T. A. Dugger Junior High School

Continuing to make improvements as an XQ Super High School

Continued repairs to aging facilities

**Contacting the Board's Financial Management**

This financial report is designed to provide the Board's citizens, taxpayers, customers, investors, and creditors with a general overview of the Board's finances and to demonstrate the Board's accountability for the funds it receives. If you have questions about this report or need additional financial information, contact the Office of Business and Fiscal Management, Elizabethton Board of Education, 804 South Watauga Avenue, Elizabethton, Tennessee 37643.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**STATEMENT OF NET POSITION**  
**June 30, 2021**

	Governmental Activities
<b>ASSETS</b>	
Cash	\$ 3,585,358
Restricted Cash - Scholarships and Memorials	255,786
Restricted Investments - TCRS Stabilization Reserve	179,039
Accounts Receivable	27,715
Due from Other Governments	1,378,395
Due from Carter County	3,386,258
Inventories	39,982
Prepaid Assets	11,782
Capital Assets Not Being Depreciated	
Land	303,700
Construction in Progress	747,367
Capital Assets, Net of Accumulated Depreciation	
Buildings	19,295,331
Equipment	773,179
Net Pension Asset - Teacher Retirement Plan and Legacy Plan	2,372,657
Total Assets	32,356,549
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Outflows Related to OPEB	2,010,788
Deferred Outflows Related to Pensions	2,512,985
Total Deferred Outflows of Resources	4,523,773
<b>LIABILITIES</b>	
Accounts Payable	1,105,179
Long-Term Liabilities	
Due Within One Year	18,146
Due Within More Than One Year:	
Compensated Absences	90,702
OPEB Liability	5,993,754
Net Pension Liability	834,464
Total Liabilities	8,042,245
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred Revenues - Current Property Tax	3,350,759
Deferred Inflows Related to OPEB	1,171,538
Deferred Inflows Related to Pensions	1,139,211
Total Deferred Inflows of Resources	5,661,508
<b>NET POSITION</b>	
Investment in Capital Assets	21,119,577
Restricted for Internal School Funds	1,152,026
Restricted for Operations	380,783
Restricted for Net Pension Asset	2,372,657
Unrestricted	(1,848,474)
Total Net Position	\$ 23,176,569

See accompanying notes to the basic financial statements.



**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**June 30, 2021**

	General Purpose School Fund	School Federal Projects Fund	School Nutrition Fund	Internal School Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash	\$ 2,291,664	60,878	352,320	880,496	3,585,358
Restricted Cash - Scholarships and Memorials	-	-	-	255,786	255,786
Restricted Investments - TCRS Stabilization Reserve	179,039	-	-	-	179,039
Accounts Receivable	5,832	-	17,921	3,962	27,715
Due from Other Governments	1,344,786	16,138	17,471	-	1,378,395
Due from Carter County	3,386,258	-	-	-	3,386,258
Due from Other Funds	1,643	-	-	-	1,643
Inventories	-	-	39,982	-	39,982
Prepaid Assets	-	-	-	11,782	11,782
<b>TOTAL ASSETS</b>	<b>\$ 7,209,222</b>	<b>77,016</b>	<b>427,694</b>	<b>1,152,026</b>	<b>8,865,958</b>
<b>LIABILITIES</b>					
Accounts Payable	\$ 1,047,435	52,016	5,728	-	1,105,179
Due to Other Funds	-	-	1,643	-	1,643
<b>Total Liabilities</b>	<b>1,047,435</b>	<b>52,016</b>	<b>7,371</b>	<b>-</b>	<b>1,106,822</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Revenues - Current Property Tax	3,350,759	-	-	-	3,350,759
Deferred Revenues - Unavailable	35,500	-	-	-	35,500
<b>Total Deferred Inflows of Resources</b>	<b>3,386,259</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,386,259</b>
<b>FUND BALANCES</b>					
<b>NonSpendable</b>					
Inventories	-	-	39,982	-	39,982
Prepaid Assets	-	-	-	11,782	11,782
<b>Committed for</b>					
Connie Baker Computer Lab	3,800	-	-	-	3,800
Education	-	25,000	-	-	25,000
<b>Restricted for</b>					
Instruction	442	-	-	-	442
Operations of Noninstructional Program	-	-	380,341	-	380,341
Internal School Funds	-	-	-	1,140,244	1,140,244
<b>Assigned to</b>					
Archiving	5,000	-	-	-	5,000
After School	25,833	-	-	-	25,833
Back to School Bash	7,386	-	-	-	7,386
Band Instruments	40,000	-	-	-	40,000
Betsy Book Bus	11,699	-	-	-	11,699
Capital Outlay	1,326,000	-	-	-	1,326,000
Community Involvement	14,353	-	-	-	14,353
CTE Supplies	35,450	-	-	-	35,450
Drivers' Education Car	20,000	-	-	-	20,000
Equipment, Non-SNP	59,271	-	-	-	59,271
Technology	125,000	-	-	-	125,000
Unassigned	1,101,294	-	-	-	1,101,294
<b>Total Fund Balances</b>	<b>2,775,528</b>	<b>25,000</b>	<b>420,323</b>	<b>1,152,026</b>	<b>4,372,877</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 7,209,222</b>	<b>77,016</b>	<b>427,694</b>	<b>1,152,026</b>	<b>8,865,958</b>

See accompanying notes to the basic financial statements.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**June 30, 2021**

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Total Fund Balances - Governmental Funds	\$ 4,372,877
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>	
Capital assets used in governmental activities are not financial resources and therefore, are not reported as assets in governmental funds. The cost of the assets is \$36,599,138 and the accumulated depreciation is (\$15,479,561).	21,119,577
Revenue, for amounts not received during the period of availability, is not considered "available" and has been deferred in the funds.	35,500
OPEB benefits represent liabilities of the School that are not due and payable in the current period and, therefore, are not reported in the governmental funds. This amount is the net OPEB liability, net of deferred inflows and deferred outflows.	(5,154,504)
Long-term pension retirement plans are not due and payable in the current period and, therefore, are not reported in the governmental funds. This amount is the net pension asset (liability), net of deferred inflows and deferred outflows.	2,911,967
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds.	<u>(108,848)</u>
Total Net Position - Governmental Activities	\$ 23,176,569

See accompanying notes to the basic financial statements.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**For the Fiscal Year Ended June 30, 2021**

	General Purpose School Fund	School Federal Projects Fund	School Nutrition Fund	Internal School Funds	Total Governmental Funds
<b>REVENUES</b>					
Payments from County and City	\$ 9,826,658	-	-	-	9,826,658
Revenue from State of Tennessee	16,030,577	-	9,819	-	16,040,396
Revenue from Federal Government	-	3,000,437	1,008,366	-	4,008,803
Charges for Services	446,885	-	33,003	-	479,888
Investment Earnings	35,286	-	277	-	35,563
Other Local Revenues	34,261	-	-	1,667,549	1,701,810
<b>Total Revenues</b>	<b>26,373,667</b>	<b>3,000,437</b>	<b>1,051,465</b>	<b>1,667,549</b>	<b>32,093,118</b>
<b>EXPENDITURES</b>					
Instruction	14,817,235	1,850,788	-	-	16,668,023
Support Services	8,762,111	678,557	-	-	9,440,668
Food Services	39,114	-	1,041,270	-	1,080,384
Community Services	51,647	-	-	-	51,647
Early Childhood Education	404,399	-	-	-	404,399
Capital Outlay	1,648,488	446,552	-	-	2,095,040
Community Services - Other Charges	-	-	-	1,613,898	1,613,898
<b>Total Expenditures</b>	<b>25,722,994</b>	<b>2,975,897</b>	<b>1,041,270</b>	<b>1,613,898</b>	<b>31,354,059</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	650,673	24,540	10,195	53,651	739,059
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	24,540	-	-	-	24,540
Transfers Out	-	(24,540)	-	-	(24,540)
<b>Total Other Financing Sources (Uses)</b>	<b>24,540</b>	<b>(24,540)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>675,213</b>	<b>-</b>	<b>10,195</b>	<b>53,651</b>	<b>739,059</b>
<b>FUND BALANCES, JULY 1, 2020</b>	<b>2,100,315</b>	<b>25,000</b>	<b>410,128</b>	<b>-</b>	<b>2,535,443</b>
Prior Period Adjustment	-	-	-	1,098,375	1,098,375
<b>FUND BALANCE, JULY 1, 2020, RESTATED</b>	<b>2,100,315</b>	<b>25,000</b>	<b>410,128</b>	<b>1,098,375</b>	<b>3,633,818</b>
<b>FUND BALANCES, JUNE 30, 2021</b>	<b>\$ 2,775,528</b>	<b>25,000</b>	<b>420,323</b>	<b>1,152,026</b>	<b>4,372,877</b>

See accompanying notes to the basic financial statements.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**For the Fiscal Year Ended June 30, 2021**

Total Net Change in Fund Balances - Governmental Funds \$ 739,059

Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays subject to the Board's capitalization policy of \$2,143,772 exceeds depreciation expense of \$754,056. 1,389,716

The net effect of various transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position. (968)

Because some property taxes and grants will not be collected for several months after the fiscal year end, they are not considered "available" revenues and are deferred in the governmental funds. Deferred tax revenues increased by this amount for the current fiscal year. (23,878)

In the Statement of Activities, certain operating expenses such as compensated absences, are measured by the amounts earned during the fiscal year. In the governmental funds however, expenditures for these items are measured by the amount of financial resources used. Compensated absences changed by this amount for the current fiscal year. (10,504)

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. This is the net amount of the change in Deferred Outflows of Resources Related to Pensions \$480,691, change in Deferred Inflows of Resources Related to Pensions \$1,732,073, and the change in Net Pension Asset (Liability) (\$1,131,540). 1,081,224

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. This is the net amount of the change in Deferred Outflows of Resources Related to OPEB \$322,471, change in Deferred Inflows of Resources Related to OPEB (\$177,189), and the change in Net OPEB Liability (\$424,986). (279,704)

Change in Net Position of Governmental Activities \$ 2,894,945

See accompanying notes to the basic financial statements.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**GENERAL PURPOSE SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>REVENUES</b>				
<b>PAYMENTS FROM COUNTY AND CITY</b>				
Carter County				
Local Sales Tax	\$ 2,318,000	2,668,000	2,828,440	160,440
County Property Tax	3,292,000	3,492,000	3,406,191	(85,809)
Other Local Tax	30,550	18,550	17,687	(863)
City of Elizabethton				
Contributions	2,400,000	3,574,340	3,574,340	-
Total Payments from County and City	<u>8,040,550</u>	<u>9,752,890</u>	<u>9,826,658</u>	<u>73,768</u>
<b>INTERGOVERNMENTAL REVENUES</b>				
State of Tennessee				
Basic Education Program	14,346,000	14,833,113	14,833,113	-
Driver's Education	6,500	7,250	7,251	1
Career Ladder Program	41,359	41,359	36,559	(4,800)
Early Childhood Education	404,779	405,034	405,034	-
Other State Education Funds	260,540	768,699	748,620	(20,079)
Total Intergovernmental Revenues	<u>15,059,178</u>	<u>16,055,455</u>	<u>16,030,577</u>	<u>(24,878)</u>
<b>MISCELLANEOUS REVENUES</b>				
Tuition	533,302	570,502	446,885	(123,617)
Rental of School Property	1,000	1,000	100	(900)
Interest Income	20,000	7,500	35,286	27,786
Donations	25,200	42,675	32,885	(9,790)
Marriage Licenses	600	600	547	(53)
Other Local Revenues	200	1,100	729	(371)
Total Miscellaneous Revenues	<u>580,302</u>	<u>623,377</u>	<u>516,432</u>	<u>(106,945)</u>
<b>TOTAL REVENUES</b>	<u>23,680,030</u>	<u>26,431,722</u>	<u>26,373,667</u>	<u>(58,055)</u>

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**GENERAL PURPOSE SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>EXPENDITURES</b>				
<b>Instruction</b>				
<b>Instruction - Regular Instruction</b>				
Teachers	7,173,400	7,489,600	7,469,324	20,276
Career Ladder Program	24,000	24,000	19,840	4,160
Homebound Teachers	25,000	25,500	22,096	3,404
Educational Assistants	236,200	266,875	253,360	13,515
Other Salaries and Wages	195,000	301,000	293,721	7,279
Certified Substitute Teachers	20,000	20,000	350	19,650
Non-Certified Substitute Teachers	115,000	115,000	40,470	74,530
Social Security	475,563	501,406	475,511	25,895
State Retirement	718,071	738,646	737,812	834
Life Insurance	13,433	13,658	13,484	174
Medical Insurance	1,320,900	1,353,950	1,315,082	38,868
Dental Insurance	51,350	52,650	50,897	1,753
Medicare	110,333	116,434	112,218	4,216
Other Post-Employment Benefit Payments	68,200	68,200	68,088	112
TCRS Stabilization Payments	28,075	37,957	-	37,957
Other Contracted Services	29,000	29,000	23,758	5,242
Instructional Supplies	130,500	147,795	143,817	3,978
Software	-	41,159	41,159	-
Textbooks	301,485	311,300	311,300	-
Other Supplies and Materials	66,620	86,120	85,837	283
Equipment and Furniture	-	5,500	5,124	376
<b>Total Instruction - Regular Instruction</b>	<b>11,102,130</b>	<b>11,745,750</b>	<b>11,483,248</b>	<b>262,502</b>
<b>Instruction - Special Education</b>				
Teachers	858,600	886,525	885,476	1,049
Career Ladder Program	1,000	1,000	1,000	-
Homebound Teachers	2,000	2,000	-	2,000
Educational Assistants	347,225	394,975	364,838	30,137
Speech Pathologist	161,225	165,075	165,051	24
Certified Substitute Teachers	2,500	2,500	-	2,500
Non-Certified Substitute Teachers	20,000	20,000	2,611	17,389
Social Security	85,337	89,637	82,750	6,887
State Retirement	115,306	119,871	122,467	(2,596)
Life Insurance	2,365	2,365	2,365	-
Medical Insurance	263,300	264,150	258,042	6,108
Dental Insurance	10,625	10,675	10,313	362
Medicare	19,015	20,140	19,664	476
Other Post-Employment Benefit Payments	16,500	16,500	16,388	112

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**GENERAL PURPOSE SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>EXPENDITURES (CONTINUED)</b>				
Instruction (Continued)				
Instruction - Special Education (Continued)				
TCRS Stabilization Payments	6,225	6,485	-	6,485
Contracts with Other Public Agencies	12,425	12,425	8,555	3,870
Contracts with Private Agencies	40,000	65,000	57,560	7,440
Instructional Supplies	12,000	12,250	12,155	95
Other Supplies and Materials	2,000	3,750	3,629	121
Special Education Equipment	5,000	10,850	10,268	582
Total Instruction - Special Education	<u>1,982,648</u>	<u>2,106,173</u>	<u>2,023,132</u>	<u>83,041</u>
Instruction - Vocational Education				
Teachers	685,000	706,500	702,599	3,901
Certified Substitute Teachers	1,000	1,000	-	1,000
Non-Certified Substitute Teachers	14,000	14,000	6,709	7,291
Social Security	44,000	44,820	40,820	4,000
State Retirement	61,550	62,800	62,779	21
Life Insurance	1,170	1,260	1,260	-
Medical Insurance	131,225	131,525	125,407	6,118
Dental Insurance	5,015	5,215	4,594	621
Medicare	9,850	10,050	9,511	539
Other Post-Employment Benefit Payments	5,900	5,900	5,853	47
TCRS Stabilization Payments	6,300	6,425	-	6,425
Maintenance and Repair - Equipment	2,500	2,500	1,488	1,012
Instructional Supplies	24,000	24,000	15,581	8,419
Other Supplies and Charges	1,000	11,200	10,903	297
Total Instruction - Vocational Education	<u>992,510</u>	<u>1,027,195</u>	<u>987,504</u>	<u>39,691</u>
Instruction - Student Body				
Other Salaries and Wages	244,000	265,000	264,681	319
Social Security	15,075	16,135	15,965	170
State Retirement	21,750	21,850	17,186	4,664
Life Insurance	45	45	45	-
Medical Insurance	6,660	6,660	6,532	128
Dental Insurance	315	315	307	8
Employer Medicare	3,500	3,765	3,735	30
TCRS Stabilization Payments	2,500	2,500	-	2,500
Other Supplies and Materials	4,400	4,400	4,400	-
Other Charges	10,500	10,500	10,500	-
Total Instruction - Student Body	<u>308,745</u>	<u>331,170</u>	<u>323,351</u>	<u>7,819</u>
<b>Total Instruction Expenditures</b>	<u><b>14,386,033</b></u>	<u><b>15,210,288</b></u>	<u><b>14,817,235</b></u>	<u><b>393,053</b></u>
Support Services				
Student Services - Attendance				
Supervisor/Director	1,500	1,500	1,500	-
Secretary(ies)	44,800	45,800	45,803	(3)
Social Security	2,850	2,915	2,917	(2)
State Retirement	4,415	4,515	4,510	5
Life Insurance	45	45	45	-
Medical	7,550	7,550	7,428	122
Dental	315	315	300	15

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**GENERAL PURPOSE SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>EXPENDITURES (CONTINUED)</b>				
<b>Support Services (Continued)</b>				
<b>Student Services - Attendance (Continued)</b>				
Medicare	650	665	682	(17)
Other Supplies and Materials	2,000	2,000	279	1,721
Travel	3,500	3,500	1,130	2,370
Other Contracted Services	13,600	20,300	20,274	26
<b>Total Student Services - Attendance</b>	<b>81,225</b>	<b>89,105</b>	<b>84,868</b>	<b>4,237</b>
<b>Student Services - Health Services</b>				
Supervisor/Director	59,770	43,265	43,266	(1)
Medical Personnel	187,550	207,800	204,565	3,235
Social Security	15,305	15,328	14,846	482
State Retirement	24,785	24,311	22,962	1,349
Life Insurance	450	450	450	-
Medical Insurance	61,630	64,565	62,546	2,019
Dental Insurance	2,530	2,655	2,556	99
Medicare	3,540	3,578	3,472	106
Travel	750	750	586	164
Other Contracted Services	500	30	-	30
Other Supplies and Materials	6,945	30,430	30,570	(140)
Other Charges	750	750	696	54
In-Service/Staff Development	3,500	50	50	-
<b>Total Student Services - Health Services</b>	<b>368,005</b>	<b>393,962</b>	<b>386,565</b>	<b>7,397</b>
<b>Student Services - Other Student Support</b>				
Guidance Personnel	322,780	328,780	329,584	(804)
Secretaries	119,560	124,560	124,127	433
Other Salaries and Wages	3,000	4,000	1,000	3,000
Social Security	27,562	28,287	27,504	783
State Retirement	41,681	42,986	42,972	14
Life Insurance	765	765	765	-
Medical Insurance	95,320	95,320	88,769	6,551
Dental Insurance	3,855	3,855	3,693	162
Medicare	6,415	6,595	6,433	162
Other Post-Employment Benefit Payments	5,700	5,700	5,560	140
TCRS Stabilization Payments	2,015	2,055	-	2,055
Evaluation and Testing	29,000	29,000	2,085	26,915
Career Ladder Program	1,000	1,000	1,000	-
Contracts with Other Governments	91,980	169,300	169,300	-
Other Contracted Services	43,000	43,000	42,700	300
Other Charges	9,000	9,000	-	9,000
Other Supplies and Materials	-	-	3,000	(3,000)
<b>Total Student Services - Other Student Support</b>	<b>802,633</b>	<b>894,203</b>	<b>848,492</b>	<b>45,711</b>
<b>Total Student Services Support Services</b>	<b>1,251,863</b>	<b>1,377,270</b>	<b>1,319,925</b>	<b>57,345</b>

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**GENERAL PURPOSE SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>EXPENDITURES (CONTINUED)</b>				
Support Services (Continued)				
Instructional Staff Services				
Instructional Staff Services - Regular Instruction				
Supervisor/Director	219,910	183,910	181,157	2,753
Career Ladder Program	4,000	4,000	4,000	-
Librarians	273,525	278,525	276,718	1,807
Secretary	56,000	57,000	57,004	(4)
Education Assistants	38,045	39,545	25,297	14,248
Other Salaries and Wages	54,335	70,085	67,185	2,900
Social Security	39,903	40,583	35,479	5,104
State Retirement	61,980	63,770	60,114	3,656
Life Insurance	758	758	702	56
Medical Insurance	85,540	85,540	78,512	7,028
Dental Insurance	3,070	3,070	2,830	240
Medicare	9,348	9,513	8,317	1,196
Other Post-Employment Benefit Payments	5,500	5,500	5,365	135
TCRS Stabilization Payments	955	980	-	980
Maintenance and Repair - Equipment	10,900	10,900	10,400	500
Travel	1,000	1,000	582	418
Library Books/Media	36,700	36,700	31,195	5,505
Other Contracted Services	40,000	40,000	21,339	18,661
Other Supplies and Materials	4,800	9,475	3,774	5,701
In-Service/Staff Development	16,975	18,725	10,613	8,112
Other Charges	16,000	16,000	500	15,500
Other Equipment	-	3,750	3,513	237
<b>Total Instructional Staff Services - Regular Instruction</b>	<b>979,244</b>	<b>979,329</b>	<b>884,596</b>	<b>94,733</b>
Instructional Staff Services - Special Education				
Supervisor/Director	81,315	70,315	69,140	1,175
Secretaries	33,600	34,600	34,602	(2)
Social Security	7,100	7,220	6,003	1,217
State Retirement	11,550	11,750	10,678	1,072
Life Insurance	110	135	133	2
Medical Insurance	13,330	16,330	16,239	91
Dental Insurance	500	525	525	-
Medicare	1,650	1,680	1,404	276
Other Post-Employment Benefit Payments	800	800	780	20
Contracts with Private Agencies	175,000	190,000	186,037	3,963
Maintenance and Repair - Equipment	1,000	1,100	1,052	48
Travel	2,000	2,000	683	1,317
Maintenance and Repair Service	5,000	5,000	-	5,000
In-Service/Staff Development	12,000	12,000	4,038	7,962
<b>Total Instructional Staff Services - Special Education</b>	<b>344,955</b>	<b>353,455</b>	<b>331,314</b>	<b>22,141</b>

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**GENERAL PURPOSE SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>EXPENDITURES (CONTINUED)</b>				
Support Services (Continued)				
Instructional Staff Services (Continued)				
Instructional Staff Services - Vocational Education				
Supervisor/Director	81,055	82,055	81,003	1,052
Career Ladder Program	1,000	1,000	1,000	-
Secretaries	23,725	24,725	24,722	3
Social Security	6,537	6,652	5,817	835
State Retirement	10,686	10,886	10,773	113
Life Insurance	135	135	135	-
Medical Insurance	18,785	18,785	18,389	396
Dental Insurance	630	630	607	23
Medicare	1,515	1,545	1,361	184
In-Service/Staff Development	3,700	3,700	-	3,700
<b>Total Instructional Staff Services - Vocational Education</b>	<b>147,768</b>	<b>150,113</b>	<b>143,807</b>	<b>6,306</b>
Instructional Staff Services - Technical Services Support				
Supervisor/Director	21,345	43,045	41,757	1,288
Data Processing Personnel	141,170	145,470	145,459	11
Social Security	10,050	11,615	11,535	80
State Retirement	15,615	18,115	17,936	179
Life Insurance	158	180	180	-
Medical Insurance	24,500	25,700	26,314	(614)
Dental Insurance	1,025	1,050	1,066	(16)
Medicare	2,350	2,755	2,698	57
Maintenance and Repair - Equipment	58,000	58,000	17,323	40,677
Internet Connectivity	70,000	145,000	145,398	(398)
Travel	2,000	2,000	1,977	23
Other Contracted Services	30,000	30,000	12,963	17,037
Data Processing Supplies	16,000	16,000	12,432	3,568
In-Service/Staff Development	2,000	2,000	2,000	-
Data Processing Equipment	68,500	68,500	44,610	23,890
<b>Total Instructional Staff Services - Technical Services Support</b>	<b>462,713</b>	<b>569,430</b>	<b>483,648</b>	<b>85,782</b>
<b>Total Instructional Staff Services Support Services</b>	<b>1,934,680</b>	<b>2,052,327</b>	<b>1,843,365</b>	<b>208,962</b>
General Administrative Services				
General Administrative Services - Board of Education				
Secretary to Board	3,000	3,000	3,000	-
Other Salary and Wages	44,225	45,925	45,907	18
Social Security	2,900	2,960	2,747	213

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**GENERAL PURPOSE SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
EXPENDITURES (CONTINUED)				
Support Services (Continued)				
General Administrative Services (Continued)				
General Administrative Services - Board of Education (Continued)				
State Retirement	4,490	4,590	4,651	(61)
Life Insurance	45	45	45	-
Medical Insurance	8,600	8,600	8,504	96
Dental Insurance	315	315	300	15
Unemployment Compensation	15,000	4,000	1,605	2,395
Medicare	675	690	642	48
Audit Services	33,800	33,800	33,800	-
Dues and Memberships	12,000	20,000	19,839	161
Legal Services	15,000	17,500	17,470	30
Other Contracted Services	6,000	6,000	2,000	4,000
Liability Insurance	46,500	55,310	55,310	-
Trustee Commissions	90,000	105,000	100,853	4,147
Workers' Compensation	180,000	157,625	157,624	1
In-Service/Staff Development	7,750	3,750	3,712	38
Other Charges	5,000	10,500	9,239	1,261
Total General Administrative Services - Board of Education	<u>475,300</u>	<u>479,610</u>	<u>467,248</u>	<u>12,362</u>
General Administrative Services -				
Office of the Superintendent				
County Official/Administrative Officer	115,349	122,924	122,921	3
Career Ladder Program	1,000	1,000	1,000	-
Secretaries	44,800	45,800	45,803	(3)
Clerical Personnel	18,835	19,510	17,740	1,770
Other Salaries and Wages	4,800	4,800	4,800	-
Social Security	11,004	11,159	11,269	(110)
State Retirement	18,097	18,357	19,114	(757)
Life Insurance	158	168	158	10
Medical Insurance	33,740	33,740	29,767	3,973
Dental Insurance	1,100	1,100	1,029	71
Medicare	2,590	2,630	2,661	(31)
Advertising	4,000	4,000	2,689	1,311
Communication	53,000	60,500	56,193	4,307
Dues and Memberships	3,500	3,500	2,252	1,248
Postal Charges	2,750	2,750	1,469	1,281
Printing, Stationery and Forms	1,500	2,000	1,730	270
Travel	375	375	-	375
Other Contracted Services	10,000	10,000	4,225	5,775

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**GENERAL PURPOSE SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>EXPENDITURES (CONTINUED)</b>				
Support Services (Continued)				
General Administrative Services (Continued)				
General Administrative Services -				
Office of the Superintendent (Continued)				
Office Supplies	4,500	4,500	2,461	2,039
In-Service/Staff Development	5,500	5,500	1,264	4,236
Other Charges	7,000	7,750	7,586	164
Total General Admin. Services - Office of the Superintendent	<u>343,598</u>	<u>362,063</u>	<u>336,131</u>	<u>25,932</u>
Total General Administrative Services Support Services	<u>818,898</u>	<u>841,673</u>	<u>803,379</u>	<u>38,294</u>
School Administrative Services - Office of the Principal				
Principals	428,075	412,075	411,773	302
Career Ladder Program	3,000	3,000	3,000	-
Assistant Principals	344,910	353,410	351,609	1,801
Secretaries	211,130	228,910	227,612	1,298
Other Salaries and Wages	141,825	126,791	124,815	1,976
Social Security	69,686	66,877	66,234	643
State Retirement	101,694	113,414	113,167	247
Life Insurance	1,530	1,545	1,544	1
Medical Insurance	186,520	186,520	182,534	3,986
Dental Insurance	6,950	6,950	6,799	151
Medicare	16,344	16,879	15,490	1,389
Other Post-Employment Benefit Payments	10,400	10,400	10,145	255
TCRS Stabilization Payments	1,340	1,441	-	1,441
Travel	2,000	2,000	1,239	761
Office Supplies	17,225	17,225	17,225	-
In-Service/Staff Development	2,500	2,625	767	1,858
Total School Administrative Services - Office of the Principal	<u>1,545,129</u>	<u>1,550,062</u>	<u>1,533,953</u>	<u>16,109</u>
Business Administrative Services - Fiscal Services				
Supervisor/Director	85,575	87,175	87,175	-
Accountants/Bookkeepers	60,485	67,485	67,484	1
Secretaries	44,800	45,800	45,803	(3)
Clerical Personnel	-	19,398	11,691	7,707
Social Security	11,800	12,875	12,348	527
State Retirement	18,800	20,680	19,795	885
Life Insurance	196	196	196	-
Medical Insurance	25,900	25,900	25,282	618
Dental Insurance	1,055	1,055	1,006	49
Medicare	2,750	3,005	2,863	142
Data Processing Services	24,000	30,100	30,089	11
Dues and Subscriptions	100	100	-	100
Travel	250	250	-	250
Office Supplies	4,500	5,500	4,558	942
In-Service/Staff Development	2,650	900	700	200
Total Business Administrative Services - Fiscal Services	<u>282,861</u>	<u>320,419</u>	<u>308,990</u>	<u>11,429</u>

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**GENERAL PURPOSE SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>EXPENDITURES (CONTINUED)</b>				
<b>Support Services (Continued)</b>				
<b>Operation and Maintenance</b>				
<b>Operation and Maintenance - Operation of Plant</b>				
Custodial Personnel	421,380	431,969	427,020	4,949
Social Security	26,000	27,258	25,812	1,446
State Retirement	38,200	40,115	38,741	1,374
Life Insurance	810	815	815	-
Medical Insurance	142,760	142,760	135,028	7,732
Dental Insurance	6,015	6,015	5,585	430
Medicare	6,075	6,371	6,037	334
Other Contracted Services	60,000	60,000	57,264	2,736
Custodial Supplies	57,000	57,000	56,107	893
Electricity	480,000	465,000	460,792	4,208
Natural Gas	85,000	75,000	70,718	4,282
Water and Sewer	47,000	47,000	48,704	(1,704)
Boiler Insurance	7,000	2,600	2,584	16
Building and Contents Insurance	127,000	130,700	130,669	31
Other Charges	8,000	3,000	513	2,487
Plant Operation Equipment	-	10,000	9,250	750
<b>Total Operation and Maintenance - Operation of Plant</b>	<b>1,512,240</b>	<b>1,505,603</b>	<b>1,475,639</b>	<b>29,964</b>
<b>Operation and Maintenance - Maintenance of Plant</b>				
Supervisor/Director	21,342	43,042	41,757	1,285
Maintenance Personnel	231,170	243,370	243,323	47
Social Security	15,625	16,020	17,457	(1,437)
State Retirement	24,180	25,480	27,171	(1,691)
Life Insurance	293	315	315	-
Medical Insurance	45,660	46,660	39,611	7,049
Dental Insurance	2,265	2,265	1,922	343
Medicare	3,600	3,750	4,083	(333)
Laundry Service	3,000	3,000	2,404	596
Maintenance and Repair - Buildings	412,000	612,000	597,573	14,427
Maintenance and Repair - Equipment	1,000	1,000	-	1,000
Maintenance and Repair - Vehicles	3,000	7,250	7,036	214
Other Contracted Services	54,455	70,000	70,000	-
<b>Total Operation and Maintenance - Maintenance of Plant</b>	<b>817,590</b>	<b>1,074,152</b>	<b>1,052,652</b>	<b>21,500</b>
<b>Total Operation and Maintenance Support Services</b>	<b>2,329,830</b>	<b>2,579,755</b>	<b>2,528,291</b>	<b>51,464</b>
<b>Student Transportation</b>				
Supervisor/Director	2,800	10,375	10,375	-
Mechanics	20,000	23,000	23,000	-
Bus Drivers	135,175	158,075	133,867	24,208
Other Salaries and Wages	18,000	55,000	52,262	2,738
Social Security	10,835	13,122	11,974	1,148
State Retirement	16,825	21,094	19,802	1,292
Life Insurance	495	495	360	135
Medical Insurance	94,035	94,035	69,755	24,280
Dental Insurance	3,790	3,790	2,729	1,061
Medicare	2,440	3,077	2,896	181

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**GENERAL PURPOSE SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>EXPENDITURES (CONTINUED)</b>				
<b>Support Services (Continued)</b>				
<b>Student Transportation (Continued)</b>				
Maintenance and Repair - Vehicles	15,000	15,000	9,261	5,739
Medical and Dental Services	3,000	3,000	2,895	105
Diesel Fuel	40,000	47,174	20,906	26,268
Gasoline	12,500	12,500	8,030	4,470
Tires and Tubes	7,500	7,500	2,768	4,732
Vehicle Parts	15,000	17,000	16,523	477
Vehicle Insurance	39,500	33,500	32,668	832
In-Service/Staff Development	1,500	1,500	1,073	427
Other Charges	3,500	3,500	3,064	436
<b>Total Student Transportation</b>	<b>441,895</b>	<b>522,737</b>	<b>424,208</b>	<b>98,529</b>
<b>Total Support Services</b>	<b>8,605,156</b>	<b>9,244,243</b>	<b>8,762,111</b>	<b>482,132</b>
<b>Food Services</b>				
Cafeteria Personnel	-	20,150	20,150	-
Social Security	-	1,260	1,246	14
State Retirement	-	1,695	1,698	(3)
Employer Medicare	-	300	291	9
Contracted Services	-	6,000	5,966	34
Food Service Equipment	-	10,000	9,763	237
<b>Total Food Services</b>	<b>-</b>	<b>39,405</b>	<b>39,114</b>	<b>291</b>
<b>Community Services</b>				
Supervisor/Director	4,000	4,000	2,500	1,500
Teachers	80,000	80,000	2,831	77,169
Other Salaries and Wages	56,000	60,400	14,404	45,996
Social Security	8,977	9,252	1,088	8,164
State Retirement	4,505	4,965	496	4,469
Life Insurance	5	5	-	5
Medical Insurance	500	500	27	473
Dental Insurance	15	15	-	15
Medicare	2,050	2,115	132	1,983
Travel	2,500	2,500	75	2,425
Food Supplies	15,000	15,000	3,771	11,229
Other Supplies and Materials	34,500	34,500	25,553	8,947
Inservice/Staff Development	3,500	3,500	427	3,073
Other Charges	5,000	5,000	343	4,657
<b>Total Community Services</b>	<b>216,552</b>	<b>221,752</b>	<b>51,647</b>	<b>170,105</b>

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**GENERAL PURPOSE SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
EXPENDITURES (CONTINUED)				
Early Childhood Education				
Supervisor/Director	67,250	67,250	66,614	636
Teachers	93,360	97,010	96,139	871
Secretary(ies)	18,850	19,850	19,847	3
Educational Assistants	96,325	96,125	93,851	2,274
Other Salaires and Wages	17,500	18,150	18,750	(600)
Social Security	18,100	18,200	17,921	279
State Retirement	22,105	21,005	20,972	33
Life Insurance	333	333	356	(23)
Medical Insurance	36,200	36,200	39,276	(3,076)
Dental Insurance	1,450	1,450	1,437	13
Employer Medicare	4,225	4,225	4,193	32
TCRS - SRT	870	600	-	600
Travel	7,500	195	125	70
Other Supplies and Materials	10,223	8,223	8,201	22
Other Equipment	10,488	16,218	16,717	(499)
Total Early Childhood Education	<u>404,779</u>	<u>405,034</u>	<u>404,399</u>	<u>635</u>
Capital Outlay	<u>92,000</u>	<u>1,841,577</u>	<u>1,648,488</u>	<u>193,089</u>
Total Expenditures	<u>23,704,520</u>	<u>26,962,299</u>	<u>25,722,994</u>	<u>1,239,305</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(24,490)</u>	<u>(530,577)</u>	<u>650,673</u>	<u>1,181,250</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	29,490	29,490	24,540	4,950
Transfers Out	(5,000)	(5,000)	-	5,000
Total Other Financing Sources (Uses)	<u>24,490</u>	<u>24,490</u>	<u>24,540</u>	<u>9,950</u>
NET CHANGE IN FUND BALANCE	-	(506,087)	675,213	1,191,200
FUND BALANCE, JULY 1, 2020	<u>2,100,315</u>	<u>2,100,315</u>	<u>2,100,315</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2021	<u>\$ 2,100,315</u>	<u>1,594,228</u>	<u>2,775,528</u>	<u>1,181,300</u>

See accompanying notes to the basic financial statements.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHOOL FEDERAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL REVENUES</b>				
Revenues from Federal Government				
Title I	\$ 821,143	961,145	799,413	(161,732)
Title II	94,123	156,542	117,956	(38,586)
Special Education (IDEA)	610,813	657,014	606,926	(50,088)
Special Education (Preschool)	15,074	19,079	17,579	(1,500)
Vocational Education	42,387	42,977	42,977	-
Safe and Drug Free School	145,334	145,334	145,334	-
Essex Cares Act	-	631,129	445,035	(186,094)
LEA Reopening	-	60,000	60,000	-
Remote Technology Grant	-	160,672	160,672	-
Connectivity Grant	-	37,050	31,468	(5,582)
Essex 2.0	-	37,166	37,162	(4)
Other Federal Revenues	100,739	548,902	535,915	(12,987)
Total Revenues from Federal Government	<u>1,829,613</u>	<u>3,457,010</u>	<u>3,000,437</u>	<u>(456,573)</u>
<b>TOTAL REVENUES</b>	<u>1,829,613</u>	<u>3,457,010</u>	<u>3,000,437</u>	<u>(456,573)</u>
<b>EXPENDITURES</b>				
Instruction				
Instruction - Regular Instruction				
Teachers	96,160	96,160	96,160	-
Educational Assistants	87,575	97,205	78,075	19,130
Other Salaries and Wages	297,226	282,513	253,054	29,459
Social Security	29,818	28,906	25,325	3,581
State Retirement	49,288	44,724	39,097	5,627
Life Insurance	765	765	840	(75)
Medical Insurance	71,612	71,612	77,650	(6,038)
Dental Insurance	2,835	2,835	3,016	(181)
Medicare	6,975	6,762	5,925	837
Equipment	15,459	601,374	473,343	128,031
Software	-	135,761	134,885	876
Instructional Supplies and Materials	42,882	94,247	66,024	28,223
Total Instruction - Regular Instruction	<u>700,595</u>	<u>1,462,864</u>	<u>1,253,394</u>	<u>209,470</u>
Instruction - Special Education				
Teachers	48,202	48,202	45,907	2,295
Educational Assistants	442,835	458,485	422,971	35,514
Other Salaries and Wages	-	10,500	3,000	7,500
Social Security	28,608	30,322	29,013	1,309
State Retirement	11,817	12,874	13,936	(1,062)
Life Insurance	225	225	223	2
Medical Insurance	31,555	31,920	30,916	1,004
Dental Insurance	1,265	1,265	1,227	38
Medicare	7,165	7,200	6,834	366
Instructional Supplies and Materials	-	6,932	5,198	1,734
Total Instruction - Special Education	<u>571,672</u>	<u>607,925</u>	<u>559,225</u>	<u>48,700</u>

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHOOL FEDERAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>EXPENDITURES (CONTINUED)</b>				
Instruction (Continued)				
Instruction - Vocational Education				
Instructional Supplies	-	6,350	6,399	(49)
Other Supplies and Materials	2,400	8,830	8,820	10
Vocational Instruction Equipment	22,868	22,801	22,950	(149)
Total Instruction - Vocational Education	<u>25,268</u>	<u>37,981</u>	<u>38,169</u>	<u>(188)</u>
Total Instruction Expenditures	<u>1,297,535</u>	<u>2,108,770</u>	<u>1,850,788</u>	<u>257,982</u>
Support Services				
Instructional Staff Services - Regular Instruction				
Supervisor	59,158	59,158	63,299	(4,141)
Secretary	29,122	29,122	29,122	-
Other Salaries and Wages	36,000	100,098	99,347	751
Social Security	7,892	13,181	12,431	750
State Retirement	13,063	22,268	20,786	1,482
Life Insurance	88	179	171	8
Medical Insurance	9,610	17,860	17,069	791
Dental Insurance	405	716	678	38
Employer Medicare	1,846	3,083	2,887	196
Other Supplies and Materials	6,500	-	3,619	(3,619)
In-Service/Staff Development	46,084	74,338	16,210	58,128
Software	-	5,700	-	5,700
Instructional Supplies and Materials	-	16,500	-	16,500
Total Instructional Staff Services - Regular Instruction	<u>209,768</u>	<u>342,203</u>	<u>265,619</u>	<u>76,584</u>
Other Support Services				
Student Health Services	-	40,000	-	40,000
Other Student Support	294,701	490,188	412,938	77,250
Vocational Support	2,119	-	-	-
Total Other Support Services	<u>296,820</u>	<u>530,188</u>	<u>412,938</u>	<u>117,250</u>
Total Support Services	<u>506,588</u>	<u>872,391</u>	<u>678,557</u>	<u>193,834</u>
Capital Outlay	<u>-</u>	<u>446,563</u>	<u>446,552</u>	<u>11</u>
TOTAL EXPENDITURES	<u>1,804,123</u>	<u>3,427,724</u>	<u>2,975,897</u>	<u>451,827</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>25,490</u>	<u>29,286</u>	<u>24,540</u>	<u>(4,746)</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(25,490)</u>	<u>(29,286)</u>	<u>(24,540)</u>	<u>4,746</u>
Total Other Financing Sources (Uses)	<u>(25,490)</u>	<u>(29,286)</u>	<u>(24,540)</u>	<u>4,746</u>
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, JULY 1, 2020	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2021	<u>\$ 25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>

See accompanying notes to the basic financial statements.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHOOL NUTRITION FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**For the Fiscal Year Ended June 30, 2021**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>REVENUES</b>				
Intergovernmental Revenues				
USDA Lunch Claims	\$ 556,500	576,500	573,518	(2,982)
USDA Breakfast Claims	253,500	333,500	332,065	(1,435)
Snack Reimbursement	18,000	8,000	6,030	(1,970)
Commodities	93,500	93,500	87,811	(5,689)
State Matching	10,750	9,850	9,819	(31)
USDA Food Service Equipment	-	8,942	8,942	-
Total Intergovernmental Revenues	<u>932,250</u>	<u>1,030,292</u>	<u>1,018,185</u>	<u>(12,107)</u>
Charges for Services				
Meal Payment - Children	170,000	-	-	-
Meal Payment - Adults	22,150	14,150	15,055	905
Income from Breakfast	725	-	-	-
A La Carte Sales	34,250	27,250	15,555	(11,695)
Other Charges for Services	13,000	3,000	2,393	(607)
Total Charges for Services	<u>240,125</u>	<u>44,400</u>	<u>33,003</u>	<u>(11,397)</u>
Investment Earnings	3,750	750	277	(473)
<b>TOTAL REVENUES</b>	<u>1,176,125</u>	<u>1,075,442</u>	<u>1,051,465</u>	<u>(23,977)</u>
<b>EXPENDITURES</b>				
Food Services				
Supervisor/Director	45,490	45,490	45,490	-
Clerical Personnel	18,876	18,876	18,876	-
Cafeteria Personnel	320,349	280,349	278,608	1,741
Social Security	23,700	23,700	19,775	3,925
State Retirement	32,076	32,076	29,359	2,717
Life Insurance	833	833	761	72
Medical Insurance	156,950	156,950	142,576	14,374
Dental Insurance	6,445	6,445	5,664	781
Medicare	5,581	5,581	4,624	957
Maintenance/Repair - Equipment	6,000	14,500	14,591	(91)
Transportation	2,500	2,500	1,990	510
Travel	200	200	3	197
Food Supplies	421,300	342,617	340,014	2,603
Office Supplies	1,000	1,000	639	361
USDA Commodities	93,500	93,500	87,811	5,689
Other Supplies and Materials	30,000	33,000	34,108	(1,108)
In-Service/Staff Development	1,075	1,075	286	789
Other Charges	7,750	7,750	7,153	597
Equipment	2,500	9,000	8,942	58
<b>TOTAL EXPENDITURES</b>	<u>1,176,125</u>	<u>1,075,442</u>	<u>1,041,270</u>	<u>34,172</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	10,195	10,195
FUND BALANCE, JULY 1, 2020	<u>410,128</u>	<u>410,128</u>	<u>410,128</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2021	<u>\$ 410,128</u>	<u>410,128</u>	<u>420,323</u>	<u>10,195</u>

See accompanying notes to the basic financial statements.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**For the Fiscal Year Ended June 30, 2021**

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REVENUES	
Other Local Revenues	<u>\$ 1,667,549</u>
EXPENDITURES	
Community Services - Other Charges	<u>1,613,898</u>
NET CHANGE IN FUND BALANCE	<u>53,651</u>
FUND BALANCE, JULY 1, 2020	-
Prior Period Adjustment	<u>1,098,375</u>
FUND BALANCE, JULY 1, 2020, RESTATED	<u>1,098,375</u>
FUND BALANCE, JUNE 30, 2021	<u><u>\$ 1,152,026</u></u>

See accompanying notes to the basic financial statements.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Elizabethton City Schools (the Schools) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the Schools' accounting policies are described below.

**Reporting Entity**

The General Purpose School Fund, School Federal Projects Fund, School Nutrition Fund, and the Internal School Funds are four funds of the Elizabethton City Schools. The Schools are included as a discretely presented component unit in the financial report of the City of Elizabethton, Tennessee (the City). The Board of Education (Board) receives funding from local, county, state and federal government sources and must comply with the requirements of these funding source entities. The members of the Board are elected by the voters of the City.

**Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the government. Governmental activities are normally supported by intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. 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 or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

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 are 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 Schools consider revenues to be available if they are collected within sixty days of the end of the current fiscal period. Grant revenue has a period of availability of one year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and debt service are recorded only when payment is due.

Property taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Board of Education.

The Schools report the following governmental funds:

General Purpose School Fund – The General Purpose School Fund is the operations fund and accounts for all revenues and expenditures not encompassed within other funds. All general revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and the capital improvement costs that are not paid through other funds are paid from the General Purpose School Fund.

School Federal Projects Fund – The School Federal Projects Fund accounts for federal grant programs including Title I, Title II, Title X, IDEA, Vocational, and Safe and Drug-Free School programs. This fund accounts for these federal grant programs at the Schools including administration, instruction, student support services, and staff development.

School Nutrition Fund – This fund accounts for the federal school lunch, breakfast and snack programs for all the Schools. This includes USDA claims for meals served, a la carte sales, as well as administration of the school cafeteria system including purchase of food, food preparation, salary, and maintenance needs for this program.

Internal School Funds – The Internal School Funds accounts 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. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/officefunctions/la/reports/find-other-audits.html>.

During the course of operations, the Board has activity between funds for various purposes. Any residual balances outstanding at fiscal year end are reported as due from/to other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**Deposits and Investments**

The Finance Director is the treasurer for the Schools and in this capacity is responsible for receiving, disbursing, depositing and investing most of the Schools' funds. Certain disclosures regarding deposits and investments are required by GAAP for those amounts included as cash and cash equivalents. The Board of Education does not have any deposits or investments other than cash on deposit with banks.

**Receivables**

Property taxes receivable from Carter County are recognized as of the date when an enforceable legal claim to the taxable property arises. This is January 1 in Tennessee and is referred to as the "lien date." 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 governmental funds' Balance Sheet as a deferred inflow of resources to reflect amounts not available as of June 30. Property taxes collected within 60 days of fiscal year-end are considered available and accrued.

**Inventories**

All inventories are valued at cost using the first-in/first-out (FIFO) method. Governmental funds record inventories as expenditures at the time of purchase. All such inventories on hand at fiscal year-end are reported as assets and as nonspendable in the fund balance section of the governmental funds' Balance Sheet.

**Capital Assets**

Capital assets are defined as assets with an initial, individual cost of more than \$5,000 for vehicles and equipment and \$50,000 for buildings and improvements. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated fair market 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 the life of the asset are not capitalized.

Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	40
Vehicles and Equipment	3-20

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance (Continued)**

**Deferred Outflows / Deferred Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expenditure). The Schools have items that qualify for reporting in this category. Accordingly, these items are reported in the government-wide Statement of Net Position and are for pension and OPEB changes in experience, changes in assumptions, differences in earnings on pension plan investments, changes in proportionate share of contributions, as well as contributions made to the OPEB and pension plans after the measurement date.

In addition to liabilities, the Statement of Net Position and governmental funds' Balance Sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Schools have items that qualify for reporting in this category. These items are from the following: current and delinquent property taxes, pension and OPEB changes in assumptions, and changes in experience, differences in earnings on pension plan investments, and changes in proportionate share of contributions. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**Compensated Absences**

Employees are granted vacation leave and sick leave based upon the Schools' policy. These benefit costs are accrued when earned in the government-wide financial statements. A liability is reported in the governmental funds only if the benefit had been earned at June 30 as a result of a retirement, resignation, or termination, and the benefit is expected to be paid immediately after the start of the new fiscal year. Any remaining vacation days in excess of ten will be converted into sick leave days at the rate of one-half sick leave day for one vacation leave day. The policy was amended in 2005 to allow, at termination of employment, the payment of earned vacation days at the rate of pay applicable when the days were granted. A liability is not recorded for sick leave because the Board's policy is silent on payment to employees upon termination.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance (Continued)**

**Net Position/Fund Balance**

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

- 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, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets, if any.
- 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.
- Unrestricted Net Position – All other net position that does not meet the definition of restricted or net investment in capital assets.

The Board follows GASB Statement No. 54, “Fund Balance Reporting and Government Fund Type Definitions.” This Statement provides clearly defined fund balance categories to make the nature and extent of the constraints placed upon a government’s fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

- Nonspendable fund balance – amounts that cannot be spent because it is either (a) not in a spendable form or (b) legally or contractually required to be maintained intact.
- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- Committed fund balance – amounts constrained to specific purposes by the Schools, using its highest level of decision-making authority, which is by resolution. The Board of Education is the highest level of decision-making authority for the Schools that can, by formal resolution, commit fund balance. To be reported as committed, amounts cannot be used for any other purpose unless the Board of Education takes the same highest level action (resolution) to remove, modify, rescind or change the constraint.
- Assigned fund balance – amounts the Schools intend to use for a specific purpose. Intent can be expressed by the Board or by an official or body to which the Board delegates the authority.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance (Continued)**

**Net Position/Fund Balance (Continued)**

- Unassigned fund balance – amounts that are available for any purpose. Deficits are reported only in the General Purpose School Fund.

The Director of Schools shall have the authority to establish the amount of funds that will be assigned for specific purposes at the end of the fiscal year for the Schools. The budget for the School Federal Projects Fund shall be the budget approved for the separate projects within the fund by the Board.

In the General Purpose School Fund and all governmental funds, the Schools will reduce restricted amounts first when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned or unassigned) amounts are available. The Schools will reduce committed amounts first, followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which any of those unrestricted fund balance classifications could be used.

Similarly, the Schools applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

**Estimates**

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Pensions**

**Agency Plan**

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 Schools' participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from the Schools' fiduciary net pension have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement 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 Retirement Plan of TCRS. Investments are reported at fair value.

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance (Continued)**

**Pensions (Continued)**

**Teacher Legacy Pension Plan**

For purposes of measuring the net pension asset, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teacher Legacy Pension Plan of the TCRS and additions to/deductions from the plan's 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 Legacy Pension Plan. Investments are reported at fair value.

**Teacher Retirement Plan**

For purposes of measuring the net pension asset, 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 of the TCRS and additions to/deductions from the plan's 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. Investments are reported at fair value.

**New Accounting Pronouncement**

Effective July 1, 2020, the Schools implemented the provisions of GASB Statement No. 84, *Fiduciary Activities*. This statement changes the definition of fiduciary activities, providing more refined guidance on how to determine if an activity is fiduciary in nature and therefore should be reported as such. The statement defines types of fiduciary funds, eliminating agency funds and replacing them with Custodial Funds. Under this guidance, all fiduciary funds will now report a net position and a statement of changes in net position. Implementation of this guidance resulted in the creation of a new special revenue fund to account for the financial activities at the individual schools.

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**Budgetary Information**

The Schools' financial operations are subject to the comprehensive appropriated budget. Budget amendments are authorized during the fiscal year. The Statements of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual include original and final amended budget amounts. The budgets were legally adopted on a basis consistent with GAAP.

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**NOTE 3 - DETAILED NOTES ON ALL FUNDS**

**Interfund Balances**

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

*Interfund Transfers*

Transfer In Fund	Transfer Out Fund	Amount	Purpose
General Purpose School	School Federal Projects	\$ 24,540	Reimbursement for Indirect Costs

*Due to/from Other Funds*

Receivable Fund	Payable Fund	Amount	Purpose
General Purpose School	School Nutrition	\$ 1,643	Reimbursement for Costs Incurred

**Deposits and Investments**

Cash includes cash on hand and demand deposits.

DEPOSITS - State statutes require all deposits with financial institutions must be collateralized in an amount equal to 105% of the market value of uninsured deposits.

INVESTMENTS - State statutes authorize the Schools to invest in treasury bonds, notes or bills of the United States of America; nonconvertible debt securities of the Federal Home Loan Bank, the Federal National Mortgage Association, the Federal Farm Credit Bank and the State Loan Marketing Association; other obligations not listed above which are guaranteed as to principal and interest by the United States of America or any of its agencies; Certificates of Deposit and other evidences of deposit at State and Federal chartered banks and Savings and Loan Associations; obligations of the United States of America or its agencies under a repurchase agreement and money market funds whose portfolios consist of any of the foregoing investments if approved by the State Director of Local Finance and made in accordance with procedures established by the State Funding Board; the State of Tennessee Local Government Investment Pool (LGIP); obligations of the Public Housing Authority and bonds of the Tennessee Valley Authority. At June 30, 2021, there are no investments other than the TCRS stabilization reserve as disclosed in Note 4.

The Schools do not have a policy for interest rate risk or for other credit risk other than pledging securities for amounts in excess of Federal Deposit Insurance Corporation coverage and placing deposits in banks that are approved members of the State of Tennessee Collateral Pool.

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**NOTE 3 - DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**Deposits and Investments (Continued)**

All deposits of the Schools are held by a bank which is an approved member of the Bank Collateral Pool of the Treasury Department of the State of Tennessee. The Collateral Pool is a multiple financial institution collateral pool and State statutes require collateral pledged by each financial institution must equal a certain percentage of the uninsured public deposits it holds. Members of the pool can be assessed if the collateral is inadequate to cover a loss. This is similar to depository insurance. At fiscal year end, the Schools' net carrying amount of deposits was \$3,841,144 and the bank balance was \$4,014,020.

**Receivables**

Receivables as of fiscal year end for the Schools' individual funds are as follows:

	General Purpose School Fund	School Federal Projects Fund	School Nutrition Fund	Internal School Funds	Total
Accounts Receivable	\$ 5,832	-	17,921	3,962	27,715
Carter County, Tax Allocation	3,386,258	-	-	-	3,386,258
Due from Other Governments Federal and State	1,344,786	16,138	17,471	-	1,378,395
Total Receivables	<u>\$ 4,736,876</u>	<u>16,138</u>	<u>35,392</u>	<u>3,962</u>	<u>4,792,368</u>

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**NOTE 3 - DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**Capital Assets**

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

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Not Being Depreciated				
Land	\$ 303,700	-	-	303,700
Construction in Progress	663,392	746,555	(662,580)	747,367
Total Capital Assets, Not Being Depreciated	<u>967,092</u>	<u>746,555</u>	<u>(662,580)</u>	<u>1,051,067</u>
Capital Assets, Being Depreciated				
Buildings	31,090,330	2,035,857	-	33,126,187
Equipment	2,417,302	23,940	(19,358)	2,421,884
Total Capital Assets, Being Depreciated	<u>33,507,632</u>	<u>2,059,797</u>	<u>(19,358)</u>	<u>35,548,071</u>
Less Accumulated Depreciation For				
Buildings	(13,203,802)	(627,054)	-	(13,830,856)
Equipment	(1,540,093)	(127,002)	18,390	(1,648,705)
Total Accumulated Depreciation	<u>(14,743,895)</u>	<u>(754,056)</u>	<u>18,390</u>	<u>(15,479,561)</u>
Net Capital Assets, Being Depreciated	<u>18,763,737</u>	<u>1,305,741</u>	<u>(968)</u>	<u>20,068,510</u>
Net Capital Assets	<u>\$ 19,730,829</u>	<u>2,052,296</u>	<u>(663,548)</u>	<u>21,119,577</u>

Depreciation expense is charged to Support Services in the Statement of Activities.

Certain capital outlay expenditures were below the Schools' capitalization threshold, thus these items were not recorded as additions to capital assets.

**Construction Commitments**

At June 30, 2021, the Schools had uncompleted construction contracts of approximately \$65,575 for capital projects.

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**NOTE 3 - DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**Long-Term Liabilities**

Changes in the Schools' long-term liabilities for the fiscal year ended June 30, 2021 are as follows:

	Balance, Beginning of Year	Additions	Reductions	Balance, End of Year	Due Within One Year
Governmental Activities					
Compensated Absences	\$ 98,344	28,650	18,146	108,848	18,146
Net OPEB Liability	5,568,768	1,065,993	641,007	5,993,754	-
Net Pension Liability	454,253	1,277,473	897,262	834,464	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Governmental Activities					
Long-Term Liabilities	\$ 6,121,365	2,372,116	1,556,415	6,937,066	18,146
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>

Information for other long-term liabilities such as the Net Pension Liability and the OPEB Liability are detailed within Note 4.

**NOTE 4 - OTHER INFORMATION**

**Risk Management**

The Schools purchase commercial insurance for the risks of loss for general liability, and employee, administration, and Board member dishonesty. Settled claims have not exceeded this commercial coverage in the past three fiscal years.

Also, the Schools are a member of the Public Entity Partners (PEP) Risk Management Pool (PEP). Coverage for the Schools includes workers' compensation, general liability, and property and casualty. The PEP is a non-profit, risk-sharing organization of Tennessee municipalities and local public agencies. Tennessee statute governing the formation of the pooling and risk-sharing arrangement dictates that PEP has the ability to assess members. Contributions (premiums) from members are used in part to purchase reinsurance to cover losses that exceed PEP's loss fund.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Agency Plan**

**General Information about the Pension Plan**

**Plan Description**

Employees of the Schools are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under Tennessee Code Annotated, 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 publically available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

**Benefits Provided**

Tennessee Code Annotated, Title 8, Chapters 34-37, establishes 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 5 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 service credit. Reduced benefits for early retirement are available at age 55 and vested. 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 non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are 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 2nd 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 3 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.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Agency Plan (Continued)**

**Employees Covered by Benefit Terms**

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

Inactive employees or beneficiaries currently receiving benefits	134
Inactive employees entitled to but not yet receiving benefits	201
Active employees	124
	<u>459</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 5 percent of salary. The Schools makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2021, the employer contributions for the Schools were \$306,795 based on a rate of 9.51 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept the Schools' state shared taxes if required employer contributions are not remitted. The employer's ADC and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

**Net Pension Liability**

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

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Agency Plan (Continued)**

**Actuarial Assumptions**

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

Inflation	2.5 percent
Salary Increases	Graded salary ranges from 8.72 to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment Rate of Return	7.25 percent, net of pension plan investment expenses, including inflation
Cost-of-Living Adjustment	2.25 percent

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

The actuarial assumptions used in the June 30, 2020 actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012 through June 30, 2016. The demographic assumptions were adjusted to 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, 2016 actuarial experience study. A blend of future capital market projections and historical 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 investment 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Agency Plan (Continued)**

**Actuarial Assumptions (Continued)**

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Target Allocation</u>
U.S. Equity	5.69%	31%
Developed Market International Equity	5.29%	14%
Emerging Market International Equity	6.36%	4%
Private Equity and Strategic Lending	5.79%	20%
U.S. Fixed Income	2.01%	20%
Real Estate	4.32%	10%
Short-Term Securities	0.00%	1%
		<u>100%</u>

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

**Discount Rate**

The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from the Schools 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.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Agency Plan (Continued)**

**Changes in the Net Pension Liability**

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
<b>Balance at 6/30/2019</b>	\$ 10,459,750	10,005,497	454,253
<b>Changes for the year:</b>			
Service Cost	267,644	-	267,644
Interest	756,259	-	756,259
Differences Between Expected and Actual Experience	242,324	-	242,324
Contributions - Employer	-	266,022	(266,022)
Contributions - Employees	-	139,865	(139,865)
Net Investment Income	-	491,375	(491,375)
Benefit Payments, Including Refunds of Employee Contributions	(592,484)	(592,484)	-
Administrative Expense	-	(11,246)	11,246
Net Changes	673,743	293,532	380,211
<b>Balance at 6/30/2020</b>	\$ 11,133,493	10,299,029	834,464

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Agency Plan (Continued)**

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the net pension liability (asset) of the Schools calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1.00% Decrease (6.25%)	Current Discount Rate (7.25%)	1.00% Increase (8.25%)
Elizabethton City Schools'			
Net Pension Liability (Asset)	\$ 2,176,164	834,464	(294,104)

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

**Pension Expense**

For the year ended June 30, 2021, the Schools recognized pension expense of \$339,742.

**Deferred Outflows of Resources and Deferred Inflows of Resources**

For the year ended June 30, 2021, the Schools reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Agency Plan (Continued)**

**Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 214,191	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	72,134	-
Contributions Subsequent to the Measurement Date of June 30, 2020	306,795	-
	\$ 593,120	-

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

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

Year Ended June 30:		
2022	\$	41,835
2023		96,843
2024		102,275
2025		45,372
2026		-
Thereafter		-

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

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Agency Plan (Continued)**

**Payable to the Pension Plan**

At June 30, 2021, the Schools reported a payable of \$65,830 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2021.

**Teacher Retirement Pension Plan**

**General Information about the Pension Plan**

**Plan Description**

The TCRS was created by state statute under Tennessee Code Annotated 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 publically available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Teachers employed by the Schools with memberships in 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.

The Teacher Retirement Plan became effective July 1, 2014 for teachers employed by Local Education Agencies (LEAs) after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Teacher Retirement Pension Plan (Continued)**

**Benefits Provided**

Tennessee Code Annotated Title 8, Chapters 34-37 establishes the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Retirement Plan are eligible to retire with an unreduced benefit at age 65 with 5 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 years average compensation and the member's years of service credit. A reduced early retirement benefit is available at age 60 and vested 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 non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are 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 2nd 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 3 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. 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 contribute 5 percent of salary. The LEAs make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing the TCRS, the employer contribution rate cannot be less than 4 percent, except in years when the maximum funded level, as established 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 by the Schools for the year ended June 30, 2021 to the Teacher Retirement Plan were \$58,260 which is 2.02 percent of covered payroll. In addition, employer contributions of \$57,302, which is 1.98% 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.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Teacher Retirement Pension Plan (Continued)**

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

**Pension Liabilities (Assets)**

At June 30, 2021, the Schools reported a liability (asset) of (\$107,117) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The Schools' proportion of the net pension liability (asset) was based on the Schools' share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2020 the Schools' proportion was 0.188373 percent. The proportion measured as of June 30, 2019 was 0.199822 percent.

**Pension Expense**

For the year ended June 30, 2021 the Schools recognized pension expense (negative pension expense) of \$44,081.

**Deferred Outflows of Resources and Deferred Inflows of Resources**

For the year ended June 30, 2021, the Schools reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>                    </u>	<u>                    </u>
Differences Between Expected and Actual Experience	\$ 3,979	26,843
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	8,726	-
Changes in Assumptions	3,359	-
Changes in Proportion of Net Pension Liability (Asset)	9,901	1,943
LEA's Contributions Subsequent to the Measurement Date of June 30, 2020	<u>58,260</u>	<u>-</u>
	<u>\$ 84,225</u>	<u>28,786</u>

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Teacher Retirement Pension Plan (Continued)**

**Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)**

The Schools' employer contributions of \$58,260, 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 ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2022	(109)
2023	1,152
2024	1,795
2025	1,979
2026	(977)
Thereafter	(6,661)

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

**Actuarial Assumptions**

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

Inflation	2.50 percent
Salary Increases	Graded salary ranges from 8.72 to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment Rate of Return	7.25 percent, net of pension plan investment expenses, including inflation
Cost-of-Living Adjustment	2.25 percent

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

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Teacher Retirement Pension Plan (Continued)**

**Actuarial Assumptions (Continued)**

The actuarial assumptions used in the June 30, 2020 actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012 through June 30, 2016. The demographic assumptions were adjusted to 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, 2016 actuarial experience study. A blend of future capital market projections and historical 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 investment 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

<b>Asset Class</b>	<b>Long-Term Expected Real Rate of Return</b>	<b>Target Allocation</b>
U.S. Equity	5.69%	31%
Developed Market International Equity	5.29%	14%
Emerging Market International Equity	6.36%	4%
Private Equity and Strategic Lending	5.79%	20%
U.S. Fixed Income	2.01%	20%
Real Estate	4.32%	10%
Short-Term Securities	0.00%	1%
		100%

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

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Teacher Retirement Pension Plan (Continued)**

**Discount Rate**

The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from the all 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 Schools' proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the Schools' proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1- percentage-point higher (8.25 percent) than the current rate:

	1.00% Decrease (6.25%)	Current Discount Rate (7.25%)	1.00% Increase (8.25%)
Elizabethton City Schools' proportionate share of the Net Pension Liability (Asset)	\$ 83,319	(107,117)	(247,492)

**Pension Plan Fiduciary Net Position**

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

**Payable to the Pension Plan**

At June 30, 2021, the Schools reported a payable of \$47,414 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2021.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Teacher Legacy Plan**

**General Information about the Pension Plan**

**Plan Description**

The Tennessee Consolidated Retirement System (TCRS) was created by state statute under Tennessee Code Annotated 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 publically available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Teachers employed by the Schools 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.

The Teacher Retirement Plan became effective July 1, 2014 for teachers employed by Local Education Agencies (LEAs) after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan.

**Benefits Provided**

Tennessee Code Annotated Title 8, Chapters 34-37 establishes 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 5 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 years average compensation and the member's service credit. A reduced early retirement benefit is available at age 55 if vested. 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 non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are 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 2nd 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 3 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.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Teacher Legacy Plan (Continued)**

**Contributions**

Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers contribute 5 percent of salary. The 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 Schools for the year ended June 30, 2021 to the Teacher Legacy Pension Plan were \$1,009,010 which is 10.27 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

**Pension Liabilities (Assets)**

At June 30, 2021, the Schools reported a liability (asset) of (\$2,265,540) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The Schools' proportion of the net pension liability was based on the Schools' share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2020 the Schools' proportion was 0.297091 percent. The proportion measured as of June 30, 2019 was 0.292866 percent.

**Pension Expense**

For the year ended June 30, 2021, the Schools recognized pension expense (negative pension expense) of \$6,931.

**Deferred Outflows of Resources and Deferred Inflows of Resources**

For the year ended June 30, 2021, the Schools reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Teacher Legacy Plan (Continued)**

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

**Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 86,126	1,089,231
Changes in Assumptions	205,814	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	505,985	-
Changes in Proportion of Net Pension Liability (Asset)	28,705	21,194
Contributions Subsequent to the Measurement Date of June 30, 2020	1,009,010	-
	\$ 1,835,640	1,110,425

The School's employer contributions of \$1,009,010 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension liability (asset) in the fiscal year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:		
2022	\$	(545,238)
2023		(87,238)
2024		13,503
2025		335,178
2026		-
Thereafter		-

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

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Teacher Legacy Plan (Continued)**

**Actuarial Assumptions**

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

Inflation	2.50 percent
Salary Increases	Graded salary ranges from 8.72 to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment Rate of Return	7.25 percent, net of pension plan investment expenses, including inflation
Cost-of-Living Adjustment	2.25 percent

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

The actuarial assumptions used in the June 30, 2020 actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012 through June 30, 2016. The demographic assumptions were adjusted to 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, 2016 actuarial experience study. A blend of future capital market projections and historical 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 investment 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Teacher Legacy Plan (Continued)**

**Actuarial Assumptions (Continued)**

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Target Allocation</u>
U.S. Equity	5.69%	31%
Developed Market International Equity	5.29%	14%
Emerging Market International Equity	6.36%	4%
Private Equity and Strategic Lending	5.79%	20%
U.S. Fixed Income	2.01%	20%
Real Estate	4.32%	10%
Short-Term Securities	0.00%	1%
		<u>100%</u>

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

**Discount Rate**

The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from the all 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 Schools' proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the Schools' proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Teacher Legacy Plan (Continued)**

**Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate (Continued)**

	1.00% Decrease (6.25%)	Current Discount Rate (7.25%)	1.00% Increase (8.25%)
Elizabethton City Schools' proportionate share of the Net Pension Liability (Asset)	\$ 7,045,779	(2,265,540)	(9,986,811)

**Pension Plan Fiduciary Net Position**

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

**Payable to the Pension Plan**

At June 30, 2021, the Schools reported a payable of \$331,494 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2021.

**Tennessee Consolidated Retirement System (TCRS) - TCRS Stabilization Trust**

*Legal Provisions.* The Schools is a member of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. The Schools 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 Schools.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. The Schools may not impose any restrictions on investments placed by the trust on their behalf.

*Investment Balances.* Assets of the TCRS, including the Stabilization Reserve Trust, are invested in the Tennessee Retiree Group Trust (TRGT). The TRGT is not registered with the Securities and Exchange Commission (SEC) as an investment company. The State of Tennessee has not obtained a credit quality rating for the TRGT from a nationally recognized credit ratings agency. The fair value of investment positions in the TRGT is determined daily based on the fair value of the pool's underlying portfolio.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Tennessee Consolidated Retirement System (TCRS) - TCRS Stabilization Trust (Continued)**

Furthermore, TCRS had not obtained or provided any legally binding guarantees to support the value of participant shares during the fiscal year. There are no restrictions on the sale or redemption of shares.

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income consists of realized and unrealized appreciation (depreciation) in the fair value of investments and interest and dividend income. Interest income is recognized when earned. Securities and securities transactions are recorded in the financial statements on a trade-date basis. The fair value of assets of the TRGT held at June 30, 2021, represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. Assets held are categorized for fair value measurement within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset and give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

- Level 1 - Unadjusted quoted prices for identical assets or liabilities in active markets that can be accessed at the measurement date.
- Level 2 - Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; assets or liabilities that have a bid-ask spread price in an inactive dealer market, brokered market and principal-to-principal market; and Level 1 assets or liabilities that are adjusted.
- Level 3 - Valuations derived from valuation techniques in which significant inputs are unobservable.

Investments where fair value is measured using the Net Asset Value (“NAV”) per share have no readily determinable fair value and have been determined to be calculated consistent with FASB principles for investment companies.

Where inputs used in the measurement of fair value fall into different levels of the hierarchy, fair value of the instrument in its entirety is categorized based on the lowest level input that is significant to the valuation. This assessment requires professional judgment and as such management of the TRGT developed a fair value committee that worked in conjunction with the plan’s custodian and investment professionals to make these valuations. All assets held were valued individually and aggregated into classes to be represented in the table below.

Short-term securities generally include investments in money market-type securities reported at cost plus accrued interest.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Tennessee Consolidated Retirement System (TCRS) - TCRS Stabilization Trust (Continued)**

Equity and equity derivative securities classified in Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Equity and equity derivative securities classified in Level 2 are securities whose values are derived daily from associated traded securities. Equity securities classified in Level 3 are valued with last trade data having limited trading volume.

U.S. Treasury Bills, Bonds, Notes and Futures classified in Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Debt and debt derivative securities classified in Level 2 are valued using a bid-ask spread price from multiple independent brokers, dealers, or market principals, which are known to be actively involved in the market. Level 3 debt securities are valued using proprietary information, a single pricing source, or other unobservable inputs related to similar assets or liabilities.

Real estate investments classified in Level 3 are valued using the last valuations provided by external investment advisors or independent external appraisers. Generally, all direct real estate investments are appraised by a qualified independent appraiser(s) with the professional designation of Member of the Appraisal Institute (“MAI”), or its equivalent, every three (3) years beginning from the acquisition date of the property. The appraisals are performed using generally accepted valuation approaches applicable to the property type.

Investments in private mutual funds, traditional private equity funds, strategic lending funds and real estate funds that report using GAAP, the fair value, as well as the unfunded commitments, were determined using the prior quarter’s NAV, as reported by the fund managers, plus the current cash flows. These assets were then categorized by investment strategy. In instances where the fund investment reported using non-GAAP standards, the investment was valued using the same method, but was classified in Level 3.

At June 30, 2021, the Schools had the following investments held by the trust on its behalf:

<u>Investment</u>	<u>Weighted Average Maturity (days)</u>	<u>Maturities</u>	<u>Fair Value</u>
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 55,502
Developed Market International Equity	N/A	N/A	25,065
Emerging Market International equity	N/A	N/A	7,162
U.S. Fixed Income	N/A	N/A	35,808
Real Estate	N/A	N/A	35,808
Short-term Securities	N/A	N/A	17,904
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>1,790</u>
Total			<u>\$ 179,039</u>

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Tennessee Consolidated Retirement System (TCRS) - TCRS Stabilization Trust (Continued)**

	Fair Value June 30, 2021	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	NAV
Investment by Fair Value Level:					
U.S. Equity	\$ 55,502	55,502	-	-	-
Developed Market International Equity	25,065	25,065	-	-	-
Emerging Market International Equity	7,162	7,162	-	-	-
U.S. Fixed Income	35,808	-	35,808	-	-
Real Estate	35,808	-	-	35,808	-
Short-term Securities	17,904	-	17,904	-	-
Private Equity and Strategic Lending	1,790	-	-	-	1,790
Total	<u>\$ 179,039</u>	<u>87,729</u>	<u>53,712</u>	<u>35,808</u>	<u>1,790</u>

*Risks and Uncertainties.* The trust's investments include various types of investment funds, which in turn invest in any combination of stock, bonds and other investments exposed to various risks, such as interest rate, credit, and market risk. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported for trust investments.

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Schools does not have the ability to limit trust 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. The Schools do not have the ability to limit the credit ratings of individual investments made by the trust.

*Concentration of Credit Risk.* Concentration of credit risk is the risk of loss attributed to the magnitude of the School's investment in a single issuer. The Schools places no limit on the amount the School's may invest in one issuer.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Tennessee Consolidated Retirement System (TCRS) - TCRS Stabilization Trust  
(Continued)**

*Custodial Credit Risk.* Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the Schools' will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Pursuant to the trust agreement, investments are held in the name of the trust for the benefit of the Schools to pay retirement benefits of the Schools' employees.

For further information concerning the Schools' investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2020/ag20045.pdf>.

**Other Post-Employment Healthcare Plans**

**Teacher Group Plan**

**General Information about the OPEB Plan**

**Plan Description**

Employees of the Schools, who were hired prior to July 1, 2015, are provided with pre-65 retiree health insurance benefits through the closed Teacher Group OPEB Plan (TGOP) administered by the Tennessee Department of Finance and Administration. This plan is considered to be a multiple-employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB). However, for accounting purposes, this plan will be treated as a single-employer plan. All eligible pre-65 retired teachers, support staff and disability participants of local education agencies, who choose coverage, participate in the TGOP. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Other Post-Employment Healthcare Plans (Continued)**

**Teacher Group Plan (Continued)**

**Benefits Provided**

The Schools offers the TGOP to provide health insurance coverage to eligible pre-65 retired teachers, support staff and disabled participants of local education agencies. 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 TGOP. 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 TGOP, receives the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Payment by the Schools of individual health and dental insurance coverage shall be available for any retiring employee at the same cost as for other employees for five years or until the employee reaches age 65 (whichever occurs first). The state, as a governmental nonemployer contributing entity, provides a direct subsidy for eligible retirees premiums, based on years of service. Therefore, retirees with 30 or more years of service will receive 45%; 20 but less than 30 years, 35%; and less than 20 years, 20% of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP. The TGOP is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

**Employees Covered by Benefit Terms**

At July 1, 2020, the following employees of the Schools were covered by the benefit terms of the TGOP:

Inactive employees currently receiving benefit payments	27
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	241
	268
	268

An insurance committee, created in accordance with TCA 8-27-301, establishes the required payments to the TGOP 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 Schools paid \$285,869 to the TGOP for OPEB benefits as they came due.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Other Post-Employment Healthcare Plan (Continued)**

**Teacher Group Plan (Continued)**

**Total OPEB Liability**

**Actuarial Assumptions**

The collective total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.10%
Salary increases	Graded salary ranges from 3.44 to 8.72 percent based on age, including inflation, averaging 4 percent
Healthcare cost trend rates	9.02% for pre-65 in 2020, decreasing annually over a 10 year period to an ultimate rate of 4.50%. 7.56% for post-65 in 2020, decreasing annually over a 4 year period to an ultimate rate of 4.50%.
Retiree's share of benefit-related costs	Members are required to make monthly contributions in order to maintain their coverage. For the purpose of this valuation a weighted average has been used with weights derived from the current distribution of members among plans offered.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2020, valuations were the same as those employed in the July 1, 2019 Pension Actuarial Valuation of the 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, 2012 - June 30, 2016. 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 RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2% load for males and a -3% load for females. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10% load.

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Other Post-Employment Healthcare Plan (Continued)**

**Teacher Group Plan (Continued)**

**Discount Rate**

The discount rate used to measure the total OPEB liability was 2.21 percent. This rate reflects the interest rate derived from yields on 20-year, tax-exempt general obligation municipal bonds, prevailing on the measurement date, with an average rating of AA/Aa as shown on the Bond Buyer 20-Year Municipal GO AA index.

**Changes in Collective Total OPEB Liability**

	<b>Total OPEB Liability</b>
<b>Balance at 6/30/2019</b>	<b>\$ 7,236,771</b>
<b>Changes for the year:</b>	
Service Cost	391,167
Interest	261,042
Differences Between Expected and Actual Experience	(361,409)
Changes in Assumptions	751,892
Benefit Payments	(385,031)
Net Changes	657,661
<b>Balance at 6/30/2020</b>	<b>\$ 7,894,432</b>
 Nonemployer contributing entities proportionate share of the collective total OPEB liability	 \$ 1,900,678
 Employer's proportionate share of the collective total OPEB liability	 \$ 5,993,754
 Employer's proportion of the collective total OPEB liability	 75.92%

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2021**

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Other Post-Employment Healthcare Plan (Continued)**

**Teacher Group Plan (Continued)**

The Schools has special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the TGOP. The Schools' 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 nonemployee contributing entities, actuarially determined. The proportion changed -1.03% from the prior measurement date. The Schools recognized \$147,036 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the TGOP for School's retirees.

**Changes in Assumptions**

The discount rate was changed from 3.51% as of the beginning of the measurement period to 2.21% as of June 30, 2020. This change in assumption decreased the total OPEB liability.

**Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Discount Rate**

The following presents the proportionate share of the collective total OPEB liability related to the TGOP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate.

	1.00% Decrease (1.21%)	Current Discount Rate (2.21%)	1.00% Increase (3.21%)
Proportionate share of collective total OPEB liability	\$ 6,434,973	5,993,754	5,572,066

**Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate**

The following presents the proportionate share of the collective total OPEB liability related to the TGOP, 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 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate.

**ELIZABETHTON CITY SCHOOLS**  
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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Other Post-Employment Healthcare Plan (Continued)**

**Teacher Group Plan (Continued)**

	1.00% Decrease (8.02%/6.56% <u>decreasing to 3.50%</u> )	Current (9.02%/7.56% <u>decreasing to 4.50%</u> )	1.00% Increase (10.02%/8.56% <u>increasing to 5.50%</u> )
proportionate share of collective total OPEB liability	\$ 5,325,512	5,993,754	6,786,197

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

**OPEB Expense**

For the fiscal year ended June, 30, 2021, the Schools recognized OPEB expense of \$712,609.

**Deferred Outflows of Resources and Deferred Inflows of Resources**

For the fiscal year ended June, 30, 2021, the Schools reported deferred outflows of resources and deferred inflows of resources related to OPEB benefits in the TGOP from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in Assumptions and Other Inputs	\$ 596,780	534,498
Differences Between Expected and Actual Experience	758,859	440,007
Changes in Proportion	369,280	197,033
Benefits Paid After the Measurement Date by Employer	<u>285,869</u>	<u>-</u>
	<u><u>\$ 2,010,788</u></u>	<u><u>1,171,538</u></u>

The amounts shown above for "Employer payments subsequent to the measurement date" will be included as a reduction to total OPEB liability in the following measurement period.

**ELIZABETHTON CITY SCHOOLS**  
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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Other Post-Employment Healthcare Plan (Continued)**

**Teacher Group Plan (Continued)**

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

Year Ended June 30:	
2022	\$ 70,391
2023	70,391
2024	70,391
2025	70,391
2026	70,391
Thereafter	201,426

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

**Closed Tennessee Plan**

**General Information about the OPEB Plan**

**Plan Description**

Employees of the Schools, who were hired prior to July 1, 2015, are provided with post-65 retiree health insurance benefits through the closed Tennessee Plan (TNP) administered by the Tennessee Department of Finance and Administration. This plan is considered to be multiple-employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB). However, for accounting purposes, this plan will be treated as a single-employer plan. All eligible post-65 retired teachers and disability participants of local education agencies, who choose coverage, participate in the TNP. The TNP also includes eligible retirees of the state, certain component units of the state, and certain local governmental entities. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

**Benefits Provided**

The state offers the TNP to help fill most of the coverage gaps created by Medicare for eligible post-65 retired teachers and disabled participants of local education agencies. Insurance coverage is the only postemployment benefit provided to retirees. The TNP does not include pharmacy. In accordance with TCA 8-27-209, benefits of the TNP are established and amended by cooperation of insurance committees created by TCA 8-27-201, 8-27-301 and 8-27-701.

**ELIZABETHTON CITY SCHOOLS**  
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**For the Fiscal Year Ended June 30, 2021**

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Other Post-Employment Healthcare Plan (Continued)**

**Closed Tennessee Plan (Continued)**

**Benefits Provided (Continued)**

Retirees and disabled employees of the state, component units, local education agencies, and certain local governments who have reached the age of 65, are Medicare eligible and also receives a benefit from the Tennessee Consolidated Retirement System may participate in this plan. All plan members receive the same plan benefits at the same premium rates. Participating employers determine their own policy related to subsidizing the retiree premiums. Payment by the Schools of individual health and dental insurance coverage shall be available for any retiring employee at the same cost as for other employees for five years or until the employee reaches age 65 (whichever occurs first). The state, as a governmental nonemployer contributing entity contributes to the premiums of eligible retirees of local education agencies based on years of service. Therefore, retirees with 30 years of service receive \$50 per month; 20 but less than 30 years, \$37.50; and 15 but less than 20 years, \$25. The TNP is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

**Employees Covered by Benefit Terms**

At July 1, 2019, the following employees of the Schools was covered by the benefit terms of the TNP:

Inactive employees currently receiving benefit payments	57
Inactive employees entitled to but not yet receiving benefit payments	36
Active employees	190
	283

In accordance with TCA 8-27-209, the state insurance committees established by TCAs 8-27-201, 8-27-301 and 8-27-701 determine the required payments to the plan by member employers and employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the Schools did not make any payments to the TNP for OPEB benefits as they came due.

**ELIZABETHTON CITY SCHOOLS**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Other Post-Employment Healthcare Plan (Continued)**

**Closed Tennessee Plan (Continued)**

**Total OPEB Liability**

**Actuarial Assumptions**

The collective total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.10%
Salary increases	Graded salary ranges from 3.44 to 8.72 percent based on age, including inflation, averaging 4 percent
Healthcare cost trend rates	The premium subsidies provided to retirees in the Tennessee Plan are assumed to remain unchanged for the entire projection, therefore trend rates are not applicable

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2020, valuations were the same as those employed in the July 1, 2019 Pension Actuarial Valuation of the 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, 2012 - June 30, 2016. 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 RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2% load for males and a -3% load for females. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10% load.

**Discount Rate**

The discount rate used to measure the total OPEB liability was 2.21 percent. This rate reflects the interest rate derived from yields on 20-year, tax-exempt general obligation municipal bonds, prevailing on the measurement date, with an average rating of AA/Aa as shown on the Bond Buyer 20-Year Municipal GO AA index.

**ELIZABETHTON CITY SCHOOLS**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2021**

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Other Post-Employment Healthcare Plan (Continued)**

**Closed Tennessee Plan (Continued)**

**Changes in Collective Total OPEB Liability**

	<b>Total OPEB Liability</b>
<b>Balance at 6/30/2019</b>	<b>\$ 660,022</b>
<b>Changes for the year:</b>	
Service Cost	12,144
Interest	23,149
Differences Between Expected and Actual Experience	26,262
Changes in Assumptions	146,520
Benefit Payments	(25,513)
Net Changes	182,562
 <b>Balance at 6/30/2020</b>	 <b>\$ 842,584</b>
 Nonemployer contributing entities proportionate share of the collective total OPEB liability	 \$ 842,584
 Employer's proportionate share of the collective total OPEB liability	 \$ -
 Employer's proportion of the collective total OPEB liability	 0.00%

The Schools has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the TNP. The School's proportionate share of the collective total OPEB liability was based on a projection of the employers long-term share of benefits paid through the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployee contributing entities, actuarially determined. The School's proportion of 0% did not change from the prior measurement date. The School's recognized \$49,321 in revenue for support provided by nonemployee contributing entities for benefits paid to the TNP for the School's retired employees.

**ELIZABETHTON CITY SCHOOLS**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2021**

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**NOTE 4 - OTHER INFORMATION (CONTINUED)**

**Other Post-Employment Healthcare Plan (Continued)**

**Changes in Assumptions**

The discount rate was changed from 3.51% as of the beginning of the measurement period to 2.21% as of June 30, 2020. This change in assumption increased the total OPEB liability.

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

**OPEB Expense**

For the fiscal year ended June, 30, 2020, the Schools recognized OPEB expense of \$49,321.

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Schools. The Schools have recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund in the amount of \$130,259.

**Deferred Compensation**

Teachers hired after July 1, 2014 are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed previously and is managed by TCRS, 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 the employer to contribute five percent of the employee's salary while employees are required to contribute a minimum of two percent of their salary unless they opt out of the employee portion. During the year, employees contributed a total of \$73,938 and employer contributions were \$142,735.

**NOTE 5 - PRIOR PERIOD ADJUSTMENT**

As a result of adopting GASB 84, *Fiduciary Activities*, beginning net position and beginning fund balance of the governmental activities was increased \$1,098,375, which was the fund balance of the combined school activity funds at June 30, 2020. The adoption of GASB 84 had no effect on the change in net position, or the net change in fund balances for the fiscal year ended June 30, 2021. In prior years, the Internal School Funds had no measurement focus. However, due to the implementation of GASB Statement 84, the Internal School Funds adopted the economic measurement focus and the accrual basis of accounting.

**REQUIRED SUPPLEMENTARY INFORMATION**

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS BASED ON**  
**PARTICIPATION IN THE PUBLIC EMPLOYEE PENSION PLAN OF TCRS - AGENCY PLAN**  
**Last Fiscal Year Ending June 30**

	2014	2015	2016	2017	2018	2019	2020
TOTAL PENSION LIABILITY							
Service Cost	\$ 203,227	206,173	212,921	214,734	245,124	255,031	267,644
Interest	603,524	606,661	629,301	661,037	685,089	720,446	756,259
Differences Between Actual and Expected Experience	(336,885)	(71,927)	6,848	(47,774)	25,550	52,124	242,324
Change of Assumptions	-	-	-	223,457	-	-	-
Benefit Payments, Including Refunds of Employee Contributions	(389,506)	(472,481)	(419,093)	(436,369)	(455,957)	(500,021)	(592,484)
NET CHANGE IN TOTAL PENSION LIABILITY	80,360	268,426	429,977	615,085	499,806	527,580	673,743
TOTAL PENSION LIABILITY - BEGINNING	<u>8,038,516</u>	<u>8,118,876</u>	<u>8,387,302</u>	<u>8,817,279</u>	<u>9,432,364</u>	<u>9,932,170</u>	<u>10,459,750</u>
TOTAL PENSION LIABILITY - ENDING (a)	<u>\$ 8,118,876</u>	<u>8,387,302</u>	<u>8,817,279</u>	<u>9,432,364</u>	<u>9,932,170</u>	<u>10,459,750</u>	<u>11,133,493</u>
PLAN FIDUCIARY NET POSITION							
Contributions - Employer	\$ 186,419	194,363	192,765	195,529	212,965	237,832	266,022
Contributions - Employee	112,436	116,946	115,985	117,647	123,962	128,698	139,865
Net Investment Income	1,132,859	240,557	209,788	907,747	729,347	698,370	491,375
Benefit Payments, Including Refunds of Employee Contributions	(389,506)	(472,481)	(419,093)	(436,369)	(455,957)	(500,021)	(592,484)
Administrative Expense	(4,231)	(5,700)	(7,271)	(9,801)	(10,574)	(10,607)	(11,246)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	1,037,977	73,685	92,174	774,753	599,743	554,272	293,532
PLAN FIDUCIARY NET POSITION - BEGINNING	<u>6,872,893</u>	<u>7,910,870</u>	<u>7,984,555</u>	<u>8,076,729</u>	<u>8,851,482</u>	<u>9,451,225</u>	<u>10,005,497</u>
PLAN FIDUCIARY NET POSITION - ENDING (b)	<u>\$ 7,910,870</u>	<u>7,984,555</u>	<u>8,076,729</u>	<u>8,851,482</u>	<u>9,451,225</u>	<u>10,005,497</u>	<u>10,299,029</u>
NET PENSION LIABILITY - ENDING (a) - (b)	<u>\$ 208,006</u>	<u>402,747</u>	<u>740,550</u>	<u>580,882</u>	<u>480,945</u>	<u>454,253</u>	<u>834,464</u>
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF TOTAL PENSION LIABILITY	97.44%	95.20%	91.60%	93.84%	95.16%	95.66%	92.50%
COVERED PAYROLL	\$ 2,248,707	2,338,905	2,319,681	2,354,007	2,479,229	2,573,936	2,797,290
NET PENSION LIABILITY AS A PERCENTAGE OF COVERED PAYROLL	9.25%	17.22%	31.92%	24.68%	19.40%	17.65%	29.83%

*Changes of assumptions:* In 2017, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustment, salary growth and mortality improvements.

GASB 68 requires a 10 year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied date from TCRS GASB website for prior years' data, if needed.

See Independent Auditors' Report

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF CONTRIBUTIONS BASED ON PARTICIPATION IN THE PUBLIC EMPLOYEE**  
**PENSION PLAN OF TCRS - AGENCY PLAN**  
**Last Fiscal Year Ending June 30**

	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 186,419	194,363	192,765	195,529	212,965	237,832	266,022	306,795
Contributions in relation to the actuarially determined contribution	<u>186,419</u>	<u>194,363</u>	<u>192,765</u>	<u>195,529</u>	<u>212,965</u>	<u>237,832</u>	<u>266,022</u>	<u>306,795</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>-</u>						
Covered payroll	\$ 2,248,707	2,338,905	2,319,681	2,354,007	2,479,239	2,573,936	2,797,290	3,226,021
Contributions as a percentage of covered payroll	8.29%	8.31%	8.31%	8.31%	8.59%	9.24%	9.51%	9.51%

GASB 68 requires a 10 year schedule for this data to be presented starting *with the implementation of GASB 68*. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from TCRS GASB website for prior years' data, if needed.

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF CONTRIBUTIONS BASED ON PARTICIPATION IN THE PUBLIC EMPLOYEE**  
**PENSION PLAN OF TCRS - AGENCY PLAN**  
**Last Fiscal Year Ending June 30**

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**Notes To Schedule**

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

*Methods and assumptions used to determine contribution rates:*

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level dollar, closed (not to exceed 20 years)
Remaining Amortization Period	Varies by year
Asset Valuation	10-year smoothed within a 20 percent corridor to market value
Inflation	2.50 percent
Salary Increases	Graded salary ranges from 8.72 to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment Rate of Return	7.25 percent, 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 Adjustments	2.25 percent

*Changes of assumptions.* In 2017, the following assumptions were changed: decreased inflation rate from 3.00 percent to 2.50 percent; decreased the investment rate of return from 7.50 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.50 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.00 percent; and modified mortality assumptions.

See Independent Auditors' Report

**ELIZABETHTON CITY SCHOOLS**  
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**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET) - TEACHER LEGACY**  
**PENSION PLAN OF TCRS**  
**Last Fiscal Year Ended June 30**

	2014	2015	2016	2017	2018	2019	2020
Elizabethton City Schools' proportion of the net pension liability (asset)	0.266606%	0.271131%	0.282767%	0.291175%	0.285178%	0.292866%	0.297091%
Elizabethton City Schools' proportionate share of the net pension liability (asset)	\$ (43,322)	111,065	1,767,139	(95,266)	(1,003,518)	(3,011,189)	(2,265,540)
Elizabethton City Schools' covered payroll	\$ 10,464,264	10,149,813	10,207,349	10,358,477	9,989,028	9,820,226	9,887,660
Elizabethton City Schools' proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-0.41%	1.09%	17.31%	-0.92%	-10.05%	-30.66%	-22.91%
Plan fiduciary net position as a percentage of the total pension liability	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%

GASB 68 requires a 10 year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied date from TCRS GASB website for prior years' data, if needed.

See Independent Auditors' Report

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF CONTRIBUTIONS - TEACHER LEGACY**  
**PENSION PLAN OF TCRS**  
**Last Fiscal Year Ended June 30**

	2014	2015	2016	2017	2018	2019	2020	2021
Contractually Required Contribution	\$ 929,227	917,543	922,743	930,473	906,730	1,027,194	1,051,091	1,009,010
Contribution in relation to the contractually required contribution	929,227	917,543	922,743	930,473	906,730	1,027,194	1,051,091	1,009,010
Contribution deficiency (excess)	\$ -	-	-	-	-	-	-	-
Covered payroll	\$ 10,464,264	10,149,813	10,207,349	10,358,447	9,989,028	9,820,226	9,887,660	9,824,819
Contributions as a percentage of covered payroll	8.88%	9.04%	9.04%	8.98%	9.08%	10.46%	10.63%	10.27%

GASB 68 requires a 10 year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from TCRS GASB website for prior years' data, if needed.

*Changes of assumptions.* In 2017, the following assumptions were changed: decreased inflation rate from 3.00 percent to 2.50 percent; decreased the investment rate of return from 7.50 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.50 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.00 percent; and modified mortality assumptions.

See Independent Auditors' Report

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET) -**  
**TEACHER RETIREMENT PLAN OF TCRS**  
**Last Fiscal Year Ended June 30**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Elizabethton City Schools' proportion of the net pension liability (asset)	0.267838%	0.231179%	0.203596%	0.194796%	0.199822%	0.188373%
Elizabethton City Schools' proportionate share of the net pension liability (asset)	\$ (11,002)	(24,066)	(53,715)	(88,345)	(112,797)	(107,117)
Elizabethton City Schools' covered payroll	\$ 568,226	1,017,201	1,270,687	1,699,254	2,114,534	2,376,813
Elizabethton City Schools' proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-1.94%	-2.37%	-4.23%	-5.20%	-5.33%	-4.51%
Plan fiduciary net position as a percentage of the total pension liability	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%

GASB 68 requires a 10 year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from TCRS GASB website for prior years' data, if needed.

See Independent Auditors' Report

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF CONTRIBUTIONS - TEACHER RETIREMENT PLAN OF TCRS**  
**Last Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	\$ 14,206	25,463	53,451	27,760	41,022	48,256	58,260
Contribution in relation to the contractually required contribution	22,729	40,688	53,451	68,091	41,022	48,256	58,260
Contribution deficiency (excess)	<u>\$ (8,523)</u>	<u>(15,225)</u>	<u>-</u>	<u>(40,331)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Covered payroll	\$ 568,226	1,017,201	1,270,687	1,699,254	2,114,534	2,376,813	2,884,151
Contributions as a percentage of covered payroll	4.00%	4.00%	4.21%	4.01%	1.94%	2.03%	2.02%

GASB 68 requires a 10 year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from TCRS GASB website for prior years' data, if needed.

*Changes of assumptions.* In 2017, the following assumptions were changed: decreased inflation rate from 3.00 percent to 2.50 percent; decreased the investment rate of return from 7.50 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.50 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.00 percent; and modified mortality assumptions.

Beginning in FY 2019, the Board of Education 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%

See Independent Auditors' Report

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF CHANGES IN ELIZABETHTON CITY SCHOOLS PROPORTIONATE SHARE OF**  
**COLLECTIVE OPEB LIABILITY AND RELATED RATIOS - TEACHER GROUP OPEB PLAN**  
**Last Fiscal Year Ending June 30**

	2017	2018	2019	2020
TOTAL OPEB LIABILITY				
Service Cost	\$ 323,771	300,296	480,708	391,167
Interest	181,096	215,294	287,390	261,042
Changes of Benefit Terms	-	-	239,111	-
Differences Between Actual and Expected Experience	-	1,113,535	(491,000)	(361,409)
Change of Assumptions	(274,640)	471,548	(530,931)	751,892
Benefit Payments	(349,040)	(373,156)	(409,882)	(385,031)
NET CHANGE IN TOTAL OPEB LIABILITY	(118,813)	1,727,517	(424,604)	657,661
TOTAL OPEB LIABILITY - BEGINNING	6,052,671	5,933,858	7,661,375	7,236,771
TOTAL OPEB LIABILITY - ENDING (a)	<u>\$ 5,933,858</u>	<u>7,661,375</u>	<u>7,236,771</u>	<u>7,894,432</u>
NONEMPLOYER CONTRIBUTING ENTITIES PROPORTIONATE SHARE OF THE COLLECTIVE TOTAL OPEB LIABILITY	\$ 1,714,582	1,562,093	1,668,003	1,900,678
EMPLOYER'S PROPORTIONATE SHARE OF THE COLLECTIVE TOTAL OPEB LIABILITY	\$ 4,219,276	6,099,282	5,568,768	5,993,754
COVERED PAYROLL	\$ 9,854,304	10,917,634	11,301,778	11,623,460
EMPLOYER'S PROPORTIONATE SHARE OF COLLECTIVE TOTAL OPEB LIABILITY AS A PERCENTAGE OF COVERED-EMPLOYEE PAYROLL	42.82%	55.87%	49.27%	51.57%

**Notes to Schedule**

There are no assets accumulating in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, related to this OPEB plan. The amounts reported for each fiscal year were determined as of the prior fiscal year-end.

This schedule is intended to display ten years of information. Additional years will be displayed as they become available.

**Changes in assumptions.**

The following are the discount rates used in each period:

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%
2020	2.21%

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

- 2019 plan year - from 5.4% to 6.75%
- 2020 plan year - from 6.75% to 6.03%
- 2021 plan year - from 6.03% to 9.02%

See Independent Auditors' Report

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF CHANGES IN ELIZABETHTON CITY SCHOOLS PROPORTIONATE SHARE OF**  
**COLLECTIVE OPEB LIABILITY AND RELATED RATIOS - TENNESSEE CLOSED PLAN**  
**Last Fiscal Year Ending June 30**

	2017	2018	2019	2020
TOTAL OPEB LIABILITY				
Service Cost	\$ 15,870	12,860	10,497	12,144
Interest	20,150	22,714	20,584	23,149
Differences Between Actual and Expected Experience	-	(72,865)	70,906	26,262
Change of Assumptions	(59,301)	(4,380)	12,544	146,520
Benefit Payments	(25,500)	(25,970)	(25,019)	(25,513)
NET CHANGE IN TOTAL OPEB LIABILITY	(48,781)	(67,641)	89,512	182,562
TOTAL OPEB LIABILITY - BEGINNING	686,932	638,151	570,510	660,022
TOTAL OPEB LIABILITY - ENDING (a)	<u>\$ 638,151</u>	<u>570,510</u>	<u>660,022</u>	<u>842,584</u>
NONEMPLOYER CONTRIBUTING ENTITIES PROPORTIONATE SHARE OF THE COLLECTIVE TOTAL OPEB LIABILITY	\$ 638,151	570,510	660,022	842,584
EMPLOYER'S PROPORTIONATE SHARE OF THE COLLECTIVE TOTAL OPEB LIABILITY	\$ -	-	-	-
COVERED PAYROLL	\$ 9,854,304	10,917,634	11,301,778	11,623,460
EMPLOYER'S PROPORTIONATE SHARE OF COLLECTIVE TOTAL OPEB LIABILITY AS A PERCENTAGE OF COVERED-EMPLOYEE PAYROLL	0.00%	0.00%	0.00%	0.00%

**Notes to Schedule**

There are no assets accumulating, in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, related to this OPEB plan.

The amounts reported for each fiscal year were determined as of the prior fiscal year-end.

This schedule is intended to display ten years of information. Additional years will be displayed as they become available.

See Independent Auditors' Report

## **SUPPLEMENTARY INFORMATION**

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Fiscal Year Ended June 30, 2021**

Assistance Listing Number	Pass-Through Grant Number	Program Name	Grantor Agency	Balance July 1, 2020	Cash Receipts	Expenditures	Balance June 30, 2021
<b>School Federal Projects Fund</b>							
Pass-Through State Department of Education							
84.048A	V048A190042	Carl Perkins - Basic (CTE Program Improvements)	U.S. Department of Education	\$ (1,785)	3,013	1,228	-
84.048A	V048A200042	Carl Perkins - Basic (CTE Program Improvements)	U.S. Department of Education	-	2,798	2,798	-
84.048A	V048A210042	Carl Perkins - Basic (CTE Program Improvements)	U.S. Department of Education	-	38,952	38,952	-
84.048A	V048A190042	Carl Perkins - Consolidated Reserve - Equipment	U.S. Department of Education	(4,458)	4,458	-	-
		Total Carl Perkins Vocational Education		<u>(6,243)</u>	<u>49,221</u>	<u>42,978</u>	<u>-</u>
Special Education Cluster (IDEA)							
84.027A	H027A190052	IDEA, Part B	U.S. Department of Education	(3,340)	3,340	-	-
84.027A	H027A200052	IDEA, Part B	U.S. Department of Education	-	536,448	536,448	-
84.027A	H027A200052	IDEA, Part B - Partnership for Systemic Change	U.S. Department of Education	-	52,828	52,828	-
84.027A	H027A190052	IDEA, Part B - Discretionary Funds	U.S. Department of Education	-	12,452	12,452	-
84.027A	H027A190052	IDEA, Part B - Technology Funds	U.S. Department of Education	(78)	5,276	5,198	-
84.173A	H713A200095	IDEA, Preschool	U.S. Department of Education	-	17,579	17,579	-
		Total Special Education Cluster (IDEA)		<u>(3,418)</u>	<u>627,923</u>	<u>624,505</u>	<u>-</u>
84.010A	S010A190042	Title I, Part A	U.S. Department of Education	(5,019)	5,019	-	-
84.010A	S010A200042	Title I, Part A	U.S. Department of Education	-	763,346	763,346	-
84.010A	S010A190042	Title I, Part A, Local Neglected	U.S. Department of Education	(4,937)	4,937	-	-
84.010A	S010A200042	Title I, Part A, Local Neglected	U.S. Department of Education	-	30,524	36,066	(5,542) *
		Total Title I, Part A		<u>(9,956)</u>	<u>803,826</u>	<u>799,412</u>	<u>(5,542)</u>
84.367A	S367A190040	Title II, Part A	U.S. Department of Education	(1,600)	1,600	-	-
84.367A	S367A200040	Title II, Part A	U.S. Department of Education	-	117,956	117,956	-
		Total Title II, Part A		<u>(1,600)</u>	<u>119,556</u>	<u>117,956</u>	<u>-</u>
84.424A	S424A190044	Title IV, Part A	U.S. Department of Education	(266)	266	-	-
84.424A	S424A200044	Title IV, Part A	U.S. Department of Education	-	58,731	58,731	-
				<u>(266)</u>	<u>58,997</u>	<u>58,731</u>	<u>-</u>
84.287C	S287C200043	Title IV, Part B, 21st Century Community Learning Centers	U.S. Department of Education	-	145,334	145,334	-
84.425D	S425D200047	COVID-19 - Education Stabilization Fund Program - Elementary & Secondary School Emergency Relief Fund 1.0	U.S. Department of Education	-	440,466	445,035	(4,569) *
84.425D	S425D210047	COVID-19 - Education Stabilization Fund Program - Elementary & Secondary School Emergency Relief Fund 2.0	U.S. Department of Education	-	33,930	37,162	(3,232) *
		Total Education Stabilization Fund		<u>-</u>	<u>474,396</u>	<u>482,197</u>	<u>(7,801)</u>
21.019	SLT0039	COVID-19 LEA Reopening & Programmatic Supports Grant	U.S. Department of the Treasury	-	60,000	60,000	-
21.019	SLT0039	COVID-19 Technology Connectivity Grant	U.S. Department of the Treasury	-	31,468	31,468	-
21.019	SLT0039	COVID-19 Remote Learning Technology Grant	U.S. Department of the Treasury	-	160,672	160,672	-
		Total Coronavirus Relief Fund - U.S. Department of Treasury		<u>-</u>	<u>252,140</u>	<u>252,140</u>	<u>-</u>

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Fiscal Year Ended June 30, 2021**

Assistance Listing Number	Pass-Through Grant Number	Program Name	Grantor Agency	Balance July 1, 2020	Cash Receipts	Expenditures	Balance June 30, 2021
Pass-Through Tennessee Department of Human Services							
84.126	Z20-50720	Vocational Rehabilitation	Department of Human Services	(2,761)	2,761	-	-
85.126	Z20-50721	Vocational Rehabilitation	Department of Human Services	-	39,286	42,081	(2,795) *
		Total Vocational Rehabilitation		<u>(2,761)</u>	<u>42,047</u>	<u>42,081</u>	<u>(2,795)</u>
Direct Federal Revenue							
16.710	[1]	COPS Grant	Department of Justice	-	435,103	435,103	-
Total School Federal Projects Fund				<u>(24,244)</u>	<u>3,008,543</u>	<u>3,000,437</u>	<u>(16,138)</u>
<u>School Nutrition Fund</u>							
Pass-Through Tennessee Department of Agriculture							
Child Nutrition Cluster							
10.533	[1]	COVID-19 National School Breakfast Program	U.S. Department of Agriculture	(6,743)	6,743	-	-
10.533	[1]	National School Breakfast Program	U.S. Department of Agriculture	-	323,188	332,065	(8,877) *
10.555	[1]	COVID-19 National School Lunch Program	U.S. Department of Agriculture	(10,728)	10,728	-	-
10.555	[1]	National School Lunch Program	U.S. Department of Agriculture	-	557,426	573,518	(16,092) *
10.555	[1]	National Snack Reimbursement	U.S. Department of Agriculture	-	6,030	6,030	-
10.555	[1]	National School Lunch Program (Commodities - Noncash Assistance)	U.S. Department of Agriculture	-	87,811	87,811	-
10.579	[1]	Child Nutrition Discretionary Grants	U.S. Department of Agriculture	-	-	8,942	(8,942) *
		Total Child Nutrition Cluster		<u>(17,471)</u>	<u>991,926</u>	<u>1,008,366</u>	<u>(33,911)</u>
Total School Nutrition Fund				<u>(17,471)</u>	<u>991,926</u>	<u>1,008,366</u>	<u>(33,911)</u>
<b>TOTAL FEDERAL AWARDS</b>				<u>\$ (41,715)</u>	<u>4,000,469</u>	<u>4,008,803</u>	<u>(50,049)</u>

\* Receivable

\*\* Unused Revenue

[1] Information not available

(Continued)

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Fiscal Year Ended June 30, 2021**

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NOTE A: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Elizabethton City Schools under programs of the federal government for the fiscal year ended June 30, 2021. The information in this schedule is presented in accordance with the 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). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. Because the schedule presents only a selected portion of the operations of the Elizabethton City Schools, it is not intended to and does not present the financial position or changes in net position of the Elizabethton City Schools.

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE C: FOOD DISTRIBUTION

Non-monetary assistance is reported in the schedule of expenditures of federal awards at the fair market value of commodities received and used.

NOTE D: INDIRECT COST RATES

Elizabethton City Schools has not elected to use the 10 percent *de Minimis* indirect cost rate as allowed under the Uniform Guidance.

[1] Information not available

See Independent Auditors' Report

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF EXPENDITURES OF STATE AWARDS**  
**For the Fiscal Year Ended June 30, 2021**

CFDA Number	Program Name	Grantor Agency	Balance July 1, 2020	Cash Receipts	Expenditures	Balance June 30, 2021
<u>General Purpose School Fund</u>						
N/A	Coordinated School Health	Tennessee Department of Education	\$ (29,520)	114,520	85,000	-
N/A	Early Childhood Grant	Tennessee Department of Education	-	405,034	405,034	-
N/A	Basic Education Program	Tennessee Department of Education	-	14,728,613	14,728,613	-
N/A	Basic Education Program - One Time	Tennessee Department of Education	-	104,500	104,500	-
N/A	Driver's Education	Tennessee Department of Education	-	7,251	7,251	-
N/A	Summer Learning Camps	Tennessee Department of Education	-	-	154,373	(154,373) *
N/A	STREAM Mini Camps	Tennessee Department of Education	-	-	44,106	(44,106) *
N/A	Bridge Camp	Tennessee Department of Education	-	-	69,786	(69,786) *
N/A	Learning Camp Transportation	Tennessee Department of Education	-	-	28,595	(28,595) *
N/A	Career Ladder	Tennessee Department of Education	(9,143)	44,522	36,116	(737) *
N/A	SIS Subsidy	Tennessee Department of Education	-	3,838	3,838	-
N/A	EPSO Grant	Tennessee Department of Education	771	-	771	-
N/A	Three Star Grant	Tennessee Department of Economic & Community Development	(5,772)	5,772	10,154	(10,154) *
N/A	Aviation Grant	Tennessee Department of Transportation	(28,275)	28,275	-	-
N/A	SAFE Schools Grant	Tennessee Department of Education	(9,579)	65,139	55,560	-
N/A	SAFE Schools - SRO Grant	Tennessee Department of Education	(13,820)	118,820	105,000	-
N/A	SAFE Schools - Safety Grant	Tennessee Department of Education	-	69,700	69,700	-
N/A	Middle School STEM Start-Up Grant	Tennessee Department of Education	-	10,000	10,000	-
N/A	Other State Funds	Tennessee Department of Education	-	112,180	112,180	-
Total General Purpose School Fund			<u>(95,338)</u>	<u>15,705,984</u>	<u>16,030,577</u>	<u>(307,751)</u>
<u>School Nutrition Fund</u>						
N/A	State Matching Funds	Tennessee Department of Agriculture	-	9,819	9,819	-
Total School Nutrition Fund			-	9,819	9,819	-
TOTAL STATE GRANTS			<u>\$ (95,338)</u>	<u>15,715,803</u>	<u>16,040,396</u>	<u>(307,751)</u>

\* Receivable      \*\* Unused Revenue  
See Independent Auditors' Report.

**SECTION III**

**INTERNAL CONTROL AND COMPLIANCE SECTION**

**INDEPENDENT AUDITORS' 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**

To the Director of Schools and  
School Board Members  
Elizabethton City Schools  
Elizabethton, Tennessee

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 and each major fund of the Elizabethton City Schools, a component unit of the City of Elizabethton, Tennessee, as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Elizabethton City Schools' basic financial statements, and have issued our report thereon dated November 29, 2021.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Elizabethton City Schools' 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 the Elizabethton City Schools' internal control. Accordingly, we do not express an opinion on the effectiveness of the Elizabethton City Schools' 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 Elizabethton City Schools' 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 may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Elizabethton City Schools' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **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 the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Blackburn, Childers & Steagall, PLC*

BLACKBURN, CHILDERS & STEAGALL, PLC  
Johnson City, Tennessee

November 29, 2021

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON  
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Director of Schools and  
School Board Members  
Elizabethton City Schools  
Elizabethton, Tennessee

**Report on Compliance for Each Major Federal Program**

We have audited the Elizabethton City Schools', a component unit of the City of Elizabethton, Tennessee, compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Elizabethton City Schools' major federal programs for the fiscal year ended June 30, 2021. Elizabethton City Schools' major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditors' Responsibility***

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

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Elizabethton City Schools' compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, Elizabethton City Schools complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

### **Report on Internal Control Over Compliance**

Management of the Elizabethton City Schools is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Elizabethton City Schools' internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Elizabethton City Schools' 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

*Blackburn, Childers & Steagall, P.C.*

BLACKBURN, CHILDERS & STEAGALL, PLC  
Johnson City, Tennessee

November 29, 2021

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**June 30, 2021**

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**SECTION I - SUMMARY OF AUDITORS' RESULTS**

**FINANCIAL STATEMENTS**

1. Our report on the financial statements of the Elizabethton City Schools 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:
 

Title I, Part A and Elementary & Secondary School Emergency Relief Fund  
 Assistance Listing Number: 84.010A and 84.425D
8. Dollar threshold used to distinguish between Type A and Type B programs? \$750,000
9. Auditee qualified as low-risk auditee? Yes

**ELIZABETHTON CITY SCHOOLS**  
**(A COMPONENT UNIT OF THE CITY OF ELIZABETHTON, TENNESSEE)**  
**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS**  
**For the Fiscal Year Ended June 30, 2021**

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**FINANCIAL STATEMENT FINDINGS**

Prior Year Finding Number	Finding Title	Status / Current Year Finding Number
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None noted.

**INDEPENDENT AUDITORS' REPORT**  
**OF**  
**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION**  
**INTERNAL SCHOOL FUNDS – REGULATORY BASIS**

**ELIZABETHTON HIGH SCHOOL**  
**T.A. DUGGER JUNIOR HIGH**  
**EAST SIDE ELEMENTARY**  
**HAROLD MCCORMICK ELEMENTARY**  
**WEST SIDE ELEMENTARY**

**For the Fiscal Year Ended June 30, 2021**

**INDEPENDENT AUDITORS' REPORT**

**OF**

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION**

**INTERNAL SCHOOL FUNDS – REGULATORY BASIS**

**ELIZABETHTON HIGH SCHOOL  
T.A. DUGGER JUNIOR HIGH SCHOOL  
EAST SIDE ELEMENTARY SCHOOL  
HAROLD MCCORMICK ELEMENTARY SCHOOL  
WEST SIDE ELEMENTARY SCHOOL**

**For the Fiscal Year Ended June 30, 2021**

**SECTION I**  
**INTRODUCTORY SECTION**

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS – REGULATORY BASIS  
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**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS – REGULATORY BASIS  
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**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS – REGULATORY BASIS  
DIRECTORY OF SCHOOL OFFICIALS**

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**Central Office**

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Director of Schools - as of June 30, 2021                      Richard VanHuss

Board of Education - as of June 30, 2021

Eddie Pless, Chair  
Phil Isaacs, Vice Chair  
Danny O'Quinn  
Mike Wilson  
Jamie Bass Schaff

Department of Business and Fiscal Management                      Beth Wilson, MBA

<b>Individual School</b>	<b>Principal - as of June 30, 2021</b>	<b>Bookkeeper</b>
Elizabethton High School	Jon Minton	Kimberly Kelley
T.A. Dugger Junior High School	Chris Berry	Mitzi Phillips
East Side Elementary School	Travis Hurley	Emily Orsburn
Harold McCormick Elementary School	Eric Wampler	Stephani Shouse
West Side Elementary School	John Wright	Karen Barnett

**SECTION II**  
**FINANCIAL SECTION**

## INDEPENDENT AUDITORS' REPORT

Chairman and Members of the Board  
Elizabethton, Tennessee Board of Education

### Report on the Financial Statements

We have audited the accompanying combined balance sheet – regulatory basis of the Elizabethton, Tennessee Board of Education Internal School Funds as of June 30, 2021, and the related combined statement of revenues, expenditures and changes in fund balances – regulatory basis for the year then ended, and the related notes to the financial statements, which collectively comprise Elizabethton, Tennessee Board of Education Internal School Funds’ basic financial statements, as listed in the table of contents. We also have audited the individual school balance sheets – regulatory basis, and the individual school statements of revenues, expenditures and changes in fund balances – regulatory basis presented as supplementary information in the accompanying individual school financial statements as of and for the year ended June 30, 2021, as listed in the table of contents.

### *Management’s Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual*, as described in Note 1. Management is also responsible 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.

### *Auditors’ Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors’ judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As described in Note 1 of the financial statements, the financial statements are prepared by Elizabethton, Tennessee Board of Education Internal School Funds on the basis of the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual*, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of Tennessee.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Elizabethton, Tennessee Board of Education Internal School Funds as of June 30, 2021, or changes in financial position for the year then ended.

***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the combined financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and fund balances of Elizabethton, Tennessee Board of Education Internal School Funds as of June 30, 2021, and the related revenues, expenditures and changes in fund balances for the year then ended, in accordance with the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual* described in Note 1. In addition, in our opinion, the individual school financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and fund balances of Elizabethton, Tennessee Board of Education Internal School Funds as of June 30, 2021, and the related revenues, expenditures and changes in fund balances for the year then ended, in accordance with the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual* described in Note 1.

***Other Matters***

*Other Information*

Our audit was conducted for the purpose of forming an opinion on the combined financial statements – regulatory basis that collectively comprise the Elizabethton, Tennessee Board of Education Internal School Funds’ basic financial statements. In addition, our audit was conducted for the purpose of forming an opinion on the individual school financial statements – regulatory basis, presented as supplementary information. The accompanying supplementary schedules, introductory section, and management’s corrective action plan, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements – regulatory basis of the schools.

Elizabethton, Tennessee Board of Education Internal School Funds  
Independent Auditors' Report

As described in Note 1 of the financial statements, the supplementary schedules, as listed in the table of contents, are prepared by Elizabethton, Tennessee Board of Education Internal School Funds on the basis of the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual*, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

The supplementary schedules, as listed in the table of contents, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements – regulatory basis. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements – regulatory basis 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 – regulatory basis themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary schedules, as listed in the table of contents, are fairly stated, in all material respects, in relation to the basic financial statements – regulatory basis as a whole.

The directory of school officials and management's corrective action plan have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 16, 2021 on our consideration of Elizabethton, Tennessee Board of Education Internal School Funds' 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 Elizabethton, Tennessee Board of Education Internal School Funds' 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 Elizabethton, Tennessee Board of Education Internal School Funds' internal control over financial reporting and compliance.

*Blackburn, Childers + Steagall, PLLC*

BLACKBURN, CHILDERS & STEAGALL, PLC  
Johnson City, Tennessee

September 16, 2021

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS – REGULATORY BASIS  
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Combined Statement of Revenues, Expenditures and Changes in Fund Balances – Regulatory Basis - All Schools	B	11

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS  
COMBINED BALANCE SHEET - REGULATORY BASIS - ALL SCHOOLS  
June 30, 2021**

**EXHIBIT A**

	Elizabethton High School	T.A. Dugger Junior High School	East Side Elementary School	Harold McCormick Elementary School	West Side Elementary School	Total Schools
<b>ASSETS</b>						
Cash in Bank - Checking	\$ 582,947	94,300	52,210	68,509	57,462	855,428
Cash in Bank - Savings	38,819	30,026	-	-	-	68,845
Cash in Bank - Bank CD	212,009	-	-	-	-	212,009
Other Assets	15,744	-	-	-	-	15,744
<b>TOTAL ASSETS</b>	<b>\$ 849,519</b>	<b>124,326</b>	<b>52,210</b>	<b>68,509</b>	<b>57,462</b>	<b>1,152,026</b>
<b>FUND BALANCES</b>						
<b>General Fund</b>						
Unassigned	\$ 90,955	42,764	41,923	52,691	51,696	280,029
<b>Total General Fund</b>	<b>90,955</b>	<b>42,764</b>	<b>41,923</b>	<b>52,691</b>	<b>51,696</b>	<b>280,029</b>
<b>Restricted Fund</b>						
Restricted	354,369	2,131	9,210	13,798	2,916	382,424
Assigned	404,195	79,431	1,077	2,020	2,850	489,573
<b>Total Restricted Fund</b>	<b>758,564</b>	<b>81,562</b>	<b>10,287</b>	<b>15,818</b>	<b>5,766</b>	<b>871,997</b>
<b>TOTAL FUND BALANCES</b>	<b>\$ 849,519</b>	<b>124,326</b>	<b>52,210</b>	<b>68,509</b>	<b>57,462</b>	<b>1,152,026</b>

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS  
COMBINED STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - REGULATORY BASIS - ALL SCHOOLS  
For the Fiscal Year Ended June 30, 2021**

**EXHIBIT B**

	Elizabethton High School	T.A.Dugger Junior High School	East Side Elementary School	Harold McCormick Elementary School	West Side Elementary School	Total Schools
FUND BALANCES, JULY 1, 2020	\$ 791,553	117,465	57,641	74,243	57,473	1,098,375
REVENUES	1,023,163	176,262	125,642	125,851	155,768	1,606,686
EXPENDITURES	965,197	169,401	131,073	131,585	155,779	1,553,035
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	57,966	6,861	(5,431)	(5,734)	(11)	53,651
OTHER FINANCING SOURCES (USES)						
Operating Transfers In	39,802	10,240	683	9,463	675	60,863
Operating Transfers Out	(39,802)	(10,240)	(683)	(9,463)	(675)	(60,863)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	57,966	6,861	(5,431)	(5,734)	(11)	53,651
FUND BALANCES, JUNE 30, 2021	\$ 849,519	124,326	52,210	68,509	57,462	1,152,026

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION**  
**INTERNAL SCHOOL FUNDS – REGULATORY BASIS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2021**

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**BACKGROUND**

Section 49-2-110, *Tennessee Code Annotated*, provides for internal school funds, establishes responsibility for those funds, and requires schools to adopt and follow a uniform accounting manual.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. FINANCIAL REPORTING ENTITY**

This report includes only the internal school funds of the City of Elizabethton, Tennessee Board of Education (Board of Education). Internal school funds consist of financial resources accounted for at the individual schools.

***Internal School Funds***

Internal school funds reported in the accompanying financial statements include donations and grants made to individual schools; fees collected by schools; funds received from the local Board of Education; funds raised through cooperative agreements; rental fees; and student activity funds.

***Student Activity Funds***

Student activity funds include all money received from any source for school-sponsored student activities or school-sponsored events held at or in connection with a school, and specifically include, but are not limited to funds:

- Derived from a school-sponsored academic, art, athletic, or social event involving students;
- Raised by school-sponsored clubs involving students;
- Raised by school-sponsored fundraisers involving students who are under the supervision of a school employee;
- Received from a commission for the direct sale of items to students pursuant to a cooperative agreement between the school and an outside organization;
- Received for the direct sale of items to students from a school-run bookstore located on school grounds;
- Raised from fees charged to students;
- Obtained from interest from any account that contains student activity funds;
- Obtained from any related school-sponsored activity that involves the use of school personnel, students, and property during the school day.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION**  
**INTERNAL SCHOOL FUNDS – REGULATORY BASIS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. OTHER COMPREHENSIVE BASIS OF ACCOUNTING**

The accounting and financial reporting requirements for internal school funds are set forth in the *Tennessee Internal School Uniform Accounting Policy Manual*, issued by the Tennessee Department of Education. The requirements established in the *Tennessee Internal School Uniform Accounting Policy Manual* differ from generally accepted accounting principles primarily in the presentation of the financial statements and restricted fund revenue and expenditure accounting and reporting. The following is a summary of the basic requirements of this other comprehensive basis of accounting.

The financial statements consist of balance sheets and statements of revenues, expenditures and changes in fund balances.

The combined financial statements present all of the individual schools in a columnar format and are required to be presented before the notes to the financial statements. These statements focus on each of the individual schools rather than the funds within the schools. In keeping with that focus, the columnar headings identify the individual schools rather than the funds.

The individual school financial statements present the detailed fund activity in each school and are included after the notes to the financial statements.

Revenues are classified by source and expenditures are classified by either function or object for the general fund but not the restricted fund. Revenues and expenditures of the restricted fund are recorded based on the specific group or activity which will benefit or expend the funds. The activity in the restricted "accounts" is presented as total revenues and transfers in and total expenditures and transfers out for each account. A corresponding "fund balance" is presented for each account. Although the restricted fund is a single fund, each account within the fund must present its portion of the restricted fund balance. Transfers reported on the financial statements represent authorized movement of funds between restricted accounts, as well as between the general fund and restricted fund.

**C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

The accompanying financial statements are reported using the current financial resources measurement focus. Accordingly, only current assets and current liabilities are included on the balance sheets and the fund balances report only spendable resources. Internal school funds use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. Management policies define available as collectible within 30 days after the fiscal year end. Expenditures are generally recognized when the related fund liability is incurred, if measurable.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION**  
**INTERNAL SCHOOL FUNDS – REGULATORY BASIS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. FUND STRUCTURE**

The accounts of the individual schools are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which are comprised of the fund's assets, liabilities, fund equity, revenues and expenditures. The funds are grouped in the accompanying financial statements as follows:

***General Fund***

The general fund is used to account for all money to be used for the general operation of the school or for the welfare of the student body. Revenues and expenditures in this fund are not restricted to any specific group or activity.

***Restricted Fund***

The restricted fund is used to account for money that is restricted for the use of a specific segment of the school population or legally restricted for a specific purpose and not intended to benefit the general school population.

**E. RISK MANAGEMENT**

As noted on page 36, the Board of Education is covered with a Public School System Honesty Blanket - Position Bond with the Tennessee Risk Management Trust.

**NOTE 2 - COLLATERALIZATION OF DEPOSITS**

Cash in bank represents funds on deposit in various depositories. The Cash in Bank total for the elementary schools is \$178,181 and the bank balance is \$178,279. The Cash in Bank total, which includes checking and savings, for the junior high school is \$124,326 and the bank balance is \$124,411. The Cash in Bank total, which includes checking, savings and certificates of deposit, for the high school is \$833,775 and the bank balance is \$856,631. All deposits with financial institutions in excess of Federal Deposit Insurance Corporation (FDIC) limits are required to be secured by one of two methods. Excess funds can be deposited with a financial institution(s) that participates in the State of Tennessee Bank Collateral Pool administered by the state treasurer. For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits. Custodial credit risk is the risk that in the event of a bank failure, the school's deposits may not be returned to it. None of the school's deposits were exposed to custodial credit risk because all balances were entirely insured by the FDIC or through the Bank Collateral Pool with the State of Tennessee.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION**  
**INTERNAL SCHOOL FUNDS – REGULATORY BASIS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2021**

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**NOTE 3 - OTHER ASSETS**

Other assets reflected at Elizabethton High School represents deposited funds due to a cancelled extended field trip. The trip was cancelled due to COVID-19. The school plans to use or sale these vouchers in the 2021-2022 school year.

**NOTE 4 - CAPITAL ASSETS**

Capital assets acquired by the individual schools are recorded as expenditures at the time of purchase. Title and accountability for capital assets purchased pass automatically to the Board of Education.

**NOTE 5 - LEASES**

Several schools entered into operating leases for copiers. The various schools are obligated to make the monthly payments on these leases. Total lease expense for the 2021 fiscal year was \$47,766. Future minimum lease payments under the non-cancelable operating leases are as follows:

2022	\$ 22,953
Total	<u>\$ 22,953</u>

**NOTE 6 - FUND BALANCES**

***Restricted Fund Balance***

Fund balances reported as restricted are the result of externally imposed restrictions placed upon certain resources accounted for in the restricted fund. This includes, but is not limited to, Basic Education Program and grant funds. When both restricted and unrestricted resources are available for use, it is the Board of Education's policy to use restricted resources first, then unrestricted resources as they are needed.

***Assigned Fund Balance***

Amounts that are constrained by each school's intent to be used for specific purposes are reflected as assigned in the accompanying financial statements. This includes accounts reported in the restricted fund at each school, except for those that account for externally restricted resources as described above. Board of Education allocation amounts not spent by the end of the fiscal year are reflected as assigned in the general fund because the Board of Education's intent is for those resources to be expended for instruction, administration, and/or operations and maintenance.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS – REGULATORY BASIS  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2021**

**NOTE 6 - FUND BALANCES (CONTINUED)**

***Assigned Fund Balance (Continued)***

The Board of Education is authorized to assign amounts for specific purposes with respect to the amounts they allocate to the individual schools. The principal is the official authorized to assign all other amounts to a specific purpose. Authorization is established by the *Tennessee Internal School Uniform Accounting Policy Manual*.

***Unassigned Fund Balance***

In accordance with generally accepted accounting principles, the general fund is the only fund at each school that reports amounts for unassigned fund balance. This classification represents fund balance that is not restricted and has not been assigned to specific purposes within the general fund. When both assigned and unassigned resources are available for use, it is the Board of Education’s policy to use assigned resources first, then unassigned resources as they are needed.

The fund balance detail for the Board of Education's internal school funds is reflected below. Additional detail is provided on the individual school financial statements.

	Elizabethton High School		T.A. Dugger Junior High School		East Side Elementary School		Harold McCormick Elementary School		West Side Elementary School	
	General Fund	Restricted Fund	General Fund	Restricted Fund	General Fund	Restricted Fund	General Fund	Restricted Fund	General Fund	Restricted Fund
FUND BALANCES										
RESTRICTED for										
Board of Education Allocations	\$ -	9,049	-	-	-	3,145	-	2,752	-	1,658
Donation Accounts	-	753	-	2,131	-	6,065	-	10,795	-	1,258
Grant Accounts	-	378	-	-	-	-	-	-	-	-
Memorial Accounts	-	-	-	-	-	-	-	251	-	-
Scholarship Accounts	-	288,523	-	-	-	-	-	-	-	-
Other Accounts	-	55,666	-	-	-	-	-	-	-	-
ASSIGNED to										
Athletic Accounts	-	58,931	-	51,537	-	-	-	-	-	-
Class Accounts	-	4,715	-	-	-	-	-	-	-	-
Club Accounts	-	23,823	-	13,692	-	769	-	-	-	-
Donation Accounts	-	-	-	-	-	-	-	-	-	-
Other Accounts	-	316,726	-	14,202	-	308	-	2,020	-	2,850
UNASSIGNED	90,955	-	42,764	-	41,923	-	52,691	-	51,696	-
TOTAL FUND BALANCES	<u>\$ 90,955</u>	<u>758,564</u>	<u>42,764</u>	<u>81,562</u>	<u>41,923</u>	<u>10,287</u>	<u>52,691</u>	<u>15,818</u>	<u>51,696</u>	<u>5,766</u>

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
ELIZABETHTON HIGH SCHOOL  
INTERNAL SCHOOL FUND  
BALANCE SHEET - REGULATORY BASIS  
June 30, 2021**

**EXHIBIT A**

	ASSETS					LIABILITIES AND FUND BALANCES					
	Cash in Bank - Checking	Cash in Bank - Savings	Cash in Bank - Bank CD	Other Assets	Total Assets	Accounts Payable	Fund Balances			Total Fund Balances	Total Liabilities and Fund Balances
							Restricted	Assigned	Unassigned		
General Fund	\$ 56,094	34,861	-	-	90,955	-	-	-	90,955	90,955	90,955
Restricted Funds											
Board of Education Allocations											
B.E.P. Instructional Supplies	9,049	-	-	-	9,049	-	9,049	-	-	9,049	9,049
Athletic Accounts											
Athletic A.V.T. Jenkins	734	-	-	-	734	-	-	734	-	734	734
Athletic Banners	33,556	-	-	-	33,556	-	-	33,556	-	33,556	33,556
Athletics	9,529	-	-	-	9,529	-	-	9,529	-	9,529	9,529
Athletics Special Projects	2,000	-	-	-	2,000	-	-	2,000	-	2,000	2,000
Bricks	4,105	-	-	-	4,105	-	-	4,105	-	4,105	4,105
Cheerleaders	7,569	-	-	-	7,569	-	-	7,569	-	7,569	7,569
JV Cheerleaders	1,438	-	-	-	1,438	-	-	1,438	-	1,438	1,438
Class Account	4,715	-	-	-	4,715	-	-	4,715	-	4,715	4,715
Club Accounts											
Clone Club	214	-	-	-	214	-	-	214	-	214	214
FBLA	4,074	-	-	-	4,074	-	-	4,074	-	4,074	4,074
FCA Club	1,010	-	-	-	1,010	-	-	1,010	-	1,010	1,010
FCCLA Club	1,627	-	-	-	1,627	-	-	1,627	-	1,627	1,627
FFA Club	3,583	-	-	-	3,583	-	-	3,583	-	3,583	3,583
French Club	31	-	-	-	31	-	-	31	-	31	31
FTA Club	388	-	-	-	388	-	-	388	-	388	388
H.O.S.A.	2,065	-	-	-	2,065	-	-	2,065	-	2,065	2,065
Key Club	161	-	-	-	161	-	-	161	-	161	161
Mountain Club	1,423	-	-	-	1,423	-	-	1,423	-	1,423	1,423
National Honor Society	1,091	-	-	-	1,091	-	-	1,091	-	1,091	1,091
Spanish Club	395	-	-	-	395	-	-	395	-	395	395
Student Council	7,561	-	-	-	7,561	-	-	7,561	-	7,561	7,561
Young Democrats Club	100	-	-	-	100	-	-	100	-	100	100
Young Republicans Club	100	-	-	-	100	-	-	100	-	100	100

(Continued)

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
ELIZABETHTON HIGH SCHOOL  
INTERNAL SCHOOL FUND  
BALANCE SHEET - REGULATORY BASIS  
June 30, 2021**

**EXHIBIT A**

	ASSETS					LIABILITIES AND FUND BALANCES					
	Cash in Bank - Checking	Cash in Bank - Savings	Cash in Bank - Bank CD	Other Assets	Total Assets	Accounts Payable	Fund Balances			Total Fund Balances	Total Liabilities and Fund Balances
							Restricted	Assigned	Unassigned		
Restricted Funds (Continued)											
Donation Accounts											
Donations for Seniors	728	-	-	-	728	-	728	-	-	728	728
Buckle Up Program	25	-	-	-	25	-	25	-	-	25	25
Grant Account											
Niswonger Mini Grant	378	-	-	-	378	-	378	-	-	378	378
Other Accounts											
Art Department	32	-	-	-	32	-	-	32	-	32	32
Auto Mechanics	306	-	-	-	306	-	-	306	-	306	306
Band Uniform Fund	55,541	-	-	-	55,541	-	55,541	-	-	55,541	55,541
Betsy Entrepreneurship	445	-	-	-	445	-	-	445	-	445	445
Building Improvements	857	-	-	-	857	-	-	857	-	857	857
Cadet Corp	317	-	-	-	317	-	-	317	-	317	317
C.D.C. Greenhouse	382	-	-	-	382	-	-	382	-	382	382
C.D.C. - Special Education	299	-	-	-	299	-	-	299	-	299	299
Chorus	0	-	-	-	-	-	-	-	-	-	-
Computer Hardware	595	-	-	-	595	-	-	595	-	595	595
Cyclone Print Shop Sp. Ed.	1,420	-	-	-	1,420	-	-	1,420	-	1,420	1,420
Dramatics	3,518	-	-	-	3,518	-	-	3,518	-	3,518	3,518
EHS Pageant	2,440	-	-	-	2,440	-	-	2,440	-	2,440	2,440
English Department	139	-	-	-	139	-	-	139	-	139	139
Ethics Team	410	-	-	-	410	-	-	410	-	410	410
Flight Fund	381	-	-	-	381	-	-	381	-	381	381
Guidance Testing	3,137	-	-	-	3,137	-	-	3,137	-	3,137	3,137
Instruction and Equipment	544	-	-	-	544	-	-	544	-	544	544
Library Office	625	-	-	-	625	-	-	625	-	625	625
Math Department	65	-	-	-	65	-	-	65	-	65	65

(Continued)

ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
ELIZABETHTON HIGH SCHOOL  
INTERNAL SCHOOL FUND  
BALANCE SHEET - REGULATORY BASIS  
June 30, 2021

EXHIBIT A

	ASSETS					LIABILITIES AND FUND BALANCES					
	Cash in Bank - Checking	Cash in Bank - Savings	Cash in Bank - Bank CD	Other Assets	Total Assets	Accounts Payable	Fund Balances			Total Fund Balances	Total Liabilities and Fund Balances
							Restricted	Assigned	Unassigned		
Restricted Funds (Continued)											
Other Accounts (Continued)											
N.E.T.S.P.A.	96	-	-	-	96	-	-	96	-	96	96
Newspaper	50	-	-	-	50	-	-	50	-	50	50
NYC Trip	(13,319)	-	-	15,744	2,425	-	-	2,425	-	2,425	2,425
Physical Education	108	-	-	-	108	-	-	108	-	108	108
Powderpuff Football	208	-	-	-	208	-	-	208	-	208	208
Power Lifting	119	-	-	-	119	-	-	119	-	119	119
Ralph Lingerfelt Award	125	-	-	-	125	-	125	-	-	125	125
Science Department	245	-	-	-	245	-	-	245	-	245	245
Social Studies Department	57	-	-	-	57	-	-	57	-	57	57
STEM	3,428	-	-	-	3,428	-	-	3,428	-	3,428	3,428
Teacher of the Year - Wal-Mart	78	-	-	-	78	-	-	78	-	78	78
Textbook - State	20	-	-	-	20	-	-	20	-	20	20
Top Gun Aviators Club	1,374	-	-	-	1,374	-	-	1,374	-	1,374	1,374
Transcripts	27	-	-	-	27	-	-	27	-	27	27
Transportation	651	-	-	-	651	-	-	651	-	651	651
Vocational Department	741	-	-	-	741	-	-	741	-	741	741
VR Lab	129	-	-	-	129	-	-	129	-	129	129
XQ	48,549	-	-	-	48,549	-	-	48,549	-	48,549	48,549
XQ - Bartleby	481	-	-	-	481	-	-	481	-	481	481
XQ - Year 2	139,633	-	-	-	139,633	-	-	139,633	-	139,633	139,633
XQ - Year 3	78,038	-	-	-	78,038	-	-	78,038	-	78,038	78,038
Yearbook	24,012	-	-	-	24,012	-	-	24,012	-	24,012	24,012
Youth Risk	345	-	-	-	345	-	-	345	-	345	345
Scholarship Accounts											
A. H. Tipton Scholarship	-	3,009	-	-	3,009	-	3,009	-	-	3,009	3,009
Class of 1957	60,221	-	-	-	60,221	-	60,221	-	-	60,221	60,221
Crockett-Montgomery Memorial Fund	-	-	20,538	-	20,538	-	20,538	-	-	20,538	20,538
Fred Wetzel Memorial Scholarship	5,000	-	-	-	5,000	-	5,000	-	-	5,000	5,000
Katherine Jones Scholarship	-	-	89,865	-	89,865	-	89,865	-	-	89,865	89,865
Katherine Jones Scholarship - Interest	2,784	-	-	-	2,784	-	2,784	-	-	2,784	2,784
Kenneth Jack Scholarship	-	-	92,839	-	92,839	-	92,839	-	-	92,839	92,839
Kenneth Jack Scholarship - Interest	2,662	-	-	-	2,662	-	2,662	-	-	2,662	2,662
Nancy Hunt Scholarship	-	-	8,767	-	8,767	-	8,767	-	-	8,767	8,767
Sam Greenwell Scholarship	1,665	-	-	-	1,665	-	1,665	-	-	1,665	1,665
Student Council Memorial Fund	-	949	-	-	949	-	949	-	-	949	949
Tanner Perkins Scholarship	25	-	-	-	25	-	25	-	-	25	25
Wanda K. Bass Scholarship	199	-	-	-	199	-	199	-	-	199	199
Total Restricted Funds	<u>526,853</u>	<u>3,958</u>	<u>212,009</u>	<u>15,744</u>	<u>758,564</u>	<u>-</u>	<u>354,369</u>	<u>404,195</u>	<u>-</u>	<u>758,564</u>	<u>758,564</u>
Total General and Restricted Funds	<u>\$ 582,947</u>	<u>38,819</u>	<u>212,009</u>	<u>15,744</u>	<u>849,519</u>	<u>-</u>	<u>354,369</u>	<u>404,195</u>	<u>90,955</u>	<u>849,519</u>	<u>849,519</u>

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
ELIZABETHTON HIGH SCHOOL  
INTERNAL SCHOOL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - REGULATORY BASIS  
For the Fiscal Year Ended June 30, 2021**

**EXHIBIT B**

	Fund Balances		Expenditures	Transfers		Fund Balances
	July 1, 2020	Revenues		In	Out	
<b>General Fund</b>						
Administration	\$ -	-	2,079	-	-	-
Gifts and Donations	-	992	-	25	-	-
Fines, Fees and Dues	-	2,032	-	-	-	-
Instruction	-	-	-	-	1,278	-
Interest	-	2,157	-	-	-	-
Resale Items	-	3,740	-	-	-	-
<b>Total General Fund</b>	<b>85,366</b>	<b>8,921</b>	<b>2,079</b>	<b>25</b>	<b>1,278</b>	<b>90,955</b>
<b>Restricted Funds</b>						
<b>Board of Education Allocations</b>						
Administration Supplies	-	275	1,421	1,146	-	-
Attendance Incentives	1,000	-	140	-	860	-
B.E.P. Instructional Supplies	8,691	41,962	63,290	22,421	735	9,049
B.E.P. Other Supplies	-	2,354	-	-	2,354	-
Custodial Supplies	2,248	14,175	16,435	12	-	-
Distance Learning	-	1,000	1,000	-	-	-
Honors/Graduation	1,528	10,000	6,370	-	5,158	-
Library	6,090	10,402	16,107	-	385	-
Maintenance and Repairs	-	2,013	362	-	1,651	-
RTI Supplies	100	-	-	-	100	-
Student Body	-	3,000	1,362	-	1,638	-
Textbooks	-	11,224	10,650	-	574	-
WIA/RTI	2,239	3,000	-	-	5,239	-
<b>Athletic Accounts</b>						
Athletic A.V.T. Jenkins	734	-	-	-	-	734
Athletic Banners	28,586	5,200	230	-	-	33,556
Athletics	18,382	267,240	287,975	11,907	25	9,529
Athletics Special Projects	13,907	-	-	-	11,907	2,000
Bricks	4,105	-	-	-	-	4,105
Cheerleaders	243	9,490	2,164	-	-	7,569
JV Cheerleaders	350	2,050	962	-	-	1,438
Class Account	2,592	6,030	3,907	-	-	4,715
<b>Club Accounts</b>						
Clone Club	214	-	-	-	-	214
FBLA	4,440	236	602	-	-	4,074
FCA Club	410	600	-	-	-	1,010
FCCLA Club	7,593	61	8,397	2,370	-	1,627
FFA Club	645	14,247	11,309	-	-	3,583
French Club	31	-	-	-	-	31
FTA Club	388	-	-	-	-	388
H.O.S.A.	2,950	868	1,673	-	80	2,065
Key Club	297	511	647	-	-	161
Mountain Club	1,423	-	-	-	-	1,423

(Continued)

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
ELIZABETHTON HIGH SCHOOL  
INTERNAL SCHOOL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - REGULATORY BASIS  
For the Fiscal Year Ended June 30, 2021**

**EXHIBIT B**

	Fund Balances		Expenditures	Transfers		Fund Balances June 30, 2021
	July 1, 2020	Revenues		In	Out	
Restricted Funds (Continued)						
Club Accounts (Continued)						
National Honor Society	1,695	295	899	-	-	1,091
Spanish Club	395	-	-	-	-	395
Student Council	7,234	-	173	500	-	7,561
Young Democrats Club	100	-	-	-	-	100
Young Republicans Club	100	-	-	-	-	100
Donation Accounts						
Donations for Seniors	728	-	-	-	-	728
Buckle Up Program	25	-	-	-	-	25
Grant Account						
Niswonger Mini Grant	378	-	-	-	-	378
Other Accounts						
Art Department	177	-	145	-	-	32
Auto Mechanics	306	-	-	-	-	306
Band	261	-	1,311	1,050	-	-
Band Repair	-	4,500	4,499	-	1	-
Band Uniform	-	55,541	-	-	-	55,541
Betsy Entrepreneurship	423	22	-	-	-	445
Building Improvements	857	-	-	-	-	857
Cadet Corp	317	-	-	-	-	317
C.D.C. Greenhouse	372	10	-	-	-	382
C.D.C. - Special Education	328	-	29	-	-	299
Chorus	-	1,368	1,173	79	274	-
Computer Hardware	595	-	-	-	-	595
Cyclone Print Shop Sp. Ed.	843	1,586	1,301	292	-	1,420
Dramatics	1,717	8,550	6,749	-	-	3,518
Drivers Ed Program	-	500	500	-	-	-
EHS Pageant	2,440	-	-	-	-	2,440
English Department	139	-	-	-	-	139
Ethics Team	410	-	-	-	-	410
Flight Fund	-	2,030	1,649	-	-	381
Guidance Testing	3,285	-	148	-	-	3,137
Instruction and Equipment	663	-	119	-	-	544
Instructional Equipment	-	285	-	-	285	-
Library Office	908	737	1,020	-	-	625
Math Department	562	-	497	-	-	65
N.E.T.S.P.A.	96	-	-	-	-	96
Newspaper	50	-	-	-	-	50
NYC Trip	2,425	-	-	-	-	2,425
Physical Education	108	-	-	-	-	108
Powderpuff Football	208	-	-	-	-	208
Power Lifting	119	-	-	-	-	119
Ralph Lingerfelt Award	125	-	-	-	-	125
Science Department	1,163	-	918	-	-	245
Social Studies Department	57	-	-	-	-	57
STEM	3,428	-	-	-	-	3,428
Teacher of the Year - Wal-Mart	78	-	-	-	-	78
Textbook - State	20	-	-	-	-	20
Top Gun Aviators Club	1,374	-	-	-	-	1,374
Transcripts	27	-	-	-	-	27
Transportation	651	-	-	-	-	651

(Continued)

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
ELIZABETHTON HIGH SCHOOL  
INTERNAL SCHOOL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - REGULATORY BASIS  
For the Fiscal Year Ended June 30, 2021**

**EXHIBIT B**

	Fund Balances		Expenditures	Transfers		Fund Balances June 30, 2021
	July 1, 2020	Revenues		In	Out	
Restricted Funds (Continued)						
Other Accounts (Continued)						
Vocational Department	741	-	-	-	-	741
VR Lab	129	-	-	-	-	129
XQ	61,280	-	12,731	-	-	48,549
XQ Other	481	-	-	-	-	481
XQ Year 1	14,249	-	14,249	-	-	-
XQ Year 2	178,101	-	38,468	-	-	139,633
XQ Year 3	-	493,539	408,783	-	6,718	78,038
Yearbook	27,718	21,088	24,754	-	40	24,012
Youth Risk	345	-	-	-	-	345
Scholarship Accounts						
A. H. Tipton Scholarship	2,971	38	-	-	-	3,009
Al King Schol.	-	2,000	2,000	-	-	-
Class of 1957	54,721	7,500	2,000	-	-	60,221
Crockett-Montgomery Memorial Fund	20,423	1,115	500	-	500	20,538
Fred Wetzel Mem. Schol.	-	5,000	-	-	-	5,000
Josh Wandell Memorial Scholarship	-	1,000	1,000	-	-	-
Katherine Jones Scholarship	89,865	-	-	-	-	89,865
Katherine Jones Scholarship - Interest	2,610	674	500	-	-	2,784
Kenneth Jack Scholarship	92,839	-	-	-	-	92,839
Kenneth Jack Scholarship - Interest	2,751	411	500	-	-	2,662
Nancy Hunt Scholarship	9,753	14	1,000	-	-	8,767
Sam Greenwell Scholarship	1,665	-	-	-	-	1,665
Student Council Memorial Fund	948	1	-	-	-	949
Tanner Perkins Scholarship	25	-	-	-	-	25
Teacher Memorial Scholarship	-	500	500	-	-	-
Wanda K. Bass Scholarship	199	-	-	-	-	199
<b>Total Restricted Funds</b>	<b>706,187</b>	<b>1,014,242</b>	<b>963,118</b>	<b>39,777</b>	<b>38,524</b>	<b>758,564</b>
<b>Total General and Restricted Funds</b>	<b>\$ 791,553</b>	<b>1,023,163</b>	<b>965,197</b>	<b>39,802</b>	<b>39,802</b>	<b>849,519</b>

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
T.A. DUGGER JUNIOR HIGH SCHOOL  
INTERNAL SCHOOL FUND  
BALANCE SHEET - REGULATORY BASIS  
June 30, 2021**

**EXHIBIT A**

	ASSETS			LIABILITIES AND FUND BALANCES				
	Cash in	Cash in	Total	Fund Balances			Total Fund	Total
	Bank - Checking	Bank - Savings		Restricted	Assigned	Unassigned		
General Fund	\$ 12,738	30,026	42,764	-	-	42,764	42,764	42,764
Restricted Funds								
Athletics Account	51,537	-	51,537	-	51,537	-	51,537	51,537
Club Accounts								
Builders Club	10	-	10	-	10	-	10	10
Drama Club	1,102	-	1,102	-	1,102	-	1,102	1,102
Enrichment Club	77	-	77	-	77	-	77	77
Fellowship of Christian Athletes	367	-	367	-	367	-	367	367
Future Business Leaders of America	20	-	20	-	20	-	20	20
Library Club	9,096	-	9,096	-	9,096	-	9,096	9,096
Show Choir	1,598	-	1,598	-	1,598	-	1,598	1,598
Student Council	1,422	-	1,422	-	1,422	-	1,422	1,422
Donation Accounts								
Science Department Donation	1,104	-	1,104	1,104	-	-	1,104	1,104
Shape the State	478	-	478	478	-	-	478	478
Special Ed Donation	449	-	449	449	-	-	449	449
Teacher Donation	100	-	100	100	-	-	100	100
Other Accounts								
Dollywood Trip	60	-	60	-	60	-	60	60
Industrial Arts	491	-	491	-	491	-	491	491
Math Competition	54	-	54	-	54	-	54	54
Prom	3,412	-	3,412	-	3,412	-	3,412	3,412
Washington Trip	10,040	-	10,040	-	10,040	-	10,040	10,040
Washington Trip Sponsor	145	-	145	-	145	-	145	145
Total Restricted Funds	81,562	-	81,562	2,131	79,431	-	81,562	81,562
Total General and Restricted Funds	\$ 94,300	30,026	124,326	2,131	79,431	42,764	124,326	124,326

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
T.A. DUGGER JUNIOR HIGH SCHOOL  
INTERNAL SCHOOL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - REGULATORY BASIS  
For the Fiscal Year Ended June 30, 2021**

**EXHIBIT B**

	Fund Balances			Transfers		Fund Balances June 30, 2021
	July 1, 2020	Revenues	Expenditures	In	Out	
<b>General Fund</b>						
Administration	\$ -	-	513	-	-	-
Instruction	-	-	2,054	-	-	-
Fines, Fees and Dues	-	963	-	-	-	-
Gifts, Bequests and Donations	-	325	-	-	-	-
Interest	-	140	-	-	-	-
Resale Items	-	511	-	-	-	-
<b>Total General Fund</b>	<b>43,392</b>	<b>1,939</b>	<b>2,567</b>	<b>-</b>	<b>-</b>	<b>42,764</b>
<b>Restricted Funds</b>						
<b>Board of Education Allocations</b>						
Administration Equipment	-	-	29	29	-	-
Administration Supplies	-	647	1,594	947	-	-
Attendance Incentives	851	-	-	-	851	-
Communication	-	19	272	253	-	-
Custodial Supplies	-	10,300	8,664	-	1,636	-
Furniture and Fixtures	-	-	380	380	-	-
Instructional Equipment	-	25	7,910	7,885	-	-
Instructional Supplies	-	29,732	28,760	-	972	-
Library Books/Media	-	7,728	7,500	-	228	-
Maintenance and Repairs	-	1,462	44	-	1,418	-
Other Charges	-	4,950	2,415	-	2,535	-
Other Supplies and Materials	-	4,994	2,474	-	2,520	-
RTI Supplies and Materials	48	1,200	1,199	-	49	-
Test Score Recognition	500	-	469	-	31	-
Textbooks	-	84,300	85,046	746	-	-
<b>Athletics Account</b>	<b>39,919</b>	<b>23,680</b>	<b>12,062</b>	<b>-</b>	<b>-</b>	<b>51,537</b>
<b>Club Accounts</b>						
Builders Club	10	-	-	-	-	10
Drama Club	1,102	-	-	-	-	1,102
Enrichment Club	77	-	-	-	-	77
Fellowship of Christian Athletes	367	-	-	-	-	367
Future Business Leaders of America	152	140	272	-	-	20
Library Club	8,995	101	-	-	-	9,096
Show Choir	1,598	-	-	-	-	1,598
Student Council	1,422	-	-	-	-	1,422
<b>Donation Accounts</b>						
PTAC Donation	2,383	2,100	4,483	-	-	-
Science Department Donation	1,625	-	521	-	-	1,104
Shape the State	478	-	-	-	-	478
Special Ed Donation	449	-	-	-	-	449
Teacher Donation	100	-	-	-	-	100
<b>Other Accounts</b>						
Dollywood Trip	-	60	-	-	-	60
Industrial Arts	491	-	-	-	-	491
Math Competition	54	-	-	-	-	54
Prom	3,267	645	500	-	-	3,412
Washington Trip	10,040	-	-	-	-	10,040
Washington Trip Sponsor	145	-	-	-	-	145
Yearbook	-	2,240	2,240	-	-	-
<b>Total Restricted Funds</b>	<b>74,073</b>	<b>174,323</b>	<b>166,834</b>	<b>10,240</b>	<b>10,240</b>	<b>81,562</b>
<b>Total General and Restricted Funds</b>	<b>\$ 117,465</b>	<b>176,262</b>	<b>169,401</b>	<b>10,240</b>	<b>10,240</b>	<b>124,326</b>

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
EAST SIDE ELEMENTARY SCHOOL  
INTERNAL SCHOOL FUND  
BALANCE SHEET - REGULATORY BASIS  
June 30, 2021**

**EXHIBIT A**

	ASSETS			LIABILITIES AND FUND BALANCES					Total Liabilities and Fund Balances
	Cash in Bank - Checking	Accounts Receivable	Total Assets	Accounts Payable	Fund Balances			Total Fund Balances	
					Restricted	Assigned	Unassigned		
General Fund	\$ 41,923	-	41,923	-	-	-	41,923	41,923	41,923
Restricted Funds									
Board of Education Allocations									
Administrative Supplies	1,045	-	1,045	-	1,045	-	-	1,045	1,045
Attendance Incentives	477	-	477	-	477	-	-	477	477
Distance Learning	1,000	-	1,000	-	1,000	-	-	1,000	1,000
Instructional Materials	623	-	623	-	623	-	-	623	623
Club Accounts									
Boys to Men Club	400	-	400	-	-	400	-	400	400
K/Create It Kids Club	369	-	369	-	-	369	-	369	369
Donation Accounts									
Accelerated Reader Donations	150	-	150	-	150	-	-	150	150
Combined Restricted Accounts	94	-	94	-	94	-	-	94	94
Douglas H.O.P.E. PreK	43	-	43	-	43	-	-	43	43
M. R. Foundation	50	-	50	-	50	-	-	50	50
PTAC Donations	1,881	-	1,881	-	1,881	-	-	1,881	1,881
PTAC Field Trip	329	-	329	-	329	-	-	329	329
Questar Grant	44	-	44	-	44	-	-	44	44
Student Support Fund	278	-	278	-	278	-	-	278	278
Target Field Trip Grant	104	-	104	-	104	-	-	104	104
United Way Literacy Fund	700	-	700	-	700	-	-	700	700
WELC Funds	2,392	-	2,392	-	2,392	-	-	2,392	2,392
Other Accounts									
Camp Explorer	11	-	11	-	-	11	-	11	11
Luau	297	-	297	-	-	297	-	297	297
<b>Total Restricted Funds</b>	<b>10,287</b>	<b>-</b>	<b>10,287</b>	<b>-</b>	<b>9,210</b>	<b>1,077</b>	<b>-</b>	<b>10,287</b>	<b>10,287</b>
<b>Total General and Restricted Funds</b>	<b>\$ 52,210</b>	<b>-</b>	<b>52,210</b>	<b>-</b>	<b>9,210</b>	<b>1,077</b>	<b>41,923</b>	<b>52,210</b>	<b>52,210</b>

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
EAST SIDE ELEMENTARY SCHOOL  
INTERNAL SCHOOL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - REGULATORY BASIS  
For the Fiscal Year Ended June 30, 2021**

**EXHIBIT B**

	Fund Balances			Transfers		Fund Balances June 30, 2021
	July 1, 2020	Revenues	Expenditures	In	Out	
<b>General Fund</b>						
Field Trips	\$ -	2,982	2,972	-	-	-
Fines, Fees and Dues	-	780	-	-	-	-
Resale	-	415	-	-	-	-
<b>Total General Fund</b>	<b>40,718</b>	<b>4,177</b>	<b>2,972</b>	<b>-</b>	<b>-</b>	<b>41,923</b>
<b>Restricted Funds</b>						
<b>Board of Education Allocations</b>						
Administrative Supplies	1,516	1,990	2,461	-	-	1,045
Art - Instructional Materials	-	1,423	1,423	-	-	-
Attendance Incentives	777	-	300	-	-	477
Custodial Supplies	122	7,575	7,697	-	-	-
Distance Learning	-	1,000	-	-	-	1,000
Guidance	66	900	966	-	-	-
Instructional Materials	3,022	17,275	19,644	-	30	623
Library	3,974	4,802	8,776	-	-	-
Maintenance and Repairs	219	849	1,068	-	-	-
Music	-	1,678	1,678	-	-	-
Other Supplies and Materials	171	2,321	2,522	30	-	-
Physical Education	702	960	1,662	-	-	-
Textbooks	-	70,000	70,000	-	-	-
<b>Club Accounts</b>						
Boys to Men Club	400	-	-	-	-	400
K/Create It Kids Club	369	-	-	-	-	369
Show Choir	22	-	-	-	22	-
<b>Donation Accounts</b>						
Accelerated Reader Donations	150	-	-	-	-	150
Combined Restricted	-	-	559	653	-	94
Douglas H.O.P.E. PreK	43	-	-	-	-	43
M.R. Foundation	-	50	-	-	-	50
PTAC Donations	-	10,336	8,455	-	-	1,881
PTAC Field Trip	329	-	-	-	-	329
Questar Grant	143	-	99	-	-	44
Restricted Donation	257	-	-	-	257	-
Student Support Fund	826	-	548	-	-	278
Target Field Trip Grant	104	-	-	-	-	104
United Way Literacy Funds	700	-	-	-	-	700
Walmart	250	-	-	-	250	-
Walmart Grant	10	-	-	-	10	-
WELC Funds	2,392	-	-	-	-	2,392
<b>Other Accounts</b>						
Around the World Youth	110	-	-	-	110	-
Camp Explorer	11	-	-	-	-	11
Luau	234	306	243	-	-	297
Target Ripley's Aquarium	4	-	-	-	4	-
<b>Total Restricted Funds</b>	<b>16,923</b>	<b>121,465</b>	<b>128,101</b>	<b>683</b>	<b>683</b>	<b>10,287</b>
<b>Total General and Restricted Funds</b>	<b>\$ 57,641</b>	<b>125,642</b>	<b>131,073</b>	<b>683</b>	<b>683</b>	<b>52,210</b>

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
HAROLD MCCORMICK ELEMENTARY SCHOOL  
INTERNAL SCHOOL FUND  
BALANCE SHEET - REGULATORY BASIS  
June 30, 2021**

**EXHIBIT A**

	ASSETS			LIABILITIES AND FUND BALANCES					Total Liabilities and Fund Balances
	Cash in Bank - Checking	Accounts Receivable	Total Assets	Accounts Payable	Fund Balances			Total Fund Balances	
					Restricted	Assigned	Unassigned		
General Fund	\$ 52,691	-	52,691	-	-	-	52,691	52,691	52,691
Restricted Funds									
Board of Education Allocations									
Attendance Incentives	519	-	519	-	519	-	-	519	519
Instructional Materials	2,139	-	2,139	-	2,139	-	-	2,139	2,139
Library	94	-	94	-	94	-	-	94	94
Donation Accounts									
Arts Council Donation	4	-	4	-	4	-	-	4	4
Dairy Queen	550	-	550	-	550	-	-	550	550
Guidance Donation	75	-	75	-	75	-	-	75	75
Hurricane Way	314	-	314	-	314	-	-	314	314
K-Kids	489	-	489	-	489	-	-	489	489
Literacy Library	331	-	331	-	331	-	-	331	331
Modern Woodman Donation	2,500	-	2,500	-	2,500	-	-	2,500	2,500
Music	50	-	50	-	50	-	-	50	50
PTAC/Items Needed Donation	2,547	-	2,547	-	2,547	-	-	2,547	2,547
Questar Grant	400	-	400	-	400	-	-	400	400
Sensory Room	897	-	897	-	897	-	-	897	897
Shoe Fund	50	-	50	-	50	-	-	50	50
Student/Teacher Donation	408	-	408	-	408	-	-	408	408
Walmart Grant	201	-	201	-	201	-	-	201	201
Walmart Grant Deloach	12	-	12	-	12	-	-	12	12
Walmart Grant Estep	1,000	-	1,000	-	1,000	-	-	1,000	1,000
Walmart Grant Perkins	967	-	967	-	967	-	-	967	967
Other Accounts									
Camp Explore	429	-	429	-	-	429	-	429	429
Choir	1,098	-	1,098	-	-	1,098	-	1,098	1,098
Furniture/Technology Fund	427	-	427	-	-	427	-	427	427
Spirit Account	37	-	37	-	-	37	-	37	37
TN Treble Choir	29	-	29	-	-	29	-	29	29
Memorial Account									
Estep Memorial	251	-	251	-	251	-	-	251	251
Total Restricted Funds	15,818	-	15,818	-	13,798	2,020	-	15,818	15,818
Total General and Restricted Funds	\$ 68,509	-	68,509	-	13,798	2,020	52,691	68,509	68,509

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
HAROLD MCCORMICK ELEMENTARY SCHOOL  
INTERNAL SCHOOL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - REGULATORY BASIS  
For the Fiscal Year Ended June 30, 2021**

**EXHIBIT B**

	Fund Balances			Transfers		Fund Balances June 30, 2021
	July 1, 2020	Revenues	Expenditures	In	Out	
<b>General Fund</b>						
Administrative	\$ -	-	-	-	-	-
Field Trips	-	3,100	2,703	-	-	-
Interest	-	97	-	-	-	-
Other	-	27	-	372	-	-
Resale Items	-	3,556	1,331	-	-	-
<b>Total General Fund</b>	<b>49,573</b>	<b>6,780</b>	<b>4,034</b>	<b>372</b>	<b>-</b>	<b>52,691</b>
<b>Restricted Funds</b>						
<b>Board of Education Allocations</b>						
Administrative Supplies	484	1,990	595	-	1,879	-
Art	1,059	2,588	2,903	-	744	-
Attendance Incentives	769	-	250	-	-	519
Custodial Supplies	1,572	7,700	6,795	-	2,477	-
Distance Learning	-	1,000	384	-	616	-
Furniture and Fixtures	163	-	67	-	96	-
Guidance	243	900	1,129	-	14	-
Instructional Materials	1,240	16,691	24,883	9,091	-	2,139
Library	4,728	4,639	9,273	-	-	94
Maintenance and Repairs	751	821	686	-	886	-
Music	131	1,463	1,573	-	21	-
Other Supplies and Materials	350	2,242	580	-	2,012	-
Physical Education	968	900	1,868	-	-	-
RTI Supplies and Materials	11	-	-	-	11	-
Textbooks	-	73,500	73,165	-	335	-
<b>Donation Accounts</b>						
Arts Council Donation	4	-	-	-	-	4
Dairy Queen	550	-	-	-	-	550
Fifth Grade	7	-	-	-	7	-
First Grade	24	-	-	-	24	-
Guidance Donation	201	-	126	-	-	75
Hurricane Way	314	-	-	-	-	314
K Seals Classroom	11	-	-	-	11	-
K-Kids	489	-	-	-	-	489
Literacy Library	331	-	-	-	-	331
Modern Woodmen of America	-	2,500	-	-	-	2,500
Music	-	50	-	-	-	50
PTAC/Items Needed Donation	4,124	325	1,902	-	-	2,547
Questar Grant	400	-	-	-	-	400
Second Grade Deloach	11	-	11	-	-	-
Sensory Room	897	-	-	-	-	897
Shoe Fund	-	400	350	-	-	50
Student/Teacher Donation	408	-	-	-	-	408
Target Grant	393	-	393	-	-	-
Walmart Grant	201	-	-	-	-	201
Walmart Grant Deloach	12	-	-	-	-	12
Walmart Grant Estep	189	1,000	189	-	-	1,000
Walmart Grant Perkins	1,000	-	33	-	-	967

(Continued)

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
HAROLD MCCORMICK ELEMENTARY SCHOOL  
INTERNAL SCHOOL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - REGULATORY BASIS  
For the Fiscal Year Ended June 30, 2021**

**EXHIBIT B**

	Fund Balances		Expenditures	Transfers		Fund Balances
	July 1, 2020	Revenues		In	Out	June 30, 2021
Other Accounts						
Camp Explore	429	-	-	-	-	429
Choir	1,098	-	-	-	-	1,098
Christmas	2	-	-	-	2	-
Furniture/Technology Fund	461	128	162	-	-	427
Lockers	1	-	-	-	1	-
Picture Commission	313	-	-	-	313	-
School Musical	14	234	234	-	14	-
Spirit Account	37	-	-	-	-	37
TN Treble Choir	29	-	-	-	-	29
Memorial Account						
Estep Memorial	251	-	-	-	-	251
<b>Total Restricted Funds</b>	<b>24,670</b>	<b>119,071</b>	<b>127,551</b>	<b>9,091</b>	<b>9,463</b>	<b>15,818</b>
<b>Total General and Restricted Funds</b>	<b>\$ 74,243</b>	<b>125,851</b>	<b>131,585</b>	<b>9,463</b>	<b>9,463</b>	<b>68,509</b>

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
WEST SIDE ELEMENTARY SCHOOL  
INTERNAL SCHOOL FUND  
BALANCE SHEET - REGULATORY BASIS  
June 30, 2021**

**EXHIBIT A**

	ASSETS			LIABILITIES AND FUND BALANCES					Total Liabilities and Fund Balances
	Cash in Bank - Checking	Accounts Receivable	Total Assets	Accounts Payable	Fund Balances			Total Fund Balances	
					Restricted	Assigned	Unassigned		
General Fund	\$ 51,696	-	51,696	-	-	-	51,696	51,696	51,696
Restricted Funds									
Board of Education Allocations									
Attendance Incentives	994	-	994	-	994	-	-	994	994
Instructional Materials	543	-	543	-	543	-	-	543	543
Library	121	-	121	-	121	-	-	121	121
Donation Accounts									
Food City Rewards	728	-	728	-	728	-	-	728	728
K-Kids	284	-	284	-	284	-	-	284	284
Music	50	-	50	-	50	-	-	50	50
PTO Counseling Funds	196	-	196	-	196	-	-	196	196
Other Accounts									
Camp Explore	420	-	420	-	-	420	-	420	420
Honors Day 5th Grade	10	-	10	-	-	10	-	10	10
May Day	767	-	767	-	-	767	-	767	767
Media Center STEM	1,381	-	1,381	-	-	1,381	-	1,381	1,381
West Side Running Club	272	-	272	-	-	272	-	272	272
Total Restricted Funds	5,766	-	5,766	-	2,916	2,850	-	5,766	5,766
Total General and Restricted Funds	\$ 57,462	-	57,462	-	2,916	2,850	51,696	57,462	57,462

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
WEST SIDE ELEMENTARY SCHOOL  
INTERNAL SCHOOL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - REGULATORY BASIS  
For the Fiscal Year Ended June 30, 2021**

**EXHIBIT B**

	Fund Balances		Expenditures	Transfers		Fund Balances June 30, 2021
	July 1, 2020	Revenues		In	Out	
<b>General Fund</b>						
Administration	\$ -	-	2,761	-	-	-
Field Trips	-	4,402	4,232	-	-	-
Fines, Fees and Dues	-	1,460	-	-	-	-
Instructional B.E.P.	-	-	8,674	-	-	-
Other	-	146	-	-	-	-
Resale Items	-	21,791	2,537	-	-	-
<b>Total General Fund</b>	<b>42,101</b>	<b>27,799</b>	<b>18,204</b>	<b>-</b>	<b>-</b>	<b>51,696</b>
<b>Restricted Funds</b>						
<b>Board of Education Allocations</b>						
Administrative Supplies	49	1,459	1,508	-	-	-
Art	-	2,588	2,588	-	-	-
Attendance Incentives	994	-	-	-	-	994
Custodial Supplies	1,075	6,250	7,325	-	-	-
Distance Learning	-	1,093	1,093	-	-	-
Guidance	306	900	1,206	-	-	-
Instructional Materials	350	16,481	16,934	646	-	543
Library	26	4,536	4,441	-	-	121
Maintenance and Repairs	463	809	626	-	646	-
Music	215	1,406	1,621	-	-	-
Other Supplies and Materials	764	2,209	2,973	-	-	-
Physical Education	608	900	1,508	-	-	-
RTI Supplies and Materials	100	-	100	-	-	-
Test Score Recognition	-	750	750	-	-	-
Textbooks	-	72,850	72,850	-	-	-
<b>Donation Accounts</b>						
Bennett Memorium	-	50	50	-	-	-
C.A.R. Donation	200	-	200	-	-	-
Car Club Library Donation	-	300	271	-	29	-
Food City Rewards	1,012	392	676	-	-	728
K-Kids	284	-	-	-	-	284
Music Donation	-	50	-	-	-	50
PTO Classroom Books	917	-	917	-	-	-
PTO Counseling Funds	196	-	-	-	-	196
PTO Library Donation	307	-	336	29	-	-
United Way Literacy Fund	294	-	294	-	-	-
<b>Other Accounts</b>						
Camp Explore	420	-	-	-	-	420
Christmas Angels	-	120	120	-	-	-
Fundraising Account	3,099	13,661	16,760	-	-	-
Honors Day 5th Grade	-	10	-	-	-	10
Kinder Friends Donut Shop	-	102	102	-	-	-
Kindergarten Cookie Shop	40	116	156	-	-	-
Kindergarten Cupcake Shop	181	107	288	-	-	-
May Day	801	-	34	-	-	767
Media Center STEM	2,370	-	989	-	-	1,381
Extra-Curricular Club	301	830	859	-	-	272
<b>Total Restricted Funds</b>	<b>15,372</b>	<b>127,969</b>	<b>137,575</b>	<b>675</b>	<b>675</b>	<b>5,766</b>
<b>Total General and Restricted Funds</b>	<b>\$ 57,473</b>	<b>155,768</b>	<b>155,779</b>	<b>675</b>	<b>675</b>	<b>57,462</b>

The notes are an integral part of these financial statements.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS - REGULATORY BASIS  
SCHEDULE OF INTERFUND AND INTERACCOUNT TRANSFERS  
BY SCHOOL  
For the Fiscal Year Ended June 30, 2021**

**ELIZABETHTON HIGH SCHOOL**

<u>Transfer To</u>	<u>Transfer From</u>										
	Athletics	B.E.P. Instructional Supplies	Gifts and Donations	Admin Supplies	Custodial Supplies	EHS Band	Cyclone Print Shop Sp. Ed.	FCCLA Club	Chorus	EHS Student Council	Total
Athletics- Special Projects	\$ 11,907	-	-	-	-	-	-	-	-	-	11,907
Honors/Graduation	-	4,258	-	-	-	-	-	900	-	-	5,158
WIA/RTI	-	5,239	-	-	-	-	-	-	-	-	5,239
XQ Year 3	-	5,076	-	-	-	-	252	1,390	-	-	6,718
Instruction	-	-	-	872	12	394	-	-	-	-	1,278
BEP Instructional Supplies	-	-	-	-	-	656	-	-	79	-	735
Instructional Equipment	-	285	-	-	-	-	-	-	-	-	285
Textbooks	-	574	-	-	-	-	-	-	-	-	574
Maintenance and Repairs	-	1,651	-	-	-	-	-	-	-	-	1,651
BEP Other Supplies	-	2,354	-	-	-	-	-	-	-	-	2,354
Library	-	385	-	-	-	-	-	-	-	-	385
Student Body	-	1,638	-	-	-	-	-	-	-	-	1,638
Band Repair	-	1	-	-	-	-	-	-	-	-	1
RTI Supplies	-	100	-	-	-	-	-	-	-	-	100
Attendance Incentives	-	860	-	-	-	-	-	-	-	-	860
Athletics	-	-	25	-	-	-	-	-	-	-	25
Crockett-Montgomery	-	-	-	-	-	-	-	-	-	500	500
Chorus	-	-	-	274	-	-	-	-	-	-	274
HOSA	-	-	-	-	-	-	-	80	-	-	80
Yearbook	-	-	-	-	-	-	40	-	-	-	40
<b>Total</b>	<b>\$ 11,907</b>	<b>22,421</b>	<b>25</b>	<b>1,146</b>	<b>12</b>	<b>1,050</b>	<b>292</b>	<b>2,370</b>	<b>79</b>	<b>500</b>	<b>39,802</b>

(Continued)

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS - REGULATORY BASIS  
SCHEDULE OF INTERFUND AND INTERACCOUNT TRANSFERS  
BY SCHOOL  
For the Fiscal Year Ended June 30, 2021**

**T.A. DUGGER JUNIOR HIGH SCHOOL**

<u>Transfer To</u>	<u>Transfer From</u>									
	<u>Attendance Incentives</u>	<u>Custodial Supplies</u>	<u>Instructional Supplies</u>	<u>Library Books/Media</u>	<u>Maintenance and Repairs</u>	<u>Other Charges</u>	<u>Other Supplies and Materials</u>	<u>RTI Supplies and Materials</u>	<u>Test Score Recognition</u>	<u>Total</u>
Administration Equipment	\$ -	-	-	-	-	-	-	-	29	29
Administration Supplies	471	224	-	201	-	-	-	49	2	947
Communication	-	-	226	27	-	-	-	-	-	253
Furniture and Fixtures	380	-	-	-	-	-	-	-	-	380
Instructional Equipment	-	1,412	-	-	1,418	2,535	2,520	-	-	7,885
Textbooks	-	-	746	-	-	-	-	-	-	746
<b>Total</b>	<b>\$ 851</b>	<b>1,636</b>	<b>972</b>	<b>228</b>	<b>1,418</b>	<b>2,535</b>	<b>2,520</b>	<b>49</b>	<b>31</b>	<b>10,240</b>

(Continued)

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS - REGULATORY BASIS  
SCHEDULE OF INTERFUND AND INTERACCOUNT TRANSFERS BY SCHOOL  
For the Fiscal Year Ended June 30, 2021**

**EAST SIDE ELEMENTARY SCHOOL**

<u>Transfer To</u>	<u>Transfer From</u>							<u>Total</u>
	<u>Instructional Materials</u>	<u>Show Choir</u>	<u>Restricted Donation</u>	<u>Walmart</u>	<u>Walmart Grant</u>	<u>Around the World Youth</u>	<u>Target Ripley's Aquarium</u>	
Combined Restricted	\$ -	22	257	250	10	110	4	653
Other Supplies and Materials	30	-	-	-	-	-	-	30
<b>Total</b>	<b>\$ 30</b>	<b>22</b>	<b>257</b>	<b>250</b>	<b>10</b>	<b>110</b>	<b>4</b>	<b>683</b>

**WEST SIDE ELEMETARY SCHOOL**

<u>Transfer To</u>	<u>Transfer From</u>		
	<u>Car Club Library Donation</u>	<u>Maintenance and Repairs</u>	<u>Total</u>
Instructional Materials	\$ -	646	646
PTO Library Donation	29	-	29
<b>Total</b>	<b>\$ 29</b>	<b>646</b>	<b>675</b>

(Continued)

ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS - REGULATORY BASIS  
SCHEDULE OF INTERFUND AND INTERACCOUNT TRANSFERS BY SCHOOL  
For the Fiscal Year Ended June 30, 2021

**HAROLD MCCORMICK ELEMENTARY SCHOOL**

<u>Transfer To</u>	<u>Transfer From</u>																		Total
	Fifth Grade	First Grade	K Seals Classroom	Christmas	Lockers	Picture Commission	School Musical	Administrative Supplies	Art	Custodial Supplies	Distance Learning	Furniture and Fixtures	Guidance	Maintenance and Repairs	Music	Other Supplies and Materials	RTI Supplies and Materials	Textbooks	
Instructional Materials	\$ -	-	-	-	-	-	-	1,879	744	2,477	616	96	14	886	21	2,012	11	335	9,091
Other	7	24	11	2	1	313	14	-	-	-	-	-	-	-	-	-	-	-	372
<b>Total</b>	<b>\$ 7</b>	<b>24</b>	<b>11</b>	<b>2</b>	<b>1</b>	<b>313</b>	<b>14</b>	<b>1,879</b>	<b>744</b>	<b>2,477</b>	<b>616</b>	<b>96</b>	<b>14</b>	<b>886</b>	<b>21</b>	<b>2,012</b>	<b>11</b>	<b>335</b>	<b>9,463</b>

See Independent Auditors' Report.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS - REGULATORY BASIS  
SCHEDULE OF SURETY BOND COVERAGE  
For the Fiscal Year Ended June 30, 2021**

---

Company	Tennessee Risk Management Trust
Type of Coverage	Public School System Honesty Blanket Position Bond
Amount	\$400,000 each and every loss \$500 deductible - each occurrence
Period Covered	July 1, 2020 - July 1, 2021
Positions Covered	All Employees

See Independent Auditors' Report.

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS - REGULATORY BASIS  
SCHEDULE OF SALARY SUPPLEMENTS  
For the Fiscal Year Ended June 30, 2021**

School	Amount	Source	Board Approved (1)	Proper Withholding
<u>Elizabethton High School</u>				
A. Bentley	\$ 500	XQ Grant	Yes	Yes
A. Hurley	1,000	XQ Grant	Yes	Yes
B. Grindstaff	500	XQ Grant	Yes	Yes
C. Emmert	1,125	XQ Grant	Yes	Yes
D. Gouge	500	XQ Grant	Yes	Yes
D. Hensley	5,500	XQ Grant	Yes	Yes
K. Dugger	500	XQ Grant	Yes	Yes
L. Click	1,500	XQ Grant	Yes	Yes
L. Bradley	500	XQ Grant	Yes	Yes
L. Hooks	500	XQ Grant	Yes	Yes
S. Ogg	500	XQ Grant	Yes	Yes
S. Nelson	5,000	XQ Grant	Yes	Yes
M. Hooks	1,000	XQ Grant	Yes	Yes
L. Honeycutt	1,000	XQ Grant	Yes	Yes
R. Casey	1,250	XQ Grant	Yes	Yes
J. Honeycutt	625	XQ Grant	Yes	Yes
D. Proffitt	1,250	XQ Grant	Yes	Yes
M. Foster	625	XQ Grant	Yes	Yes
C. Salyer	625	XQ Grant	Yes	Yes
S. Hardin	500	XQ Grant	Yes	Yes
B. Price	500	XQ Grant	Yes	Yes
M. Grindstaff	500	XQ Grant	Yes	Yes
V. Abdelnour	500	XQ Grant	Yes	Yes
P. Ledford	59,834	XQ Grant	Yes	Yes
A. Campbell	71,000	XQ Grant	Yes	Yes
D. Duncan	46,585	XQ Grant	Yes	Yes
C. Roberts	12,100	XQ Grant	Yes	Yes
D. Proffitt	1,500	Yearbook	Yes	Yes
Total Elizabethton High School	<u>217,020</u>			

(Continued)

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS - REGULATORY BASIS  
SCHEDULE OF SALARY SUPPLEMENTS  
For the Fiscal Year Ended June 30, 2021**

<u>School</u>	<u>Amount</u>	<u>Source</u>	<u>Board Approved (1)</u>	<u>Proper Withholding</u>
<u>T.A. Dugger Junior High</u>				
K. Waite	\$ 1,900	Yearbook	Yes	Yes
Total T.A. Dugger Junior High School	<u>1,900</u>			
<u>Elementary Schools</u>				
East Side				
J. Lucas	840	Distance Learning	Yes	Yes
West Side				
Other	<u>340</u>	Yearbook	Yes	Yes
Total Elementary Schools	<u>1,180</u>			
Total School Activity Funds	<u>\$ 220,100</u>			

(1) Although supplements were not individually approved by the Board of Education, all activities were approved.

Note: A base amount of \$500 was used for this schedule. Those supplements to individuals in excess of \$500 are listed separately by name. All others which are less than \$500 are accumulated and reported as "Other".

See Independent Auditors' Report.

## **SECTION III**

### **COMPLIANCE AND INTERNAL CONTROL SECTION**

**INDEPENDENT AUDITORS' 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**

To the Chairman and Members of the Board  
Elizabethton, Tennessee Board of Education

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 combined financial statements - regulatory basis of the Elizabethton, Tennessee Board of Education Internal School Funds, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Elizabethton, Tennessee Board of Education Internal School Funds' basic financial statements. We also have audited the individual school financial statements – regulatory basis (referred to in the aggregate with those financial statements above as “the financial statements”) as of and for the year ended June 30, 2021, presented as supplementary information and have issued our report thereon dated September 16, 2021. Our report disclosed that, as described in Note 1 to the financial statements, the financial statements are prepared in conformity with the accounting practices prescribed by the *Tennessee Internal School Uniform Accounting Policy Manual*, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Elizabethton, Tennessee Board of Education Internal School Funds' 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 the Elizabethton, Tennessee Board of Education Internal School Funds' internal control. Accordingly, we do not express an opinion on the effectiveness of the Elizabethton, Tennessee Board of Education Internal School Funds' 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. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and responses as item 2021-001 that we consider to be a significant deficiency.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Elizabethton, Tennessee Board of Education Internal School Funds' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and responses as item: 2021-001.

### **Elizabethton, Tennessee Board of Education's Response to Findings**

Elizabethton, Tennessee Board of Education's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. Elizabethton, Tennessee Board of Education Internal School Funds' response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **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 the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Blackburn Childers + Steagall, P.C.*

BLACKBURN, CHILDERS & STEAGALL, PLC  
Johnson City, Tennessee

September 16, 2021

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS - REGULATORY BASIS  
SUMMARY SCHEDULE OF PRIOR FISCAL YEAR FINDINGS  
For the Fiscal Year Ended June 30, 2021**

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<b>Prior Fiscal year Finding Number</b>	<b>Finding Title</b>	<b>Status / Current Fiscal Year Finding Number</b>
2020-001	Cash Receipts (original finding # 2019-002)	Corrected

**ELIZABETHTON, TENNESSEE BOARD OF EDUCATION  
INTERNAL SCHOOL FUNDS – REGULATORY BASIS  
SCHEDULE OF FINDINGS AND RESPONSES  
For the Fiscal Year Ended June 30, 2021**

---

**FINDINGS – FINANCIAL STATEMENT AUDIT**

**2021-001: Significant Deficiency: Fundraisers**

**Criteria:** *Tennessee Internal School Uniform Accounting Policy Manual* (the Manual) Section 4, Title 8, Fundraising Activities.

**Condition:** Proper procedures for fundraisers were not always followed with respect to the documentation and analysis of fundraiser activities at Elizabethton High School. For three events tested, auditors were not able to reconcile merchandise received to expected or actual collections. The fundraiser reports were not properly completed to show expected vs. actual collections or ending inventory. There was no invoice, sales receipt or other documentation from the vendor for the purchase of wreaths that were sold for a swim team fundraiser and therefore, we were not able to verify expected collections or reconcile to the actual receipts.

**Effect:** The effect of these issues causes the schools to not be in compliance with the internal control procedures as prescribed in the *Manual*.

**Cause:** The cause of these issues appear to be the result of school employees failure to follow adopted practices and procedures.

**Recommendation:** We recommend the schools follow all requirements for fundraisers as described in the *Manual*. Supporting records including ledger reports and online sale reports should be on file and properly reconciled.

**Response:** The principal will review fundraiser procedures with all staff at the beginning of the school year.

**SECTION IV**

**MANAGEMENT'S CORRECTIVE ACTION PLAN SECTION**



**ELIZABETHTON  
CITY SCHOOLS**

**Experience Excellence**

Richard VanHuss  
Director of Schools

John Hutchins

Assistant Director of Schools- Operations

Dr. Myra Newman

Assistant Director of Schools - Academics

**ELIZABETHTON CITY SCHOOLS  
SCHOOL ACTIVITY FUNDS  
SIGNIFICANT DEFICIENCY  
JUNE 30, 2021**

**ELIZABETHTON HIGH SCHOOL  
2021-001**

**Fundraisers**

Response and Corrective Action Plan Prepared by:

Beth Wilson  
Director of Finance  
Elizabethton City Schools

Person Responsible for  
Implementing the Corrective Action:

Same

Anticipated Completion of Corrective Action:

August 31, 2021

Repeat Deficiency:

No

Planned Corrective Action:

The principal will review fundraiser procedures with all staff at the beginning of the school year.

Richard VanHuss  
Director of Schools

804 S. Watauga Ave.  
Elizabethton, TN 37643  
P(423) 547-8000  
F(423) 547-8929

## **TAD Lead + TAD Elevate Service-Learning and Leadership Trip**

### **What is a Service-Learning and Leadership Trip?**

A Service-Learning and Leadership Trip is meant to give students the opportunity to experience and learn first-hand what it means to lead through service. It will hopefully take students out of their East Tennessee comfort zones and allow them to serve others who live differently than they do. The ultimate hope of a service-learning and leadership trip is for students to be able to take what they learned and experienced and apply it to their everyday lives in their schools, homes, and communities.

### **Tentative Outline for this Trip:**

Tentative Dates for this trip are 5/8/22 – 5/15/22.

- Sun., 5/8 – Drive to and fly out of Charlotte Douglas International Airport (NC) to Phoenix Sky Harbor International Airport (AZ). Then drive to American Indian Christian Mission (AICM) in Show Low, AZ.
- Mon., 5/9 – Receive instruction from the AICM Staff about service sites and expectations for the day, drive to White Mountain Native American Reservation for a day of service. Return to AICM for supper and discussion time of the day's events.
- Tues., 5/10 – Receive instruction from the AICM Staff about service sites and expectations for the day, drive to White Mountain Native American Reservation for a day of service. Return to AICM for supper and discussion time of the day's events.
- Wed., 5/11 – Grand Canyon Day! We will spend the day seeing, learning about, and experiencing the Grand Canyon National Park. The park is about 3 ¼ hours from AICM and is absolutely breath-taking!
- Thurs., 5/12 – Receive instruction from the AICM Staff about service sites and expectations for the last day of service, drive to White Mountain Native American Reservation for a day of service. Return to AICM for supper and final discussion time of the day's events.
- Fri., 5/13 – Spend the morning in a planned discussion, conversation, and Q and A time with Native American students at AICM. Drive off-campus in the afternoon to another Southwestern natural attraction. (Possibilities include: Painted Desert National Park - 1 ¼ hours from AICM or Canyon de Chelly National Park - 2 ½ hours from AICM)
- Sat., 5/14 – Depart from AICM and drive back to the Phoenix area to take in a Major League Baseball (MLB) game. It will be between the Arizona Diamond Backs vs. the Chicago Cubs. Time of game is TBA. We will then stay the night at a Phoenix area hotel to allow for an easier flight departure the next morning.
- Sun., 5/15 – Drive to and fly out of Phoenix Sky Harbor International Airport AZ to Charlotte Douglas International Airport (NC). Drive home from Charlotte and arrive back sometime Sunday evening.

**Break Down of Tentative Cost for this Trip:**

- Current Round-Trip Airfare with American Airlines from Charlotte, NC to Phoenix, AZ is \$364.00 per person.
- Cost per person for housing, food (this includes: breakfast, lunch, and dinner), and service project site coordination and materials provided by American Indian Christian Mission is \$350.00 per person.
- Approximate Cost Per “Fun” Outings:
  - Grand Canyon National Park = \$35.00 per vehicle
  - Southwestern natural attraction excursion = \$25.00 per vehicle
  - Professional Sporting Event = \$15.00 - \$30.00 per person, depending on availability.
- Estimated Cost for Van Rentals: \$700.00-\$1000.00 per van = \$70.00-\$100.00 per person
- Estimated Hotel Lodging in the Phoenix Area: \$170.00 per room = \$42.50 per person
- Estimated Budget for extra meals on travel days and excursions = \$100 per person
- Cost for Teacher and Administration Chaperones would also be factored into the student cost and based on the number of students going.
- Total Cost is likely to be around \$1000.00 per student.
- This will most likely be collected over 2 payments, potentially one in January and the other in March.

**Other Issues Which Need to Be Addressed:**

- This trip would be an optional trip available to any student participating in either Mr. Smithdeal’s TAD Lead or TAD Elevate classes.
- The usage of a faith-based 501C3 nonprofit organization, such as American Indian Christian Mission, is strictly for the use of their services and resources alone. There will be absolutely no proselytizing or promoting of any religion on this trip. The focus will be on service-learning and leadership, which will hopefully result in student-character development and formation.
- COVID numbers and issues will be a fluid consideration for this trip in planning and implementation. COVID Vaccination will be encouraged for all students participating in this trip, but not required.
- Mandatory Mask Wearing will be required for certain parts of the trip (specifically on the flights and potentially on the Native American Reservation).
- Fund-raising is hopefully going to be a factor in trying to off-set some of the cost of this trip for each student.

**In Conclusion:**

The Elizabethton City School System is a system which is passionate about our students and the community stands behind us at large. This Service-Learning and Leadership Trip is aimed to help foster and form students into leaders at the middle school level, on into high school, and hopefully beyond in our community. The potential impact of what this trip could do for the students involved is enormous, which will play a part in making our schools and community better for years to come.



**ELIZABETHTON  
CITY SCHOOLS**

# **FIELDTRIP REQUEST MANUAL**



(All of the necessary forms are included in this manual and may be reproduced as needed.)

**Fieldtrips, excursions, and academic competitions are scheduled after Mr. Hutchins approves them. Please do not contact Mr. Street prior to scheduling a trip. He can only discuss trips that have been approved. Should you turn in a trip where there is a conflict, Mr. Street will contact the trip sponsor to discuss any possible change in time and/or date.**

#### **FIELDTRIPS & EXCURSIONS TRIPS (LOCAL):**

1. The building-level administrator should be involved at the preliminary stage. The staff member who initiates the field trip or excursion should informally confer with the building administrator as to the plausibility of such a trip.
2. At least 2 weeks in advance, teachers/coaches should complete the transportation request to begin the process of approval at the building-level.
3. If the requested trip is **overnight, out-of-state, or more than 50-miles** (and is not listed on the board-approved list on page 3 of this document), the process needs to begin at least one month in advance due to the need for board approval. All board items are due to Mrs. Perkins by 9:00 a.m. on the first Tuesday of the month. In either situation, building-level and district-level approval is required.
4. The event should support the curriculum and be the most effective instructional medium for the stated outcome.
5. The staff member planning the event should fill out the transportation request **completely** and forward it to the building principal for consideration. Athletic/Band events should be forwarded to the athletic director for consideration.
6. If approved at the building-level, the request shall be sent to the superintendent of schools as a request for district approval.
7. Parental approval must be confirmed for each student participating in the field trip or excursion. A signed parental permission form is designed for that purpose.

#### **TRIPS ABROAD:**

1. All trips abroad require individual board approval. This approval should be requested a minimum of 1 month in advance.

#### **ATHLETIC/BAND TRIPS:**

1. Athletic events and band trips/competitions must also fill out the appropriate paperwork at least 2 weeks in advance. **This paperwork is sent directly to the athletic director for approval.** Once approved, the event will be forwarded to the transportation supervisor for scheduling.

**\*PLEASE NOTE: Due to the lack of spare drivers, we do not have the ability to leave before 8:00 a.m. for a trip. Also, trips must return no later than 2:15. If there is a question concerning an early departure time or a late return time, please have your building principal contact Marty Street at (423-547-8000 ext.1530 or 423-895-0067 prior to scheduling.**

#### **TRANSPORTATION REQUEST FORM INSTRUCTIONS**

1. Please complete the following form on your computer.
2. Appropriate information should be typed in the orange-shaded boxes.
3. Type and "X" in the appropriate box or type in the appropriate information in the orange-shaded boxes. Make sure to fill out this form completely and give to the building administrator for approval of fieldtrips, excursions, and academic competitions. Athletic & Band trips need to be forwarded to the athletic director for approval.

# ECS TRANSPORTATION REQUEST FORM

**TYPE OF TRIP:**FIELDTRIP  ATHLETIC/BAND  EXCURSION  ACADEMIC COMPETITION **METHOD OF TRANSPORTATION:**SCHOOL BUS  RENTAL VEHICLE  WALKING DATE OF REQUEST:  GROUP/TEAM/GRADE: ELIZABETHTON HIGH SCHOOL     
SCHOOL DATE OF TRIP DEPARTURE TIME RETURN TIME

YES <input checked="" type="checkbox"/> NO <input type="checkbox"/> DESTINATION IS GREATER THAN 50 MILES
YES <input checked="" type="checkbox"/> NO <input type="checkbox"/> DESTINATION IS OUT-OF-STATE
YES <input type="checkbox"/> NO <input checked="" type="checkbox"/> DESTINATION IS ON BOARD APPROVED LIST
<input type="text" value="25"/> TOTAL NUMBER INVOLVED
<input type="text" value="1"/> NUMBER OF BUSES OR VANS NEEDED
<input type="text" value="N/A"/> COST PER STUDENT (if applicable)

<input type="text" value="PIKEVILLE , KENTUCKY"/> DESTINATION
<input type="text"/> ADDITIONAL STOP 1
<input type="text"/> ADDITIONAL STOP 2
<input type="text"/> ADDITIONAL STOP 3
<input type="text"/> ADDITIONAL STOP 4
YES <input type="checkbox"/> NO <input type="checkbox"/> NA <input checked="" type="checkbox"/> PERMISSIONS SLIPS OBTAINED
YES <input type="checkbox"/> NO <input type="checkbox"/> NA <input checked="" type="checkbox"/> CAFETERIA NOTIFIED IF STUDENTS WILL MISS LUNCH

**PERSON(S) IN CHARGE OF STUDENTS REMAINING AT SCHOOL (if applicable):****NAMES & CELL NUMBERS OF CHAPERONES/SPONSORS:**

<input type="text" value="KENNETH HARDIN"/> SPONSOR'S NAME	<input type="text" value="kenneth.hardin@ecschools.net"/> SPONSOR'S EMAIL ADDRESS
---	--

**ITEMS BELOW - TO BE COMPLETED BY ADMINISTRATION**

<b>BUILDING ADMINISTRATOR:</b>	<input type="text"/>
APPROVED <input type="checkbox"/> DENIED <input type="checkbox"/>	ADMINISTRATOR'S SIGNATURE
	ADMINISTRATOR'S EMAIL ADDRESS

<b>SYSTEM ADMINISTRATOR:</b>	<input type="text"/>
APPROVED <input type="checkbox"/> DENIED <input type="checkbox"/>	TRANSPORTATION DIRECTOR

<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
DEPARTURE TIME	RETURN TIME	TOTAL TIME	DRIVER'S SIGNATURE

<input type="text" value="*SIGN UPON RETURN FROM TRIP"/>	<input type="text"/>
	*TRIP SPONSOR'S SIGNATURE

**Current Board-Approved Field Trips, Excursions, & Athletic Trips**

**APPROVED IN-STATE DESTINATIONS, MORE THAN 50 MILES**

**Approved locations for Academic Fieldtrip/Excursions, Musical Events/Performances, Athletic Camps, Competitions, District, Regional & State Contests:**

**CHATTANOOGA, TN**

**COOKEVILLE, TN**

**GATLINBURG/SEVIERVILLE/PIGEON FORGE, TN**

**KNOXVILLE, TN**

**LEBANON, TN**

**MARYVILLE, TN**

**MORRISTOWN, TN**

**MURFREESBORO, TN**

**NASHVILLE, TN**

**CAMP CLEMENTS - DOYLE, TN**

**CLEVELAND, TN**

**JEFFERSON COUNTY, TN**

**CROSSVILLE, TN**

**WINCHESTER, TN**

**FRANKLIN, TN**

**LOUDON, TN**

**APPROVED OUT-OF- STATE DESTINATIONS**

**Approved locations for Academic Fieldtrip/Excursions, Musical Events/Performances, Athletic Camps, Competitions, District, Regional & State Contests:**

**ABINGDON, VA**

**ASHEVILLE, NC**

**BOONE, NC**

**BRISTOL, VA**

**CLEMSON, SC**

**GATE CITY, VA**

**MYRTLE BEACH/CONWAY/GEORGETOWN, SC**

**SPRING ISLAND, SC**

**WASHINGTON, DC**

**WILLIAMSBURG, VA**

**WINSTON-SALEM, NC**

**ORLANDO (DISNEY AREA), FL**

**GREENVILLE, SC**

**RURAL RETREAT, VA**

**WISE, VA**

**CHEROKEE, NC**

**ATLANTA, GA**

**COLUMBIA, SC**

**BLACKSBURG, VA**

**RICHMOND, VA**

**DAYTONA BEECH, FL**

**DESTINATIONS MORE THAN 50 MILES (ONE WAY) OR OUT-OF-STATE**

PLEASE NOTE: Above are destinations the board of education has approved for various types of school-related events. Any destination that is further than 50 miles (one way), or that is out-of-state, must be board approved (in advance). This must be done one month in advance to receive board approval. The board meetings are usually the third Thursday of the month. Please send the completed transportation request to Clara Perkins at the central office to have a trip put on the board agenda for approval.

# PARENTAL PERMISSION FOR FIELD TRIP / EXCURSION

has my permission to make an off-campus field trip/excursion

Student's Name

to

Teacher, Class, or Organization

Location or Destination

The purpose for this trip is:

Students will depart from:

at

on

School or Location

Time

Date

Students will return to:

at

on

School or Location

Time

Date

Students will travel by:

Vehicle Type

with the following

The following is a list of chaperones:

The cost to the student for the fieldtrip is:

In case of accident, injury, or illness, I hereby authorize the trip sponsor to take the above-named student to a physician or emergency room for treatment.

In allowing your child to participate, you agree to release and hold harmless Elizabethton City Schools, administrators, and employees from any and all liability, loss, damages, claims, or actions resulting in bodily injury and/or property damage, in accordance with state law, arising from participation in the fieldtrip/excursion listed above. Fieldtrip/excursions that are not required for a grade are considered "optional" trips and do not qualify as a school fee, and thus are not covered by the fee-waiver form (Board Policy 6.709). Any fieldtrip/excursion may be withheld from a student's participation at the discretion of the chaperone/administrator.

Students are expected to be on their best behavior (as representatives of the school district) and follow the instructions provided by the trip sponsors (chaperones). Students shall comply with these instructions and follow the guidelines for behavior listed in the student handbook and all policies (pertaining to behavior) outlined in Section 6 (Students) of the Elizabethton City Schools Board Policy Manual.

Parent/Guardian Signature:

Date:

Emergency Phone Number:

List Any Medical  
Conditions Pertaining To

Current Medications:

## **BUS RULES FOR ROUTES AND ALL OTHER SCHOOL-RELATED TRIPS**

### **GENERAL RULES:**

1. Employees only are permitted to ride on a school bus. At least one coach, faculty member, or chaperone will accompany each bus.
2. Coaches, faculty members, or chaperones will know the location and directions to desired destination.
3. Coaches, faculty members, or chaperones in charge of the bus will inspect the bus after all students have been discharged to check for damage and any articles that may have been left on the bus.
4. If any food or beverages (**No** glass containers) are given to the group, it is the group's responsibility to see that the bus is cleaned.
5. All trips will be scheduled from school to the destination (and return). Special stops between points will not be permitted unless they are included in the transportation request.
6. In the event of an emergency, ECS employees should contact 911 (if there are injuries), and then contact their immediate supervisor (who shall contact the the central office).
7. All bus rules, school rules, and board policies pertaining to student behavior shall be followed when being transported on a school trip.
9. Students may be allowed to ride home with their parents, providing that the parent sign his/her child out with the chaperone. Under no circumstances may a student be signed-out by someone other than the child's parent, nor shall they be allowed to ride home with a friend without written permission.
10. Above all... as a student, you represent Elizabethton City Schools. As a representative you should exercise caution, good manners, and consideration for others. Always obey the chaperone and driver for your safety and the safety of others.

### **CONDUCT ON THE BUS:**

1. The driver has the authority to assign students to seats.
2. The driver may refer students to their building Principal for any issue that compromises the safety of the students on his/her bus.
3. Keep the aisle clear at all times. No standing in the aisle while the bus is in motion. Students must be in their seats at all times. Books and bags should be placed under the seat or in the student's lap.
4. Remain quiet when approaching railroad tracks so the driver can listen for trains.
5. Keep arms and hands in the bus at all times.
6. Do not throw objects inside or outside the bus.
7. As you enter the bus, familiarize yourself with all of the emergency exits.
8. Fighting, harassment, and hazing are not permitted on the bus. Anyone deemed to fall in these categories will be removed from riding the bus for the remainder of the year.
9. Possession of tobacco products or controlled substances are not allowed and will result in the same discipline as if it were on school campus.
10. Eating and drinking are permitted at the descretion of the driver. Always place items in the trash box when finished. Failure to do so will result in the loss of the privilege.
11. Remain in your seat until the bus comes to a complete stop.
12. Students (and their parents) will be financially responsible for willful destruction of school property.
13. Profanity is not allowed. Loud or abusive talking or shouting will result in removal from the bus.
14. When entering and exiting the bus, always use the hand rail while taking each step one a a time.



# ***ECS STUDENT TRANSPORTATION REQUEST FORM***

## **PROCECURE:**

Please use the form below to receive approval for a fieldtrip, excursion, athletic/band/academic competition, or walking event. Fill it out on your computer or print a copy and fill in by hand. Please remember to put your email address in the appropriate box so you may receive confirmation of approval. Once you have completed this, it must be given to your building principal for approval. Once approved, all forms (with the exception of athletic/band trips) must be sent to Mr. Alexander for approval. Athletic/band trips are sent directly to the athletic director for approval.

Please do not contact Mr. Street about dates. He will not discuss dates until he has received a request that has been approved by Mr. Alexander. Place the date of the trip on the form and Mr. Street will attempt to schedule according to your request. If transportation is not available for the date requested, he will contact the teacher to see if another date is acceptable.

When a trip is approved, Mr. Street will email the director of transportation, building administrator, trip sponsor/coach, and athletic director (if an athletic event) to confirm the scheduling of the event. The email should contain the name and number for the driver(s), time of departure, number of buses, and date of the trip.

Please fill out the form completely. Send the form to Mr. Alexander (through school mail) a minimum of two-weeks in advance. **If the trip is not on the approved fieldtrip list, and is greater than 50 miles, or is out-of-state, it must be submitted one month prior to the second Tuesday of the month (to be added to the board agenda).**

**"NO DRIVER MAY TRANSPORT STUDENTS OR ATHLETES WITHOUT AN APPROVED COPY OF THIS PAPERWORK."** For the purpose of paying the driver(s), the trip sponsor must sign at the bottom of the page following the completion of the trip."

Elizabethton City Schools shall not transport students in a vehicle designed to carry more than 7-passengers (including the driver) other than a school bus. Seven passenger vans may be rented for the purpose of transporting students to events.

When talking a fieldtrip during the school-day, please make sure the cafeteria has been notified( if the students participating will miss lunch on the day of the trip). Also, make sure students that are not participating are appropriately placed with an administrator or another teacher.

# ELIZABETHTON CITY SCHOOLS

## REQUEST FOR PROPERTY / EQUIPMENT SALE / DISPOSAL

The following items are hereby declared surplus property/equipment of no value or valued at less than \$250.00. Since these items are no longer useful to the Elizabethton City School System, they may be sold at a fair price to any person interested in purchasing them, given away or disposal may be made in an appropriate manner.

ITEM: 4 Old Computer carts  
2 old bent computer tables  
\_\_\_\_\_  
\_\_\_\_\_

INVENTORY TAG NUMBER: 10026 Co/Gym, 4758 (ES), 4729 (HM)

METHOD OF SALE/DISPOSAL: Recycle

SCHOOL/BUILDING WHERE ITEM IS HOUSED West Side Elementary

SALE/DISPOSAL AUTHORIZED BY: [Signature] DATE: 11/17/21  
Principal

AUTHORIZED BY: [Signature] DATE: 11/17/21  
Director of Schools

AUTHORIZED BY: \_\_\_\_\_ DATE: \_\_\_\_\_  
Board Chairman

# ELIZABETHTON CITY SCHOOLS

## REQUEST FOR PROPERTY / EQUIPMENT SALE / DISPOSAL

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ITEM: 2013 Laptop, old blue chair  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

INVENTORY TAG NUMBER: LAPTOP 4561 Title 5, 4392 ESE Blue chair

METHOD OF SALE/DISPOSAL: DISPOSE.

SCHOOL/BUILDING WHERE ITEM IS HOUSED EAST SIDE Elementary

SALE/DISPOSAL AUTHORIZED BY: *James R. Hall* DATE: 11/19/21  
Principal

AUTHORIZED BY: \_\_\_\_\_ DATE: \_\_\_\_\_  
Director of Schools

AUTHORIZED BY: \_\_\_\_\_ DATE: \_\_\_\_\_  
Board Chairman

Dec. 16<sup>th</sup>

# ELIZABETHTON CITY SCHOOLS

## REQUEST FOR PROPERTY / EQUIPMENT SALE / DISPOSAL

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- ITEM: ① POWERMATIC 3 PHASE BANDSAW
- ② ROCKWELL BENCH GRINDER
- ③ POWERMATIC 3 PHASE TABLE SAW
- \_\_\_\_\_
- \_\_\_\_\_

INVENTORY TAG NUMBER: ① 07234, ② NO TAG, ③ 07228

METHOD OF SALE/DISPOSAL: \_\_\_\_\_

SCHOOL/BUILDING WHERE ITEM IS HOUSED EHS AG SHOP

SALE/DISPOSAL AUTHORIZED BY: *Jim Albert* DATE: 12/6/21  
Principal

AUTHORIZED BY: \_\_\_\_\_ DATE: \_\_\_\_\_  
Director of Schools

AUTHORIZED BY: \_\_\_\_\_ DATE: \_\_\_\_\_  
Board Chairman

# ELIZABETHTON CITY SCHOOLS

## REQUEST FOR PROPERTY / EQUIPMENT SALE / DISPOSAL

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ITEM: 162 Smartboards  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

INVENTORY TAG NUMBER: See Attached  
\_\_\_\_\_

METHOD OF SALE/DISPOSAL: Recycle/Disposal  
\_\_\_\_\_

SALE/DISPOSAL AUTHORIZED BY: \_\_\_\_\_ DATE: \_\_\_\_\_  
Principal

AUTHORIZED BY: *Reel Valt* DATE: 12/8/21  
Director of Schools

AUTHORIZED BY: \_\_\_\_\_ DATE: \_\_\_\_\_  
Board Chairman

ESE 26 Smartboards

Inventory or serial numbers: 2604, 3644, 2520, 2575, 2584, 4673, 2863, 107701, 2557, 4973, 2630, 4528, 2620, 4666, 2615, 5000, 4908, 2615, 2851, 3675, 10213, 10184

HME 25 Smartboards

Inventory or serial numbers: 5885, 4809, 5402, 5449, 5892, 3284, 5471, 5530, 1895, 3258, 5410, 5452, 3264, 4809, 5527, 5429, 3410, 4480, 5438, 5427, 45, 1287, 4431, 7052, 5883

WSE 20 Smartboards

Inventory or serial numbers: 2803, 565, 4304, 2352, 765, 396, vfvf860083l, 3164, 139, 2219, 608, 720, 563, sb-2637r-2638, 98, 965, 0005, 2425, 0450

TAD 37 Smartboards

Inventory or serial numbers: 3308, 3832, 3136, 3015, 2014, 1137, 3189, 4071, 3015, 4065, 3020, 4282, 3951, 4148, 1565, 3790, 4518, 4138, 4273, 3131, 4515, 4220, 3634, 4260, 3419, 3819, 1491, 3392, 4361, 4022

EHS 52 Smartboards

Inventory or serial numbers: 4240, 1577, 3449, 9908, 64681, 6530, 7991, 4019, 64679, 65032, sb690r257839, sb680r2546876,

CO 2 Smartboards

Inventory or serial numbers: 11762, sbx885-m2-0002302

# ELIZABETHTON CITY SCHOOLS

## 2022 K-12 CALENDAR 2023

AUGUST 2022					SEPTEMBER 2022					OCTOBER 2022				
MON	TUE	WED	THU	FRI	MON	TUE	WED	THU	FRI	MON	TUE	WED	THU	FRI
1 TEACHER INSERVICE DAY	2 TEACHER WORKDAY	3 	4 ELECTION DAY TEACHER WORKDAY	5 TEACHER INSERVICE				1	2 PR	3	4	5 X	6	7
8 FIRST FULL DAY	9	10	11	12	5 LABOR DAY	6	7	8	9	10	11	12	13	14
15	16	17	18	19	12	13	14	15	16	17	18	FALL BREAK		21
22	23	24	25	26	19	20	21	22	23 PARENT TEACHER CONF.	24	25	26	27	28 PD DAY
29	30	31			26	27	28	29	30	31				
NOVEMBER 2022					DECEMBER 2022					JANUARY 2023				
MON	TUE	WED	THU	FRI	MON	TUE	WED	THU	FRI	MON	TUE	WED	THU	FRI
	1	2	3	4				1	2	2 PD DAY	3 TEACHER WORKDAY	4	5	6
7 PD DAY	8 ELECTION DAY PD DAY	9	10	11	5	6	7	8	9	9	10	11	12	13
14	15	16 PR	17	18	12	13	14	15	16 X	16 MARTIN LUTHER KING DAY	17	18	19	20
21	22	THANKSGIVING		25	CHRISTMAS BREAK					23	24	25	26	27
28	29	30			26	27	28	29	30	30	31			
FEBRUARY 2023					MARCH 2023					APRIL 2023				
MON	TUE	WED	THU	FRI	MON	TUE	WED	THU	FRI	MON	TUE	WED	THU	FRI
		1	2	3 PR			1	2	3	3	4	5	6	7 GOOD FRIDAY
6	7	8	9	10	6	7	8	9	10 X	10	11	12	13	14
13	14	15	16	17	13	14	15	16	17	17	18	19	20 PR	21
20 PD DAY	21 PD DAY	22	23	24	20	21	22	23	24	24	25	26	27	28
27	28				27	28	29	30	31					
					SPRING BREAK									
MAY 2023					<b>KEY</b>									
MON	TUE	WED	THU	FRI	1ST SEM DAYS: 83    2ND SEM. DAYS: 90 173 - STUDENT DAYS    7 - PROF. DEV. DAYS    180 - TOTAL DAYS 4 - TEACHER WORKDAYS     3 - ALT. INSERVICE DAYS 2 - TEACHER INSERVICE     HOLIDAYS AND BREAKS 7 - PROF. DEV. DAYS 3 - ABBREVIATED DAYS: GRADES K-5 (8:00 - 11:46 AM); GRADES 6-12 (7:45-11:16 AM) 1 - P/T CONF. DAY: GRADES K-5 (8:00 - 11:00 / 12:00 - 3:00); GRADES 6-12 (7:45 - 11:00 / 12:00 - 2:45); (LUNCH FROM 11:00 - 12:00) PR - PROGRESS REPORTS     6 - STOCKPILED INCLEMENT WEATHER DAYS X - END OF GRADING PERIOD - FIRST/LAST STUDENT DAY									
1	2	3	4	5	<b>BOARD APPROVAL DATE: 11/17/20</b>									
8 PD DAY	9	10	11	12										
15	16	17	18	19										
22	23 X	24 TEACHER WORKDAY	25	26										
29 MEMORIAL DAY	30	31												



# FREELAND AUTOMOTIVE

Herb Odom | 615-266-3212 | herb.odom@freelandauto.com

## FREELAND AUTOMOTIVE

### Prepared By:

Herb Odom  
FREELAND AUTOMOTIVE  
615-266-3212  
herb.odom@freelandauto.com

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Data Version: 15185. Data Updated: Nov 22, 2021 2:49:00 AM PST.



# FREELAND AUTOMOTIVE

Herb Odom | 615-266-3212 | herb.odom@freelandauto.com

[Retail] 2022 Chevrolet Silverado 2500HD (CK20743) 4WD Crew Cab 159" Work Truck (✔ Complete)

## Quote Worksheet

	<b>MSRP</b>
Base Price	\$43,300.00
Dest Charge	\$1,695.00
Total Options	\$3,285.00
<b>Subtotal</b>	<b>\$48,280.00</b>
<b>Subtotal Pre-Tax Adjustments</b>	<b>\$0.00</b>
Less Customer Discount	(\$11,200.00)
<b>Subtotal Discount</b>	<b>(\$11,200.00)</b>
Trade-In	\$0.00
<b>Excluded from Sales Tax</b>	<b>Subtotal Trade-In</b>
	<b>\$0.00</b>
<b>Taxable Price</b>	<b>\$37,080.00</b>
Sales Tax	\$0.00
<b>Subtotal Taxes</b>	<b>\$0.00</b>
<b>Subtotal Post-Tax Adjustments</b>	<b>\$0.00</b>
<b>Total Sales Price</b>	<b>\$37,080.00</b>

Verified by PDFFiller

*Herb Odom, Govt Flt. Sales Mgr.*

11/23/2021

Dealer Signature / Date

Customer Signature / Date

**BEING BUILT 3/21/2022**

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# FREELAND AUTOMOTIVE

Herb Odom | 615-266-3212 | herb.odom@freelandauto.com

[Retail] 2022 Chevrolet Silverado 2500HD (CK20743) 4WD Crew Cab 159" Work Truck ( Complete )

## Standard Equipment

### Package

Trailer Package includes trailer hitch, 7-pin connector and (CTT) Hitch Guidance (Deleted when (ZW9) pickup bed delete is ordered.)

### Mechanical

Durabed, pickup bed

Engine, 6.6L V8 with Direct Injection and Variable Valve Timing, gasoline, (401 hp [299 kW] @ 5200 rpm, 464 lb-ft of torque [629 N-m] @ 4000 rpm) (STD)

Transmission, 6-speed automatic, heavy-duty (STD) (Requires (L8T) 6.6L V8 gas engine.)

Rear axle, 3.73 ratio (Requires (L8T) 6.6L V8 gas engine. Not available with (L5P) Duramax 6.6L Turbo-Diesel V8 engine.)

GVWR, 10,450 lbs. (4740 kg) (STD) (Included and only available with CK20743 model and (L8T) 6.6L V8 gas engine with 17" wheels or CK20903 model and (L8T) 6.6L V8 gas engine with 18" or 20" wheels.)

Air filter, heavy-duty

Air filtration monitoring

Transfer case, two-speed electronic shift with push button controls (Requires 4WD models.)

Auto-locking rear differential

Four wheel drive

Cooling, external engine oil cooler

Cooling, auxiliary external transmission oil cooler

Battery, heavy-duty 720 cold-cranking amps/80 Amp-hr maintenance-free with rundown protection and retained accessory power (Included and only available with (L8T) 6.6L V8 gas engine.)

Alternator, 170 amps (Requires (L8T) 6.6L V8 gas engine.)

Frame, fully-boxed, hydroformed front section and a fully-boxed stamped rear section

Recovery hooks, front, frame-mounted, Black

Suspension Package

Steering, Recirculating Ball with smart flow power steering system

Brakes, 4-wheel antilock, 4-wheel disc with DURALIFE rotors

Brake lining wear indicator

Capless Fuel Fill (Requires (L8T) 6.6L V8 gas engine. Not available with (ZW9) pickup bed delete.)

### Exterior

Wheels, 17" (43.2 cm) painted steel, Silver (STD)

Tires, LT245/75R17E all-season, blackwall (STD)

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[Retail] 2022 Chevrolet Silverado 2500HD (CK20743) 4WD Crew Cab 159" Work Truck (✔ Complete)

## Exterior

Tire, spare LT245/75R17E all-season, blackwall (STD) (Included and only available with (QHJ) LT245/75R17E all-season, blackwall tires with (E63) Durabed, pickup bed. Available to order when (ZW9) pickup bed delete and (QHJ) LT245/75R17E all-season, blackwall tires are ordered.)

Tire carrier lock keyed cylinder lock that utilizes same key as ignition and door (Deleted with (ZW9) pickup bed delete.)

Bumpers, front, Black

Bumpers, rear, Black

CornerStep, rear bumper

BedStep, Black integrated on forward portion of bed on driver and passenger side (Deleted when (ZW9) pickup bed delete is ordered.)

Moldings, beltline, Black

Cargo tie downs (12), fixed rated at 500 lbs per corner (Deleted with (ZW9) pickup bed delete.)

Grille (Front grille bar with "CHEVROLET" molded in Black, includes Black mesh inserts with small Gold bowtie emblem.)

Headlamps, halogen reflector with halogen Daytime Running Lamps

Taillamps with incandescent tail, stop and reverse lights

Lamps, cargo area, cab mounted integrated with center high mount stop lamp, with switch in bank on left side of steering wheel

Mirrors, outside high-visibility vertical trailering lower convex mirrors, manual-folding/extending (extends 3.31" [84.25mm]), molded in Black

Mirror caps, Black

Glass, solar absorbing, tinted

Tailgate, standard (Deleted with (ZW9) pickup bed delete.)

Tailgate and bed rail protection cap, top

Tailgate, locking, utilizes same key as ignition and door (Upgraded to (QT5) EZ Lift power lock and release tailgate when (PCV) WT Convenience Package is ordered. Not available with (ZW9) pickup bed delete.)

Tailgate, gate function manual, no EZ Lift (Deleted with (ZW9) pickup bed delete.)

Door handles, Black grained

## Entertainment

Audio system, Chevrolet Infotainment 3 system 7" diagonal color touchscreen, AM/FM stereo. Additional features for compatible phones include: Bluetooth audio streaming for 2 active devices, voice command pass-through to phone, wired Apple CarPlay and Android Auto capable. (STD)

Audio system feature, 6-speaker system (Requires Crew Cab or Double Cab model.)

Bluetooth for phone connectivity to vehicle infotainment system

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[Retail] 2022 Chevrolet Silverado 2500HD (CK20743) 4WD Crew Cab 159" Work Truck ( Complete )

## Interior

Seats, front 40/20/40 split-bench with upper covered armrest storage with fixed lumbar (STD)

Vinyl seat trim

Seat adjuster, driver 4-way manual

Seat adjuster, passenger 4-way manual

Seat, rear 60/40 folding bench (folds up), 3-passenger (includes child seat top tether anchor) (Requires Crew Cab or Double Cab model.)

Floor covering, rubberized-vinyl (Not available with LPO floor liners.)

Steering wheel, urethane

Steering column, Tilt-Wheel, manual with wheel locking security feature

Instrument cluster 6-gauge cluster featuring speedometer, fuel level, engine temperature, tachometer, voltage and oil pressure

Driver Information Center, 3.5" diagonal monochromatic display

Exterior Temperature Display located in radio display

Rear Seat Reminder (Requires Crew Cab or Double Cab model.)

Window, power front, drivers express up/down (Standard on Crew Cab and Double Cab models. On Regular Cab model, included and only available with (PCV) WT Convenience Package.)

Window, power front, passenger express down (Standard on Crew Cab and Double Cab models. On Regular Cab model, included and only available with (PCV) WT Convenience Package.)

Windows, power rear, express down (Not available with Regular Cab models.)

Door locks, power (Standard on Crew Cab and Double Cab models. On Regular Cab models, included and only available with (PCV) WT Convenience Package.)

USB ports, 2 (first row) located on instrument panel

Power outlet, front auxiliary, 12-volt

Air conditioning, single-zone

Air vents, rear, heating/cooling (Not available on Regular Cab models.)

Mirror, inside rearview, manual tilt

Assist handles front A-pillar mounted for driver and passenger, rear B-pillar mounted

## Safety-Mechanical

StabiliTrak stability control system with Proactive Roll Avoidance and traction control, includes electronic trailer sway control and hill start assist

## Safety-Exterior

Daytime Running Lamps with automatic exterior lamp control

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Herb Odom | 615-266-3212 | herb.odom@freelandauto.com

[Retail] 2022 Chevrolet Silverado 2500HD (CK20743) 4WD Crew Cab 159" Work Truck (✔ Complete)

## Safety-Interior

Airbags, Dual-stage frontal airbags for driver and front outboard passenger; Seat-mounted side-impact airbags for driver and front outboard passenger; Head-curtain airbags for front and rear outboard seating positions; Includes front outboard Passenger Sensing System for frontal outboard passenger airbag (Always use seat belts and child restraints. Children are safer when properly secured in a rear seat in the appropriate child restraint. See the Owner's Manual for more information.)

Rear Vision Camera (Deleted with (ZW9) pickup bed delete.)

Hitch Guidance dynamic single line to aid in trailer alignment for hitching (Deleted with (ZW9) pickup bed delete.)

Teen Driver a configurable feature that lets you activate customizable vehicle settings associated with a key fob, to help encourage safe driving behavior. It can limit certain available vehicle features, and it prevents certain safety systems from being turned off. An in-vehicle report card gives you information on driving habits and helps you to continue to coach your new driver

Tire Pressure Monitoring System with Tire Fill Alert (does not apply to spare tire)

## Processing-Other

Trailer Information Label provides max trailer ratings for tongue weight, conventional, gooseneck and 5th wheel trailering (Not available with (ZW9) pickup bed delete.)

## WARRANTY

Warranty Note: <<< Preliminary 2022 Warranty >>>

Basic Years: 3

Basic Miles/km: 36,000

Drivetrain Years: 5

Drivetrain Miles/km: 60,000

Drivetrain Note: HD Duramax Diesel: 5 Years/100,000 Miles; Qualified Fleet Purchases: 5 Years/100,000 Miles

Corrosion Years (Rust-Through): 6

Corrosion Years: 3

Corrosion Miles/km (Rust-Through): 100,000

Corrosion Miles/km: 36,000

Roadside Assistance Years: 5

Roadside Assistance Miles/km: 60,000

Roadside Assistance Note: HD Duramax Diesel: 5 Years/100,000 Miles; Qualified Fleet Purchases: 5 Years/100,000 Miles

Maintenance Note: 1 Year/1 Visit

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[Retail] 2022 Chevrolet Silverado 2500HD (CK20743) 4WD Crew Cab 159" Work Truck ( Complete )

## Window Sticker

### SUMMARY

[Retail] 2022 Chevrolet Silverado 2500HD (CK20743) 4WD Crew Cab 159" Work Truck

MSRP:\$43,300.00

Interior:Jet Black, Vinyl seat trim

Exterior 1:Summit White

Exterior 2:No color has been selected.

Engine, 6.6L V8

Transmission, 6-speed automatic, heavy-duty

### OPTIONS

CODE	MODEL	MSRP
CK20743	[Retail] 2022 Chevrolet Silverado 2500HD (CK20743) 4WD Crew Cab 159" Work Truck	\$43,300.00
<b>OPTIONS</b>		
1WT	Work Truck Preferred Equipment Group	\$0.00
AE7	Seats, front 40/20/40 split-bench	\$0.00
AKO	Glass, deep-tinted	Inc.
AQQ	Remote Keyless Entry	Inc.
C49	Defogger, rear-window electric	Inc.
DD8	Mirror, inside rearview auto-dimming	Inc.
DWI	Mirrors, outside power-adjustable vertical trailing with heated and auto-dimming upper glass	\$720.00
FE9	Emissions, Federal requirements	\$0.00
GAZ	Summit White	\$0.00
GT4	Rear axle, 3.73 ratio	\$0.00
H2G	Jet Black, Vinyl seat trim	\$0.00
IOR	Audio system, Chevrolet Infotainment 3 system	\$0.00
JGD	GVWR, 10,450 lbs. (4740 kg)	\$0.00
JL1	Trailer brake controller, integrated	\$275.00
K34	Cruise control, electronic	Inc.
KC9	Power outlet, bed mounted, 120-volt	Inc.
KI4	Power outlet, instrument panel, 120-volt	\$225.00

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# FREELAND AUTOMOTIVE

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## [Retail] 2022 Chevrolet Silverado 2500HD (CK20743) 4WD Crew Cab 159" Work Truck (✔ Complete)

L8T	Engine, 6.6L V8		\$0.00
MYD	Transmission, 6-speed automatic, heavy-duty		\$0.00
PCV	WT Convenience Package		\$975.00
PQA	WT Safety Package		\$1,090.00
PYN	Wheels, 17" (43.2 cm) painted steel, Silver		\$0.00
QHJ	Tires, LT245/75R17E all-season, blackwall		\$0.00
QT5	Tailgate, gate function manual with EZ Lift	Inc.	
UD5	Front and Rear Park Assist, ultrasonic	Inc.	
UFG	Rear Cross Traffic Alert	Inc.	
UKC	Lane Change Alert with Side Blind Zone Alert	Inc.	
V46	Bumper, front chrome	Inc.	
VJH	Bumper, rear chrome	Inc.	
ZHQ	Tire, spare LT245/75R17E all-season, blackwall	Inc.	

<b>SUBTOTAL</b>	<b>\$46,585.00</b>
Adjustments Total	\$0.00
Destination Charge	\$1,695.00
<b>TOTAL PRICE</b>	<b>\$48,280.00</b>

### FUEL ECONOMY

Est City:N/A

Est Highway:N/A

Est Highway Cruising Range:N/A

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