

**CITY OF DYERSBURG, TENNESSEE**  
**ANNUAL FINANCIAL REPORT**  
**JUNE 30, 2023**

**CITY OF DYERSBURG, TENNESSEE  
TABLE OF CONTENTS  
JUNE 30, 2023**

**Introductory Section**

List of Principal Officials.....	1
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**Financial Section**

Independent Auditors' Report.....	2-5
Management's Discussion and Analysis.....	6-18
<b>Basic Financial Statements</b>	
Government – Wide Financial Statements	
Statement of Net Position.....	19-20
Statement of Activities.....	21
<b>Fund Financial Statements</b>	
Balance Sheet - Government Funds.....	22
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities.....	23
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds.....	24
Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	25
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget to Actual – General Fund.....	26-29
Budget to Actual – General Purpose School Fund.....	30
Budget to Actual – Federal Projects Fund.....	31
Statement of Net Position – Proprietary Funds.....	32-33
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds.....	34
Statement of Cash Flows – Proprietary Funds.....	35-36
Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position – Dyersburg City Schools.....	37
Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position – Dyersburg Electric System.....	38
Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position – City of Dyersburg.....	39
Notes to the Financial Statements.....	40-106

**Required Supplementary Section**

Schedule of Proportionate Share of the Net Pension Liability (Asset) – Teacher Legacy Pension Plan of TCRS – Dyersburg City Schools.....	107
Schedule of Contributions – Teacher Legacy Pension Plan of TCRS – Dyersburg City Schools.....	108
Schedule of Proportionate Share of the Net Pension Liability (Asset) – Teacher Retirement Plan of TCRS – Dyersburg City Schools.....	109
Schedule of Contributions – Teacher Retirement Plan of TCRS – Dyersburg City Schools.....	110
Schedule of Changes in Net Pension Liability and Related Ratios- Non-Professional Employees Pension Plan – Dyersburg City Schools.....	111
Schedule of Contributions and Investment Returns – Non-Professional Employees Pension Plan – Dyersburg City Schools.....	112

**CITY OF DYERSBURG, TENNESSEE  
TABLE OF CONTENTS  
JUNE 30, 2023**

**Required Supplementary Section (continued)**

Notes to Required Supplementary Information – Non-Professional Employees	
Pension Plan – Dyersburg City Schools.....	113
Schedule of Changes in Proportionate Share of Collective OPEB Liability and Related Ratios – Teacher Group Insurance Plan – Dyersburg City Schools .....	114
Schedule of Changes in Proportionate Share of Collective OPEB Liability and Related Ratios – Tennessee Plan – Dyersburg City Schools.....	115
Schedule of Changes in Net Pension Liability and Related Ratios – Dyersburg Electric System.....	116
Schedule of Contributions and Investment Returns – Dyersburg Electric System.....	117
Schedule of Changes in Net Pension Liability and Related Ratios - City of Dyersburg Pension Plan.....	118
Schedule of Contributions and Investment Returns - City of Dyersburg Pension Plan.....	119

**Supplementary and Other Information Section**

Combining Balance Sheet – Nonmajor Governmental Funds.....	120
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds.....	121
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual – TIP Fund.....	122
Budget to Actual – Insurance Reserve Fund.....	123
Budget to Actual – Cafeteria Fund.....	124
Budget to Actual – School Debt Service Fund.....	125
Budget to Actual – Cemetery Trust Fund.....	126
Combining Statement of Net Position – Internal Service Funds.....	127
Combining Statement of Revenues, Expenses, and Changes in Net Position – Internal Service Funds.....	128
Combining Statement of Cash Flows – Internal Service Funds.....	129
Schedule of Revenues, Expenses, and Changes in Net Position – Budget to Actual – Internal Service Fund.....	130-131
Budget to Actual – Communications Service Fund.....	132-133
Schedule of Changes in Long-Term Debt by Individual Issue.....	134
Principal and Interest Requirements – Proprietary Funds.....	135
Principal and Interest Requirements – Governmental Activities.....	136-137
Schedule of Changes in Lease Obligations.....	138
Schedule of Lease Obligations.....	139
Schedule of Changes in Property Taxes Receivable.....	140
Schedule of Property Tax Rates and Assessments.....	141
Schedule of Expenditures of Federal Awards and State Financial Assistance.....	142-143

**Other Miscellaneous Information Section (Unaudited)**

Schedule of Current Utility Rates in Force.....	144-147
Schedule of Utility Customers in Service.....	148
Schedule of Official Bonds of Principal Officers.....	149

**CITY OF DYERSBURG, TENNESSEE  
TABLE OF CONTENTS  
JUNE 30, 2023**

**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 <i>Government Auditing Standards</i> .....	150-151
Independent Auditors' Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance Required by Uniform Guidance.....	152-154
Schedule of Findings and Questioned Costs .....	155
Schedule of Prior Year Findings and Questioned Costs .....	156

**CITY OF DYERSBURG, TENNESSEE  
LIST OF PRINCIPAL OFFICIALS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

John Holden - Mayor  
James Baltimore - Board Member  
Edward Burks - Board Member  
Willie Cole - Board Member  
Rick Crawford - Board Member  
Ricky Hammond - Board Member  
Joey Harrison - Board Member  
Dennis Moody - Board Member  
Vanedda Webb - Board Member  
John Lannom - City Attorney  
Steve Anderson - City Treasurer (CMFO)  
Scott Ball - City Recorder  
Steve Isbell - Police Chief  
Brett Sipes - Fire Chief  
Sue Teague - Director of Human Resources

## INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and Board of Aldermen  
City of Dyersburg  
Dyersburg, Tennessee

### Report on the Audit of the Financial Statements

#### Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Dyersburg, Tennessee, (the City) as of and for the year ended June 30, 2023, and the fiduciary fund of the Dyersburg City Schools Retirement Plan and the fiduciary fund of Dyersburg Electric Retirement Plan for the year ended December 31, 2022 and the fiduciary fund for the City of Dyersburg Pension Plan for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Dyersburg, Tennessee, as of June 30, 2023 and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison for the general fund, general purpose school fund, and the federal projects fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### Basis for Opinions

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

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

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

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

## **Auditors' Responsibilities for the Audit of the Financial Statements**

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit. We did not audit the financial statements of the Dyersburg City Schools Board of Education, which is both a major fund and 19 percent, 15 percent, and 48 percent respectively, of the total assets and deferred outflows, net position, and revenues of the governmental activities. Those statements were audited by other auditors whose report has been furnished to us, and

our opinion, insofar as it relates to the amounts included for Dyersburg City Schools Board of Education is based solely on the report of the other auditors.

***Required Supplementary Information***

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

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplementary and other information section including the schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary and other information section is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

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

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



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

In accordance with *Government Auditing Standards*, we have also issued our report date January 26, 2024 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*CRS CPAs*

CRS CPAs, P.C.  
Dyersburg, Tennessee  
January 26, 2024

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

As management of the City of Dyersburg, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2023.

**FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of resources of the City of Dyersburg exceeded its liabilities and deferred inflows of resources at June 30, 2023 by \$138,422,453 (net position). Of this amount, \$27,202,443 is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the City's fund designation and fiscal policies. See pages 19-20.
- The City's total net position increased by \$7,583,453 in addition to prior period adjustments of a negative \$294,665 for governmental activities and \$526,666 for business-type activities, for a total increase of \$7,815,454.
- At June 30, 2023, the governmental funds reported combined ending fund balances of \$24,275,169, of which \$10,412,876 was unassigned and available for use at the City's discretion. See page 22.
- Governmental fund balances increased by \$3,993,335 during the year. See page 24.
- During the fiscal year ended June 30, 2023, the City's total notes from direct borrowings and bonds payable decreased by \$1,707,013. See page 134 of the report for debt payments by activity.

**OVERVIEW OF FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required, supplementary, and other information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the City's assets, liabilities, and deferred outflows/inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

government, public safety, public works, schools, parks and recreation, and community services. The business-type activities of the City include Gas, Water and Sewer, Solid Waste Management, and Electric operations.

The government-wide financial statements can be found on pages 19 - 21 of this report.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories - governmental funds and proprietary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term effect of the government's near-term financing decisions. Both the governmental fund's balance sheet and the governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains 11 governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, General Purpose School Fund, and Federal Projects Fund, all of which are considered to be major funds. Data from the other 8 funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in the supplementary and other information section of this report.

The City adopts an annual appropriated budget for its governmental funds and proprietary funds except for the Electric Fund. Budgetary comparison schedules have been provided for all funds except for proprietary funds to demonstrate compliance with the budget presented as required supplemental information. Comparison schedules for major funds are presented along with the fund financial statements. Non-major funds are presented as supplementary and other information.

The basic governmental fund financial statements can be found on pages 22-31 of this report.

**Proprietary Funds.** The City maintains two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its gas, water and sewer, solid waste management, and electric operations. Internal service funds are an accounting device used

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

to accumulate and allocate costs internally to the City's various funds for communication costs, utility billing, and collecting costs.

Because these services benefit both governmental functions and business-type functions, they have been allocated to governmental activities and business-type activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Gas, Water and Sewer, Solid Waste Management Fund, and Electric Funds since they are considered to be major funds of the City. All internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 32-36 of this report.

**Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 40-106 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented following the required supplementary information on pensions. Combining and individual statements and schedules can be found on pages 120-133 of this report.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The City's combined net position increased \$7,815,454 or 5.98% from 2022 to 2023. Governmental activities increased \$5,231,501, of which a negative \$294,665 is a prior period adjustment. Business-type activities increased \$2,583,953. Combined net position (assets and deferred outflows exceeding liabilities and deferred inflows of resources) was \$138,422,453 at June 30, 2023. The table below provides a comparative summary of the City's net position as of June 30, 2023 and 2022.

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**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**City of Dyersburg's Net Position**

	Governmental Activities		Business-type		Total	
	2023	2022	2023	2022	2023	2022
rent and other assets	\$ 44,463,172	\$ 50,573,440	\$ 39,958,306	\$ 38,729,546	\$ 84,421,478	\$ 89,302,986
ital assets	45,872,985	45,874,061	71,224,059	69,366,257	117,097,044	115,240,318
<b>Total Assets</b>	<b>90,336,157</b>	<b>96,447,501</b>	<b>111,182,365</b>	<b>108,095,803</b>	<b>201,518,522</b>	<b>204,543,304</b>
<b>Restricted Outflows of</b>						
<b>Resources</b>	15,000,532	15,204,844	2,807,757	2,483,112	17,808,289	17,687,956
g-term liabilities	39,216,500	37,742,305	13,052,668	11,645,229	52,269,168	49,387,534
er liabilities	3,332,603	4,320,790	9,833,391	9,289,585	13,165,994	13,610,375
<b>Total Liabilities</b>	<b>42,549,103</b>	<b>42,063,095</b>	<b>22,886,059</b>	<b>20,934,814</b>	<b>65,435,162</b>	<b>62,997,909</b>
<b>Restricted Inflows of</b>						
<b>Resources</b>	14,859,644	26,892,809	609,552	1,733,543	15,469,196	28,626,352
position:						
vestment in capital assets,						
of related debt	31,326,666	29,844,395	68,169,779	66,495,743	99,496,445	96,340,138
stricted	8,987,792	20,077,648	2,735,773	2,811,231	11,723,565	22,888,879
restricted	7,613,484	(7,225,602)	19,588,959	18,603,584	27,202,443	11,377,982
<b>Total net position</b>	<b>\$ 47,927,942</b>	<b>\$ 42,696,441</b>	<b>\$ 90,494,511</b>	<b>\$ 87,910,558</b>	<b>\$ 138,422,453</b>	<b>\$ 130,606,999</b>

The largest portion of the City's net position (\$99,496,445 or 71.9%) reflects its investments in capital assets, less any debt used to acquire those assets that is still outstanding. The net investment in capital assets increased \$3,156,307 from 2022. Of this increase, governmental activities increased \$1,482,271, and business-type activities increased \$1,674,036. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position (\$11,723,565 or 8.5%) represents resources that are subject to external restriction on how they may be used. Restricted net position decreased \$11,165,314 from 2022. The remaining balance of net position (unrestricted net position of \$27,202,443 or 19.7%) may be used to meet the government's ongoing obligation to citizens and creditors. Unrestricted net position increased \$15,824,461 from 2022.

**Analysis of the City's Operations.** The following table provides a comparative summary of the City's operations for the years ended June 30, 2023 and 2022. Also, summary tables comparing 2023 with 2022 along with charts for 2023 are presented on pages 10 through 14 for Governmental expenses and program revenues and for Business-type expenses and program revenues. Governmental activities increased the City's net position by \$5,231,501 including a prior period adjustment of negative \$294,665 in 2023 compared to an increase of \$13,073,780 in 2022. Business-type activities increased the City's net position by \$2,583,953 including a prior period adjustment of \$526,666 in 2023 compared to an increase of \$856,916 in 2022.

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**City of Dyersburg's Changes in Net Position**

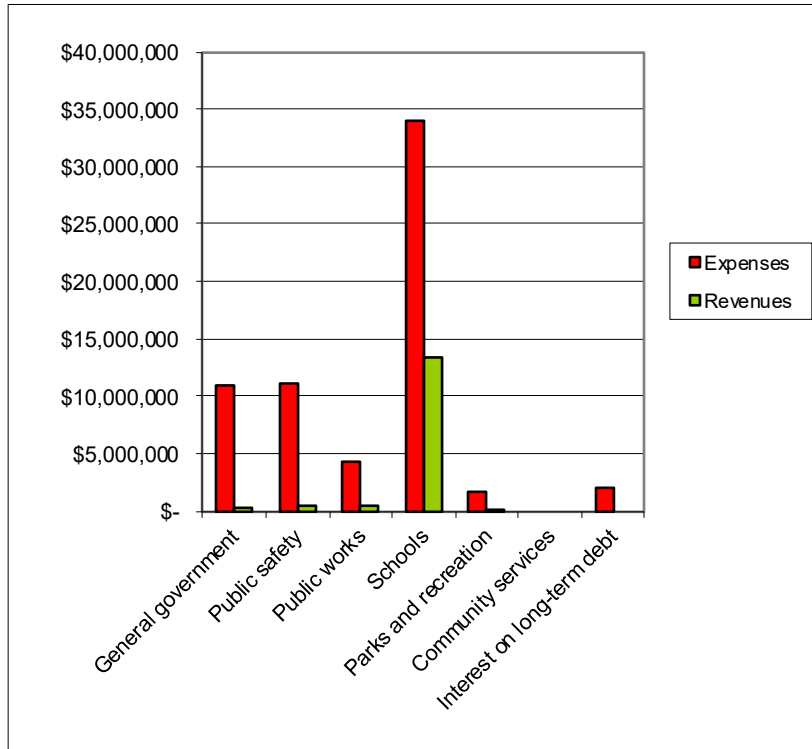
	Governmental Activities		Business-type		Total	
	2023	2022	2023	2022	2023	2022
<b>Revenues</b>						
Program revenues						
Charges for services	\$ 1,286,476	\$ 1,161,842	\$ 60,861,487	\$ 56,384,214	\$ 62,147,963	\$ 57,546,056
Operating grants and contributions	10,499,893	12,979,097	22,834	150,606	10,522,727	13,129,703
Capital grants and contributions	2,819,375	1,187,196	411,475	17,415	3,230,850	1,204,611
General revenues						
Property tax	11,425,868	11,662,658	-	-	11,425,868	11,622,658
Sales and use tax	12,445,534	11,725,003	-	-	12,445,534	11,725,003
Other taxes	2,360,036	2,378,580	-	-	2,360,036	2,378,580
Intergovernmental	17,495,580	17,974,913	-	-	17,495,580	17,974,913
Other sources	9,008,288	7,757,456	3,908,870	4,018,516	12,917,158	11,775,972
Unrestricted investment earnings	252,081	119,976	470,557	190,917	722,638	310,893
<b>Total revenues</b>	<b>67,593,131</b>	<b>66,946,721</b>	<b>65,675,223</b>	<b>60,761,668</b>	<b>133,268,354</b>	<b>127,708,389</b>
<b>Expenses</b>						
General government	10,901,269	10,876,953	-	-	10,901,269	10,876,953
Public safety	11,093,324	10,168,165	-	-	11,093,324	10,168,165
Public works	4,357,182	5,100,656	-	-	4,357,182	5,100,656
Schools	33,993,508	29,142,391	-	-	33,993,508	29,142,391
Parks and recreation	1,747,541	256,456	-	-	1,747,541	256,456
Electric	-	-	41,522,978	36,901,367	41,522,978	36,901,367
Gas	-	-	6,564,105	8,335,013	6,564,105	8,335,013
Water and sewer	-	-	7,545,788	6,715,673	7,545,788	6,715,673
Solid waste	-	-	3,570,862	3,240,864	3,570,862	3,240,864
Internal service funds	-	-	2,374,321	2,498,084	2,374,321	2,498,084
Interest on long-term debt	1,945,912	466,097	68,111	75,974	2,014,023	542,071
<b>Total expenses</b>	<b>64,038,736</b>	<b>56,010,718</b>	<b>61,646,165</b>	<b>57,766,975</b>	<b>125,684,901</b>	<b>113,777,693</b>
<b>Increase in net position before transfers</b>	<b>3,554,395</b>	<b>10,936,003</b>	<b>4,029,058</b>	<b>2,994,693</b>	<b>7,583,453</b>	<b>13,930,696</b>
<b>Transfers</b>	<b>1,971,771</b>	<b>2,137,777</b>	<b>(1,971,771)</b>	<b>(2,137,777)</b>	<b>-</b>	<b>-</b>
<b>Increase (decrease) in net position</b>	<b>\$ 5,526,166</b>	<b>\$ 13,073,780</b>	<b>\$ 2,057,287</b>	<b>\$ 856,916</b>	<b>\$ 7,583,453</b>	<b>\$ 13,930,696</b>

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**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

The purpose of this bar chart is to present a comparison of expenses with their program revenues (i.e. revenues generated by the function) by function. The difference in the bars represents the amount of expenses being funded by tax revenues. The Table below presents the actual amounts that support the chart below.

**Governmental Activities  
Chart of 2023 Expenses and Program Revenues**



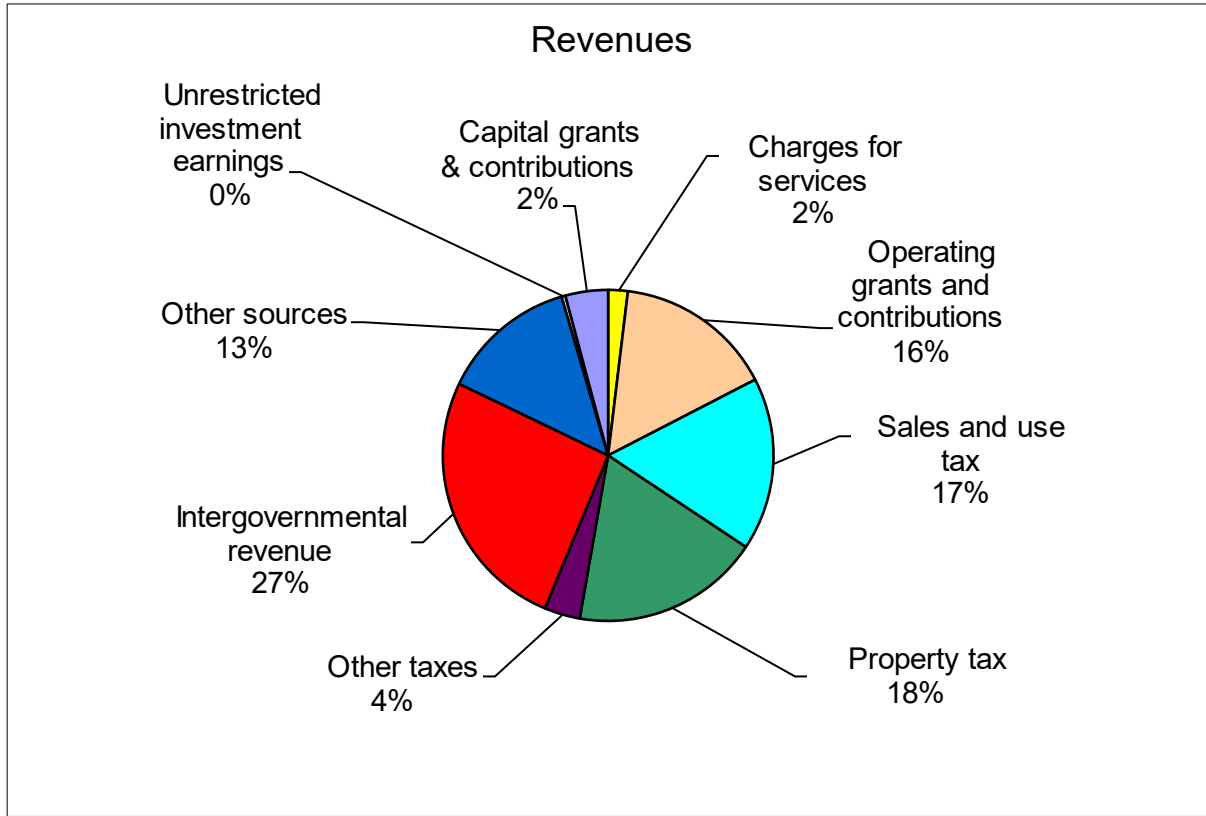
**Governmental Activities  
Table of Expenses and Program Revenues**

	2023		2022		Increase (Decrease)	
	Expenses	Program Revenues	Expenses	Program Revenues	Expenses	Program Revenues
General government	\$ 10,901,268	\$ 237,229	\$ 10,876,953	\$ 1,203,580	\$ 24,315	\$ (966,351)
Public safety	11,093,324	479,073	10,168,165	408,954	925,159	70,119
Public works	4,357,182	476,960	5,100,656	1,173,380	(743,474)	(696,420)
Schools	33,993,508	13,300,856	29,142,391	12,438,136	4,851,117	862,720
Parks and recreation	1,747,541	111,626	256,456	104,085	1,491,085	7,541
Community services	-	-	-	-	-	-
Interest on debt	1,945,912	-	466,097	-	1,479,815	-
	<u>\$ 64,038,735</u>	<u>\$ 14,605,744</u>	<u>\$ 56,010,718</u>	<u>\$ 15,328,135</u>	<u>\$ 8,028,017</u>	<u>\$ (722,391)</u>

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

This chart below presents revenue by source that fund City governmental functions. The Table below presents the actual amounts that support the chart below.

**Governmental Activities  
Chart of 2023 Revenues by Source**



**Governmental Activities  
Table of Revenues by Source**

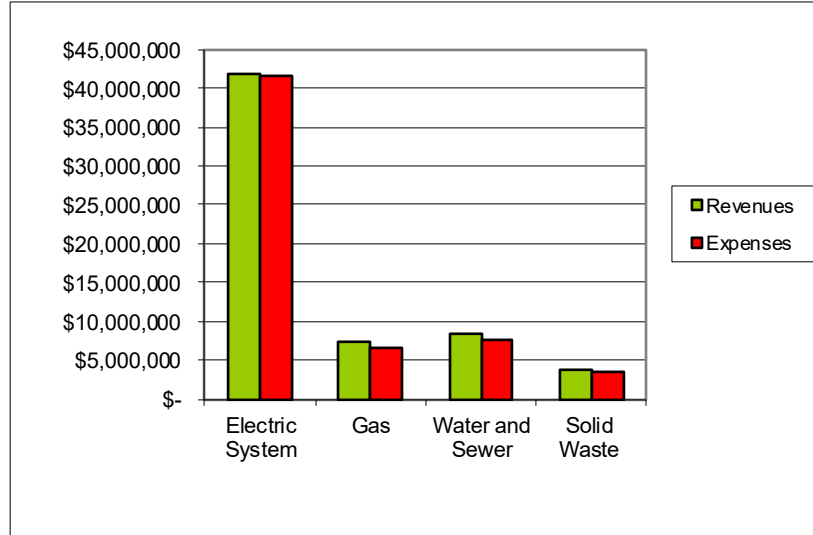
	2023		2022		Increase (Decrease) in
	Revenues	Percentage	Revenues	Percentage	Revenues
Charges for services	\$ 1,286,476	2%	\$ 1,161,842	2%	\$ 124,634
Operating grants and contributions	10,499,893	16%	12,979,097	19%	(2,479,204)
Capital grants and contributions	2,819,375	4%	1,187,196	2%	1,632,179
Sales and use tax	11,425,868	17%	11,662,658	17%	(236,790)
Property tax	12,445,534	18%	11,725,003	18%	720,531
Other taxes	2,360,036	3%	2,378,580	4%	(18,544)
Intergovernmental revenue (Schools)	17,495,580	27%	17,974,913	26%	(479,333)
Other sources	9,008,287	13%	7,757,456	12%	1,250,831
Investment earnings	252,081	0%	119,976	0%	132,105
	<u>\$ 67,593,130</u>	<u>100%</u>	<u>\$ 66,946,721</u>	<u>100%</u>	<u>\$ 646,409</u>



**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

This chart below presents the income or loss of business-type activities by fund. The Table below presents the actual amounts that support the chart below.

**Business-Type Activities  
Chart of 2023 Expenses and Program Revenues**



**Business-Type Activities  
Table of Expenses and Program Revenues**

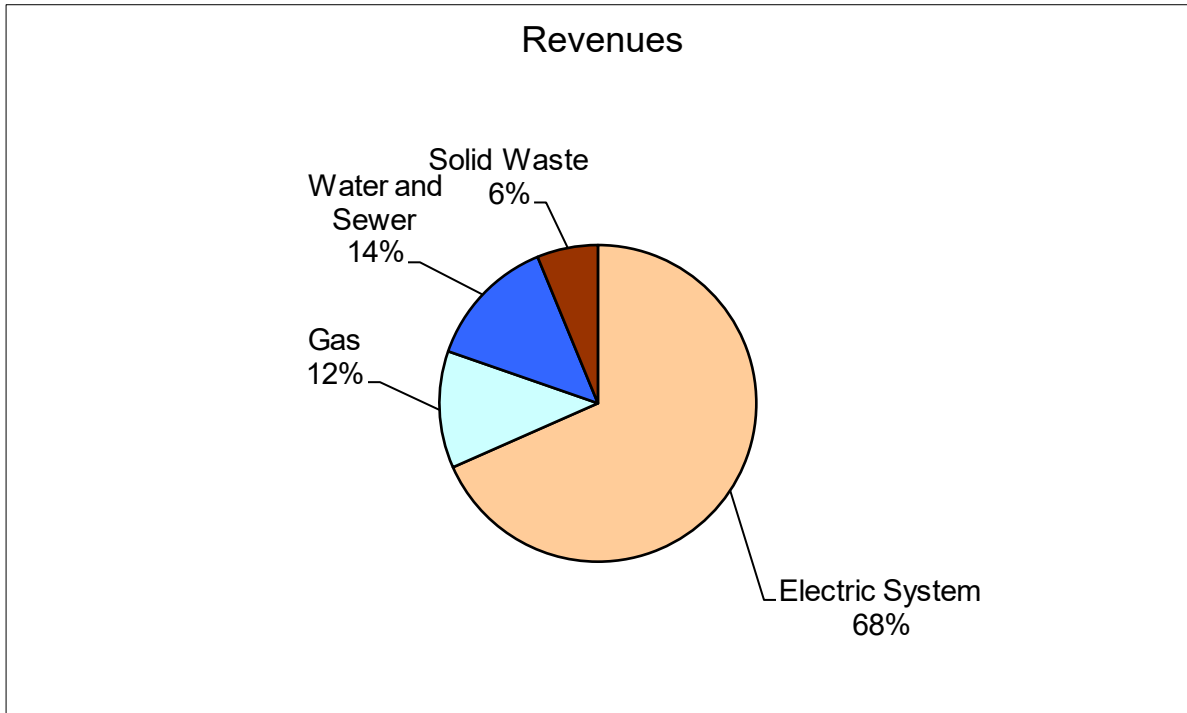
	2023		2022		Increase (Decrease)	
	Expenses	Program Revenues	Expenses	Program Revenues	Expenses	Program Revenues
<b>Electric</b>	\$ 41,522,978	\$ 41,909,993	\$ 36,901,367	\$ 37,639,187	\$ 4,621,611	\$ 4,270,806
<b>Gas</b>	6,564,105	7,328,488	8,335,013	6,691,302	(1,770,908)	637,186
<b>Water and Sewer</b>	7,545,788	8,249,526	6,715,673	8,354,128	830,115	(104,602)
<b>Solid Waste</b>	3,566,826	3,807,789	3,240,864	3,867,618	325,962	(59,829)
<b>Internal service funds</b>	2,374,321	-	2,498,084	-	(123,763)	-
<b>Interest on long-term debt</b>	68,111	-	75,974	-	(7,863)	-
	<u>\$ 61,642,129</u>	<u>\$ 61,295,796</u>	<u>\$ 57,766,975</u>	<u>\$ 56,552,235</u>	<u>\$ 3,875,154</u>	<u>\$ 4,743,561</u>

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**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

This chart below presents revenue by type of service for business-type activities in relationship to total revenue for business-type activities. The Table below presents the actual amounts that support the chart below.

**Business-Type Activities  
Chart of 2023 Revenues by Service**



**Business-Type Activities  
Table of Revenues by Service**

	2023		2022		Increase (Decrease)	
	Revenues	Percentage	Revenues	Percentage	Revenues	Percentage
Electric System	\$ 41,909,993	68%	\$ 37,639,187	67%	\$ 4,270,806	1%
Gas	7,328,488	12%	6,691,302	12%	637,186	0%
Water and Sewer	8,249,526	14%	8,354,128	14%	(104,602)	0%
Solid Waste	3,807,789	6%	3,867,618	7%	(59,829)	-1%
	<u>\$ 61,295,796</u>	<u>100%</u>	<u>\$ 56,552,235</u>	<u>100%</u>	<u>\$ 4,743,561</u>	<u>0%</u>

**FINANCIAL ANALYSIS OF THE GOVERNMENT FUNDS**

**Governmental funds.** The focus of the City of Dyersburg's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

At the end of the current fiscal year, the City of Dyersburg's governmental funds reported combined ending fund balances of \$24,275,169, an increase of \$3,993,335 in comparison with the prior year. \$10,412,876 or 42.9% of the fund balance represents unassigned fund balance, which is available for spending at the City's discretion. The remainder of the fund balance is either non-spendable (\$104,950), restricted (\$13,726,651), or committed (\$30,692).

In the general fund, the City budgeted for an increase in the fund balance of \$353,500. Actual revenues were \$945,515 under budgeted revenues and actual expenditures were \$2,359,044 under budgeted expenditures. Total expenditures exceeded revenues by \$48,029. This amount netted against other financing sources (uses) of \$2,005,723 which resulted in the fund balance increasing \$2,053,752, including a prior period adjustment of \$7,750, for fiscal year 2023. School fund balance increased \$3,357,844.

**Proprietary funds.** The City's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the respective proprietary funds are \$6,175,731 in Gas, \$2,772,865 in water and sewer, \$3,046,749 in Solid Waste Management, and \$6,891,942 in the Electric System. The Gas fund had an increase in net position of \$599,154, the Water and Sewer fund net position increased \$369,392, the Solid Waste Management fund net position increased \$303,980, and the Electric System net position increased \$784,767.

**CAPITAL ASSETS**

The City of Dyersburg's investment in capital assets including right-of-use assets, net of accumulated amortization, for its governmental and business-type activities as of June 30, 2023, was \$117,097,044 (net of accumulated depreciation), an increase of \$1,856,726 or 1.6% from 2022. The increase is the result of net deletions (net accumulated depreciation) of \$1,327,310 from governmental activities and \$250,860 from business-type activities and disposals (net accumulated depreciation) and adjustments (net accumulated depreciation) of \$1,326,234 from governmental activities and \$1,672,051 from the business-type activities. In addition there were leased assets, net accumulated amortization of \$437,698 in the business-type activities. The investment in capital assets includes land, buildings and systems, improvements other than buildings, machinery, vehicles and equipment, infrastructure, construction in progress, and leased assets.

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**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Capital asset additions during the current fiscal year included the following (as rounded to the nearest hundred):

**Governmental Funds**

*General Fund -*

General government	\$ 759,120
Public safety	722,420
Public works	394,828
Schools	2,181,167
Parks and recreation	645,434
	<u>\$ 4,702,969</u>

**Business-type Funds**

Electric system improvements	\$ 1,644,782
Gas system improvements	288,739
Water and sewer system improvements	3,999,103
Solid waste management improvements	977,216
Internal service funds	-
	<u>\$ 6,909,840</u>

**Capital Assets at Year-end  
Net of Accumulated Depreciation**

	2023			2022		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Land	\$ 6,896,745	\$ 2,235,410	\$ 9,132,155	\$ 6,644,082	\$ 2,235,410	\$ 8,879,492
Construction in progress	1,007,651	4,707,468	5,715,119	830,606	1,979,909	2,810,515
Land improvements	-	7,499,610	7,499,610	-	7,499,610	7,499,610
Buildings and improvements	78,159,004	19,662,019	97,821,023	77,146,395	19,631,393	96,777,788
Plants and Systems	-	118,464,976	118,464,976	-	116,354,439	116,354,439
Machinery, vehicles and equipment	21,305,662	23,073,552	44,379,214	19,813,271	21,711,185	41,524,456
Infrastructure	27,292,110	-	27,292,110	26,972,566	-	26,972,566
Accumulated depreciation	(88,980,832)	(104,856,674)	(193,837,506)	(85,744,856)	(100,548,496)	(186,293,352)
Right of use asset	-	713,243	713,243	-	675,498	675,498
Accumulated amortization	-	(275,545)	(275,545)	-	(193,638)	(193,638)
Allocated Internal Serv fund capital assets	192,645	-	192,645	211,997	-	211,997
	<u>\$ 45,872,985</u>	<u>\$ 71,224,059</u>	<u>\$ 117,097,044</u>	<u>\$ 45,874,061</u>	<u>\$ 69,345,310</u>	<u>\$ 115,219,371</u>

Additional information on the City of Dyersburg's capital assets can be found in Footnote IV. C. on pages 54-55 of this report.

**DEBT ADMINISTRATION**

At June 30, 2023, the City of Dyersburg had total bonded debt and notes from direct borrowings of \$17,208,722. Of this amount, \$8,934,302 comprises bonded debt backed by the full faith and credit of the government and \$1,655,000 represents bonds secured by electric revenues. The notes from direct borrowings of \$5,612,017 pertains to the general fund and schools (\$5,612,017) in the governmental activities. The notes from direct borrowings of \$1,007,403 pertains to the water fund.

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Total debt decreased \$1,707,013 or 9% from June 30, 2022 to June 30, 2023 as a result of payments made during the year.

**Outstanding Debt at Year End  
Bonds and Notes Payable**

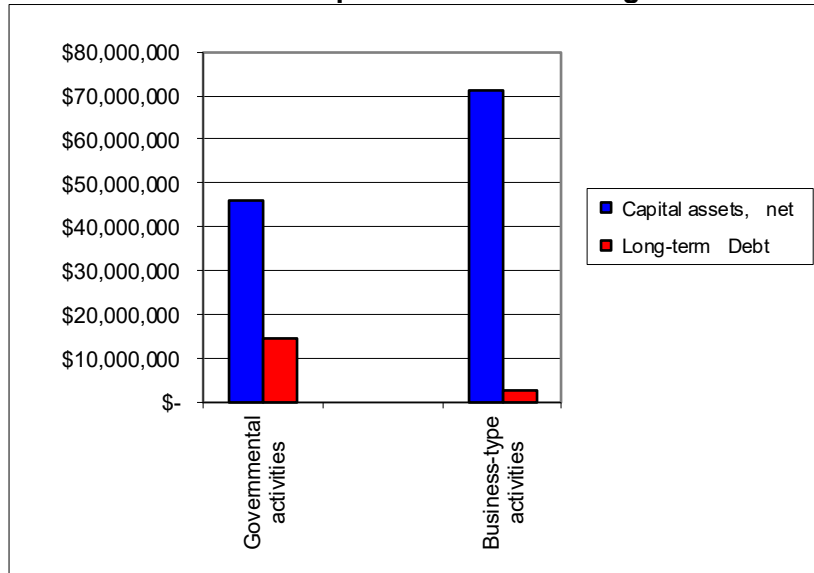
The City's long-term debt at June 30, 2023 and 2022 is summarized below.

	2023			2022		
	Governmental	Business-type	Total	Governmental	Business-type	Total
	Activities	Activities		Activities	Activities	
Notes From Direct Borrowings	\$ 5,612,017	\$ 1,007,403	\$ 6,619,420	\$ 6,690,665	\$ 916,069	\$ 7,606,734
Bonds Payable	8,934,302	1,655,000	10,589,302	9,339,001	1,970,000	11,309,001
	<u>\$ 14,546,319</u>	<u>\$ 2,662,403</u>	<u>\$ 17,208,722</u>	<u>\$ 16,029,666</u>	<u>\$ 2,886,069</u>	<u>\$ 18,915,735</u>

The City's Bonds are insured thus holding an A credit rating from Standard and Poors and an A2 rating from Moody's.

Additional information on the City of Dyersburg's long term-debt and debt changes for the year can be found in Footnote IV. E on pages 54-60 of this report.

**Governmental and Business-Type Activities  
Chart of 2023 Net Capital Assets and Long-term Debt**



**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Governmental and Business-Type Activities  
Table of Net Capital Assets and Long-Term Debt**

	2023		2022	
	Capital Assets, net of Depreciation	Long-term Debt	Capital Assets, net of Depreciation	Long-term Debt
	Governmental activities	\$ 45,872,985	\$ 14,546,319	\$ 45,874,061
Business-type activities	71,224,059	2,662,403	69,345,310	2,886,069
	\$ 117,097,044	\$ 17,208,722	\$ 115,219,371	\$ 18,915,735

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The unemployment rate of Dyer County is 4.6%. This compares unfavorably to the state's average unemployment rate of 3.3% and the national average of 3.5%.

Inflationary trends in the region compare favorably to national indices.

As a result of the economic condition in the area, the City has made a concerted effort to limit appropriations to only those items truly necessary.

The property tax rate was \$2.42 for the 2022-2023 fiscal year.

User rates remained the same for water, sewer, and gas services and refuse collection for fiscal year 2022-2023.

**REQUEST FOR INFORMATION**

The financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the City's finances. If you have questions about this report or need any additional information, contact the Treasurer's Office at P.O. Box 1358, Dyersburg, TN 38025-1358 or call (731) 288-7609.

Information for Dyersburg City Schools and Dyersburg Electric System is presented in their separately issued reports and therefore, not presented here.

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2023**

	Primary Government		Total
	Governmental Activities	Business-type Activities	
<b>ASSETS</b>			
Cash	\$ 24,519,998	\$ 25,555,600	\$ 50,075,598
Investments	1,520,418	5,050,930	6,571,348
Receivables (net of allowance for uncollectibles):			
Taxes	10,613,076	-	10,613,076
Accounts	3,011,082	3,663,580	6,674,662
Accrued interest and rents	-	236,036	236,036
Interfund balances	462,043	(462,043)	-
Inventories	99,950	1,522,667	1,622,617
Prepaid expenses	5,000	96,598	101,598
Deposits	142,435	30,374	172,809
Other assets	(141)	60,114	59,973
Net pension asset	3,834,907	406,832	4,241,739
Restricted assets - hybrid stabilization	254,404	-	254,404
Restricted assets - cash and cash investments	-	3,797,618	3,797,618
Capital assets not being depreciated:			
Land	6,896,745	2,235,410	9,132,155
Construction in progress	1,007,651	4,707,468	5,715,119
Capital assets net of accumulated depreciation	37,968,589	63,843,483	101,812,072
Right-of-Use Asset	-	713,243	713,243
Less - accumulated amortization	-	(275,545)	(275,545)
<b>Total Assets</b>	<b>90,336,157</b>	<b>111,182,365</b>	<b>201,518,522</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Related to pensions and OPEB	15,000,532	2,807,757	17,808,289
<b>Total Deferred Outflows of Resources</b>	<b>15,000,532</b>	<b>2,807,757</b>	<b>17,808,289</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 105,336,689</b>	<b>\$ 113,990,122</b>	<b>\$ 219,326,811</b>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2023**

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b>LIABILITIES</b>			
Accounts payable	\$ 689,519	\$ 6,406,875	\$ 7,096,394
Accrued Interest payable	5,320	22,687	28,007
Deposits	48,598	3,205,089	3,253,687
Accrued payroll	1,826,258	75,227	1,901,485
Other current liabilities	762,908	123,513	886,421
Noncurrent liabilities:			
Due within one year:			
Current portion of notes from direct borrowings	928,875	199,956	1,128,831
Current portion of bonds payable	889,699	130,000	1,019,699
Due in more than one year:			
Notes from direct borrowings	4,683,142	807,447	5,490,589
Bonds payable	8,044,603	1,525,000	9,569,603
Net pension liability	19,448,889	7,216,020	26,664,909
Other post employment benefits	4,039,915	-	4,039,915
Accrued compensated absences	1,181,377	482,181	1,663,558
Other accrued liabilities	-	2,268,044	2,268,044
Advances from TVA	-	17,921	17,921
Lease liability	-	406,099	406,099
<b>Total Liabilities</b>	<b>42,549,103</b>	<b>22,886,059</b>	<b>65,435,162</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable property taxes	9,407,532	-	9,407,532
Unavailable confiscated funds	12,725	-	12,725
Unearned grant revenue	3,069,600	-	3,069,600
Related to pensions and OPEB	2,369,787	609,552	2,979,339
<b>Total Deferred Inflows of Resources</b>	<b>14,859,644</b>	<b>609,552</b>	<b>15,469,196</b>
<b>NET POSITION</b>			
Net investment in capital assets	31,326,666	68,169,779	99,496,445
Restricted for:			
Perpetual care	1,513,743	-	1,513,743
Deposits	48,598	2,328,941	2,377,539
Debt service	719,522	-	719,522
Special revenue funds	2,616,618	-	2,616,618
Hybrid stabilization	254,404	-	254,404
Net pension asset	3,834,907	406,832	4,241,739
Unrestricted	7,613,484	19,588,959	27,202,443
<b>Total Net Position</b>	<b>47,927,942</b>	<b>90,494,511</b>	<b>138,422,453</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<b>\$ 105,336,689</b>	<b>\$ 113,990,122</b>	<b>\$ 219,326,811</b>

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



**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2023**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
<b>Primary government:</b>							
<b>Governmental activities:</b>							
General government	\$ 10,901,268	\$ 237,229	\$ -	\$ -	\$ (10,664,039)	\$ -	\$ (10,664,039)
Public safety	11,093,324	383,218	95,855	-	(10,614,251)	-	(10,614,251)
Public works	4,357,182	194,392	-	282,568	(3,880,222)	-	(3,880,222)
Schools	33,993,508	360,011	10,404,038	2,536,807	(20,692,652)	-	(20,692,652)
Parks and recreation	1,747,541	111,626	-	-	(1,635,915)	-	(1,635,915)
Interest on long-term debt	1,945,912	-	-	-	(1,945,912)	-	(1,945,912)
<b>Total governmental activities</b>	<b>64,038,735</b>	<b>1,286,476</b>	<b>10,499,893</b>	<b>2,819,375</b>	<b>(49,432,991)</b>	<b>-</b>	<b>(49,432,991)</b>
<b>Business-type activities:</b>							
Electric	41,522,978	41,909,993	-	-	-	387,015	387,015
Gas	6,564,105	7,122,750	-	205,738	-	764,383	764,383
Water and sewer	7,545,788	8,020,955	22,834	205,737	-	703,738	703,738
Solid waste	3,566,826	3,807,789	-	-	-	240,963	240,963
Internal service fund	2,374,321	-	-	-	-	(2,374,321)	(2,374,321)
Interest on long-term debt	68,111	-	-	-	-	(68,111)	(68,111)
<b>Total business-type activities</b>	<b>61,642,129</b>	<b>60,861,487</b>	<b>22,834</b>	<b>411,475</b>	<b>-</b>	<b>(346,333)</b>	<b>(346,333)</b>
<b>Total primary government</b>	<b>\$ 125,680,864</b>	<b>\$ 62,147,963</b>	<b>\$ 10,522,727</b>	<b>\$ 3,230,850</b>	<b>(49,432,991)</b>	<b>(346,333)</b>	<b>(49,779,324)</b>
<b>General revenues:</b>							
Property taxes					11,425,868	-	11,425,868
State and local sales taxes					12,445,534	-	12,445,534
Wholesale beer and liquor taxes					642,900	-	642,900
Business taxes					600,937	-	600,937
Franchise taxes					55,139	-	55,139
Room occupancy taxes					426,190	-	426,190
Wheel taxes					634,870	-	634,870
Intergovernmental revenue					17,495,580	-	17,495,580
Other sources					9,008,287	3,904,834	12,913,121
Unrestricted investment earnings					252,081	470,557	722,638
<b>Transfers</b>					<b>1,971,771</b>	<b>(1,971,771)</b>	<b>-</b>
<b>Total general revenues and transfers</b>					<b>54,959,157</b>	<b>2,403,620</b>	<b>57,362,777</b>
<b>Change in net position</b>					<b>5,526,166</b>	<b>2,057,287</b>	<b>7,583,453</b>
<b>Net position- beginning</b>					<b>42,696,441</b>	<b>87,910,558</b>	<b>130,606,999</b>
<b>Prior period adjustment</b>					<b>(294,665)</b>	<b>526,666</b>	<b>232,001</b>
<b>Net position- beginning, restated</b>					<b>42,401,776</b>	<b>88,437,224</b>	<b>130,839,000</b>
<b>Net position - ending</b>					<b>\$ 47,927,942</b>	<b>\$ 90,494,511</b>	<b>\$ 138,422,453</b>

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

**CITY OF DYERSBURG, TENNESSEE**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2023**

	<u>General</u>	<u>General Purpose School</u>	<u>Federal Projects School</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>					
Cash	\$ 9,296,506	\$ 11,779,301	\$ -	\$ 3,199,467	\$ 24,275,274
Investments	10,000	-	-	1,510,418	1,520,418
Receivables (net of allowance for uncollectibles):					
Taxes	9,845,022	768,054	-	-	10,613,076
Accounts	1,426,266	-	-	-	1,426,266
Due from grantor	-	537,714	989,493	42,762	1,569,969
Due from other funds	899,040	504,961	-	388,439	1,792,440
Inventories	-	-	-	99,950	99,950
Prepaid expenses	5,000	-	-	-	5,000
Deposits	-	-	-	111,000	111,000
Other assets	61,809	-	-	-	61,809
Hybrid stabilization (SRT)	-	254,404	-	-	254,404
<b>Total Assets</b>	<b>\$ 21,543,643</b>	<b>\$ 13,844,434</b>	<b>\$ 989,493</b>	<b>\$ 5,352,036</b>	<b>\$ 41,729,606</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 465,017	\$ 56,075	\$ 5,016	\$ 223,686	\$ 749,794
Accrued interest payable	5,320	-	-	-	5,320
Accrued payroll	260,573	1,131,439	376,519	57,727	1,826,258
Other current liabilities	97,311	508,038	102,997	14,880	723,226
Deposits	48,598	-	-	-	48,598
Due to other funds	314,278	170,396	504,961	193,135	1,182,770
<b>Total Liabilities</b>	<b>1,191,097</b>	<b>1,865,948</b>	<b>989,493</b>	<b>489,428</b>	<b>4,535,966</b>
<b>Deferred Inflows of Resources:</b>					
Unavailable confiscated funds	-	-	-	12,725	12,725
Deferred current property taxes	9,836,146	-	-	-	9,836,146
Unearned grant revenue	3,069,600	-	-	-	3,069,600
<b>Total Deferred Inflows of Resources</b>	<b>12,905,746</b>	<b>-</b>	<b>-</b>	<b>12,725</b>	<b>12,918,471</b>
<b>Fund Balances:</b>					
Non-spendable	5,000	-	-	99,950	104,950
Restricted	48,598	8,955,823	-	4,722,230	13,726,651
Committed	-	-	-	30,692	30,692
Unassigned	7,393,202	3,022,663	-	(2,989)	10,412,876
<b>Total Fund Balances</b>	<b>7,446,800</b>	<b>11,978,486</b>	<b>-</b>	<b>4,849,883</b>	<b>24,275,169</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 21,543,643</b>	<b>\$ 13,844,434</b>	<b>\$ 989,493</b>	<b>\$ 5,352,036</b>	<b>\$ 41,729,606</b>

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

**CITY OF DYERSBURG, TENNESSEE  
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES  
TO NET POSITION OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2023**

**Amounts reported for governmental activities in the statement of net position  
are different because of the following:**

<b>Total Governmental Fund Balances (page 22)</b>	<b>\$ 24,275,169</b>
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported in the funds.	45,680,341
Deferred outflows/inflows of resources related to pensions in which the consumption/acquisition of net position will occur in future periods.	
Deferred outflows related to pension and OPEB	15,000,532
Deferred inflows related to pension and OPEB	(2,369,787)
Compensated absences are not a financial use/source in the current period and, therefore, are not reported in the funds.	(1,181,377)
Internal service fund assets and liabilities are allocated to governmental funds and, therefore, are included in governmental activities in the statement of net position.	304,224
Assets not available to pay for current period expenditures and, therefore, are deferred in the governmental funds.	(125,470)
Liabilities not due and payable in the current period and, therefore, are not being reported in the governmental funds.	544,526
Net pension and OPEB (liabilities) assets are not financial uses/sources in the current period and, therefore, are not reported in the governmental funds.	
Net pension asset	3,834,907
Net pension liability	(19,448,889)
Net OPEB liability	(4,039,915)
Notes from direct borrowings and bonds payable are not due and are not due and payable in the current period and, therefore, are not reported in the governmental funds.	<u>(14,546,319)</u>
<b>Net position of governmental activities (page 20)</b>	<b><u>\$ 47,927,942</u></b>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	General	General Purpose School	Federal Projects School	Other Governmental Funds	Total Governmental Funds
<b>REVENUES:</b>					
Taxes	\$ 15,386,859	\$ 10,842,288	\$ -	\$ -	\$ 26,229,147
Licenses and permits	147,554	-	-	-	147,554
Intergovernmental	4,811,627	15,680,461	8,234,279	2,150,464	30,876,831
Charges for services	926,465	-	-	298,028	1,224,493
Fines, forfeits, and penalties	194,816	-	-	49,104	243,920
Investment earnings	113,339	50,551	-	88,191	252,081
Miscellaneous	2,437,038	475,249	-	3,606,401	6,518,688
<b>Total Revenues</b>	<u>24,017,698</u>	<u>27,048,549</u>	<u>8,234,279</u>	<u>6,192,188</u>	<u>65,492,714</u>
<b>EXPENDITURES:</b>					
General government	2,252,940	-	-	57,808	2,310,748
Public safety	10,698,619	-	-	-	10,698,619
Public works	3,974,707	-	-	-	3,974,707
Parks and recreation	1,677,259	-	-	-	1,677,259
Economic development	423,401	-	-	-	423,401
Municipal airport	588,917	-	-	-	588,917
Joint cost - communications	472,585	-	-	-	472,585
Hospital and healthcare	-	-	-	3,539,620	3,539,620
Education	-	23,694,376	8,152,129	3,798,474	35,644,979
Miscellaneous	2,372,332	-	-	-	2,372,332
Capital outlay	1,793,502	33,185	-	45,005	1,871,692
Debt service:					
Principal retirement	129,000	1,354,347	-	-	1,483,347
Interest	188,629	391,271	-	-	579,900
Other expense	11,665	-	-	-	11,665
<b>Total Expenditures</b>	<u>24,583,556</u>	<u>25,473,179</u>	<u>8,152,129</u>	<u>7,440,907</u>	<u>65,649,771</u>
<b>Revenues Over (Under) Expenditures</b>	(565,858)	1,575,370	82,150	(1,248,719)	(157,057)
<b>OTHER FINANCING SOURCES (USES)</b>					
Operating transfers in	2,028,773	1,447,293	-	386,523	3,862,589
Operating transfers out	(23,050)	-	(82,150)	(1,785,617)	(1,890,817)
Sale of assets	613,887	-	-	1,564,733	2,178,620
Total Other Financing Sources (Uses)	<u>2,619,610</u>	<u>1,447,293</u>	<u>(82,150)</u>	<u>165,639</u>	<u>4,150,392</u>
<b>Net Change in Fund Balance</b>	<u>2,053,752</u>	<u>3,022,663</u>	<u>-</u>	<u>(1,083,080)</u>	<u>3,993,335</u>
<b>Fund Balance - July 1, 2022</b>	5,400,798	8,955,823	-	5,925,213	20,281,834
<b>Prior period adjustment</b>	(7,750)	-	-	7,750	-
<b>Fund Balance, restated - July 1, 2022</b>	<u>5,393,048</u>	<u>8,955,823</u>	<u>-</u>	<u>5,932,963</u>	<u>20,281,834</u>
<b>Fund Balance - June 30, 2023</b>	<u>\$ 7,446,800</u>	<u>\$ 11,978,486</u>	<u>\$ -</u>	<u>\$ 4,849,883</u>	<u>\$ 24,275,169</u>

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

**CITY OF DYERSBURG, TENNESSEE  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2023**

Amounts reported for governmental activities in the statement of activities (page 21) are different because:

Net change in fund balances - total governmental funds (page 24)	\$	3,993,335
Revenues in the statement of activities that do not provide current financial resources and are not reported as revenues in the funds.		(1,046,771)
Expenses in the statement of activities that are not paid using current financial resources and are not reported as expenditures in the funds.		968,567
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense.		(132,116)
Pension contributions are reported as expenditures in the governmental funds. However, pension expense in the statement of activities is primarily the result of changes in the components of the net pension asset/liability over current and future periods.		304,561
The issuance of long-term debt (e.g., bonds, notes) and the refunding of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued. This amount is the net effect of these differences in the treatment of long-term debt and related items.		1,483,347
The increase/decrease in the liability for compensated absences is not reported in governmental funds.		<u>(44,754)</u>
Change in net position of governmental activities (page 21)	\$	<u><u>5,526,166</u></u>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>REVENUES</b>				
Taxes				
Property taxes - net	\$ 9,000,000	\$ 9,000,000	\$ 8,837,700	\$ (162,300)
Property taxes - penalty and interest	100,000	100,000	72,314	(27,686)
Local sales tax	4,300,000	4,300,000	4,751,679	451,679
Wholesale beer tax	525,000	525,000	514,223	(10,777)
Wholesale liquor tax	115,000	115,000	128,677	13,677
Business taxes	460,000	460,000	600,937	140,937
Cable TV franchise tax	90,000	90,000	55,139	(34,861)
Room occupancy tax	390,000	390,000	426,190	36,190
Total taxes	<u>14,980,000</u>	<u>14,980,000</u>	<u>15,386,859</u>	<u>406,859</u>
Licenses and permits				
Beer licenses	7,000	7,000	6,300	(700)
Liquor licenses	15,000	15,000	14,000	(1,000)
Other licenses	1,000	1,000	890	(110)
Building permits and inspections	74,000	74,000	126,364	52,364
Total licenses and permits	<u>97,000</u>	<u>97,000</u>	<u>147,554</u>	<u>50,554</u>
Intergovernmental revenues				
Federal law enforcement grants	15,000	15,000	21,455	6,455
TVA replacement tax	169,700	169,700	194,344	24,644
Payment in lieu of taxes - Housing Authority	45,000	45,000	52,707	7,707
State sales tax	1,814,000	1,814,000	1,943,436	129,436
State income tax	150,000	150,000	94,996	(55,004)
State beer tax	7,600	7,600	7,381	(219)
State alcoholic beverage tax	95,000	95,000	104,917	9,917
State gasoline & motor fuel tax	300,000	300,000	288,027	(11,973)
State 1989 gasoline tax	47,000	47,000	45,076	(1,924)
State 3 cent gasoline tax	87,000	87,000	83,232	(3,768)
State gas 2017 tax	150,000	150,000	145,193	(4,807)
State petroleum special tax	29,600	29,600	29,613	13
State public safety grants	85,000	85,000	74,400	(10,600)
State airport grant	525,000	525,000	58,146	(466,854)
State CDBG grant	250,000	250,000	282,568	32,568
State recreation grant	288,000	288,000	-	(288,000)
Federal ARPA grant	2,420,300	2,420,300	1,273,985	(1,146,315)
County intergovernmental revenue	80,000	80,000	83,333	3,333
State sports gaming tax	5,500	5,500	28,818	23,318
Total intergovernmental revenues	<u>6,563,700</u>	<u>6,563,700</u>	<u>4,811,627</u>	<u>(1,752,073)</u>
Charges for services				
Public safety reimbursements	350,000	350,000	346,804	(3,196)
Special police and safety services	8,000	8,000	6,021	(1,979)
Fire protection charges	35,000	35,000	30,393	(4,607)
Cemetery burial, foundation and deed charges	159,000	159,000	121,645	(37,355)
Stormwater II charges	202,200	202,200	194,392	(7,808)
Swimming pool charges and fees	37,500	37,500	39,826	2,326
Parks and recreation charges	81,500	81,500	71,800	(9,700)
Other	74,500	74,500	115,584	41,084
Total charges for services	<u>947,700</u>	<u>947,700</u>	<u>926,465</u>	<u>(21,235)</u>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>REVENUES (CONTINUED):</b>				
Fines, forfeits, and penalties				
City court revenue	\$ 160,000	\$ 160,000	\$ 186,176	\$ 26,176
Safe driving fees	3,000	3,000	6,225	3,225
Other	2,000	2,000	2,415	415
Total fines, forfeits, and penalties	<u>165,000</u>	<u>165,000</u>	<u>194,816</u>	<u>29,816</u>
Miscellaneous revenues				
Interest	25,000	25,000	113,339	88,339
Rents	388,800	388,800	419,605	30,805
Sale of fuel and supplies	425,000	425,000	452,986	27,986
Sale of property and equipment	-	-	114,001	114,001
Sale of cemetery lots	90,000	90,000	46,900	(43,100)
Joint expense reimbursements -				
Administrative charges	1,739,900	1,739,900	1,724,667	(15,233)
Other	155,000	155,000	292,766	137,766
Total miscellaneous revenues	<u>2,823,700</u>	<u>2,823,700</u>	<u>3,164,264</u>	<u>340,564</u>
<b>Total revenues</b>	<u>25,577,100</u>	<u>25,577,100</u>	<u>24,631,585</u>	<u>(945,515)</u>
<b>EXPENDITURES</b>				
General government:				
Legislative	86,200	86,200	75,166	(11,034)
Judicial	448,600	448,600	461,165	12,565
Executive	196,900	196,900	199,011	2,111
City recorder	158,800	158,800	125,854	(32,946)
City attorney	55,000	55,000	38,818	(16,182)
Accounting	314,500	314,500	321,379	6,879
Tax administration	100,400	100,400	107,296	6,896
Purchasing	94,100	94,100	91,066	(3,034)
Personnel	130,500	130,500	130,050	(450)
Engineering	442,800	442,800	379,539	(63,261)
Planning and zoning	12,900	12,900	12,588	(312)
City Hall	142,400	142,400	158,213	15,813
Other facilities	155,900	155,900	152,795	(3,105)
Total general government	<u>2,339,000</u>	<u>2,339,000</u>	<u>2,252,940</u>	<u>(86,060)</u>
Public safety:				
Police department				
Traffic safety	130,100	130,100	123,780	(6,320)
Supplement pay	51,500	51,500	37,893	(13,607)
Administration	561,100	561,100	613,808	52,708
Operations	109,800	109,800	111,716	1,916
Criminal investigation	906,200	906,200	721,678	(184,522)
Patrol	3,743,700	3,743,700	3,496,977	(246,723)
Records and identification	313,900	313,900	332,291	18,391
Training	256,000	256,000	245,705	(10,295)
Education and public relations	3,000	3,000	9,754	6,754
Automotive services	291,000	291,000	238,741	(52,259)
Special response team	35,600	35,600	36,327	727
Police stations	145,900	145,900	110,228	(35,672)
Total police department	<u>6,547,800</u>	<u>6,547,800</u>	<u>6,078,898</u>	<u>(468,902)</u>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>EXPENDITURES (CONTINUED)</b>				
Fire department				
Supplement pay	\$ 46,600	\$ 46,600	\$ 42,199	\$ (4,401)
Administration	464,100	464,100	445,707	(18,393)
Fire fighting	3,442,500	3,442,500	3,285,268	(157,232)
Fire prevention	182,900	182,900	167,649	(15,251)
Training	140,900	140,900	104,282	(36,618)
Equipment repair services	137,500	137,500	169,393	31,893
Fire stations	86,500	86,500	80,469	(6,031)
Total fire department	<u>4,501,000</u>	<u>4,501,000</u>	<u>4,294,967</u>	<u>(206,033)</u>
Building inspection	<u>348,400</u>	<u>348,400</u>	<u>324,754</u>	<u>(23,646)</u>
Total public safety	<u>11,397,200</u>	<u>11,397,200</u>	<u>10,698,619</u>	<u>(698,581)</u>
Public works:				
Public works administration	499,400	499,400	470,852	(28,548)
Highways and streets	2,809,500	2,809,500	2,843,695	34,195
Storm drainage	138,300	138,300	189,724	51,424
Stormwater II	122,900	122,900	81,397	(41,503)
Cemeteries	446,400	446,400	389,039	(57,361)
Total public works	<u>4,016,500</u>	<u>4,016,500</u>	<u>3,974,707</u>	<u>(41,793)</u>
Parks and recreation				
Dyersburg Activity Center	470,200	470,200	400,010	(70,190)
Bruce Recreation Center	188,500	188,500	175,907	(12,593)
Future City Recreation Center	178,100	178,100	165,582	(12,518)
Dyersburg Activity Center pool	42,300	42,300	66,953	24,653
Okeena pool	108,800	108,800	118,331	9,531
Bruce pool	19,900	19,900	5,586	(14,314)
Youth programs	43,000	43,000	66,290	23,290
Playgrounds and parks	614,000	614,000	595,411	(18,589)
Golf course	25,000	25,000	28,120	3,120
Total parks and recreation	<u>1,689,800</u>	<u>1,689,800</u>	<u>1,622,190</u>	<u>(67,610)</u>
Special recreation	<u>22,000</u>	<u>22,000</u>	<u>55,069</u>	<u>33,069</u>
Tourism and economic development	<u>390,000</u>	<u>390,000</u>	<u>423,401</u>	<u>33,401</u>
Municipal airport	<u>701,300</u>	<u>701,300</u>	<u>588,917</u>	<u>(112,383)</u>
Capital outlay				
General government	30,000	30,000	31,172	1,172
Public safety	367,000	367,000	478,101	111,101
Public works	134,600	134,600	182,557	47,957
Parks and recreation	2,435,500	2,435,500	1,035,971	(1,399,529)
Municipal airport	560,200	560,200	65,701	(494,499)
Total capital outlay	<u>3,527,300</u>	<u>3,527,300</u>	<u>1,793,502</u>	<u>(1,733,798)</u>
Debt service				
Retirement of notes, bonds and capital leases	129,000	129,000	129,000	-
Interest	172,900	172,900	188,629	15,729
Bank and loan remarketing fees	10,500	10,500	11,665	1,165
Total debt service	<u>312,400</u>	<u>312,400</u>	<u>329,294</u>	<u>16,894</u>
Joint costs - communications	<u>543,100</u>	<u>543,100</u>	<u>472,585</u>	<u>(70,515)</u>

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



**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>EXPENDITURES (CONTINUED)</b>				
Miscellaneous expenditures				
Vacation and sick leave	\$ 30,000	\$ 30,000	\$ -	\$ (30,000)
Insurance	17,000	17,000	15,582	(1,418)
Retirement	1,339,200	1,339,200	1,341,048	1,848
Professional services	243,700	243,700	510,271	266,571
Payments in lieu of taxes	145,000	145,000	137,499	(7,501)
Grants & donations	148,500	148,500	148,500	-
Other	80,600	80,600	219,432	138,832
Total miscellaneous expenditures	<u>2,004,000</u>	<u>2,004,000</u>	<u>2,372,332</u>	<u>368,332</u>
<b>Total expenditures</b>	<u>26,942,600</u>	<u>26,942,600</u>	<u>24,583,556</u>	<u>(2,359,044)</u>
<b>Revenues over (under) expenditures</b>	(1,365,500)	(1,365,500)	48,029	1,413,529
<b>Other financing sources (uses)</b>				
Transfers in	2,165,000	2,165,000	2,028,773	(136,227)
Transfers out	(446,000)	(446,000)	(23,050)	422,950
Total other financing sources (uses)	<u>1,719,000</u>	<u>1,719,000</u>	<u>2,005,723</u>	<u>286,723</u>
<b>Net change in fund balance</b>	<u>\$ 353,500</u>	<u>\$ 353,500</u>	2,053,752	<u>\$ 1,700,252</u>
<b>Fund balance - July 1, 2022</b>			<u>5,400,798</u>	
<b>Prior Period Adjustment</b>			<u>(7,750)</u>	
<b>Fund balance - July 1, 2022 - Restated</b>			<u>5,393,048</u>	
<b>Fund balance - June 30, 2023</b>			<u>\$ 7,446,800</u>	

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**GENERAL PURPOSE SCHOOL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>REVENUES:</b>				
Real estate taxes	\$ 2,479,550	\$ 2,479,550	\$ 2,512,451	\$ 32,901
Sales tax	6,200,000	6,200,000	7,693,855	1,493,855
Other permits and licenses	1,090	1,090	1,112	22
Wheel tax	600,000	600,000	634,870	34,870
Intergovernmental	17,449,023	17,449,023	15,680,461	(1,768,562)
Investment earnings	15,000	15,000	50,551	35,551
Miscellaneous	272,500	272,500	475,249	202,749
<b>Total Revenues</b>	<u>27,017,163</u>	<u>27,017,163</u>	<u>27,048,549</u>	<u>31,386</u>
<b>EXPENDITURES:</b>				
Education:				
Regular instruction program	13,241,225	13,537,147	12,726,580	(810,567)
Alternative instruction program	260,937	242,555	242,555	-
Special education program	1,868,159	1,782,155	1,782,155	-
Career and technical education	1,725,793	1,739,501	668,057	(1,071,444)
Attendance services	138,753	137,528	137,047	(481)
Health services	315,403	309,185	308,059	(1,126)
Other student support	954,983	847,319	141,319	(706,000)
Regular instruction support	542,340	482,134	481,461	(673)
Alternative education support	102,901	100,982	100,982	-
Special education support	55,884	59,548	59,548	-
Fiscal services	298,003	241,895	241,735	(160)
Operation of plant	2,577,111	2,612,920	2,574,578	(38,342)
Maintenance of plant	515,321	568,155	531,639	(36,516)
Board of education	832,825	766,014	526,476	(239,538)
Career and technical education	54,536	52,567	52,567	-
Early childhood education	801,316	802,127	801,264	(863)
Office of the superintendent	341,471	323,123	318,478	(4,645)
Community services	149,600	113,163	112,235	(928)
Transportation	86,606	85,748	85,204	(544)
Technology	263,455	232,458	226,620	(5,838)
Office of the principal	1,610,047	1,579,892	1,575,817	(4,075)
<b>Total education</b>	<u>26,736,669</u>	<u>26,616,116</u>	<u>23,694,376</u>	<u>(2,921,740)</u>
Capital outlay	250,000	377,078	33,185	(343,893)
<b>Total Expenditures</b>	<u>26,986,669</u>	<u>26,993,194</u>	<u>23,727,561</u>	<u>(3,265,633)</u>
<b>Revenues Over (Under) Expenditures</b>	30,494	23,969	3,320,988	3,297,019
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from other funds	114,692	114,692	82,150	(32,542)
Transfers to other funds	(115,000)	(112,266)	-	112,266
Transfer to City - debt service	(380,476)	(380,469)	(380,475)	(6)
<b>Total other financing sources (uses)</b>	<u>(380,784)</u>	<u>(378,043)</u>	<u>(298,325)</u>	<u>79,718</u>
<b>Net Change in Fund Balance</b>	<u>\$ (350,290)</u>	<u>\$ (354,074)</u>	3,022,663	<u>\$ 3,376,737</u>
<b>Fund balance - July 1, 2022</b>			8,955,823	
<b>Fund balance - June 30, 2023</b>			<u>\$ 11,978,486</u>	
<b>Reconciliation of Budgetary Basis to GAAP Basis Statement</b>				
Total expenditures on budgetary basis			\$ 23,727,561	
Debt service expenditures paid by City of Dyersburg				
Principal			1,354,347	
Interest and bond fees			391,271	
<b>Total expenditures on GAAP basis statement</b>			<u>\$ 25,473,179</u>	
Other financing sources (uses) on budgetary basis - due from other funds			\$ 82,150	
Other financing sources (uses) on budgetary basis - payment to City			(380,475)	
Transfer recorded for debt service expenditures paid by City			1,745,618	
<b>Other financing sources (uses) on GAAP basis statement</b>			<u>\$ 1,447,293</u>	

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**FEDERAL PROJECTS FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over/(Under)</u> <u>Budgeted</u> <u>Amounts</u>
<b>REVENUES:</b>				
State education grants	\$ 10,936,095	\$ 11,386,961	\$ 8,234,279	\$ (3,152,682)
Total revenues	<u>10,936,095</u>	<u>11,386,961</u>	<u>8,234,279</u>	<u>(3,152,682)</u>
<b>EXPENDITURES:</b>				
Education:				
Regular instruction	5,623,103	4,784,106	3,853,495	(930,611)
Alternative instruction & support	5,833	2,917	2,917	-
Vocational education	66,636	65,550	63,150	(2,400)
Special education	817,226	883,062	781,208	(101,854)
Student support	1,994,100	2,171,527	1,330,382	(841,145)
Regular instruction support services	823,600	703,199	510,510	(192,689)
Special education support services	202,794	249,819	234,322	(15,497)
Attendance	5,852	5,301	2,958	(2,343)
Health services	34,921	32,346	32,346	-
Office of superintendent, principals & fiscal	27,821	13,910	13,910	-
Community services & early childhood	18,723	9,361	9,361	-
Technology	1,621	810	810	-
Operation of plant	223,142	217,240	32,853	(184,387)
Food service	38,299	23,149	22,982	(167)
Transportation	4,000	88,154	83,307	(4,847)
Regular capital outlay	995,299	2,054,360	1,177,618	(876,742)
Total education	<u>10,882,970</u>	<u>11,304,811</u>	<u>8,152,129</u>	<u>(3,152,682)</u>
Total expenditures	<u>10,882,970</u>	<u>11,304,811</u>	<u>8,152,129</u>	<u>(3,152,682)</u>
<b>Revenues Over (Under) Expenditures</b>	53,125	82,150	82,150	-
<b>Other Financing Sources (Uses):</b>				
Transfers from (to) other funds	(53,125)	(82,150)	(82,150)	-
Total other financing sources (uses)	<u>(53,125)</u>	<u>(82,150)</u>	<u>(82,150)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<b>Fund balance - July 1, 2022</b>			-	
<b>Fund balance - June 30, 2023</b>			<u>\$ -</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2023**

	Business-Type Activities -- Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Gas	Water and Sewer	Solid Waste Management	Electric System		
<b>ASSETS</b>						
<b>Current assets:</b>						
Cash and cash equivalents	\$ 5,677,280	\$ 5,710,584	\$ 4,743,680	\$ 5,913,052	\$ 22,044,596	\$ 3,755,727
Investments	809,390	-	345,906	3,895,634	5,050,930	-
Accounts receivable - net	220,231	657,621	301,870	2,460,270	3,639,992	38,435
Accrued interest receivable	-	-	-	124,241	124,241	-
Accrued rents receivable	-	-	-	111,795	111,795	-
Due from other funds	961,923	949,872	664,989	-	2,576,784	76,317
Inventories	109,965	276,959	-	1,135,743	1,522,667	-
Prepaid expenses	-	-	-	96,598	96,598	-
<b>Total current assets</b>	<u>7,778,789</u>	<u>7,595,036</u>	<u>6,056,445</u>	<u>13,737,333</u>	<u>35,167,603</u>	<u>3,870,479</u>
<b>Noncurrent assets:</b>						
Restricted assets:						
Customer deposits - certificate of deposit	-	-	-	2,336,883	2,336,883	-
Bond reserve fund - cash and cash equivalents	-	-	-	357,519	357,519	-
Bond retirement fund - cash and cash equivalents	-	-	-	302,151	302,151	-
Renewal and replacement fund - cash and cash equivalents	-	-	-	801,065	801,065	-
<b>Total restricted assets</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,797,618</u>	<u>3,797,618</u>	<u>-</u>
Capital assets:						
Land	773,584	558,366	-	903,460	2,235,410	-
Construction in progress	237,007	4,188,080	-	261,431	4,686,518	20,950
Plant in service	14,078,639	67,798,714	13,892,504	70,821,078	166,590,935	2,321,218
Less - accumulated depreciation	<u>(10,283,369)</u>	<u>(45,832,205)</u>	<u>(10,991,043)</u>	<u>(35,645,736)</u>	<u>(102,752,353)</u>	<u>(2,123,673)</u>
<b>Net capital assets</b>	<u>4,805,861</u>	<u>26,712,955</u>	<u>2,901,461</u>	<u>36,340,233</u>	<u>70,760,510</u>	<u>218,495</u>
Right-of-use asset	-	-	713,243	-	713,243	-
Less - accumulated amortization	-	-	<u>(275,545)</u>	-	<u>(275,545)</u>	-
<b>Net right-of-use asset</b>	<u>-</u>	<u>-</u>	<u>437,698</u>	<u>-</u>	<u>437,698</u>	<u>-</u>
Other assets	-	-	645	41,403	42,048	17,925
Net pension asset	406,832	-	-	-	406,832	-
<b>Total noncurrent assets</b>	<u>5,212,693</u>	<u>26,712,955</u>	<u>3,339,804</u>	<u>40,179,254</u>	<u>75,444,706</u>	<u>236,420</u>
<b>Total Assets</b>	<u>12,991,482</u>	<u>34,307,991</u>	<u>9,396,249</u>	<u>53,916,587</u>	<u>110,612,309</u>	<u>4,106,899</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Differences between expected and actual experience - pension	(40,552)	53,124	35,596	118,650	166,818	-
Contributions - pension	26,800	172,202	101,857	553,616	854,475	-
Changes in assumption - pension	(374,322)	433,704	267,544	340,032	666,958	-
Net difference between projected and actual earnings on pension plan investment	<u>22,522</u>	<u>93,182</u>	<u>51,181</u>	<u>952,621</u>	<u>1,119,506</u>	<u>-</u>
<b>Total Deferred Outflows of Resources</b>	<u>(365,552)</u>	<u>752,212</u>	<u>456,178</u>	<u>1,964,919</u>	<u>2,807,757</u>	<u>-</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>\$ 12,625,930</u>	<u>\$ 35,060,203</u>	<u>\$ 9,852,427</u>	<u>\$ 55,881,506</u>	<u>\$ 113,420,066</u>	<u>\$ 4,106,899</u>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2023**

	Business-Type Activities -- Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Gas	Water and Sewer	Solid Waste Management	Electric System		
<b>LIABILITIES</b>						
<b>Current liabilities:</b>						
Accounts payable	\$ 526,304	\$ 2,439,220	\$ 52,292	\$ 3,325,941	\$ 6,343,757	\$ 2,842
Accrued payroll	9,875	31,993	16,481	-	58,349	25,941
Accrued interest payable	-	-	-	22,687	22,687	-
Customer deposits	358,762	509,444	-	2,336,883	3,205,089	-
Due to other funds	48,361	186,003	159,994	-	394,358	2,868,412
Other current liabilities	3,588	22,123	-	101,051	126,762	-
Notes payable within one year	-	199,956	-	-	199,956	-
Bonds payable within one year	-	-	-	130,000	130,000	-
<b>Total current liabilities</b>	<u>946,890</u>	<u>3,388,739</u>	<u>228,767</u>	<u>5,916,562</u>	<u>10,480,958</u>	<u>2,897,195</u>
<b>Noncurrent liabilities:</b>						
Accrued compensated absences	34,447	168,050	47,102	202,582	452,181	53,517
Other accrued liabilities	-	-	2,137,900	-	2,137,900	133,997
Net pension liability	-	1,674,256	1,036,941	4,504,823	7,216,020	-
Advances from TVA - conservation	-	-	-	17,921	17,921	-
Notes payable - long-term	-	807,447	-	-	807,447	-
Bonds payable - long-term	-	-	-	1,525,000	1,525,000	-
Lease Liability	-	-	406,099	-	406,099	-
<b>Total noncurrent liabilities</b>	<u>34,447</u>	<u>2,649,753</u>	<u>3,628,042</u>	<u>6,250,326</u>	<u>12,562,568</u>	<u>187,514</u>
<b>Total Liabilities</b>	<u>981,337</u>	<u>6,038,492</u>	<u>3,856,809</u>	<u>12,166,888</u>	<u>23,043,526</u>	<u>3,084,709</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Differences between expected and actual experience - pension	(118,856)	(28,641)	(33,316)	508,868	328,055	-
Changes in assumptions - pension	(843)	(16,114)	(567)	153,618	136,094	-
Net difference between projected and actual earnings on pension plan investment	17,106	78,605	49,692	-	145,403	-
<b>Total Deferred Inflows of Resources</b>	<u>(102,593)</u>	<u>33,850</u>	<u>15,809</u>	<u>662,486</u>	<u>609,552</u>	<u>-</u>
<b>NET POSITION</b>						
Net investment in capital assets	4,805,861	25,705,552	2,933,060	34,699,455	68,143,928	218,495
Restricted	358,762	509,444	-	1,460,735	2,328,941	-
Restricted - net pension asset	406,832	-	-	-	406,832	-
Unrestricted	6,175,731	2,772,865	3,046,749	6,891,942	18,887,287	803,695
<b>Net Position</b>	<u>11,747,186</u>	<u>28,987,861</u>	<u>5,979,809</u>	<u>43,052,132</u>	<u>89,766,988</u>	<u>1,022,190</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<u>\$ 12,625,930</u>	<u>\$ 35,060,203</u>	<u>\$ 9,852,427</u>	<u>\$ 55,881,506</u>	<u>\$ 113,420,066</u>	<u>\$ 4,106,899</u>
					727,523	
					<u>\$ 90,494,511</u>	

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN**  
**NET POSITION - PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Business-Type Activities -- Enterprise Funds				Totals	Governmental
	Gas	Water and Sewer	Solid Waste Management	Electric System		Activities - Internal Service Funds
<b>Operating revenues:</b>						
Charges for service	\$ 7,092,341	\$ 7,970,450	\$ 3,807,789	\$ 41,744,609	\$ 60,615,189	\$ -
Interest and penalties	30,409	50,505	-	165,384	246,298	-
Rent	-	-	-	1,155,109	1,155,109	-
Insurance recoveries	-	6,110	-	-	6,110	-
Operating grant revenue	-	22,834	-	-	22,834	-
Joint costs	-	-	-	-	-	1,973,943
Miscellaneous	12,251	204,100	36,421	57,213	309,985	398,863
Total operating revenues	<u>7,135,001</u>	<u>8,253,999</u>	<u>3,844,210</u>	<u>43,122,315</u>	<u>62,355,525</u>	<u>2,372,806</u>
<b>Operating expenses:</b>						
Purchased power	3,816,943	-	-	34,462,910	38,279,853	-
Transmission and distribution	781,210	945,338	-	787,150	2,513,698	-
Customers' accounting and collecting	547,555	576,787	34,800	404,723	1,563,865	-
Sales and customer service	-	-	-	89,421	89,421	235,087
General and administrative	963,156	1,250,101	719,287	1,796,602	4,729,146	2,090,423
Purification	-	1,345,364	-	-	1,345,364	-
Sewer plant operation	-	342,787	-	-	342,787	-
Sewage treatment and disposal	-	1,460,120	-	-	1,460,120	-
Residential and dumpster operations	-	-	1,123,763	-	1,123,763	-
Landfill operations	-	-	702,256	-	702,256	-
General plant maintenance	-	-	-	1,375,627	1,375,627	-
Depreciation	323,088	1,625,291	655,891	2,456,528	5,060,798	48,811
Amortization	-	-	334,865	-	334,865	-
Taxes other than tax equivalents	-	-	-	150,017	150,017	-
Gain on disposal of asset	-	-	(4,036)	-	(4,036)	-
Grants and donations	132,150	-	-	-	132,150	-
Total operating expenses	<u>6,564,102</u>	<u>7,545,788</u>	<u>3,566,826</u>	<u>41,522,978</u>	<u>59,199,694</u>	<u>2,374,321</u>
<b>Operating income (loss)</b>	570,899	708,211	277,384	1,599,337	3,155,831	(1,515)
<b>Nonoperating revenues (expenses):</b>						
Investment earnings	50,517	94,973	30,930	292,625	469,045	1,512
Interest expense	-	(3,427)	(4,189)	(60,495)	(68,111)	-
Miscellaneous income (expense)	-	(102)	(145)	61,071	60,824	-
Total nonoperating revenues (expenses)	<u>50,517</u>	<u>91,444</u>	<u>26,596</u>	<u>293,201</u>	<u>461,758</u>	<u>1,512</u>
<b>Income (loss) before capital contributions and transfers</b>	621,416	799,655	303,980	1,892,538	3,617,589	(3)
Capital contributions - CDBG grant	205,738	205,737	-	-	411,475	-
Transfers out	(228,000)	(636,000)	-	(1,107,771)	(1,971,771)	-
Total capital contributions and transfers	<u>(22,262)</u>	<u>(430,263)</u>	<u>-</u>	<u>(1,107,771)</u>	<u>(1,560,296)</u>	<u>-</u>
<b>Change in net position</b>	599,154	369,392	303,980	784,767	2,057,293	(3)
<b>Net position - July 1, 2022</b>	11,148,032	28,618,469	5,675,829	42,267,365	87,709,695	1,022,193
<b>Net position - June 30, 2023</b>	<u>\$ 11,747,186</u>	<u>\$ 28,987,861</u>	<u>\$ 5,979,809</u>	<u>\$ 43,052,132</u>	<u>89,766,988</u>	<u>\$ 1,022,190</u>
<b>Change in net position</b>					2,057,293	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds					(6)	
<b>Change in net position of business-type activities</b>					<u>\$ 2,057,287</u>	

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Business-type Activities - Enterprises Funds					Governmental
	Gas	Water and Sewer	Solid Waste Management	Electric System	Total	Activities - Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Receipts from customers	\$ 7,047,659	\$ 8,764,986	\$ 3,737,724	\$ 43,528,575	\$ 63,078,944	\$ 2,018,212
Payments to suppliers	(6,891,059)	(1,539,937)	(1,693,523)	(36,877,389)	(47,001,908)	(499,307)
Payments to employees for services	(485,814)	(1,669,251)	(916,594)	(2,403,761)	(5,475,420)	(1,295,296)
Payments for employee benefits	(180,292)	(582,379)	(277,016)	-	(1,039,687)	(378,381)
Other receipts (payments)	12,251	204,100	36,421	-	252,772	398,863
Net cash provided by (used for)						
Operating activities	<u>(497,255)</u>	<u>5,177,519</u>	<u>887,012</u>	<u>4,247,425</u>	<u>9,814,701</u>	<u>244,091</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING</b>						
<b>ACTIVITIES</b>						
Transfers to other funds	(228,000)	(636,000)	-	(1,107,771)	(1,971,771)	-
Contributions	-	-	-	-	-	-
Net cash from (used by) financing activities	<u>(228,000)</u>	<u>(636,000)</u>	<u>-</u>	<u>(1,107,771)</u>	<u>(1,971,771)</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED</b>						
<b>FINANCING ACTIVITIES</b>						
Acquisition and construction of capital assets	(288,738)	(3,953,723)	(977,217)	(1,644,785)	(6,864,463)	-
Acquisition and construction of right of use assets	-	-	(310,708)	-	(310,708)	-
Proceeds received on disposal of assets	-	-	-	-	-	-
Salvage from retirement of plant	-	-	-	42,086	42,086	-
Cost of removal on retired plant	-	-	-	(292,940)	(292,940)	-
Proceeds received on notes and bonds	-	91,334	-	-	91,334	-
Principal paid on notes and bonds	-	-	-	(315,000)	(315,000)	-
Amount refunded on notes and bonds	-	-	-	-	-	-
Interest paid on notes and bonds	-	(3,427)	(4,189)	(64,813)	(72,429)	-
Capital grant proceeds	205,738	205,737	-	-	411,475	-
Other receipts (payments)	-	(102)	(145)	62,404	62,157	-
Net cash from (used by) capital and related financing activities	<u>(83,000)</u>	<u>(3,660,181)</u>	<u>(1,292,259)</u>	<u>(2,213,048)</u>	<u>(7,248,488)</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Net change in investments	(29,109)	-	(12,441)	36,734	(4,816)	-
Interest and investment earnings	50,517	94,973	30,930	193,865	370,285	1,512
Increase (decrease) in customer deposits	(3,975)	(29,609)	-	(586,755)	(620,339)	-
(Increase) decrease in temporary cash investments	-	-	-	(239,707)	(239,707)	-
Net cash provided by (used for) investing activities	<u>17,433</u>	<u>65,364</u>	<u>18,489</u>	<u>(595,863)</u>	<u>(494,577)</u>	<u>1,512</u>
<b>Net increase(decrease) in cash and cash equivalents</b>	(790,822)	946,702	(386,758)	330,743	99,865	245,603
<b>Cash and cash equivalents - July 1, 2022</b>	6,468,102	4,763,882	5,130,438	7,043,044	23,405,466	3,510,123
<b>Cash and cash equivalents - June 30, 2023</b>	<u>\$ 5,677,280</u>	<u>\$ 5,710,584</u>	<u>\$ 4,743,680</u>	<u>\$ 7,373,787</u>	<u>\$ 23,505,331</u>	<u>\$ 3,755,726</u>
<b>Cash, Cash Equivalents, and Restricted Cash - June 30, 2023</b>						
Cash and cash equivalents - unrestricted	\$ 5,677,280	\$ 5,710,584	\$ 4,743,680	\$ 5,913,052	\$ 22,044,596	\$ 3,755,726
Bond reserve fund - cash and cash equivalents	-	-	-	357,519	357,519	-
Bond retirement fund - cash and cash equivalents	-	-	-	302,151	302,151	-
Renewal and replacement fund - cash and cash equivalents	-	-	-	801,065	801,065	-
<b>Cash, Cash Equivalents, and Restricted Cash - June 30, 2023</b>	<u>\$ 5,677,280</u>	<u>\$ 5,710,584</u>	<u>\$ 4,743,680</u>	<u>\$ 7,373,787</u>	<u>\$ 23,505,331</u>	<u>\$ 3,755,726</u>

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

**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2023**

	Business-type Activities - Enterprises Funds				Total	Governmental
	Gas	Water and Sewer	Solid Waste Management	Electric System		Internal Service Funds
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>						
Operating income (loss)	\$ 570,899	\$ 708,211	\$ 277,384	\$ 1,599,337	\$ 3,155,831	\$ (1,515)
Adjustments to reconcile net income (loss) from operations to net cash provided by operating activities						
Depreciation	323,088	1,625,291	655,891	2,588,911	5,193,181	48,812
Amortization	-	-	334,865	-	334,865	-
(Gain) loss on disposal of asset	-	-	(4,036)	-	(4,036)	-
Provision for doubtful accounts	-	-	-	-	-	-
Deferrals - pension	(6,277)	(21,195)	(11,811)	55,217	15,934	-
(Increase) Decrease in Assets						
Accounts receivable, net of allowance	96,683	152,025	35,906	412,956	697,570	(1,780)
Due from other funds	(171,774)	563,062	(105,971)	-	285,317	46,048
Accrued rent	-	-	-	(6,696)	(6,696)	-
Inventory	2,571	(19,327)	-	(161,581)	(178,337)	-
Prepaid expenses	-	-	-	318	318	-
Other assets	-	-	-	-	-	-
Net pension asset	18,546	-	-	-	18,546	-
Increase (Decrease) in Liabilities						
Accounts payable	(1,011,178)	2,433,126	20,343	(282,799)	1,159,492	(4,839)
Accrued payroll	3,754	9,028	4,204	-	16,986	9,428
Accrued vacation	-	-	-	6,683	6,683	-
Due to other funds	(326,107)	(311,032)	(420,775)	-	(1,057,914)	121,903
Other current liabilities	(1,465)	(2,310)	102,200	35,079	133,504	21,873
Compensated absences	4,005	(21,991)	4,833	-	(13,153)	4,161
Net pension liability	-	62,631	34,905	-	97,536	-
Lease liability, net of gain on disposal	-	-	(40,926)	-	(40,926)	-
<b>Net Cash Provided by (Used For) Operating Activities</b>	<b>\$ (497,255)</b>	<b>\$ 5,177,519</b>	<b>\$ 887,012</b>	<b>\$ 4,247,425</b>	<b>\$ 9,814,701</b>	<b>\$ 244,091</b>

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



**CITY OF DYERSBURG, TENNESSEE  
DYERSBURG CITY SCHOOLS  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY TRUST FUND  
FOR THE YEAR ENDED DECEMBER 31, 2022**

<b>Assets</b>	
Investments	
AUL fixed account	\$ 452,276
Mutual funds	6,008,581
Total Investments	6,460,857
Contributions receivable	34,827
<b>Net assets available for benefits</b>	<b>\$ 6,495,684</b>
<b>Liabilities</b>	<b>\$ -</b>
<b>Net position restricted for pensions</b>	<b>\$ 6,495,684</b>

**CITY OF DYERSBURG, TENNESSEE  
DYERSBURG CITY SCHOOLS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY TRUST FUND  
FOR THE YEAR ENDED DECEMBER 31, 2022**

<b>Additions</b>	
Contributions	
Employer	\$ 312,876
Employee	173,401
Total Contributions	486,277
Investment Income	
Earnings from mutual funds	(1,384,226)
Total Investment Income	(1,384,226)
Total Additions	(897,949)
<b>Deductions</b>	
Benefit payments	638,749
Plan expenses	24,208
Total deductions	662,957
<b>Net change in net position</b>	<b>(1,560,906)</b>
<b>Net position restricted for pensions</b>	
Beginning of year	8,056,590
<b>End of year</b>	<b>\$ 6,495,684</b>

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

**CITY OF DYERSBURG, TENNESSEE  
DYERSBURG ELECTRIC SYSTEM  
STATEMENT OF FIDUCIARY NET POSITION  
FOR THE YEAR ENDED DECEMBER 31, 2022**

<b>Assets</b>	
Cash	\$ 501,598
Investments	
Mutual funds - equities	6,337,519
Mutual funds - alternative investments	2,313,800
Total Investments	<u>8,651,319</u>
Net Assets	<u>\$ 9,152,917</u>
<b>Net Position Restricted for Pensions</b>	<u>\$ 9,152,917</u>

**CITY OF DYERSBURG, TENNESSEE  
DYERSBURG ELECTRIC SYSTEM  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE YEAR ENDED DECEMBER 31, 2022**

<b>Additions</b>	
Contributions	
Employer	\$ 553,617
Employee	86,384
Total Contributions	<u>640,001</u>
Investment income	
Mutual fund income	(1,432,876)
Total Additions	<u>(792,875)</u>
<b>Deductions</b>	
Benefit payments	424,277
Administrative and other expenses	6,469
Total Deductions	<u>430,746</u>
<b>Net Increase in Fiduciary Net Position</b>	<u>(1,223,621)</u>
<b>Net Position Restricted for Pensions</b>	
Beginning of Year	<u>10,376,538</u>
<b>End of Year</b>	<u>\$ 9,152,917</u>

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

**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF FIDUCIARY NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<b>Assets</b>	
Cash	\$ 3,406,137
Accrued Income	5,760
	<hr/>
Investments	
Domestic Equities	4,272,040
International Equities	138,556
Total Investments	<hr/> 4,410,596 <hr/>
Net Assets	<hr/> \$ 7,822,493 <hr/>
<b>Liabilities</b>	
	<hr/> \$ - <hr/>
<b>Net Position Restricted for Pensions</b>	<hr/> \$ 7,822,493 <hr/>

**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<b>Additions</b>	
Contributions	
Employer	\$ 1,773,600
Employee	199,203
Total Contributions	<hr/> 1,972,803 <hr/>
Investment Income	
Net change in fair value of investments	(494,825)
Interest and dividends	76,161
Total Investment Income	<hr/> (418,664) <hr/>
Total Additions	1,554,139
<b>Deductions</b>	
Benefit payments/refunds	1,409,114
Administrative expenses	72,453
Total Deductions	<hr/> 1,481,567 <hr/>
Change in Net Position	<hr/> 72,572 <hr/>
<b>Net Position Restricted for Pensions</b>	
Beginning of Year	<hr/> 7,749,921 <hr/>
<b>End of Year</b>	<hr/> \$ 7,822,493 <hr/>

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

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The City of Dyersburg, TN (City) is a municipal corporation governed by an elected mayor and eight-member Board of Aldermen. The accompanying financial statements include the accounts of all City operations. Based on the criteria of Section 2100 of GASB's Codification of *Governmental Accounting and Financial Reporting Standards*, the City has no component units.

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

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 City considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and 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 government.

The government reports the following major governmental funds:

The **general fund** is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The **general purpose school fund** accounts for the activities of the Dyersburg City Schools. The City provides elementary through secondary educational opportunities for its residents.

The **federal projects fund** accounts for the federal funding received and disbursed for educational purposes by Dyersburg City Schools. The City provides elementary through secondary educational opportunities for its residents.

The government reports the following major proprietary funds:

The **water and sewer fund** accounts for the activities of the City's Water and Sewer system. The City operates the sewage treatment plant, sewage pumping stations and collection systems, and the water distribution and purification system.

The **natural gas fund** accounts for the activities of the City's natural gas distribution system.

The **solid waste management fund** accounts for the activities of the City's landfill and the collection system of residential, commercial, and industrial garbage.

The **electric fund** accounts for the activities of the City's electric distribution operations.

Additionally, the government reports the following fund types:

The **internal service funds** account for data processing, utility billing, utility collection, and communication services provided to other funds of the City on a cost reimbursement basis.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Government Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the City's internal service funds are charges to customers for sales and services. The enterprise funds also recognize as operating revenue the portion of fees charged that are intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

**D. Assets, Liabilities, and Net Assets or Equity**

*1. Deposits and Investments*

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three (3) months or less from the date of acquisition.

The City is allowed to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Tennessee or its agencies; (3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Tennessee or the United States; (4) certificates of deposits issued by state and national banks domiciled in Tennessee that are guaranteed or insured by the Federal Deposit Insurance Corporation or its successor, or secured by obligations mentioned above; and (5) fully collateralized direct repurchase agreements having a defined termination date.

Investments for the City are reported at fair value.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

2. *Receivables and Payable*

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. These amounts are classified as Due to/from other funds.

All trade and property tax receivables are shown net of an allowance for uncollectible accounts. The allowances for uncollectible accounts have been established at an amount considered sufficient by the City to offset losses from customers nonpayment.

The City's property tax schedule as defined by the City Charter is as follows: Property taxes are levied as of September 1 on the property values assessed as of the prior January 1. Taxes are due September 1 through December 31 and are delinquent on the following January 1. Tax bills are mailed on September 1. Tax liens are automatic on January 1 each year and continue until such taxes and any penalty, interest or other charges accruing thereon are paid. Assessed values are established by the County Tax Assessor at 25% of appraised market value for residential real property, 40% for commercial real property, 55% for public utilities, and 30% for business personal property. A complete reappraisal of all property is required every six (6) years with an update after the third year. A revaluation was completed in 2020. The City's tax rate applicable to 2023 was \$2.42 on each \$100 of tax valuation.

3. *Inventories and Prepaid Items*

The inventory of materials and supplies of the proprietary funds are valued at the lower of market or average cost. The inventory of the Dyersburg City Schools is valued at cost, using the first-in/first-out (FIFO) method. Inventories are recorded as expenditures when consumed rather than when purchased.

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

4. *Capital Assets, Depreciation, and Amortization*

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two (2) years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. 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 assets or materially extend assets lives are not capitalized.

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

4. *Capital Assets, Depreciation, and Amortization (Continued)*

Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. However, the Dyersburg Electric System does not capitalize construction period interest into the cost of fixed assets because the borrowings are not related to specific projects and are incurred for general repairs, maintenance, and plant expansion.

Property, plant, and equipment of the primary government is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	50
Building improvements	20
Public domain infrastructure	50
System infrastructure	30
Vehicles	5
Office equipment	5
Computer equipment	5

The City's policy for amortization of deferred charges and of acquisition cost of utility customers is to amortize these costs over their estimated benefit period. Amortization periods range from five (5) to twelve (12) years.

5. *Compensated Absences*

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation and sick pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. Governmental funds report only matured compensated absences payable to currently terminating employees and are included in wages and benefits payable. Unpaid compensated absences for proprietary fund types are recorded as expenses and liabilities in those funds as the benefits accrue to employees.

6. *Long-Term Obligations*

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.



**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

*7. Fund Equity*

GASB 54 requires the fund balance amounts to be properly reported within one of the following fund balance categories:

**Nonspendable:** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long term notes receivable.

**Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources that are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

**Committed:** This classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Mayor and Aldermen (the City's highest level of decision-making authority) either by ordinance or resolution. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed.

**Assigned:** This classification includes spendable amounts that are reported in governmental funds other than the General Fund, that are neither restricted nor committed, and amounts in the General Fund that are intended to be used for a specific purpose in accordance with the provisions of GASB Statement 54.

The intent of an assigned fund balance should be expressed by either the Board of Mayor and Aldermen, or a subordinate high-level body, such as the Finance Committee, that has the authority to assign amounts to be used for specific purposes.

**Unassigned:** This classification is the residual fund balance for the General Fund. It also represents the fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

In the government-wide financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. Governmental funds also report fund balance amounts representing funds invested in capital assets net of related debt and unrestricted funds.

When fund balance resources are available for a specific purpose in multiple classifications, the Board would use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed. However, it reserves the right to selectively spend unassigned resources first and to defer the use of the other classified funds.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

8. *Estimates*

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

9. *Vacation and Sick Leave*

The City has established various vacation and sick leave policies for different segments of employees.

- a) Dyersburg School System - The School System provides one day of vacation for each month of service for professional employees. Any unused vacation is paid at year end to the employee. Professional employees receive one day of sick leave for each month of service. Any sick leave unused is not paid, but is used to increase retirement benefits. Nonprofessional employees receive 0.75 days per month or the equivalent of 9 days per year to be used as sick leave or vacation. The non-professional employees can accumulate up to a maximum of 15 days. The days accumulated in excess of the maximum are to be paid to the employees as 0.5 days pay for days accumulated in excess of the maximum allowed.
- b) Dyersburg Electric System - Electric System employees accrue vacation days under the following terms:

<u>Employment Term</u>	<u>Days Earned</u>
1 month to 10 years	1 day per month
11 years to 15 years	1.25 days per month
16 years to 20 years	1.50 days per month
Over 20 years	1.75 days per month

A maximum of 252 hours may be carried forward into the next calendar year. Sick leave accumulates at the rate of one day for each full calendar month of employment service. Unused sick leave days may accumulate from year to year up to a maximum of ninety days.

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**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

9. *Vacation and Sick Leave (Continued)*

c) Firefighters accrue vacation days under the following terms:

<u>Employment Term</u>	<u>Days Earned</u>
1 to 2 years	3 shift days (1 week)
2 to 10 years	5 shift days (2 weeks)
10 to 20 years	8 shift days (3 weeks)
Over 20 years	10 shift days (4 weeks)

Vacation leave shall begin to accrue at the end of the first full month of employment, but may be granted only after the probation period is completed. Vacation time not used during the anniversary year may be carried forward to the following anniversary year subject to the approval of the department head. Sick leave with pay shall be granted to all full-time employees at the rate of one-half shift day for each completed month of service and may be accrued to a maximum of forty-five (45) days. Employees shall accrue sick leave from their employment date. No payment will be made for accrued sick leave upon separation, except for those employees that have accumulated twenty years of service with the City and that were employed prior to March 18, 1991.

d) Other City employees - All other City employees are allowed paid vacations of five days after one year of service, ten days after two years, fifteen days after ten years, and twenty days after twenty years. Unused vacations may be accumulated to a maximum of three hundred sixty (360) hours and carried forward to the following year. Sick leave with pay shall be granted all full-time employees at the rate of one working day for each completed month of service and may be accrued to a maximum of ninety (90) days. Employees shall accrue sick leave from their employment date. No payment will be made for accrued sick leave upon separation, except for those employees that have accumulated twenty years of service with the City and that were employed prior to March 18, 1991.

10. *Deferred Inflows/Outflows of Resources*

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The City presently has deferred outflows of resources related to pensions.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

10. *Deferred Inflows/Outflows of Resources (Continued)*

inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has three items that qualify for reporting in this category.

Unavailable revenue is reported as deferred inflows of resources in the fund financial statements for property taxes and confiscated funds that are not collectible in the current fiscal period or within sixty days of the end of the current fiscal period.

Unavailable revenues are reported in the government wide financial statements for property taxes that are levied but not due until September of the next fiscal year. There are also deferred inflows related to pensions.

11. *Utility Pole Rental*

The Electric System contracts with other utilities to share poles for lines. These contracts are renewed on an annual basis. Pole rent expense for the year ended June 30, 2023, was \$19,439.

12. *Pensions*

Dyersburg Electric System

The System has a defined benefit pension plan covering substantially all of its employees. Payments made after the measurement date for the defined benefit plan are deferred in the financial statements. Investments are reported at fair value. Employees hired or rehired after December 31, 2012 are mostly participants in the defined contribution plan. Employer contributions to this plan are expensed as incurred.

Dyersburg City Schools

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, pension and OPEB revenue and expenses, information about the fiduciary net position of the Teacher Legacy Pension Plan, Teacher Retirement Plan in the Tennessee Consolidated Retirement System (TCRS), the Non-Professional Employees Pension Plan 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 and the State of Tennessee. 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.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

12. *Pensions* (Continued)

City of Dyersburg

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 City's participation in their single employer defined benefit pension plan, and additions to/deductions from the City's fiduciary net position have been determined on the same basis as they are reported by the 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 retirement plan. Investments are reported at fair value.

**II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENT**

**A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position**

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net assets - governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this \$14,546,186 difference are as follows:

Bonds payable	\$	8,934,302
Notes from direct borrowings		<u>5,612,017</u>
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net assets - governmental activities</i>		<u>\$ 14,546,319</u>

**B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over the estimated useful lives and reported as depreciation expense." The details of this \$132,116 difference are as follows:

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENT  
(CONTINUED)**

**B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of activities (Continued)**

Capital outlay	\$ 3,244,620
Less depreciation expense	<u>(3,376,736)</u>
<i>Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities</i>	<u><u>\$ (132,116)</u></u>

**III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. Budgetary Information**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. All annual appropriations lapse the fiscal year end.

The appropriated budget is prepared by fund, function, and department and approved by a budget ordinance. No budgeted appropriation may be exceeded without an amendment of the budget ordinance. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level.

**IV. DETAIL NOTES ON ALL FUNDS**

**A. Deposits and Investments**

Cash and certificates of deposit are carried at cost which approximates market value.

The City is mandated by law to require that the financial institutions in which they maintain deposits pledge securities to collateralize deposits which are in excess of the amount covered by federal insurance. At June 30, 2023, the City's bank deposits were entirely insured with FDIC Insurance or through the state bank collateral pool.

At year end, the government's investment balances were as follows:

	Investments	Mutual Funds	Trust Total
Certificates of Deposit	\$ 3,905,634	\$ -	\$ 3,905,634
U. S. Agencies and Instrumentalities	-	1,510,418	1,510,418
Total Securities	3,905,634	1,510,418	5,416,052
Local Government Investment Pool	1,155,296	-	1,155,296
Total Investments	\$ 5,060,930	\$ 1,510,418	\$ 6,571,348

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**A. Deposits and Investments (Continued)**

Local Government Investment Pool investments are not categorized, in accordance with GASB No. 3, because they are not evidenced by securities that exist in physical or book entry form.

The State Treasurer operates the State Pooled Investment Fund of which the Local Government Investment Pool is a part. The funds are invested by the State at various financial institutions in the State and in other approved investments. The funds may be liquidated as needed.

The State Pooled Investment Fund (SPIF) operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Therefore, the SPIF uses amortized cost accounting measures to report investments and share prices. Accordingly, the fair value of the position in SPIF is the same as the value of SPIF shares.

The investments reported in the fiduciary funds are related to the School's non-professional employees' pension plan, Dyersburg Electric pension plan, and the City of Dyersburg pension plan. Each plan's policy in regard to the allocation of invested assets is established and may be amended through a majority vote of the members of each fund's appointed Board of Directors. It is the policy of those Boards to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The following information is related to each individual funds' fiduciary fund investments.

**Dyersburg City Schools**

The following is the asset allocation as of December 31, 2022:

	Market Value	Percentage of Total
Pooled separate accounts	\$ 6,008,581	93.00%
Fixed account	452,276	7.00%
Total	<u>\$ 6,460,857</u>	<u>100.00%</u>

For the plan year ended December 31, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was -17.4 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Dyersburg Electric System**

The following is the asset allocation as of December 31, 2022:

	Market Value	Percentage of Total
Equities	\$ 6,337,519	73.25%
Fixed account	2,313,800	26.75%
Total	<u>\$ 8,651,319</u>	<u>100.00%</u>

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**A. Deposits and Investments (Continued)**

**Dyersburg Electric System (Continued)**

For the year ended December 31, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was -13.35 percent. The money-weighted rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts actually invested.

**City of Dyersburg**

The following is the asset allocation as of June 30, 2022:

	Market Value	Percentage of Total
Domestic equities	\$ 4,410,596	100.00%
Total	\$ 4,410,596	100.00%

For the year ended June 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 8.20 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**B. Receivables**

Receivables as of year-end for the City's individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

**Governmental Funds:**

	General	General Purpose	Federal Projects	Nonmajor	Total
Taxes	\$ 482,490	\$ 768,054	\$ -	\$ -	\$ 1,250,544
Accounts	1,656,430	-	-	-	1,656,430
Grant	-	537,714	989,493	42,762	1,569,969
Unassessed property taxes	9,407,532	-	-	-	9,407,532
Gross receivables	11,546,452	1,305,768	989,493	42,762	13,884,475
Less: allowance for uncollectibles	(275,164)	-	-	-	(275,164)
Net total receivables	\$ 11,271,288	\$ 1,305,768	\$ 989,493	\$ 42,762	\$ 13,609,311



**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**B. Receivables (Continued)**

**Business-Type Funds:**

	Proprietary Funds				Total	Internal Service Funds
	Gas	Water and Sewer	Solid Waste Management	Electric System		
Accounts	\$ 221,333	\$ 672,455	\$ 319,954	\$ 2,644,462	\$ 3,858,204	\$ 39,266
Gross receivables	221,333	672,455	319,954	2,644,462	3,858,204	39,266
Less: allowance for uncollectibles	(1,102)	(14,834)	(18,084)	(184,192)	(218,212)	(831)
Net total receivables	<u>\$ 220,231</u>	<u>\$ 657,621</u>	<u>\$ 301,870</u>	<u>\$ 2,460,270</u>	<u>\$ 3,639,992</u>	<u>\$ 38,435</u>

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, deferred revenue reported in the governmental funds was as follows:

	<u>Unavailable</u>
Property taxes receivable (general fund)	\$ 9,407,532
Delinquent property taxes (general fund)	428,614
Unearned grant revenue (general fund)	3,069,600
Confiscated funds (TIP fund)	<u>12,725</u>
Total deferred revenue for governmental funds	<u>\$ 12,918,471</u>

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**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**C. Capital Assets**

Capital asset activity for the year ended June 30, 2023 was as follows:

	Beginning Balance	Additions & Adjustments	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 6,644,082	\$ 327,670	\$ (75,007)	\$ 6,896,745
Construction in progress	830,606	1,001,184	(824,139)	1,007,651
Total capital assets, not being depreciated	<u>7,474,688</u>	<u>1,328,854</u>	<u>(899,146)</u>	<u>7,904,396</u>
Capital assets being depreciated:				
Buildings	62,377,445	800,100	(46,615)	63,130,930
Improvements other than buildings	14,768,950	612,589	(353,465)	15,028,074
Machinery and equipment	19,813,271	1,641,883	(149,492)	21,305,662
Infrastructure	26,972,566	319,544	-	27,292,110
Total capital assets, being depreciated	<u>123,932,232</u>	<u>3,374,116</u>	<u>(549,572)</u>	<u>126,756,776</u>
Less accumulated depreciation for:				
Buildings	(45,768,883)	(1,571,015)	-	(47,339,898)
Improvements other than buildings	(5,975,322)	(601,662)	-	(6,576,984)
Machinery and equipment	(15,477,536)	(906,695)	140,760	(16,243,471)
Infrastructure	(18,523,115)	(297,364)	-	(18,820,479)
Total accumulated depreciation	<u>(85,744,856)</u>	<u>(3,376,736)</u>	<u>140,760</u>	<u>(88,980,832)</u>
Total capital assets, being depreciated, net	38,187,376	(2,620)	(408,812)	37,775,944
Allocated Internal Service Fund capital assets, being depreciated, net	211,997	-	(19,352)	192,645
Governmental activities depreciable capital assets, net	<u>38,399,373</u>	<u>(2,620)</u>	<u>(428,164)</u>	<u>37,968,589</u>
Total capital assets, net	<u>\$ 45,874,061</u>	<u>\$ 1,326,234</u>	<u>\$ (1,327,310)</u>	<u>\$ 45,872,985</u>
	Beginning Balance	Additions & Adjustments	Decreases	Ending Balance
<b>Business-type activities:</b>				
Capital assets not being depreciated:				
Land	\$ 2,235,410	\$ -	\$ -	\$ 2,235,410
Construction in progress	1,979,909	2,727,559	-	4,707,468
Total capital assets, not being depreciated	<u>4,215,319</u>	<u>2,727,559</u>	<u>-</u>	<u>6,942,878</u>
Capital assets being depreciated:				
Buildings and improvements	27,131,003	30,626	-	27,161,629
Plants and systems	116,354,439	2,758,439	(647,902)	118,464,976
Equipment and software	21,711,185	1,393,216	(30,849)	23,073,552
Total capital assets, being depreciated	<u>165,196,627</u>	<u>4,182,281</u>	<u>(678,751)</u>	<u>168,700,157</u>
Less accumulated depreciation	<u>(100,548,496)</u>	<u>(5,237,789)</u>	<u>929,611</u>	<u>(104,856,674)</u>
Total capital assets, being depreciated, net	64,648,131	(1,055,508)	250,860	63,843,483
Allocated Internal Service Fund capital assets, being depreciated, net	-	-	-	-
Business-type activities depreciable capital assets, net	<u>64,648,131</u>	<u>(1,055,508)</u>	<u>250,860</u>	<u>63,843,483</u>
Total capital assets, net	<u>\$ 68,863,450</u>	<u>\$ 1,672,051</u>	<u>\$ 250,860</u>	<u>\$ 70,786,361</u>
Leased assets being amortized:				
Vehicles	\$ 675,498	\$ 314,744	\$ (276,999)	\$ 713,243
Less accumulated amortization	(193,638)	(334,865)	252,958	(275,545)
Total leased assets, net	<u>481,860</u>	<u>(20,121)</u>	<u>(24,041)</u>	<u>437,698</u>

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**C. Capital Assets (Continued)**

The vehicle lease amortization is presented as amortization expense on the Statement of Revenues, Expenses and Changes in Fund Net Position related to the City's leased vehicle which is included in the above table as Vehicles. With the implementation of Governmental Accounting Standards Board Statement No. 87, Leases, a lease meeting the criteria of this Statement requires the lessee to recognize a lease liability and an intangible right to use asset.

Depreciation expense for Dyersburg Electric System for the year ending June 30, 2023 was \$2,456,528; however, \$132,383 was charged to transportation expense.

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

**Government activities:**

General government	\$ 124,972
Public safety	583,205
Public works	778,120
Schools	1,647,241
Parks & recreation	243,198
Total depreciation expense - governmental activities	<u>\$ 3,376,736</u>

**Business-type activities:**

Gas	\$ 323,088
Water and Sewer	1,625,291
Solid Waste Management	655,891
Electric	2,588,911
Capital assets held by the government's internal service funds charged to functions based on usage	44,608
Total depreciation expense - business-type activities	<u>\$ 5,237,789</u>

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**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**D. Interfund Receivables, Payables, and Transfers**

The composition of interfund balances at June 30, 2023, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Enterprise	\$ 341,542
	Nonmajor governmental	138,593
	Internal Service	248,509
	School General Purpose	170,396
School General Purpose	School Federal Projects	504,961
Enterprise	General	100
	Internal Service	2,537,962
	Nonmajor governmental	38,722
Nonmajor governmental	General	314,178
	Enterprise	52,816
	Internal Service	21,445
Internal Service	Nonmajor governmental	15,820
	Internal Service	<u>60,497</u>
Total		<u>\$ 4,445,541</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers for the year ending June 30, 2023:

<u>Transfer To (In)</u>	<u>Transfer From (Out)</u>	<u>Amount</u>
General	Gas (Tax Equivalents)	\$ 228,000
	Water and Sewer (Tax Equivalents)	636,000
	Electric (Tax Equivalents)	1,107,771
	Cemetery Trust (Per Trust Agreement)	57,002
School General	School Federal Projects	82,150
	Nonmajor Governmental	1,745,617
Nonmajor Governmental	General	<u>6,048</u>
Total		<u>\$ 3,862,588</u>

Interfund transfers occur in the normal course of business activities.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Debt**

1. *General Obligation Bonds*

General obligation bonds, reported in the governmental activities, are direct obligations and pledge the full faith and credit of the government. General obligation bonds currently outstanding are as follows:

Annual debt service requirements to maturity for general obligation bonds in the governmental activities are as follows:

\$2,960,000 General Obligation Qualified School Construction Bonds, Series 2009 dated December 17, 2009, due in monthly installments at 1.515% interest, secured by revenues of the City.	\$ 574,302
\$9,600,000 General Obligation School Bonds, Series 2013 dated August 16, 2013, due in annual installments at 2.00-4.10% interest, secured by revenues of the City.	<u>8,360,000</u>
Total General Obligation Bonds Payable - Governmental Activities	<u><u>\$ 8,934,302</u></u>

Year Ending June 30,	Principal	Interest
2024	\$ 889,699	\$ 355,037
2025	909,699	334,239
2026	954,913	311,764
2027	780,000	242,545
2028	810,000	215,245
2029-2033	<u>4,589,991</u>	<u>578,214</u>
Totals	<u>\$ 8,934,302</u>	<u>\$ 2,037,044</u>

2. *Revenue Bonds*

The General obligation bonds, reported in the business-type activities, are direct obligations and pledge the full faith and credit of the government. General obligation bonds currently outstanding are as follows:

City also issues bonds where the City pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds outstanding at year end are as follows:

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Debt (Continued)**

*2. Revenue Bonds (Continued)*

Annual debt service requirements to maturity for general obligation bonds in the business-type activities are as follows:

\$2,750,000 Electric System Refunding Bonds, Series 2019 dated March 22, 2019, due in annual installments at 3.29% interest, secured by revenues of the System	<u>\$ 1,655,000</u>
Total Revenue Bonds Payable - Business-Type Activities	<u>\$ 1,655,000</u>

Year Ending June 30,	Principal	Interest
2024	\$ 130,000	\$ 54,450
2025	130,000	50,173
2026	135,000	45,896
2027	140,000	41,454
2028	145,000	36,848
2029-2033	800,000	109,394
2034	175,000	5,758
Totals	\$ 1,655,000	\$ 343,973

*3. Notes from Direct Borrowings*

The City has executed notes from direct borrowings for the construction or acquisition of major capital facilities.

Notes outstanding for the governmental activities at year end are as follows:

\$1,500,000 Tennessee Municipal Bond Fund Variable Rate Loan Program, dated February 18, 2018, due in monthly installments at 3.00% interest, secured by revenues of the City	<u>\$ 1,039,000</u>
\$4,600,000 Tennessee Municipal Bond Fund Variable Rate Loan Program, dated September 1, 2018, due in monthly installments at 4.05% interest, secured by revenues of the City	4,475,000
\$689,955 Energy Efficient Schools Initiative Loan Agreement, dated May 1, 2018, due in monthly installments at 0.75% interest, secured by revenues of the City	<u>98,017</u>
Total notes from direct borrowings - Governmental Activities	<u>\$ 5,612,017</u>

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Debt (Continued)**

3. *Notes from Direct Borrowings (Continued)*

Annual debt service requirements to maturity for notes from direct borrowings for the governmental activities are as follows:

Year Ending June 30,	Principal	Interest
2024	\$ 928,875	\$ 197,681
2025	757,000	165,994
2026	733,000	136,703
2027	734,000	107,888
2028	735,000	79,043
2029-2033	1,541,000	112,351
2035-2035	183,142	8,340
Totals	<u>\$ 5,612,017</u>	<u>\$ 808,000</u>

Notes outstanding for the business-type activities at year end are as follows:

\$2,500,000 State Revolving Clean Water Loan, dated July 26, 2019, due in monthly installments at 0.39% interest, secured by revenues of the City	<u>\$ 1,007,403</u>
Total notes from direct borrowings - Business-Type Activities	<u>\$ 1,007,403</u>

Annual debt service requirements to maturity for notes from direct borrowings for the business-type activities are as follows:

Year Ending June 30,	Principal	Interest
2024	\$ 199,956	\$ 3,480
2025	200,712	2,724
2026	201,480	1,956
2027	202,248	1,188
2028	203,007	423
Totals	<u>\$ 1,007,403</u>	<u>\$ 9,771</u>

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Debt (Continued)**

**4. Changes in Long-Term Debt**

Long – term liability activity for the year ended June 30, 2023, was as follows:

	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023
<b>Governmental Activities</b>				
Notes From Direct Borrowings	\$ 6,690,593	\$ -	\$ (1,078,576)	\$ 5,612,017
General Obligation Bonds	9,339,000	-	(404,698)	8,934,302
Total governmental activities	<u>16,029,593</u>	<u>-</u>	<u>(1,483,274)</u>	<u>14,546,319</u>
<b>Business Type Activities</b>				
Notes From Direct Borrowings	916,069	91,334	-	1,007,403
Revenue Bonds	1,970,000	-	(315,000)	1,655,000
Total business type activities	<u>2,886,069</u>	<u>91,334</u>	<u>(315,000)</u>	<u>2,662,403</u>
Total of all fund types	<u>\$ 18,915,662</u>	<u>\$ 91,334</u>	<u>\$ (1,798,274)</u>	<u>\$ 17,208,722</u>

Compensated absences for governmental activities and business-type activities are generally liquidated by the general fund and the respective business-type activity.

The City is approved for a new State Revolving Sewer Loan, in which the project total is \$7,982,000, divided as \$6,385,600 base loan and \$1,596,400 principal forgiveness. During the year ended June 30, 2023, requests of \$91,334 were submitted for processing or payment.

**F. Lease Obligations**

**Lease Payable** - \$713,243 has been recorded as intangible right to use lease in the Solid Waste Fund capital assets. Due to the implementation of GASB Statement No. 87, these leased vehicles met the criteria of a lease; thus, requiring it to be recorded by the City. This asset will be amortized over the lease terms since it is shorter than the useful life. A summary of the principal and interest amounts for the remaining lease is as follows:

Description	Date	Payment Terms	Payment Amount	Interest Rate	Total Lease Liability	Balance June 30, 2023
2 Mini Loaders	3/15/2022	24 months	\$ 4,675	2.00%	\$ 110,074	\$ 32,509
2 Side Loaders	5/4/2022	24 months	\$ 12,297	2.40%	\$ 288,427	109,570
2023 Mack Front Loader	11/21/2022	24 months	\$ 5,954	3.80%	\$ 137,792	87,070
2024 Mack Front Loader	7/25/2023	24 months	\$ 7,771	5.60%	\$ 176,952	176,950
Total Lease Agreements						<u>\$ 406,099</u>

Annual requirements to amortize long-term obligations and related interest are as follows:

Year Ending	Principal	Interest
June 30, 2024	\$ 305,200	\$ 10,972
2025	100,899	2,438
	<u>\$ 406,099</u>	<u>\$ 13,410</u>



**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**G. Fund Balance – Governmental Funds**

	General Fund	General Purpose School Fund	Federal Projects Funds	Nonmajor Funds	Total
Nonspendable					
Inventory	\$ -	\$ -	\$ -	\$ 99,950	\$ 99,950
Prepaid expenses	5,000	-	-	-	5,000
Restricted					
Deposits	48,598	-	-	-	48,598
Public safety	-	-	-	352,443	352,443
Education	-	8,955,823	-	2,136,522	11,092,345
Perpetual care	-	-	-	1,513,743	1,513,743
Debt service	-	-	-	719,522	719,522
Committed					
Internal service	-	-	-	30,692	30,692
Unassigned	7,393,202	3,022,663	-	(2,989)	10,412,876
Totals	<u>\$ 7,446,800</u>	<u>\$ 11,978,486</u>	<u>\$ -</u>	<u>\$ 4,849,883</u>	<u>\$ 24,275,169</u>

**H. Industrial Park Property**

The City of Dyersburg has purchased several parcels of industrial property in an equal partnership with the County of Dyer, Tennessee. When the property is sold, the County of Dyer receives one-half of the net proceeds from the sales after allowance has been made for reimbursement to the City for costs of developing the property, if any. At June 30, 2023, approximately 308 acres of undeveloped industrial park property is owned jointly by these two governmental bodies.

**I. Closure and Post Closure Care Costs**

State and Federal laws and regulations require that the City place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and post closure care costs that will be incurred near or after the date the landfill no longer accepts waste. At June 30, 2023, the estimated remaining useful life of the landfill was 51 years.

The recognition of the landfill closure and post closure care costs is based on the amount of the landfill used during the year. The estimated liability for landfill closure and post closure care costs has a balance of \$2,137,900 as of June 30, 2023, which is based on 33.4% usage (filled) of the landfill. It is estimated that an additional \$3,703,043 will be recognized as closure and post closure care expenses between the date of the statement of net position and the date the landfill is expected to be filled to capacity.

The estimated total current cost of the landfill closure and post closure care (\$5,738,743) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of June 30, 2023. However, the actual

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**I. Closure and Post closure Care Costs (Continued)**

cost of closure and post closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The City is required by state and Federal laws and regulations to make annual contributions to finance closure and post closure care. At June 30, 2023, the City has \$333,465 on deposit for the funding of this liability. The City has executed contracts in lieu of performance bonds with the State of Tennessee in the sum of \$6,002,918 which states that the City shall properly operate the solid waste facility and perform closure of the facility in accordance with all requirements of the permit and the closure/post closure plan pursuant to all applicable laws and regulations. Failure of the City to perform would entitle the State of Tennessee to collect any state funds disbursed to the City for the cost of any violations.

Once the City funds the closure/post closure liability, it would be anticipated that future inflation costs would be financed in part from earnings on investments held by the trustee. The remaining portion of anticipated future inflation costs (including inadequate earnings on investments, if any) and additional costs that might arise from changes in post closure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers, or both.

**J. Fair Value Measurements**

Each fiduciary fund of the City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The funds have the following recurring fair value measurements:

**Dyersburg City Schools**

	Total	Fair Value Measurements Using:		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level:				
Debt securities pooled separate accounts - fixed	\$ 452,276	\$ -	\$ 452,276	\$ -
Equity securities pooled separate accounts	6,008,581	6,008,581	-	-
Total investments at fair value	\$ 6,460,857	\$ 6,008,581	\$ 452,276	\$ -

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities.

The fair value of the AUL Fixed Account for which a quoted market price is not available is valued based on the underlying mutual funds and therefore is a Level 2 investment.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)**

**J. Fair Value Measurements (Continued)**

**Dyersburg Electric**

	Fair Value Measurements Using:			
	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level:				
Alternative/fixed income				
investments mutual funds	\$ 2,313,800	\$ 2,313,800	\$ -	\$ -
Equity securities mutual funds	6,337,519	6,337,519	-	-
<b>Total investments at fair value</b>	<b>\$ 8,651,319</b>	<b>\$ 8,651,319</b>	<b>\$ -</b>	<b>\$ -</b>

Alternative investments and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities.

**City of Dyersburg**

	Fair Value Measurements Using:			
	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level:				
Domestic equities	\$ 4,410,596	\$ 4,410,596	\$ -	\$ -
<b>Total investments at fair value</b>	<b>\$ 4,410,596</b>	<b>\$ 4,410,596</b>	<b>\$ -</b>	<b>\$ -</b>

Equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities.

**V. OTHER INFORMATION**

**A. Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the City. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

**Dyersburg City Schools**

During the year ended June 30, 2023, the School obtained insurance from the Tennessee School Board Liability Trust (TSBLT), which is a public entity risk pool established to provide insurance coverage to local School boards in Tennessee. The Board pays an annual premium to TSBLT for insurance. The creation of TSBLT provides for it to be self-sustaining through

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**A. Risk Management (Continued)**

**Dyersburg City Schools (Continued)**

member premiums. The TSBLT reinsures through commercial insurance companies for claims in excess of \$100,000 for each insured event.

It is the policy of the School Board to purchase commercial insurance for the risks of losses to which it is exposed, other than those risks noted above. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

**Dyersburg Electric**

The Electric System is exposed to various risks of loss related to torts: theft of, damage to and destruction of assets, errors and omissions, and natural disasters for which the System carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

**Other City Segments**

The City through the City of Dyersburg Healthcare Network provides City employees with self-funded healthcare coverage. The City entered an agreement with Underwriters Safety & Claims, Inc. for claims administration and payment. Claims in excess of a self-insured aggregate limit of \$3,837,435 and specific underlying coverage of \$100,000 per employee was covered through third party insurance policies. Revenues are recognized from payroll deductions for employee dependent coverage and from City contributions for employee coverage. There were no reductions in insurance coverage, and claims paid in excess of self-insured limits have been reimbursed to the City or recorded as a receivable at June 30, 2023.

The City is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions and natural disasters for which the City carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

**B. Concentration of Credit Risk**

The City bills local property owners for property taxes and customers of the Enterprise Funds for utility services. At June 30, 2023, these property owners and customers are indebted to the City as noted on the Balance Sheet and Statement of Net Position of the General and Proprietary Funds. The majority of the property owners and customers are local businesses or individuals. The property is subject to foreclosure in the event of non-payment after certain legal requirements are met.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**B. Concentration of Credit Risk (Continued)**

The utility services are sold to the customers without requiring any collateral although deposits are required in certain situations. The ability of customers to pay is dependent upon the economic conditions of the area.

**C. Pending or Threatened Litigation**

At June 30, 2023 Dyersburg Electric had no litigation or pending litigation.

At June 30, 2023 Dyersburg City Schools had no litigation or pending litigation.

At June 30, 2023 the City of Dyersburg is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the City's counsel that resolution of these matters will not have a material adverse effect on the financial condition of the City.

**D. Contingent Liabilities**

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

**E. Employee Retirement Systems and Pension Plans**

**Dyersburg City Schools**

1. *Teacher Legacy Plan*

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

Teachers employed by Dyersburg City Schools with membership in the TCRS before July 1, 2014 are provided with pensions through the Teacher Legacy Pension Plan, a cost sharing multiple-employers 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.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

1. *Teacher Legacy Plan (Continued)*

Beginning July 1, 2014, the Teacher Retirement Plan became effective 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 year average compensation and the member's years of service credit. A reduced early retirement benefit is available at age 55 and 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.

*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 Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by Dyersburg City Schools for the year ended June 30, 2023 to the Teacher Legacy Pension Plan were \$844,743 which is 8.69 percent of covered payroll. The employer rate, when combined with members 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.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

1. *Teacher Legacy Plan (Continued)*

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

*Pension Liabilities (Assets).* At June 30, 2023, the Dyersburg City Schools reported an asset of \$3,774,813 for its proportionate share of net pension asset. The net pension asset was measured as of June 30, 2022, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. Dyersburg City Schools' proportion of the net pension liability was based on Dyersburg City Schools' share of contributions to the pension plan relative to the contributions of all participating LEAs.

At the June 30, 2022 measurement date, Dyersburg City Schools' proportion was 0.307795 percent. The proportion measured as of June 30, 2021 was 0.318444 percent.

*Pension Expense.* For the year ended June 30, 2022, Dyersburg City Schools recognized pension expense of \$60,369.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2023, Dyersburg City Schools reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 620,943	\$ 637,829
Changes in assumptions	2,364,738	-
Net difference between projected and actual earning on pension plan investments	64,548	-
Changes in proportion of Net Pension Liability (asset)	138,030	29,581
LEAs contributions subsequent to the measurement date of June 30, 2022	844,743	N/A
<b>Total</b>	<b>\$ 4,033,002</b>	<b>\$ 667,410</b>

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

1. *Teacher Legacy Plan (Continued)*

Dyersburg City Schools employer contributions of \$844,743, reported as pension related deferred outflows of resources, subsequent to the measurement date, will be recognized as an increase in net position asset in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year Ended June 30:</b>	
2024	\$ 407,642
2025	733,991
2026	(613,127)
2027	1,992,343
2028	-
Thereafter	-

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

*Actuarial assumptions.* The total pension liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25 percent
Salary Increases	Graded salary ranges from 8.72 percent to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment rate of return	6.75 percent, net of pension plan investment expenses, including inflation
Cost-of-Living Adjustment	2.125 Percent

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

The actuarial assumptions used in the June 30, 2022, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016 through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.



**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

1. *Teacher Legacy Plan (Continued)*

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020 actuarial experience study. A blend of future capital market projections and 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 2.25 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	31%	4.88%
Developed market international equity	14%	5.37%
Emerging market international equity	4%	6.09%
Private equity and strategic lending	20%	6.57%
U.S. fixed income	20%	1.20%
Real Estate	10%	4.38%
Short-term securities	1%	0.00%
Total	<u>100%</u>	

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

*Discount Rate.* The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from 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 the 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.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

1. *Teacher Legacy Plan (Continued)*

*Sensitivity of the proportionate share of net pension liability (asset) to changes in the discount rate.* The following presents Dyersburg City school' proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75 percent, as well as what Dyersburg City 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 (5.75 percent) or 1-percentage-point higher (7.75 percent) than the current rate.

<b>Dyersburg City Schools' Proportionate Share of the Net Pension Liability (Asset)</b>	
1% Decrease (5.75%)	\$ 7,476,603
Current Discount Rate ( 6.75%)	\$ (3,774,813)
1% Increase (7.75%)	\$ (13,146,495)

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

*Payable to the pension plan.* At June 30, 2023, the Dyersburg City Schools Board of Education reported a payable of \$118,693 for the outstanding amount of contributions due to the pension plan required at the year ended June 30, 2023.

2. *Teacher Retirement Plan (TCRS)*

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

Teachers employed by Dyersburg City Schools with membership in the TCRS before July 1, 2014 are provided with pensions through the Teacher Legacy Pension Plan, a cost sharing multiple-employers pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by Local Education Agencies (LEAs) after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

*2. Teacher Retirement Plan (TCRS) (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 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. Members are entitled to receive unreduced service retirement benefits which are determined by a formula using the member's highest five consecutive year average compensation and the member's 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 COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers contribute 5 percent of salary. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by and actuarial valuation. Per the statutory provisions governing the TCRS, the employer contribution rate cannot be less than 4 percent, except for in years when the maximum funded level, approved by the TCRS Board of Trustees 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 no remitted. Employer contributions for the year ended June 30, 2023 to the Teacher Retirement Plan were \$129,698, which is 2.87 percent of covered payroll. The employer rate, when combined with members contributions, is expected to finance the cost of benefits earned by members during the year, the cost of administration, as well as amortized portion of any unfunded liability.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

*2. Teacher Retirement Plan (TCRS) (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, 2023, Dyersburg City Schools reported an asset of \$60,094 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2022, and the total pension asset used to calculate the net pension asset was determined by an actuarial value as of that date. Dyersburg City Schools' proportion of the net pension asset was determined by an actuarial value as of that date. Dyersburg City Schools' proportion of the net pension asset was based on Dyersburg City Schools' share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2022, Dyersburg City Schools' proportion was 0.198379 percent. The proportion measured at June 30, 2021 was 0.169052 percent.

*Pension Expense.* For the year ended June 30, 2023, Dyersburg City Schools recognized pension expense of \$84,621.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2023, Dyersburg City Schools reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Difference between expected and actual experience	\$ 3,286	\$ 36,511
Net difference between projected and actual earnings on pension plan investments	18,942	-
Changes in assumptions	70,397	-
Changes in net proportion of net pension liability	11,443	18,039
Dyersburg City School's contributions subsequent to the measurement date of June 30, 2022	129,698	N/A
Total	\$ 233,766	\$ 54,550

Dyersburg City Schools' employer contributions of \$129,698 reported as pension related deferred outflows of resources, subsequent to the measurement date, will be recognized as a reduction in net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

*2. Teacher Retirement Plan (TCRS) (Continued)*

<b>Year Ended June 30:</b>		
2024	\$	1,072
2025	\$	1,265
2026	\$	(1,848)
2027	\$	31,145
2028	\$	3,173
Thereafter	\$	14,711

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, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

Inflation	2.25 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	6.75 percent, net of pension plan investment expenses, including inflation
Cost-of-Living Adjustment	2.125 percent

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

The actuarial assumptions used in the June 30, 2022 actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016 through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020 actuarial experience study. A blend of future capital market projections and 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 2.25 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

*2. Teacher Retirement Plan (TCRS) (Continued)*

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	31%	4.88%
Developed market international equity	14%	5.37%
Emerging market international equity	4%	6.09%
Private equity and strategic lending	20%	6.57%
U.S. fixed income	20%	1.20%
Real Estate	10%	4.38%
Short-term securities	1%	0.00%
Total	<u>100%</u>	

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

*Discount Rate.* The discount rate used to measure the total liability was 6.75 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 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 Dyersburg City Schools' proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75 percent, as well as what Dyersburg City 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 (5.75 percent) or 1-percentage-point higher (7.75 percent) than the current rate.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

2. *Teacher Retirement Plan (TCRS) (Continued)*

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Dyersburg City Schools' proportionate share of the net pension liability (asset)	\$ 315,459	\$ (60,094)	\$ 334,363

*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, 2023, the Dyersburg City Schools Board of Education reported a payable of \$38,144 for the outstanding amount of contributions due to TCRS Hybrid Plan for the year ended June 30, 2023.

3. *TCRS Stabilization Trust*

*Legal Provisions.* The Dyersburg City Schools is a member of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. The School System has placed funds into the irrevocable trust as authorized by statute under Tennessee Code Annotated (TCA), Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the trust. Funds of trust members are held and invested in the name of the trust for the benefit of each member. Each member's funds are restricted for the payment of retirement benefits of that member's employees. Trust funds are not subject to the claims of general creditors of the School Department.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. The Dyersburg City Schools may not impose any restrictions on investments placed by the trust on their behalf. It is the intent of the plan trustees to allocate these funds in the future to offset pension costs.

*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. 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.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

3. *TCRS Stabilization Trust (Continued)*

Investments are reported at fair value or amortized which approximates 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 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, 2029, 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 judgement 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 so to be represented in the table below.

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

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.



**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

3. *TCRS Stabilization Trust (Continued)*

US 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.

These funds are recognized as restricted assets. At June 30, 2023, the Dyersburg City Schools had the following investments held by the trust on its behalf:

<u>Asset Class</u>	<u>Percentage Target Allocations</u>	<u>Stabilization Trust Allocation</u>
U.S. equity	31%	\$ 78,865
Developed market international equity	14%	35,617
Emerging market international equity	4%	10,176
Private equity and strategic lending	20%	50,881
U.S. fixed income	20%	50,881
Real estate	10%	25,440
Short-term securities	1%	2,544
 Total		 <u>\$ 254,404</u>

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

3. *TCRS Stabilization Trust (Continued)*

Investment by Fair Value Level	Fair Value	Fair Value Measurement Using			Amortized Cost
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	NAV
U.S. equity	\$ 78,865	\$ 78,865	\$ -	\$ -	\$ -
Developed market international equity	35,617	35,617	-	-	-
Emerging market international equity	10,176	10,176	-	-	-
NAV - Private equity and strategic lending	50,881	-	-	-	50,881
U.S. fixed income	50,881	-	50,881	-	-
Real estate	25,440	-	-	25,440	-
Short-term securities	2,544	-	2,544	-	-
<b>Total</b>	<b>\$ 254,404</b>	<b>\$ 124,658</b>	<b>\$ 53,425</b>	<b>\$ 25,440</b>	<b>\$ 50,881</b>

*Risks and Uncertainties.* The trust's investments include various types of investment funds, which in turn invest in any combination of stocks, 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 Dyersburg City 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 Dyersburg City Schools does 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 county's investment in a single issuer. Dyersburg City Schools places no limit on the amount the county may invest in one issuer.

*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 county 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 Dyersburg City Schools to pay retirement benefits of the School Department employees.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

3. *TCRS Stabilization Trust (Continued)*

For further information concerning the School System's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be observed at <https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2020/ag19091.pdf>.

4. *Dyersburg City Schools Non-Professional Employees' Pension Plan*

*Plan Description.* The Dyersburg City Schools Retirement Plan (DCSRP) is a single-employer defined benefit retirement plan administered by the Dyersburg City Schools' Board of Education for employees of the Dyersburg City Schools. The plan was established by statute. With the exception of maximum contribution rates, which are set forth in the statutes, required contributions and benefit provisions are established and amended by the Dyersburg City Schools Board of Education.

The Dyersburg City Schools Retirement Plan issues a publicly available report that can be obtained by contacting the Dyersburg City Schools Board of Education.

*Benefits Provided.* DCSRП provides retirement, disability, and death benefits to plan members and their beneficiaries. Monthly retirement benefits are calculated as 1.75 percent of an employee's final 5-year average salary times years of service. Employees with 10 years of continuous service are eligible to retire at age 60. Employees may retire at any age after 30 years of service. Disability retirement benefits are determined in the same manner as retirement benefits but are payable immediately at an amount equal to 90% of the participant's accrued benefit. Death benefits equal two times the employee's final full-year salary. An employee who leaves service may withdraw his or her contributions, plus any accumulated interest. Benefit terms provide for annual cost-of-living adjustments to each employee's retirement allowance subsequent to that employee's retirement date. Annual adjustments equal one-half of the change in the Consumer Price Index, limited to a maximum increase in retirement allowance of 3 percent.

At December 31, 2022, the following employees were covered by the Plan:

Active employees	103
Inactive employees or beneficiaries currently receiving benefits	55
Inactive employees entitled to but not yet receiving benefits	6
	164

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

*4. Dyersburg City Schools Non-Professional Employees' Pension Plan (Continued)*

*Contributions.* Required contributions are determined by the Dyersburg City Schools Board of Education based on actuarial calculations performed by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employee contributions are based on the employee's annual covered salary. For the year ended December 31, 2022, the employee contribution rate was 5%. The Dyersburg City Schools' Board of Education is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. However, per statute, the Dyersburg City Schools' contribution rate may not exceed 15 percent of covered payroll. The Dyersburg City Schools' contribution rate and required contribution for the year ended December 31, 2022 were 9.7 percent and \$232,254, respectively. Actual contributions for the year equaled \$312,876, or 134.71% of required contributions.

*Net Pension Liability.* The Dyersburg City Schools' net pension liability was measured as of December 31, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial valuation method	Entry age normal, with level dollar amortization
Salary increases	4.0 percent, including inflation
Investment rate of return	7.00 percent, net of Plan investment expense, including inflation

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an actuarial experience study as of January 1, 2021. In addition, mortality rates were based on the 2022 TCRS Non-teacher mortality (RP-2010 Blue Collar Mortality, loaded 106% for males and 114% for females, and MP-2021 Mortality Improvement Scale).

*Discount Rate.* The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

4. *Dyersburg City Schools Non-Professional Employees' Pension Plan (Continued)*

*Changes in School's Net Pension Liability.* Changes in the Dyersburg City Schools' net pension liability for the year ended December 31, 2022 were as follows:

**Schedule of Changes in Net Pension Liability, Deferrals, & Pension Expense – Non-Professional Plan**

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Net Position (b)	Net Pension Liability (a) - (b)
Balances at 12/31/2021	\$ 8,900,113	\$ 8,056,590	\$ 843,523
Changes for the Year:			
Service cost	201,746	-	201,746
Interest expense	614,774	-	614,774
Changes of assumptions	319,451	-	319,451
Contributions - employer	-	312,876	(312,876)
Contributions - employee	-	173,401	(173,401)
Net investment income	-	(1,384,226)	1,384,226
Benefits paid	(638,749)	(638,749)	-
Plan administrative expenses	-	(24,208)	24,208
Other changes	264,842	-	264,842
Net changes	762,064	(1,560,906)	2,322,970
Balances at 12/31/2022	\$ 9,662,177	\$ 6,495,684	\$ 3,166,493

Determination of Net Pension Liability. The components of the net pension liability at December 31, 2022 were as follows:

	<u>December 31, 2022</u>
Total Pension Liability (7.00%)	\$ 9,662,177
Plan Fiduciary Net Position	(6,495,684)
Net Pension Liability	\$ 3,166,493

Plan Fiduciary Net Position as a % of Total Pension Liability 67.23%

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

4. *Dyersburg City Schools Non-Professional Employees' Pension Plan (Continued)*

*Sensitivity of Net Pension Liability to Discount Rate.* The following represents the net pension liability calculated using the stated discount rate, as well as what the net pension 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 rate:

	1% Decrease (6.00%)	Current Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$4,270,593	\$3,166,493	\$2,296,752

*Plan Fiduciary Net Position.* Detailed information about the Plan's fiduciary net position is available in the separately issued Dyersburg City Schools Retirement Plan financial report.

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources. For the year ended June 30, 2023, the Dyersburg City Schools recognized pension expense of \$434,618. At June 30, 2023, the Dyersburg City 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
Differences between expected and actual experience	\$ 248,462	\$ 139,511
Changes of assumptions	219,941	4,848
Net difference between projected and actual earnings on Plan investment	1,056,042	-
Dyersburg City School's contributions subsequent to the measurement date of December 31, 2022	136,066	N/A
Total	\$ 1,660,511	\$ 144,359

Contributions subsequent to the measurement date will be recognized in the following year.

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

<b>Year ending June 30,</b>		
2024	\$	175,338
2025		293,435
2026		458,502
2027		452,811
2028		-
Thereafter		-

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg City Schools**

4. *Dyersburg City Schools Non-Professional Employees' Pension Plan (Continued)*

*Payable to DCSR*P. At June 30, 2023, the Dyersburg City Schools Board of Education reported a payable of \$43,412 for the outstanding amount of contributions due to DCSRP for the year.

5. *Defined Contribution Component of the Hybrid Plan*

Upon first becoming a public school teacher in the Hybrid Plan, 2% of the employee's compensation will be deferred automatically into the defined contribution component of the Hybrid Plan unless the employee makes an affirmative election not to contribute. The System will make a contribution to the defined contribution component of the plan on behalf of each member which equals to 5% of the member's compensation, regardless of whether the member makes any employee contribution. The 5% employer contribution rate is established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees immediately vest in the employee and employer contributions to the defined contribution portion of the Hybrid Plan.

During the fiscal year 2023, the System contributed a total of \$225,718 into the defined contribution portion of the Hybrid Plan. There were no forfeitures during the year ended June 30, 2023. At June 30, 2023, the Dyersburg City Schools Board of Education reported a payable of \$32,782 for the outstanding amount of contributions due to TCRS for the year.

**Dyersburg Electric System**

The Retirement Committee accounts for the activity of the Dyersburg Electric System Defined Benefit Plan and the Dyersburg Electric System 401(a) Defined Contribution Plan. The first is a defined benefit single-employer public employee retirement system (PERS). The second is defined contribution PERS.

1. *Defined Benefit Plan*

*Plan Description.* All employees of the system were eligible to participate following the attainment of age 21 and the completion of three (3) years of service. On December 19, 2012 the Power Board adopted resolutions to discontinue new participants in the existing defined benefit plan and established the new defined contribution retirement plan. Employees hired or rehired after December 31, 2012 and meeting the eligibility requirements participate in the Defined Contribution Plan, and existing participants in the Defined Benefit Plan may elect to participate in the defined contribution plan provided they discontinue participation in the Defined Benefit Plan. This plan is administered by Dyersburg Electric System. Any amendments to the Defined Benefit Plan would be initiated by the System's Board.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

*Plan participants.* At January 1, 2022 valuation, pension plan participants consisted of the following:

Active plan participants (vested and non-vested)	24
Inactive plan participants or beneficiaries currently receiving benefits	13
Total	37

As of December 31, 2012, the plan is closed to new entrants.

*Benefits Provided.* The Defined Benefit Plan provides retirement benefits as well as death and disability benefits. The Defined Benefit Plan benefit formula accrual rate is 2.0% per year of service. Retirement benefits begin vesting after five (5) years of service and are completely vested after fifteen (15) years of service. Employees may retire after age 55 and the completion of ten (10) years of service with a reduction for early commencement. There is no reduction if the employees' age plus years of service is 85 or greater. The normal retirement date is the first day of the month following the participant's attainment of age 65.

*Contributions.* Effective July 1, 2022, employees are required to contribute 5% of compensation. Dyersburg Electric System intends to contribute amounts necessary to fund the Plan, as determined by the Actuary. For the year ended June 30, 2022, the system's contribution rate was 27.91% of covered-employee payroll.

*Investment Policy.* The following was the Plan's adopted asset allocation policy as of June 30, 2022, as provided by the Plan's investment advisor.

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**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected Rate of Return*</u>	<u>Weighting</u>
US Equity - Large Cap	18%	5.59%	1.01%
US Equity - Small/Mid Cap	18%	6.62%	1.19%
Non-US Equity - Developed	10%	6.41%	0.64%
Non-US Equity - Emerging	5%	8.35%	0.42%
US Corporate Bonds - Core	21%	1.12%	0.23%
US Corporate Bonds - High Yield	7%	3.15%	0.22%
Non-US Debt - Developed	7%	0.28%	0.02%
US Treasuries (Cash Equivalents)	5%	-0.32%	-0.02%
Real Estate	6%	5.29%	0.32%
Hedge Funds	3%	3.39%	0.10%
	<u>100%</u>		<u>4.13%</u>
Long-term inflation assumption			2.23%
Long-term expected nominal rate of return			6.45%

\*Long-term real rates of return were provided by Stifel Investment Advisory Services. Returns are arithmetic means.

*Rate of Return.* For the year ended June 30, 2022, the annual money-weighted rate of return on pension investments, net of pension plan investment expenses, was -13.35%. The money-weighted rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts actually invested.

*Net Pension Liability.* The System's net pension liability of \$4,504,823 was measured as of June 30, 2022, and the total pension liability used to calculate net pension liability was determined by an actuarial valuation as of January 1, 2022.

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation as of January 1, 2022, using the following actuarial assumptions, applied to all periods included in the measurement. Assumptions were reviewed as part of an experience study for the period December 14, 2014 through December 13, 2019. We anticipate future experience reviews every five years.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

Measurement Date:	June 30, 2022
Valuation Date:	January 1, 2022
Mortality:	Prior Year: SOA RP-2014, Adjusted to 2006, Blue Collar Mortality Table with Scale Mp-2019 Current Year: RP 2014, Adjusted to 2006, Blue Collar Mortality Table with Scale WP-2020
Discount Rate:	Prior Year: 6.75% per annum Current Year: 6.75% per annum
Inflation:	2.23% per annum. This assumption is an underlying component of a number of these economic assumptions. This assumption reflects the following factors: <ul style="list-style-type: none"> <li>• Consumer price indices</li> <li>• Forecasts of inflation</li> <li>• Yields on government securities of various maturities</li> <li>• Yields on nominal and inflation-indexed debt</li> </ul>
Salary projection:	2.75% per annum

Retirement Age: Based upon eligibility for full (unreduced) benefits, as follows:	<u>Years Following First Eligibility</u>	<u>Rate</u>
	0	50%
	1	25%
	2 or more	5%

Participants are assumed to retire no later than Normal Retirement  
Withdrawal rates: Crocker Sarason Table T-5  
Disability rates: 25% of the 1952 Intercompany Disability Table

The following information was provided by the Plan's investment advisor. The long-term expected rate of return on pension plan investments was determined using an arithmetic basis and a time horizon of 10-15 years. See table under Investment Policy for the analysis of the Long-term Expected Rate of Return on pension Plan Investments.

*Discount Rate.* The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that the plan and member contributions will be made at the current contribution rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments (6.75%) was applied to all periods of projected benefit payments to determine the total pension liability.

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

	<u>1% Decrease (5.75%)</u>	<u>Current Discount Rate (6.75%)</u>	<u>1% Increase (7.75%)</u>
Net Pension Liability	\$ 6,023,187	\$ 4,504,823	\$ 3,214,595

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

*Changes in Net Pension Liability*

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at June 30, 2021	\$ 13,027,889	\$ 9,987,637	\$ 3,040,252
Changes for the year:			
Service Cost	170,058	-	170,058
Interest	877,556	-	877,556
Difference between expected and actual experience	(315,962)	-	(315,962)
Changes of assumptions	16,881	-	16,881
Contributions - employer	-	556,927	(556,927)
Contributions - employee	-	76,257	(76,257)
Projected earnings on pension plan investments	-	(1,349,222)	1,349,222
Benefit payments, including refunds of employee contributions	(400,785)	(400,785)	-
Net changes	347,748	(1,116,823)	1,464,571
Balances at June 30, 2022	\$ 13,375,637	\$ 8,870,814	\$ 4,504,823

*Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources.* For the year ended June 30, 2022, the system recognized \$608,834 in pension income. Deferred outflows of resources and deferred inflows of resources related to pensions are as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 118,650	\$ 508,868
Changes of assumptions	340,032	153,618
Net difference between projected and actual earnings on pension plan investments	952,621	-
Contributions subsequent to the measurement date of June 30, 2022	553,616	-
Total:	<u>\$ 1,964,919</u>	<u>\$ 662,486</u>

The amount shown above for "Contributions subsequent to the measurement date of June 30, 2022," will be recognized as a reduction to the net pension liability in the following measurement period.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

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

<b>Years Ending June 30:</b>	
2024	\$ 262,480
2025	100,818
2026	43,527
2027	346,258
2028	(4,266)
Thereafter	-
	<u>\$ 748,817</u>

*Payable to Plan.* At June 30, 2023, there were no amounts due from the System for contributions to the Defined Benefit Plan.

*Financial Statements for the Pension Plan.* The System's administered plan issued financial statements as of December 31, 2022, which were audited by other auditors and included in this report. The plan financial statements as of June 30, 2022 are as follows:

Statement of Fiduciary Net Position  
(Market Value of Plan Assets)  
June 30, 2021 and 2022

<b>Assets</b>	June 30, 2021	June 30, 2022
Cash	\$ 663,801	647,164
Receivables from Employee	-	5,874
Receivables from Employer	-	45,000
Investments		
Mutual Funds	9,323,836	8,172,776
Total Investments	9,323,836	8,172,776
Total Assets	\$ 9,987,637	\$ 8,870,814
<b>Net Position</b>		
Net Position	\$ 9,987,637	\$ 8,870,814

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

Statement of Changes in Fiduciary Net Position  
For the year ended June 30, 2022

Net position at beginning of year		\$ 9,987,637
Contributions received or receivable		
Employer	\$ 556,927	
Employee	<u>76,257</u>	
Total contributions		633,184
Net unrealized appreciation/(depreciation)		(1,583,173)
Interest and dividends		<u>240,772</u>
 Total Income		 <u>(709,217)</u>
 Distribution of benefits		
Benefit payments	<u>400,785</u>	
Total distribution of benefits		<u>400,785</u>
Expenses		
Investment	<u>6,821</u>	
 Total expenses		 <u>6,821</u>
 Net increase in net position		 <u>(1,116,823)</u>
 Net position at year end		 <u>\$ 8,870,814</u>

*2. Defined Contribution Plan*

*Plan Name and Administration.* The System's plan name is Dyersburg Electric System 401(a) Defined Contribution Plan. The plan is administered by VOYA Financial Advisors, Inc. The Board of the System is the decision making authority for the plan.

*Benefit Terms.* All employees of the System are eligible to make contributions to Dyersburg Electric System's 401(a) Defined Contribution Plan after a 6 month probationary period. After the probationary period, the System makes contributions whether or not the employee does. An employee is considered fully vested after the probationary period is met. Benefit terms may only be amended by the Board of the System.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**Dyersburg Electric System**

*2. Defined Contribution Plan (Continued)*

*Contributions.* The Defined Contribution Plan requires the system to contribute 3% of gross wages of employees meeting the eligibility requirements. The system will also match a contribution of an eligible employee (dollar for dollar) up to 4% of gross wages. The employees are not required to contribute any certain amount to the plan. During the year ended June 30, 2023, the system contributed \$35,823 to the defined contribution plan. There were no nonemployer contributions for the year.

*Forfeitures.* Due to the terms of the contributions being 100% vested immediately, there are never any amounts forfeited.

*Payable to Plan.* At June 30, 2023, there were no amounts due from the System for contributions to the defined contribution plan.

**City of Dyersburg Pension Plan**

*Plan Description.* The City of Dyersburg Pension Board administers the City of Dyersburg Pension Plan, a single employer defined benefit pension plan that provides pensions for all permanent full-time general and public safety employees of the City. The regulations of the City grant the authority to establish and amend the benefit terms to the City of Dyersburg Board of Mayor and Aldermen.

At June 30, 2022, the following employees were covered by the Plan:

Active employees	70
Inactive employees or beneficiaries currently receiving benefits	60
Terminated employees entitled to deferred benefits	43
Total	173

Benefits provided. Each participant shall accrue a monthly benefit payable at his/her normal retirement date of two percent (2%) of average monthly compensation per year of credited service, with a maximum of 35 years of credited service. Retirement benefits begin vesting after four (4) years of continuous service and are fully vested after ten (10) years of continuous service. For participants hired before February 1, 1989, the normal retirement date is the first day of the month coinciding with or next following the participant's 60th birthday. The early retirement date is the first day of the month coinciding with or next following the participant's 55th birthday and completion of ten (10) years of continuous service. For participants hired on

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**City of Dyersburg Pension Plan (Continued)**

or after February 1, 1989, the normal retirement date is the first day of the month coinciding with or next following the participant's 65th birthday and completion of five years of participation in the plan. The early retirement date is the first day of the month coinciding with or next following the participant's 60th birthday and completion of ten years of continuous service.

The deferred early retirement benefit, to commence at the participant's normal retirement date, is computed in the same manner as above for normal retirement.

Upon written application to the employer, basic retirement benefits may commence immediately upon early retirement; in that event, the benefit is reduced by 0.4% for each month by which the participant's actual retirement date precedes his/her normal retirement date. Supplemental Retirement benefits may not be recorded early.

*Contributions.* The Regulations of the City grant the authority to establish and amend the contribution requirements of the City and active plan members to the City of Dyersburg Pension Board. The Board establishes rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefit earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2022, the average active member contribution rate was 5.0 percent of annual pay, and the City's contribution rate was 46.2 percent of annual payroll.

The City selected the assumptions and funding methods described below based on the review of plan experience in conjunction with the June 30, 2022 Actuarial Valuation Report. The actuary annually reviews the assumptions and method for reasonableness. Periodically, a complete plan experience study is conducted.

*Investment policy.* The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges 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 (3%). Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equities	6.50%
Developing Markets	7.10%
Fixed Income	3.50%

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**City of Dyersburg Pension Plan**

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Pension Board by a majority vote of its members. It is the policy of the Pension Board to pursue an investment strategy that reduced risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans.

*Discount Rate.* 7.25% per annum, compounded annually. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contributions rate of 5% and that employer contributions will continue at 100% of the recommended contribution rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members through June 30, 2066. The long-term expected rate of return on pension plan investments was applied to periods of projected benefit payments through this date, and the municipal bond rate was used for the period thereafter to determine the total pension liability. The discount used to measure the total pension liability on the second basis was 2.66%. This is equivalent to an average assumed rate of return of approximately 7.25%.

*Net Pension Liability.* The components of the net pension liability at June 30, 2022 were as follows:

Total Pension Liability	\$	26,409,252
Plan Fiduciary Net Position		<u>(7,822,493)</u>
Net Pension Liability	\$	<u>18,586,759</u>

*Plan Fiduciary Net Position as a Percentage of Total Pension Liability.* 29.62%

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate.* The following represents the net pension liability calculated using the stated discount rate, as well as what the net pension 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 rate:

	<u>Discount Rate</u>		<u>Net Pension Liability</u>
1% decrease	6.25%	\$	21,360,700
Current discount rate	7.25%	\$	18,586,759
1% increase	8.25%	\$	16,240,380



**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**E. Employee Retirement Systems and Pension Plans (Continued)**

**City of Dyersburg Pension Plan**

*Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources.* For the year ended June 30, 2022, the recognized pension expense will be \$2,035,607. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources in relation to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Difference between experience losses (gains)	\$ 902,125	\$ -
Changes of assumptions	5,436,481	118,292
Net difference between projected and actual earnings on investments	117,668	-
Contributions subsequent to the measurement date of 6/30/2022	1,673,900	-
Total:	\$ 8,130,174	\$ 118,292

Contributions after the measurement date of June 30, 2022 will be recognized as a reduction to the net pension liability 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 (income) as follows:

<b>Years Ending June 30:</b>	
2023	\$ 1,811,435
2024	1,855,688
2025	1,841,404
2026	796,941
2027	32,514
Thereafter	-

**F. Postemployment Healthcare Plan**

**Dyersburg City Schools**

The Schools participate in two OPEB plans through the State of Tennessee, the Teacher Group OPEB Plan (TGOP) and the Tennessee Plan (TNP). Only the TGOP plan has an OPEB liability and related deferred outflows and inflows. The combined OPEB expense for both plans were \$546,374.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**F. Postemployment Healthcare Plan (Continued)**

**Dyersburg City Schools**

*1. Closed Teacher Group OPEB Plan*

*Plan description.* Employees of Dyersburg City Schools (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.

*Benefits provided.* The Schools offer 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, receive the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. The schools do not directly subsidize and are only subject to the implicit subsidy. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees premiums, based on years of service. Therefore, retirees with 30 or more years of service will receive 45%, 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, 2022, the following employees of the Schools were covered by the benefit terms of the plan:

Inactive employees currently receiving benefit payments	33
Inactive employees entitled to but not yet receiving benefit payments	1
Active employees not eligible for benefits	11
Active employees eligible for benefits	217
	262

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**F. Postemployment Healthcare Plan (Continued)**

**Dyersburg City Schools**

*1. Closed Teacher Group OPEB Plan (Continued)*

An insurance committee establishes the required payments to the plan 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 \$263,634 to the plan for OPEB benefits as they came due.

*Actuarial Assumptions.* The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25%
Salary increases	Graded salary ranges from 3.44 to 8.72 percent based on age. Including inflation, averaging 4 percent.
Healthcare cost trend rates	8.37% for pr-65 in 2023, decreasing annually over a 7 year period to an ultimate rate of 4.50%. 8.99% for post-65 in 2023, decreasing annually over a 8 year period to an ultimate rate of 4.50%.
Future Participation	Active employees currently declining coverage are assumed to opt into the plan in the future and accept retiree coverage at a 10% rate. Covered employees are assumed to remain covered until retirement.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2022, valuations were the same as those employed in the July 1, 2020 Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The pre-retirement mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted Employee mortality table for Teacher Employees projected generationally with MP-2020 from 2010. Post-retirement tables are Headcount-weighted Teacher Below Median Healthy Annuitant and adjusted with a 19% load for males and an 18% load for females, projected generationally from 2010 with MP-2020. 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, projected generationally from 2018 with MP-2020.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**F. Postemployment Healthcare Plan (Continued)**

**Dyersburg City Schools**

*1. Closed Teacher Group OPEB Plan (Continued)*

*Discount Rate.* The discount rate used to measure the total OPEB liability was 3.54 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 Total OPEB Liability*

	Total OPEB Liability (a)
Balance at June 30, 2022	\$ 5,561,798
Changes for the year:	
Service cost	313,938
Interest cost	123,945
Changes of benefit terms	-
Differences between expected and actual experience	816,290
Change in assumptions	(594,528)
Benefit payments	(276,591)
Net changes	383,054
Balance at June 30, 2023	\$ 5,944,852
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 1,904,937
Employer's proportionate share of the collective total OPEB liability	\$ 4,039,915
Employer's proportion of the collective total OPEB liability	67.96%

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**F. Postemployment Healthcare Plan (Continued)**

**Dyersburg City Schools**

*1. Closed Teacher Group OPEB Plan (Continued)*

The Schools have a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the TGOP. The School's proportionate share of the collective total OPEB liability was based on a projection of the employers long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and non-employer contributing entities, actuarially determined. The proportion changed -1.90% from the prior measurement date. The Schools recognized \$186,153 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the TGOP for the School's retirees.

*Changes in Assumptions.* The discount rate was changed from 2.16% as of the beginning of the measurement period to 3.54% as of June 30, 2022. This change in assumption decreased the total OPEB liability.

*Sensitivity of the Proportionate Share of the Collective Total OPEB Liability to Changes in the Discount Rate.* The following presents proportionate share of the collective total OPEB liability related to the TGOP plan, 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 (1.16%) or 1-percentage point higher (3.16%) than the current discount rate:

	1% Decrease (2.54%)	Current Discount Rate (3.54%)	1% Increase (4.54%)
Proportionate share of collective total OPEB liability	\$ 4,333,663	\$ 4,039,915	\$ 3,762,603

*Sensitivity of the 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 plan, 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:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Proportionate share of collective total OPEB liability	\$ 3,648,932	\$ 4,039,915	\$ 4,495,475

*OPEB Expense.* For the fiscal year ended June 30, 2023, the Schools recognized OPEB expense of \$522,552.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**F. Postemployment Healthcare Plan (Continued)**

**Dyersburg City Schools**

*1. Closed Teacher Group OPEB Plan (Continued)*

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the fiscal year ended June 30, 2023, the Schools reported deferred outflows of resources and deferred inflows of resources related to OPEB benefits in the TGOP from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between actual and expected experience	\$ 556,462	\$ 8,110
Changes of assumptions	224,348	446,970
Changes in proportion and differences between amounts paid as benefits came due and proportionate share certain amounts paid by the employer and nonemployer contributors as the benefits came due	44,479	180,168
Employer payments subsequent to the measurement date	263,634	-
	<u>\$ 1,088,923</u>	<u>\$ 635,248</u>

The amounts shown above as “Employed payments subsequent to the measurement date” will be included as a reduction to total OPEB liability in the following measurement period.

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

<b>Years Ending June 30:</b>		
2024	\$	38,829
2025	\$	38,829
2026	\$	38,829
2027	\$	38,829
2028	\$	38,829
Thereafter	\$	(4,104)

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

*2. Tennessee Plan*

Plan Description. Employees of Dyersburg City Schools (Schools), who were hired prior to July 1, 2015, are provided with pre-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 a multiple-employer defined benefit plan that is

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**F. Postemployment Healthcare Plan (Continued)**

**Dyersburg City Schools**

*2. Tennessee Plan (Continued)*

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, support staff 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. Retirees and disabled employees of the state, component units, local education agencies, and certain local governments who have reached the age of 65, are Medicare eligible and also receives a benefit from the Tennessee Consolidated Retirement System may participate in this plan. All plan members receive the same plan benefits at the same premium rates. participating employers determine their own policy related to subsidizing the retiree premiums. The Schools do not directly subsidize the retiree premiums. 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 June 30, 2022, the following employees of the School were covered by the benefit terms of the plan:

Inactive employees currently receiving benefit payments	98
Inactive employees entitled but not yet receiving benefit payments	43
Active employees eligible for benefits	165
	306
	306

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 paid \$0 to the TNP for OPEB benefits as they came due.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**F. Postemployment Healthcare Plan (Continued)**

**Dyersburg City Schools**

*2. Tennessee Plan (Continued)*

*Actuarial Assumptions.* The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25%
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. (ALTERNATE LANGUAGE FOR CERTAIN EMPLOYERS: 8.99% for 2023 and then decreasing annually over an 8 year period to an ultimate rate of 4.50%.)

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2022, valuations were the same as those employed in the July 1, 2020 Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The retirement mortality rates employed in this valuation are taken from the headcount-weighted below median teachers PUB-2010 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvements projected to all future years using Scale MP-2020. Post-retirement tables are adjusted with a 19% load for males and an 18% 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 with mortality improvement projected to all future years using Scale MP-2020.

*Discount rate.* The discount rate used to measure the total OPEB liability was 3.54 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.

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**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**F. Postemployment Healthcare Plan (Continued)**

**Dyersburg City Schools**

*2. Tennessee Plan (Continued)*

published in the IRS Ruling 96-7 for disabled lives with a 10% load with mortality improvement projected to all future years using Scale MP-2020.

*Discount rate.* The discount rate used to measure the total OPEB liability was 3.54 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.

*Change in Total OPEB Liability*

	Total OPEB Liability
Balance at June 30, 2022	\$ 1,074,156
Changes for the year:	
Service cost	17,815
Interest cost	23,011
Differences between expected and actual experience	(45,175)
Change in assumptions	(155,528)
Benefit payments	(53,618)
Net changes	(213,495)
Balance at June 30, 2023	\$ 860,661
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 860,661
Employer's proportionate share of the collective total OPEB liability	\$ -
Employer's proportion of the collective total OPEB liability	0.00%

The Schools have 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 benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and non-employer contributing entities, actuarially determined. The proportion changed 0.00% from the prior measurement date. The Schools recognized \$23,822

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**OTHER INFORMATION (CONTINUED)**

**F. Postemployment Healthcare Plan (Continued)**

**Dyersburg City Schools**

*2. Tennessee Plan (Continued)*

in revenue for support provided by non-employer contributing entities for benefits paid by the TNP for the School's retired employees.

*Changes in Assumptions.* The discount rate was changed from 2.16% as of the beginning of the measurement period to 3.54% as of June 30, 2022. This change in assumption decreased the total OPEB liability.

*OPEB Expense.* For the fiscal year ended June 30, 2023, the Schools recognized OPEB expense of \$23,822.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For fiscal year ended June 30, 2023, the Schools did not have any deferred outflows of resources or deferred inflows of resources related to OPEB benefits in the TNP plan.

**G. Fairview Cemetery Trust Fund**

Pursuant to the General Cemetery Act of 1968, the Fairview Cemetery Trust was established by the City in May of 1969. The purpose of the Trust is to provide perpetual "improvement care" of the cemetery grounds as defined in TCA Section 46-102 (11). However, such care shall be furnished only insofar as net income derived from the trust will permit.

In the trust document, the City agrees to deposit in this trust minimum monthly amounts equivalent to one-half the sales price of cemetery lots and mausoleums plus one-half the amounts received for special care of any lot, grave, mausoleum, monument, etc. The trustee is to pay the net income from the trust to the City at regular intervals which are to be not more frequent than quarterly.

**H. Tax Abatements**

The City negotiates property tax abatement agreements on an individual basis. The City has tax abatement agreements with several companies in the current fiscal year:

<u>Entity and Terms</u>	<u>Percentage of Taxes Abated During Year Ended June 30, 2023</u>	<u>Amount of Taxes Abated During Year Ended June 30, 2023</u>
<b>Caterpillar</b>		
Effective 2002, 2003-2012 0%, 2013 increasing every year by 10%, 2022 100%	100% Personal Property	\$ 57
Effective 2003, 2004-2013 0%, 2014 increasing every year by 10%, 2023 100%	100% Personal Property	157

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**H. Tax Abatements (Continued)**

<u>Entity and Terms</u>	<u>Percentage of Taxes Abated During Year Ended June 30, 2023</u>	<u>Amount of Taxes Abated During Year Ended June 30, 2023</u>
<b>Caterpillar (continued)</b>		
Effective 2004, 2005-2014 0%, 2015 increasing every year by 10%, 2024 100%	100% Personal Property	\$ 671
Effective 2005, 2006-2015 0%, 2016 increasing every year by 10%, 2025 100%	100% Personal Property	132
Effective 2006, 2007-2016 0%, 2017 increasing every year by 10%, 2026 100%	100% Personal Property	6,702
Effective 2007, 2008-2017 0%, 2018 increasing every year by 10%, 2027 100%	100% Personal Property	3,384
Effective 2008, 2009-2018 0%, 2019 increasing every year by 10%, 2028 100%	100% Personal Property	3,477
Effective 2009, 2010-2019 0%, 2020 increasing every year by 10%, 2029 100%	100% Personal Property	1,863
Effective 2010, 2011-2020 0%, 2021 increasing every year by 10%, 2030 100%	100% Personal Property	116
Effective 2011, 2012-2021 0%, 2022 increasing every year by 10%, 2031 100%	100% Personal Property	82
Effective 2012, 2013-2022 0%, 2023 increasing every year by 10%, 2032 100%	100% Personal Property	783
Effective 2013, 2014-2023 0%, 2024 increasing every year by 10%, 2033 100%	100% Personal Property	314
Effective 2014, 2015-2024 0%, 2025 increasing every year by 10%, 2034 100%	100% Personal Property	4,702
Effective 2015, 2016-2025 0%, 2026 increasing every year by 10%, 2035 100%	100% Personal Property	4,655
Effective 2016, 2017-2026 0%, 2027 increasing every year by 10%, 2036 100%	100% Personal Property	9,045

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**H. Tax Abatements (Continued)**

Entity and Terms	Percentage of Taxes Abated During Year Ended June 30, 2023	Amount of Taxes Abated During Year Ended June 30, 2023
<b>Caterpillar (continued)</b>		
Effective 2017, 2018-2027 0%, 2028 increasing every year by 10%, 2037 100%	100% Personal Property	\$ 122,224
		<b><u>\$ 158,364</u></b>
<b>NSK</b>		
Effective 2007, 2008-2016 0%, 2017 increasing every year by 10%, 2026 100%	100% Real Property	\$ 64,398
Effective 2007, 2008-2016 0%, 2017 increasing every year by 10%, 2026 100%	100% Personal Property	1,219
Effective 2008, 2009-2017 0%, 2018 increasing every year by 10%, 2027 100%	100% Personal Property	244
Effective 2009, 2010-2018 0%, 2019 increasing every year by 10%, 2028 100%	100% Personal Property	4,456
Effective 2010, 2011-2019 0%, 2020 increasing every year by 10%, 2029 100%	100% Personal Property	8,684
Effective 2011, 2012-2020 0%, 2021 increasing every year by 10%, 2030 100%	100% Personal Property	15,825
Effective 2012, 2013-2021 0%, 2022 increasing every year by 10%, 2031 100%	100% Personal Property	27,003
Effective 2013, 2014-2022 0%, 2023 increasing every year by 10%, 2032 100%	100% Personal Property	37,172
Effective 2014, 2015-2023 0%, 2024 increasing every year by 10%, 2033 100%	100% Personal Property	7,743
Effective 2015, 2016-2024 0%, 2025 increasing every year by 10%, 2034 100%	100% Personal Property	6,456

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**V. OTHER INFORMATION (CONTINUED)**

**H. Tax Abatements (Continued)**

<u>Entity and Terms</u>	<u>Percentage of Taxes Abated During Year Ended June 30, 2023</u>	<u>Amount of Taxes Abated During Year Ended June 30, 2023</u>
<b>NSK (continued)</b>		
Effective 2016, 2017-2025 0%, 2026 increasing every year by 10%, 2035 100%	100% Personal Property	\$ 7,779
Effective 2017, 2018-2026 0%, 2027 increasing every year by 10%, 2036 100%	100% Personal Property	9,914
		<b><u>\$ 190,893</u></b>
<b>DOT Foods</b>		
Effective 2013, 2014-2028 0% 2029 - 25%, 2030 - 50% 2031 - 75%, 2032 - 100%	100% Personal Property	\$ 154,111
Effective 2014, 2015-2029 0% 2030 - 25%, 2031- 50% 2032 - 75%, 2033 - 100%	100% Personal Property	1,918
Effective 2015, 2016-2030 0% 2031 - 25%, 2032- 50% 2033 - 75%, 2034 - 100%	100% Personal Property	2,281
Effective 2016, 2017-2031 0% 2032 - 25%, 2033- 50% 2034 - 75%, 2035 - 100%	100% Personal Property	1,704
		<b><u>\$ 160,014</u></b>

**VI. PRIOR PERIOD ADJUSTMENTS**

Fund Financial Statements

General Fund and Cemetery Fund – Correction of Error – In a prior year, due to general fund and due from cemetery fund were understated by \$7,750. The net effect of this adjustment on net position was \$0.

Government-Wide Financial Statements

Governmental Activities – Correction of Error – An adjustment was made in the current year related to land that was received by the City as a donation in a prior year. The net effect of this adjustment on net position was an increase of \$232,000. An adjustment was made in the current

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2023**

**VI. PRIOR PERIOD ADJUSTMENTS (CONTINUED)**

year related to the internal service fund allocation. The net position of governmental activities was decreased by \$526,666 due to this allocation adjustment.

Business-Type Activities – Correction of Error – An adjustment was made in the current year related to the internal service fund allocation. The net position of business-type activities was increased by \$526,666 due to this allocation adjustment.

**VI. SUBSEQUENT EVENTS**

The City has evaluated subsequent events through January 26, 2024, the date which the financial statements were available to be issued.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)**  
**TEACHER LEGACY PENSION PLAN OF TCRS**  
**DYERSBURG CITY SCHOOLS**  
**FOR THE FISCAL YEAR JUNE 30,**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Dyersburg City Schools' proportion of the net pension liability (asset)	0.307795%	0.318444%	0.309954%	0.315099%	0.306467%	0.309314%	0.296077%	0.292639%	0.307025%
Dyersburg City Schools' proportionate share of the net pension liability (asset)	\$ (3,774,813)	\$ (13,735,258)	\$ (2,363,631)	\$ (3,239,784)	\$ (1,078,432)	\$ (101,202)	\$ 1,850,316	\$ 119,875	\$ 49,890
Dyersburg City Schools' covered payroll	\$ 10,129,345	\$ 10,451,864	\$ 10,316,070	\$ 10,565,701	\$ 10,731,456	\$ 10,934,120	\$ 10,687,813	\$ 10,954,981	\$ 12,050,701
Dyersburg City Schools' proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-37.27%	-131.41%	-22.91%	-30.66%	-10.05%	-0.93%	17.31%	1.09%	0.41%
Plan fiduciary net position as a percentage of the total pension liability	104.42%	116.13%	103.09%	104.28%	101.49%	100.14%	97.14%	99.81%	100.08%

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.

**CITY OF DYERSBURG, TENNESSEE  
SCHEDULE OF CONTRIBUTIONS  
TEACHER LEGACY PENSION PLAN OF TCRS  
DYERSBURG CITY SCHOOLS  
FOR THE FISCAL YEAR JUNE 30,**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contributions	\$ 844,743	\$ 1,043,324	\$ 1,073,408	\$ 1,096,600	\$ 1,105,172	\$ 974,418	\$ 988,444	\$ 966,175	\$ 990,327	\$ 1,070,102
Contribution in relation to the contractually required contribution	<u>844,743</u>	<u>1,043,324</u>	<u>1,073,408</u>	<u>1,096,600</u>	<u>1,105,172</u>	<u>974,418</u>	<u>988,444</u>	<u>966,175</u>	<u>990,327</u>	<u>1,070,102</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Dyersburg City Schools' covered payroll	\$ 9,720,789	\$ 10,129,345	\$ 10,451,864	\$ 10,316,070	\$ 10,565,701	\$ 10,731,446	10,934,120	\$ 10,687,813	\$ 10,954,981	\$ 12,050,701
Contributions as a percentage of Dyersburg City Schools' covered payroll	8.69%	10.30%	10.27%	10.63%	10.46%	9.08%	9.04%	9.04%	9.04%	8.88%

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 2021, the following assumptions were changed: decreased inflation rate from 2.50 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 percent to 2.125 percent; and modified mortality assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.00 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.



**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)**  
**TEACHER RETIREMENT PLAN OF TCRS**  
**DYERSBURG CITY SCHOOLS**  
**FOR THE FISCAL YEAR JUNE 30,**

	2022	2021	2020	2019	2018	2017	2016	2015
Dyersburg City Schools' proportion of the net pension liability (asset)	0.198379%	0.169052%	0.182089%	0.182715%	0.193774%	0.198496%	0.212778%	0.248278%
Dyersburg City Schools' proportionate share of the net pension liability (asset)	\$ (60,094)	\$ (183,120)	\$ (103,543)	\$ (103,140)	\$ (87,881)	\$ (52,370)	(\$22,151)	(9,988)
Dyersburg City Schools' covered payroll	\$ 3,387,741	\$ 2,439,790	\$ 2,297,835	\$ 1,933,497	\$ 1,693,358	\$ 1,302,814	\$936,230	\$515,864
Dyersburg City Schools' proportionate share of the net pension liability (asset) as a percentage of its' covered-employee payroll	-1.77%	-7.51%	-4.51%	-5.33%	-5.19%	-4.02%	-2.37%	-1.94%
Plan fiduciary net position as a percentage of the total pension liability	104.55%	121.53%	116.52%	123.07%	126.97%	126.81%	121.88%	127.46%

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.

**CITY OF DYERSBURG, TENNESSEE  
SCHEDULE OF CONTRIBUTIONS  
TEACHER RETIREMENT PLAN OF TCRS  
DYERSBURG CITY SCHOOLS  
FOR THE FISCAL YEAR JUNE 30,**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 129,698	\$ 68,093	\$ 49,284	\$ 46,646	\$ 37,510	\$ 27,614	\$ 52,112	\$ 23,436	\$ 516
Contributions in relation to the contractually required contribution	<u>129,698</u>	<u>68,093</u>	<u>49,284</u>	<u>46,646</u>	<u>37,510</u>	<u>67,734</u>	<u>52,112</u>	<u>37,449</u>	<u>20,634</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (40,120)</u>	<u>\$ -</u>	<u>\$ (14,013)</u>	<u>\$ (20,118)</u>
Dyersburg City Schools' covered payroll	<u>\$ 4,519,143</u>	<u>\$ 3,387,741</u>	<u>\$ 2,439,790</u>	<u>\$ 2,297,835</u>	<u>\$ 1,933,497</u>	<u>\$ 1,693,358</u>	<u>\$ 1,302,814</u>	<u>\$ 936,230</u>	<u>\$ 515,864</u>
Contributions as a percentage of Dyersburg City Schools' covered payroll	2.87%	2.01%	2.02%	2.03%	1.94%	4.00%	4.00%	4.00%	4.00%

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.

In FY 2019 the School Department placed the actuarially determined contribution rate (1.94%) of covered payroll into the pension plan and placed 2.06 percent of covered payroll into the Pension Stabilization Reserve Trust. For FY 2020, the percentages were 2.03% for the pension plan and 1.97% for the SRT. For FY 2021, the percentage were 2.02% for the pension plan and 1.98% for SRT.

*Changes of assumptions.* In 2021, the following assumptions were changed: decreased inflation rate from 2.50 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 percent to 2.125 percent; and modified mortality assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.00 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.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**NON-PROFESSIONAL EMPLOYEES PENSION PLAN**  
**DYERSBURG CITY SCHOOLS**  
**FOR THE FISCAL YEAR JUNE 30,**

	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Total Pension Liability</b>									
Service cost	\$ 201,746	\$ 193,987	\$ 195,586	\$ 188,063	\$ 194,319	\$ 185,951	\$ 154,102	\$ 147,466	\$ 154,945
Interest	614,774	600,501	607,193	585,451	573,257	548,298	515,464	489,615	467,004
Difference between actual and expected experience	319,451	-	(344,909)	-	(17,003)	-	57,725	-	(14,196)
Changes of assumptions	264,842	-	(12,123)	-	153,508	-	-	-	-
Benefit payments/refunds	(638,749)	(557,961)	(521,514)	(422,116)	(462,183)	(338,904)	(273,613)	(300,765)	(276,019)
Net change in total pension liability	762,064	236,527	(75,767)	351,398	441,898	395,345	453,678	336,316	331,734
Total pension liability - beginning	8,900,113	8,659,100	8,734,867	8,383,469	7,941,571	7,546,226	7,092,548	6,756,232	6,424,498
<b>Total pension liability - ending (a)</b>	<b>9,662,177</b>	<b>8,895,627</b>	<b>8,659,100</b>	<b>8,734,867</b>	<b>8,383,469</b>	<b>7,941,571</b>	<b>7,546,226</b>	<b>7,092,548</b>	<b>6,756,232</b>
<b>Plan Fiduciary Net Position</b>									
Contributions - employer	173,401	327,649	151,778	150,627	150,214	153,278	151,597	139,330	135,007
Contributions - employee	312,876	159,055	312,660	271,548	232,530	222,199	170,684	111,008	39,835
Net investment income	(1,384,226)	803,925	917,149	1,037,061	(246,239)	607,825	344,302	(56,640)	236,873
Benefit payments/refunds	(638,749)	(557,961)	(521,514)	(422,116)	(462,183)	(338,904)	(273,613)	(300,765)	(276,019)
Administrative expenses	(24,208)	(7,417)	(15,273)	(29,707)	(16,906)	(23,681)	(12,850)	(7,271)	(8,948)
<b>Net change in plan fiduciary net position</b>	<b>(1,560,906)</b>	<b>725,251</b>	<b>844,800</b>	<b>1,007,413</b>	<b>(342,584)</b>	<b>620,717</b>	<b>380,120</b>	<b>(114,338)</b>	<b>126,748</b>
Plan fiduciary net position - beginning	8,056,590	7,331,339	6,486,539	5,479,126	5,821,710	5,200,993	4,820,873	4,935,211	4,808,463
<b>Plan fiduciary net position - ending (b)</b>	<b>6,495,684</b>	<b>8,056,590</b>	<b>7,331,339</b>	<b>6,486,539</b>	<b>5,479,126</b>	<b>5,821,710</b>	<b>5,200,993</b>	<b>4,820,873</b>	<b>4,935,211</b>
<b>Net pension liability - ending (a) - (b)</b>	<b>\$ 3,166,493</b>	<b>\$ 839,037</b>	<b>\$ 1,327,761</b>	<b>\$ 2,248,328</b>	<b>\$ 2,904,343</b>	<b>\$ 2,119,861</b>	<b>\$ 2,345,233</b>	<b>\$ 2,271,675</b>	<b>\$ 1,821,021</b>
Plan fiduciary net position as a % of the total pension liability	67.23%	90.57%	84.67%	74.26%	65.36%	73.31%	68.92%	67.97%	73.05%
Covered-employee payroll	\$ 3,223,960	\$ 3,052,541	\$ 3,052,541	\$ 3,012,521	\$ 2,926,845	\$ 3,020,158	\$ 3,020,158	\$ 2,571,722	\$ 2,571,722
Net pension liability as a % of covered employee payroll	98.22%	27.49%	43.50%	74.63%	99.23%	70.19%	77.65%	88.33%	70.81%

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.

See independent auditors' report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CONTRIBUTIONS AND INVESTMENT RETURNS**  
**NON-PROFESSIONAL EMPLOYEES PENSION PLAN**  
**DYERSBURG CITY SCHOOLS**

**Schedule of Employer Contributions**

	Plan years ending December 31,								
	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 232,254	\$ 290,748	\$ 290,748	\$ 227,068	\$ 227,068	\$ 170,752	\$ 170,752	\$ 170,567	\$ 170,567
Contributions in relation to the actuarially	312,876	327,649	312,660	271,548	232,530	222,199	170,684	111,008	39,835
Contribution deficiency (excess)	<u>\$ (80,622)</u>	<u>\$ (36,901)</u>	<u>\$ (21,912)</u>	<u>\$ (44,480)</u>	<u>\$ (5,462)</u>	<u>\$ (51,447)</u>	<u>\$ 68</u>	<u>\$ 59,559</u>	<u>\$ 130,732</u>
Covered-employee payroll	\$3,223,960	\$3,052,541	\$3,052,541	\$ 3,012,521	\$ 2,926,845	\$ 3,020,158	\$ 3,020,158	\$ 2,571,722	\$ 2,571,722
Contributions as a percentage of covered	9.70%	10.73%	10.24%	9.01%	7.94%	7.36%	5.65%	4.32%	1.55%

**Schedule of Investment Returns**

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return	-17.4%	11.1%	14.3%	19.1%	-4.3%	11.7%	7.2%	-1.2%	5.0%

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.

See independent auditors' report.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**NON-PROFESSIONAL EMPLOYEES PENSION PLAN**  
**DYERSBURG CITY SCHOOLS**  
For the Year Ended June 30, 2023

Salary Scale

4.0% annual increase to normal retirement

Rate of Retirement

100% at normal retirement age

Rate of Investment Return

7.00% per annum for funding purposes

Actuarial Valuation Method

Entry age normal method - with level dollar amortization

Asset Valuation Method

Fair market value

Mortality

2022 TCRS Non-Teacher Mortality (RP-2010 Blue Collar Mortality, loaded 106% for males and 114% for females and MP-2021 Mortality Improvement Scale projected to 2026)

See independent auditors' report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CHANGES IN PROPORTIONATE SHARE OF COLLECTIVE OPEB LIABILITY AND RELATED RATIOS**  
**TEACHER GROUP INSURANCE PLAN**  
**DYERSBURG CITY SCHOOLS**  
**FOR THE FISCAL YEAR JUNE 30,**

<b>Total OPEB Liability</b>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service cost	\$ 313,938	\$ 295,909	\$ 222,454	\$ -	\$ -	\$ 136,683
Interest	123,945	124,567	174,694	-	-	130,783
Changes of benefit terms	-	-	-	1,618,475	-	-
Differences between expected and actual experience	816,290	137,506	(18,954)	-	-	-
Changes of assumptions	(594,528)	(181,176)	524,332	-	-	-
Benefit payments	<u>(276,591)</u>	<u>(309,515)</u>	<u>(322,429)</u>	<u>-</u>	<u>-</u>	<u>(411,073)</u>
Net change in total OPEB liability	383,054	67,291	580,097	1,618,475	-	(143,607)
Total OPEB liability - beginning	<u>5,561,798</u>	<u>5,494,507</u>	<u>4,914,410</u>	<u>3,295,935</u>	<u>3,295,935</u>	<u>3,439,542</u>
Total OPEB liability - ending (a)	<u>\$ 5,944,852</u>	<u>\$ 5,561,798</u>	<u>\$ 5,494,507</u>	<u>\$ 4,914,410</u>	<u>\$ 3,295,935</u>	<u>\$ 3,295,935</u>
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 1,904,937	\$ 1,676,574	\$ 1,507,736	\$ 1,434,020	\$ -	\$ -
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 4,039,915	\$ 3,885,224	\$ 3,986,771	\$ 3,480,390	\$ 3,295,935	\$ 3,295,935
Covered-employee payroll	\$ 10,338,626	\$ 10,187,319	\$ 11,892,646	\$ 12,705,682	\$ 13,387,236	\$ 13,387,236
Total OPEB liability as a percentage of covered-employee payroll	39.08%	38.14%	33.52%	27.39%	24.62%	24.62%

**Note 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. The Schools joined the State plans effective July 1, 2019. Therefore, there was no activity for the fiscal year ending June 30, 2019 since the measurement date is one year behind the fiscal year date.

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

*Changes of assumptions.* For the measurement date June 30, 2022, the following assumptions were changed: the discount rate decreased from 2.16% to 3.54%; long-term price inflation is assumed to be 2.25%; the medical and drug trend rate assumptions were updated to reflect more recent experience as of the measurement date; and a change in expected per capita health claims to reflect more recent information as of the measurement date.

See independent auditors' report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CHANGES IN PROPORTIONATE SHARE OF COLLECTIVE OPEB LIABILITY AND RELATED RATIOS**  
**TENNESSEE PLAN**  
**DYERSBURG CITY SCHOOLS**  
**FOR THE FISCAL YEAR JUNE 30,**

<b>Total OPEB Liability</b>	2023	2022	2021	2020	2019
Service cost	\$ 17,815	\$ 22,457	\$ 14,444	\$ 11,980	\$ -
Interest	23,011	28,291	38,147	41,174	-
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	(45,175)	(31,998)	(13,593)	(67,010)	-
Changes of assumptions	(155,528)	(174,690)	200,715	17,068	-
Benefit payments	(53,618)	(54,877)	(53,746)	(58,753)	-
<b>Net change in total OPEB liability</b>	<b>(213,495)</b>	<b>(210,817)</b>	<b>185,967</b>	<b>(55,541)</b>	<b>-</b>
<b>Total OPEB liability - beginning</b>	<b>1,074,156</b>	<b>1,284,973</b>	<b>1,099,006</b>	<b>1,154,547</b>	<b>1,154,547</b>
<b>Total OPEB liability - ending (a)</b>	<b>\$ 860,661</b>	<b>\$ 1,074,156</b>	<b>\$ 1,284,973</b>	<b>\$ 1,099,006</b>	<b>\$ 1,154,547</b>
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 860,661	\$ 1,074,156	\$ 1,284,973	\$ 1,099,006	\$ 1,154,547
Nonemployer contributing entities proportionate share of the collective total OPEB liability	-	-	-	-	-
Covered-employee payroll	\$ 10,151,587	\$ 10,389,402	\$ 12,021,059	\$ 12,943,498	\$ 14,873,740
<b>Total OPEB liability as a percentage of covered-employee payroll</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>

There are no assets accumulating in a trust that meet 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. The Schools joined the State plans effective July 1, 2019. Therefore, there was no activity for the fiscal year ending June 30, 2019 since the measurement date is one year behind the fiscal year date.

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

*Changes of assumptions. For the measurement date June 30, 2022, the discount rate decreased from 2.16% to 3.54%; the long-term inflation is assumed to be 2.25%; the medical and drug trend rate assumptions were updated to reflect more recent experience as of the measurement date. Given that most participating agencies receive a flat subsidy under the Medicare Supplement Plan, the impact of updated trend assumptions was minimal.*

See independent auditors' report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**DYERSBURG ELECTRIC SYSTEM**  
**FOR THE FISCAL YEAR ENDED JUNE 30,**

	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Total pension liability</b>									
Service cost	\$ 170,058	\$ 164,801	\$ 194,857	\$ 194,893	\$ 193,496	\$ 194,275	\$ 202,475	\$ 151,433	\$ 199,281
Interest	877,556	828,350	800,221	758,390	712,065	673,043	660,677	579,581	666,182
Change in benefit terms	-	-	-	-	-	-	(87,835)	-	-
Differences between expected and actual experience	(315,962)	139,892	3,358	(394,083)	47,229	(12,852)	(320,826)	40,702	(309,905)
Changes of assumptions	16,881	(35,099)	(223,348)	359,703	-	-	-	1,436,333	(1,183,177)
Benefit payments, including refunds of employee contributions	(400,785)	(348,523)	(308,732)	(289,879)	(246,605)	(303,644)	(223,826)	(174,754)	(772,834)
Net change in total pension liability	347,748	749,421	466,356	629,024	706,185	550,822	230,665	2,033,295	(1,400,453)
Total pension liability - beginning*	13,027,889	12,278,468	11,812,112	11,183,088	10,476,903	9,926,081	9,695,416	7,662,121	9,062,574
Total pension liability - ending (a)	<u>\$ 13,375,637</u>	<u>\$ 13,027,889</u>	<u>\$ 12,278,468</u>	<u>\$ 11,812,112</u>	<u>\$ 11,183,088</u>	<u>\$ 10,476,903</u>	<u>\$ 9,926,081</u>	<u>\$ 9,695,416</u>	<u>\$ 7,662,121</u>
<b>Plan fiduciary net position</b>									
Contributions - total	633,184	625,001	619,155	\$ 602,684	\$ 582,792	\$ 626,663	\$ 585,183	\$ 596,336	\$ 518,955
Net investment income	(1,349,222)	981,661	62,008	414,792	173,991	(71,027)	(162,968)	(140,669)	87,971
Benefit payments, including refunds of employee contributions	(400,785)	(384,131)	(308,732)	(289,879)	(246,605)	(303,644)	(223,826)	(174,754)	(772,834)
Administrative expenses	-	(6,703)	-	-	-	-	(32,514)	-	-
Net change in plan fiduciary net position	(1,116,823)	1,215,828	372,431	727,597	510,178	251,992	165,875	280,913	(165,908)
Plan fiduciary net position - beginning*	9,987,637	7,747,024	7,374,593	6,646,996	6,136,818	5,884,826	5,718,951	5,438,038	5,603,946
Plan fiduciary net position - ending (b)	<u>\$ 8,870,814</u>	<u>\$ 8,962,852</u>	<u>\$ 7,747,024</u>	<u>\$ 7,374,593</u>	<u>\$ 6,646,996</u>	<u>\$ 6,136,818</u>	<u>\$ 5,884,826</u>	<u>\$ 5,718,951</u>	<u>\$ 5,438,038</u>
<b>Net pension liability -- ending (a) - (b)</b>	<u>\$ 4,504,823</u>	<u>\$ 4,065,037</u>	<u>\$ 4,531,444</u>	<u>\$ 4,437,519</u>	<u>\$ 4,536,092</u>	<u>\$ 4,340,085</u>	<u>\$ 4,041,255</u>	<u>\$ 3,976,465</u>	<u>\$ 2,224,083</u>
Plan fiduciary net position as a percentage of the total pension liability	66.32%	68.80%	63.09%	62.43%	59.44%	58.57%	59.29%	58.99%	70.97%
Covered-employee payroll	\$ 1,995,585	\$ 2,129,518	\$ 2,073,380	\$ 2,139,936	\$ 2,209,476	\$ 2,184,228	\$ 2,222,558	\$ 2,268,421	\$ 2,241,803
Net pension liability as a percentage of covered-employee payroll	225.74%	190.89%	218.55%	207.37%	205.30%	198.70%	181.83%	175.30%	99.21%

\*As this plan was not subject to GASB No. 67 on 06/30/2013, the beginning value at 06/30/2013 shown here was not previously reported. The liability values the 01/01/2013 data, rolled forward to 07/01/2013, using this year's discount rate of 7.50%.

This is a 10-year schedule; however, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future years until 10 years of information is available.

See Independent Auditors' Report.



**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CONTRIBUTIONS AND INVESTMENT RETURNS**  
**DYERSBURG ELECTRIC SYSTEM**  
**LAST FISCAL YEAR ENDED JUNE 30**

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contributions*	\$ 390,439	\$ 427,806	\$ 456,246	\$ 422,381	\$ 402,786	\$ 409,977	\$ 400,043	\$ 353,937	\$ 348,722
Contributions in relation to the actuarially determined contribution	556,927	556,928	558,060	539,288	518,951	560,669	585,183	596,336	518,955
Contribution deficiency (excess)	<u>\$ (166,488)</u>	<u>\$ (129,122)</u>	<u>\$ (101,814)</u>	<u>\$ (116,907)</u>	<u>\$ (116,165)</u>	<u>\$ (150,692)</u>	<u>\$ (185,140)</u>	<u>\$ (242,399)</u>	<u>\$ (170,233)</u>
Covered-employee payroll	<u>\$ 1,995,585</u>	<u>\$ 2,129,518</u>	<u>\$ 2,073,380</u>	<u>\$ 2,139,936</u>	<u>\$ 2,209,476</u>	<u>\$ 2,184,228</u>	<u>\$ 2,222,558</u>	<u>\$ 2,268,421</u>	<u>\$ 2,241,803</u>
Contributions as a percentage of covered-employee payroll	27.91%	26.15%	26.92%	25.20%	23.49%	25.67%	26.33%	26.29%	23.15%

\*Since this plan year is equal to the calendar year, contributions are determined on a calendar year basis. The amount displayed is equal to the sum of one-half of the prior plan year contribution, representing the period July 1 - December 31, and one-half of the current plan year contribution, representing the period January 1 - June 30.

This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of information is available.

**Actuarial Methods Assumptions**

Actuarial cost method:	Individual entry age normal, level percentage of compensation
Amortization method:	Level percentage of payroll, closed
Remaining amortization period	25 years as of 1/1/22
Asset valuation method:	Market value of plan assets adjusted to phase in asset gains and losses from 01/01/2016 over a five-year period at 20% per year.
Salary increases:	2.75%
Investment rate of return	6.75%, net of pension plan investment expenses
Retirement age:	Graded scale based on eligibility for unreduced benefits
Mortality table:	SOA RP-2014 Adjusted to 2006, Blue Collar Mortality with Scale MP-2021
Disabled mortality:	Same as above

**Schedule of Investment Returns**

	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Annual money-weighted rate of return, net of investment expense	-13.35%	24.99%	0.83%	6.10%	2.77%	-0.56%	-2.78%	-2.52%	1.58%

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**CITY OF DYERSBURG PENSION PLAN**  
**FOR THE FISCAL YEAR ENDED JUNE 30,**

	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Total pension liability</b>									
Service cost	\$ 32,096	\$ 88,189	\$ 90,086	\$ 102,897	\$ 107,402	\$ 128,325	\$ 147,906	\$ 307,788	\$ 228,092
Interest	1,869,772	1,845,045	1,728,674	1,257,057	1,083,430	1,077,568	1,594,600	1,580,201	1,366,509
Change in benefit terms	-	-	-	-	-	-	(3,199,658)	-	-
Experience losses (gains)	74,421	167,471	(449,891)	(28,073)	1,140,472	1,766,623	(4,269,455)	1,480,375	1,185,379
Changes of assumptions	52,119	(487,889)	924,072	(11,012,475)	(478,565)	(1,427,515)	1,704,042	1,071,261	19,079,843
Benefit payments, including refunds of employee contributions	(1,409,114)	(1,271,751)	(1,191,565)	(1,282,474)	(1,156,537)	(1,357,704)	(1,919,959)	(2,055,619)	(2,094,336)
Net change in total pension liability	619,294	341,065	1,101,376	(10,963,068)	696,202	187,297	(5,942,524)	2,384,006	19,765,487
Total pension liability - beginning	25,789,958	25,448,893	24,347,517	35,310,585	34,614,383	34,427,086	40,369,610	37,985,604	18,220,117
Total pension liability - ending (a)	<u>\$ 26,409,252</u>	<u>\$ 25,789,958</u>	<u>\$ 25,448,893</u>	<u>\$ 24,347,517</u>	<u>\$ 35,310,585</u>	<u>\$ 34,614,383</u>	<u>\$ 34,427,086</u>	<u>\$ 40,369,610</u>	<u>\$ 37,985,604</u>
<b>Plan fiduciary net position</b>									
Contributions - employer	1,773,600	1,771,000	1,765,700	1,435,300	1,092,500	\$ 863,600	\$ 2,103,281	\$ 725,193	\$ 724,200
Contributions - employee	199,203	205,190	209,025	218,752	230,928	245,720	336,670	434,424	456,147
Net investment income	(418,664)	1,583,345	374,940	315,771	362,662	332,770	65,896	192,358	578,519
Benefit payments, including refunds of employee contributions	(1,409,114)	(1,271,751)	(1,191,565)	(1,282,474)	(1,156,537)	(1,357,704)	(1,919,959)	(2,055,619)	(2,094,336)
Administrative expenses	(72,453)	(58,896)	(75,533)	(46,369)	(22,635)	(61,655)	(142,286)	(91,727)	(49,374)
Net change in plan fiduciary net position	72,572	2,228,888	1,082,567	640,980	506,918	22,731	443,602	(795,371)	(384,844)
Plan fiduciary net position - beginning	7,749,921	5,521,033	4,438,466	3,797,486	3,290,568	3,267,837	2,824,235	3,619,606	4,004,450
Plan fiduciary net position - ending (b)	<u>\$ 7,822,493</u>	<u>\$ 7,749,921</u>	<u>\$ 5,521,033</u>	<u>\$ 4,438,466</u>	<u>\$ 3,797,486</u>	<u>\$ 3,290,568</u>	<u>\$ 3,267,837</u>	<u>\$ 2,824,235</u>	<u>\$ 3,619,606</u>
Net pension liability -- ending (a) - (b)	<u>\$ 18,586,759</u>	<u>\$ 18,040,037</u>	<u>\$ 19,927,860</u>	<u>\$ 19,909,051</u>	<u>\$ 31,513,099</u>	<u>\$ 31,323,815</u>	<u>\$ 31,159,249</u>	<u>\$ 37,545,375</u>	<u>\$ 34,365,998</u>
Plan fiduciary net position as a percentage of the total pension liability	29.62%	30.05%	21.69%	18.23%	10.75%	9.51%	9.49%	7.00%	9.53%
Covered-employee payroll	<u>\$ 3,836,266</u>	<u>\$ 4,015,175</u>	<u>\$ 4,278,084</u>	<u>\$ 4,374,710</u>	<u>\$ 4,573,568</u>	<u>\$ 4,859,654</u>	<u>\$ 5,157,214</u>	<u>\$ 5,630,192</u>	<u>\$ 8,003,375</u>
Net pension liability as a percentage of covered-employee payroll	484.50%	449.30%	465.81%	455.09%	689.03%	644.57%	604.19%	666.86%	429.39%

This is a 10-year schedule; however, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future years until 10 years of information is available.

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
SCHEDULE OF CONTRIBUTIONS AND INVESTMENT RETURNS  
CITY OF DYERSBURG PENSION PLAN  
LAST FISCAL YEAR ENDED JUNE 30**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 1,673,877	\$ 1,773,565	\$ 1,770,905	\$ 1,765,474	\$ 1,713,781	\$ 1,618,365	\$ 1,685,033	\$ 2,146,615	\$ 1,507,494
Contributions in relation to the actuarially determined contribution	<u>1,673,900</u>	<u>1,773,600</u>	<u>1,771,000</u>	<u>1,765,700</u>	<u>1,435,300</u>	<u>1,092,500</u>	<u>863,600</u>	<u>2,103,281</u>	<u>1,159,618</u>
Contribution deficiency (excess)	<u>\$ (23)</u>	<u>\$ (35)</u>	<u>\$ (95)</u>	<u>\$ (226)</u>	<u>\$ 278,481</u>	<u>\$ 525,865</u>	<u>\$ 821,433</u>	<u>\$ 43,334</u>	<u>\$ 347,876</u>
Covered-employee payroll	<u>\$ 4,015,175</u>	<u>\$ 4,278,084</u>	<u>\$ 4,374,710</u>	<u>\$ 4,573,568</u>	<u>\$ 4,859,654</u>	<u>5,157,214</u>	<u>\$ 5,630,192</u>	<u>\$ 8,003,375</u>	<u>\$ 7,708,517</u>
Contributions as a percentage of covered employee payroll	41.69%	41.46%	40.48%	38.61%	29.54%	21.18%	15.34%	26.28%	15.04%

This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of information is available.

**Notes to Schedule**

Valuation date: Actuarially determined contribution rates for fiscal year 2023 were calculated based on the July 1, 2021 actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial cost method:	Entry age normal
Amortization method:	Level dollar, open (not to exceed 30 years)
Remaining amortization period:	22
Asset valuation:	No smoothing period
Inflation:	3.0%
Salary increases:	N/A
Investment rate of return:	7.25% per annum
Discount Rate:	7.25% per annum, compounded annually
Retirement age:	N/A
Mortality:	RF-2014 Blue Collar Base Table adjusted back to 2006, Healthy Employees, Separate for Males and Females with Mortality Improvement scale MP-2021 with scaling factor of 102% for males and 97% for females
Cost of living adjustments:	1% from age 70 through age 74, then 2% after age 75

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2023**

	Special Revenue Funds					Total	Debt Service Fund	Capital Project Fund	Permanent Fund Cemetery Care	Total Nonmajor Governmental Funds
	TIP	Cafeteria	Internal School	Community Development	Insurance Reserve					
<b>ASSETS</b>										
Cash	\$ 236,731	\$ 1,370,036	\$ 796,331	\$ -	\$ 76,141	\$ 2,479,239	\$ 720,228	\$ -	\$ -	\$ 3,199,467
Investments	-	-	-	-	-	-	-	-	1,510,418	1,510,418
Due from other funds	127,842	-	-	-	257,272	385,114	-	-	3,325	388,439
Due from grantor	-	42,762	-	-	-	42,762	-	-	-	42,762
Inventory	-	99,950	-	-	-	99,950	-	-	-	99,950
Deposits	-	-	-	-	111,000	111,000	-	-	-	111,000
<b>Total Assets</b>	<b>\$ 364,573</b>	<b>\$ 1,512,748</b>	<b>\$ 796,331</b>	<b>\$ -</b>	<b>\$ 444,413</b>	<b>\$ 3,118,065</b>	<b>\$ 720,228</b>	<b>\$ -</b>	<b>\$ 1,513,743</b>	<b>\$ 5,352,036</b>
<b>LIABILITIES AND FUND BALANCES</b>										
<b>Liabilities:</b>										
Accounts payable	\$ (595)	\$ -	\$ -	\$ -	\$ 224,281	\$ 223,686	\$ -	\$ -	\$ -	\$ 223,686
Accrued payroll	-	57,727	-	-	-	57,727	-	-	-	57,727
Other current liabilities	-	14,880	-	-	-	14,880	-	-	-	14,880
Due to other funds	-	-	-	-	192,429	192,429	706	-	-	193,135
Unavailable confiscated funds	12,725	-	-	-	-	12,725	-	-	-	12,725
<b>Total Liabilities</b>	<b>12,130</b>	<b>72,607</b>	<b>-</b>	<b>-</b>	<b>416,710</b>	<b>501,447</b>	<b>706</b>	<b>-</b>	<b>-</b>	<b>502,153</b>
<b>Fund balances:</b>										
Non-spendable	-	99,950	-	-	-	99,950	-	-	-	99,950
Restricted	352,443	1,340,191	796,331	-	-	2,488,965	719,522	-	1,513,743	4,722,230
Committed	-	-	-	-	30,692	30,692	-	-	-	30,692
Unassigned	-	-	-	-	(2,989)	(2,989)	-	-	-	(2,989)
<b>Total Fund Balances</b>	<b>352,443</b>	<b>1,440,141</b>	<b>796,331</b>	<b>-</b>	<b>27,703</b>	<b>2,616,618</b>	<b>719,522</b>	<b>-</b>	<b>1,513,743</b>	<b>4,849,883</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 364,573</b>	<b>\$ 1,512,748</b>	<b>\$ 796,331</b>	<b>\$ -</b>	<b>\$ 444,413</b>	<b>\$ 3,118,065</b>	<b>\$ 720,228</b>	<b>\$ -</b>	<b>\$ 1,513,743</b>	<b>\$ 5,352,036</b>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Special Revenue Funds					Total	Debt Service Fund	Capital Project Fund	Permanent Fund Cemetery Care	Total Nonmajor Governmental Funds
	T I P	Cafeteria	Internal School	Community Development	Insurance Reserve					
<b>Revenues:</b>										
Local sales tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
U.S.D.A. reimbursements	-	2,135,592	-	-	-	2,135,592	-	-	-	2,135,592
State school matching funds	-	14,872	-	-	-	14,872	-	-	-	14,872
Charges for service	-	298,028	-	-	-	298,028	-	-	-	298,028
Fines, forfeits, and penalties	49,104	-	-	-	-	49,104	-	-	-	49,104
Internal school funds revenue	-	-	1,564,734	-	-	1,564,734	-	-	-	1,564,734
Investment earnings	1,768	8,941	-	-	7,456	18,165	29,540	-	40,486	88,191
Stop-loss	-	-	-	-	222,380	222,380	-	-	-	222,380
Joint cost reimbursements	-	-	-	-	3,309,784	3,309,784	-	-	-	3,309,784
Net increase (decrease) in fair value of investments	-	-	-	-	-	-	-	-	(49,924)	(49,924)
Miscellaneous	-	111,488	-	-	-	111,488	-	-	12,673	124,161
Total revenues	<u>50,872</u>	<u>2,568,921</u>	<u>1,564,734</u>	<u>-</u>	<u>3,539,620</u>	<u>7,724,147</u>	<u>29,540</u>	<u>-</u>	<u>3,235</u>	<u>7,756,922</u>
<b>Expenditures:</b>										
Current:										
General and administrative	44,103	-	-	-	-	44,103	-	-	13,705	57,808
Hospital and healthcare	-	-	-	-	3,539,620	3,539,620	-	-	-	3,539,620
Education	-	2,334,736	1,463,738	-	-	3,798,474	-	-	-	3,798,474
Capital outlay	45,006	-	-	-	-	45,006	-	-	-	45,006
Total expenditures	<u>89,109</u>	<u>2,334,736</u>	<u>1,463,738</u>	<u>-</u>	<u>3,539,620</u>	<u>7,427,203</u>	<u>-</u>	<u>-</u>	<u>13,705</u>	<u>7,440,908</u>
<b>Revenues over (under) expenditures</b>	<u>(38,237)</u>	<u>234,185</u>	<u>100,996</u>	<u>-</u>	<u>-</u>	<u>296,944</u>	<u>29,540</u>	<u>-</u>	<u>(10,470)</u>	<u>316,014</u>
<b>Other financing sources (uses):</b>										
Transfer from other funds	-	-	-	-	-	-	380,475	-	6,048	386,523
Transfer to other funds	-	-	-	-	-	-	(1,745,617)	-	(40,000)	(1,785,617)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,365,142)</u>	<u>-</u>	<u>(33,952)</u>	<u>(1,399,094)</u>
<b>Net change in fund balances</b>	<u>(38,237)</u>	<u>234,185</u>	<u>100,996</u>	<u>-</u>	<u>-</u>	<u>296,944</u>	<u>(1,335,602)</u>	<u>-</u>	<u>(44,422)</u>	<u>(1,083,080)</u>
<b>Fund balances - July 1, 2022</b>	<u>390,680</u>	<u>1,205,956</u>	<u>695,335</u>	<u>-</u>	<u>27,703</u>	<u>2,319,674</u>	<u>2,055,124</u>	<u>-</u>	<u>1,550,415</u>	<u>5,925,213</u>
<b>Prior period adjustment</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,750</u>	<u>7,750</u>
<b>Fund balances - July 1, 2022 restated</b>	<u>390,680</u>	<u>1,205,956</u>	<u>695,335</u>	<u>-</u>	<u>27,703</u>	<u>2,319,674</u>	<u>2,055,124</u>	<u>-</u>	<u>1,558,165</u>	<u>5,932,963</u>
<b>Fund balances - June 30, 2023</b>	<u>\$ 352,443</u>	<u>\$ 1,440,141</u>	<u>\$ 796,331</u>	<u>\$ -</u>	<u>\$ 27,703</u>	<u>\$ 2,616,618</u>	<u>\$ 719,522</u>	<u>\$ -</u>	<u>\$ 1,513,743</u>	<u>\$ 4,849,883</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET TO ACTUAL**  
**TIP FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Over/(Under) Budgeted Amounts</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Fines, forfeits, and penalties	\$ 50,000	\$ 50,000	\$ 49,104	\$ (896)
Miscellaneous revenue	10,000	10,000	-	(10,000)
Investment earnings	300	300	1,768	1,468
Total revenues	<u>60,300</u>	<u>60,300</u>	<u>50,872</u>	<u>(9,428)</u>
<b>EXPENDITURES:</b>				
General and administrative				
Repair and maintenance	10,000	10,000	1,000	(9,000)
Other	20,000	60,000	43,103	(16,897)
Total general and administrative	<u>30,000</u>	<u>70,000</u>	<u>44,103</u>	<u>(25,897)</u>
Capital outlay	<u>30,000</u>	<u>33,000</u>	<u>45,006</u>	<u>12,006</u>
Total expenditures	<u>60,000</u>	<u>103,000</u>	<u>89,109</u>	<u>(13,891)</u>
<b>Net Change in Fund Balance</b>	<u>\$ 300</u>	<u>\$ (42,700)</u>	(38,237)	<u>\$ 4,463</u>
<b>Fund balance - July 1, 2022</b>			<u>390,680</u>	
<b>Fund balance - June 30, 2023</b>			<u>\$ 352,443</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**INSURANCE RESERVE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over/(Under)</u> <u>Budgeted</u> <u>Amounts</u>
<b>REVENUES:</b>				
Investment earnings	\$ -	\$ -	\$ 7,456	\$ 7,456
Stop-loss	-	-	222,380	222,380
Joint cost reimbursements	3,850,000	3,850,000	3,309,784	(540,216)
Total revenues	<u>3,850,000</u>	<u>3,850,000</u>	<u>3,539,620</u>	<u>(310,380)</u>
<b>EXPENDITURES:</b>				
Hospital and health care expenditures:				
Medical claims	2,300,000	2,300,000	1,688,925	(611,075)
Drug claims	1,100,000	1,100,000	1,608,736	508,736
Life insurance	25,000	25,000	22,898	(2,102)
Re-insurance costs	330,000	330,000	130,743	(199,257)
Insurance administration	95,000	95,000	88,318	(6,682)
Total hospital and health care	<u>3,850,000</u>	<u>3,850,000</u>	<u>3,539,620</u>	<u>(310,380)</u>
Total expenditures	<u>3,850,000</u>	<u>3,850,000</u>	<u>3,539,620</u>	<u>(310,380)</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<b>Fund balance - July 1, 2022</b>			<u>27,703</u>	
<b>Fund balance - June 30, 2023</b>			<u>\$ 27,703</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**CAFETERIA FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Over/(Under) Budgeted Amounts</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
U.S.D.A. reimbursements	\$ 1,930,400	\$ 2,062,000	\$ 2,135,592	\$ 73,592
State school matching funds	14,900	14,900	14,872	(28)
Charges for service	313,100	313,100	298,028	(15,072)
Interest	8,000	8,000	8,941	941
Miscellaneous revenue	110,000	110,000	111,488	1,488
<b>Total revenues</b>	<u>2,376,400</u>	<u>2,508,000</u>	<u>2,568,921</u>	<u>60,921</u>
<b>EXPENDITURES:</b>				
Education:				
Food	1,094,700	1,245,400	1,129,187	(116,213)
Cafeteria labor	678,000	667,100	664,460	(2,640)
Other expenditures	595,700	587,500	541,089	(46,411)
<b>Total education</b>	<u>2,368,400</u>	<u>2,500,000</u>	<u>2,334,736</u>	<u>(165,264)</u>
<b>Total expenditures</b>	<u>2,368,400</u>	<u>2,500,000</u>	<u>2,334,736</u>	<u>(165,264)</u>
<b>Net Change in Fund Balance</b>	<u>\$ 8,000</u>	<u>\$ 8,000</u>	234,185	<u>\$ 226,185</u>
<b>Fund balance - July 1, 2022</b>			<u>1,205,956</u>	
<b>Fund balance - June 30, 2023</b>			<u>\$ 1,440,141</u>	

See Independent Auditors' Report.



**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES - BUDGET TO ACTUAL  
SCHOOL DEBT SERVICE FUND  
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Over/(Under) Budgeted Amounts</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Investment earnings	\$ 35,000	\$ 35,000	\$ 29,540	\$ (5,460)
Total revenues	<u>35,000</u>	<u>35,000</u>	<u>29,540</u>	<u>(5,460)</u>
<b>Revenues Over (Under) Expenditures</b>	35,000	35,000	29,540	(5,460)
<b>Other Financing Sources (Uses):</b>				
Transfer from other funds	380,500	380,500	380,475	(25)
Transfer to other funds	<u>(1,760,900)</u>	<u>(1,760,900)</u>	<u>(1,745,617)</u>	<u>15,283</u>
Total other financing sources (uses)	<u>(1,380,400)</u>	<u>(1,380,400)</u>	<u>(1,365,142)</u>	<u>15,258</u>
<b>Net Change in Fund Balance</b>	<u>\$ (1,345,400)</u>	<u>\$ (1,345,400)</u>	(1,335,602)	<u>\$ 9,798</u>
<b>Fund balance - July 1, 2022</b>			<u>2,055,124</u>	
<b>Fund balance - June 30, 2023</b>			<u>\$ 719,522</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES - BUDGET TO ACTUAL  
CEMETERY TRUST FUND  
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over/(Under)</u> <u>Budgeted</u> <u>Amounts</u>
<b>Revenues:</b>				
Investment earnings	\$ 35,000	\$ 35,000	\$ 40,486	\$ 5,486
Net increase (decrease) in fair value of investments	5,000	5,000	(49,924)	(54,924)
Miscellaneous revenues	1,000	1,000	12,673	11,673
<b>Total revenues</b>	<u>41,000</u>	<u>41,000</u>	<u>3,235</u>	<u>(37,765)</u>
<b>Expenditures:</b>				
Trustee fees	20,000	20,000	13,705	(6,295)
<b>Total expenditures</b>	<u>20,000</u>	<u>20,000</u>	<u>13,705</u>	<u>(6,295)</u>
<b>Revenues Over (under) Expenditures</b>	<u>21,000</u>	<u>21,000</u>	<u>(10,470)</u>	<u>(31,470)</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in	40,000	40,000	6,048	(33,952)
Transfers out	(40,000)	(40,000)	(40,000)	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>(33,952)</u>	<u>(33,952)</u>
<b>Net Change in Fund Balance</b>	<u>\$ 21,000</u>	<u>\$ 21,000</u>	<u>(44,422)</u>	<u>\$ (65,422)</u>
<b>Fund Balance - July 1, 2022</b>			<u>1,550,415</u>	
<b>Prior Period Adjustment</b>			7,750	
<b>Fund Balance - July 1, 2022 - Restated</b>			<u>1,558,165</u>	
<b>Fund Balance - June 30, 2023</b>			<u>\$1,513,743</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
JUNE 30, 2023**

	Internal Service Fund	Communications Service Fund	Total
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and cash equivalents	\$ 3,324,381	\$ 431,346	\$ 3,755,727
Accounts receivable (net of allowance for uncollectibles)	12,290	26,145	38,435
Due from other funds	7,303	69,014	76,317
<b>Total current assets</b>	<u>3,343,974</u>	<u>526,505</u>	<u>3,870,479</u>
<b>Noncurrent assets:</b>			
Capital assets:			
Construction in progress	-	20,950	20,950
Property, plant, and equipment	578,838	1,742,380	2,321,218
Less - accumulated depreciation	(538,350)	(1,585,323)	(2,123,673)
<b>Net property, plant, and equipment</b>	<u>40,488</u>	<u>178,007</u>	<u>218,495</u>
Other assets	17,925	-	17,925
<b>Total Assets</b>	<u>\$ 3,402,387</u>	<u>\$ 704,512</u>	<u>\$ 4,106,899</u>
<b>LIABILITIES</b>			
<b>Current liabilities:</b>			
Accounts payable	\$ 1,574	\$ 1,268	\$ 2,842
Accrued payroll	12,353	13,588	25,941
Due to other funds	2,651,298	217,114	2,868,412
<b>Total current liabilities</b>	<u>2,665,225</u>	<u>231,970</u>	<u>2,897,195</u>
<b>Noncurrent liabilities:</b>			
Accrued compensated absences	17,308	36,209	53,517
Other accrued liabilities	133,997	-	133,997
<b>Total noncurrent liabilities</b>	<u>151,305</u>	<u>36,209</u>	<u>187,514</u>
<b>Total Liabilities</b>	<u>2,816,530</u>	<u>268,179</u>	<u>3,084,709</u>
<b>NET POSITION</b>			
Investment in capital assets	40,488	178,007	218,495
Unrestricted	545,369	258,326	803,695
<b>Total Net Position</b>	<u>585,857</u>	<u>436,333</u>	<u>1,022,190</u>
<b>Total Liabilities and Net Position</b>	<u>\$ 3,402,387</u>	<u>\$ 704,512</u>	<u>\$ 4,106,899</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
COMBINING STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION -  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Internal Service</u>	<u>Communication Services</u>	<u>Total</u>
<b>Operating revenues:</b>			
Joint costs	\$ 1,159,142	\$ 814,801	\$ 1,973,943
Miscellaneous revenues	27,241	371,622	398,863
	<u>1,186,383</u>	<u>1,186,423</u>	<u>2,372,806</u>
<b>Operating expenses:</b>			
Customer service and collection	235,087	-	235,087
Communication services	427,740	855,169	1,282,909
General and administrative	65,471	241,963	307,434
Computer operations	444,112	-	444,112
Emergency warning system	-	55,968	55,968
Depreciation and amortization	15,444	33,367	48,811
	<u>1,187,854</u>	<u>1,186,467</u>	<u>2,374,321</u>
<b>Operating income (loss)</b>	(1,471)	(44)	(1,515)
<b>Nonoperating revenues (expenses):</b>			
Interest income	1,470	42	1,512
	<u>1,470</u>	<u>42</u>	<u>1,512</u>
<b>Change in net position</b>	<u>(1)</u>	<u>(2)</u>	<u>(3)</u>
<b>Total net position - July 1, 2022</b>	<u>585,858</u>	<u>436,335</u>	<u>1,022,193</u>
<b>Total net position - June 30, 2023</b>	<u>\$ 585,857</u>	<u>\$ 436,333</u>	<u>\$ 1,022,190</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Internal Service</u>	<u>Communication Services</u>	<u>Total</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers	\$ 1,151,502	\$ 866,710	\$ 2,018,212
(Payments to) receipts from suppliers	6,110	(505,417)	(499,307)
Payments to employees for services	(624,808)	(670,488)	(1,295,296)
Payments for employee benefits	(175,525)	(202,856)	(378,381)
Other receipts (payments)	27,241	371,622	398,863
Net cash provided by (used for) operating activities	<u>384,520</u>	<u>(140,429)</u>	<u>244,091</u>
<b>CASH FLOWS FROM (USED FOR) INVESTING ACTIVITIES</b>			
Interest and investment earnings	1,470	42	1,512
Net cash provided by (used for) investing activities	<u>1,470</u>	<u>42</u>	<u>1,512</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	385,990	(140,387)	245,603
<b>Cash and cash equivalents - July 1, 2022</b>	<u>2,938,390</u>	<u>571,733</u>	<u>3,510,123</u>
<b>Cash and cash equivalents - June 30, 2023</b>	<u>\$ 3,324,380</u>	<u>\$ 431,346</u>	<u>\$ 3,755,726</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES ACTIVITIES</b>			
Operating income (loss)	\$ (1,471)	\$ (44)	\$ (1,515)
Adjustments to reconcile net income (loss) from operations to net cash provided (used) by operating activities			
Depreciation	6,163	33,367	39,530
Amortization	9,282	-	9,282
(Increase) decrease in assets			
Accounts receivable, net of allowance	(338)	(1,442)	(1,780)
Due from other funds	(7,303)	53,351	46,048
Increase (decrease) in liabilities			
Accounts payable	(612)	(4,227)	(4,839)
Accrued payroll	3,586	5,842	9,428
Due to other funds	352,931	(231,028)	121,903
Other current liabilities	21,873	-	21,873
Compensated absences	409	3,752	4,161
Net cash provided by (used for) operating activities	<u>\$ 384,520</u>	<u>\$ (140,429)</u>	<u>\$ 244,091</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**BUDGET TO ACTUAL - INTERNAL SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>Operating Revenues:</b>				
Miscellaneous revenues:				
Joint cost	\$ 1,189,400	\$ 1,219,400	\$ 1,159,142	\$ (60,258)
Computer services	21,000	21,000	21,000	-
Other	3,000	3,000	6,241	3,241
Total miscellaneous revenues	<u>1,213,400</u>	<u>1,243,400</u>	<u>1,186,383</u>	<u>(57,017)</u>
<b>Operating Expenses:</b>				
Customer service and collection:				
Salaries	179,100	179,100	173,841	(5,259)
Payroll taxes	13,500	13,500	12,686	(814)
Hospital and health insurance	22,700	22,700	19,875	(2,825)
Employee education	2,000	2,000	201	(1,799)
Publicity, subscriptions, and dues	3,500	3,500	2,935	(565)
Telephone	2,000	2,000	1,935	(65)
Office supplies	6,500	6,500	5,945	(555)
Postage	8,000	8,000	11,175	3,175
Repairs and maintenance	4,000	4,000	2,972	(1,028)
Other	4,400	4,400	3,522	(878)
Total customer service and collection	<u>245,700</u>	<u>245,700</u>	<u>235,087</u>	<u>(10,613)</u>
Billing:				
Salaries	128,000	128,000	123,115	(4,885)
Payroll taxes	9,800	9,800	8,445	(1,355)
Hospital and health insurance	28,500	28,500	26,987	(1,513)
Office supplies	5,800	5,800	2,899	(2,901)
Postage	32,000	32,000	41,724	9,724
Repairs and maintenance	1,500	1,500	2,530	1,030
Total billing	<u>205,600</u>	<u>205,600</u>	<u>205,700</u>	<u>100</u>
Meter reading:				
Salaries	150,300	150,300	153,559	3,259
Payroll taxes	11,500	11,500	11,221	(279)
Hospital and health insurance	45,000	45,000	35,908	(9,092)
Telephone	1,500	1,500	1,738	238
Professional services	1,000	1,000	-	(1,000)
Operating supplies	1,000	1,000	1,351	351
Uniforms	15,000	15,000	9,278	(5,722)
Gas and oil	10,000	10,000	7,670	(2,330)
Insurance	1,000	1,000	1,315	315
Total meter reading	<u>236,300</u>	<u>236,300</u>	<u>222,040</u>	<u>(14,260)</u>
Computer operations:				
Salaries	129,100	129,100	135,735	6,635
Payroll taxes	9,500	9,500	10,201	701
Hospital and health insurance	30,000	30,000	28,307	(1,693)
Training	2,000	2,000	-	(2,000)
Publicity, subscriptions, dues	5,000	5,000	-	(5,000)
Telephone	5,600	5,600	4,388	(1,212)
Travel	2,000	2,000	-	(2,000)
Automobile allowance	2,700	2,700	2,700	-

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**BUDGET TO ACTUAL - INTERNAL SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Over/(Under) Budgeted Amounts</u>
	<u>Original</u>	<u>Final</u>		
<b>Operating Expenses (Continued):</b>				
Computer operations (continued):				
Small items of equipment	\$ 16,500	\$ 16,500	\$ 6,963	\$ (9,537)
Operating supplies	5,000	5,000	4,716	(284)
Repairs and maintenance	222,700	252,700	239,050	(13,650)
Insurance	12,000	12,000	12,052	52
Total computer operations	<u>442,100</u>	<u>472,100</u>	<u>444,112</u>	<u>(27,988)</u>
Administrative expenses:				
Vacation and sick leave	1,000	1,000	410	(590)
Retirement	60,400	60,400	61,338	938
Professional service	5,000	5,000	3,275	(1,725)
Insurance	1,000	1,000	-	(1,000)
Other	500	500	448	(52)
Total administrative expenses	<u>67,900</u>	<u>67,900</u>	<u>65,471</u>	<u>(2,429)</u>
Depreciation and amortization expense	<u>19,800</u>	<u>19,800</u>	<u>15,444</u>	<u>(4,356)</u>
Total operating expense	<u>1,217,400</u>	<u>1,247,400</u>	<u>1,187,854</u>	<u>(59,546)</u>
<b>Operating Income (Loss)</b>	(4,000)	(4,000)	(1,471)	2,529
<b>Nonoperating Revenues (Expenses):</b>				
Interest income	<u>4,000</u>	<u>4,000</u>	<u>1,470</u>	<u>(2,530)</u>
<b>Change in Net Position</b>	<u>\$ -</u>	<u>\$ -</u>	<u>(1)</u>	<u>\$ (1)</u>
<b>Total Net Position - July 1, 2022</b>			<u>585,858</u>	
<b>Total Net Position - June 30, 2023</b>			<u>\$ 585,857</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**BUDGET TO ACTUAL - COMMUNICATIONS SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance
	Original	Final		Over/(Under) Budgeted Amounts
<b>Operating Revenues:</b>				
Miscellaneous revenues:				
Joint cost	\$ 936,400	\$ 936,400	\$ 814,801	\$ (121,599)
Bad debt recoveries	300	300	130	(170)
E-911 revenues	22,000	22,000	98,021	76,021
Other revenue	272,500	272,500	273,471	971
Total miscellaneous revenues	<u>1,231,200</u>	<u>1,231,200</u>	<u>1,186,423</u>	<u>(44,777)</u>
<b>Operating Expenses:</b>				
General and administrative				
Salaries	71,300	71,300	80,368	9,068
Payroll taxes	5,500	5,500	5,602	102
Hospital and health insurance	22,500	22,500	21,072	(1,428)
Retirement	73,800	73,800	76,572	2,772
Postage	-	-	1	1
Publicity, subscriptions, and dues	1,000	1,000	442	(558)
Utility services	25,000	25,000	24,157	(843)
Professional services	5,000	5,000	3,552	(1,448)
Travel	1,000	1,000	640	(360)
Automobile allowance	5,400	5,400	5,400	-
Insurance	14,000	14,000	24,157	10,157
Total general and administrative	<u>224,500</u>	<u>224,500</u>	<u>241,963</u>	<u>17,463</u>
Communication services				
Salaries	515,500	515,500	548,823	33,323
Payroll taxes	39,600	39,600	39,721	121
Hospital and health insurance	135,000	135,000	99,812	(35,188)
Unemployment insurance	2,000	2,000	-	(2,000)
Training	2,500	2,500	1,044	(1,456)
Publicity, subscriptions, and dues	8,000	8,000	8,182	182
Telephone	17,000	17,000	22,300	5,300
Travel	3,500	3,500	2,991	(509)
Other contractual services	84,000	84,000	52,089	(31,911)
Mobile data services	20,000	20,000	-	(20,000)
Office supplies	1,500	1,500	794	(706)
Small items of equipment	15,000	15,000	10,132	(4,868)
Operating supplies	10,000	10,000	9,915	(85)
Uniforms	2,000	2,000	651	(1,349)
Repairs and maintenance	55,000	55,000	58,715	3,715
Total communication services	<u>910,600</u>	<u>910,600</u>	<u>855,169</u>	<u>(55,431)</u>
Emergency warning system				
Salaries	3,000	3,000	5,198	2,198
Payroll taxes	400	400	370	(30)
Utility services	25,000	25,000	25,410	410
Operating supplies	2,000	2,000	-	(2,000)
Repairs and maintenance	20,000	20,000	24,990	4,990
Total emergency warning system	<u>50,400</u>	<u>50,400</u>	<u>55,968</u>	<u>5,568</u>
Depreciation and Amortization expense	<u>45,700</u>	<u>45,700</u>	<u>33,367</u>	<u>(12,333)</u>
Total operating expense	<u>1,231,200</u>	<u>1,231,200</u>	<u>1,186,467</u>	<u>(44,733)</u>
<b>Operating Income (Loss)</b>	<b>-</b>	<b>-</b>	<b>(44)</b>	<b>(44)</b>

See Independent Auditors' Report.

Variance



**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**BUDGET TO ACTUAL - COMMUNICATIONS SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Over/(Under) Budgeted Amounts
	Original	Final		
<b>Nonoperating Revenues (Expenses):</b>				
Interest income	\$ -	\$ -	\$ 42	\$ 42
Total nonoperating revenues (expenses)	<u>-</u>	<u>-</u>	<u>42</u>	<u>42</u>
<b>Change in Net Position</b>	<u>\$ -</u>	<u>\$ -</u>	(2)	<u>\$ (2)</u>
<b>Total Net Position - July 1, 2022</b>			<u>436,335</u>	
<b>Total Net Position - June 30, 2023</b>			<u>\$ 436,333</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CHANGES IN LONG-TERM DEBT BY INDIVIDUAL ISSUE**  
**FOR THE YEAR ENDED JUNE 30, 2023**

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Maturity Date	Outstanding 6/30/2022	Issued During Period	Matured During Period	Refunded During Period	Outstanding 6/30/2023
<b>Governmental Activities:</b>									
Notes From Direct Borrowings									
Variable Rate Tennessee Municipal Bond Fund, Series 2016	\$ 1,500,000	3.00%	2/18/2018	5/25/2035	\$ 1,118,000	\$ -	\$ 79,000	\$ -	\$ 1,039,000
Variable Rate Tennessee Municipal Bond Fund, Series 1999	\$ 10,000,000	Variable	9/19/2000	6/25/2023	800,000	-	800,000	-	-
Variable Rate Tennessee Municipal Bond Fund, Series 2018	\$ 4,600,000	4.05%	9/1/2018	9/1/2030	4,525,000	-	50,000	-	4,475,000
Energy Efficient Schools Initiative, 2012	\$ 500,000	0%	4/9/2012	3/1/2023	33,296	-	33,296	-	-
Energy Efficient Schools Initiative, 2018	\$ 689,955	0.75%	5/1/2018	5/1/2024	214,369	-	116,352	-	98,017
Total Notes From Direct Borrowings					<u>6,690,665</u>	<u>-</u>	<u>1,078,648</u>	<u>-</u>	<u>5,612,017</u>
Bonds Payable									
Qualified School Construction Bonds, Series 2009	\$ 2,960,000	1.515%	12/17/2009	9/15/2026	759,001	-	184,699	-	574,302
General Obligation School Bonds, Series 2013	\$ 9,600,000	4.10%	8/16/2013	6/1/2033	8,580,000	-	220,000	-	8,360,000
Total Bonds Payable					<u>9,339,001</u>	<u>-</u>	<u>404,699</u>	<u>-</u>	<u>8,934,302</u>
<b>Total Governmental Activities</b>					<u>16,029,666</u>	<u>-</u>	<u>1,483,347</u>	<u>-</u>	<u>14,546,319</u>
<b>Business Type Activities:</b>									
Notes From Direct Borrowings									
State Revolving Clean Water Loan (CG7 2020-439)	\$ 2,500,000	0.39%	7/26/2019	6/1/2028	916,069	91,334	-	-	1,007,403
Total Notes From Direct Borrowings					<u>916,069</u>	<u>91,334</u>	<u>-</u>	<u>-</u>	<u>1,007,403</u>
Bonds Payable									
Revenue Bonds, 2019	\$ 2,750,000	3.29%	3/22/2019	6/30/2034	1,970,000	-	315,000	-	1,655,000
Total Bonds Payable					<u>1,970,000</u>	<u>-</u>	<u>315,000</u>	<u>-</u>	<u>1,655,000</u>
<b>Total Business-Type Activities</b>					<u>2,886,069</u>	<u>91,334</u>	<u>315,000</u>	<u>-</u>	<u>2,662,403</u>
<b>Total Long-Term Debt</b>					<u>\$ 18,915,735</u>	<u>\$ 91,334</u>	<u>\$ 1,798,347</u>	<u>\$ -</u>	<u>\$ 17,208,722</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
PRINCIPAL AND INTEREST REQUIREMENTS  
PROPRIETARY FUNDS  
JUNE 30, 2023**

Year Ended June 30,	3.29% Electric System Refunding Bonds Series 2019			0.39% State Revolving Clean Water Loan		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 130,000	\$ 54,450	\$ 184,450	\$ 199,956	\$ 3,480	\$ 203,436
2025	130,000	50,173	180,173	200,712	2,724	203,436
2026	135,000	45,896	180,896	201,480	1,956	203,436
2027	140,000	41,454	181,454	202,248	1,188	203,436
2028	145,000	36,848	181,848	203,007	423	203,430
2029	150,000	32,078	182,078	-	-	-
2030	155,000	27,143	182,143	-	-	-
2031	160,000	22,043	182,043	-	-	-
2032	165,000	16,779	181,779	-	-	-
2033	170,000	11,351	181,351	-	-	-
2034	175,000	5,758	180,758	-	-	-
	<u>\$ 1,655,000</u>	<u>\$ 343,973</u>	<u>\$ 1,998,973</u>	<u>\$ 1,007,403</u>	<u>\$ 9,771</u>	<u>\$ 1,017,174</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
PRINCIPAL AND INTEREST REQUIREMENTS  
GOVERNMENTAL ACTIVITIES  
JUNE 30, 2023**

Year Ended June 30,	General Obligation Debt to be Repaid from Governmental Activities General Obligation Construction Bonds, Series 2009 Issued December 17, 2009			General Obligation Debt to be Repaid from Governmental Activities General Obligation School Bonds, Series 2013 Issued August 16, 2013		
	Principal	Interest	Total	Principal	Interest	Total
	2024	\$ 184,699	\$ 44,844	\$ 229,543	\$ 705,000	\$ 310,193
2025	184,699	44,844	229,543	725,000	289,395	1,014,395
2026	204,904	44,844	249,748	750,000	266,920	1,016,920
2027	-	-	-	780,000	242,545	1,022,545
2028	-	-	-	810,000	215,245	1,025,245
2029	-	-	-	845,000	184,870	1,029,870
2030	-	-	-	880,000	153,183	1,033,183
2031	-	-	-	915,000	117,983	1,032,983
2032	-	-	-	955,000	81,383	1,036,383
2033	-	-	-	995,000	40,795	1,035,795
	<u>\$ 574,302</u>	<u>\$ 134,532</u>	<u>\$ 708,834</u>	<u>\$ 8,360,000</u>	<u>\$ 1,902,512</u>	<u>\$ 10,262,512</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
PRINCIPAL AND INTEREST REQUIREMENTS  
GOVERNMENTAL ACTIVITIES  
JUNE 30, 2023**

Year Ended June 30,	Variable Rate Tennessee Municipal Bond Fund, Series 2018 Issued September 1, 2018			Variable Rate Tennessee Municipal Bond Fund, Series 2016 Issued February 18, 2016			Energy Efficient School Initiative Loan, Series 2018 Issued May 1, 2018		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 750,000	\$ 166,050	\$ 916,050	\$ 81,000	\$ 31,230	\$ 112,230	\$ 98,017	\$ 401	\$ 98,418
2025	675,000	137,194	812,194	82,000	28,800	110,800	-	-	-
2026	650,000	110,363	760,363	83,000	26,340	109,340	-	-	-
2027	650,000	84,038	734,038	84,000	23,850	107,850	-	-	-
2028	650,000	57,713	707,713	85,000	21,330	106,330	-	-	-
2029	550,000	33,413	583,413	86,000	18,780	104,780	-	-	-
2030	550,000	11,138	561,138	87,000	16,200	103,200	-	-	-
2031	-	-	-	88,000	13,590	101,590	-	-	-
2032	-	-	-	89,000	10,950	99,950	-	-	-
2033	-	-	-	91,000	8,280	99,280	-	-	-
2034	-	-	-	92,000	5,550	97,550	-	-	-
2035	-	-	-	91,000	2,790	93,790	-	-	-
	<u>\$ 4,475,000</u>	<u>\$ 599,909</u>	<u>\$ 5,074,909</u>	<u>\$ 1,039,000</u>	<u>\$ 207,690</u>	<u>\$ 1,246,690</u>	<u>\$ 98,017</u>	<u>\$ 401</u>	<u>\$ 98,418</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
SCHEDULE OF CHANGES IN LEASE OBLIGATIONS  
FOR THE YEAR ENDED JUNE 30, 2023**

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Maturity Date	Outstanding 6/30/2022	Issued During Period	Matured During Period	Refunded During Period	Outstanding 6/30/2023
<b>Business Type Activities:</b>									
Payable through the Solid Waste Fund:									
2022 Front Loader	\$ 116,250	2.00%	5/29/2021	5/29/2023	\$ 53,287	\$ -	\$ 53,287	\$ -	\$ -
2021 Peterbilt 520 Chassis	\$ 82,888	2.00%	1/28/2021	1/8/2023	27,863	-	27,863	-	-
2021 Western Star 4700 Chassis	\$ 77,861	2.00%	4/3/2021	4/3/2023	33,651	-	33,651	-	-
2 Mini Loaders	\$ 110,074	2.00%	3/15/2022	3/15/2024	91,880	-	59,373	-	32,507
2 Side Loaders	\$ 288,427	2.40%	5/4/2022	5/4/2024	264,387	-	154,817	-	109,570
2023 Mack Front Loader	\$ 137,792	3.80%	11/21/2022	11/21/2024	-	137,792	50,722	-	87,070
2024 Mack Front Loader	\$ 176,952	5.60%	7/25/2023	7/25/2025	-	176,952	-	-	176,952
Total Payable through Solid Waste Fund					<u>471,068</u>	<u>314,744</u>	<u>379,713</u>	<u>-</u>	<u>406,099</u>
<b>Total Lease Obligation</b>					<u>\$ 471,068</u>	<u>\$ 314,744</u>	<u>\$ 379,713</u>	<u>\$ -</u>	<u>\$ 406,099</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
SCHEDULE OF LEASE OBLIGATIONS  
JUNE 30, 2023**

Year Ended June 30,	2 Mini Loaders		2 Side Loaders		2023 Mack Front Loader		2024 Mack Front Loader		TOTAL	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 32,507	\$ 281	\$ 109,570	\$ 1,347	\$ 69,323	\$ 2,121	\$ 93,798	\$ 7,223	\$ 305,198	\$ 10,972
2025	-	-	-	-	17,747	113	83,154	2,325	100,901	2,438
	<u>\$ 32,507</u>	<u>\$ 281</u>	<u>\$ 109,570</u>	<u>\$ 1,347</u>	<u>\$ 87,070</u>	<u>\$ 2,234</u>	<u>\$ 176,952</u>	<u>\$ 9,548</u>	<u>\$ 406,099</u>	<u>\$ 13,410</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CHANGES IN PROPERTY TAXES RECEIVABLE**  
**FOR THE YEAR ENDED JUNE 30, 2023**

<u>Year of Levy</u>	<u>Balance July 1, 2022</u>	<u>Current Assessments &amp; Adjustments</u>	<u>Collections</u>	<u>Write-offs</u>	<u>Balance June 30, 2023</u>
2014	\$ 8,059	\$ -	\$ (4,630)	\$ -	\$ 3,429
2015	13,087	-	(7,543)	-	5,544
2016	14,132	-	(7,359)	-	6,773
2017	30,479	-	(13,990)	-	16,489
2018	24,984	-	(10,775)	-	14,209
2019	71,702	2,450	(28,113)	-	46,039
2020	47,293	6,323	(35,856)	-	17,760
2021	258,856	6,185	(207,658)	(6,707)	64,090
2022	9,121,673	23,206	(8,842,739)	(6,018)	308,158
2023	-	9,407,532	-	-	9,407,532
	<u>\$ 9,590,265</u>	<u>\$ 9,445,696</u>	<u>\$ (9,158,663)</u>	<u>\$ (12,725)</u>	<u>\$ 9,890,023</u>
					\$ 9,407,532
					482,490
					<u>(45,000)</u>
					<u>\$ 9,845,022</u>

See Independent Auditors' Report.



**CITY OF DYERSBURG, TENNESSEE  
SCHEDULE OF PROPERTY TAX RATES AND ASSESSMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

<u>Assessment Year</u>	<u>Assessed Value</u>	<u>Tax Rate</u>	<u>Assessment</u>
2013	\$ 312,683,654	2.14%	\$ 7,182,286
2014	\$ 309,409,491	2.24%	\$ 7,421,476
2015	\$ 310,765,868	2.37%	\$ 8,047,494
2016	\$ 304,762,903	2.37%	\$ 7,897,833
2017	\$ 304,890,730	2.37%	\$ 7,653,200
2018	\$ 315,774,985	2.37%	\$ 8,043,152
2019	\$ 317,072,587	2.37%	\$ 8,119,829
2020	\$ 318,804,143	2.55%	\$ 8,856,361
2021	\$ 363,183,248	2.42%	\$ 9,211,582
2022	\$ 363,719,509	2.42%	\$ 9,121,673
2023	\$ 374,927,555	2.42%	\$ 9,073,247

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED JUNE 30, 2023**

Program/Cluster name	Federal CFDA #	Grant Number	Unearned (due from) 6/30/2022	Receipts	Expenditures	Unearned (due from) 6/30/2023
<b>Federal Awards</b>						
<b>U.S. Department of Housing and Urban Development</b>						
<b>Passed through Tennessee Department of Economic and Community Development</b>						
Community Development Block Grant - NDR - Parks	14.272	33004-15224	\$ -	\$ 273,218	\$ 278,118	\$ (4,900)
Community Development Block Grant - Community Revitalization	14.228	33004-36523	-	-	4,450	(4,450)
			<u>-</u>	<u>273,218</u>	<u>282,568</u>	<u>(9,350)</u>
Total U.S. Department of Housing and Urban Development			<u>-</u>	<u>273,218</u>	<u>282,568</u>	<u>(9,350)</u>
<b>U.S. Department of Justice</b>						
<b>Office of Justice Programs</b>						
Buerau of Justice Assistance - Coronavirus Emergency Supplemental Funding	16.034	Unknown	-	40,679	878	39,801
			<u>-</u>	<u>40,679</u>	<u>878</u>	<u>39,801</u>
Bulletproof Vest Partnership Program	16.607	Unknown	-	4,500	4,500	-
			<u>-</u>	<u>4,500</u>	<u>4,500</u>	<u>-</u>
Edward Byrne Memorial Justice Assistance Grant Program 2021	16.738	15PBJA-21-GG-01844-JAGX	-	2,926	2,926	-
Edward Byrne Memorial Justice Assistance Grant Program 2022	16.738	15PBJA-22-GG-02805-JAGX	-	13,151	13,151	-
			<u>-</u>	<u>16,077</u>	<u>16,077</u>	<u>-</u>
Total U.S. Department of Justice			<u>-</u>	<u>61,256</u>	<u>21,455</u>	<u>39,801</u>
<b>U.S. Department of Transportation</b>						
<b>Passed through Tennessee Department of Transportation</b>						
Airport Improvement Program - Hangar Preservation Project	20.106	23-555-0141-21	(6,467)	46,363	43,146	(3,250)
			<u>(6,467)</u>	<u>46,363</u>	<u>43,146</u>	<u>(3,250)</u>
Total U.S. Department of Transportation			<u>(6,467)</u>	<u>46,363</u>	<u>43,146</u>	<u>(3,250)</u>
<b>U.S. Department of Environmental Protection Agency</b>						
<b>Passed through Tennessee Department of Environment and Conservation</b>						
Capitalization Grants for Clean Water						
State Revolving Funds - Loan	66.458	CG7-20-439	-	91,334	91,334	-
State Revolving Funds - Principal Forgiveness	66.458	CG7-20-439	-	22,834	22,834	-
			<u>-</u>	<u>114,168</u>	<u>114,168</u>	<u>-</u>
<b>U.S. Department of the Treasury</b>						
<b>Passed through Tennessee Department of the Treasury</b>						
Coronavirus State and Local Fiscal Recovery Fund (SLFRF)	21.027*	Unknown	1,883,494	2,420,291	1,371,687	2,932,098
			<u>1,883,494</u>	<u>2,420,291</u>	<u>1,371,687</u>	<u>2,932,098</u>
<b>Total Federal Awards</b>			<u>\$ 1,877,027</u>	<u>\$ 2,915,296</u>	<u>\$ 1,833,024</u>	<u>\$ 2,959,299</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED JUNE 30, 2023**

Program/Cluster name	Federal CFDA #	Grant Number	Unearned (due from) 6/30/2022	Receipts	Expenditures	Unearned (due from) 6/30/2023
<b>State Awards</b>						
<b>Tennessee Department of Transportation</b>						
Airport Improvement Program - Maintenance		23-555-0742-22	\$ -	\$ -	\$ 15,000	\$ (15,000)
			<u>-</u>	<u>-</u>	<u>15,000</u>	<u>(15,000)</u>
<b>Tennessee Department of Economic and Community Development</b>						
Site Development Grant Program		33007-45421	(12,915)	362,304	411,475	(62,086)
			<u>(12,915)</u>	<u>362,304</u>	<u>411,475</u>	<u>(62,086)</u>
<b>Total State Awards</b>			<u>\$ (12,915)</u>	<u>\$ 362,304</u>	<u>\$ 426,475</u>	<u>\$ (77,086)</u>
<b>Total Federal Awards and State Awards</b>			<u>\$ 1,864,112</u>	<u>\$ 3,277,600</u>	<u>\$ 2,259,499</u>	<u>\$ 2,882,213</u>

\* denotes major program

Basis of Presentation: The schedule of expenditures of federal awards and state financial assistance summarizes the activity of the City of Dyersburg, Tennessee under the federal award programs and state assistance for the year ended June 30, 2023, and is presented on the accrual basis of accounting. The schedule of expenditures of federal awards and state financial assistance for Dyersburg Electric System and Dyersburg City Schools were presented in their separately issued audit reports and, therefore, are not reported here.

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. The City has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

Capitalization Grants for Clean Water State Revolving Funds Loan Disclosure: At June 30, 2023, the balance on State Revolving Funds Loan #CG7 20-439 is \$1,007,403

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CURRENT UTILITY RATES IN FORCE (UNAUDITED)**  
**JUNE 30, 2023**

	Rates	TVA Fuel Rate
<b>Gas:</b>		
City Residential (G2)		
Service charge per month	\$ 5.00	
Base rate per MCF consumed	5.94	
Transportation charges and commodity costs per MCF consumed	Variable	
County Residential (G2)		
Service charge per month	\$ 5.00	
Base rate per MCF consumed	6.39	
Transportation charges and commodity costs per MCF consumed	Variable	
City Small Commercial (G1)		
Service charge per month	\$ 7.50	
Base rate per MCF consumed	5.99	
Transportation charges and commodity costs per MCF consumed	Variable	
County Small Commercial (G1)		
Service charge per month	\$ 7.50	
Base rate per MCF consumed	6.45	
Transportation charges and commodity costs per MCF consumed	Variable	
City Large Commercial, Light Industrial, Schools, and Government Buildings (G3/G6)		
Service charge per month	\$ 50.00	
Base rate per MCF consumed	5.36	
Transportation charges and commodity costs per MCF consumed	Variable	
County Large Commercial, Light Industrial, Schools, and Government Buildings (G3)		
Service charge per month	\$ 50.00	
Base rate per MCF consumed	5.76	
Transportation charges and commodity costs per MCF consumed	Variable	
City Industrial - Firm (G5)		
Service charge per month	\$ 50.00	
Base rate per MCF consumed	4.62	
Transportation charges and commodity costs per MCF consumed	Variable	
County Industrial - Firm (G25)		
Service charge per month	\$ 50.00	
Base rate per MCF consumed	5.08	
Transportation charges and commodity costs per MCF consumed	Variable	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CURRENT UTILITY RATES IN FORCE (UNAUDITED)**  
**JUNE 30, 2023**

	Rates	TVA Fuel Rate
<b>Gas (continued)</b>		
City Industrial - Interruptible (G7)		
Service charge per month	\$ 50.00	
Base rate per MCF consumed	4.62	
Transportation charges and commodity costs per MCF consumed	Variable	
<b>Water:</b>		
Base rate per month - city	\$ 4.94	
Base rate per month - rural	11.01	
Residential Customers		
City - per 1,000 gallons consumed	\$ 4.09	
Rural - per 1,000 gallons consumed	4.50	
Commercial Customers		
City - per 1,000 gallons consumed	\$ 3.62	
Rural - per 1,000 gallons consumed	3.97	
Industrial Customers		
City - per 1,000 gallons consumed	\$ 3.82	
Rural - per 1,000 gallons consumed	4.16	
<b>Sewer:</b>		
Base rate per month	\$ 5.30	
Residential - per 1,000 gallons used	4.66	
Commercial - per 1,000 gallons used	4.89	
Industrial - per 1,000 gallons used	5.34	
<b>Electrical:</b>		
Residential Rate Schedule - RS		
Customer charge - per delivery point per month	\$ 19.04	
Energy charges - per kWh		
First 800 kWh per month	0.07709	\$ 0.02551
Additional kWh per month	0.06505	0.02551
General Power Rate Schedule - GSA		
GSA - 1 (0 - 50 kW)		
Customer charge - per delivery point per month	\$ 29.14	
First 1500 kWh per month	0.07940	\$ 0.02525
Additional kWh per month	0.06931	0.02525

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CURRENT UTILITY RATES IN FORCE (UNAUDITED)**  
**JUNE 30, 2023**

	Rates	TVA Fuel Rate
<b>Electrical (continued)</b>		
GSA - 2 (51 - 1,000 kW) (a.)		
Customer charge - per delivery point per month	\$ 135.00	
Demand charge - per kW per month		
First 50 kW	10.75	
Additional kW	10.75	
General Power Rate Schedule - GSA (continued)		
GSA - 2 (51 - 1,000 kW) (a.) (continued)		
Energy charge - per kW		
First 15,000 kWh	0.03958	\$ 0.02511
Additional kWh	0.03958	0.02511
GSA - 2 (201 - 1,000 kW) (b.) (continued)		
Customer charge - per delivery point per month	\$ 300.00	
Demand charge - per kW per month		
First 50 kW	9.86	
Additional kW	9.86	
Energy charge - per kW		
First 15,000 kWh	0.03958	\$ 0.02511
Additional kWh	0.03958	0.02511
GSA - 3 (1,001 - 5,000 kW)		
Customer charge - per delivery point per month	\$ 2,880.00	
Demand charge - per kw per month		
First 1,000 kW	12.85	
Excess over 1,000 kW	9.70	
Excess demand charge - higher of 1,000 kW or contract demand	1.36	
Energy charge - per kWh	0.03937	\$ 0.02497
Manufacturing Power Rate Schedule - MSB (5,001 - 15,000 kW)		
Customer charge - per delivery point per month	\$ 1,830.00	
Demand charge - per kW per month		
On peak kW	10.24	
Maximum kW	1.95	
Off peak excess of contract kW	10.24	
Energy charge - per kWh per month		
On peak kWh	0.05779	\$ 0.02360
Off peak kWh - First 200 HUD	0.03279	0.02360
Off peak kWh - Next 200 HUD	0.00310	0.02360

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CURRENT UTILITY RATES IN FORCE (UNAUDITED)**  
**JUNE 30, 2023**

	<u>Rates</u>	<u>TVA Fuel Rate</u>
<b>Electrical (continued):</b>		
Off peak kWh - Over 400 HUD	0.00055	0.02360
TGSA - 3 (1,001 - 5,000 kW)		
Customer charge - per delivery point per month	\$ 2,880.00	
Demand charge - per kW per month		
First 1,000 kW	12.86	
Over 1,000 kW	9.71	
TDMSA - 3 (1,001 - 5,000 kW)		
Customer charge - per delivery point per month	\$ 1,250.00	
Demand charge per kW per month		
On peak kW	10.24	
Maximum kW	5.02	
Off peak excess of contract kW	10.24	
Energy charge - per kWh		
On peak kWh	0.05553	\$ 0.02514
Off peak kWh - first 200 HUD	0.03053	0.02514
Off peak kWh - next 200 HUD	0.00310	0.02514
Off peak kWh - over 400 HUD	0.00055	0.02514
Outdoor Lighting Schedule - LS		
Customer charge - per delivery point per month	\$ 31.78	
Energy charge - per kWh	0.05025	\$ 0.02551
Drainage Pump Schedule - DPS		
Customer charge - per delivery point per month	\$ 500.00	
Energy charge - per kWh	0.04670	\$ 0.25250

Notes:

- a. If the customer's billing demand is less than 50 kW and its energy takings for any month during the latest 12-month period exceeds 15,000 kWh.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF UTILITY CUSTOMERS IN SERVICE (UNAUDITED)**  
**JUNE 30, 2023**

<u>Utility Service</u>	<u>Customers</u>		
	<u>6/30/2022</u>	<u>Increase (Decrease)</u>	<u>6/30/2023</u>
Water	9,309	(972)	8,337
Sewer	8,371	(861)	7,510
Gas	8,964	(1,048)	7,916
Electric	12,015	37	12,052

See Independent Auditors' Report.



**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF OFFICIAL BONDS OF PRINCIPAL OFFICIALS (UNAUDITED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

<u>Name</u>	<u>Title</u>	<u>Bonded Amount</u>
John K. Holden	Mayor	\$ 100,000
Stephen T. Anderson	Treasurer	\$ 100,000
Richard S. Ball	Recorder	\$ 100,000

See Independent Auditors' Report.

**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**

Honorable Mayor and Board of Aldermen  
City of Dyersburg, 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 (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Dyersburg, Tennessee, (the City) as of and for the year ended June 30, 2023, and the fiduciary fund of the Dyersburg City Schools Retirement Plan and the fiduciary fund of Dyersburg Electric Retirement Plan for the year ended December 31, 2022, and the fiduciary fund for the City of Dyersburg Pension Plan for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 26, 2024. Our report includes a reference to other auditors who audited the financial statements of Dyersburg City Schools, as described in our report on the City's financial statements. This report includes our consideration of the results of the other auditors' testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed 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.

*CRS CPAs*

CRS CPAs, P.C.  
Dyersburg, Tennessee  
January 26, 2024



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

Honorable Mayor and Board of Aldermen  
City of Dyersburg, Tennessee

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

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

We have audited the City of Dyersburg's (the "City") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2023. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on

compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City's federal programs.

### ***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstance
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

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

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

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of

compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

*CRS CPAs*

CRS CPAs, P.C.  
Dyersburg, Tennessee  
January 26, 2024

**CITY OF DYERSBURG, TENNESSEE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Section I - Summary of Independent Auditors' Results**

Financial Statements

1. Our report on the financial statements of City of Dyersburg is unmodified.
2. Internal Control Over Financial Reporting:
 

*Material weaknesses identified?	No
*Significant deficiency identified?	No
3. Noncompliance material to the financial statements noted? No

Federal Awards

1. Internal Control Over Major Federal Programs:
 

*Material weaknesses identified?	No
*Significant deficiency identified?	No
2. Type of report auditor issued on compliance for major programs: Unmodified
3. Any audit findings disclosed that are required to be reported in Accordance with 2 CFR 200.516(a)? No
4. Identification of Major Federal Programs:
 

<u>Program</u>	<u>CFDA No.</u>
Coronavirus Relief Fund	21.027
Dollar threshold for distinguishing Types A and B programs: \$750,000	
5. Auditee qualified as low-risk auditee? Yes

**Section II - Findings Relating to the Financial Statement Audit as Required to be Reported in Accordance with *Government Auditing Standards***

**Current Year Findings**

**Dyersburg City Schools** - None reported.

**Dyersburg Electric System** - None reported.

**City of Dyersburg- General Government** – None reported.

**CITY OF DYERSBURG, TENNESSEE  
 SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Financial Statement Findings**

**Dyersburg City Schools**

<b>Finding Number</b>	<b>Finding Title</b>	<b>Status/Finding Number</b>
None noted		

**Dyersburg Electric System**

<b>Finding Number</b>	<b>Finding Title</b>	<b>Status/Finding Number</b>
None noted		

**City of Dyersburg- General Government**

<b>Finding Number</b>	<b>Finding Title</b>	<b>Status/Finding Number</b>
None noted		