

CITY OF DYERSBURG, TENNESSEE
ANNUAL FINANCIAL REPORT
JUNE 30, 2024

CITY OF DYERSBURG, TENNESSEE
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**CITY OF DYERSBURG, TENNESSEE
LIST OF PRINCIPAL OFFICIALS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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, 2024, 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, 2023, and the fiduciary fund for the City of Dyersburg Pension Plan for the year ended June 30, 2023, 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, 2024 and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund and the general purpose school 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 37 percent, 53 percent, and 44 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 GAAS, 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 GAAS. 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 February 28, 2025 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.
Martin, Tennessee
February 28, 2025

**CITY OF DYERSBURG, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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, 2024.

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, 2024 by \$136,991,530 (net position). Of this amount, \$22,881,636 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 \$5,727,968 in addition to prior period adjustments of a \$597,921 for governmental activities and a negative \$7,756,803 for business-type activities, for a total net decrease of \$1,430,914.
- At June 30, 2024, the governmental funds reported combined ending fund balances of \$27,932,200, of which \$23,153,291 was unassigned and available for use at the City's discretion. See page 22.
- Governmental fund balances increased by \$3,648,093 in addition to a prior period adjustment of \$8,938 for a total increase of \$3,657,031 during the year. See page 24.
- During the fiscal year ended June 30, 2024, the City's total notes from direct borrowings and bonds payable decreased by \$1,916,404. 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

**CITY OF DYERSBURG, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

and charges (business-type activities). The governmental activities of the City include general 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 22-30 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, 2024**

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 31-35 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 39-105 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 119-133 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The City's combined net position decreased \$1,430,923 or 118.31% from 2023 to 2024. Governmental activities increased \$6,902,425, of which \$597,921 is a prior period adjustment. Business-type activities decreased \$8,333,348, of which a negative \$7,756,803 is a prior period adjustment. Combined net position (assets and deferred outflows exceeding liabilities and deferred inflows of resources) was \$136,991,530 at June 30, 2024. The table below provides a comparative summary of the City's net position as of June 30, 2024 and 2023.

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**CITY OF DYERSBURG, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

City of Dyersburg's Net Position

	Governmental Activities		Business-type		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 48,497,200	\$ 44,463,172	\$ 38,088,724	\$ 39,958,306	\$ 86,585,924	\$ 84,421,478
Capital assets	48,279,509	45,872,985	74,663,584	71,224,059	122,943,093	117,097,044
Total Assets	96,776,709	90,336,157	112,752,308	111,182,365	209,529,017	201,518,522
Deferred Outflows of						
Resources	12,714,588	15,000,532	1,828,429	2,807,757	14,543,017	17,808,289
Long-term liabilities	36,710,054	39,216,500	25,121,116	13,052,668	61,831,170	52,269,168
Other liabilities	3,727,347	3,332,603	7,008,436	9,833,391	10,735,783	13,165,994
Total Liabilities	40,437,401	42,549,103	32,129,552	22,886,059	72,566,953	65,435,162
Deferred Inflows of						
Resources	14,223,529	14,859,644	290,022	609,552	14,513,551	15,469,196
Net position:						
Investment in capital assets, net of related debt	35,551,892	31,326,666	67,658,838	68,169,779	103,210,730	99,496,445
Restricted	8,387,435	8,987,792	2,511,729	2,735,773	10,899,164	11,723,565
Unrestricted	10,891,040	7,613,484	11,990,596	19,588,959	22,881,636	27,202,443
Total net position	\$ 54,830,367	\$ 47,927,942	\$ 82,161,163	\$ 90,494,511	\$ 136,991,530	\$ 138,422,453

The largest portion of the City's net position (\$103,210,730 or 75.34%) 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 \$3,714,285 from 2023. Of this increase, governmental activities increased \$4,225,226, and business-type activities decreased \$510,941. 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 (\$10,899,164 or 7.96%) represents resources that are subject to external restriction on how they may be used. Restricted net position decreased \$824,401 from 2023. The remaining balance of net position (unrestricted net position of \$22,881,636 or 16.7%) may be used to meet the government's ongoing obligation to citizens and creditors. Unrestricted net position decreased \$4,320,807 from 2023.

Analysis of the City's Operations. The following table provides a comparative summary of the City's operations for the years ended June 30, 2024 and 2023. Also, summary tables comparing 2024 with 2023 along with charts for 2024 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 \$6,902,425 including a prior period adjustment of \$597,921 in 2024 compared to an increase of \$5,231,501 in 2023. Business-type activities decreased the City's net position by \$8,333,348 including a prior period adjustment of a negative \$7,756,803 in 2024 compared to an increase of \$2,583,953 in 2023.

**CITY OF DYERSBURG, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

City of Dyersburg's Changes in Net Position

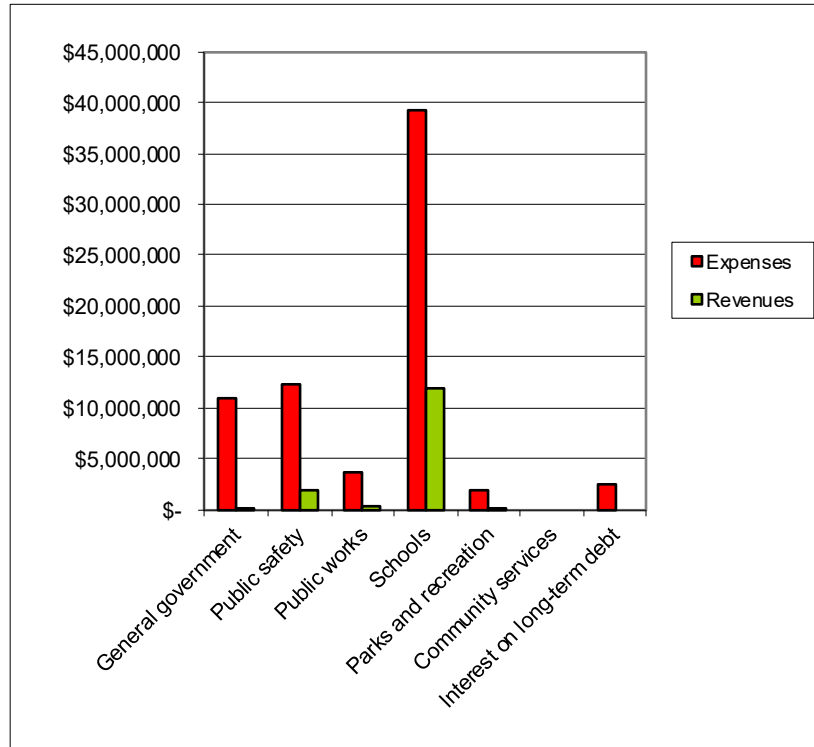
	Governmental Activities		Business-type		Total	
	2024	2023	2024	2023	2024	2023
Revenues						
Program revenues						
Charges for services	\$ 1,046,521	\$ 1,286,476	\$ 54,728,141	\$ 60,861,487	\$ 55,774,662	\$ 62,147,963
Operating grants and contributions	11,934,288	10,499,893	1,024,360	22,834	12,958,648	10,522,727
Capital grants and contributions	1,521,736	2,819,375	-	411,475	1,521,736	3,230,850
General revenues						
Property tax	11,581,644	11,425,868	-	-	11,581,644	11,425,868
Sales and use tax	12,968,888	12,445,534	-	-	12,968,888	12,445,534
Other taxes	2,370,431	2,360,036	-	-	2,370,431	2,360,036
Intergovernmental	23,308,387	17,495,580	-	-	23,308,387	17,495,580
Other sources	9,794,887	9,008,288	3,195,185	3,908,870	12,990,072	12,917,158
Unrestricted investment earnings	338,676	252,081	794,266	470,557	1,132,942	722,638
Total revenues	<u>74,865,458</u>	<u>67,593,131</u>	<u>59,741,952</u>	<u>65,675,223</u>	<u>134,607,410</u>	<u>133,268,354</u>
Expenses						
General government	10,911,487	10,901,269	-	-	10,911,487	10,901,269
Public safety	12,329,118	11,093,324	-	-	12,329,118	11,093,324
Public works	3,645,328	4,357,182	-	-	3,645,328	4,357,182
Schools	39,170,966	33,993,508	-	-	39,170,966	33,993,508
Parks and recreation	1,962,421	1,747,541	-	-	1,962,421	1,747,541
Electric	-	-	38,084,462	41,522,978	38,084,462	41,522,978
Gas	-	-	5,632,711	6,564,105	5,632,711	6,564,105
Water and sewer	-	-	8,414,110	7,545,788	8,414,110	7,545,788
Solid waste	-	-	4,410,732	3,566,826	4,410,732	3,566,826
Internal service funds	-	-	1,735,728	2,374,321	1,735,728	2,374,321
Interest on long-term debt	2,461,367	1,945,912	121,012	68,111	2,582,379	2,014,023
Total expenses	<u>70,480,687</u>	<u>64,038,736</u>	<u>58,398,755</u>	<u>61,642,129</u>	<u>128,879,442</u>	<u>125,680,865</u>
Increase in net position before transfers	<u>4,384,771</u>	<u>3,554,395</u>	<u>1,343,197</u>	<u>4,033,094</u>	<u>5,727,968</u>	<u>7,587,489</u>
Transfers	<u>1,919,742</u>	<u>1,971,771</u>	<u>(1,919,742)</u>	<u>(1,971,771)</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	<u>\$ 6,304,513</u>	<u>\$ 5,526,166</u>	<u>\$ (576,545)</u>	<u>\$ 2,061,323</u>	<u>\$ 5,727,968</u>	<u>\$ 7,587,489</u>

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**CITY OF DYERSBURG, TENNESSEE
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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 2024 Expenses and Program Revenues**



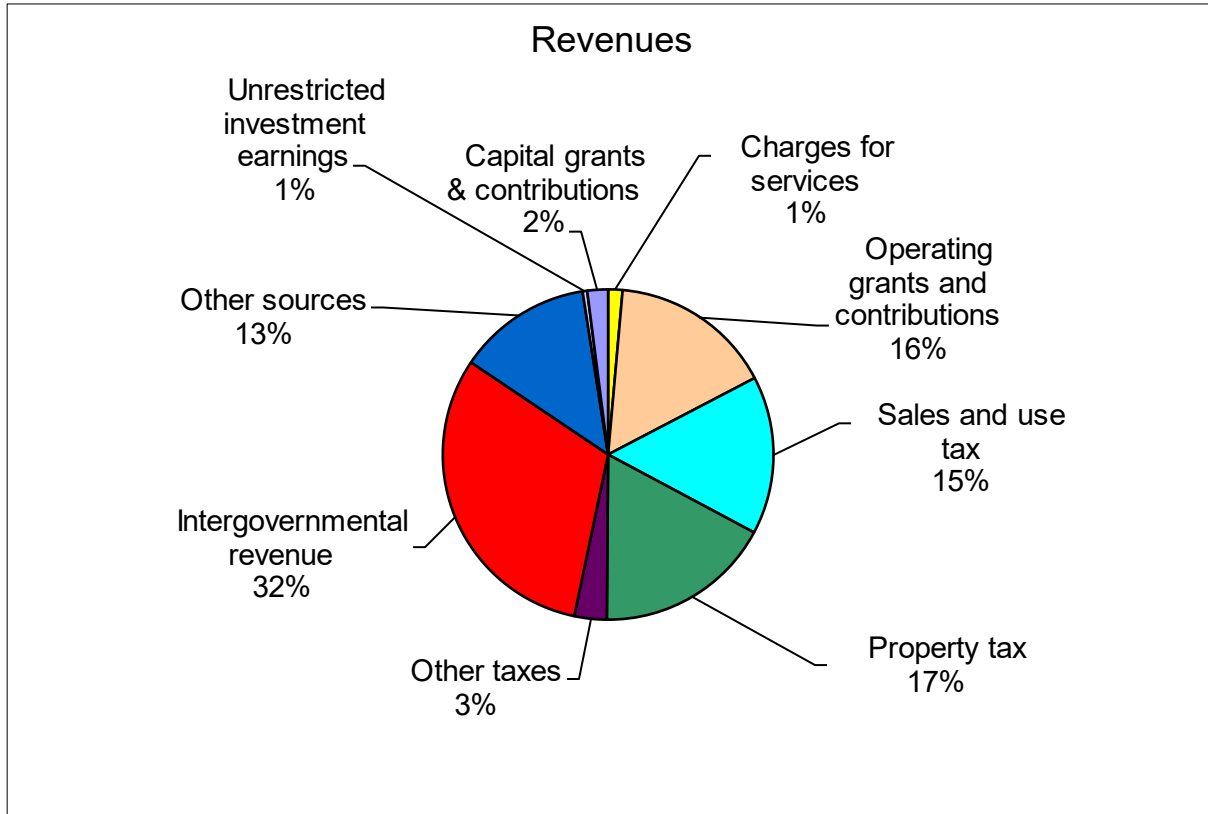
**Governmental Activities
Table of Expenses and Program Revenues**

	2024		2023		Increase (Decrease)	
	Expenses	Program Revenues	Expenses	Program Revenues	Expenses	Program Revenues
General government	\$ 10,911,487	\$ 185,412	\$ 10,901,269	\$ 237,229	\$ 10,218	\$ (51,817)
Public safety	12,329,118	1,914,988	11,093,324	479,073	1,235,794	1,435,915
Public works	3,645,328	310,908	4,357,182	476,960	(711,854)	(166,052)
Schools	39,170,966	11,898,531	33,993,508	13,300,856	5,177,458	(1,402,325)
Parks and recreation	1,962,421	192,706	1,747,541	111,626	214,880	81,080
Interest on debt	2,461,367	-	1,945,912	-	515,455	-
	<u>\$ 70,480,687</u>	<u>\$ 14,502,545</u>	<u>\$ 64,038,736</u>	<u>\$ 14,605,744</u>	<u>\$ 6,441,951</u>	<u>\$ (103,199)</u>

**CITY OF DYERSBURG, TENNESSEE
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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 2024 Revenues by Source**



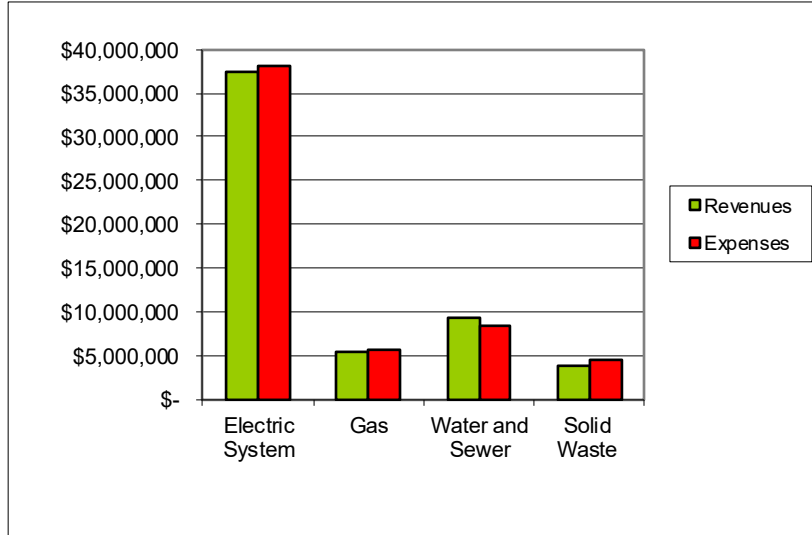
**Governmental Activities
Table of Revenues by Source**

	2024		2023		Increase (Decrease) in Revenues
	Revenues	Percentage	Revenues	Percentage	
Charges for services	\$ 1,046,521	1%	\$ 1,286,476	2%	\$ (239,955)
Operating grants and contributions	11,934,288	16%	10,499,893	16%	1,434,395
Capital grants and contributions	1,521,736	2%	2,819,375	4%	(1,297,639)
Sales and use tax	11,581,644	15%	11,425,868	17%	155,776
Property tax	12,968,888	17%	12,445,534	18%	523,354
Other taxes	2,370,431	3%	2,360,036	3%	10,395
Intergovernmental revenue (Schools)	23,308,387	33%	17,495,580	26%	5,812,807
Other sources	9,794,887	13%	9,008,288	14%	786,599
Investment earnings	338,676	0%	252,081	0%	86,595
	<u>\$ 74,865,458</u>	<u>100%</u>	<u>\$ 67,593,131</u>	<u>100%</u>	<u>\$ 7,272,327</u>

**CITY OF DYERSBURG, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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 2024 Expenses and Program Revenues**



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

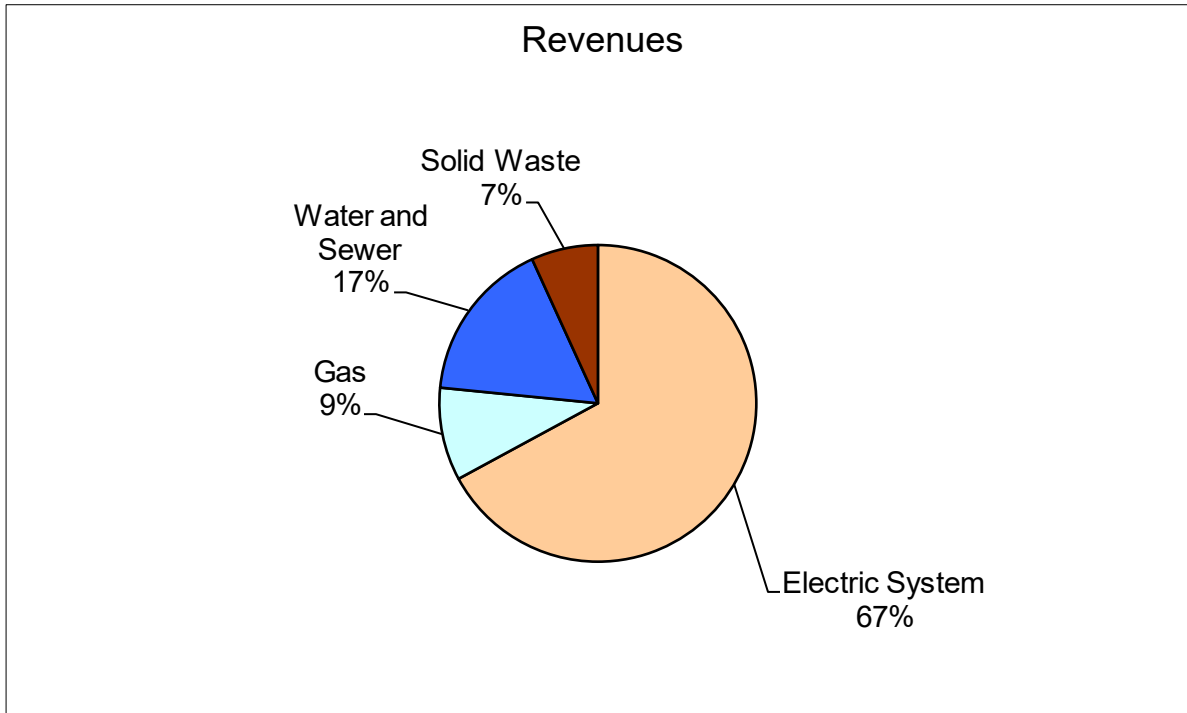
	2024		2023		Increase (Decrease)	
	Expenses	Program Revenues	Expenses	Program Revenues	Expenses	Program Revenues
Electric	\$ 38,084,462	\$ 37,403,390	\$ 41,522,978	\$ 41,909,993	\$ (3,438,516)	\$ (4,506,603)
Gas	5,632,711	5,295,071	6,564,105	7,328,488	(931,394)	(2,033,417)
Water and Sewer	8,414,110	9,255,393	7,545,788	8,249,526	868,322	1,005,867
Solid Waste	4,410,732	3,798,647	3,566,826	3,807,789	843,906	(9,142)
Internal service funds	1,735,728	-	2,374,321	-	(638,593)	-
Interest on long-term debt	121,012	-	68,111	-	52,901	-
	<u>\$ 58,398,755</u>	<u>\$ 55,752,501</u>	<u>\$ 61,642,129</u>	<u>\$ 61,295,796</u>	<u>\$ (3,243,374)</u>	<u>\$ (5,543,295)</u>

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**CITY OF DYERSBURG, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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 2024 Revenues by Service**



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

	2024		2023		Increase (Decrease)	
	Revenues	Percentage	Revenues	Percentage	Revenues	Percentage
Electric System	\$ 37,403,390	67%	\$ 41,909,993	68%	\$ (4,506,603)	-1%
Gas	5,295,071	9%	7,328,488	12%	(2,033,417)	-3%
Water and Sewer	9,255,393	17%	8,249,526	14%	1,005,867	3%
Solid Waste	3,798,647	7%	3,807,789	6%	(9,142)	1%
	<u>\$ 55,752,501</u>	<u>100%</u>	<u>\$ 61,295,796</u>	<u>100%</u>	<u>\$ (5,543,295)</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.

At the end of the current fiscal year, the City of Dyersburg's governmental funds reported combined ending fund balances of \$27,932,200, an increase of \$3,657,031 in comparison with

**CITY OF DYERSBURG, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

the prior year. \$23,153,291 or 82.9% 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 (\$81,051), restricted (\$4,670,155), or committed (\$27,703).

In the general fund, the City budgeted for a decrease in the fund balance of \$274,400. Actual revenues were \$608,483 under budgeted revenues and actual expenditures were \$1,898,727 under budgeted expenditures. Total expenditures exceeded revenues by \$404,156. This amount netted against other financing sources (uses) of \$1,599,505 which resulted in the fund balance increasing \$1,204,287, including a prior period adjustment of \$8,938, for fiscal year 2024. School fund balance increased \$2,893,527.

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 \$5,715,142 in gas, \$3,484,182 in water and sewer, negative \$5,385,138 in solid waste management, and \$7,447,113 in the electric system. The gas fund had a decrease in net position of \$462,138, the water and sewer fund net position increased \$340,103, the solid waste management fund net position decreased \$8,262,129 including a negative \$7,812,153 prior period adjustment, and the electric system net position decreased \$14,304.

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, 2024, was \$122,943,093 (net of accumulated depreciation), an increase of \$5,879,620 or 5.0% from 2023. The increase is the result of net deletions (net accumulated depreciation) of \$3,745,540 from governmental activities and \$4,783,781 from business-type activities and disposals (net accumulated depreciation) and adjustments (net accumulated depreciation) of \$1,320,566 from governmental activities and \$2,095,883 from the business-type activities. In addition there were leased assets, net accumulated amortization of \$418,047 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, 2024**

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

	2024			2023		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Land	\$ 6,863,124	\$ 2,235,410	\$ 9,098,534	\$ 6,896,744	\$ 2,235,410	\$ 9,132,154
Construction in progress	1,639,263	7,989,373	9,628,636	1,007,651	4,707,469	5,715,120
Land improvements	-	7,499,610	7,499,610	-	7,499,610	7,499,610
Buildings and improvements	81,489,051	19,968,014	101,457,065	78,159,004	19,662,019	97,821,023
Plants and Systems	-	121,765,433	121,765,433	-	118,464,976	118,464,976
Machinery, vehicles and equipment	22,928,029	24,140,080	47,068,109	21,305,662	23,073,552	44,379,214
Infrastructure	27,686,709	-	27,686,709	27,292,110	-	27,292,110
Accumulated depreciation	(92,500,863)	(109,352,383)	(201,853,246)	(88,980,832)	(104,890,244)	(193,871,076)
Right of use asset	-	642,152	642,152	-	713,243	713,243
Accumulated amortization	-	(224,105)	(224,105)	-	(275,545)	(275,545)
Allocated Internal Serv fund capital assets	174,196	-	174,196	192,644	-	192,644
	<u>\$ 48,279,509</u>	<u>\$ 74,663,584</u>	<u>\$ 122,943,093</u>	<u>\$ 45,872,983</u>	<u>\$ 71,190,490</u>	<u>\$ 117,063,473</u>

Additional information on the City of Dyersburg's capital assets can be found in Note IV. C. on pages 53-54 of this report.

DEBT ADMINISTRATION

At June 30, 2024, the City of Dyersburg had total bonded debt and notes from direct borrowings of \$19,157,502. Of this amount, \$8,044,617 comprises bonded debt backed by the full faith and credit of the government and \$1,525,000 represents bonds secured by electric revenues. The notes from direct borrowings of \$4,683,000 pertains to the general fund and schools in the governmental activities. The notes from direct borrowings of \$4,904,885 pertains to the water fund. Total debt decreased \$1,948,780 or 11.32% from June 30, 2023 to June 30, 2024 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, 2024 and 2023 is summarized below.

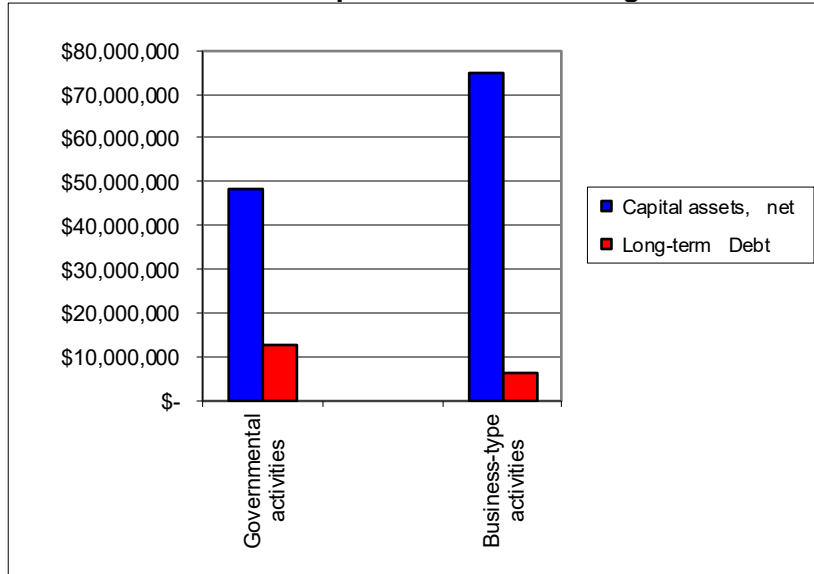
	2024			2023		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Notes From Direct Borrowings	\$ 4,683,000	\$ 4,904,885	\$ 9,587,885	\$ 5,612,017	\$ 1,007,403	\$ 6,619,420
Bonds Payable	8,044,617	1,525,000	9,569,617	8,934,302	1,655,000	10,589,302
	<u>\$ 12,727,617</u>	<u>\$ 6,429,885</u>	<u>\$ 19,157,502</u>	<u>\$ 14,546,319</u>	<u>\$ 2,662,403</u>	<u>\$ 17,208,722</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 Note IV. E on pages 56-59 of this report.

**CITY OF DYERSBURG, TENNESSEE
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**Governmental and Business-Type Activities
Chart of 2024 Net Capital Assets and Long-term Debt**



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

	2024		2023	
	Capital Assets, net of Depreciation	Long-term Debt	Capital Assets, net of Depreciation	Long-term Debt
Governmental activities	\$ 48,279,509	\$ 12,727,617	\$ 45,872,983	\$ 14,546,319
Business-type activities	74,663,584	6,429,885	71,190,490	2,662,403
	\$ 122,943,093	\$ 19,157,502	\$ 117,063,473	\$ 17,208,722

ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES

The unemployment rate of Dyer County is 3.0%. This compares favorably to the state's average unemployment rate of 3.0% and the national average of 4.1%.

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 \$2.47 for the 2023-2024 fiscal year.

User rates remained the same for water and refuse collection, decreased for sewer, and increased for gas collection for fiscal year 2023-2024.

**CITY OF DYERSBURG, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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, 2024

	Primary Government		Total
	Governmental Activities	Business-type Activities	
ASSETS			
Cash	\$ 28,129,799	\$ 19,131,979	\$ 47,261,778
Investments	1,584,232	9,398,295	10,982,527
Receivables (net of allowance for uncollectibles):			
Taxes	10,757,029	-	10,757,029
Accounts	3,428,198	4,192,987	7,621,185
Accrued interest and rents	-	394,017	394,017
Interfund balances	435,024	(435,024)	-
Inventories	76,051	1,479,423	1,555,474
Prepaid expenses	5,000	102,244	107,244
Deposits	119,890	30,374	150,264
Other assets	(141)	39,902	39,761
Net pension asset	3,628,045	242,240	3,870,285
Restricted assets - hybrid stabilization	334,073	-	334,073
Restricted assets - cash and cash investments	-	3,512,287	3,512,287
Capital assets not being depreciated:			
Land	6,863,124	2,235,410	9,098,534
Construction in progress	1,639,263	7,989,373	9,628,636
Capital assets net of accumulated depreciation	39,777,122	64,020,754	103,797,876
Right-of-Use asset	-	642,152	642,152
Less - accumulated amortization	-	(224,105)	(224,105)
Total Assets	96,776,709	112,752,308	209,529,017
DEFERRED OUTFLOWS OF RESOURCES			
Related to pensions and OPEB	12,714,588	1,828,429	14,543,017
Total Deferred Outflows of Resources	12,714,588	1,828,429	14,543,017
Total Assets and Deferred Outflows of Resources	\$ 109,491,297	\$ 114,580,737	\$ 224,072,034

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

CITY OF DYERSBURG, TENNESSEE
STATEMENT OF NET POSITION
JUNE 30, 2024

	Primary Government		
	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Accounts payable	\$ 910,952	\$ 3,540,827	\$ 4,451,779
Accrued interest payable	5,320	20,905	26,225
Deposits	30,736	3,285,999	3,316,735
Accrued payroll	1,805,010	83,778	1,888,788
Other current liabilities	975,329	76,927	1,052,256
Noncurrent liabilities:			
Due within one year:			
Current portion of notes from direct borrowings	757,000	4,298,150	5,055,150
Current portion of bonds payable	909,699	130,000	1,039,699
Due in more than one year:			
Notes from direct borrowings	3,926,000	606,735	4,532,735
Bonds payable	7,134,918	1,395,000	8,529,918
Net pension liability	18,674,700	6,988,975	25,663,675
Net OPEB liability	4,211,531	-	4,211,531
Accrued compensated absences	1,096,206	457,037	1,553,243
Other accrued liabilities	-	10,826,831	10,826,831
Advances from TVA	-	4,833	4,833
Lease liability	-	413,555	413,555
Total Liabilities	40,437,401	32,129,552	72,566,953
DEFERRED INFLOWS OF RESOURCES			
Unavailable property taxes	9,428,365	-	9,428,365
Unavailable confiscated funds	12,725	-	12,725
Unearned grant revenue	2,588,536	-	2,588,536
Related to pensions and OPEB	2,193,903	290,022	2,483,925
Total Deferred Inflows of Resources	14,223,529	290,022	14,513,551
NET POSITION			
Net investment in capital assets	35,551,892	67,658,838	103,210,730
Restricted for:			
Perpetual care	1,553,803	-	1,553,803
Deposits	30,736	2,095,294	2,126,030
Debt service	67,775	-	67,775
Special revenue funds	2,773,003	-	2,773,003
Hybrid stabilization	334,073	-	334,073
Net pension asset	3,628,045	416,435	4,044,480
Unrestricted	10,891,040	11,990,596	22,881,636
Total Net Position	54,830,367	82,161,163	136,991,530
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 109,491,297	\$ 114,580,737	\$ 224,072,034

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, 2024**

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		Total
					Governmental Activities	Business-type Activities	
Primary government:							
Governmental activities:							
General government	\$ 10,911,487	\$ 185,412	\$ -	\$ -	\$ (10,726,075)	\$ -	\$ (10,726,075)
Public safety	12,329,118	120,816	1,794,172	-	(10,414,130)	-	(10,414,130)
Public works	3,645,328	199,949	-	110,959	(3,334,420)	-	(3,334,420)
Schools	39,170,966	347,638	10,140,116	1,410,777	(27,272,435)	-	(27,272,435)
Parks and recreation	1,962,421	192,706	-	-	(1,769,715)	-	(1,769,715)
Interest on long-term debt	2,461,367	-	-	-	(2,461,367)	-	(2,461,367)
Total governmental activities	70,480,687	1,046,521	11,934,288	1,521,736	(55,978,142)	-	(55,978,142)
Business-type activities:							
Electric	38,084,462	37,403,390	-	-	-	(681,072)	(681,072)
Gas	5,632,711	5,295,071	-	-	-	(337,640)	(337,640)
Water and sewer	8,414,110	8,231,033	1,024,360	-	-	841,283	841,283
Solid waste	4,410,732	3,798,647	-	-	-	(612,085)	(612,085)
Internal service fund	1,735,728	-	-	-	-	(1,735,728)	(1,735,728)
Interest on long-term debt	121,012	-	-	-	-	(121,012)	(121,012)
Total business-type activities	58,398,755	54,728,141	1,024,360	-	-	(2,646,254)	(2,646,254)
Total primary government	\$ 128,879,442	\$ 55,774,662	\$ 12,958,648	\$ 1,521,736	(55,978,142)	(2,646,254)	(58,624,396)
General revenues:							
Property taxes					11,581,644	-	11,581,644
State and local sales taxes					12,968,888	-	12,968,888
Wholesale beer and liquor taxes					601,838	-	601,838
Business taxes					645,648	-	645,648
Franchise taxes					58,771	-	58,771
Room occupancy taxes					447,299	-	447,299
Wheel taxes					616,875	-	616,875
Intergovernmental revenue					23,308,387	-	23,308,387
Other sources					9,794,887	3,195,185	12,990,072
Unrestricted investment earnings					338,676	794,266	1,132,942
Transfers					1,919,742	(1,919,742)	-
Total general revenues and transfers					62,282,655	2,069,709	64,352,364
Change in net position					6,304,513	(576,545)	5,727,968
Net position- beginning					47,927,933	90,494,511	138,422,444
Correction of an error					597,921	(7,756,803)	(7,158,882)
Net position- beginning, restated					48,525,854	82,737,708	131,263,562
Net position - ending					\$ 54,830,367	\$ 82,161,163	\$ 136,991,530

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

**CITY OF DYERSBURG, TENNESSEE
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024**

	General	General Purpose School	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash	\$ 10,148,752	\$ 14,864,418	\$ 2,915,479	\$ 27,928,649
Investments	10,000	-	1,574,232	1,584,232
Receivables (net of allowance for uncollectibles):				
Taxes	10,008,799	748,230	-	10,757,029
Accounts	2,188,876	-	-	2,188,876
Due from grantor	-	697,162	520,432	1,217,594
Due from other funds	765,082	130,216	130,898	1,026,196
Inventories	-	-	76,051	76,051
Prepaid expenses	5,000	-	-	5,000
Deposits	-	-	111,000	111,000
Other assets	39,264	-	-	39,264
Hybrid stabilization (SRT)	-	334,073	-	334,073
	Total Assets	\$ 16,774,099	\$ 5,328,092	\$ 45,267,964
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 729,790	\$ 22,794	\$ 208,757	\$ 961,341
Accrued interest payable	5,320	-	-	5,320
Accrued payroll	308,253	1,176,961	319,796	1,805,010
Other current liabilities	155,064	663,151	110,059	928,274
Deposits	30,736	-	-	30,736
Due to other funds	167,252	39,180	267,655	474,087
	Total Liabilities	1,902,086	906,267	4,204,768
Deferred Inflows of Resources:				
Unavailable confiscated funds	-	-	12,725	12,725
Deferred current property taxes	9,934,588	-	-	9,934,588
Unearned grant revenue	3,183,683	-	-	3,183,683
	Total Deferred Inflows of Resources	-	12,725	13,130,996
Fund Balances:				
Non-spendable	5,000	-	76,051	81,051
Restricted	30,736	334,073	4,305,346	4,670,155
Committed	-	-	27,703	27,703
Unassigned	8,615,351	14,537,940	-	23,153,291
	Total Fund Balances	14,872,013	4,409,100	27,932,200
	Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 16,774,099	\$ 5,328,092	\$ 45,267,964

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, 2024**

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

Total Governmental Fund Balances	\$ 27,932,200
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported in the funds.	48,105,314
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	12,714,588
Deferred inflows related to pension and OPEB	(2,193,903)
Compensated absences are not a financial use/source in the current period and, therefore, are not reported in the funds.	(1,096,206)
Internal service fund assets and liabilities are allocated to governmental funds and, therefore, are included in governmental activities in the statement of net position.	317,715
Assets not available to pay for current period expenditures and, therefore, are deferred in the governmental funds.	424,309
Liabilities not due and payable in the current period and, therefore, are not being reported in the governmental funds.	612,153
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	3,628,045
Net pension liability	(18,674,700)
Net OPEB liability	(4,211,531)
Notes from direct borrowings and bonds payable are not due or payable in the current period and, therefore, are not reported in the governmental funds.	<u>(12,727,617)</u>
Net position of governmental activities	<u><u>\$ 54,830,367</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 - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	General	General Purpose School	Other Governmental Funds	Total Governmental Funds
REVENUES:				
Taxes	\$ 15,971,949	\$ 10,950,151	\$ -	\$ 26,922,100
Licenses and permits	154,120	-	-	154,120
Intergovernmental	5,868,606	19,853,229	8,609,518	34,331,353
Charges for services	698,883	-	256,751	955,634
Fines, forfeits, and penalties	231,733	-	40,065	271,798
Investment earnings	184,636	72,695	81,345	338,676
Miscellaneous	2,685,816	478,120	4,149,396	7,313,332
Total Revenues	<u>25,795,743</u>	<u>31,354,195</u>	<u>13,137,075</u>	<u>70,287,013</u>
EXPENDITURES:				
General government	2,395,105	-	43,303	2,438,408
Public safety	12,329,118	-	-	12,329,118
Public works	3,645,328	-	-	3,645,328
Parks and recreation	1,962,421	-	-	1,962,421
Economic development	399,161	-	-	399,161
Municipal airport	636,708	-	-	636,708
Joint cost - communications	501,586	-	-	501,586
Hospital and healthcare	-	-	3,987,500	3,987,500
Education	-	27,381,319	10,167,923	37,549,242
Miscellaneous	1,864,152	-	-	1,864,152
Capital outlay	2,001,648	822,005	14,518	2,838,171
Debt service:				
Principal retirement	831,000	987,354	-	1,818,354
Interest	252,662	358,367	-	611,029
Debt issuance costs	20,500	-	-	20,500
Other expense	11,484	-	-	11,484
Total Expenditures	<u>26,850,873</u>	<u>29,549,045</u>	<u>14,213,244</u>	<u>70,613,162</u>
Revenues Over (Under) Expenditures	(1,055,130)	1,805,150	(1,076,169)	(326,149)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	1,962,602	1,088,377	691,058	3,742,037
Operating transfers out	(363,097)	-	(1,459,198)	(1,822,295)
Sale of assets	650,974	-	1,403,526	2,054,500
Total Other Financing Sources (Uses)	<u>2,250,479</u>	<u>1,088,377</u>	<u>635,386</u>	<u>3,974,242</u>
Net Change in Fund Balance	<u>1,195,349</u>	<u>2,893,527</u>	<u>(440,783)</u>	<u>3,648,093</u>
Fund Balance - July 1, 2023	7,446,800	11,978,486	4,849,883	24,275,169
Correction of an error	8,938	-	-	8,938
Fund Balance, restated - July 1, 2023	<u>7,455,738</u>	<u>11,978,486</u>	<u>4,849,883</u>	<u>24,284,107</u>
Fund Balance - June 30, 2024	<u>\$ 8,651,087</u>	<u>\$ 14,872,013</u>	<u>\$ 4,409,100</u>	<u>\$ 27,932,200</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, 2024**

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

Net change in fund balances - total governmental funds	\$	3,648,093
Revenues in the statement of activities that do not provide current financial resources and are not reported as revenues in the funds.		(513,796)
Expenses in the statement of activities that are not paid using current financial resources and are not reported as expenditures in the funds.		1,091,123
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.		1,876,067
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.		(1,714,349)
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.		1,818,716
The net expense of certain activities of internal service funds is reported with governmental activities.		13,488
The increase/decrease in the liability for compensated absences is not reported in governmental funds.		<u>85,171</u>
Change in net position of governmental activities	\$	<u><u>6,304,513</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, 2024

	Budgeted Amounts		Actual	Variance
	Original	Final		Over/(Under) Budgeted Amounts
REVENUES				
Taxes				
Property taxes - net	\$ 9,000,000	\$ 9,000,000	\$ 9,171,201	\$ 171,201
Property taxes - penalty and interest	100,000	100,000	98,019	(1,981)
Local sales tax	4,900,000	4,900,000	4,949,173	49,173
Wholesale beer tax	525,000	525,000	480,579	(44,421)
Wholesale liquor tax	130,000	130,000	121,259	(8,741)
Business taxes	600,000	600,000	645,648	45,648
Cable TV franchise tax	80,000	80,000	58,771	(21,229)
Room occupancy tax	400,000	400,000	447,299	47,299
Total taxes	<u>15,735,000</u>	<u>15,735,000</u>	<u>15,971,949</u>	<u>236,949</u>
Licenses and permits				
Beer licenses	7,000	7,000	7,850	850
Liquor licenses	15,000	15,000	14,250	(750)
Other licenses	800	800	650	(150)
Building permits and inspections	95,000	95,000	131,370	36,370
Total licenses and permits	<u>117,800</u>	<u>117,800</u>	<u>154,120</u>	<u>36,320</u>
Intergovernmental revenues				
Federal law enforcement grants	25,000	25,000	65,213	40,213
Federal surface transportation grants	-	-	30,394	30,394
TVA replacement tax	194,000	194,000	198,091	4,091
Payment in lieu of taxes - Housing Authority	52,000	52,000	57,548	5,548
State sales tax	1,959,700	1,959,700	2,005,045	45,345
State income tax	85,000	85,000	113,625	28,625
State beer tax	8,800	8,800	7,105	(1,695)
State alcoholic beverage tax	103,000	103,000	105,089	2,089
State gasoline and motor fuel tax	288,000	288,000	290,019	2,019
State 1989 gasoline tax	45,000	45,000	45,341	341
State 3 cent gasoline tax	83,100	83,100	83,722	622
State gas 2017 tax	144,300	144,300	146,217	1,917
State petroleum special tax	29,600	29,600	32,579	2,979
State public safety grants	1,858,400	1,858,400	1,728,959	(129,441)
State airport grant	1,295,600	1,295,600	49,299	(1,246,301)
State CDBG grant	130,000	130,000	106,037	(23,963)
State recreation grant	288,000	288,000	-	(288,000)
Federal FEMA Grant	-	-	6,737	6,737
Federal ARPA grant	812,000	812,000	676,663	(135,337)
County intergovernmental revenue	80,000	80,000	90,200	10,200
State sports gaming tax	20,000	20,000	30,723	10,723
Total intergovernmental revenues	<u>7,501,500</u>	<u>7,501,500</u>	<u>5,868,606</u>	<u>(1,632,894)</u>
Charges for services				
Public safety reimbursements	90,000	90,000	83,286	(6,714)
Special police and safety services	7,000	7,000	4,203	(2,797)
Fire protection charges	30,000	30,000	33,327	3,327
Cemetery burial, foundation, and deed charges	144,000	144,000	128,200	(15,800)
Stormwater II charges	202,200	202,200	199,949	(2,251)
Swimming pool charges and fees	37,500	37,500	40,071	2,571
Parks and recreation charges	106,000	106,000	152,635	46,635
Other	77,000	77,000	57,212	(19,788)
Total charges for services	<u>693,700</u>	<u>693,700</u>	<u>698,883</u>	<u>5,183</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, 2024

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
REVENUES (CONTINUED):				
Fines, forfeits, and penalties				
City court revenue	\$ 185,000	\$ 185,000	\$ 182,245	\$ (2,755)
Safe driving fees	3,000	3,000	2,850	(150)
Other	2,000	2,000	46,638	44,638
Total fines, forfeits, and penalties	<u>190,000</u>	<u>190,000</u>	<u>231,733</u>	<u>41,733</u>
Miscellaneous revenues				
Interest	100,000	100,000	184,636	84,636
Rents	395,000	395,000	395,528	528
Sale of fuel and supplies	425,000	425,000	548,674	123,674
Sale of property and equipment	-	-	56,500	56,500
Sale of cemetery lots	90,000	90,000	45,800	(44,200)
Joint expense reimbursements - administrative charges	1,714,200	1,714,200	1,871,662	157,462
Other	185,000	185,000	418,626	233,626
Total miscellaneous revenues	<u>2,909,200</u>	<u>2,909,200</u>	<u>3,521,426</u>	<u>612,226</u>
Total revenues	<u>27,147,200</u>	<u>27,147,200</u>	<u>26,446,717</u>	<u>(700,483)</u>
EXPENDITURES				
General government:				
Legislative	79,300	79,300	75,418	(3,882)
Judicial	458,300	458,300	384,683	(73,617)
Executive	216,200	216,200	217,589	1,389
City recorder	156,000	156,000	162,993	6,993
City attorney	50,000	50,000	25,691	(24,309)
Accounting	318,700	318,700	329,984	11,284
Tax administration	111,600	111,600	113,936	2,336
Purchasing	95,600	95,600	95,680	80
Personnel	130,800	130,800	127,221	(3,579)
Engineering	423,600	423,600	568,533	144,933
Planning and zoning	12,900	12,900	6,334	(6,566)
City Hall	138,900	138,900	147,008	8,108
Other facilities	166,900	166,900	140,035	(26,865)
Total general government	<u>2,358,800</u>	<u>2,358,800</u>	<u>2,395,105</u>	<u>36,305</u>
Public safety:				
Police department				
Traffic safety	132,600	132,600	140,084	7,484
Supplement pay	42,500	42,500	37,032	(5,468)
Administration	619,500	619,500	626,330	6,830
Operations	113,200	113,200	27,397	(85,803)
Criminal investigation	895,700	895,700	708,258	(187,442)
Patrol	5,200,900	5,200,900	4,840,459	(360,441)
Records and identification	313,900	313,900	300,253	(13,647)
Training	295,400	295,400	264,202	(31,198)
Education and public relations	3,000	3,000	14,996	11,996
Automotive services	257,500	257,500	265,119	7,619
Special response team	52,300	52,300	42,057	(10,243)
Police stations	253,700	253,700	216,525	(37,175)
Total police department	<u>8,180,200</u>	<u>8,180,200</u>	<u>7,482,712</u>	<u>(697,488)</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, 2024

	Budgeted Amounts		Actual	Variance
	Original	Final		Over/(Under) Budgeted Amounts
EXPENDITURES (CONTINUED)				
Fire department				
Supplement pay	\$ 46,600	\$ 46,600	\$ 38,754	\$ (7,846)
Administration	470,400	470,400	477,396	6,996
Fire fighting	3,540,000	3,540,000	3,485,881	(54,119)
Fire prevention	172,400	172,400	167,833	(4,567)
Training	122,300	122,300	122,801	501
Equipment repair services	114,000	114,000	134,363	20,363
Fire stations	84,000	84,000	86,426	2,426
Total fire department	<u>4,549,700</u>	<u>4,549,700</u>	<u>4,513,454</u>	<u>(36,246)</u>
Building inspection	<u>356,400</u>	<u>356,400</u>	<u>332,952</u>	<u>(23,448)</u>
Total public safety	<u>13,086,300</u>	<u>13,086,300</u>	<u>12,329,118</u>	<u>(757,182)</u>
Public works:				
Public works administration	410,900	410,900	417,403	6,503
Highways and streets	2,716,300	2,716,300	2,580,645	(135,655)
Storm drainage	162,300	162,300	179,155	16,855
Stormwater II	121,600	121,600	69,513	(52,087)
Cemeteries	488,200	488,200	398,612	(89,588)
Total public works	<u>3,899,300</u>	<u>3,899,300</u>	<u>3,645,328</u>	<u>(253,972)</u>
Parks and recreation				
Dyersburg Activity Center	433,900	433,900	455,255	21,355
Bruce Recreation Center	329,300	329,300	367,671	38,371
Future City Recreation Center	168,500	168,500	154,650	(13,850)
Dyersburg Activity Center pool	47,100	47,100	66,163	19,063
Okeena pool	109,500	109,500	87,139	(22,361)
Bruce pool	7,500	7,500	4,469	(3,031)
Youth programs	67,500	67,500	66,133	(1,367)
Playgrounds and parks	588,200	588,200	636,295	48,095
Golf course	27,500	27,500	29,992	2,492
Total parks and recreation	<u>1,779,000</u>	<u>1,779,000</u>	<u>1,867,767</u>	<u>88,767</u>
Special recreation	<u>74,500</u>	<u>74,500</u>	<u>94,654</u>	<u>20,154</u>
Tourism and economic development	<u>400,000</u>	<u>400,000</u>	<u>399,161</u>	<u>(839)</u>
Municipal airport	<u>591,200</u>	<u>591,200</u>	<u>636,708</u>	<u>45,508</u>
Capital outlay				
General government	30,000	30,000	61,809	31,809
Public safety	384,700	384,700	660,508	275,808
Public works	90,000	90,000	156,112	66,112
Parks and recreation	1,230,000	1,230,000	798,275	(431,725)
Municipal airport	1,351,600	1,351,600	324,944	(1,026,656)
Total capital outlay	<u>3,086,300</u>	<u>3,086,300</u>	<u>2,001,648</u>	<u>(1,084,652)</u>
Debt service				
Retirement of notes, bonds and capital leases	831,000	831,000	831,000	-
Interest	169,000	169,000	252,662	83,662
Debt issuance costs	-	-	20,500	20,500
Bank and loan remarketing fees	11,500	11,500	11,484	(16)
Total debt service	<u>1,011,500</u>	<u>1,011,500</u>	<u>1,115,646</u>	<u>104,146</u>
Joint costs - communications	540,800	540,800	501,586	(39,214)

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, 2024

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
EXPENDITURES (CONTINUED)				
Miscellaneous expenditures				
Vacation and sick leave	\$ 25,000	\$ 25,000	\$ 52,892	\$ 27,892
Insurance	16,500	16,500	9,122	(7,378)
Retirement	1,394,800	1,394,800	1,396,420	1,620
Professional services	150,000	150,000	126,780	(23,220)
Payments in lieu of taxes	135,000	135,000	137,045	2,045
Other	200,600	200,600	141,893	(58,707)
Total miscellaneous expenditures	<u>1,921,900</u>	<u>1,921,900</u>	<u>1,864,152</u>	<u>(57,748)</u>
Total expenditures	<u>28,749,600</u>	<u>28,749,600</u>	<u>26,850,873</u>	<u>(1,898,727)</u>
Revenues over (under) expenditures	(1,602,400)	(1,602,400)	(404,156)	1,198,244
Other financing sources (uses)				
Transfers in	1,960,000	1,960,000	1,962,602	2,602
Transfers out	(350,000)	(350,000)	(363,097)	(13,097)
Total other financing sources (uses)	<u>1,610,000</u>	<u>1,610,000</u>	<u>1,599,505</u>	<u>(10,495)</u>
Net change in fund balance	<u>\$ 7,600</u>	<u>\$ 7,600</u>	1,195,349	<u>\$ 1,187,749</u>
Fund balance - July 1, 2023			7,446,800	
Correction of an Error			<u>8,938</u>	
Fund balance - July 1, 2023 - Restated			<u>7,455,738</u>	
Fund balance - June 30, 2024			<u>\$ 8,651,087</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, 2024

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
REVENUES:				
Real estate taxes	\$ 2,516,141	\$ 2,516,141	\$ 2,312,424	\$ (203,717)
Sales tax	6,948,122	6,948,122	8,019,715	1,071,593
Other permits and licenses	1,090	1,090	1,137	47
Wheel tax	550,000	550,000	616,875	66,875
Intergovernmental	20,825,875	20,983,630	19,853,229	(1,130,401)
Investment earnings	15,000	15,000	72,695	57,695
Miscellaneous	313,040	292,500	478,120	185,620
Total Revenues	<u>31,169,268</u>	<u>31,306,483</u>	<u>31,354,195</u>	<u>47,712</u>
EXPENDITURES:				
Education:				
Regular instruction program	15,325,135	14,821,021	13,932,473	(888,548)
Alternative instruction program	381,796	311,496	311,210	(286)
Special education program	2,008,750	2,025,849	2,008,863	(16,986)
Career and technical education	1,647,184	1,609,111	894,984	(714,127)
Attendance services	146,479	142,880	142,803	(77)
Health services	389,110	328,465	323,593	(4,872)
Other student support	1,030,258	373,392	369,325	(4,067)
Regular instruction support	651,285	607,258	598,486	(8,772)
Alternative education support	109,885	106,506	106,506	-
Special education support	82,464	66,234	65,584	(650)
Fiscal services	272,882	299,101	297,301	(1,800)
Operation of plant	2,714,401	2,768,102	2,669,856	(98,246)
Maintenance of plant	680,218	970,829	918,566	(52,263)
Board of education	826,913	753,848	519,810	(234,038)
Career and technical education	57,111	56,970	56,970	-
Early childhood education	663,139	862,939	859,931	(3,008)
Office of the superintendent	354,313	369,552	351,097	(18,455)
Community services	123,355	82,020	79,190	(2,830)
Transportation	1,017,250	1,060,467	978,555	(81,912)
Technology	284,589	251,811	226,850	(24,961)
Office of the principal	1,710,790	1,669,732	1,669,366	(366)
Total education	<u>30,477,307</u>	<u>29,537,583</u>	<u>27,381,319</u>	<u>(2,156,264)</u>
Capital outlay	364,000	1,440,939	822,005	(618,934)
Total Expenditures	<u>30,841,307</u>	<u>30,978,522</u>	<u>28,203,324</u>	<u>(2,775,198)</u>
Revenues Over (Under) Expenditures	327,961	327,961	3,150,871	2,822,910
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	60,000	55,335	70,617	15,282
Transfers to other funds	(60,000)	(55,335)	-	55,335
Transfer to City - debt service	(327,961)	(327,961)	(327,961)	-
Total other financing sources (uses)	<u>(327,961)</u>	<u>(327,961)</u>	<u>(257,344)</u>	<u>70,617</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	2,893,527	<u>\$ 2,893,527</u>
Fund balance - July 1, 2023			11,978,486	
Fund balance - June 30, 2024			<u>\$ 14,872,013</u>	
Reconciliation of Budgetary Basis to GAAP Basis Statement				
Total expenditures on budgetary basis			\$ 28,203,324	
Debt service expenditures paid by the City of Dyersburg				
Principal			987,354	
Interest and bond fees			358,367	
Total expenditures on GAAP basis statement			<u>\$ 29,549,045</u>	
Other financing sources (uses) on budgetary basis - due from other funds			\$ 70,617	
Other financing sources (uses) on budgetary basis - payment to the City			(327,961)	
Transfer recorded for debt service expenditures paid by the City			1,345,721	
Other financing sources (uses) on GAAP basis statement			<u>\$ 1,088,377</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, 2024

	Business-Type Activities - Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Gas	Water and Sewer	Solid Waste Management	Electric System		
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 4,930,642	\$ 3,935,007	\$ 4,857,755	\$ 2,014,622	\$ 15,738,026	\$ 3,595,103
Investments	853,651	-	364,822	8,201,550	9,420,023	-
Accounts receivable - net	203,228	1,232,243	328,835	2,358,938	4,123,244	69,743
Accrued interest receivable	-	-	-	278,725	278,725	-
Accrued rents receivable	-	-	-	115,292	115,292	-
Due from other funds	867,797	946,358	731,841	-	2,545,996	94,277
Inventories	128,623	281,185	-	1,069,615	1,479,423	-
Prepaid expenses	-	-	-	102,244	102,244	-
Total current assets	6,983,941	6,394,793	6,283,253	14,140,986	33,802,973	3,759,123
Noncurrent assets:						
Restricted assets:						
Customer deposits - certificate of deposit	-	-	-	2,351,496	2,351,496	-
Renewal and replacement fund - certificate of deposit	-	-	-	500,000	500,000	-
Bond reserve fund - cash and cash equivalents	-	-	-	182,080	182,080	-
Bond retirement fund - cash and cash equivalents	-	-	-	147,220	147,220	-
Renewal and replacement fund - cash and cash equivalents	-	-	-	331,491	331,491	-
Total restricted assets	-	-	-	3,512,287	3,512,287	-
Capital assets:						
Land	773,584	558,366	-	903,460	2,235,410	-
Construction in progress	-	7,816,084	-	152,339	7,968,423	20,950
Plant in service	14,561,859	69,374,947	14,861,487	72,204,358	171,002,651	2,388,936
Less - accumulated depreciation	(10,574,973)	(47,542,232)	(11,763,161)	(37,318,122)	(107,198,488)	(2,172,345)
Net capital assets	4,760,470	30,207,165	3,098,326	35,942,035	74,007,996	237,541
Right-of-use asset	-	-	642,152	-	642,152	-
Less - accumulated amortization	-	-	(224,105)	-	(224,105)	-
Net right-of-use asset	-	-	418,047	-	418,047	-
Other assets	-	-	645	27,797	28,442	11,319
Net pension asset	416,435	-	-	-	416,435	-
Total noncurrent assets	5,176,905	30,207,165	3,517,018	39,482,119	78,383,207	248,860
Total Assets	12,160,846	36,601,958	9,800,271	53,623,105	112,186,180	4,007,983
DEFERRED OUTFLOWS OF RESOURCES						
Differences between expected and actual experience - pension	(48,019)	26,428	21,712	243,226	243,347	-
Contributions - pension	29,284	181,084	106,476	537,102	853,946	-
Changes in assumption - pension	(421,509)	265,008	179,809	135,840	159,148	-
Net difference between projected and actual earnings on pension plan investment	15,730	68,900	38,552	607,665	730,847	-
Total Deferred Outflows of Resources	(424,514)	541,420	346,549	1,523,833	1,987,288	-
Total Assets and Deferred Outflows of Resources	\$ 11,736,332	\$ 37,143,378	\$ 10,146,820	\$ 55,146,938	\$ 114,173,468	\$ 4,007,983

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, 2024

	Business-Type Activities - Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Gas	Water and Sewer	Solid Waste Management	Electric System		
LIABILITIES						
Current liabilities:						
Accounts payable	\$ 33,924	\$ 94,692	\$ 156,503	\$ 3,201,028	\$ 3,486,147	\$ 4,291
Accrued payroll	9,857	35,916	18,329	-	64,102	31,596
Accrued interest payable	-	-	-	20,905	20,905	-
Customer deposits	393,001	541,502	-	2,351,496	3,285,999	-
Due to other funds	69,990	339,684	55,757	-	465,431	2,726,951
Other current liabilities	2,970	23,602	-	53,604	80,176	-
Notes payable within one year	-	4,298,150	-	-	4,298,150	-
Bonds payable within one year	-	-	-	130,000	130,000	-
Total current liabilities	<u>509,742</u>	<u>5,333,546</u>	<u>230,589</u>	<u>5,757,033</u>	<u>11,830,910</u>	<u>2,762,838</u>
Noncurrent liabilities:						
Accrued compensated absences	39,122	183,438	48,204	152,718	423,482	61,588
Other accrued liabilities	-	-	-	-	-	138,107
Net pension liability	-	1,639,925	1,019,086	4,329,964	6,988,975	-
Advances from TVA - conservation	-	-	-	4,833	4,833	-
Notes payable - long-term	-	606,735	-	-	606,735	-
Bonds payable - long-term	-	-	-	1,395,000	1,395,000	-
Landfill closure / post closure liability	-	-	10,692,577	-	10,692,577	-
Lease Liability	-	-	413,555	-	413,555	-
Total noncurrent liabilities	<u>39,122</u>	<u>2,430,098</u>	<u>12,173,422</u>	<u>5,882,515</u>	<u>20,525,157</u>	<u>199,695</u>
Total Liabilities	<u>548,864</u>	<u>7,763,644</u>	<u>12,404,011</u>	<u>11,639,548</u>	<u>32,356,067</u>	<u>2,962,533</u>
DEFERRED INFLOWS OF RESOURCES						
Differences between expected and actual experience - pension	(118,856)	(28,641)	(33,316)	352,805	171,992	-
Changes in assumptions - pension	(4,788)	(30,218)	(7,902)	116,757	73,849	-
Net difference between projected and actual earnings on pension plan investment	26,064	110,629	66,347	-	203,040	-
Total Deferred Inflows of Resources	<u>(97,580)</u>	<u>51,770</u>	<u>25,129</u>	<u>469,562</u>	<u>448,881</u>	<u>-</u>
NET POSITION						
Net investment in capital assets	4,760,470	25,302,280	3,102,818	34,429,924	67,595,492	237,541
Restricted	393,001	541,502	-	1,160,791	2,095,294	-
Restricted - net pension asset	416,435	-	-	-	416,435	-
Unrestricted	5,715,142	3,484,182	(5,385,138)	7,447,113	11,261,299	807,909
Net Position	<u>11,285,048</u>	<u>29,327,964</u>	<u>(2,282,320)</u>	<u>43,037,828</u>	<u>81,368,520</u>	<u>1,045,450</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 11,736,332</u>	<u>\$ 37,143,378</u>	<u>\$ 10,146,820</u>	<u>\$ 55,146,938</u>	<u>\$ 114,173,468</u>	<u>\$ 4,007,983</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds					<u>\$ 792,643</u>	
Total Net Position of Business-Type Activities					<u>\$ 82,161,163</u>	

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, 2024

	Business-Type Activities - Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Gas	Water and Sewer	Solid Waste Management	Electric System		
Operating revenues:						
Charges for service	\$ 5,269,166	\$ 8,179,950	\$ 3,798,647	\$ 37,220,698	\$ 54,468,461	\$ -
Interest and penalties	25,905	51,083	-	182,692	259,680	-
Rent	-	-	-	1,166,762	1,166,762	-
Insurance recoveries	-	-	-	-	-	-
Operating grant revenue	-	1,024,360	-	-	1,024,360	-
Joint costs	-	-	-	-	-	2,070,654
Miscellaneous	9,458	38,359	149,990	66,625	264,432	424,091
Total operating revenues	<u>5,304,529</u>	<u>9,293,752</u>	<u>3,948,637</u>	<u>38,636,777</u>	<u>57,183,695</u>	<u>2,494,745</u>
Operating expenses:						
Purchased power	2,497,010	-	-	30,785,493	33,282,503	-
Transmission and distribution	819,120	1,104,520	-	858,439	2,782,079	-
Customers' accounting and collecting	570,653	600,398	34,800	423,688	1,629,539	-
Sales and customer service	-	-	-	321,466	321,466	254,173
General and administrative	1,072,324	1,594,707	887,237	1,864,935	5,419,203	2,166,440
Purification	-	1,463,695	-	-	1,463,695	-
Sewer plant operation	-	312,771	-	-	312,771	-
Sewage treatment and disposal	-	1,627,991	-	-	1,627,991	-
Residential and dumpster operations	-	-	1,083,647	-	1,083,647	-
Landfill operations	-	-	1,336,778	-	1,336,778	-
General plant maintenance	-	-	-	1,106,288	1,106,288	-
Depreciation	291,604	1,710,028	757,900	2,574,247	5,333,779	55,277
Amortization	-	-	310,370	-	310,370	-
Taxes other than tax equivalents	-	-	-	149,906	149,906	-
Gain on disposal of asset	-	-	-	-	-	-
Grants and donations	382,000	-	-	-	382,000	-
Total operating expenses	<u>5,632,711</u>	<u>8,414,110</u>	<u>4,410,732</u>	<u>38,084,462</u>	<u>56,542,015</u>	<u>2,475,890</u>
Operating income (loss)	(328,182)	879,642	(462,095)	552,315	641,680	18,855
Nonoperating revenues (expenses):						
Investment earnings	62,044	93,530	35,943	598,344	789,861	4,405
Interest expense	-	(33,561)	(34,784)	(52,667)	(121,012)	-
Miscellaneous income (expense)	-	(108)	10,960	12,046	22,898	-
Total nonoperating revenues (expenses)	<u>62,044</u>	<u>59,861</u>	<u>12,119</u>	<u>557,723</u>	<u>691,747</u>	<u>4,405</u>
Income (loss) before capital contributions and transfers	(266,138)	939,503	(449,976)	1,110,038	1,333,427	23,260
Capital contributions - CDBG grant	-	-	-	-	-	-
Transfers out	(196,000)	(599,400)	-	(1,124,342)	(1,919,742)	-
Total capital contributions and transfers	<u>(196,000)</u>	<u>(599,400)</u>	<u>-</u>	<u>(1,124,342)</u>	<u>(1,919,742)</u>	<u>-</u>
Change in net position	(462,138)	340,103	(449,976)	(14,304)	(586,315)	23,260
Net position - July 1, 2023	11,747,186	28,987,861	5,979,809	43,052,132	89,766,988	1,022,190
Correction of an error	-	-	(7,812,153)	-	(7,812,153)	-
Net position, restated - July 1, 2023	11,747,186	28,987,861	(1,832,344)	43,052,132	81,954,835	1,022,190
Net position - June 30, 2024	<u>\$ 11,285,048</u>	<u>\$ 29,327,964</u>	<u>\$ (2,282,320)</u>	<u>\$ 43,037,828</u>	<u>81,368,520</u>	<u>\$ 1,045,450</u>
Change in net position					(586,315)	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds					9,770	
Change in net position of business-type activities					<u>\$ (576,545)</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, 2024

	Business-type Activities - Enterprises Funds					Governmental
	Gas	Water and Sewer	Solid Waste Management	Electric System	Total	Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from customers	\$ 5,406,200	\$ 8,684,285	\$ 3,704,830	\$ 38,734,612	\$ 56,529,927	\$ 2,021,388
Payments to suppliers	(5,043,510)	(6,103,185)	(1,212,459)	(32,958,131)	(45,317,285)	(762,756)
Payments to employees for services	(496,392)	(1,769,587)	(920,037)	(2,497,332)	(5,683,348)	(1,354,833)
Payments for employee benefits	(232,203)	(811,212)	(391,633)	-	(1,435,048)	(425,200)
Other receipts (payments)	9,458	38,359	149,990	-	197,807	424,091
Net cash provided by (used for) Operating activities	(356,447)	38,660	1,330,691	3,279,149	4,292,053	(97,310)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers to other funds	(196,000)	(599,400)	-	(1,124,342)	(1,919,742)	-
Net cash provided by (used for) financing activities	(196,000)	(599,400)	-	(1,124,342)	(1,919,742)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition and construction of capital assets	(246,213)	(5,204,236)	(882,409)	(2,055,535)	(8,388,393)	(67,718)
Acquisition and construction of right of use assets	-	-	(327,410)	-	(327,410)	-
Salvage from retirement of plant	-	-	-	38,938	38,938	-
Cost of removal on retired plant	-	-	-	(302,643)	(302,643)	-
Proceeds received on notes and bonds	-	4,097,438	-	-	4,097,438	-
Principal paid on notes and bonds	-	(199,956)	-	(130,000)	(329,956)	-
Interest paid on notes and bonds	-	(33,561)	(34,784)	(54,449)	(122,794)	-
Other receipts (payments)	-	(108)	10,960	13,379	24,231	-
Net cash provided by (used for) capital and related financing activities	(246,213)	(1,340,423)	(1,233,643)	(2,490,310)	(5,310,589)	(67,718)
CASH FLOWS FROM INVESTING ACTIVITIES						
Net change in investments	(44,261)	-	(18,916)	(815)	(63,992)	-
Interest and investment earnings	62,044	93,530	35,943	443,860	635,377	4,405
Increase (decrease) in customer deposits	34,239	32,058	-	14,613	80,910	-
(Increase) decrease in temporary cash investments	-	-	-	(4,820,529)	(4,820,529)	-
Net cash provided by (used for) investing activities	52,022	125,588	17,027	(4,362,871)	(4,168,234)	4,405
Net increase(decrease) in cash and cash equivalents	(746,638)	(1,775,575)	114,075	(4,698,374)	(7,106,512)	(160,623)
Cash and cash equivalents - July 1, 2023	5,677,280	5,710,582	4,743,680	7,373,787	23,505,329	3,755,726
Cash and cash equivalents - June 30, 2024	\$ 4,930,642	\$ 3,935,007	\$ 4,857,755	\$ 2,675,413	\$ 16,398,817	\$ 3,595,103
Cash, Cash Equivalents, and Restricted Cash - June 30, 2024						
Cash and cash equivalents - unrestricted	\$ 4,930,642	\$ 3,935,007	\$ 4,857,755	\$ 2,014,622	\$ 15,738,026	\$ 3,595,103
Bond reserve fund - cash and cash equivalents	-	-	-	182,080	182,080	-
Bond retirement fund - cash and cash equivalents	-	-	-	147,220	147,220	-
Renewal and replacement fund - cash and cash equivalents	-	-	-	331,491	331,491	-
Cash, Cash Equivalents, and Restricted Cash - June 30, 2024	\$ 4,930,642	\$ 3,935,007	\$ 4,857,755	\$ 2,675,413	\$ 16,398,817	\$ 3,595,103

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, 2024**

	Business-type Activities - Enterprises Funds					Governmental Activities - Internal Service Funds
	Gas	Water and Sewer	Solid Waste Management	Electric System	Total	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating income (loss)	\$ (328,182)	\$ 879,642	\$ (462,095)	\$ 552,315	\$ 641,680	\$ 18,855
Adjustments to reconcile net income (loss) from operations to net cash provided by (used for) operating activities						
Depreciation	291,604	1,710,028	757,900	2,574,247	5,333,779	55,278
Depreciation expense charged to transportation expense	-	-	-	143,191	143,191	-
Amortization	-	-	310,370	-	310,370	-
Deferrals - pension	63,975	228,712	118,949	73,303	484,939	-
(Increase) Decrease in Assets						
Accounts receivable, net of allowance	17,003	(574,622)	(26,965)	101,332	(483,252)	(31,307)
Due from other funds	94,126	3,514	(66,852)	-	30,788	(17,960)
Accrued rent	-	-	-	(3,497)	(3,497)	-
Inventory	(18,658)	(4,226)	-	66,128	43,244	-
Prepaid expenses	-	-	-	(5,646)	(5,646)	-
Net pension asset	(9,603)	-	-	-	(9,603)	-
Increase (Decrease) in Liabilities						
Accounts payable	(492,380)	(2,344,528)	104,211	(124,913)	(2,857,610)	1,449
Accrued payroll	(18)	3,923	1,848	-	5,753	5,655
Accrued vacation	-	-	-	(49,864)	(49,864)	-
Due to other funds	21,629	153,681	(104,237)	-	71,073	(141,461)
Other accrued liabilities	(618)	1,479	706,859	(47,447)	660,273	4,110
Compensated absences	4,675	15,388	1,102	-	21,165	8,071
Net pension liability	-	(34,331)	(17,855)	-	(52,186)	-
Lease liability, net of gain on disposal	-	-	7,456	-	7,456	-
Net Cash Provided by (Used For) Operating Activities	<u>\$ (356,447)</u>	<u>\$ 38,660</u>	<u>\$ 1,330,691</u>	<u>\$ 3,279,149</u>	<u>\$ 4,292,053</u>	<u>\$ (97,310)</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 YEAR ENDED DECEMBER 31, 2023**

Assets	
Cash	\$ 4,308,970
Accrued income	18,582
Investments	
Domestic equities	5,394,388
International equities	95,523
AUL fixed account	507,677
Mutual funds	16,495,173
Total Investments	<u>22,492,761</u>
Contributions receivable	<u>41,460</u>
Net assets available for benefits	<u><u>\$ 26,861,773</u></u>
Liabilities	<u>\$ -</u>
Net position restricted for pensions	<u><u>\$ 26,861,773</u></u>

**CITY OF DYERSBURG, TENNESSEE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2023**

Additions	
Contributions	
Employer	\$ 2,517,522
Employee	470,002
Total Contributions	<u>2,987,524</u>
Investment Income	
Net change in fair value of investments	1,027,446
Interest and dividends	181,222
Earnings from mutual funds	1,976,504
Total Investment Income	<u>3,185,172</u>
Total Additions	6,172,696
Deductions	
Benefit payments	2,682,624
Plan expenses	99,393
Total deductions	<u>2,782,017</u>
Net change in net position	<u>3,390,679</u>
Net position restricted for pensions	
Beginning of year	<u>23,471,094</u>
End of year	<u><u>\$ 26,861,773</u></u>

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, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Dyersburg, Tennessee (“the 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

CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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.

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

CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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.

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

CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

1. Deposits and Investments (Continued)

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.

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 2024 was \$2.47 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

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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.

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.

CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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.

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.

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

7. *Fund Equity (Continued)*

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.

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

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

9. *Vacation and Sick Leave (Continued)*

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.

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 and OPEB.

CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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 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, 2024, was \$19,869.

12. *Pensions*

Dyersburg Electric System

The Dyersburg Electric 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, 2024**

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 \$12,727,617 difference are as follows:

Bonds payable	\$	8,044,617
Notes from direct borrowings		4,683,000
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net assets - governmental activities</i>	\$	12,727,617

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 \$1,876,067 difference are as follows:

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

**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	\$	5,396,098
Less depreciation expense		(3,520,031)

<i>Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities</i>	\$	1,876,067

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, 2024, 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	\$ 8,189,822	\$ -	\$ 8,189,822
U. S. Agencies and Instrumentalities	-	1,574,232	1,574,232
Total Securities	8,189,822	1,574,232	9,764,054
Local Government Investment Pool	1,218,473	-	1,218,473
Total Investments	\$ 9,408,295	\$ 1,574,232	\$ 10,982,527

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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, 2023:

	Market Value	Percentage of Total
Pooled separate accounts	\$ 6,743,751	93.00%
Fixed account	507,677	7.00%
Total	<u>\$ 7,251,428</u>	<u>100.00%</u>

For the plan year ended December 31, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 15.7 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, 2023:

	Market Value	Percentage of Total
Equities	\$ 7,185,915	73.69%
Fixed account	2,565,507	26.31%
Total	<u>\$ 9,751,422</u>	<u>100.00%</u>

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Dyersburg Electric System (Continued)

For the year ended December 31, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 8.51 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, 2023:

	Market Value	Percentage of Total
Domestic equities	\$ 5,489,911	100.00%
Total	\$ 5,489,911	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 15.15 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:

Governmental Funds:

	General	General Purpose	Federal Projects	Nonmajor	Total
Taxes	\$ 625,435	\$ 748,230	\$ -	\$ -	\$ 1,373,665
Accounts	2,419,040	-	-	-	2,419,040
Grant	-	697,162	-	520,432	1,217,594
Unassessed property taxes	9,428,364	-	-	-	9,428,364
Gross receivables	12,472,839	1,445,392	-	520,432	14,438,663
Less: allowance for uncollectibles	(275,164)	-	-	-	(275,164)
Net total receivables	\$ 12,197,675	\$ 1,445,392	\$ -	\$ 520,432	\$ 14,163,499

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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	\$ 204,330	\$ 1,247,077	\$ 346,919	\$ 2,555,289	\$ 4,353,615	\$ 70,574
Gross receivables	204,330	1,247,077	346,919	2,555,289	4,353,615	70,574
Less: allowance for uncollectibles	(1,102)	(14,834)	(18,084)	(196,351)	(230,371)	(831)
Net total receivables	<u>\$ 203,228</u>	<u>\$ 1,232,243</u>	<u>\$ 328,835</u>	<u>\$ 2,358,938</u>	<u>\$ 4,123,244</u>	<u>\$ 69,743</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:

	Unavailable
Property taxes receivable (general fund)	\$ 9,428,364
Delinquent property taxes (general fund)	506,224
Unearned grant revenue (general fund)	3,183,683
Confiscated funds (TIP fund)	12,725
 Total deferred revenue for governmental funds	 \$ 13,130,996

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CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

Capital asset activity for the year ended June 30, 2024 was as follows:

	Beginning Balance	Additions & Adjustments	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 6,896,744	\$ 61,810	\$ (95,430)	\$ 6,863,124
Construction in progress	1,007,651	1,856,748	(1,225,136)	1,639,263
Total capital assets, not being depreciated	<u>7,904,395</u>	<u>1,918,558</u>	<u>(1,320,566)</u>	<u>8,502,387</u>
Capital assets being depreciated:				
Buildings	63,130,929	2,541,624	-	65,672,553
Improvements other than buildings	15,028,075	788,423	-	15,816,498
Machinery and equipment	21,305,662	1,622,367	-	22,928,029
Infrastructure	27,292,110	394,599	-	27,686,709
Total capital assets, being depreciated	<u>126,756,776</u>	<u>5,347,013</u>	<u>-</u>	<u>132,103,789</u>
Less accumulated depreciation for:				
Buildings	(47,339,898)	(1,585,414)	-	(48,925,312)
Improvements other than buildings	(6,576,984)	(562,856)	-	(7,139,840)
Machinery and equipment	(16,243,471)	(1,067,938)	-	(17,311,409)
Infrastructure	(18,820,479)	(303,823)	-	(19,124,302)
Total accumulated depreciation	<u>(88,980,832)</u>	<u>(3,520,031)</u>	<u>-</u>	<u>(92,500,863)</u>
Total capital assets, being depreciated, net	37,775,944	1,826,982	-	39,602,926
Allocated Internal Service Fund capital assets, being depreciated, net	192,644	-	(18,448)	174,196
Governmental activities depreciable capital assets, net	<u>37,968,588</u>	<u>1,826,982</u>	<u>(18,448)</u>	<u>39,777,122</u>
Total capital assets, net	<u>\$ 45,872,983</u>	<u>\$ 3,745,540</u>	<u>\$ (1,339,014)</u>	<u>\$ 48,279,509</u>
	Beginning Balance	Additions & Adjustments	Decreases	Ending Balance
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 2,235,410	\$ -	\$ -	\$ 2,235,410
Construction in progress	4,707,469	4,813,145	(1,531,241)	7,989,373
Total capital assets, not being depreciated	<u>6,942,879</u>	<u>4,813,145</u>	<u>(1,531,241)</u>	<u>10,224,783</u>
Capital assets being depreciated:				
Buildings and improvements	27,161,629	305,995	-	27,467,624
Plants and systems	118,464,976	3,843,280	(542,823)	121,765,433
Equipment and software	23,073,552	1,328,552	(262,024)	24,140,080
Total capital assets, being depreciated	<u>168,700,157</u>	<u>5,477,827</u>	<u>(804,847)</u>	<u>173,373,137</u>
Less accumulated depreciation	<u>(104,890,244)</u>	<u>(5,507,191)</u>	<u>1,045,052</u>	<u>(109,352,383)</u>
Total capital assets, being depreciated, net	63,809,913	(29,364)	240,205	64,020,754
Allocated Internal Service Fund capital assets, being depreciated, net	-	-	-	-
Business-type activities depreciable capital assets, net	<u>63,809,913</u>	<u>(29,364)</u>	<u>240,205</u>	<u>64,020,754</u>
Total capital assets, net	<u>\$ 70,752,792</u>	<u>\$ 4,783,781</u>	<u>\$ (1,291,036)</u>	<u>\$ 74,245,537</u>
Leased assets being amortized:				
Vehicles	\$ 713,243	\$ 327,410	\$ (398,501)	\$ 642,152
Less accumulated amortization	(275,545)	(310,370)	361,810	(224,105)
Total leased assets, net	<u>\$ 437,698</u>	<u>\$ 17,040</u>	<u>\$ (36,691)</u>	<u>\$ 418,047</u>

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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, 2024 was \$2,717,438. \$143,191 was charged to transportation expense leaving the remaining \$2,547,247 in depreciation expense.

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

Government activities:

General government	\$ 124,803
Public safety	666,184
Public works	747,095
Schools	1,704,249
Parks & recreation	277,700
Total depreciation expense - governmental activities	<u>\$ 3,520,031</u>

Business-type activities:

Gas	\$ 291,604
Water and sewer	1,710,028
Solid waste management	757,900
Electric	2,717,438
Capital assets held by the government's internal service funds charged to functions based on usage	30,221
Total depreciation expense - business-type activities	<u>\$ 5,507,191</u>

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**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances at June 30, 2024, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Enterprise	\$ 465,431
	Nonmajor governmental	99,144
	Internal Service	161,327
Enterprise	General	35,850
	Internal Service	2,482,572
	Nonmajor governmental	27,574
Nonmajor governmental	General	130,898
	Internal Service	10,721
Internal Service	General	504
	Internal Service	83,052
Dyersburg City School	General	39,180
		<u>\$ 3,536,253</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, 2024:

<u>Transfer To (In)</u>	<u>Transfer From (Out)</u>	<u>Amount</u>
General	Gas (Tax Equivalents)	\$ 196,000
	Water and Sewer (Tax Equivalents)	599,400
	Electric (Tax Equivalents)	1,124,342
	Nonmajor Governmental	42,860
School General	General	1,345,721
	Nonmajor Governmental	70,617
Nonmajor Governmental	General	363,097
	School General	327,961
Total		<u>\$ 4,069,998</u>

Interfund transfers occur in the normal course of business activities.

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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:

\$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.	\$	389,617
\$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.		7,655,000
Total General Obligation Bonds Payable - Governmental Activities	\$	8,044,617

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

Year Ending June 30,	Principal	Interest
2025	\$ 909,699	\$ 334,239
2026	954,918	311,764
2027	780,000	242,545
2028	810,000	215,245
2029	845,000	184,870
2030-2033	3,745,000	393,344

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:

\$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	\$	1,525,000
Total Revenue Bonds Payable - Business-Type Activities	\$	1,525,000

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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:

Year Ending June 30,	Principal	Interest
2025	\$ 130,000	\$ 50,173
2026	135,000	45,896
2027	140,000	41,454
2028	145,000	36,848
2029	150,000	32,078
2030-2034	825,000	83,074
Totals	\$ 1,525,000	\$ 289,523

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

\$ 958,000

\$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

3,725,000

Total notes from direct borrowings - governmental activities

\$ 4,683,000

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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
2025	\$ 757,000	\$ 165,994
2026	733,000	136,703
2027	734,000	107,888
2028	735,000	79,043
2029	636,000	52,193
2030-2034	997,000	65,708
2035	91,000	2,790

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	\$ 807,447
\$7,982,000 State Revolving Clean Water Loan, dated November 28, 2022, due in monthly installments at 1.87% interest, secured by revenues of the City	4,097,438
Total notes from direct borrowings - business-type activities	<u>\$ 4,904,885</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
2025	\$ 4,298,150	\$ 2,724
2026	201,480	1,956
2027	202,248	1,188
2028	203,007	423
2029	-	-
2030-2034	-	-
Totals	<u>\$ 4,904,885</u>	<u>\$ 6,291</u>

CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

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, 2024, was as follows:

	Balance July 1, 2023	Additions	Deductions	Balance June 30, 2024
Governmental Activities				
Notes From Direct Borrowings	\$ 5,611,875	\$ -	\$ (928,875)	\$ 4,683,000
General Obligation Bonds	8,934,311	-	(889,694)	8,044,617
Total governmental activities	<u>14,546,186</u>	<u>-</u>	<u>(1,818,569)</u>	<u>12,727,617</u>
Business Type Activities				
Notes From Direct Borrowings	1,039,912	4,097,438	(232,465)	4,904,885
Revenue Bonds	1,655,000	-	(130,000)	1,525,000
Total business type activities	<u>2,694,912</u>	<u>4,097,438</u>	<u>(362,465)</u>	<u>6,429,885</u>
Total of all fund types	<u>\$ 17,241,098</u>	<u>\$ 4,097,438</u>	<u>\$ (2,181,034)</u>	<u>\$ 19,157,502</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 \$10,482,000, divided as \$1,250,000 base loan, \$1,250,000 principal forgiveness, and \$7,982,000 other funds. During the year ended June 30, 2024, requests of \$4,097,438 were submitted for processing or payment.

F. Lease Obligations

Lease Payable - \$642,152 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, 2024
2023 Mack Front Loader	11/21/2022	24 months	\$ 5,954	3.80%	\$ 137,792	17,747
2024 Mack Front Loader	7/25/2023	24 months	\$ 7,771	5.60%	\$ 176,952	83,154
2024 Mack Rear Loader	3/19/2024	24 months	\$ 5,491	5.75%	\$ 124,217	109,458
2025 Sideloader	5/14/2024	24 months	\$ 8,936	5.70%	\$ 203,193	203,196
Total Lease Agreements						<u>\$ 413,555</u>

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)

F. Lease Obligations (Continued)

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

Year Ending	Principal	Interest
June 30,		
2025	\$ 261,303	\$ 14,868
2026	152,252	4,171
	\$ 413,555	\$ 19,039

G. Fund Balance – Governmental Funds

	General Fund	General Purpose School Fund	Nonmajor Funds	Total
Nonspendable				
Inventory	\$ -	\$ -	\$ 76,051	\$ 76,051
Prepaid expenses	5,000	-	-	5,000
Restricted				
Deposits	30,736	-	-	30,736
Public safety	-	-	352,790	352,790
Education	-	334,073	2,330,978	2,665,051
Perpetual care	-	-	1,553,803	1,553,803
Debt service	-	-	67,775	67,775
Committed				
Internal service	-	-	27,703	27,703
Unassigned	8,615,351	14,537,940	-	23,153,291

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, 2024, 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, 2024, the estimated remaining useful life of the landfill was 50 years.

CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)

I. Closure and Post Closure Care Costs (Continued)

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 \$10,692,577 as of June 30, 2024, which is based on 39% usage (filled) of the landfill. It is estimated that an additional \$7,417,848 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, 2024. However, the actual 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, 2024, the City has \$364,822 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 \$9,985,718 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:

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

IV. DETAIL NOTES ON ALL FUNDS (CONTINUED)

J. Fair Value Measurements (Continued)

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	\$ 507,677	\$ -	\$ 507,677	\$ -
Equity securities pooled separate accounts	6,743,751	6,743,751	-	-
Total investments at fair value	<u>\$ 7,251,428</u>	<u>\$ 6,743,751</u>	<u>\$ 507,677</u>	<u>\$ -</u>

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.

Dyersburg Electric

	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:				
Alternative/fixed income investments mutual funds	\$ 2,565,507	\$ 2,565,507	\$ -	\$ -
Equity securities mutual funds	7,185,915	7,185,915	-	-
Total investments at fair value	<u>\$ 9,751,422</u>	<u>\$ 9,751,422</u>	<u>\$ -</u>	<u>\$ -</u>

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

	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:				
Domestic equities	\$ 5,489,911	\$ 5,489,911	\$ -	\$ -
Total investments at fair value	<u>\$ 5,489,911</u>	<u>\$ 5,489,911</u>	<u>\$ -</u>	<u>\$ -</u>

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, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

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, 2024, 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 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 \$4,114,777 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, 2024.

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.

CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

V. OTHER INFORMATION (CONTINUED)

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, 2024, 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.

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, 2024 Dyersburg Electric had no litigation or pending litigation.

At June 30, 2024 Dyersburg City Schools had no litigation or pending litigation.

At June 30, 2024 the City 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>.

CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

V. OTHER INFORMATION (CONTINUED)

E. Employee Retirement Systems and Pension Plans (Continued)

Dyersburg City Schools

1. *Teacher Legacy Plan (Continued)*

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.

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, 2024 to the Teacher Legacy Pension Plan were \$673,414 which is 6.81 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, 2024**

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, 2024, the Dyersburg City Schools reported an asset of \$3,531,704 for its proportionate share of net pension asset. The net pension asset was measured as of June 30, 2023, 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, 2023 measurement date, Dyersburg City Schools' proportion was 0.299557 percent. The proportion measured as of June 30, 2022 was 0.307795 percent.

Pension Expense. For the year ended June 30, 2024, Dyersburg City Schools recognized pension expense of \$968,085.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, 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	\$ 841,432	\$ 163,895
Changes in assumptions	1,150,726	-
Net difference between projected and actual earning on pension plan investments	612,769	-
Changes in proportion of Net Pension Liability (asset)	213,682	14,104
LEAs contributions subsequent to the measurement date of June 30, 2023	673,414	N/A
Total	\$ 3,492,023	\$ 177,999

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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 \$673,414, 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, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:		
2025	\$	907,548
2026		(403,141)
2027		2,131,402
2028		4,801
2029		-
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, 2023, 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, 2023, 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, 2024**

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, 2024**

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's 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.

Dyersburg City Schools' Proportionate Share of the Net Pension Liability (Asset)		
1% Decrease (5.75%)	\$	7,692,297
Current Discount Rate (6.75%)	\$	(3,531,704)
1% Increase (7.75%)	\$	(12,886,907)

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, 2024, the Dyersburg City Schools Board of Education reported a payable of \$106,487 for the outstanding amount of contributions due to the pension plan required at the year ended June 30, 2024.

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, 2024

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 with an unreduced benefit at age 65 with 5 years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive years average compensation and the member's years of service credit. A reduced early retirement benefit is available at age 60 and vested or pursuant to the rule of 80. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at 3 percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers 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 is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2024 to the Teacher Retirement Plan were \$160,010, which is 2.95 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, 2024**

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, 2024, Dyersburg City Schools reported an asset of \$96,341 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2023, 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 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, 2023, Dyersburg City Schools' proportion was 0.227201 percent. The proportion measured at June 30, 2022 was 0.198379 percent.

Pension Expense. For the year ended June 30, 2024, Dyersburg City Schools recognized pension expense of \$120,544.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, Dyersburg City Schools reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 3,245	\$ 56,232
Net difference between projected and actual earnings on pension plan investments	24,494	-
Changes in assumptions	72,481	-
Changes in net proportion of net pension liability	10,186	31,748
Dyersburg City School's contributions subsequent to the measurement date of June 30, 2023	160,010	N/A
Total	<u>\$ 270,416</u>	<u>\$ 87,980</u>

Dyersburg City Schools' employer contributions of \$160,010 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, 2025. 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, 2024**

V. OTHER INFORMATION (CONTINUED)

E. Employee Retirement Systems and Pension Plans (Continued)

Dyersburg City Schools

2. Teacher Retirement Plan (TCRS) (Continued)

Year Ended June 30:		
2025	\$	(1,833)
2026	\$	(5,398)
2027	\$	32,388
2028	\$	353
2029	\$	502
Thereafter	\$	(3,586)

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, 2023 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, 2023 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, 2024**

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, 2024**

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)	\$ 443,163	\$ (96,341)	\$ (484,740)

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

Payable to the Pension Plan. At June 30, 2024, the Dyersburg City Schools Board of Education reported a payable of \$49,325 for the outstanding amount of contributions due to TCRS Hybrid Plan for the year ended June 30, 2024.

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, 2024

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 value of investments and interest and dividend income. Interest income is recognized when earned. Securities and securities transactions are recorded in the financial statements on a trade-date-basis. The fair value of assets of the TRGT 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, 2024

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, 2024, 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%	\$ 103,563
Developed market international equity	14%	46,770
Emerging market international equity	4%	13,363
Private equity and strategic lending	20%	66,815
U.S. fixed income	20%	66,815
Real estate	10%	33,407
Short-term securities	1%	3,340
Total	<u>100%</u>	<u>\$ 334,073</u>

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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	\$ 103,563	\$ 103,563	\$ -	\$ -	\$ -
Developed market international equity	46,770	46,770	-	-	-
Emerging market international equity	13,363	13,363	-	-	-
NAV - Private equity and strategic lending	66,815	-	-	-	66,815
U.S. fixed income	66,815	-	66,815	-	-
Real estate	33,407	-	-	33,407	-
Short-term securities	3,340	-	3,340	-	-
Total	\$ 334,073	\$ 163,696	\$ 70,155	\$ 33,407	\$ 66,815

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, 2024**

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://treasury.tn.gov/Portals/0/Documents/Retirement/CAFR%20Reports/2024/2024TCRSReport_Financial.pdf.

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

Plan Description. The Dyersburg City Schools Non-Professional Employees Pension Plan is a single-employer defined benefit retirement plan administered by the American United Life Insurance Company (AUL) 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 Non-Professional Employees Pension Plan issues a publicly available report that can be obtained by contacting the Dyersburg City Schools Board of Education.

Benefits Provided. The plan 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, 2023, 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, 2024

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, 2023, 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, 2023 were 9.20 percent and \$232,254, respectively. Actual contributions for the year equaled \$296,520, or 127.67% of required contributions.

Net Pension Liability. The Dyersburg City Schools' net pension liability was measured as of December 31, 2023 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, 2023 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, 2023 valuation were based on the results of an actuarial experience study as of January 1, 2022. In addition, mortality rates were based on the 2022 TCRS Non-teacher mortality (Pub-2010 General Below Median 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, 2024**

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, 2023 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 1/1/2023	\$ 9,662,177	\$ 6,495,684	\$ 3,166,493
Changes for the Year:			
Service cost	228,126	-	228,126
Interest expense	669,621	-	669,621
Contributions - employer	-	296,520	(296,520)
Contributions - employee	-	179,841	(179,841)
Expected investment return	-	445,040	(445,040)
Difference between actual & expected experience	-	551,828	(551,828)
Benefits paid	(648,580)	(648,580)	-
Plan administrative expenses	-	(27,445)	27,445
Net changes	249,167	797,204	(548,037)
Balances at 12/31/2023	\$ 9,911,344	\$ 7,292,888	\$ 2,618,456

Determination of Net Pension Liability. The components of the net pension liability at December 31, 2023 were as follows:

	December 31, 2023
Total Pension Liability (7.00%)	\$ 9,911,344
Plan Fiduciary Net Position	(7,292,888)
Net Pension Liability	\$ 2,618,456

Plan Fiduciary Net Position as a % of Total Pension Liability 73.58%

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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	\$3,753,090	\$2,618,456	\$1,735,403

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, 2024, the Dyersburg City Schools recognized pension expense of \$367,072. At June 30, 2024, 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	\$ 177,473	\$ 68,981
Changes of assumptions	147,134	2,423
Net difference between projected and actual earnings on Plan investment	1,163,674	653,591
Dyersburg City School's contributions subsequent to the measurement date of December 31, 2023	174,964	-
Total	\$ 1,663,245	\$ 724,995

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:

Year ending December 31,			
2025	\$		183,069
2026			348,136
2027			342,445
2028			(110,364)
2029			-
Thereafter			-

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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 the Non-Professional Employees' Pension Plan. At June 30, 2024, the Dyersburg City Schools Board of Education reported a payable of \$0 for the outstanding amount of contributions due to the Non-Professional Employees' Pension Plan for the year.

5. *Defined Contribution Component of the Teacher Retirement (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 2024, the System contributed a total of \$271,204 into the defined contribution portion of the Hybrid Plan. There were no forfeitures during the year ended June 30, 2024. At June 30, 2024, the Dyersburg City Schools Board of Education reported a payable of \$42,914 for the outstanding amount of contributions due to TCRS for the year.

The administered plan issued financial statements as of June 30, 2023. The plan financial statements as of June 30, 2023 are as follows:

Statement of Fiduciary Net Position
(Market Value of Plan Assets)
June 30, 2023

Assets	June 30, 2023
Investments	
AUL fixed account	\$ 507,677
Mutual funds	6,743,751
Total Investments	7,251,428
Contributions receivable	41,460
Total Assets	\$ 7,292,888
Net Position	
Net Position	\$ 7,292,888

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

V. OTHER INFORMATION (CONTINUED)

E. Employee Retirement Systems and Pension Plans (Continued)

Dyersburg City Schools

5. Defined Contribution Component of the Hybrid Plan (Continued)

Statement of Changes in Fiduciary Net Position

For the year ended June 30, 2023

Net position at beginning of year		\$ 6,495,684
Contributions received or receivable		
Employer	\$ 296,520	
Employee	<u>179,841</u>	
Total contributions		476,361
Mutual fund income		<u>996,868</u>
Mutual fund income (loss)		<u>996,868</u>
Total Income		<u>1,473,229</u>
Distribution of benefits		
Benefit payments	648,580	
Administrative and other expenses	<u>27,445</u>	
Total distribution of benefits		<u>676,025</u>
Total expenses		<u>676,025</u>
Net increase in net position		<u>797,204</u>
Net position at year end		<u><u>\$ 7,292,888</u></u>

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 to the existing defined benefit plan and established the new defined contribution retirement plan. Employees hired or

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

V. OTHER INFORMATION (CONTINUED)

E. Employee Retirement Systems and Pension Plans (Continued)

Dyersburg Electric System

1. Defined Benefit Plan (Continued)

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.

Plan participants. At January 1, 2023 valuation, pension plan participants consisted of the following:

Active plan participants (vested and non-vested)	20
Inactive plan participants or beneficiaries currently receiving benefits	17
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, 2023, the system's contribution rate was 39.52% of covered-employee payroll.

Investment Policy. The following was the Plan's adopted asset allocation policy as of June 30, 2023, as provided by the Plan's investment advisor.

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**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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>Long-Term Expected Rate of Return*</u>	<u>Weighting</u>
US Equity - Large Cap	18%	5.24%	0.94%
US Equity - Small/Mid Cap	18%	6.37%	1.15%
Non-US Equity - Developed	10%	6.07%	0.61%
Non-US Equity - Emerging	5%	8.02%	0.40%
US Corporate Bonds - Core	21%	1.17%	0.25%
US Corporate Bonds - High Yield	7%	2.91%	0.20%
Non-US Debt - Developed	7%	0.31%	0.02%
US Treasuries (Cash Equivalents)	5%	-0.44%	-0.02%
Real Estate	6%	4.75%	0.29%
Hedge Funds	3%	3.31%	0.10%
	<u>100%</u>		<u>3.94%</u>
Long-term inflation assumption			2.45%
Long-term expected nominal rate of return			6.49%

*Long-term real rates of return were provided by USI Advisors. Returns are arithmetic means.

Rate of Return. For the year ended June 30, 2023, the annual money-weighted rate of return on pension investments, net of pension plan investment expenses, was 8.51%. 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 \$4,329,964 was measured as of June 30, 2023, and the total pension liability used to calculate net pension liability was determined by an actuarial valuation as of January 1, 2023.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation as of January 1, 2023, 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 January 1, 2015 through December 13, 2019. We anticipate future experience reviews every five years.

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

V. OTHER INFORMATION (CONTINUED)

E. Employee Retirement Systems and Pension Plans (Continued)

Dyersburg Electric System

1. Defined Benefit Plan (Continued)

Measurement Date:	June 30, 2023
Valuation Date:	January 1, 2023
Mortality:	Prior Year: RP 2014, Adjusted to 2006, Blue Collar Mortality Table with Scale WP-2020 Current Year: RP 2014, Adjusted to 2006, Blue Collar Mortality Table with Scale MP-2021
Discount Rate:	Prior Year: 6.75% per annum Current Year: 6.75% per annum
Inflation:	2.45% 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"> • Consumer price indices • Forecasts of inflation • Yields on government securities of various maturities • Yields on nominal and inflation-indexed debt
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	\$ 5,899,426	\$ 4,329,964	\$ 2,995,638

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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, 2022	\$ 13,375,637	\$ 8,870,814	\$ 4,504,823
Changes for the year:			
Service Cost	127,518	-	127,518
Interest	895,341	-	895,341
Difference between expected and actual experience	211,516	-	211,516
Contributions - employer	-	553,616	(553,616)
Contributions - employee	-	92,517	(92,517)
Net investment income	-	763,101	(763,101)
Benefit payments, including refunds of employee contributions	(485,622)	(485,622)	-
Net changes	748,753	923,612	(174,859)
Balances at June 30, 2023	\$ 14,124,390	\$ 9,794,426	\$ 4,329,964

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources. For the year ended June 30, 2023, the system recognized \$610,873 in pension income. Deferred outflows of resources and deferred inflows of resources related to pensions are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 243,226	\$ 352,805
Changes of assumptions	135,840	116,757
Net difference between projected and actual earnings on pension plan investments	607,665	-
Contributions subsequent to the measurement date of June 30, 2023	537,102	-
Total:	\$ 1,523,833	\$ 469,562

The amount shown above for "Contributions subsequent to the measurement date of June 30, 2023," 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, 2024**

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:

Years Ending June 30:		
2025	\$	122,978
2026		65,687
2027		364,102
2028		(35,598)
2029		-
Thereafter		-
	\$	517,169

Payable to Plan. At June 30, 2024, 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, 2023. The plan financial statements as of December 31, 2023 are as follows:

Statement of Fiduciary Net Position
(Market Value of Plan Assets)
December 31, 2023

Assets	December 31, 2023
Cash	528,219
Receivables from Employee	-
Receivables from Employer	-
Investments	
Mutual Funds	9,266,207
Total Investments	9,266,207
Total Assets	\$ 9,794,426
Net Position	
Net Position	\$ 9,794,426

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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 December 31, 2023

Net position at beginning of year		\$	8,870,814
Contributions received or receivable			
Employer	\$		553,616
Employee			92,517
Total contributions			646,133
Net unrealized appreciation/(depreciation)			538,684
Interest and dividends			230,765
			<u>1,415,582</u>
Total Income			<u>1,415,582</u>
Distribution of benefits			
Benefit payments			485,622
Total distribution of benefits			485,622
Expenses			
Investment			6,348
			<u>6,348</u>
Total expenses			<u>6,348</u>
Net increase in net position			923,612
Net position at year end		\$	<u>9,794,426</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, 2024**

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, 2024, the system contributed \$51,800 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, 2024, 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, 2023, the following employees were covered by the Plan:

Active employees	64
Inactive employees or beneficiaries currently receiving benefits	62
Terminated employees entitled to deferred benefits	42
 Total	 168

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, 2024**

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 or 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, 2023, the average active member contribution rate was 5.0 percent of annual pay, and the City's contribution rate was 43.54 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 (2%). 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	8.70%
Developing Markets	9.40%
Fixed Income	4.90%

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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% 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 2.63%. This is equivalent to an average assumed rate of return of approximately 7%.

Net Pension Liability. The components of the net pension liability at June 30, 2023 were as follows:

Total Pension Liability	\$	27,637,722
Plan Fiduciary Net Position		(9,338,902)
Net Pension Liability		\$ 18,298,820

Plan Fiduciary Net Position as a Percentage of Total Pension Liability. 33.79%

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:

	Discount Rate		Net Pension Liability
1% decrease	6.00%	\$	21,184,261
Current discount rate	7.00%	\$	18,298,820
1% increase	8.00%	\$	15,855,568

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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, 2023, the recognized pension expense will be \$1,811,435. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources in relation to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between experience losses (gains)	\$ 678,214	\$ -
Changes of assumptions	4,021,562	-
Net difference between projected and actual earnings on investments	-	354,592
Contributions subsequent to the measurement date of 6/30/2023	1,748,400	-
Total:	\$ 6,448,176	\$ 354,592

Contributions after the measurement date of June 30, 2023 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:

Years Ending June 30:	
2024	\$ 2,039,966
2025	1,728,000
2026	670,823
2027	(93,605)
2028	-
Thereafter	-

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**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

V. OTHER INFORMATION (CONTINUED)

E. Employee Retirement Systems and Pension Plans (Continued)

City of Dyersburg Pension Plan

The administered plan issued financial statements as of June 30, 2023. The plan financial statements as of June 30, 2023 are as follows:

Statement of Fiduciary Net Position
(Market Value of Plan Assets)
June 30, 2023

Assets	June 30, 2023
Cash	\$ 3,830,409
Accrued income	18,582
Investments	
Domestic equities	5,394,388
International equities	95,523
Total Investments	5,489,911
Total Assets	\$ 9,338,902
Net Position	
Net Position	\$ 9,338,902

Statement of Changes in Fiduciary Net Position
For the year ended June 30, 2023

Net position at beginning of year		\$ 7,822,493
Contributions received or receivable		
Employer	\$ 1,673,900	
Employee	197,263	
Total contributions		1,871,163
Net change in fair value of investments		1,027,446
Interest and dividends		181,222
Mutual fund income (loss)		1,208,668
Total Income		3,079,831
Distribution of benefits		
Benefit payments	1,498,063	
Administrative and other expenses	65,359	
Total distribution of benefits		1,563,422
Total expenses		1,563,422
Net increase in net position		1,516,409
Net position at year end		\$ 9,338,902

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

V. OTHER INFORMATION (CONTINUED)

F. Postemployment Healthcare Plan (Continued)

Dyersburg City Schools

1. Closed Teacher Group OPEB Plan

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 \$557,124.

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, 2023, the following employees of the Schools were covered by the benefit terms of the plan:

Inactive employees currently receiving benefit payments	23
Inactive employees entitled to but not yet receiving benefit payments	1
Active employees not eligible for benefits	7
Active employees eligible for benefits	217
	248

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

V. OTHER INFORMATION (CONTINUED)

F. Postemployment Healthcare Plan (Continued)

Dyersburg City Schools

1. Closed Teacher Group OPEB Plan (Continued)

An insurance committee, created in accordance with TCA 8-27-301, 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 \$202,923 to the plan for OPEB benefits as they came due.

Actuarial Assumptions. The total OPEB liability in the June 30, 2023 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	10.31% for pre-65 in 2023, decreasing annually over an 11 year period to an ultimate rate of 4.50%. 12.44% for post-65 in 2023, decreasing annually over an 11 year period to an ultimate rate of 4.50%.
Retirees' share of benefit-related costs	Members are required to make monthly contributions to maintain their coverage. For the purpose of this valuation a weighted average has been used with weights derived from the current distribution of members among plans offered.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2023, 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-2021. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10% load, projected generationally from 2018 with MP-2021.

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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 3.65 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)
Total OPEB liability- beginning balance	\$ 5,944,852
Changes for the year:	
Service cost	229,894
Interest cost	211,802
Changes of benefit terms	-
Differences between expected and actual experience	(143,419)
Change in assumptions	449,753
Benefit payments	(386,640)
Net changes	361,390
Total OPEB liability- ending balance	\$ 6,306,242
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 2,094,711
Employer's proportionate share of the collective total OPEB liability	\$ 4,211,531
Employer's proportion of the collective total OPEB liability	66.78%

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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 -1.17% from the prior measurement date. The Schools recognized \$214,306 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 3.54% as of the beginning of the measurement period to 3.65% as of June 30, 2023. 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, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current discount rate:

	1% Decrease (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
Proportionate share of collective total OPEB liability	\$ 4,522,120	\$ 4,211,531	\$ 3,916,809

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 (9.31% / 11.44% decreasing to 3.50%)	Healthcare Cost Trend Rates (10.31% / 12.44% decrease to 4.50%)	1% Increase (11.31% / 13.44% decreasing to 5.50%)
Proportionate share of collective total OPEB liability	\$ 3,790,491	\$ 4,211,531	\$ 4,701,214

OPEB Expense. For the fiscal year ended June 30, 2024, the Schools recognized OPEB expense of \$565,994.

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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, 2024, the Schools reported deferred outflows of resources and deferred inflows of resources related to OPEB benefits in the TGOP from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$ 467,894	\$ 89,796
Changes of assumptions	438,750	375,169
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	35,757	203,833
Employer payments subsequent to the measurement date	202,923	-
Total	\$ 1,145,324	\$ 668,798

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:

Years Ending June 30:		
2025	\$	56,708
2026	\$	56,708
2027	\$	56,708
2028	\$	56,708
2029	\$	11,359
Thereafter	\$	35,412

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

2. Closed Tennessee Plan (TNP) 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 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, 2024**

V. OTHER INFORMATION (CONTINUED)

F. Postemployment Healthcare Plan (Continued)

Dyersburg City Schools

2. Closed Tennessee Plan (TNP) OPEB 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, 2023, the following employees of the School were covered by the benefit terms of the plan:

Inactive employees currently receiving benefit payments	103
Inactive employees entitled but not yet receiving benefit payments	39
Active employees eligible for benefits	169
	311

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, 2024

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, 2023 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	7.20% for 2023 and then decreasing annually over a 6 year period to an ultimate rate of 4.50%

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2023, 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-2021. 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-2021.

Discount rate. The discount rate used to measure the total OPEB liability was 3.65 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, 2024**

V. OTHER INFORMATION (CONTINUED)

F. Postemployment Healthcare Plan (Continued)

Dyersburg City Schools

2. Closed Tennessee Plan (TNP) OPEB Plan (Continued)

Change in Total OPEB Liability

	Total OPEB Liability
Total OPEB liability- beginning balance	\$ 860,661
Changes for the year:	
Service cost	10,002
Interest	29,912
Differences between expected and actual experience	67,527
Change in assumptions	(8,580)
Benefit payments	(51,807)
Net changes	47,054
Total OPEB liability- ending balance	\$ 907,715
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 907,715
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 a negative (\$8,870) 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 3.54% as of the beginning of the measurement period to 3.65% as of June 30, 2023. This change in assumption decreased the total OPEB liability.

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

V. OTHER INFORMATION (CONTINUED)

F. Postemployment Healthcare Plan (Continued)

Dyersburg City Schools

2. Closed Tennessee plan (TNP) OPEB Plan (Continued)

OPEB Expense. For the fiscal year ended June 30, 2024, the Schools recognized a negative OPEB expense of (\$8,870).

Deferred Outflows of Resources and Deferred Inflows of Resources. For fiscal year ended June 30, 2024, 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:

Entity and Terms	Percentage of Taxes Abated During Year Ended June 30, 2024	Amount of Taxes Abated During Year Ended June 30, 2024
Caterpillar		
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, 2024**

V. OTHER INFORMATION (CONTINUED)

H. Tax Abatements (Continued)

Entity and Terms	Percentage of Taxes Abated During Year Ended June 30, 2024	Amount of Taxes Abated During Year Ended June 30, 2024
Caterpillar (continued)		
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
Effective 2017, 2018-2027 0%, 2028 increasing every year by 10%, 2037 100%	100% Personal Property	122,224
		<u>\$ 158,364</u>

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

V. OTHER INFORMATION (CONTINUED)

H. Tax Abatements (Continued)

Entity and Terms	Percentage of Taxes Abated During Year Ended June 30, 2024	Amount of Taxes Abated During Year Ended June 30, 2024
NSK		
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
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
		\$ 349,257

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

V. OTHER INFORMATION (CONTINUED)

H. Tax Abatements (Continued)

Entity and Terms	Percentage of Taxes Abated During Year Ended June 30, 2024	Amount of Taxes Abated During Year Ended June 30, 2024
DOT Foods		
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
		\$ 160,014

I. CORRECTION OF ERRORS

Fund Financial Statements

General Fund and Cemetery Fund – In a prior year, grants receivable was understated by \$8,938. The net effect of this adjustment on net position was an increase of \$8,938.

Government-Wide Financial Statements

Governmental Activities – In a prior year, construction in progress was understated by \$644,337. The net effect of this adjustment on net position was an increase of \$644,337. In a prior year, grants receivable was understated by \$8,938. The net effect of this adjustment on net position was an increase of \$8,938. An adjustment was made in the current year related to the internal service fund allocation. The net position of governmental activities was decreased by \$55,354 due to this allocation adjustment.

Business-Type Activities – In a prior year, the landfill closure/post-closure liability was understated by \$7,847,818. The net effect of this adjustment on net position was a decrease of \$7,847,818. In a prior year, a lease right-of use asset was recorded but was found in the current year to be a capital asset. The net effect of this adjustment on net position was an increase of \$59,165. In a prior year, a capital asset was accidentally recorded twice. The net effect of this adjustment on net position was an increase of \$23,500. In a prior year, 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 \$55,350 due to this allocation adjustment.

**CITY OF DYERSBURG, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

VI. SUBSEQUENT EVENTS

The City has evaluated subsequent events through February 28, 2025, 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,

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Dyersburg City Schools' proportion of the net pension liability (asset)	0.299557%	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)	\$ (3,531,704)	\$ (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	\$ 9,720,789	\$ 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	-36.33%	-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	104.11%	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,**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contributions	\$ 673,414	\$ 844,743	\$ 1,043,324	\$ 1,073,408	\$ 1,096,600	\$ 1,105,172	\$ 974,418	\$ 988,444	\$ 966,175	\$ 990,327
Contribution in relation to the contractually required contribution	<u>673,414</u>	<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>
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	\$ 9,888,593	\$ 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
Contributions as a percentage of Dyersburg City Schools' covered payroll	6.81%	8.69%	10.30%	10.27%	10.63%	10.46%	9.08%	9.04%	9.04%	9.04%

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 PENSION PLAN OF TCRS
DYERSBURG CITY SCHOOLS
FOR THE FISCAL YEAR JUNE 30,

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Dyersburg City Schools' proportion of the net pension liability (asset)	0.227201%	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)	\$ (96,341)	\$ (60,094)	\$ (183,120)	\$ (103,543)	\$ (103,140)	\$ (87,881)	\$ (52,370)	(\$22,151)	(9,988)
Dyersburg City Schools' covered payroll	\$ 4,519,143	\$ 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	-2.13%	-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	104.97%	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,**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 160,010	\$ 129,699	\$ 68,093	\$ 49,284	\$ 46,646	\$ 37,510	\$ 27,614	\$ 52,112	\$ 23,436	\$ 516
Contributions in relation to the contractually required contribution	160,010	129,699	68,093	49,284	46,646	37,510	67,734	52,112	37,449	20,634
Contribution deficiency (excess)	<u>\$ -</u>	<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>\$ 5,424,064</u>	<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	2.95%	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 percentages were 2.02% for the pension plan and 1.98% for SRT. For FY 2021, the percentages were 2.03% for the pension plan and 1.97% for the SRT. For FY 2022, the percentages were 2.01% for the pension plan and 1.99% for SRT. For FY 2023, the percentages were 2.87% for the pension plan and 1.13% for SRT. For FY 2024, the percentages

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,

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability										
Service cost	\$ 228,126	\$ 201,746	\$ 193,987	\$ 195,586	\$ 188,063	\$ 194,319	\$ 185,951	\$ 154,102	\$ 147,466	\$ 154,945
Interest	669,621	614,774	600,501	607,193	585,541	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	(648,580)	(638,749)	(557,961)	(521,514)	(422,116)	(457,787)	(338,904)	(273,613)	(300,765)	(276,019)
Net change in total pension liability	249,167	762,064	236,527	(75,767)	351,488	446,294	395,345	453,678	336,316	331,734
Total pension liability - beginning	9,662,177	8,900,113	8,663,586	8,739,353	8,387,865	7,941,571	7,546,226	7,092,548	6,756,232	6,424,498
Total pension liability - ending (a)	9,911,344	9,662,177	8,900,113	8,663,586	8,739,353	8,387,865	7,941,571	7,546,226	7,092,548	6,756,232
Plan Fiduciary Net Position										
Contributions - employee	179,841	173,401	159,055	151,778	150,627	150,214	153,278	151,597	139,330	135,007
Contributions - employer	296,520	312,876	327,649	312,660	271,548	232,530	222,199	170,684	111,008	39,835
Net investment income	996,868	(1,384,226)	803,925	917,149	1,037,061	(246,239)	607,825	344,302	(56,640)	236,873
Benefit payments	(648,580)	(638,749)	(557,961)	(521,514)	(422,116)	(462,183)	(338,904)	(273,613)	(300,765)	(276,019)
Administrative expenses	(27,445)	(24,208)	(7,417)	(15,273)	(29,707)	(16,906)	(23,681)	(12,850)	(7,271)	(8,948)
Net change in plan fiduciary net position	797,204	(1,560,906)	725,251	844,800	1,007,413	(342,584)	620,717	380,120	(114,338)	126,748
Plan fiduciary net position - beginning	6,495,684	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
Plan fiduciary net position - ending (b)	7,292,888	6,495,684	8,056,590	7,331,339	6,486,539	5,479,126	5,821,710	5,200,993	4,820,873	4,935,211
Net pension liability - ending (a) - (b)	\$ 2,618,456	\$ 3,166,493	\$ 843,523	\$ 1,332,247	\$ 2,252,814	\$ 2,908,739	\$ 2,119,861	\$ 2,345,233	\$ 2,271,675	\$ 1,821,021
Plan fiduciary net position as a % of the total pension liability	73.58%	67.23%	90.52%	84.62%	74.22%	65.32%	73.31%	68.92%	67.97%	73.05%
Covered-employee payroll	\$ 3,223,960	\$ 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	81.22%	98.22%	27.63%	43.64%	74.78%	99.38%	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,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 232,254	\$ 232,254	\$ 290,748	\$ 290,748	\$ 227,068	\$ 227,068	\$ 170,752	\$ 170,752	\$ 170,567	\$ 170,567
Contributions in relation to the actuarially	296,520	312,876	327,649	312,660	271,548	232,530	222,199	170,684	111,008	39,835
Contribution (deficiency) excess	<u>\$ 64,266</u>	<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	\$3,223,960	\$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	9.20%	9.70%	10.73%	10.24%	9.01%	7.94%	7.36%	5.65%	4.32%	1.55%

Schedule of Investment Returns

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return, net of investment expense	15.7%	-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, 2024

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

Asset Smoothing Method

5-year period

Mortality

2022 TCRS Non-Teacher Mortality (Pub-2010 General Below Median 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,

Total OPEB Liability	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service cost	\$ 229,894	\$ 313,938	\$ 295,909	\$ 222,454	\$ -	\$ -	\$ 136,683
Interest	211,802	123,945	124,567	174,694	-	-	130,783
Changes of benefit terms	-	-	-	-	1,618,475	-	-
Differences between expected and actual experience	(143,419)	816,290	137,506	(18,954)	-	-	-
Changes of assumptions	449,753	(594,528)	(181,176)	524,332	-	-	-
Benefit payments	<u>(386,640)</u>	<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	361,390	383,054	67,291	580,097	1,618,475	-	(143,607)
 Total OPEB liability - beginning	 <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>	 <u>3,439,542</u>
 Total OPEB liability - ending (a)	 <u>\$ 6,306,242</u>	 <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	 \$ 2,094,711	 \$ 1,904,937	 \$ 1,676,574	 \$ 1,507,736	 \$ 1,434,020	 \$ -	 \$ -
 Employer's proportionate share of the collective total OPEB liability	 \$ 4,211,531	 \$ 4,039,915	 \$ 3,885,224	 \$ 3,986,771	 \$ 3,480,390	 \$ 3,295,935	 \$ 3,295,935
 Covered-employee payroll	 \$ 10,338,626	 \$ 10,338,626	 \$ 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	 40.74%	 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,

Total OPEB Liability	2024	2023	2022	2021	2020	2019
Service cost	\$ 10,002	\$ 17,815	\$ 22,457	\$ 14,444	\$ 11,980	\$ -
Interest	29,912	23,011	28,291	38,147	41,174	-
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience	67,527	(45,175)	(31,998)	(13,593)	(67,010)	-
Changes of assumptions	(8,580)	(155,528)	(174,690)	200,715	17,068	-
Benefit payments	(51,807)	(53,618)	(54,877)	(53,746)	(58,753)	-
Net change in total OPEB liability	47,054	(213,495)	(210,817)	185,967	(55,541)	-
Total OPEB liability - beginning	860,661	1,074,156	1,284,973	1,099,006	1,154,547	1,154,547
Total OPEB liability - ending (a)	<u>\$ 907,715</u>	<u>\$ 860,661</u>	<u>\$ 1,074,156</u>	<u>\$ 1,284,973</u>	<u>\$ 1,099,006</u>	<u>\$ 1,154,547</u>
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 907,715	\$ 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	\$ 10,151,587	\$ 10,389,402	\$ 12,021,059	\$ 12,943,498	\$ 14,873,740
Total OPEB liability as a percentage of covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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 increased 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,

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability										
Service cost	\$ 127,518	\$ 170,058	\$ 164,801	\$ 194,857	\$ 194,893	\$ 193,496	\$ 194,275	\$ 202,475	\$ 151,433	\$ 199,281
Interest	895,341	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	211,516	(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	(485,622)	(400,785)	(348,523)	(308,732)	(289,879)	(246,605)	(303,644)	(223,826)	(174,754)	(772,834)
Net change in total pension liability	748,753	347,748	749,421	466,356	629,024	706,185	550,822	230,665	2,033,295	(1,400,453)
Total pension liability - beginning*	13,375,637	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)	\$ 14,124,390	\$ 13,375,637	\$ 13,027,889	\$ 12,278,468	\$ 11,812,112	\$ 11,183,088	\$ 10,476,903	\$ 9,926,081	\$ 9,695,416	\$ 7,662,121
Plan fiduciary net position										
Contributions - total	646,133	633,184	625,001	619,155	\$ 602,684	\$ 582,792	\$ 626,663	\$ 585,183	\$ 596,336	\$ 518,955
Net investment income	763,101	(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	(485,622)	(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	923,612	(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*	8,870,814	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)	\$ 9,794,426	\$ 8,870,814	\$ 8,962,852	\$ 7,747,024	\$ 7,374,593	\$ 6,646,996	\$ 6,136,818	\$ 5,884,826	\$ 5,718,951	\$ 5,438,038
Net pension liability -- ending (a) - (b)	\$ 4,329,964	\$ 4,504,823	\$ 4,065,037	\$ 4,531,444	\$ 4,437,519	\$ 4,536,092	\$ 4,340,085	\$ 4,041,255	\$ 3,976,465	\$ 2,224,083
Plan fiduciary net position as a percentage of the total pension liability	69.34%	66.32%	68.80%	63.09%	62.43%	59.44%	58.57%	59.29%	58.99%	70.97%
Covered-employee payroll	\$ 1,400,912	\$ 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	309.08%	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

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contributions*	\$ 342,491	\$ 390,439	\$ 427,806	\$ 456,246	\$ 422,381	\$ 402,786	\$ 409,977	\$ 432,702	\$ 353,937	\$ 348,722
Contributions in relation to the actuarially determined contribution	553,616	556,927	562,824	558,060	539,288	518,951	560,669	585,183	596,336	518,955
Contribution deficiency (excess)	\$ (211,125)	\$ (166,488)	\$ (135,018)	\$ (101,814)	\$ (116,907)	\$ (116,165)	\$ (150,692)	\$ (152,481)	\$ (242,399)	\$ (170,233)
Covered-employee payroll	\$ 1,400,912	\$ 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
Contributions as a percentage of covered-employee payroll	39.52%	27.91%	26.43%	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 Effective 1/1/2022

Actuarial cost method:	Individual entry age normal
Amortization method:	Level dollar amortization, closed
Remaining amortization period	22 years as of 1/1/23
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, 2023	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	8.51%	-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,

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability										
Service cost	\$ 216,058	\$ 32,096	\$ 88,189	\$ 90,086	\$ 102,897	\$ 107,402	\$ 128,325	\$ 147,906	\$ 307,788	\$ 228,092
Interest	1,876,980	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)	132,344	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	501,151	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	(1,498,063)	(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	1,228,470	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	26,409,252	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>\$ 27,637,722</u>	<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>
Plan fiduciary net position										
Contributions - employer	1,673,900	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	197,263	199,203	205,190	209,025	218,752	230,928	245,720	336,670	434,424	456,147
Net investment income	1,208,668	(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	(1,498,063)	(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	(65,359)	(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	1,516,409	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	7,822,493	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>\$ 9,338,902</u>	<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>\$ 18,298,820</u>	<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	33.79%	29.62%	30.05%	21.69%	18.23%	10.75%	9.51%	9.49%	7.00%	9.53%
Covered-employee payroll	<u>\$ 3,676,184</u>	<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	497.77%	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>2024</u>	<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	\$ 1,748,303	\$ 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>1,748,400</u>	<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>\$ (97)</u>	<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>\$ 4,015,175</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	43.54%	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 2024 were calculated based on the July 1, 2022 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:	21
Asset valuation:	No smoothing period
Inflation:	3.0%
Salary increases:	N/A
Investment rate of return:	7% per annum
Discount Rate:	7% per annum, compounded annually
Retirement age:	N/A
Mortality:	Pub-2010 Below Median table with Scale MP-2020 to year 2018, then Generational mortality improvements under MP-2021, with scaling factor of 106% for males and 114% 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, 2024**

	Special Revenue Funds					Debt Service Fund	Permanent Fund Cemetery Care	Total Nonmajor Governmental Funds	
	T I P	Cafeteria	Internal School	Insurance Reserve	Federal Projects				Total
ASSETS									
Cash	\$ 235,022	\$ 1,449,392	\$ 921,349	\$ 241,941	\$ -	\$ 2,847,704	\$ 67,775	\$ -	\$ 2,915,479
Investments	-	-	-	-	-	-	-	1,574,232	1,574,232
Due from other funds	129,898	-	-	-	-	129,898	-	1,000	130,898
Due from grantor	-	34,468	-	-	485,964	520,432	-	-	520,432
Inventory	-	76,051	-	-	-	76,051	-	-	76,051
Deposits	-	-	-	111,000	-	111,000	-	-	111,000
Total Assets	\$ 364,920	\$ 1,559,911	\$ 921,349	\$ 352,941	\$ 485,964	\$ 3,685,085	\$ 67,775	\$ 1,575,232	\$ 5,328,092
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ (595)	\$ 124	\$ -	\$ 187,799	\$ -	\$ 187,328	\$ -	\$ 21,429	\$ 208,757
Accrued payroll	-	58,931	-	-	260,865	319,796	-	-	319,796
Other current liabilities	-	15,176	-	-	94,883	110,059	-	-	110,059
Due to other funds	-	-	-	137,439	130,216	267,655	-	-	267,655
Unavailable confiscated funds	12,725	-	-	-	-	12,725	-	-	12,725
Total Liabilities	12,130	74,231	-	325,238	485,964	897,563	-	21,429	918,992
Fund balances:									
Non-spendable	-	76,051	-	-	-	76,051	-	-	76,051
Restricted	352,790	1,409,629	921,349	-	-	2,683,768	67,775	1,553,803	4,305,346
Committed	-	-	-	27,703	-	27,703	-	-	27,703
Total Fund Balances	352,790	1,485,680	921,349	27,703	-	2,787,522	67,775	1,553,803	4,409,100
Total Liabilities and Fund Balances	\$ 364,920	\$ 1,559,911	\$ 921,349	\$ 352,941	\$ 485,964	\$ 3,685,085	\$ 67,775	\$ 1,575,232	\$ 5,328,092

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, 2024

	Special Revenue Funds					Total	Debt Service Fund	Permanent Fund Cemetery Care	Total Nonmajor Governmental Funds
	T I P	Cafeteria	Internal School	Federal Projects	Insurance Reserve				
Revenues:									
U.S.D.A. reimbursements	\$ -	\$ 2,055,119	\$ -	\$ -	\$ -	\$ 2,055,119	\$ -	\$ -	\$ 2,055,119
State school matching funds	-	17,216	-	-	-	17,216	-	-	17,216
State education grants	-	-	-	6,537,183	-	6,537,183	-	-	6,537,183
Charges for service	-	256,751	-	-	-	256,751	-	-	256,751
Fines, forfeits, and penalties	40,065	-	-	-	-	40,065	-	-	40,065
Internal school funds revenue	-	-	1,403,527	-	-	1,403,527	-	-	1,403,527
Investment earnings	1,983	10,887	-	-	1,857	14,727	25,816	40,802	81,345
Stop-loss	-	-	-	-	289,751	289,751	-	-	289,751
Joint cost reimbursements	-	-	-	-	3,695,892	3,695,892	-	-	3,695,892
Net increase (decrease) in fair value of investments	-	-	-	-	-	-	-	24,426	24,426
Miscellaneous	1,590	128,414	-	-	-	130,004	-	9,323	139,327
Total revenues	43,638	2,468,387	1,403,527	6,537,183	3,987,500	14,440,235	25,816	74,551	14,540,602
Expenditures:									
Current:									
General and administrative	28,772	-	-	-	-	28,772	-	14,531	43,303
Hospital and healthcare	-	-	-	-	3,987,500	3,987,500	-	-	3,987,500
Education	-	2,422,848	1,278,509	6,466,566	-	10,167,923	-	-	10,167,923
Capital outlay	14,519	-	-	-	-	14,519	-	-	14,519
Total expenditures	43,291	2,422,848	1,278,509	6,466,566	3,987,500	14,198,714	-	14,531	14,213,245
Revenues over (under) expenditures	347	45,539	125,018	70,617	-	241,521	25,816	60,020	327,357
Other financing sources (uses):									
Transfer from other funds	-	-	-	-	-	-	668,158	22,900	691,058
Transfer to other funds	-	-	-	(70,617)	-	(70,617)	(1,345,721)	(42,860)	(1,459,198)
Total other financing sources (uses)	-	-	-	(70,617)	-	(70,617)	(677,563)	(19,960)	(768,140)
Net change in fund balances	347	45,539	125,018	-	-	170,904	(651,747)	40,060	(440,783)
Fund balances - July 1, 2023	352,443	1,440,141	796,331	-	27,703	2,616,618	719,522	1,513,743	4,849,883
Fund balances - June 30, 2024	\$ 352,790	\$ 1,485,680	\$ 921,349	\$ -	\$ 27,703	\$ 2,787,522	\$ 67,775	\$ 1,553,803	\$ 4,409,100

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, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Over/(Under) Budgeted Amounts</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Fines, forfeits, and penalties	\$ 50,000	\$ 50,000	\$ 40,065	\$ (9,935)
Miscellaneous revenue	10,000	10,000	1,590	(8,410)
Investment earnings	300	300	1,983	1,683
Total revenues	<u>60,300</u>	<u>60,300</u>	<u>43,638</u>	<u>(16,662)</u>
EXPENDITURES:				
General and administrative				
Repair and maintenance	10,000	10,000	4,000	(6,000)
Other	<u>20,000</u>	<u>20,000</u>	<u>24,772</u>	<u>4,772</u>
Total general and administrative	<u>30,000</u>	<u>30,000</u>	<u>28,772</u>	<u>(1,228)</u>
Capital outlay	<u>30,000</u>	<u>30,000</u>	<u>14,519</u>	<u>(15,481)</u>
Total expenditures	<u>60,000</u>	<u>60,000</u>	<u>43,291</u>	<u>(16,709)</u>
Net Change in Fund Balance	<u>\$ 300</u>	<u>\$ 300</u>	347	<u>\$ 47</u>
Fund balance - July 1, 2023			<u>352,443</u>	
Fund balance - June 30, 2024			<u>\$ 352,790</u>	

See Independent Auditors' Report.

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, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Over/(Under) Budgeted Amounts</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
State education grants	\$ 6,706,314	\$ 6,706,314	\$ 6,537,183	\$ (169,131)
Total revenues	<u>6,706,314</u>	<u>6,706,314</u>	<u>6,537,183</u>	<u>(169,131)</u>
EXPENDITURES:				
Education:				
Regular instruction	2,281,164	2,768,474	2,657,350	(111,124)
Vocational education	48,689	66,905	66,905	-
Special education	473,954	561,346	545,606	(15,740)
Student support	1,006,986	1,511,901	1,504,882	(7,019)
Regular instruction support services	393,997	426,890	396,477	(30,413)
Special education support services	264,840	265,897	263,540	(2,357)
Attendance	2,333	2,252	2,252	-
Operation of plant	161,431	126,071	126,071	-
Transportation	5,000	7,500	5,071	(2,429)
Regular capital outlay	1,131,994	898,412	898,412	-
Total education	<u>5,770,388</u>	<u>6,635,648</u>	<u>6,466,566</u>	<u>(169,082)</u>
Total expenditures	<u>5,770,388</u>	<u>6,635,648</u>	<u>6,466,566</u>	<u>(169,082)</u>
Revenues Over (Under) Expenditures	935,926	70,666	70,617	(49)
Other Financing Sources (Uses):				
Transfers from (to) other funds	(63,561)	(70,666)	(70,617)	49
Total other financing sources (uses)	<u>(63,561)</u>	<u>(70,666)</u>	<u>(70,617)</u>	<u>49</u>
Net Change in Fund Balance	<u>\$ 872,365</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balance - July 1, 2023			<u>-</u>	
Fund balance - June 30, 2024			<u>\$ -</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, 2024

	<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>
REVENUES:				
Investment earnings	\$ 5,000	\$ 5,000	\$ 1,857	\$ (3,143)
Stop-loss	-	300,000	289,751	(10,249)
Joint cost reimbursements	3,600,000	3,700,000	3,695,892	(4,108)
Total revenues	<u>3,605,000</u>	<u>4,005,000</u>	<u>3,987,500</u>	<u>(17,500)</u>
EXPENDITURES:				
Hospital and health care expenditures:				
Medical claims	2,000,000	2,100,000	1,854,363	(245,637)
Drug claims	1,200,000	1,500,000	1,680,626	180,626
Life insurance	20,000	20,000	22,968	2,968
Re-insurance costs	300,000	300,000	347,703	47,703
Insurance administration	85,000	85,000	81,840	(3,160)
Total hospital and health care	<u>3,605,000</u>	<u>4,005,000</u>	<u>3,987,500</u>	<u>(17,500)</u>
Total expenditures	<u>3,605,000</u>	<u>4,005,000</u>	<u>3,987,500</u>	<u>(17,500)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund balance - July 1, 2023			<u>27,703</u>	
Fund balance - June 30, 2024			<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, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Over/(Under) Budgeted Amounts
REVENUES:				
U.S.D.A. reimbursements	\$ 2,061,000	\$ 2,061,000	\$ 2,055,119	\$ (5,881)
State school matching funds	17,200	17,200	17,216	16
Charges for service	272,550	272,550	256,751	(15,799)
Interest	10,000	10,000	10,887	887
Miscellaneous revenue	139,250	139,250	128,414	(10,836)
Total revenues	<u>2,500,000</u>	<u>2,500,000</u>	<u>2,468,387</u>	<u>(31,613)</u>
EXPENDITURES:				
Education:				
Food	1,200,000	1,204,000	1,209,627	5,627
Cafeteria labor	698,000	723,400	716,036	(7,364)
Other expenditures	602,000	572,600	497,185	(75,415)
Total education	<u>2,500,000</u>	<u>2,500,000</u>	<u>2,422,848</u>	<u>(77,152)</u>
Total expenditures	<u>2,500,000</u>	<u>2,500,000</u>	<u>2,422,848</u>	<u>(77,152)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	45,539	<u>\$ 45,539</u>
Fund balance - July 1, 2023			<u>1,440,141</u>	
Fund balance - June 30, 2024			<u>\$ 1,485,680</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, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Over/(Under) Budgeted Amounts</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Investment earnings	\$ 30,000	\$ 30,000	\$ 25,816	\$ (4,184)
Total revenues	<u>30,000</u>	<u>30,000</u>	<u>25,816</u>	<u>(4,184)</u>
Revenues Over (Under) Expenditures	30,000	30,000	25,816	(4,184)
Other Financing Sources (Uses):				
Transfer from other funds	628,000	628,000	668,158	40,158
Transfer to other funds	<u>(1,347,700)</u>	<u>(1,347,700)</u>	<u>(1,345,721)</u>	<u>1,979</u>
Total other financing sources (uses)	<u>(719,700)</u>	<u>(719,700)</u>	<u>(677,563)</u>	<u>42,137</u>
Net Change in Fund Balance	<u>\$ (689,700)</u>	<u>\$ (689,700)</u>	<u>(651,747)</u>	<u>\$ 37,953</u>
Fund balance - July 1, 2023			<u>719,522</u>	
Fund balance - June 30, 2024			<u>\$ 67,775</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, 2024

	<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>
Revenues:				
Investment earnings	\$ 35,000	\$ 35,000	\$ 40,802	\$ 5,802
Net increase (decrease) in fair value of investments	-	-	24,426	24,426
Miscellaneous revenues	-	-	9,323	9,323
Total revenues	<u>35,000</u>	<u>35,000</u>	<u>74,551</u>	<u>39,551</u>
Expenditures:				
Trustee fees	<u>25,000</u>	<u>25,000</u>	<u>14,531</u>	<u>(10,469)</u>
Total expenditures	<u>25,000</u>	<u>25,000</u>	<u>14,531</u>	<u>(10,469)</u>
Revenues Over (under) Expenditures	<u>10,000</u>	<u>10,000</u>	<u>60,020</u>	<u>50,020</u>
Other Financing Sources (Uses):				
Transfers in	40,000	40,000	22,900	(17,100)
Transfers out	<u>(50,000)</u>	<u>(50,000)</u>	<u>(42,860)</u>	<u>7,140</u>
Total other financing sources (uses)	<u>(10,000)</u>	<u>(10,000)</u>	<u>(19,960)</u>	<u>(9,960)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	40,060	<u>\$ 40,060</u>
Fund Balance - July 1, 2023			<u>1,513,743</u>	
Fund Balance - June 30, 2024			<u>\$1,553,803</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE
COMBINING STATEMENT OF NET POSITON
INTERNAL SERVICE FUNDS
JUNE 30, 2024**

	Internal Service Fund	Communications Service Fund	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 3,160,660	\$ 434,443	\$ 3,595,103
Accounts receivable (net of allowance for uncollectibles)	31,735	38,008	69,743
Due from other funds	5,737	88,540	94,277
Total current assets	<u>3,198,132</u>	<u>560,991</u>	<u>3,759,123</u>
Noncurrent assets:			
Capital assets:			
Construction in progress	-	20,950	20,950
Property, plant, and equipment	646,556	1,742,380	2,388,936
Less - accumulated depreciation	(555,213)	(1,617,132)	(2,172,345)
Net property, plant, and equipment	<u>91,343</u>	<u>146,198</u>	<u>237,541</u>
Other assets	11,319	-	11,319
Total Assets	<u>\$ 3,300,794</u>	<u>\$ 707,189</u>	<u>\$ 4,007,983</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 3,186	\$ 1,105	\$ 4,291
Accrued payroll	13,083	18,513	31,596
Due to other funds	2,542,968	183,983	2,726,951
Total current liabilities	<u>2,559,237</u>	<u>203,601</u>	<u>2,762,838</u>
Noncurrent liabilities:			
Accrued compensated absences	17,593	43,995	61,588
Other accrued liabilities	138,107	-	138,107
Total noncurrent liabilities	<u>155,700</u>	<u>43,995</u>	<u>199,695</u>
Total Liabilities	<u>2,714,937</u>	<u>247,596</u>	<u>2,962,533</u>
NET POSITION			
Investment in capital assets	91,343	146,198	237,541
Unrestricted	494,514	313,395	807,909
Total Net Position	<u>585,857</u>	<u>459,593</u>	<u>1,045,450</u>
Total Liabilities and Net Position	<u>\$ 3,300,794</u>	<u>\$ 707,189</u>	<u>\$ 4,007,983</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, 2024**

	<u>Internal Service</u>	<u>Communication Services</u>	<u>Total</u>
Operating revenues:			
Joint costs	\$ 1,205,850	\$ 864,804	\$ 2,070,654
Miscellaneous revenues	25,702	398,389	424,091
Total operating revenues	<u>1,231,552</u>	<u>1,263,193</u>	<u>2,494,745</u>
Operating expenses:			
Customer service and collection	254,173	-	254,173
Communication services	444,571	916,272	1,360,843
General and administrative	68,128	242,659	310,787
Computer operations	445,605	-	445,605
Emergency warning system	-	49,205	49,205
Depreciation and amortization	23,469	31,808	55,277
Total operating expense	<u>1,235,946</u>	<u>1,239,944</u>	<u>2,475,890</u>
Operating income (loss)	(4,394)	23,249	18,855
Nonoperating revenues (expenses):			
Interest income	4,394	11	4,405
Total nonoperating revenues (expenses)	<u>4,394</u>	<u>11</u>	<u>4,405</u>
Change in net position	<u>-</u>	<u>23,260</u>	<u>23,260</u>
Total net position - July 1, 2023	<u>585,857</u>	<u>436,333</u>	<u>1,022,190</u>
Total net position - June 30, 2024	<u>\$ 585,857</u>	<u>\$ 459,593</u>	<u>\$ 1,045,450</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>Internal Service</u>	<u>Communication Services</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 1,187,972	\$ 833,416	\$ 2,021,388
(Payments to) receipts from suppliers	(468,531)	(294,225)	(762,756)
Payments to employees for services	(658,711)	(696,122)	(1,354,833)
Payments for employee benefits	(186,828)	(238,372)	(425,200)
Other receipts (payments)	25,702	398,389	424,091
Net cash provided by (used for) operating activities	<u>(100,396)</u>	<u>3,086</u>	<u>(97,310)</u>
CASH FLOWS FROM (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	<u>(67,718)</u>	-	<u>(67,718)</u>
Net cash provided by (used for) capital and related financing activities	<u>(67,718)</u>	-	<u>(67,718)</u>
CASH FLOWS FROM (USED FOR) INVESTING ACTIVITIES			
Interest and investment earnings	<u>4,394</u>	<u>11</u>	<u>4,405</u>
Net cash provided by (used for) investing activities	<u>4,394</u>	<u>11</u>	<u>4,405</u>
Net increase (decrease) in cash and cash equivalents	(163,720)	3,097	(160,623)
Cash and cash equivalents - July 1, 2023	<u>3,324,380</u>	<u>431,346</u>	<u>3,755,726</u>
Cash and cash equivalents - June 30, 2024	<u>\$ 3,160,660</u>	<u>\$ 434,443</u>	<u>\$ 3,595,103</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
ACTIVITIES			
Operating income (loss)	\$ (4,394)	\$ 23,249	\$ 18,855
Adjustments to reconcile net income (loss) from operations to net cash provided (used) by operating activities			
Depreciation	16,864	31,808	48,672
Amortization	6,606	-	6,606
(Increase) decrease in assets			
Accounts receivable, net of allowance	(19,445)	(11,862)	(31,307)
Due from other funds	1,566	(19,526)	(17,960)
Increase (decrease) in liabilities			
Accounts payable	1,612	(163)	1,449
Accrued payroll	730	4,925	5,655
Due to other funds	(108,330)	(33,131)	(141,461)
Other current liabilities	4,110	-	4,110
Compensated absences	285	7,786	8,071
Net cash provided by (used for) operating activities	<u>\$ (100,396)</u>	<u>\$ 3,086</u>	<u>\$ (97,310)</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, 2024

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
Operating Revenues:				
Miscellaneous revenues:				
Joint cost	\$ 1,215,500	\$ 1,215,500	\$ 1,205,850	\$ (9,650)
Computer services	21,000	21,000	21,000	-
Other	3,000	3,000	4,702	1,702
Total miscellaneous revenues	<u>1,239,500</u>	<u>1,239,500</u>	<u>1,231,552</u>	<u>(7,948)</u>
Operating Expenses:				
Customer service and collection:				
Salaries	186,100	186,100	188,457	2,357
Payroll taxes	13,900	13,900	13,719	(181)
Hospital and health insurance	23,700	23,700	24,082	382
Employee education	2,000	2,000	51	(1,949)
Publicity, subscriptions, and dues	3,500	3,500	1,488	(2,012)
Telephone	2,000	2,000	1,955	(45)
Office supplies	6,500	6,500	7,154	654
Postage	11,000	11,000	12,084	1,084
Repairs and maintenance	2,500	2,500	1,520	(980)
Other	4,400	4,400	3,663	(737)
Total customer service and collection	<u>257,800</u>	<u>257,800</u>	<u>254,173</u>	<u>(3,627)</u>
Billing:				
Salaries	131,600	131,600	125,939	(5,661)
Payroll taxes	10,100	10,100	8,589	(1,511)
Hospital and health insurance	29,200	29,200	29,738	538
Office supplies	3,000	3,000	6,057	3,057
Postage	35,000	35,000	41,741	6,741
Repairs and maintenance	1,500	1,500	1,456	(44)
Total billing	<u>210,400</u>	<u>210,400</u>	<u>213,520</u>	<u>3,120</u>
Meter reading:				
Salaries	155,300	155,300	163,588	8,288
Payroll taxes	11,800	11,800	11,993	193
Hospital and health insurance	39,700	39,700	35,922	(3,778)
Telephone	2,000	2,000	1,024	(976)
Professional services	1,000	1,000	50	(950)
Operating supplies	1,000	1,000	992	(8)
Uniforms	15,000	15,000	7,871	(7,129)
Gas and oil	7,500	7,500	8,097	597
Insurance	1,500	1,500	1,514	14
Total meter reading	<u>237,200</u>	<u>237,200</u>	<u>231,051</u>	<u>(6,149)</u>
Computer operations:				
Salaries	134,900	134,900	137,139	2,239
Payroll taxes	9,700	9,700	10,302	602
Hospital and health insurance	30,700	30,700	31,190	490
Training	1,500	1,500	-	(1,500)
Publicity, subscriptions, and dues	3,000	3,000	147	(2,853)
Telephone	5,600	5,600	4,279	(1,321)
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, 2024

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
Operating Expenses (Continued):				
Computer operations (continued):				
Small items of equipment	\$ 11,300	\$ 11,300	\$ 4,544	\$ (6,756)
Operating supplies	5,500	5,500	3,407	(2,093)
Repairs and maintenance	231,000	231,000	234,877	3,877
Insurance	15,000	15,000	11,764	(3,236)
Capital outlay	-	-	5,256	5,256
Total computer operations	<u>452,900</u>	<u>452,900</u>	<u>445,605</u>	<u>(7,295)</u>
Administrative expenses:				
Vacation and sick leave	1,000	1,000	284	(716)
Retirement	63,700	63,700	62,912	(788)
Professional service	5,000	5,000	2,946	(2,054)
Insurance	1,000	1,000	-	(1,000)
Other	500	500	1,986	1,486
Total administrative expenses	<u>71,200</u>	<u>71,200</u>	<u>68,128</u>	<u>(3,072)</u>
Depreciation and amortization expense	<u>14,000</u>	<u>14,000</u>	<u>23,469</u>	<u>9,469</u>
Total operating expense	<u>1,243,500</u>	<u>1,243,500</u>	<u>1,235,946</u>	<u>(7,554)</u>
Operating Income (Loss)	<u>(4,000)</u>	<u>(4,000)</u>	<u>(4,394)</u>	<u>(394)</u>
Nonoperating Revenues (Expenses):				
Interest income	<u>4,000</u>	<u>4,000</u>	<u>4,394</u>	<u>394</u>
Change in Net Position	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Total Net Position - July 1, 2023			<u>585,857</u>	
Total Net Position - June 30, 2024			<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, 2024

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
Operating Revenues:				
Miscellaneous revenues:				
Joint cost	\$ 932,600	\$ 932,600	\$ 864,804	\$ (67,796)
Bad debt recoveries	300	300	294	(6)
E-911 revenues	150,000	150,000	100,588	(49,412)
Other revenue	272,500	272,500	297,507	25,007
Total miscellaneous revenues	<u>1,355,400</u>	<u>1,355,400</u>	<u>1,263,193</u>	<u>(92,207)</u>
Operating Expenses:				
General and administrative				
Salaries	72,600	72,600	85,652	13,052
Payroll taxes	5,600	5,600	5,698	98
Hospital and health insurance	22,800	22,800	23,191	391
Retirement	79,800	79,800	79,447	(353)
Postage	-	-	1	1
Publicity, subscriptions, and dues	1,200	1,200	-	(1,200)
Utility services	25,000	25,000	21,533	(3,467)
Professional services	5,000	5,000	3,546	(1,454)
Travel	8,000	8,000	12	(7,988)
Automobile allowance	5,400	5,400	5,400	-
Insurance	18,000	18,000	18,179	179
Total general and administrative	<u>243,400</u>	<u>243,400</u>	<u>242,659</u>	<u>(741)</u>
Communication services				
Salaries	536,400	536,400	570,687	34,287
Payroll taxes	41,000	41,000	41,073	73
Hospital and health insurance	139,300	139,300	130,334	(8,966)
Unemployment insurance	1,000	1,000	-	(1,000)
Training	30,000	30,000	5,424	(24,576)
Publicity, subscriptions, and dues	10,500	10,500	3,510	(6,990)
Telephone	22,000	22,000	20,171	(1,829)
Travel	30,000	30,000	10,208	(19,792)
Other contractual services	55,000	55,000	76,397	21,397
Mobile data services	25,000	25,000	3,538	(21,462)
Office supplies	1,500	1,500	509	(991)
Small items of equipment	67,600	67,600	11,394	(56,206)
Operating supplies	10,000	10,000	8,724	(1,276)
Uniforms	5,000	5,000	1,150	(3,850)
Repairs and maintenance	45,000	45,000	33,153	(11,847)
Total communication services	<u>1,019,300</u>	<u>1,019,300</u>	<u>916,272</u>	<u>(103,028)</u>
Emergency warning system				
Salaries	3,000	3,000	5,339	2,339
Payroll taxes	400	400	384	(16)
Utility services	25,000	25,000	22,384	(2,616)
Operating supplies	2,000	2,000	372	(1,628)
Repairs and maintenance	20,000	20,000	20,726	726
Total emergency warning system	<u>50,400</u>	<u>50,400</u>	<u>49,205</u>	<u>(1,195)</u>
Depreciation and Amortization expense	<u>42,300</u>	<u>42,300</u>	<u>31,808</u>	<u>(10,492)</u>
Total operating expense	<u>1,355,400</u>	<u>1,355,400</u>	<u>1,239,944</u>	<u>(115,456)</u>
Operating Income (Loss)	-	-	23,249	23,249

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, 2024**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
Nonoperating Revenues (Expenses):				
Interest income	\$ -	\$ -	\$ 11	\$ 11
Total nonoperating revenues (expenses)	<u>-</u>	<u>-</u>	<u>11</u>	<u>11</u>
Change in Net Position	<u>\$ -</u>	<u>\$ -</u>	23,260	<u>\$ 23,260</u>
Total Net Position - July 1, 2023			<u>436,333</u>	
Total Net Position - June 30, 2024			<u>\$ 459,593</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, 2024

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Maturity Date	Outstanding 6/30/2023	Issued During Period	Matured During Period	Refunded During Period	Outstanding 6/30/2024
Governmental Activities:									
Notes From Direct Borrowings									
Variable Rate Tennessee Municipal Bond Fund, Series 2016	\$ 1,500,000	3.00%	2/18/2018	5/25/2035	\$ 1,039,000	\$ -	\$ 81,000	\$ -	\$ 958,000
Variable Rate Tennessee Municipal Bond Fund, Series 2018	\$ 4,600,000	4.05%	9/1/2018	9/1/2030	4,475,000	-	750,000	-	3,725,000
Energy Efficient Schools Initiative, 2018	\$ 689,955	0.75%	5/1/2018	5/1/2024	97,875	-	97,875	-	-
Total Notes From Direct Borrowings					<u>5,611,875</u>	<u>-</u>	<u>928,875</u>	<u>-</u>	<u>4,683,000</u>
Bonds Payable									
Qualified School Construction Bonds, Series 2009	\$ 2,960,000	1.515%	12/17/2009	9/15/2026	574,311	-	184,694	-	389,617
General Obligation School Bonds, Series 2013	\$ 9,600,000	4.10%	8/16/2013	6/1/2033	8,360,000	-	705,000	-	7,655,000
Total Bonds Payable					<u>8,934,311</u>	<u>-</u>	<u>889,694</u>	<u>-</u>	<u>8,044,617</u>
Total Governmental Activities					<u>14,546,186</u>	<u>-</u>	<u>1,818,569</u>	<u>-</u>	<u>12,727,617</u>
Business Type Activities:									
Notes From Direct Borrowings									
State Revolving Clean Water Loan (CG7 2020-439)	\$ 2,500,000	0.39%	7/26/2019	6/1/2028	1,007,403	-	199,956	-	807,447
State Revolving Clean Water Loan (CG20 2023-479)	\$ 7,982,000	1.87%	7/1/2023	7/1/2029	-	4,097,438	-	-	4,097,438
U.S. Bancorp Government Leasing and Finance, Inc.	\$ 276,743	2.01%	3/15/2022	3/15/2024	32,509	-	32,509	-	-
Total Notes From Direct Borrowings					<u>1,039,912</u>	<u>4,097,438</u>	<u>232,465</u>	<u>-</u>	<u>4,904,885</u>
Bonds Payable									
Revenue Bonds, 2019	\$ 2,750,000	3.29%	3/22/2019	6/30/2034	1,655,000	-	130,000	-	1,525,000
Total Bonds Payable					<u>1,655,000</u>	<u>-</u>	<u>130,000</u>	<u>-</u>	<u>1,525,000</u>
Total Business-Type Activities					<u>2,694,912</u>	<u>4,097,438</u>	<u>362,465</u>	<u>-</u>	<u>6,429,885</u>
Total Long-Term Debt					<u>\$ 17,241,098</u>	<u>\$ 4,097,438</u>	<u>\$ 2,181,034</u>	<u>\$ -</u>	<u>\$ 19,157,502</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE
PRINCIPAL AND INTEREST REQUIREMENTS
PROPRIETARY FUNDS
JUNE 30, 2024**

Year Ended June 30,	3.29% Electric System Refunding Bonds Series 2019			0.39% State Revolving Clean Water Loan			0.39% State Revolving Clean Water Loan		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 130,000	\$ 50,173	\$ 180,173	\$ 200,712	\$ 2,724	\$ 203,436	\$ 4,097,438	\$ -	\$ 4,097,438
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>\$ 1,525,000</u>	<u>\$ 289,523</u>	<u>\$ 1,814,523</u>	<u>\$ 807,447</u>	<u>\$ 6,291</u>	<u>\$ 813,738</u>	<u>\$ 4,097,438</u>	<u>\$ -</u>	<u>\$ 4,097,438</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE
PRINCIPAL AND INTEREST REQUIREMENTS
GOVERNMENTAL ACTIVITIES
JUNE 30, 2024**

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
2025	\$ 184,699	\$ 44,844	\$ 229,543	\$ 725,000	\$ 289,395	\$ 1,014,395
2026	204,918	44,844	249,762	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>\$ 389,617</u>	<u>\$ 89,688</u>	<u>\$ 479,305</u>	<u>\$ 7,655,000</u>	<u>\$ 1,592,319</u>	<u>\$ 9,247,319</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE
PRINCIPAL AND INTEREST REQUIREMENTS
GOVERNMENTAL ACTIVITIES
JUNE 30, 2024**

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		
	Principal	Interest	Total	Principal	Interest	Total
	2025	\$ 675,000	\$ 137,194	\$ 812,194	\$ 82,000	\$ 28,800
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>\$ 3,725,000</u>	<u>\$ 433,859</u>	<u>\$ 4,158,859</u>	<u>\$ 958,000</u>	<u>\$ 176,460</u>	<u>\$ 1,134,460</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE
SCHEDULE OF CHANGES IN LEASE OBLIGATIONS
FOR THE YEAR ENDED JUNE 30, 2024**

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Maturity Date	Outstanding 6/30/2023	Issued During Period	Matured During Period	Refunded During Period	Outstanding 6/30/2024
Business Type Activities:									
Payable through the Solid Waste Fund:									
2024 Mack Rear Loader	\$ 124,217	5.75%	3/19/2024	3/19/2026	-	124,217	14,759		109,458
2025 Sideloader	\$ 203,193	5.70%	5/14/2024	5/14/2026	-	203,193	-	-	203,193
2 Side Loaders	\$ 288,427	2.40%	5/4/2022	5/4/2024	109,570	-	109,570	-	-
2023 Mack Front Loader	\$ 137,792	3.80%	11/21/2022	11/21/2024	87,070	-	69,323	-	17,747
2024 Mack Front Loader	\$ 176,952	5.60%	7/25/2023	7/25/2025	176,952	-	93,798	-	83,154
Total Payable through Solid Waste Fund					<u>373,592</u>	<u>327,410</u>	<u>287,450</u>	<u>-</u>	<u>413,552</u>
Total Lease Obligation					<u>\$ 373,592</u>	<u>\$ 327,410</u>	<u>\$ 287,450</u>	<u>\$ -</u>	<u>\$ 413,552</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE
SCHEDULE OF LEASE OBLIGATIONS
JUNE 30, 2024**

Year Ended June 30,	2024 Mack Rear Loader		2025 Sideloader		2023 Mack Front Loader		2024 Mack Front Loader		TOTAL	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 61,199	\$ 4,404	\$ 99,203	\$ 8,026	\$ 17,747	\$ 113	\$ 83,154	\$ 2,325	\$ 261,303	\$ 14,868
2026	48,259	932	103,990	3,239	-	-	-	-	152,249	4,171
	<u>\$ 109,458</u>	<u>\$ 5,336</u>	<u>\$ 203,193</u>	<u>\$ 11,265</u>	<u>\$ 17,747</u>	<u>\$ 113</u>	<u>\$ 83,154</u>	<u>\$ 2,325</u>	<u>\$ 413,552</u>	<u>\$ 19,039</u>

See Independent Auditors' Report.

CITY OF DYERSBURG, TENNESSEE
SCHEDULE OF CHANGES IN PROPERTY TAXES RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2024

<u>Year of Levy</u>	<u>Balance July 1, 2023</u>	<u>Current Assessments & Adjustments</u>	<u>Collections</u>	<u>Write-offs</u>	<u>Balance June 30, 2024</u>
2015	\$ 5,544	\$ -	\$ -	\$ -	\$ 5,544
2016	6,773	-	-	-	6,773
2017	16,489	-	(2,796)	-	13,693
2018	14,209	-	(2,493)	-	11,716
2019	46,039	-	(5,717)	-	40,322
2020	17,760	-	(6,985)	(3,440)	14,215
2021	64,090	345	(30,783)	(3,513)	37,165
2022	308,158	3,962	(234,933)	(13,816)	91,003
2023	9,407,532	9,608	(8,946,782)	(23,816)	494,174
2024	-	9,428,364	-	-	9,428,364
	<u>\$ 9,886,594</u>	<u>\$ 9,442,279</u>	<u>\$ (9,230,489)</u>	<u>\$ (44,585)</u>	<u>\$ 10,142,969</u>
					Unassessed property tax receivable \$ 9,428,364
					Delinquent taxes 625,435
					Allowance for uncollectible taxes (45,000)
					<u>Net property taxes receivable \$ 10,008,799</u>

See Independent Auditors' Report.

CITY OF DYERSBURG, TENNESSEE
SCHEDULE OF PROPERTY TAX RATES AND ASSESSMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

<u>Assessment Year</u>	<u>Assessed Value</u>	<u>Tax Rate</u>	<u>Assessment</u>
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
2024	\$ 366,644,095	2.47%	\$ 9,056,109

See Independent Auditors' Report.

CITY OF DYERSBURG, TENNESSEE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2024

Program/Cluster name	Federal Assistance Listing Number	Grant Number	Unearned (Receivable) 6/30/2023	Adjustments	Receipts	Expenditures	Unearned (Receivable) 6/30/2024
Federal Awards							
U.S. Department of Housing and Urban Development							
Passed through Tennessee Department of Economic and Community Development							
Community Development Block Grant - NDR - Parks	14.272	33004-15224	\$ (4,900)	\$ (8,938)	\$ 13,838	\$ -	\$ -
Community Development Block Grant - Community Revitalization	14.228	33004-36523	(4,450)	-	102,350	110,959	(13,059)
			<u>(9,350)</u>	<u>(8,938)</u>	<u>116,188</u>	<u>110,959</u>	<u>(13,059)</u>
Total U.S. Department of Housing and Urban Development			<u>(9,350)</u>	<u>(8,938)</u>	<u>116,188</u>	<u>110,959</u>	<u>(13,059)</u>
U.S. Department of Justice							
Office of Justice Programs							
Bureau of Justice Assistance - Coronavirus Emergency Supplemental Funding	16.034	Unknown	39,801	-	-	39,801	-
			<u>39,801</u>	<u>-</u>	<u>-</u>	<u>39,801</u>	<u>-</u>
Edward Byrne Memorial Justice Assistance Grant Program 2021	16.738	15PBJA-23-GG-03784-JAGX	-	15,015	-	14,398	617
Edward Byrne Memorial Justice Assistance Grant Program 2022	16.738	15PBJA-22-GG-02805-JAGX	-	11,014	-	11,014	-
			<u>-</u>	<u>26,029</u>	<u>-</u>	<u>25,412</u>	<u>617</u>
Total U.S. Department of Justice			<u>39,801</u>	<u>26,029</u>	<u>-</u>	<u>65,213</u>	<u>617</u>
U.S. Department of Transportation							
Passed through Tennessee Department of Transportation							
Airport Improvement Program - Obstruction Removal	20.106	23-555-0148-24	-	-	-	32,380	(32,380)
Airport Improvement Program - Hangar Preservation Construction	20.106	23-555-0546-23	-	-	-	260,069	(260,069)
Airport Improvement Program - Hangar Preservation Project	20.106	23-555-0141-21	(3,250)	-	3,250	-	-
Airport Coronavirus Response Grant Program (ACRGP) under CRRSA Act	20.106	23-555-0144-22	-	-	23,000	23,000	-
			<u>(3,250)</u>	<u>-</u>	<u>26,250</u>	<u>315,449</u>	<u>(292,449)</u>
Surface Transportation Program (STP)	20.205	STP-M-9404(18)	-	-	29,522	34,111	(4,589)
Total U.S. Department of Transportation			<u>(3,250)</u>	<u>-</u>	<u>55,772</u>	<u>349,560</u>	<u>(297,038)</u>
U.S. Department of Environmental Protection Agency							
Passed through Tennessee Department of Environment and Conservation							
Capitalization Grants for Clean Water							
State Revolving Funds - Loan	66.458*	CG720 23-479	-	-	4,097,438	4,097,438	-
State Revolving Funds - Principal Forgiveness	66.458*	CG720 23-479	-	-	1,024,360	1,024,360	-
			<u>-</u>	<u>-</u>	<u>5,121,798</u>	<u>5,121,798</u>	<u>-</u>
U.S. Department of the Treasury							
Passed through Tennessee Department of the Treasury							
Coronavirus State and Local Fiscal Recovery Fund (SLFRF)	21.027*	Unknown	2,932,098	97,701	-	676,663	2,353,136
Passed through Tennessee Department of Environment and Conservation							
American Rescue Plan (TDEC ARP)	21.027*	Unknown	-	-	-	276,967	(276,967)
			<u>2,932,098</u>	<u>97,701</u>	<u>-</u>	<u>953,630</u>	<u>2,076,169</u>
U.S. Department of Homeland Security							
FEMA - Assistance to Firefighter Grant (AFG)	97.044	EMW-2022-FG-07301	-	-	6,737	13,880	(7,143)
Total Federal Awards			<u>\$ 2,959,299</u>	<u>\$ 114,792</u>	<u>\$ 5,300,495</u>	<u>\$ 6,615,040</u>	<u>\$ 1,759,546</u>

CITY OF DYERSBURG, TENNESSEE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2024

Program/Cluster name	Federal Assistance Listing Number	Grant Number	Unearned (Receivable) 6/30/2023	Adjustments	Receipts	Expenditures	Unearned (Receivable) 6/30/2024
State Awards							
Tennessee Department of Transportation							
Airport Improvement Program - Obstruction Removal	N/A	23-555-0148-24	\$ -	\$ -	\$ -	\$ 1,799	\$ (1,799)
Airport Improvement Program - Hangar Preservation Construction	N/A	23-555-0546-23	-	-	-	14,448	(14,448)
Airport Improvement Program - Maintenance	N/A	23-555-0747-24	-	-	15,000	20,000	(5,000)
Airport Improvement Program - Maintenance	N/A	23-555-0745-23	(15,000)	-	15,000	-	-
			<u>(15,000)</u>	<u>-</u>	<u>30,000</u>	<u>36,247</u>	<u>(21,247)</u>
Tennessee Department of Economic and Community Development							
Site Development Grant Program	N/A	33007-45421	(62,086)	-	62,086	-	-
			<u>(62,086)</u>	<u>-</u>	<u>62,086</u>	<u>-</u>	<u>-</u>
Tennessee Department of Safety and Homeland Security							
Statewide School Resource Officer (SRO) Grant Program	N/A	34901-01482	-	-	299,167	299,167	-
			<u>-</u>	<u>-</u>	<u>299,167</u>	<u>299,167</u>	<u>-</u>
Tennessee Department of Finance and Administration							
Office of Criminal Justice Program							
Violent Crime Intervention Fund (VCIF) - Collaborative Grant	N/A	50856	-	-	469,753	557,966	(88,213)
<i>Passed through Dyersburg to the following Governments:</i>							
City of Union City			-	-	81,800	133,285	(51,485)
City of Ripley			-	-	221,879	281,181	(59,302)
City of South Fulton			-	-	49,842	50,318	(476)
Town of Halls			-	-	67,943	68,623	(680)
Town of Troy			-	-	3,819	3,819	-
			<u>-</u>	<u>-</u>	<u>895,036</u>	<u>1,095,192</u>	<u>(200,156)</u>
Violent Crime Intervention Fund (VCIF) - Formula Grant	N/A	52147	-	-	241,817	243,473	(1,656)
			<u>-</u>	<u>-</u>	<u>241,817</u>	<u>243,473</u>	<u>(1,656)</u>
Tennessee Department of Commerce and Insurance, State Fire Marshall's Office							
Rescue Squads Grant Program	N/A	33501-2425600	-	-	19,728	19,728	-
Recruitment and Retention Grant Program	N/A	77833-40	-	-	1,000	1,000	-
			<u>-</u>	<u>-</u>	<u>20,728</u>	<u>20,728</u>	<u>-</u>
Total State Awards			<u>\$ (77,086)</u>	<u>\$ -</u>	<u>\$ 1,548,834</u>	<u>\$ 1,694,807</u>	<u>\$ (223,059)</u>
Total Federal Awards and State Awards			<u>\$ 2,882,213</u>	<u>\$ 114,792</u>	<u>\$ 6,849,329</u>	<u>\$ 8,309,847</u>	<u>\$ 1,536,487</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, 2024, 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, 2024, the balance on State Revolving Funds Loan #CG7 23-439 is \$4,097,438.

See Independent Auditors' Report.

CITY OF DYERSBURG, TENNESSEE
SCHEDULE OF CURRENT UTILITY RATES IN FORCE (UNAUDITED)
JUNE 30, 2024

	Rates	TVA Fuel Rate
Gas:		
City Residential (G2)		
Service charge per month	\$ 5.00	
Base rate per MCF consumed	6.24	
Transportation charges and commodity costs per MCF consumed	Variable	
County Residential (G2)		
Service charge per month	5.00	
Base rate per MCF consumed	6.69	
Transportation charges and commodity costs per MCF consumed	Variable	
City Small Commercial (G1)		
Service charge per month	7.50	
Base rate per MCF consumed	6.29	
Transportation charges and commodity costs per MCF consumed	Variable	
County Small Commercial (G1)		
Service charge per month	7.50	
Base rate per MCF consumed	6.75	
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	5.66	
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	6.06	
Transportation charges and commodity costs per MCF consumed	Variable	
City Industrial - Firm (G5)		
Service charge per month	50.00	
Base rate per MCF consumed	4.92	
Transportation charges and commodity costs per MCF consumed	Variable	
County Industrial - Firm (G25)		
Service charge per month	50.00	
Base rate per MCF consumed	5.41	
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, 2024

	<u>Rates</u>	<u>TVA Fuel Rate</u>
Gas (continued)		
City Industrial - Interruptible (G7)		
Service charge per month	\$ 50.00	
Base rate per MCF consumed	4.92	
Transportation charges and commodity costs per MCF consumed	Variable	
Water:		
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	
Sewer:		
Base rate per month	5.45	
Residential - per 1,000 gallons used	4.78	
Commercial - per 1,000 gallons used	5.03	
Industrial - per 1,000 gallons used	5.48	
Electrical:		
Residential Rate Schedule - RS		
Customer charge - per delivery point per month	19.10	
Energy charges - per kWh		
First 800 kWh per month	0.08078	\$ 0.02033
Additional kWh per month	0.06830	0.02033
General Power Rate Schedule - GSA		
GSA - 1 (0 - 50 kW)		
Customer charge - per delivery point per month	29.14	
First 1500 kWh per month	0.08293	0.02
Additional kWh per month	0.07239	0.02013

See Independent Auditors' Report.

CITY OF DYERSBURG, TENNESSEE
SCHEDULE OF CURRENT UTILITY RATES IN FORCE (UNAUDITED)
JUNE 30, 2024

	Rates	TVA Fuel Rate
Electrical (continued)		
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	11.16	
Additional kW	11.16	
General Power Rate Schedule - GSA (continued)		
GSA - 2 (51 - 1,000 kW) (a.) (continued)		
Energy charge - per kW		
First 15,000 kWh	0.04130	\$ 0.02002
Additional kWh	0.04130	0.02002
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	10.27	
Additional kW	10.27	
Energy charge - per kW		
First 15,000 kWh	0.04130	\$ 0.02002
Additional kWh	0.04130	0.02002
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	13.43	
Excess over 1,000 kW	10.14	
Excess demand charge - higher of 1,000 kW or contract demand	1.36	
Energy charge - per kWh	0.04108	0.02
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	10.70	
Maximum kW	1.98	
Off peak excess of contract kW	10.70	
Energy charge - per kWh per month		
On peak kWh	0.06034	0.02
Off peak kWh - First 200 HUD	0.03421	0.01816
Off peak kWh - Next 200 HUD	0.00319	0.01816

See Independent Auditors' Report.

CITY OF DYERSBURG, TENNESSEE
SCHEDULE OF CURRENT UTILITY RATES IN FORCE (UNAUDITED)
JUNE 30, 2024

	<u>Rates</u>	<u>TVA Fuel Rate</u>
Electrical (continued):		
Off peak kWh - Over 400 HUD	\$ 0.00	\$ 0.02
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	13.44	
Over 1,000 kW	10.15	
Energy charge - per kWh		
On peak kWh	0.05857	0.01990
Off peak kWh	0.03607	0.01990
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	10.70	
Maximum kW	5.11	
Off peak excess of contract kW	10.70	
Energy charge - per kWh		
On peak kWh	0.05798	0.02
Off peak kWh - first 200 HUD	0.03186	0.02004
Off peak kWh - next 200 HUD	0.00319	0.02004
Off peak kWh - over 400 HUD	0.00053	0.02004
Outdoor Lighting Schedule - LS		
Customer charge - per delivery point per month	31.78	
Energy charge - per kWh	0.05223	0.02
Drainage Pump Schedule - DPS		
Customer charge - per delivery point per month	500.00	
Energy charge - per kWh	0.04875	0.02

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, 2024

<u>Utility Service</u>	<u>Customers</u>		
	<u>6/30/2023</u>	<u>Increase (Decrease)</u>	<u>6/30/2024</u>
Water	8,337	14	8,351
Sewer	7,510	(189)	7,321
Gas	7,916	26	7,942
Electric	12,052	15	12,067

See Independent Auditors' Report.

CITY OF DYERSBURG, TENNESSEE
SCHEDULE OF OFFICIAL BONDS OF PRINCIPAL OFFICIALS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

<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.



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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, 2024, 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, 2023, and the fiduciary fund for the City of Dyersburg Pension Plan for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated February 28, 2025. 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we and the other auditors did not

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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 and those of the other auditors 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.
Martin, Tennessee
February 28, 2025

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM' REPORT ON INTERNAL CONTROL OVER COMPLIANCE

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, 2024. 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, 2024.

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 circumstances.
- 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.
Martin, Tennessee
February 28, 2025

**CITY OF DYERSBURG, TENNESSEE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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>
State Revolving Funds – Loan and Principal Forgiveness	66.458
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, 2024**

Financial Statement Findings

Dyersburg City Schools

Finding Number	Finding Title	Status/Finding Number
None noted		

Dyersburg Electric System

Finding Number	Finding Title	Status/Finding Number
None noted		

City of Dyersburg- General Government

Finding Number	Finding Title	Status/Finding Number
None noted		