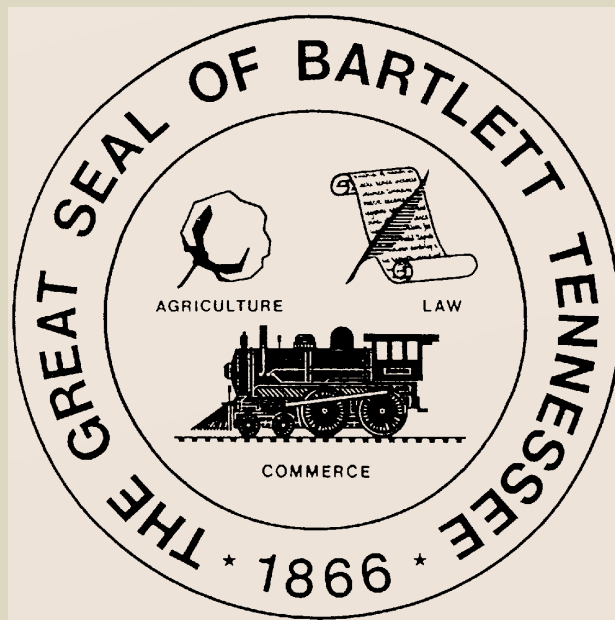


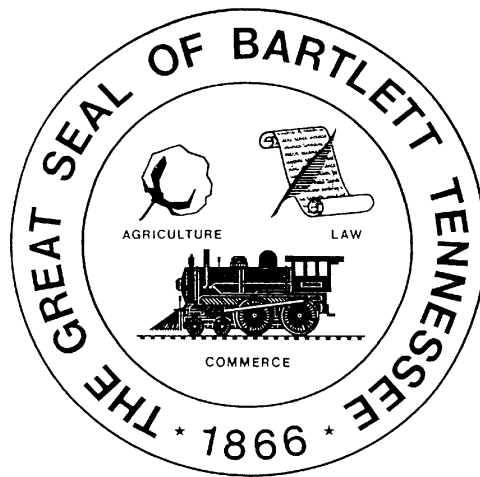
CITY OF BARTLETT

TENNESSEE



Annual Comprehensive Financial Report
For The Fiscal Year Ended
June 30, 2022

CITY OF BARTLETT **TENNESSEE**



A. Keith McDonald, Mayor

Annual Comprehensive Financial Report **For The Fiscal Year Ended** **June 30, 2022**

Prepared by the City of Bartlett Finance Department

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INTRODUCTORY SECTION



City of Bartlett

A. Keith McDonald, Mayor

January 31, 2023

To the Honorable Mayor, Members of the Board of Mayor and Aldermen, and Citizens of the City of Bartlett, Tennessee:

The Annual Comprehensive Financial Report of the City of Bartlett, Tennessee (The City) for the fiscal year ended June 30, 2022, is hereby submitted as required by state statutes. These statutes require that all general purpose local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) as set forth by the Government Accounting Standards Board (GASB) and have been audited by a firm of certified public accountants in accordance with the generally accepted government auditing standards.

This report consists of management's representations concerning the finances of the City of Bartlett. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Bartlett's financial statements in conformity with GAAP. Additionally, the City has adopted a written Internal Control Manual as required by the State of Tennessee. Because the cost of internal controls should not outweigh their benefits, the City of Bartlett's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Watkins Uiberall, PLLC; a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2022 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor has issued an unmodified ("clean") opinion on the City of Bartlett's financial statements for the fiscal year ended June 30, 2022. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City of Bartlett was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the compliance report section of the Annual Comprehensive Financial Report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Bartlett's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The City of Bartlett, incorporated on December 13, 1866, is located in Shelby County in the southwestern part of the state and is currently celebrating its 156th year of operations during the 2022 calendar year and 2023 fiscal year. The City currently occupies a land area of 32.30 square miles and serves an estimated population of 57,639. The City is empowered by state statutes to levy a property tax on both real and personal properties located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, either by resolution for annexation by referendum or resolution by referendum by owners consent.

The City of Bartlett operates under a private act charter amended by the state legislature in 1993 and is authorized by charter and state law to operate a municipal school district. Policy-making and legislative authority are vested in a Board of Mayor and Aldermen (BMA) consisting of the Mayor and six Aldermen. The Board, among other things, is responsible for passing ordinances, adopting the budget. The Mayor is responsible for carrying out the policies and ordinances of the Board, for overseeing the day-to-day operations of the government, and for appointing the heads of the various departments with confirmation of the BMA. The Board of Mayor and (six) Aldermen are elected to four-year terms by popular vote. Three of the six aldermen on the Board are elected for staggered terms every two years.

The City provides a full range of municipal services including ambulance, police and fire services, streets and drainage construction and maintenance, solid waste collection, cultural and recreational programs, library services, planning and zoning, and administrative services. In addition, the City provides water and sewer utility system operating under an Enterprise Fund concept with user charges established by the BMA to ensure adequate coverage of operating expenses and retirement of outstanding debt.

The Bartlett City Board of Education provides K-12 education to students within the jurisdiction of the City of Bartlett. The city school system is part of the Government of Bartlett, Tennessee and is reported as a special revenue fund in the City's Annual Comprehensive Financial Report. The Bartlett City Board of Education was created via state statute and local public referendum in the fall of 2013. School enrollment is made up of students residing within the corporate limits of the City and has been in operation for eight years. Bartlett city municipal school system has the highest enrollment of students of all the municipal schools systems in Shelby County serving 9,100 students in K-12. Bartlett is designated a Level 5 school system, the highest rating based on the State of Tennessee Value-Added Assessment System (TVAAS).

The Memphis Light, Gas and Water Division of the City of Memphis provide electric and natural gas distribution to the Bartlett service area. The City of Memphis provides treatment of sewage collected by most of the City of Bartlett's sewage system. The Memphis Area Transit Authority provides scheduled bus service throughout the City. These entities do not meet the established criteria for inclusion in the reporting entity and are not included in this report.

The City administration annually prepares a plan of services for the upcoming fiscal year and the estimated cost of providing those services. All department heads of the City of Bartlett are required to submit requests for appropriation to the Finance Director. Initial requests are reviewed by the Mayor, Chief Administrative Officer, and finance staff. The resulting plan is then reviewed by the Board of Mayor and Aldermen and formally adopted by the passage of a budget ordinance on three separate readings. The ordinance is adopted by fund, function (e.g. public safety) and department (e.g. police). Department heads may make transfers of appropriations within their department. Transfers of appropriations between departments require the approval of a budget amendment by the BMA. Strict budgetary compliance is maintained by the automated accounting system to assure effective fiscal management and accountability. All requests for purchases are checked by the budgetary control system to assure that funds are available. Purchase orders and contracts are encumbered prior to release to vendors. The system controls are maintained within cost center levels and are set up within the Personnel, Operations, and Capital categories. Budget-to-actual comparisons are provided in this report for each major fund and individual governmental funds for which an appropriation budget has been adopted.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

Local economy

During the fiscal year ended June 30, 2022, the City of Bartlett expected a small contraction in the local economy due to lingering effects of the novel coronavirus (COVID-19) and pandemic in March 2020. However, fiscal year 2021 and 2022 made a strong recovery in terms of growth and revenue streams. Many of the “essential” businesses were allowed to remain open throughout the pandemic, which continued to generate local sales tax and business tax. The state and local economy rebounded with strong sales from large companies such as Lowes, Sam’s, Walmart and online vendors such as Amazon and other internet companies. The City currently has a state certified population of 57,639, making it the eleventh largest city in Tennessee. The city receives state shared revenues on a per capita basis from state sales tax, state beer tax, special petroleum tax, gasoline and motor fuel tax, and TVA in lieu of taxes.

Bartlett has consistently been ranked among the best livable communities in the nation based on size with such accolades as; best cities for home ownership, safest cities, cities on the rise, best sports cities and best small cities to move to. Within a ten mile radius of the intersection of I-40 and Germantown Parkway are over 15,000 businesses, 225,000 employees and 150,000 households. The average age is 37 with an average household income of just over \$80,000. Because of the business and retail mix coupled with the operation of its municipal school system, Bartlett is a favored choice for families moving into northeast Shelby County. Housing starts in the past five years has averaged 46 new residential permits per year with an average valuation of \$13.9 million per year. Current housing is at a premium due to the very successful Bartlett City School System. There is also a pent up demand for housing after the last few years of stagnant growth caused primarily by the COVID pandemic. As a result there is a high demand for affordable living in Bartlett due to its award winning school system and the construction of its new high school. The City also recently adopted an amendment to its zoning regulations that will allow mixed-use commercial and residential development which has become popular in fast growing cities in Tennessee. A proposal for development of property in Bartlett using this mixed-use option, described as Union Depot, is currently under development.

Evidence of Bartlett’s workforce reliability and skills level is the growth of the medical device industry over the past 20 years. Today, Bartlett can rightfully claim to be the epicenter of the Memphis medical device industry, which has the second largest concentration of orthopedic manufacturers in the nation. This industry is reliant on a skilled workforce operating highly sophisticated machinery. Bartlett City Schools recognized the need to offer diverse career paths and has developed a very ambitious program that encourages students to pursue career training opportunities, especially CNC machining - thus complimenting the medical device industry’s need for a sustainable pipeline of skilled workers.

The Greater Memphis Medical Device Council assisted in working with the State of Tennessee to bring a 48,000 square foot campus of the Tennessee College of Applied Technology (TCAT) to Bartlett. The facility is located at the northwest corner of Appling Road and Brother Boulevard and opened for enrollment in the fall of 2022. Bartlett High School currently has a dual enrollment program with the Tennessee College of Applied Technology (TCAT) for CNC training. The facility has been dubbed the “Graduate School of Technical Education” and will provide high paying technical jobs for area students.

If evidence of sustained state and local sales tax is a measure of economic resiliency, the state and City of Bartlett have weathered the COVID-19 pandemic during the current fiscal year. Retail sales in the fiscal year and current calendar year show significant growth over the prior year with overall sales tax growth of 6.12% from FY21 to FY22. During fiscal year 2022, the City issued 65 permits for new single family residence structures with a value of \$24.8 million for an average of slightly over \$382,470 per residence. The City also issued 74 permits for commercial construction valued at \$19.1 million. During fiscal year 2022, the city issued 111 new business licenses and 1,755 renewals for various retail startups in Bartlett as compared to 171 new licenses issued in FY2021. The average

household income in Bartlett is in excess of \$80,000 and the city is expected to continue to be the retail center of north Shelby County.

Memphis Record Pressing has announced a \$21.5 million expansion with 172 new jobs in the Bartlett Industrial Park. A Tesla Service Center has opened for a closed car dealership on North Germantown Parkway in Bartlett. Pinnacle Bank recently opened a branch bank location on Kirby Whitten Road, providing another financial institution for area residents. SOMAVAC Medical Solutions is considering a start-up company in Bartlett. The company provides post-surgery pumps for out-patient use. LINCOTEK Medical Systems is expanding its operations in the Bartlett area and will double its manufacturing footprint to about 25,000 square feet. This company produces products in the orthopedic, trauma, spine, and dental markets. The City continues to work with its retail consulting firm based in Birmingham. The firm provides market analysis, strategic planning, and retail recruitment services. This group has been successful in bringing a number of retail establishments and restaurants to the City. Bartlett is also the location of property listed by the Tennessee Department of Economic Development as an "Economic Development Certified Site", which is an attractive site for prospective companies. The City feels it is well-positioned for future corporate and retail growth.

Long term capital improvements planning

The Board of Mayor and Aldermen adopt a Capital Improvements Program (CIP) each year. This is a five year plan for capital expenditures to replace and improve the City's infrastructure and equipment. The program is reviewed and updated annually to revise project cost estimates and available revenue sources. Funding for capital improvement projects in the CIP is generally provided through issuance of general obligation and revenue bonds. The City issued \$4,960,000 million in general obligation bonds in FY2022 for the City's FY2022 CIP projects. This included \$3,488,500 for specific project funds with the remaining funds used for current refunding opportunities and cost of issuance. Highlights of the CIP program for fiscal years 2022-2026 were:

- Road, Street, and Drainage improvement projects totaling \$30 million projected to improve access and traffic flow in the City. \$3.2 million of this amount will be for the widening and construction of Old Brownsville West highway; \$2.0 million proposed for overlay of Elmore, St. Elmo, Yale Road, and Brunswick Road while \$14.25 million will be devoted to city-wide paving projects. Additional TDOT funded road projects total \$6.75 million, signal pole replacements of \$1.8 million and various drainage projects totaling \$2.0 million completes the list of engineering projects.
- Water and Sewer improvements and upgrades totaling \$5,530,000, which includes sewer line extensions for Fletcher Creek Sewer Basin, Hatch Lane Eagle's Nest Sewer, Westbrook Sewer Extension, sewers in annexation areas, and an upgrade to sewage plant #2.
- Public safety buildings, parks improvements, vehicles and equipment including police cars, ambulances and fire trucks totaling \$11.257 million. Major projects in this category include \$2.625 million in police equipment and justice center maintenance, \$1.82 million in fire equipment including \$1.0 million to replace a ladder truck platform in FY2023, \$2.0 million in public works equipment, and \$4.662 million in parks and recreation facilities and equipment.
- The CIP includes \$24.139 million in proposed General Obligation Bonds and \$5.273 million in capital outlay notes to fund these projects. TDOT matching grants of \$9.56 million will assist in STP overlay projects for Old Brownsville West, Elmore Park Road, St. Elmo and Brunswick Road.

Relevant financial policies

The City of Bartlett has adopted a comprehensive fund balance policy and debt management policy. Components of these policies provide a useful guide to financial operations and debt issuance. The City has utilized the municipal bond market almost exclusively for its capital funding needs while recognizing the opportunities to obtain lower interest capital note funding through the Tennessee Municipal Bond Fund. All debt issued is within the parameters of the adopted debt limits as specified in the Board of Mayor and Aldermen's debt management policy.

The City's fund balance policy provides that fund balances will be used prudently and conservatively to fund one time expenditures and stabilize the property tax rate. The fiscal year 2023 General Fund budget does not propose to use

any fund balance to offset expenditures. The budget also collectively includes the use of \$2.011 million in fund balances of its special revenue funds including a planned use of \$2.0 million in the Bartlett City School Fund. The City's Utility Fund will use \$0 to balance its cash budget for FY2023. The City ended the 2022 fiscal year with over \$35.9 million in General Fund balance. The Special Purpose School Fund ended FY2022 with a fund balance of \$41.2 million.

Temporarily idle cash during the year was deposited in the State of Tennessee Local Government Investment Pool (LGIP). LGIP is operated by the State of Tennessee for the benefit of local government entities and provides fully collateralized deposits at competitive interest rates. The City also takes advantage of an interest bearing sweep account at its main banking institution to generate interest income.

Major initiatives

During the year ended June 30, 2022, the City made \$20.7 million in capital improvement expenditures. The Bartlett school system incurred \$10.9 million of this expenditure for renovations and improvements to existing school buildings and infrastructure and other small capital projects. The City's capital projects fund incurred the remaining \$9.7 million in costs including \$1.4 million for completion of a new fleet maintenance facility located on Yale Road. Total costs for this project was over \$5.1 million and was dedicated as the A. Keith McDonald Fleet Maintenance Facility in June 2022. Bartlett's annual citywide overlay project garnered \$3.2 million for various transportation projects while \$3.7 million went to the Old Brownsville Road West project, a major East-West thoroughfare in North Bartlett. The City spent \$315,000 as part of a three- year \$600,000 improvement project to the West side of Appling Road south of Southern Way to Faith Cumberland Presbyterian Church. Other smaller engineering projects accounted for the remainder of FY2022 expenditures. The City has over \$8.2 million in budgeted but not spent capital projects funds for major initiatives

Improvements to the City's roadways remain a major initiative for both short-term and long-term financing. The City has proposed \$14.5 million in citywide overlay projects in the next five years in addition to the improvements to Old Brownsville West and TDOT STP projects for Elmore, Elmore Park Road, St. Elmo, and Brunswick Road projects.

A new mixed-use development called Union Depot was approved by the Board of Mayor and Aldermen in June 2022 and is projected provide an investment of \$162 million once completed to have 622 residential units with three commercial lots built in six phases on 74 acres of property. The project will repurpose the land and buildings formerly occupied by the Baptist Children's Home on Summer Avenue north of Highway 64 in Bartlett. Land clearing and grading began in the summer of 2022. Once completed, plans include 336 flats, 70 townhomes, and 161 single-family homes along with 55 lofts above retail and an additional six acres of retail with 85,000 square feet of commercial space.

The City's medical device companies have plans to expand in Bartlett's Corporate Park. EMS, Grace Medical, Lincotek Medical, Arch Medical and Olympus are expanding with new jobs and capital improvements. Memphis Record Pressing is doubling its footprint with a \$21.5 million expansion. The Bartlett Chamber of Commerce is working on four different projects to attract manufacturing and automotive technology companies resulting from the Ford Motor Company "Ford Blue Oval" plant located 34 miles northeast of Bartlett in Stanton, Tennessee. Construction is scheduled for completion in 2025.

Long term financial planning

The City's bond ratings were affirmed as Aa1 by Moody's and AAA by Standard & Poor's rating agencies in September 2022. On October 17, 2022, the City issued \$3,705,000 in general obligation improvement bonds to fund the various capital improvement projects including the FY2023 budget. The City's CIP program calls for issuance of \$26.1 million in G.O. Bonds over the next 5 years. The City will use short-term capital outlay notes to fund \$6.1 million in equipment needs for the same period.

Awards and Acknowledgements

Awards: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Bartlett for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the 33rd consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government unit publishes an easily readable and efficiently organized Annual Comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

In addition, the City also received the GFOA Distinguished Budget Presentation Award for the 21st straight year for its annual budget document for the fiscal year beginning July 1, 2021. In order to qualify for the Distinguished Budget Presentation Award, the City's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device. The annual budget document dated July 1, 2022 for fiscal year 2023 was submitted to the GFOA for review in July 2023 and it is anticipated that it will also receive this award.

Acknowledgement: The preparation of this ACFR could not have been accomplished without the efforts and dedicated services of the entire staff of the finance department throughout the fiscal year. I would like to express my appreciation to all of the members of the department who assisted and contributed to this report, in addition to the City's independent certified public accountants, Watkins Uiberall, PLLC. Credit also must be given to the Mayor and Board of Aldermen for their support for maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



Dick Phebus
Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Bartlett
Tennessee**

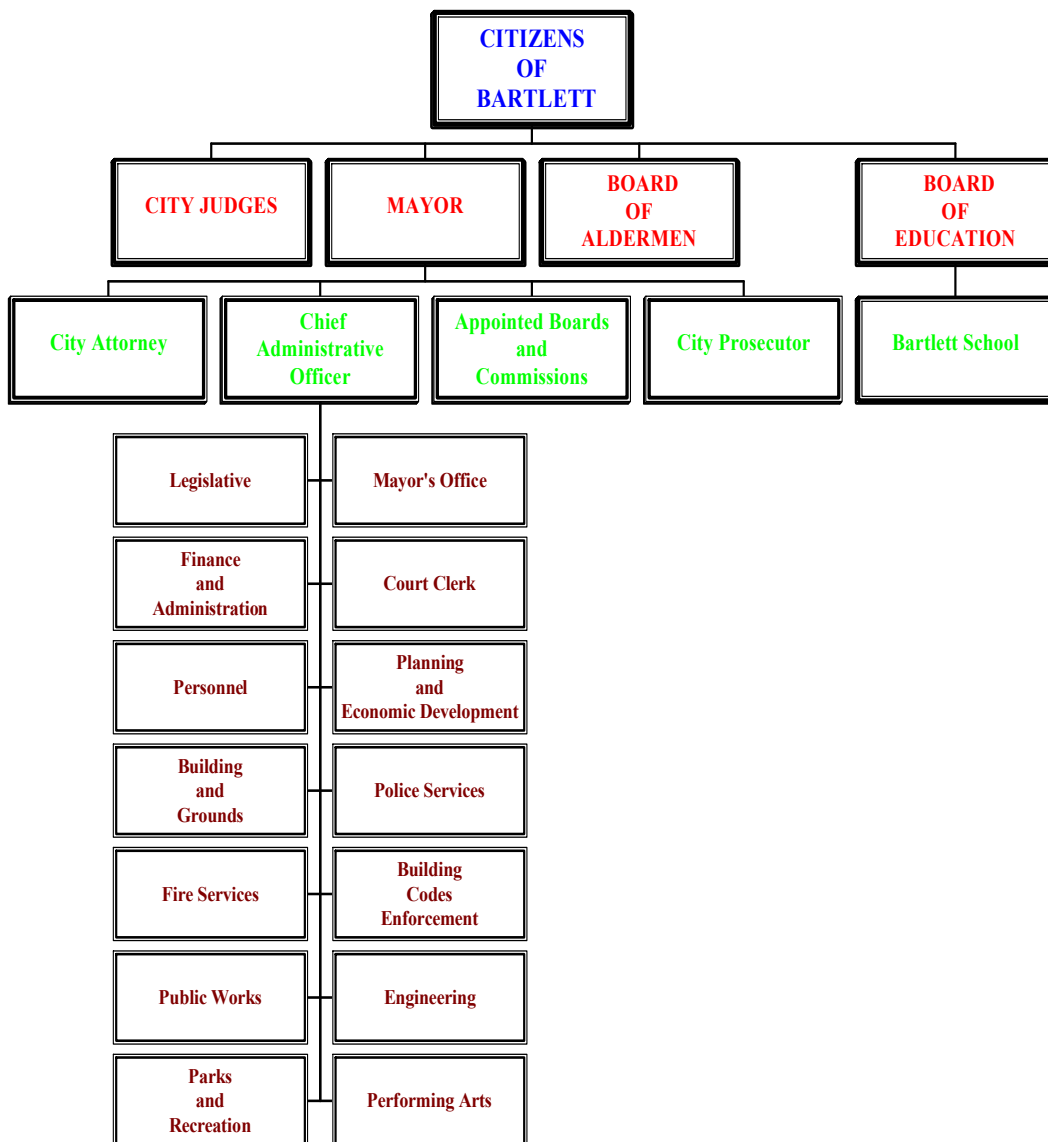
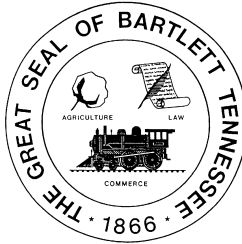
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

CITY OF BARTLETT, TENNESSEE
ORGANIZATION CHART
June 30, 2022



CITY OF BARTLETT, TENNESSEE
CITY AND BOARD OF EDUCATION OFFICIALS
June 30, 2022

MAYOR

A. Keith McDonald (2022*)

ALDERMEN

Jack Young, Vice Mayor (2024*)
W.C. (Bubba) Pleasant, Register (2022*)
David Parsons (2022*)
Bobby Simmons (2024*)
Kevin Quinn (2024*)
Vacant Position #2

CITY OFFICIALS

Chief Administrative Officer Mark S. Brown
City Attorney Edward McKenney Jr.
Director of Finance..... Dick Phebus**
Director of Personnel Ted Archdeacon
Director of Planning and Economic Development.....Kim Taylor
Director of Police Services.....Jeff Cox
Director of Fire Services Terry Wiggins
Director of Code Enforcement Jim Brown
Director of Public Works Mike Adams
Director of Engineering / City Engineer Rick McClanahan
Director of Parks and Recreation.....Shan Criswell
Director of the Bartlett Performing Arts Center Michael Bollinger
Director of Community Relations Debbie Gelineau
Court Clerk..... Bill Lloyd

BOARD OF EDUCATION OFFICIALS

Chairman Bryan Woodruff
Vice-Chairman David Cook
Board Member Erin Berry
Board Member Brad Ratliff
Board Member Shirley Jackson

BOARD OF EDUCATION ADMINISTRATION

Superintendent..... David Stephens
Chief Financial Officer..... Teresa Winter**

* Date elected term expires

** Designated CMFO

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Board of Aldermen of the
City of Bartlett, Tennessee:

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of the City of Bartlett, Tennessee, (the "City"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of the City of Bartlett, Tennessee, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof and the statements of budgetary comparison for the general fund and each major special revenue 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our 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.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of 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 judgment, 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.

Adoption of New Accounting Standard

As discussed in Note 1 to the financial statements, during the year ended June 30, 2022, the City adopted the provisions of Governmental Accounting Standards Board Statement No. 87, *Leases*. Our opinion is not modified with respect to this matter.

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2023, 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 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.

A handwritten signature in black ink that reads "Watkins Wilkerson, PLLC". The signature is written in a cursive, flowing style.

Memphis, Tennessee
January 31, 2023

CITY OF BARTLETT, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended JUNE 30, 2022

As management of the City of Bartlett, Tennessee (the City), 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, 2022. We encourage readers to consider the information presented here in conjunction with additional information furnished in the letter of transmittal and notes to the financial statements.

Financial Highlights

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$371,135,451 (net position). Of this amount, (\$14,702,389) (negative unrestricted net position) results primarily from liabilities related to the other postemployment retirement plans.
- The City's total net position increased by \$28,749,524. Net position for governmental activities increased by \$28,450,991 while net position for business activities increased by \$298,533. Capital assets increased by \$7,723,925, due mostly to construction in progress and completed capital projects within the school system. Other assets, deferred outflows of resources and deferred inflows of resources increased \$50,269,213, \$20,592,548, and \$54,805,460 primarily due to changes in the measurement of the six pension plans and two other postemployment benefit plans. Long-term liabilities decreased \$3,756,142 due primarily to the repayment of long-term debt.
- At June 30, 2022, the City's governmental funds reported combined ending fund balances of \$96,159,001 an increase of \$5,510,545 in comparison with the prior year. Approximately 86.50% of this amount is available for spending at the government's discretion (committed, assigned or unassigned fund balance). At June 30, 2022, unassigned fund balance for the General Fund was \$20,614,797, or 38.60% of General Fund expenditures.
- The City's total debt decreased by \$6,253,263 (-5.92%) during the current fiscal year. The City issued \$4,732,560 in General Obligation and Refunding Bonds as well as \$859,782 in Revenue Bonds. The City paid down and refunded \$7,779,628 in existing general obligation bonds and water revenue bonds plus \$2,184,334 in capital notes and \$1,812,664 in capital lease obligations and other debt during the year ended June 30, 2022.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Bartlett's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary 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, deferred outflows of resources, liabilities, and deferred 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 net position of the City is improving or deteriorating.

The **Statement of Activities** presents information showing how the City's net position changed during the most recent fiscal year. All current year revenues and expenses are taken into account 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 future fiscal periods (e.g., uncollected taxes and earned but unused leave).

Both government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, public works, parks and recreation, performing arts center, and

CITY OF BARTLETT, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended JUNE 30, 2022

interest on long-term debt. The government-wide financial statements also include the operations of the Bartlett City Schools (education) which is considered a department of the City. The business-type activities of the City include the operations of the water and sewer facilities.

The government-wide financial statements can be found on pages 23-24 of this report.

Fund Financial Statements. A fund is a group 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 three categories: governmental funds, proprietary funds, and fiduciary 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 the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows 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 impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains twenty individual 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, School General Purpose Fund, School Federal Projects Fund, Capital Projects Fund, and the School Capital Projects Fund, all five of which qualify as or are designated as major funds. Data for the other fifteen funds is combined into a single column with individual fund data for each of these nonmajor governmental funds provided in the form of combining and individual fund statements elsewhere in this report.

The City of Bartlett adopts an annual appropriation budget for its general, special revenue and debt service funds except for the Grants Fund, ARP Fund, Internal School Fund, or B. Jackson Memorial Fund. A budgetary comparison statement has been provided for the General Fund, School General Purpose Fund, and School Federal Projects Fund (all major funds) to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 25-46 of this report.

Proprietary Funds. Services for which the City charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information. The City maintains two different types of proprietary funds: enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements, but provide more detail and additional information, such as cash flow analysis. The City uses enterprise funds to account for its Water and Sewer activities. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its health insurance and worker's compensation services. Because both of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental 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 business-type activity related to the Water and Sewer Fund is presented in a single column of the proprietary fund financial statements. Conversely, the governmental activities of the 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 the report.

CITY OF BARTLETT, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended JUNE 30, 2022

The basic proprietary fund financial statements can be found on page 47-49 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on page 50-51 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 begin on page 52 of this report.

Required Supplementary Information. In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information on pages 90-109. The required supplementary information (RSI) provides additional information regarding the City's six pensions and two other postemployment benefit (OPEB) plans including the changes in the net pension and OPEB liabilities, the employer contributions, and the return on trusted investments.

Combining and Individual Fund Statements and Schedules. Combining schedules provide detail in connection with nonmajor governmental funds, internal service funds, and fiduciary funds referred to earlier. In addition, individual fund statements provide greater detail for funds with legally adopted budgets. Combining and individual fund statements and schedules are presented on pages 110-130 of this report.

Statistical Information. The statistical section, found on pages 144-167, presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information indicates about the City's overall financial health.

Government-wide Financial Analysis

Net Position. Net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$342,385,927 at the close of the most recent fiscal year, an increase of \$11,863,780, or 3.59 percent, from last year.

	Condensed Statement of Net Position					
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 194,086,157	\$ 148,446,640	\$ 18,261,106	\$ 13,631,410	\$ 212,347,263	\$ 162,078,050
Capital assets	369,479,865	359,956,207	63,276,327	65,076,060	432,756,192	425,032,267
Total Assets	563,566,022	508,402,847	81,537,433	78,707,470	645,103,455	587,110,317
Deferred Outflows of Resources	63,604,602	43,790,217	2,876,898	2,098,735	66,481,500	45,888,952
Long-term liabilities	197,120,339	200,117,043	9,618,922	10,378,360	206,739,261	210,495,403
Other liabilities	14,363,736	15,382,641	359,833	554,084	14,723,569	15,936,725
Total Liabilities	211,484,075	215,499,684	9,978,755	10,932,444	221,462,830	226,432,128
Deferred Inflows of Resources	112,878,354	62,336,176	6,108,320	1,845,038	118,986,674	64,181,214
Investment in capital assets	303,908,153	288,441,773	58,873,894	59,631,578	362,782,047	348,073,351
Restricted	13,602,431	16,765,508	-	61,169	13,602,431	16,826,677
Unrestricted	(14,702,389)	(30,850,077)	9,453,362	8,335,976	(5,249,027)	(22,514,101)
Total Net Position	\$ 302,808,195	\$ 274,357,204	\$ 68,327,256	\$ 68,028,723	\$ 371,135,451	\$ 342,385,927

CITY OF BARTLETT, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended JUNE 30, 2022

By far the largest portion of the City's net position of \$362,782,047 reflects its net investment in capital assets (e.g., land, buildings, machinery and equipment). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. 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 (4.91%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position was a negative (\$5,249,027). This is made up of \$9,453,362 that may be used to meet the government's ongoing obligations to citizens and creditors for Business-Type Activities. Governmental activities resulted in a negative \$14,702,389 unrestricted net position due primarily to significant obligations related to the City's two OPEB plans.

As noted earlier, the change in net position for governmental activities is primarily related to the remeasurement of the six pension plans and two OPEB plans which increased other assets and deferred outflows of resources by approximately \$40 million and \$20 million, respectively, as well as increasing long-term liabilities and deferred outflows of resources by \$1.7 million and \$60 million, respectively.

The City maintains a practice of providing adequate reserves for payment of debt service and capital projects while funding current operations with current revenue sources.

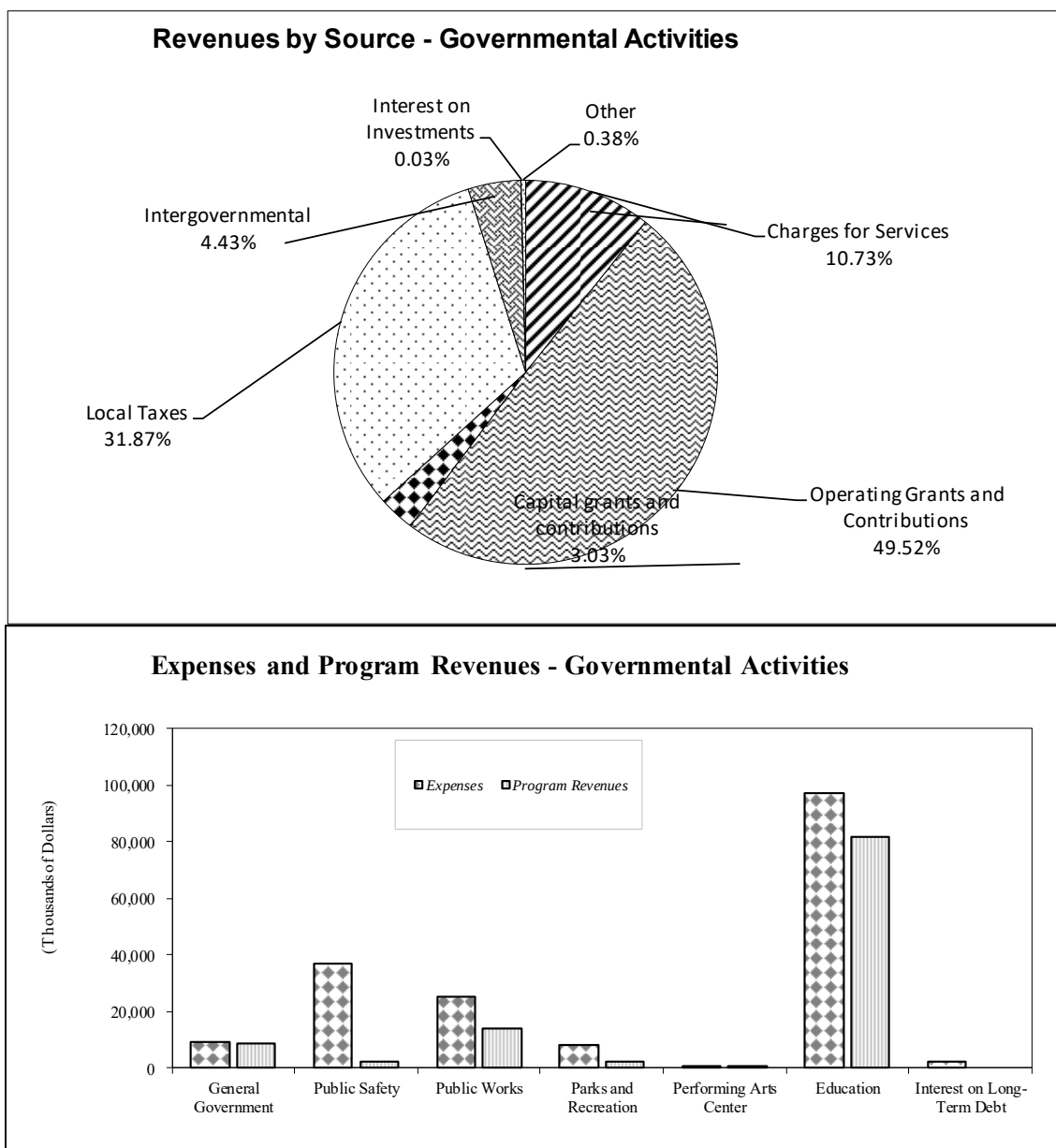
Changes in Net Position. Governmental activities increased the City's net position by \$28,450,991 while business-type activities decreased the City's net position by \$298,533 resulting in a net increase of \$28,749,524.

	Condensed Statement of Activities					
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues						
Program Revenues:						
Charges for Services	\$ 18,431,516	\$ 17,463,623	\$ 9,999,545	\$ 9,484,114	\$ 28,431,061	\$ 26,947,737
Operating grants and contributions	85,053,332	67,798,375	-	-	85,053,332	67,798,375
Capital grants and contributions	5,203,161	7,651,497	159,307	887,735	5,362,468	8,539,232
General Revenues:						
Property taxes	54,727,775	49,494,673	-	-	54,727,775	49,494,673
Local taxes	36,776,835	33,591,355	-	-	36,776,835	33,591,355
Intergovernmental	7,611,047	7,139,019	-	-	7,611,047	7,139,019
Interest on investments	55,760	301,019	237,646	12,903	293,406	313,922
Other revenue	779,302	982,569	92,877	45,729	872,179	1,028,298
Total revenues	208,638,728	184,422,130	10,489,375	10,430,481	219,128,103	194,852,611
Expenses						
General government	9,439,008	7,942,652	-	-	9,439,008	7,942,652
Public safety	37,052,652	32,669,080	-	-	37,052,652	32,669,080
Public works	25,382,455	22,690,083	-	-	25,382,455	22,690,083
Parks and recreation	8,012,528	7,278,762	-	-	8,012,528	7,278,762
Performing arts center	876,671	668,521	-	-	876,671	668,521
Education	97,132,377	101,124,375	-	-	97,132,377	101,124,375
Interest and fiscal charges	2,171,774	2,821,302	-	-	2,171,774	2,821,302
Water and sewer	-	-	10,311,114	9,922,969	10,311,114	9,922,969
Total expenses	180,067,465	175,194,775	10,311,114	9,922,969	190,378,579	185,117,744
Increase/(Decrease) in net position before transfers	28,571,263	9,227,355	178,261	507,512	28,749,524	9,734,867
Transfers	(120,272)	583,254	120,272	(583,254)	-	-
Increase/(Decrease) in net position	28,450,991	9,810,609	298,533	(75,742)	28,749,524	9,734,867
Net position, June 30, 2021	274,357,204	264,546,595	68,028,723	68,104,465	342,385,927	332,651,060
Net position, June 30, 2022	\$ 302,808,195	\$ 274,357,204	\$ 68,327,256	\$ 68,028,723	\$ 371,135,451	\$ 342,385,927

CITY OF BARTLETT, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended JUNE 30, 2022

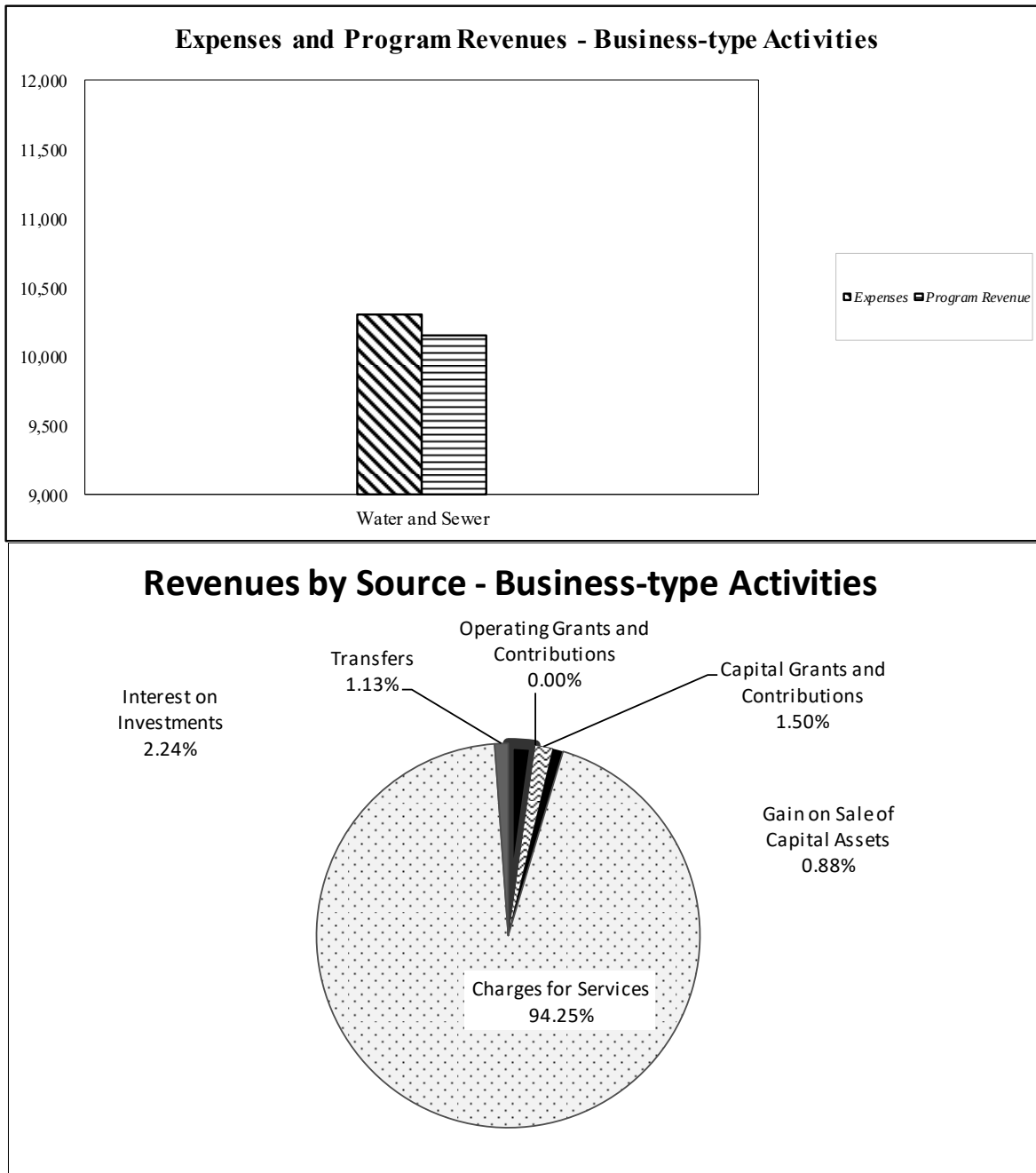
Governmental Activities. Current fiscal year revenues increased \$24,216,598 to \$208,638,728; expenses for the same period increased \$4,872,690 to \$180,067,465. Key elements of the increases are as follows:

- The single largest source of governmental activity revenue was property taxes, increasing \$5,233,102 from FY2021 to \$54,727,775 in FY2022 due to an increase in the assessed value of real property.
- Local option sales taxes increased \$3,159,830 from FY2021 to \$33,452,804 in FY2022 due to additional sales achieved upon relaxing of COVID-19 restrictions placed on business during FY2021.
- Program revenues increased overall by \$15,774,514 from FY2021 to \$108,688,009 in FY2022 due to a nearly \$18 million increase in program revenues for education primarily related to additional COVID-19 federal funding. A significant portion of this funding was used towards capital projects and purchases within the School system.
- Program revenues for public safety increased approximately \$2.8 million due to new COVID-19 funding. The funding directly offset the approximate \$4.8 million increase in public safety expense.



CITY OF BARTLETT, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended JUNE 30, 2022

Business-type activities: Business-type activities increased the City's net position by \$298,533 to \$68,327,256. Program revenues decreased slightly from prior year by \$212,997 due to a decrease in capital contributions from developers while expenses increased by \$388,145. A portion of these expenses were offset by COVID-19 related funding received.



CITY OF BARTLETT, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended JUNE 30, 2022

Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to help control and manage money for particular purposes or to ensure and demonstrate compliance with finance-related legal requirements. The following provides a more detailed analysis of the City's funds.

Governmental Funds. Governmental funds focus on providing 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.

As June 30, 2022, the City's governmental funds reported combined ending fund balances of \$96,159,001, an increase of \$5,510,545 from FY2021. Approximately 19% (17,913,312) constitutes unassigned fund balance, which is available for spending at the government's discretion. Conversely, approximately 13% of this amount (\$12,033,851) constitutes restricted fund balance mostly due to amounts restricted for capital projects, solid waste, and education. Committed fund balance at June 30, 2022 was \$28,549,218 which includes a stabilization amount of \$12,650,610 for the General Fund equal to 20% of next fiscal year budgeted expenditures plus \$1,000,000 emergency funds, \$4,227,258 for debt service fund expenditures, and \$8,819,058 in committed fund balance for existing capital projects. Assigned fund balance which represents approximately 38% (\$36,712,858) of total fund balance is almost entirely comprised of amounts that are available only to the School system. Governmental funds reported positive ending fund balances with the exception of the Grants Fund and School Capital Projects Fund which had negative fund balance of \$1,062,579 and \$1,638,906, respectively, due to the timing of expenditures and reimbursement of expenditures.

General Fund. The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the fund was \$20,614,797, while total fund balance reached \$35,903,022. Other categories of fund balance for the General Fund were non-spendable (\$233,484), restricted (\$106,092), committed (\$14,400,610) and assigned (\$548,039). Nonspendable includes inventories and prepaid items; restricted includes amounts constrained for a specific purpose such as police criminal seizures; committed includes amounts designated by the governing body for emergencies and contingencies described above; and assigned includes the use of General Fund reserves to satisfy current year encumbrances. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 39% of total General Fund expenditures, while total fund balance represents 67% of that same amount.

The fund balance of the General Fund increased \$1,564,916 during the current fiscal year. Key factors are as follows:

- Total revenues from taxes and other sources increased 16% (\$8,868,586) from FY2021. Property tax revenue and local sales tax revenue increased \$3,799,053 and \$3,508,709 due to factors discussed previously. Intergovernmental revenues were up by \$1,248,534 over the previous year; these are revenues are collected by the State of Tennessee for sales, income, and other state-imposed taxes and distributed back to cities on a prorated basis. In addition, grant revenues increased \$1,088,882 due to additional COVID-19 related funds received.
- Total expenditures increased 11% (\$5,426,675) from FY2021. The additional expenditures were primarily consumed by increases in public safety expenditures (\$4,010,824) and parks and recreation expenditures (\$2,408,348). A significant portion of public safety expenditures was directly funded by COVID-19 grant funding as part of the City's response to the pandemic. Parks and recreation expenditures increased as services resumed after shutting down in FY2021 in response to the COVID-19 pandemic.

School General Purpose Fund. The school general purpose fund focuses on providing educational instruction for students enrolled in the City's municipal school system. Because the school system is a department of the City, all amounts available to be used at the discretion of the School are reported as assigned fund balance (\$31,455,117). Committed and restricted fund balances of the fund, to be used for specified purposes, total \$8,819,058 and \$972,499, respectively.

CITY OF BARTLETT, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended JUNE 30, 2022

The fund balance of the School General Purpose Fund increased \$1,594,980 during the current fiscal year. Total revenues from taxes and other sources increased 3% (\$2,718,136) from FY2021 due to greater collections of state and local sales taxes. The increase in revenue was offset by a 2% increase (\$1,570,474) in expenses related to increases in personnel costs.

School Federal Projects Fund. The School's federal project fund focuses on accumulating the revenues and expenditures received from federal and state grants to be used for specific school related activities. Revenues for the fund increased significantly by 160% (\$13,959,179) from FY2021. Likewise, expenditures increased by 155% (\$13,100,732) for FY2021. Federal funding from the Education Stabilization Fund for the Elementary and Secondary School Emergency Relief program comprises this increase in revenue and related expenditures.

Capital Projects Fund. The capital projects fund focuses on revenues and expenditures for the acquisition, construction, and improvements of capital assets and infrastructure within the city. Revenues for the fund in FY2022 consisted of interest on investments and miscellaneous receipts total \$56,768. Other finances resources consisted of \$3,518,908 from debt issuance and transfers in of \$1,866,000 from the General Fund and \$3,123,428 from other nonmajor governmental funds. Expenditures in capital projects fund totaled \$9,765,437, consisting of administrative projects, public safety and public works projects, city wide overlay projects, greenway projects, and parks and recreation projects.

School Capital Projects Fund. The School's capital projects fund focuses on revenues and expenditures for the acquisition, construction, and improvements of capital assets for the Bartlett school system. Revenues for the fund in FY2022 consisted of \$2,027,719 from state sales tax, income tax, and other taxes. Transfers in of \$5,485,188 came from the School General Purpose Fund. Expenditures for education capital outlay projects totaled \$5,365,187 for construction of the new Bartlett High School and other capital projects during the year. The results of activity in the education capital fund were a increase of \$2,147,720 in fund balance to a negative ending balance of \$1,638,906.

Proprietary Funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. As the City completed the fiscal year its proprietary funds, which include a water/sewer enterprise fund and an internal service fund, had a combined net position of \$68,327,256.

Unrestricted net position for the Water and Sewer fund at the end of the year amounted to \$10,410,147. The total increase in net position for the Water and Sewer fund was \$453,323. Total change in net position of all business-type activities was \$298,533. Other factors concerning the finances have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget in the General Fund can be briefly summarized as follows:

- The difference between the original and final budget for revenues increased by \$2,971,543. This was due to receipt of \$949,243 in state grants and a budgeted increase in local and state sales taxes of \$2,022,300.
- The difference between the original and final budget for expenditures increased by \$3,455,188 driven primarily by a \$2,068,489 increase in public safety expenditures and a \$507,784 increase in public works expenditures which were funded by a federal grant related to COVID-19. In addition, final budget expenditures increased by \$533,529 for parks and recreation related to resumed services upon lifting of COVID-19 restrictions.
- Total revenues exceeded budgeted revenues by more than \$1.9 million primarily related to \$946,000 in additional property tax revenue received related to an increased value in assessed real property and \$919,724 in additional local and state sales and other taxes collected as spending increased with the lifting of COVID-19 restrictions.

CITY OF BARTLETT, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended JUNE 30, 2022

- Total budgeted expenditures exceeded actual expenditures by approximately \$3.5 million. The largest decrease in actual expenditures compared to budgeted expenditures related to \$915,216 within the general government, \$709,288 within public safety and \$515,872 within public works.

Capital Asset and Debt Administration

Capital Assets. The City's total capital assets (net of depreciation) for its governmental and business-type activities as of June 30, 2022 amounts to \$432,756,192. This investment in capital assets includes land, buildings, improvements, equipment, vehicles, roads, highways, construction in progress, and other infrastructure. The total increase in City's capital assets for the current fiscal year was 1.82% (\$7,723,925.) The largest increase in capital assets came from buildings due to the completion of the new high school. In addition, construction-in-progress for governmental activities increased \$3,312,474 primarily related to right-of-way and road improvements funded by bonded debt. Depreciation expense for the year was \$16,905,792; \$14,261,572 from governmental activities and \$2,644,219 from business-type activities.

Condensed Statement of Capital Assets (Net of Depreciation)						
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 13,518,753	\$ 13,508,542	\$ 1,475,223	\$ 1,475,223	\$ 14,993,976	\$ 14,983,765
Buildings and improvements	247,336,812	241,235,425	59,030	64,809	247,395,842	241,300,234
Improvements other than bldgs.	5,814,907	6,470,687	58,487,904	60,785,881	64,302,811	67,256,568
Equipment	7,702,505	4,492,447	745,686	619,535	8,448,191	5,111,982
Vehicles	7,593,495	7,271,344	269,856	371,127	7,863,351	7,642,471
Infrastructure	59,799,234	62,576,077	-	-	59,799,234	62,576,077
Contruction in progress	27,714,159	24,401,685	2,238,628	1,759,485	29,952,787	26,161,170
Total	\$ 369,479,865	\$ 359,956,207	\$ 63,276,327	\$ 65,076,060	\$ 432,756,192	\$ 425,032,267

Additional information is provided in note 6 on pages 65-66 of this report.

Long-Term Debt. At the end of the current fiscal year, the City had total debt outstanding of \$99,163,727, a decrease of 5.87% (\$6,184,274) from FY2021. Of this amount, \$94,620,031 comprises debt backed by the full faith and credit of the government and \$4,543,696 represents bonds secured primarily by a specified revenue source with a full faith and credit pledge. The payment on debt includes \$2,040,000 in bonds refunded and are offset by the issuance of \$3,075,000 (at par) of new bonded debt to fund capital projects.

Condensed Statement of Outstanding Debt						
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
General obligation bonds	75,930,536	\$ 77,096,920	\$ -	\$ -	\$ 75,930,536	\$ 77,096,920
Capital outlay note	16,398,000	18,528,334	-	-	16,398,000	18,528,334
General obligation note	2,291,495	2,830,709	-	-	2,291,495	2,830,709
Equipment lease	-	1,273,450	-	-	-	1,273,450
Revenue bonds	-	-	4,090,696	5,111,598	4,090,696	5,111,598
Revenue note	-	-	453,000	507,000	453,000	507,000
Total	\$ 94,620,031	\$ 99,729,413	\$ 4,543,696	\$ 5,618,598	\$ 99,163,727	\$ 105,348,011

The City maintains a "AAA" rating from Standard & Poor's and a "Aa1" rating from Moody's for general obligation debt and water and sewer revenue debt. The City maintains a good relationship with bond rating agencies and major investment institutions through disclosure of financial data with the Municipal Securities Rulemaking Board (MSRB) and its affiliated service Electronic Municipal Market Access (EMMA) site. The City has adopted a comprehensive debt management policy and continues to follow conservative and prudent fiscal policies and procedures.

CITY OF BARTLETT, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended JUNE 30, 2022

Additional information on the City's long-term debt can be found at note 7 of the notes to the financial statements on pages 67-70 of this report.

Economic Factors and Next Year's Budgets and Rates

Factors considered in preparing the City's budget for the 2023 fiscal year are discussed fully in the budget document and include:

- The City uses conservative revenue forecasts for budgeting purposes. The primary source of funds remains property taxes. The potential impact of economic conditions in the area has been taken into consideration in projecting resources. Restrictions in the city's revenue stream eased considerably during the FY2022 year of operations. The COVID-19 pandemic did affect the city's revenue stream over the last 24 months in the areas of charges for services and court related revenue. However, stronger than expected sales tax revenue and the increased property tax base provides optimism for future growth overall.
- Property tax revenues continue to show strong collections. The city collects over 98% of the tax levy each year. The property tax rate for FY2023 is set at \$1.73 per hundred of assessed valuation, a reduction of 2 cents from the 2021 property tax rate. The housing market in Bartlett remains strong for existing residential properties.
- Sales tax and other state shared revenue are projected to show 6% growth. Current trends in sales tax collections may prove beneficial for the State and the City of Bartlett. Retail projections for growth in retail sales and consumer discretionary income in the region are optimistic but guarded depending upon any lingering effects of the COVID pandemic. Service levels in the General Fund in FY2023 project a 4% increase in total expenditures over FY2022. There are no increases in personnel positions for FY2023 although the budget does provide for a 4% cost of living increase and adjustments for police, fire, and ambulance salaries. Current service levels are maintained for special revenue funds with planned use of fund balances in Drug Funds, and School General Purpose Fund.
- In FY2022, the City increased sewer minimum rates by \$1 each per customer per month to cover expected increased costs of operations. For FY2023, there is no planned increase in sanitation fees.
- Bartlett City schools have been in operation for six full academic years. A new high school opened its doors in the fall of calendar 2021. The City's General Fund transfers to the Debt Service Fund a portion of its revenue for the repayment of bond principal and interest on debt. The City transferred \$4,555,000 to the Debt Service Fund in FY2022 and \$3,555,000 in FY2023 for this purpose. Bartlett Municipal Schools budgets \$1,000,000 annually for retirement of school debt as well.
- The Bartlett Municipal School System adopted a budget of \$92,494,065 in FY2023 with \$90,494,065 in revenues. \$2.0 million of the School General Purpose Fund balance fund will balance the FY2023 budget. The system operates 11 schools with projected enrollment of 8,300 students.
- The City adopted a General Fund operating budget of \$55.1 million for FY2023, which is a \$2.15 million increase from the FY2022 General Fund budget of \$52.95 million. Transfers to other funds from the General Fund require an additional \$6.38 million. There is no scheduled use of unassigned fund balance in FY2023.

Requests for Information

This financial report provides a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be forwarded to the Office of the Finance Director, 6400 Stage Road, Bartlett, Tennessee 38134. The Annual Comprehensive Financial Report June 30, 2022, Fiscal Year 2022 and 2023 Budget Reports and other information about the City can be found on the City's website at www.cityofbartlett.org, as part of the City's commitment to transparency and our continuing usage of advancing technology and e-commerce.

CITY OF BARTLETT
TENNESSEE

BASIC FINANCIAL STATEMENTS

CITY OF BARTLETT, TENNESSEE
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2022

	Primary Government		
	Governmental Activities	Business-Type Activity	Total
ASSETS			
Cash and cash equivalents	\$ 96,109,503	\$ 14,275,782	\$ 110,385,285
Receivables			
Taxes	30,674,175	-	30,674,175
Accounts receivable	3,181,722	1,321,058	4,502,780
Leases	-	3,627,792	3,627,792
Other	398,252	66,438	464,690
Less allowance for doubtful accounts	(2,633,971)	(98,771)	(2,732,742)
Due from other governments	13,876,696	-	13,876,696
Internal balances	956,719	(956,719)	-
Inventories	291,966	-	291,966
Prepaid items	657,796	19,287	677,083
Net pension asset	49,600,800	6,239	49,607,039
Restricted investments	972,499	-	972,499
Capital assets, not being depreciated	41,232,912	3,713,851	44,946,763
Capital assets, being depreciated, net	328,246,953	59,562,476	387,809,429
Total assets	563,566,022	81,537,433	645,103,455
DEFERRED OUTFLOWS OF RESOURCES			
Related to pension	36,068,690	1,363,242	37,431,932
Related to OPEB	27,516,510	1,489,028	29,005,538
Deferred charges on refundings	19,402	24,628	44,030
Total deferred outflows of resources	63,604,602	2,876,898	66,481,500
LIABILITIES			
Accounts payable and accrued liabilities	5,878,621	329,664	6,208,285
Accrued interest payable	380,643	30,169	410,812
Accrued payroll	4,541,230	-	4,541,230
Unearned revenue	3,563,242	-	3,563,242
Noncurrent liabilities:			
Due within one year	6,909,350	848,681	7,758,031
Due in more than one year			
Other liabilities	91,859,825	3,854,098	95,713,923
Net pension liability	39,189,719	3,072,138	42,261,857
Net OPEB liability	59,161,445	1,844,005	61,005,450
Total liabilities	211,484,075	9,978,755	221,462,830
DEFERRED INFLOWS OF RESOURCES			
Current property taxes assessed for subsequent period	28,604,695	-	28,604,695
Related to pension	48,238,763	311,040	48,549,803
Related to OPEB	36,034,896	2,085,351	38,120,247
Related to leases	-	3,711,929	3,711,929
Total deferred inflows of resources	112,878,354	6,108,320	118,986,674
NET POSITION			
Net investment in capital assets	303,908,153	58,873,894	362,782,047
Restricted for:			
Net pension assets	5,092,366	-	5,092,366
Stabilization reserve trust	972,499	-	972,499
Solid waste	2,837,008	-	2,837,008
Drug enforcement	648,720	-	648,720
Public safety programs	48,796	-	48,796
Education	1,964,908	-	1,964,908
Other	2,038,134	-	2,038,134
Unrestricted	(14,702,389)	9,453,362	(5,249,027)
Total net position	\$ 302,808,195	\$ 68,327,256	\$ 371,135,451

The accompanying notes are an integral part of the financial statements

CITY OF BARTLETT, TENNESSEE
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary government:							
Governmental Activities:							
General government	\$ 9,439,008	\$ 5,319,004	\$ 684,584	\$ -	\$ (3,435,420)	\$ -	\$ (3,435,420)
Public safety	37,052,652	1,757,916	3,039,724	-	(32,255,012)	-	(32,255,012)
Public works	25,382,455	8,585,103	2,070,835	3,175,442	(11,551,075)	-	(11,551,075)
Parks and recreation	8,012,528	2,119,945	3,705	-	(5,888,878)	-	(5,888,878)
Performing arts center	876,671	205,694	173,881	-	(497,096)	-	(497,096)
Education	97,132,377	443,854	79,080,603	2,027,719	(15,580,201)	-	(15,580,201)
Interest on long-term debt	2,171,774	-	-	-	(2,171,774)	-	(2,171,774)
Total governmental activities	180,067,465	18,431,516	85,053,332	5,203,161	(71,379,456)	-	(71,379,456)
Business-type activity:							
Water and sewer	10,311,114	9,999,545	-	159,307	-	(152,262)	(152,262)
Total primary government	<u>\$ 190,378,579</u>	<u>\$ 28,431,061</u>	<u>\$ 85,053,332</u>	<u>\$ 5,362,468</u>	(71,379,456)	(152,262)	(71,531,718)
General revenues:							
Property taxes					54,727,775	-	54,727,775
Local option sales tax					33,452,804	-	33,452,804
Other taxes							
Wholesale liquor and beer taxes					1,284,430	-	1,284,430
Local gross receipts tax					1,186,040	-	1,186,040
Business, cable tv, and hotel-motel taxes					853,561	-	853,561
Intergovernmental revenues:							
State sales tax					6,582,144	-	6,582,144
State income tax					5,426	-	5,426
Other state revenue					1,023,477	-	1,023,477
Other revenue					771,203	92,877	864,080
Interest on investments					55,760	237,646	293,406
Gain on sale of capital assets					8,099	-	8,099
Transfers					(120,272)	120,272	-
Total general revenues and transfers					99,830,447	450,795	100,281,242
Change in net position					28,450,991	298,533	28,749,524
Net position - beginning					274,357,204	68,028,723	342,385,927
Net position - ending					<u>\$ 302,808,195</u>	<u>\$ 68,327,256</u>	<u>\$ 371,135,451</u>

The accompanying notes are an integral part of the financial statements

CITY OF BARTLETT, TENNESSEE
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2022

	General Fund	School General Purpose Fund	School Federal Projects Fund	Capital Projects Fund	School Capital Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 31,336,788	\$ 38,704,476	\$ 7,651	\$ 9,513,721	\$ -	\$ 14,603,669	\$ 94,166,305
Receivables							
Taxes	29,915,577	-	-	-	-	758,598	30,674,175
Customer	2,210,990	-	-	-	-	970,732	3,181,722
Other	380,556	12,776	-	2,832	-	2,088	398,252
Less allowance for doubtful accounts	(2,580,448)	-	-	-	-	(53,523)	(2,633,971)
Due from other governments	3,902,031	7,022,560	1,724,615	-	3,710	1,223,780	13,876,696
Due from other funds	971,765	1,446,714	-	748,572	-	-	3,167,051
Inventory	215,097	-	-	-	-	76,869	291,966
Prepaid items	18,387	-	516,534	-	-	122,875	657,796
Restricted investments	-	972,499	-	-	-	-	972,499
Total assets	<u>\$ 66,370,743</u>	<u>\$ 48,159,025</u>	<u>\$ 2,248,800</u>	<u>\$ 10,265,125</u>	<u>\$ 3,710</u>	<u>\$ 17,705,088</u>	<u>\$ 144,752,491</u>
LIABILITIES							
Accounts payable and accrued liabilities	\$ 921,089	\$ 326,753	\$ 56,459	\$ 2,028,804	\$ 1,642,616	\$ 525,086	\$ 5,500,807
Accrued payroll	-	4,196,731	318,166	-	-	14,252	4,529,149
Due to other funds	27,463	12,875	1,351,658	-	-	1,775,121	3,167,117
Unearned revenue							
Recreation center	152,992	-	-	-	-	-	152,992
Other	18,855	-	-	-	-	-	18,855
Grants	-	-	5,164	-	-	3,301,977	3,307,141
Cafeteria balances	-	-	-	-	-	84,254	84,254
Total liabilities	<u>1,120,399</u>	<u>4,536,359</u>	<u>1,731,447</u>	<u>2,028,804</u>	<u>1,642,616</u>	<u>5,700,690</u>	<u>16,760,315</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue							
Taxes	29,094,014	2,375,992	-	-	-	-	31,470,006
Court fines	174,358	-	-	-	-	-	174,358
Ambulance	43,036	-	-	-	-	-	43,036
Property maintenance	35,914	-	-	-	-	-	35,914
Grants	-	-	819	-	-	331	1,150
Other	-	-	-	2,832	-	105,879	108,711
Total deferred inflows of resources	<u>29,347,322</u>	<u>2,375,992</u>	<u>819</u>	<u>2,832</u>	<u>-</u>	<u>106,210</u>	<u>31,833,175</u>
FUND BALANCES							
Nonspendable	233,484	-	516,534	-	-	199,744	949,762
Restricted	106,092	972,499	-	3,523,787	-	7,431,473	12,033,851
Committed	14,400,610	8,819,058	-	-	-	5,329,550	28,549,218
Assigned	548,039	31,455,117	-	4,709,702	-	-	36,712,858
Unassigned	20,614,797	-	-	-	(1,638,906)	(1,062,579)	17,913,312
Total fund balances	<u>35,903,022</u>	<u>41,246,674</u>	<u>516,534</u>	<u>8,233,489</u>	<u>(1,638,906)</u>	<u>11,898,188</u>	<u>96,159,001</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 66,370,743</u>	<u>\$ 48,159,025</u>	<u>\$ 2,248,800</u>	<u>\$ 10,265,125</u>	<u>\$ 3,710</u>	<u>\$ 17,705,088</u>	<u>\$ 144,752,491</u>

The accompanying notes are an integral part of the financial statements

CITY OF BARTLETT, TENNESSEE**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**

June 30, 2022

Total fund balances, governmental funds		\$ 96,159,001
Amounts reported for governmental activities in the statement of net position are different because:		
(1) Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		369,479,865
(2) Other long-term assets are not available to pay for current-period expenditures and, therefore, are unearned or unavailable in the funds.		3,228,480
(3) Long-term debt is not due and payable in the current period and, therefore is not reported in the funds.		
Less: bonds payable	(67,605,000)	
Less: capital notes payable	(16,398,000)	
Less: settlement obligation	(2,432,772)	
Less: unamortized premiums and discounts on debt	(8,184,259)	
Add: deferred amount on refunding	<u>19,402</u>	(94,600,629)
(4) Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Less: accrued interest payable	(380,643)	
Less: compensated absences payable	<u>(4,149,144)</u>	(4,529,787)
(5) Pension assets (liabilities) and other post-employment benefit (OPEB) liabilities result from the excess (deficiency) of trust assets over (under) total pension and OPEB liabilities. The amounts are not available for use in the current period; therefore, are not reported in the funds.		
Add: net pension asset	49,600,800	
Less: net pension liability	(39,189,719)	
Less: net other postemployment liability	<u>(59,161,445)</u>	(48,750,364)
(6) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years.		
Add: deferred outflows of resources related to pensions	36,068,690	
Less: deferred inflows of resources related to pensions	(48,238,763)	
Add: deferred outflows of resources related to OPEB	27,516,510	
Less: deferred inflows of resources related to OPEB	<u>(36,034,896)</u>	(20,688,459)
(7) Internal service funds are used by management to charge the cost of health insurance, workers' compensation, and retiree health insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		<u>2,510,088</u>
Net position of governmental activities		<u><u>\$ 302,808,195</u></u>

The accompanying notes are an integral part of the financial statements

CITY OF BARTLETT, TENNESSEE
STATEMENT OF REVENUES EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2022

	General Fund	School General Purpose Fund	School Federal Projects Fund	Capital Projects Fund	School Capital Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Property taxes	\$ 29,671,000	\$ 24,937,545	\$ -	\$ -	\$ -	\$ -	\$ 54,608,545
Local sales taxes	17,660,661	15,736,670	-	-	-	4,311,005	37,708,336
Intergovernmental							
State sales, income, and other tax	7,611,047	45,963,405	-	-	2,027,719	-	55,602,171
State gas tax	-	-	-	-	-	2,020,439	2,020,439
Licenses and permits	1,632,021	-	-	-	-	-	1,632,021
Charges for services	4,638,565	103,664	-	-	-	8,324,524	13,066,753
Fines, forfeitures, and penalties	1,351,432	-	-	-	-	212,324	1,563,756
Federal, state and other grants	1,242,773	997,503	22,679,032	-	-	11,424,395	36,343,703
Donations	14,261	-	-	-	-	2,356,678	2,370,939
Income (loss) on investments	35,723	(41,376)	-	54,778	-	6,635	55,760
Other	52,536	651,817	-	1,990	-	64,860	771,203
Total revenues	63,910,019	88,349,228	22,679,032	56,768	2,027,719	28,720,860	205,743,626
EXPENDITURES							
Current							
General government	7,622,728	-	-	-	-	1,125,688	8,748,416
Public safety	31,931,909	-	-	-	-	1,444,676	33,376,585
Public works	6,560,085	-	-	-	-	11,222,430	17,782,515
Parks and recreation	6,559,775	-	-	-	-	346,084	6,905,859
Performing arts center	731,877	-	-	-	-	9,901	741,778
Education	-	81,557,561	15,968,108	-	-	6,774,590	104,300,259
Water and sewer	-	-	-	-	-	-	-
Debt Service							
Principal	-	1,812,664	-	-	-	6,225,334	8,037,998
Interest	-	84,622	-	-	-	3,149,089	3,233,711
Bond issuance costs	-	-	-	30,117	-	76,158	106,275
Capital outlays	-	133	5,591,024	9,735,320	5,365,187	-	20,691,664
Total expenditures	53,406,374	83,454,980	21,559,132	9,765,437	5,365,187	30,373,950	203,925,060
Excess (deficiency) of revenues over (under) expenditures	10,503,645	4,894,248	1,119,900	(9,708,669)	(3,337,468)	(1,653,090)	1,818,566
OTHER FINANCING SOURCES (USES)							
Issuance of debt	-	-	-	3,075,000	-	-	3,075,000
Refunding bonds issued	-	-	-	-	-	1,125,000	1,125,000
Premium on bonds issued	-	-	-	443,908	-	88,652	532,560
Payment to escrow agent	-	-	-	-	-	(1,190,000)	(1,190,000)
Sale of capital assets	16,605	223,661	-	-	-	29,425	269,691
Transfers in	205,699	2,962,259	-	4,989,428	5,485,188	6,113,014	19,755,588
Transfers out	(9,161,033)	(6,485,188)	(603,366)	(117,117)	-	(3,509,156)	(19,875,860)
Total other financing sources and uses	(8,938,729)	(3,299,268)	(603,366)	8,391,219	5,485,188	2,656,935	3,691,979
Net change in fund balances	1,564,916	1,594,980	516,534	(1,317,450)	2,147,720	1,003,845	5,510,545
Fund balances - beginning	34,338,106	39,651,694	-	9,550,939	(3,786,626)	10,894,343	90,648,456
Fund balances - ending	\$ 35,903,022	\$ 41,246,674	\$ 516,534	\$ 8,233,489	\$ (1,638,906)	\$ 11,898,188	\$ 96,159,001

The accompanying notes are an integral part of the financial statements

CITY OF BARTLETT, 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, 2022

Net change in fund balance - total governmental funds		\$ 5,510,545
Amounts reported for governmental activities in the statement of activities are different because:		
(1) Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlays capitalized	24,909,100	
Depreciation expense	(14,261,572)	10,647,528
(2) Losses are reported from the disposition of capital assets with any remaining net book value in the statement of activities.		(1,123,870)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		645,636
(4) The issuance of long-term debt (e.g. bonds, notes, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Add: principal payments on long-term debt	8,106,977	
Add: principal amount of bonds refunded	1,190,000	
Less: proceeds from debt issuance	(4,200,000)	4,564,417
Less: premium on current year issuance	<u>(532,560)</u>	
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Amortization of premiums and discounts	497,650	
Amortization of deferred amount on refunding debt	(32,154)	
Change in accrued interest payable	633,737	
Change in compensated absences	<u>(425,200)</u>	674,033
(6) Payments of contributions to the pension plans and OPEB plan are recorded as expenditures in the governmental funds. Pension expense and OPEB expense are recorded on an actuarially determined basis in the statement of activities.		
Difference between actual contributions and pension expense	10,453,009	
Difference between actual contributions and OPEB expense	<u>(3,206,176)</u>	7,246,833
(7) Internal service funds are used by management to charge the costs of health insurance, workmen's compensation, and retiree health insurance to individual funds. The net revenue (expense) of certain activities of internal service funds is reported with governmental activities.		<u>285,869</u>
Change in net position of governmental activities		<u>\$ 28,450,991</u>

The accompanying notes are an integral part of the financial statements

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget - Increase (Decrease)
	Original	Final	Actual Amounts	
REVENUES				
PROPERTY TAXES				
Property tax	\$ 27,915,000	\$ 27,915,000	\$ 29,097,374	\$ 1,182,374
Property tax - prior year	250,000	250,000	(8,626)	(258,626)
Payments in lieu of taxes	440,000	440,000	421,047	(18,953)
Property tax interest and penalties	120,000	120,000	161,205	41,205
Total property taxes	28,725,000	28,725,000	29,671,000	946,000
LOCAL TAXES				
Local sales tax	12,832,684	14,032,684	14,339,119	306,435
Wholesale beer and liquor tax	1,305,000	1,305,000	1,284,430	(20,570)
Gross receipts tax	1,000,000	1,000,000	1,186,040	186,040
Business tax	118,000	118,000	126,744	8,744
CATV franchise tax	530,000	530,000	525,926	(4,074)
Hotel tax	80,000	80,000	198,402	118,402
Total local taxes	15,865,684	17,065,684	17,660,661	594,977
INTERGOVERNMENTAL				
State of Tennessee shared taxes				
Sales	5,457,000	6,279,300	6,582,144	302,844
Income taxes	-	-	5,426	5,426
Beer tax	25,000	25,000	26,396	1,396
Liquor tax	95,000	95,000	137,119	42,119
Bank excise tax	15,000	15,000	31,306	16,306
Receipts in lieu of tax - TVA	645,000	645,000	607,027	(37,973)
State road maintenance	112,000	112,000	106,971	(5,029)
Other	115,000	115,000	114,658	(342)
Total state shared taxes	6,464,000	7,286,300	7,611,047	324,747
LICENSES AND PERMITS				
Automobile stickers	1,250,000	1,250,000	1,183,419	(66,581)
Building and related permits	327,000	327,000	448,602	121,602
Total licenses and permits	1,577,000	1,577,000	1,632,021	55,021
CHARGES FOR SERVICES				
Other charges	13,000	13,000	13,752	752
Library fees	20,000	20,000	18,579	(1,421)
BSMC rental fees	50,300	50,300	105,024	54,724
Community relations	2,150	2,150	6,524	4,374
General government department revenues	1,082,482	1,082,482	7,069	(1,075,413)
Police and fire charges	9,000	9,000	7,288	(1,712)
911 fees	-	-	5,153	5,153
Ambulance fees	1,250,000	1,250,000	1,524,976	274,976
Public safety department revenues	121,000	121,000	56,675	(64,325)

(CONTINUED ON NEXT PAGE)

The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
CHARGES FOR SERVICES (continued)				
Public works department revenues	\$ 592,325	\$ 592,325	\$ 573,486	\$ (18,839)
Senior citizen center	35,200	35,200	44,630	9,430
Community center	204,300	204,300	393,350	189,050
Athletics	255,125	255,125	253,035	(2,090)
Recreation center	1,128,800	1,128,800	1,423,330	294,530
Performing arts center	138,450	138,450	205,694	67,244
Total charge for services	4,902,132	4,902,132	4,638,565	(263,567)
FINES, FORFEITURES, AND PENALTIES	1,406,000	1,406,000	1,351,432	(54,568)
FEDERAL, STATE, AND OTHER GRANTS	-	949,243	1,242,773	293,530
DONATIONS	-	-	14,261	14,261
INTEREST ON INVESTMENTS	30,000	30,000	35,723	5,723
OTHER	51,506	51,506	52,536	1,030
Total Revenues	59,021,322	61,992,865	63,910,019	1,917,154
EXPENDITURES				
GENERAL GOVERNMENT				
Legislative				
Salaries	216,083	216,083	187,078	29,005
Benefits	99,303	99,303	86,368	12,935
Contractual services	134,000	134,000	31,312	102,688
Materials and supplies	6,100	6,100	2,163	3,937
Insurance	107,178	107,178	124,077	(16,899)
Other charges	305,200	424,200	138,889	285,311
	867,864	986,864	569,887	416,977
Mayor's office				
Salaries	486,040	495,040	492,330	2,710
Benefits	201,802	201,802	204,181	(2,379)
Contractual services	52,000	29,000	12,806	16,194
Maintenance and equipment rental	4,500	4,500	3,369	1,131
Materials and supplies	15,350	15,350	5,899	9,451
Insurance	1,653	1,653	1,215	438
Other charges	48,800	39,800	21,905	17,895
Capital outlay	600	25,059	24,989	70
	810,745	812,204	766,694	45,510

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget - Increase (Decrease)
	Original	Final	Amounts	
Community relations				
Salaries	\$ 92,343	\$ 94,343	\$ 93,708	\$ 635
Benefits	39,183	39,183	39,416	(233)
Contractual services	45,000	56,000	29,720	26,280
Maintenance and equipment rental	23,200	23,850	17,452	6,398
Materials and supplies	63,700	66,182	46,182	20,000
Insurance	758	758	512	246
Other charges	11,400	11,400	11,457	(57)
	<u>275,584</u>	<u>291,716</u>	<u>238,447</u>	<u>53,269</u>
Finance and accounting				
Salaries	1,081,917	1,081,917	1,017,532	64,385
Benefits	531,865	531,865	483,742	48,123
Contractual services	93,900	91,900	87,005	4,895
Maintenance and equipment rental	1,100	1,100	861	239
Materials and supplies	18,000	18,000	15,503	2,497
Insurance	5,075	5,075	5,477	(402)
Other charges	60,450	60,450	53,172	7,278
Capital outlay	500	2,500	2,166	334
	<u>1,792,807</u>	<u>1,792,807</u>	<u>1,665,458</u>	<u>127,349</u>
City Court				
Salaries	783,339	701,339	710,582	(9,243)
Benefits	320,892	320,892	306,019	14,873
Contractual services	7,200	7,200	6,181	1,019
Maintenance and equipment rental	10,800	10,800	10,191	609
Materials and supplies	6,000	6,000	5,396	604
Insurance	1,358	1,358	1,499	(141)
Other charges	10,000	10,000	5,367	4,633
Capital outlay	-	15,000	14,857	143
	<u>1,139,589</u>	<u>1,072,589</u>	<u>1,060,092</u>	<u>12,497</u>
Personnel				
Salaries	380,732	380,732	325,614	55,118
Benefits	219,810	219,810	205,470	14,340
Contractual services	20,400	20,400	8,969	11,431
Maintenance and equipment rental	3,360	3,360	3,358	2
Materials and supplies	6,800	6,800	4,435	2,365
Insurance	916	916	985	(69)
Other charges	8,681	8,681	6,702	1,979
	<u>640,699</u>	<u>640,699</u>	<u>555,533</u>	<u>85,166</u>

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget - Increase (Decrease)
	Original	Final	Amounts	
Planning and economic development				
Salaries	\$ 346,803	\$ 301,803	\$ 284,525	\$ 17,278
Benefits	163,911	163,911	141,087	22,824
Contractual services	2,000	2,000	3,025	(1,025)
Maintenance and equipment rental	1,900	1,900	1,190	710
Materials and supplies	5,000	5,000	2,468	2,532
Insurance	1,040	1,040	772	268
Other charges	4,500	4,500	4,109	391
Capital outlay	1,500	1,500	-	1,500
	<u>526,654</u>	<u>481,654</u>	<u>437,176</u>	<u>44,478</u>
Building and grounds				
Salaries	126,005	134,005	133,204	801
Benefits	64,268	64,268	64,078	190
Contractual services	500	500	190	310
Maintenance and equipment rental	59,277	51,277	29,163	22,114
Materials and supplies	26,500	26,500	14,790	11,710
Insurance	10,570	10,570	11,176	(606)
Other charges	120,900	120,900	135,840	(14,940)
	<u>408,020</u>	<u>408,020</u>	<u>388,441</u>	<u>19,579</u>
Bartlett Station Municipal Center				
Salaries	216,768	216,768	201,937	14,831
Benefits	108,260	108,260	100,622	7,638
Contractual services	500	500	1,380	(880)
Maintenance and equipment rental	24,700	108,400	113,220	(4,820)
Materials and supplies	8,425	9,270	5,636	3,634
Insurance	9,137	9,137	10,157	(1,020)
Other charges	165,280	165,280	80,166	85,114
	<u>533,070</u>	<u>617,615</u>	<u>513,118</u>	<u>104,497</u>
Library				
Contractual services	1,200,000	1,300,000	1,300,987	(987)
Maintenance and equipment rental	6,700	6,700	6,732	(32)
Materials and supplies	5,900	35,900	36,230	(330)
Insurance	9,300	9,300	10,054	(754)
Other charges	46,700	46,700	42,693	4,007
Capital outlay	5,000	35,176	31,186	3,990
	<u>1,273,600</u>	<u>1,433,776</u>	<u>1,427,882</u>	<u>5,894</u>
Total general government	<u>8,268,632</u>	<u>8,537,944</u>	<u>7,622,728</u>	<u>915,216</u>

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget - Increase (Decrease)
	Original	Final	Amounts	
PUBLIC SAFETY				
Police services				
Salaries	\$ 10,902,204	\$ 11,335,804	\$ 11,308,326	\$ 27,478
Benefits	5,087,050	5,153,150	5,145,987	7,163
Contractual services	72,000	72,000	79,841	(7,841)
Maintenance and equipment rental	329,683	331,933	315,859	16,074
Materials and supplies	503,500	600,466	577,476	22,990
Insurance	130,871	130,871	150,630	(19,759)
Other charges	277,100	390,700	347,801	42,899
Capital outlay	14,500	489,197	412,239	76,958
	<u>17,316,908</u>	<u>18,504,121</u>	<u>18,338,159</u>	<u>165,962</u>
Fire services				
Salaries	5,113,321	5,388,021	5,375,917	12,104
Benefits	2,521,906	2,537,306	2,546,970	(9,664)
Contractual services	25,000	25,000	9,854	15,146
Maintenance and equipment rental	184,694	196,486	208,307	(11,821)
Materials and supplies	158,050	162,336	146,488	15,848
Insurance	50,937	50,937	45,228	5,709
Other charges	96,650	148,650	148,578	72
Capital outlay	4,000	134,412	65,447	68,965
	<u>8,154,558</u>	<u>8,643,148</u>	<u>8,546,789</u>	<u>96,359</u>
Ambulance and medical services				
Salaries	2,310,894	2,313,294	2,126,075	187,219
Benefits	1,250,039	1,208,139	1,111,753	96,386
Contractual services	144,500	144,500	123,877	20,623
Maintenance and equipment rental	96,744	96,744	69,117	27,627
Materials and supplies	176,900	184,543	162,406	22,137
Insurance	17,105	17,105	10,670	6,435
Other charges	42,000	64,400	39,934	24,466
Capital outlay	4,000	296,872	241,924	54,948
	<u>4,042,182</u>	<u>4,325,597</u>	<u>3,885,756</u>	<u>439,841</u>
Codes enforcement				
Salaries	651,184	668,184	665,675	2,509
Benefits	345,900	345,900	348,152	(2,252)
Contractual services	2,600	2,600	5,194	(2,594)
Maintenance and equipment rental	14,344	14,344	13,583	761
Materials and supplies	20,550	20,550	17,892	2,658
Insurance	4,215	4,215	3,351	864
Other charges	19,122	19,323	18,379	944
Capital outlay	1,145	93,215	88,979	4,236
	<u>1,059,060</u>	<u>1,168,331</u>	<u>1,161,205</u>	<u>7,126</u>
Total public safety	<u>30,572,708</u>	<u>32,641,197</u>	<u>31,931,909</u>	<u>709,288</u>

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget - Increase (Decrease)
	Original	Final	Amounts	
PUBLIC WORKS				
Administrative				
Salaries	\$ 207,044	\$ 207,044	\$ 209,310	\$ (2,266)
Benefits	109,698	109,698	99,502	10,196
Contractual services	400	400	(479)	879
Maintenance and equipment rental	100,250	112,250	111,366	884
Materials and supplies	6,400	6,400	5,794	606
Insurance	3,561	3,561	3,323	238
Other charges	6,600	6,600	8,201	(1,601)
	<u>433,953</u>	<u>445,953</u>	<u>437,017</u>	<u>8,936</u>
Engineering				
Salaries	196,029	199,029	197,778	1,251
Benefits	76,114	76,114	76,530	(416)
Contractual services	2,000	2,000	1,046	954
Maintenance and equipment rental	9,300	51,300	5,232	46,068
Materials and supplies	11,850	11,850	12,373	(523)
Insurance	1,800	1,800	1,530	270
Other charges	6,700	6,700	4,174	2,526
Capital outlay	4,620	32,141	27,521	4,620
	<u>308,413</u>	<u>380,934</u>	<u>326,184</u>	<u>54,750</u>
Inspection				
Salaries	257,462	266,462	261,633	4,829
Benefits	131,351	131,351	135,873	(4,522)
Contractual services	7,000	7,000	5,068	1,932
Maintenance and equipment rental	18,344	18,344	15,399	2,945
Materials and supplies	5,300	5,300	5,800	(500)
Insurance	8,775	8,775	8,062	713
Other charges	9,425	9,425	7,829	1,596
Capital outlay	-	81,000	-	81,000
	<u>437,657</u>	<u>527,657</u>	<u>439,664</u>	<u>87,993</u>
City shop				
Salaries	683,400	689,400	687,258	2,142
Benefits	392,729	392,729	394,132	(1,403)
Contractual services	700	700	1,039	(339)
Maintenance and equipment rental	12,700	237,700	192,467	45,233
Materials and supplies	36,800	36,800	31,298	5,502
Insurance	6,458	6,458	6,170	288
Other charges	39,200	39,200	35,001	4,199
Capital outlay	-	19,000	18,009	991
	<u>1,171,987</u>	<u>1,421,987</u>	<u>1,365,374</u>	<u>56,613</u>

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget - Increase (Decrease)
	Original	Final	Amounts	
General maintenance of roads and drainage				
Salaries	\$ 754,814	\$ 754,814	\$ 745,713	\$ 9,101
Benefits	463,054	463,054	424,096	38,958
Contractual services	5,000	5,000	7,844	(2,844)
Maintenance and equipment rental	106,974	106,974	84,241	22,733
Materials and supplies	259,450	245,450	220,702	24,748
Insurance	13,900	13,900	12,698	1,202
Other charges	45,400	45,288	43,663	1,625
Capital outlay	800	62,175	52,505	9,670
	<u>1,649,392</u>	<u>1,696,655</u>	<u>1,591,462</u>	<u>105,193</u>
General service				
Salaries	200,396	200,396	186,951	13,445
Benefits	123,259	111,259	98,110	13,149
Contractual services	250	250	-	250
Maintenance and equipment rental	5,000	5,000	3,362	1,638
Materials and supplies	13,900	13,900	14,877	(977)
Insurance	1,388	1,388	1,147	241
Other charges	2,000	2,000	1,839	161
	<u>346,193</u>	<u>334,193</u>	<u>306,286</u>	<u>27,907</u>
Grounds maintenance				
Salaries	857,555	837,555	759,992	77,563
Benefits	325,268	325,268	315,824	9,444
Contractual services	250	250	-	250
Maintenance and equipment rental	177,100	177,100	163,017	14,083
Materials and supplies	73,650	73,650	67,418	6,232
Insurance	9,299	9,299	9,436	(137)
Other charges	10,533	10,533	10,109	424
Capital outlay	-	68,000	62,274	5,726
	<u>1,453,655</u>	<u>1,501,655</u>	<u>1,388,070</u>	<u>113,585</u>
Animal control				
Salaries	401,630	401,630	372,518	29,112
Benefits	219,655	205,655	192,059	13,596
Contractual services	28,000	28,000	22,505	5,495
Maintenance and equipment rental	12,350	26,350	20,166	6,184
Materials and supplies	81,764	81,764	79,103	2,661
Insurance	4,649	4,649	3,295	1,354
Other charges	17,275	17,275	16,056	1,219
Capital outlay	1,600	1,600	326	1,274
	<u>766,923</u>	<u>766,923</u>	<u>706,028</u>	<u>60,895</u>
Total public works	<u>6,568,173</u>	<u>7,075,957</u>	<u>6,560,085</u>	<u>515,872</u>

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget - Increase (Decrease)
	Original	Final	Amounts	
PARKS AND RECREATION				
Parks and recreation				
Salaries	\$ 338,859	\$ 346,859	\$ 344,792	\$ 2,067
Benefits	141,465	141,465	142,753	(1,288)
Contractual services	1,600	1,600	2,344	(744)
Maintenance and equipment rental	2,200	2,200	1,839	361
Materials and supplies	4,250	4,250	249	4,001
Insurance	7,820	7,820	10,460	(2,640)
Other charges	4,255	4,255	3,055	1,200
Capital outlay	-	35,250	35,250	-
	<u>500,449</u>	<u>543,699</u>	<u>540,742</u>	<u>2,957</u>
Community center				
Salaries	535,030	548,030	557,012	(8,982)
Benefits	177,588	177,588	168,186	9,402
Contractual services	6,000	6,000	6,176	(176)
Maintenance and equipment rental	30,500	30,500	31,525	(1,025)
Materials and supplies	55,600	58,244	59,788	(1,544)
Insurance	7,766	7,766	6,819	947
Other charges	64,450	69,450	66,774	2,676
Capital outlay	-	43,597	25,388	18,209
	<u>876,934</u>	<u>941,175</u>	<u>921,668</u>	<u>19,507</u>
Athletics				
Salaries	403,691	403,691	396,221	7,470
Benefits	122,010	122,010	121,756	254
Contractual services	5,800	5,800	1,578	4,222
Maintenance and equipment rental	40,200	40,200	38,143	2,057
Materials and supplies	127,700	127,700	106,435	21,265
Insurance	19,119	19,119	14,033	5,086
Other charges	97,180	97,180	121,518	(24,338)
Capital outlay	500	36,519	5,321	31,198
	<u>816,200</u>	<u>852,219</u>	<u>805,005</u>	<u>47,214</u>
Parks maintenance				
Salaries	853,552	835,552	820,304	15,248
Benefits	414,985	406,985	387,259	19,726
Contractual services	1,200	1,200	1,851	(651)
Maintenance and equipment rental	260,577	284,873	287,443	(2,570)
Materials and supplies	125,600	127,587	101,591	25,996
Insurance	8,240	8,240	9,615	(1,375)
Other charges	11,450	11,450	10,511	939
Capital outlay	-	128,952	59,450	69,502
	<u>1,675,604</u>	<u>1,804,839</u>	<u>1,678,024</u>	<u>126,815</u>

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
School ground maintenance				
Salaries	\$ 155,848	\$ 155,848	\$ 144,417	\$ 11,431
Benefits	68,808	68,808	68,990	(182)
Contractual services	600	600	437	163
Maintenance and equipment rental	63,700	65,557	68,644	(3,087)
Materials and supplies	14,300	14,300	12,837	1,463
Insurance	1,300	1,300	1,308	(8)
Other charges	3,500	3,500	1,884	1,616
Capital outlay	13,000	49,825	48,953	872
	<u>321,056</u>	<u>359,738</u>	<u>347,470</u>	<u>12,268</u>
Senior center				
Salaries	234,358	234,358	232,110	2,248
Benefits	108,049	108,049	108,015	34
Contractual services	8,500	11,805	11,898	(93)
Maintenance and equipment rental	7,300	8,130	6,112	2,018
Materials and supplies	15,900	17,683	12,832	4,851
Insurance	3,650	3,650	3,328	322
Other charges	23,500	23,500	16,619	6,881
Capital outlay	2,000	62,899	48,935	13,964
	<u>403,257</u>	<u>470,074</u>	<u>439,849</u>	<u>30,225</u>
Senior center				
Salaries	1,031,531	987,531	942,203	45,328
Benefits	332,676	332,676	316,033	16,643
Contractual services	7,600	7,600	8,044	(444)
Maintenance and equipment rental	89,500	107,539	96,517	11,022
Materials and supplies	149,300	150,234	162,874	(12,640)
Insurance	16,820	16,820	16,263	557
Other charges	189,249	189,249	169,923	19,326
Capital outlay	1,400	181,712	115,160	66,552
	<u>1,818,076</u>	<u>1,973,361</u>	<u>1,827,017</u>	<u>146,344</u>
Total parks and recreation	<u>6,411,576</u>	<u>6,945,105</u>	<u>6,559,775</u>	<u>385,330</u>

(CONTINUED ON NEXT PAGE)

The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
PERFORMING ARTS CENTER				
Salaries	431,733	431,733	393,753	37,980
Benefits	83,844	83,844	82,848	996
Contractual services	26,000	26,000	25,260	740
Maintenance and equipment rental	29,300	29,300	32,165	(2,865)
Materials and supplies	16,050	16,050	9,032	7,018
Insurance	9,737	9,737	10,699	(962)
Other charges	121,550	121,550	116,855	4,695
Capital outlay	-	76,074	61,265	14,809
Total performing arts center	718,214	794,288	731,877	62,411
Total Expenditures	<u>52,539,303</u>	<u>55,994,491</u>	<u>53,406,374</u>	<u>2,588,117</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ 6,482,019	\$ 5,998,374	\$ 10,503,645	\$ 4,505,271
OTHER FINANCING SOURCES (USES)				
Planned use of fund balance	-	926,677	-	(926,677)
Sale of capital assets	50,000	50,000	16,605	(33,395)
Transfers in	857,000	857,000	205,699	(651,301)
Transfers out	(7,389,019)	(9,175,019)	(9,161,033)	13,986
Total Other Financing Sources (Uses)	<u>(6,482,019)</u>	<u>(7,341,342)</u>	<u>(8,938,729)</u>	<u>(1,597,387)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (1,342,968)</u>	1,564,916	<u>\$ 2,907,884</u>
Fund balances - beginning			34,338,106	
Fund balances - ending			<u>\$ 35,903,022</u>	

The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL PURPOSE SCHOOL FUND

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
REVENUES				
PROPERTY TAXES				
Property tax	\$ 23,486,351	\$ 23,486,351	\$ 24,618,654	\$ 1,132,303
Property tax - prior year	349,252	349,252	(89,891)	(439,143)
Payments in lieu of tax	623,951	623,951	408,782	(215,169)
Total property taxes	24,459,554	24,459,554	24,937,545	477,991
LOCAL TAXES				
Sales tax	10,961,381	10,961,381	14,213,443	3,252,062
Wheel tax	2,387,177	2,387,177	1,520,738	(866,439)
Business tax	2,569	2,569	2,489	(80)
Total local taxes	13,351,127	13,351,127	15,736,670	2,385,543
INTERGOVERNMENTAL				
State of Tennessee shared taxes				
Mixed drink taxes	100,000	100,000	137,119	37,119
Basic education program	46,169,963	46,169,963	45,769,157	(400,806)
Career ladder program	209,000	209,000	57,129	(151,871)
Other	22,872	22,872	-	(22,872)
Total intergovernmental	46,501,835	46,501,835	45,963,405	(538,430)
CHARGES FOR SERVICES	150,218	150,218	103,664	(46,554)
FEDERAL, STATE, AND OTHER GRANTS	-	1,205,214	997,503	(207,711)
INCOME (LOSS) ON INVESTMENTS	180,000	180,000	(41,376)	(221,376)
OTHER	394,000	394,000	651,817	257,817
Total Revenues	85,036,734	86,241,948	88,349,228	2,107,280
EXPENDITURES				
EDUCATION				
Regular Instruction				
Salaries	31,438,475	31,514,575	30,301,929	1,212,646
Benefits	10,232,739	10,331,733	8,705,684	1,626,049
Contractual services	506,400	322,387	299,490	22,897
Materials and supplies	2,066,432	2,526,456	2,254,382	272,074
Other charges	1,565,200	1,569,900	249,430	1,320,470
	45,809,246	46,265,051	41,810,915	4,454,136
Alternative Education				
Salaries	348,540	348,540	292,440	56,100
Benefits	82,772	90,772	89,008	1,764
Contractual services	29,000	74,000	61,335	12,665
Materials and supplies	7,100	7,100	3,075	4,025
Other charges	1,400	1,400	-	1,400
	468,812	521,812	445,858	75,954

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL PURPOSE SCHOOL FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
Special Education				
Salaries	\$ 5,037,546	\$ 5,077,546	\$ 4,814,456	\$ 263,090
Benefits	1,769,515	1,769,515	1,609,509	160,006
Contractual services	81,346	78,546	56,859	21,687
Materials and supplies	146,925	146,925	94,832	52,093
Other charges	-	2,800	2,770	30
	<u>7,035,332</u>	<u>7,075,332</u>	<u>6,578,426</u>	<u>496,906</u>
Technical Education				
Salaries	1,177,291	1,177,291	1,119,056	58,235
Benefits	378,206	378,206	324,550	53,656
Materials and supplies	35,273	34,353	18,423	15,930
Other charges	-	920	916	4
	<u>1,590,770</u>	<u>1,590,770</u>	<u>1,462,945</u>	<u>127,825</u>
Student Services				
Salaries	506,286	510,286	495,643	14,643
Benefits	135,249	162,249	154,707	7,542
Contractual services	64,500	64,500	61,455	3,045
Materials and supplies	14,000	14,000	8,094	5,906
Other charges	49,400	45,370	6,315	39,055
	<u>769,435</u>	<u>796,405</u>	<u>726,214</u>	<u>70,191</u>
Planning				
Salaries	100,968	100,968	102,228	(1,260)
Benefits	26,335	26,335	24,317	2,018
Contractual services	2,350	2,350	1,500	850
Other charges	5,950	5,980	1,288	4,692
	<u>135,603</u>	<u>135,633</u>	<u>129,333</u>	<u>6,300</u>
Health Services				
Salaries	712,318	666,224	310,236	355,988
Benefits	254,847	256,447	86,254	170,193
Contractual services	-	55,000	54,701	299
Materials and supplies	28,000	28,000	10,598	17,402
Other charges	2,000	2,000	276	1,724
	<u>997,165</u>	<u>1,007,671</u>	<u>462,065</u>	<u>545,606</u>
Other Student Support				
Salaries	1,654,856	1,678,724	1,450,150	228,574
Benefits	516,429	520,713	446,453	74,260
Contractual services	200,000	200,000	115,007	84,993
Materials and supplies	65,000	65,200	60,052	5,148
Other charges	4,000	3,800	562	3,238
	<u>2,440,285</u>	<u>2,468,437</u>	<u>2,072,224</u>	<u>396,213</u>
Regular Instruction Support				
Salaries	1,645,888	1,849,388	1,770,736	78,652
Benefits	488,462	494,962	491,392	3,570
Materials and supplies	73,998	73,998	57,912	16,086
Other charges	228,770	228,770	95,210	133,560
	<u>2,437,118</u>	<u>2,647,118</u>	<u>2,415,250</u>	<u>231,868</u>

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL PURPOSE SCHOOL FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
Special Education Support				
Salaries	\$ 890,271	\$ 890,271	\$ 867,240	\$ 23,031
Benefits	256,979	256,979	224,825	32,154
Contractual services	79,160	79,160	63,124	16,036
Materials and supplies	23,432	26,432	25,596	836
Other charges	53,875	50,875	23,065	27,810
	<u>1,303,717</u>	<u>1,303,717</u>	<u>1,203,850</u>	<u>99,867</u>
Technical Education Support				
Salaries	100,968	103,968	103,228	740
Benefits	27,375	37,375	34,936	2,439
	<u>128,343</u>	<u>141,343</u>	<u>138,164</u>	<u>3,179</u>
Technology				
Salaries	972,652	972,652	945,409	27,243
Benefits	285,263	325,263	297,359	27,904
Contractual services	36,800	36,800	25,525	11,275
Materials and supplies	396,875	387,875	308,036	79,839
Other charges	615,300	632,300	526,511	105,789
	<u>2,306,890</u>	<u>2,354,890</u>	<u>2,102,840</u>	<u>252,050</u>
Board of Education Services				
Salaries	203,557	203,557	190,841	12,716
Benefits	1,608,181	1,608,181	1,714,484	(106,303)
Contractual services	1,023,675	1,009,675	706,909	302,766
Materials and supplies	10,000	10,000	-	10,000
Insurance	325,000	334,000	178,376	155,624
Other charges	1,821,978	1,826,978	39,568	1,787,410
	<u>4,992,391</u>	<u>4,992,391</u>	<u>2,830,178</u>	<u>2,162,213</u>
Office of Superintendent				
Salaries	299,975	313,675	313,612	63
Benefits	74,736	111,036	99,666	11,370
Contractual services	90,000	40,000	22,571	17,429
Materials and supplies	34,000	34,000	7,527	26,473
Other charges	92,550	92,550	104,948	(12,398)
	<u>591,261</u>	<u>591,261</u>	<u>548,324</u>	<u>42,937</u>
Office of Principal				
Salaries	5,485,410	5,528,136	5,137,511	390,625
Benefits	1,803,129	1,810,797	1,552,293	258,504
Other charges	70,000	70,000	44,179	25,821
	<u>7,358,539</u>	<u>7,408,933</u>	<u>6,733,983</u>	<u>674,950</u>
Fiscal Services				
Salaries	1,122,865	1,122,865	803,793	319,072
Benefits	327,409	327,409	192,216	135,193
Contractual services	-	233,490	84,763	148,727
Materials and supplies	129,000	134,000	45,950	88,050
Other charges	304,915	66,425	22,558	43,867
	<u>1,884,189</u>	<u>1,884,189</u>	<u>1,149,280</u>	<u>734,909</u>

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL PURPOSE SCHOOL FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget - Increase (Decrease)
	Original	Final	Amounts	
Human Resources				
Salaries	\$ 471,568	\$ 471,568	\$ 454,295	\$ 17,273
Benefits	140,226	140,226	130,272	9,954
Contractual services	83,700	79,660	48,732	30,928
Materials and supplies	2,500	6,540	5,807	733
Other charges	12,500	12,500	5,981	6,519
	710,494	710,494	645,087	65,407
Operation of Plant				
Salaries	751,516	751,516	733,958	17,558
Benefits	263,300	263,300	236,204	27,096
Contractual services	1,722,750	2,322,750	2,093,074	229,676
Materials and supplies	119,000	119,000	87,884	31,116
Other charges	2,506,640	2,506,640	2,157,368	349,272
	5,363,206	5,963,206	5,308,488	654,718
Maintenance of plant				
Salaries	867,381	842,031	680,127	161,904
Benefits	258,860	258,860	198,812	60,048
Contractual services	194,250	237,600	236,745	855
Materials and supplies	579,463	529,463	580,477	(51,014)
Other charges	7,250	6,250	3,123	3,127
	1,907,204	1,874,204	1,699,284	174,920
Transportation				
Contractual services	3,395,629	2,964,397	2,660,752	303,645
Materials and supplies	-	60,000	5,326	54,674
Other charges	600,124	600,125	392,140	207,985
	3,995,753	3,624,522	3,058,218	566,304
Cafeteria				
Salaries	-	20,000	16,081	3,919
Benefits	-	3,590	2,580	1,010
Materials and supplies	-	50,000	17,974	32,026
	-	73,590	36,635	36,955
Total education	92,225,753	93,430,969	81,557,561	11,873,408
DEBT SERVICE				
Principal	-	-	1,812,664	(1,812,664)
Interest	-	-	84,622	(84,622)
Total debt service	-	-	1,897,286	(1,897,286)
CAPITAL OUTLAY	-	-	133	(133)
Total Expenditures	92,225,753	93,430,969	83,454,980	9,975,989

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL PURPOSE SCHOOL FUND

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ (7,189,019)	\$ (7,189,021)	\$ 4,894,248	\$ 12,083,269
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	2,263,000	2,263,000	223,661	(2,039,339)
Transfers in	2,926,019	2,926,019	2,962,259	36,240
Transfers out	-	-	(6,485,188)	(6,485,188)
Total Other Financing Sources (Uses)	<u>5,189,019</u>	<u>5,189,019</u>	<u>(3,299,268)</u>	<u>(8,488,287)</u>
Net change in fund balances	<u>\$ (2,000,000)</u>	<u>\$ (2,000,002)</u>	1,594,980	<u>\$ 3,594,982</u>
Fund balances - beginning			39,651,694	
Fund balances - ending			<u>\$ 41,246,674</u>	

The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FEDERAL PROJECTS FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget - Increase (Decrease)
	Original	Final	Actual Amounts	
REVENUES				
Federal, state and other grants				
Title Funds	\$ 3,210,470	\$ 5,139,228	\$ 3,834,168	\$ (1,305,060)
Special Education (IDEA) Cluster	1,168,682	2,953,057	1,997,726	(955,331)
ESSER	8,151,277	24,333,953	13,939,955	(10,393,998)
CTE Perkins	36,147	147,762	147,762	-
Other federal	-	3,651,822	2,641,659	(1,010,163)
Other state	-	383,000	117,762	(265,238)
Total revenues	12,566,576	36,608,822	22,679,032	(13,929,790)
EXPENDITURES				
Education				
Title I Consolidated Administration				
Salaries	90,663	268,897	261,192	7,705
Benefits	26,162	80,852	74,730	6,122
Materials and supplies	4,536	6,810	5,382	1,428
Other charges	8,241	8,978	7,825	1,153
	129,602	365,537	349,129	16,408
Title I				
Salaries	480,690	1,139,584	1,023,351	116,233
Benefits	107,162	301,841	241,727	60,114
Contractual services	15,356	-	-	-
Materials and supplies	591,527	1,312,433	1,000,914	311,519
Other charges	409,593	139,631	51,292	88,339
	1,604,328	2,893,489	2,317,284	576,205
Title I Neglected				
Salaries	45,343	63,477	63,789	(312)
Benefits	21,131	26,630	26,057	573
Contractual services	340,263	224,036	137,973	86,063
Materials and supplies	275,534	366,303	362,425	3,878
Other charges	34,131	41,426	40,101	1,325
	716,402	721,872	630,345	91,527
Title 1 Part D				
Salaries	2,340	7,053	6,742	311
Benefits	179	2,958	2,836	122
Materials and supplies	33,046	55,464	47,501	7,963
	35,565	65,475	57,079	8,396
Title II				
Salaries	247,114	342,100	36,669	305,431
Benefits	67,442	55,379	5,335	50,044
Contractual services	645	63,500	52,845	10,655
Materials and supplies	145,650	13,342	3,267	10,075
Other charges	26,159	147,243	11,339	135,904
	487,010	621,564	109,455	512,109
Title III				
Materials and supplies	1,799	16,662	16,426	236
Other charges	763	1,911	895	1,016
	2,562	18,573	17,321	1,252

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The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FEDERAL PROJECTS FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
Title IV				
Salaries	\$ 98,687	\$ 193,892	\$ 180,020	\$ 13,872
Benefits	37,955	69,876	45,014	24,862
Materials and supplies	16,613	13,041	4,225	8,816
Other charges	14,938	3,019	2,002	1,017
	168,193	279,828	231,261	48,567
IDEA Part B				
Salaries	631,075	1,541,301	1,219,100	322,201
Benefits	295,354	472,019	369,685	102,334
Contractual services	-	445	-	445
Materials and supplies	146,207	194,585	41,569	153,016
Other charges	2,590	76,500	17,071	59,429
	1,075,226	2,284,850	1,647,425	637,425
IDEA Preschool				
Materials and supplies	43,398	67,946	22,933	45,013
Other charges	5,835	12,185	2,206	9,979
	49,233	80,131	25,139	54,992
Perkins Grant				
Contractual services	4,350	-	-	-
Materials and supplies	12,500	-	-	-
	16,850	-	-	-
CTE Perkins				
Materials and supplies	16,637	119,053	119,053	-
Contractual services	-	5,408	5,408	-
Other charges	2,040	19,101	19,074	27
	18,677	143,562	143,535	27
IDEA Supplemental				
Materials and supplies	6,657	-	-	-
Other charges	6,000	-	-	-
	12,657	-	-	-
ESSER				
Salaries	231,958	7,956	7,956	-
Benefits	32,192	1,594	1,326	268
Contractual services	33,520	-	-	-
Materials and supplies	3,451	88,939	89,238	(299)
	301,121	98,489	98,520	(31)
ESSER 2.0				
Salaries	767,657	833,429	808,459	24,970
Benefits	120,446	258,121	206,098	52,023
Contractual services	415,000	-	-	-
Materials and supplies	1,411,000	387,769	316,027	71,742
Building construction	5,000,000	4,878,989	4,878,989	-
Other charges	-	6,500	5,179	1,321
	7,714,103	6,364,808	6,214,752	150,056

(CONTINUED ON NEXT PAGE)

The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FEDERAL PROJECTS FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
ARP IDEA Part B				
Salaries	\$ -	\$ 97,249	\$ 59,427	\$ 37,822
Benefits	-	35,560	21,686	13,874
Materials and supplies	-	264,932	147,254	117,678
Other charges	-	55,086	16,668	38,418
	-	452,827	245,035	207,792
ARP IDEA Preschool				
Materials and supplies	-	27,373	4,080	23,293
Other charges	-	3,078	2,478	600
	-	30,451	6,558	23,893
ESSER 3.0				
Salaries	-	5,815,011	1,476,891	4,338,120
Benefits	-	1,745,761	393,153	1,352,608
Contractual services	-	327,840	6,540	321,300
Materials and supplies	-	6,804,279	4,118,251	2,686,028
Building construction	-	1,310,524	712,035	598,489
Other charges	-	235,356	-	235,356
	-	16,238,771	6,706,870	9,531,901
TN All Corps				
Salaries	-	105,750	99,813	5,937
Benefits	-	18,982	16,185	2,797
Materials and supplies	-	8,268	1,765	6,503
	-	133,000	117,763	15,237
ELC				
Salaries	-	1,119,139	369,016	750,123
Benefits	-	344,494	94,944	249,550
Materials and supplies	-	45,187	37,701	7,486
Other charges	-	3,000	-	3,000
	-	1,511,820	501,661	1,010,159
Emergency Connectivity				
Materials and supplies	-	2,140,000	2,140,000	-
Total expenditures	12,331,529	34,445,047	21,559,132	12,885,915
Excess of revenues over expenditures	235,047	2,163,775	1,119,900	(1,043,875)
OTHER FINANCING SOURCES (USES)				
Transfers out	(235,047)	(1,867,575)	(603,366)	1,264,209
Net change in fund balances	\$ -	\$ 296,200	516,534	\$ 220,334
Fund balances - beginning			-	
Fund balances - ending			\$ 516,534	

The accompanying notes are an integral part of the financial statements.

CITY OF BARTLETT, TENNESSEE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2022

	Business-Type Activity	Governmental Activities
	Enterprise Fund	Internal Service Funds
	Water and Sewer Fund	
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 14,275,782	\$ 1,943,198
Receivables		
Customers	1,321,058	-
Lease receivable	176,873	-
Other	66,438	-
Less allowance for doubtful accounts	(98,771)	-
Due from other funds	66	
Prepaid expenses	19,287	-
Total current assets	15,760,733	1,943,198
Noncurrent assets:		
Net pension asset	6,239	-
Lease receivable, net of current	3,450,919	-
Capital assets, not being depreciated	3,713,851	-
Capital assets, being depreciated, net	59,562,476	-
Total capital assets (net of accumulated depreciation)	63,276,327	-
Total assets	82,494,218	1,943,198
DEFERRED OUTFLOWS OF RESOURCES		
Related to pension	1,363,242	-
Related to OPEB	1,489,028	-
Deferred charges on refunding	24,628	-
Total deferred outflows of resources	2,876,898	-
LIABILITIES		
Current liabilities:		
Accounts payable	329,664	377,814
Accrued bond interest	30,169	-
Accrued payroll	-	12,081
Unearned revenue	-	-
Current portion of bonds and notes payable	822,000	-
Total current liabilities	1,181,833	389,895
Noncurrent liabilities:		
Bonds and notes payable, net of		
current portion, discounts, and premiums	3,721,696	-
Accrued compensated absences	159,083	-
Net pension liability	3,072,138	-
Net OPEB liability	1,844,005	-
Total noncurrent liabilities	8,796,922	-
Total liabilities	9,978,755	389,895
DEFERRED INFLOWS OF RESOURCES		
Related to pension	311,040	-
Related to OPEB	2,085,351	-
Related to leases	3,711,929	-
Total deferred inflows of resources	6,108,320	-
NET POSITION		
Net investment in capital assets	58,873,894	-
Unrestricted	10,410,147	1,553,303
Total net position	69,284,041	\$ 1,553,303
Adjustment to reflect the consolidation of		
internal service funds related to the enterprise fund	(956,785)	
Net position of the business-type activity	\$ 68,327,256	

The accompanying notes are an integral part of the financial statements

CITY OF BARTLETT, TENNESSEE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended June 30, 2022

	Business-Type Activity	Governmental Activities
	Enterprise Fund	Internal Service Funds
	Water and Sewer Fund	
Operating Revenues:		
Metered water sales	\$ 4,628,459	\$ -
Sewer service fee	4,643,825	-
Service connections fees	98,578	-
Forfeited discounts	277,789	-
Charges for services	62,601	3,086,874
Contributions	-	7,721,761
Other	92,877	-
Total operating revenues	<u>9,804,129</u>	<u>10,808,635</u>
Operating Expenses:		
Administrative and general	2,204,996	10,678,877
Pumping and filtering	2,221,741	-
Distribution system	2,117,381	-
Sewer lagoon	836,133	-
Depreciation	2,644,218	-
Total operating expenses	<u>10,024,469</u>	<u>10,678,877</u>
Operating income (loss)	(220,340)	129,758
Nonoperating Revenues (Expenses):		
Tower lease charges	288,293	-
Interest	237,646	1,321
Bond interest and fiscal charges	(114,851)	-
Bond issuance costs	(17,004)	-
Total non-operating expenses	<u>394,084</u>	<u>1,321</u>
Income (loss) before contributions and transfers	<u>173,744</u>	<u>131,079</u>
Capital contributions - water taps	18,000	-
Capital contributions - sewer taps	49,673	-
Capital contributions - development	91,634	-
Transfers out	120,272	-
Change in net position	<u>453,323</u>	<u>131,079</u>
Total net position - beginning	<u>68,830,718</u>	<u>1,422,224</u>
Total net position - ending	<u>\$ 69,284,041</u>	<u>\$ 1,553,303</u>
Change in net position	\$ 453,323	
Adjustment to reflect the consolidation of internal service funds related to the enterprise fund	(154,790)	
Change in net position of the business-type activity	<u>\$ 298,533</u>	

The accompanying notes are an integral part of the financial statements

CITY OF BARTLETT, TENNESSEE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2022

	Business-Type Activity	Governmental Activities
	Enterprise Fund Water and Sewer Fund	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and users	\$ 9,419,861	\$ -
Receipts from interfund services provided	-	10,808,635
Payments to suppliers	(3,878,847)	(10,676,985)
Payments to employees	(3,405,468)	-
Other receipts	92,877	-
Net cash from operating activities	<u>2,228,423</u>	<u>131,650</u>
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES		
Transfer to other fund	120,272	-
CASH FLOW USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES		
Capital contributions	159,307	-
Purchases of capital assets	(844,485)	-
Principal paid on capital debt	(1,039,000)	-
Interest paid on capital debt	(133,927)	-
Bond issuance costs	(17,004)	-
Net cash used for capital and related financing activities	<u>(1,875,109)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Lease payments received	298,039	-
Interest income	86,851	1,321
Net cash from by investing activities	<u>384,890</u>	<u>1,321</u>
Net increase (decrease) in cash and cash equivalents	858,476	132,971
Cash and cash equivalents - beginning of the year	<u>13,417,306</u>	<u>1,810,227</u>
Cash and cash equivalents - end of the year	<u><u>\$ 14,275,782</u></u>	<u><u>\$ 1,943,198</u></u>
Reconciliation of operating income to net cash from operating activities:		
Operating income	\$ (220,340)	\$ 129,758
Adjustments to reconcile operating income to net cash from (used for) operating activities:		
Depreciation and amortization	2,644,218	-
Pension expense in excess of employer contributions	127,198	-
Change in assets and liabilities		
Receivables	(291,391)	-
Prepaid expenses	4,681	-
Accounts payable	(19,476)	4,332
Accrued compensated absences	(16,467)	(2,440)
Net cash provided by operating activities	<u><u>\$ 2,228,423</u></u>	<u><u>\$ 131,650</u></u>

The accompanying notes are an integral part of the financial statements

CITY OF BARTLETT, TENNESSEE
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2022

	Pension and OPEB Trust Funds
ASSETS	
Cash and cash equivalents	\$ 7,695,046
Interest receivable	143,795
Investments	
Common stock	1,704,233
Exchange traded funds	883,923
Mutual funds	96,734,330
Private real estate fund	3,383,022
Total investments	<u>102,705,508</u>
Total assets	110,544,349
LIABILITIES	
Accounts payable	104,098
NET POSITION	
Restricted for pensions	96,843,853
Restricted for OPEBs	<u>13,596,398</u>
Total net position	<u><u>\$ 110,440,251</u></u>

The accompanying notes are an integral part of the financial statements

CITY OF BARTLETT, TENNESSEE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the Year Ended June 30, 2022

	<u>Pension and OPEB Trust Funds</u>
ADDITIONS	
Contributions:	
Employer	\$ 7,729,001
Plan members	1,285,354
Total contributions	<u>9,014,355</u>
Investment earnings (losses):	
Interest and dividends	3,016,560
Net appreciation in fair value of investments	<u>(19,669,720)</u>
Total investment earnings	<u>(16,653,160)</u>
 Total additions	 (7,638,805)
DEDUCTIONS	
Benefits	7,594,735
Administrative expense	491,279
Total deductions	<u>8,086,014</u>
 Change in net position	 (15,724,819)
 Net position - beginning of the year	 <u>126,165,070</u>
 Net position - end of the year	 <u><u>\$ 110,440,251</u></u>

The accompanying notes are an integral part of the financial statements

CITY OF BARTLETT, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
June 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Bartlett, Tennessee (the "City") is governed by an elected Mayor and a five-member Board of Aldermen. The Executive Branch is organized into the following departments: Administration, Mayor, Finance and Accounting, Education, Police, Fire, Parks and Recreation, Public Works, Planning and Economic Development, Code Enforcement, and Utilities.

Bartlett City Board of Education ("Board of Education" or "Bartlett Schools") was created in 2013 and began operation in July 2013. The Board of Education operates under the City charter and is not a legally separate entity. The Board of Education has a separately elected governing board but is fiscally dependent upon the City. The City provides funding, approves its operating budget, and issues the long-term debt for its capital projects. The Board of Education's funds include the general-purpose fund, federal projects fund, nutrition fund, discretionary grants fund, B. Jackson Memorial Scholarship fund, internal school fund, and capital projects fund are each reported as governmental funds of the City. The Board of Education does not issue separate financial statements.

As required by accounting principles generally accepted in the United States of America, these financial statements present the government and its component units, entities for which the government is financially accountable. Blended component units, although legally separate entities, are, in substance, part of a government's operations. The City has no blended component units or discretely presented component units.

Fiduciary Component Unit:

The City's Employee Retirement Plan Fund, Contributory Retirement Plan Fund, and the City's and the Board of Education's other post-employment benefit trust funds ("City OPEB" and "School OPEB") each represent a fiduciary fund of the City. Each trust fund is a legally separate entity, and the resources of each trust fund cannot be used to finance the City's or School's operations. The City and School are committed to making contributions to their respective trusts, and therefore assume a financial burden for the trust funds and have financial accountability.

B. Basis of Presentation

1. Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector business. 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. Certain eliminations have been made regarding interfund activities, payables, and receivables. All internal balances in the statement of net position have been eliminated except those representing balances between the governmental activities and business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the statement of activities, those transactions between governmental and business-type activities have not been eliminated.

The statement of net position presents information on all the City's assets, deferred outflows of resources, liabilities, deferred inflows of resources, with the differences presented as net position. Net position is reported as one of three categories: net investment in capital assets, restricted, or unrestricted. Restricted net position is further classified as either net position restricted by enabling legislation or net position that is otherwise restricted.

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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Fund Financial Statements

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. The activities of the government are organized into funds, each of which are considered to be separate accounting entities. Each fund is accounted for by providing a set of self-balancing accounts which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance/net position, revenues, and expenditures/expenses. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City has presented all major funds that met the quantitative or qualitative qualifications to be reported as a major fund as separate columns in the fund financial statements. The Capital Projects Fund accounts for most of the City's capital activity, and the School Capital Projects Fund accounts for the School's capital activity; therefore, the City's management has elected to classify both funds as a major funds. The City's major funds are as follows:

Major Governmental Funds: General Fund, School General Purpose Fund, School Federal Projects Fund, Capital Projects Fund, School Capital Projects Fund.

Major Proprietary Fund: Water and Sewer Fund

Detailed descriptions of these funds are presented below.

3. Governmental Fund Financial Statements

Governmental fund financial statements include a balance sheet and statement of revenues, expenditures, and changes in fund balance individually for all major funds and in the aggregate for the remaining nonmajor funds. An accompanying schedule is presented to reconcile and explain the difference in fund balance and changes in fund balances as presented in these statements to net position and changes in net position presented in the government-wide financial statements. The governmental funds of the City are described below:

- a. **General Fund** – The primary operating fund of the City and accounts for all financial resources obtained and used for delivery of those services traditionally provided by a municipal government which are not provided in other funds. Most of the essential governmental services such as police and fire protection, community services, and general administration are reported in the general fund.
- b. **Special Revenue Funds** – These funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted or committed to expenditures for specific purposes. The special revenue funds include the State Street Aid, Solid Waste Control, Drug Enforcement, General Improvement, Drainage Control, Parks Improvement, E-Citation, DEA Task Force, Grants, ARP, Nutrition, Discretionary Grants, Internal School, B. Jackson Memorial Scholarship. The special revenue funds also include the General-Purpose and Federal Projects funds which are considered major funds and are described in further detail below:

School General Purpose Fund – The operating fund of the Bartlett City Board of Education and accounts for all general revenues and other receipts that are not allocated by law or contractual agreement to another Bartlett City Board of Education fund, such as property tax revenue from Shelby County, Tennessee, Basic Education Program (BEP) funds, sales tax, etc. General operating expenditures and capital improvement costs that are not paid through other School funds are paid from this fund.

School Federal Projects Fund – The fund established to account for federal grants that must be spent for a specific purpose such as special education, educator professional development, and economically disadvantaged students.

- c. **Capital Projects Fund** – These funds account for all the financing of major governmental fund capital asset purchases and capital improvement projects. A fund is maintained for the City and the School capital improvement projects i.e. Capital Projects Fund and School Capital Projects Fund.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

4. *Proprietary Fund Financial Statements*

Proprietary fund financial statements include a statement of net position, a statement of revenues, expenses, and changes in net position, and a statement of cash flows individually for all major enterprise funds and in the aggregate for the remaining nonmajor enterprise funds. A column representing internal service funds is also presented in these statements. However, internal service fund balances and activities are combined with the governmental activities in the government-wide financial statements. The proprietary funds of the City are described below:

- a. **Enterprise Fund** – Account for business-like activities provided to the public. The activities are financed primarily by user charges and the measurement of the financial activity focuses on net income measurement similar to private sector businesses.

Water and Sewer Fund – Accounts for water and sewer fees in connection with the operation of the City's water and sewer system. The proceeds of several bond issues and loans have been used specifically for the construction or acquisition of water and sewer systems and facilities. As the intention of the City to repay these bonds and loans through water and sewer fund operations, these obligations are reported in this fund.

- b. **Internal Service Fund** – Used to account for services provided to other departments and agencies of the government on a cost reimbursement basis. The City has two internal service funds: Health and Welfare Fund and Worker's Compensation Fund.

5. *Fiduciary Fund Financial Statements*

Fiduciary fund financial statements include a statement of fiduciary net position and statement of changes in fiduciary net position.

- a. **Pension (and Other Employee Benefit) Trust Fund** – These funds account for the activities and accumulation or resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans and other postemployment benefit plans. Each OPEB accounts solely for the retiree medical benefits.

C. **Measurement Focus and Basis of Accounting**

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide statement of net position and statement of activities, both governmental and business-type activities are presented using the “economic resources” measurement focus. Accordingly, all the City's assets and liabilities, including capital assets and long-term liabilities, along with deferred inflows and outflows of resources, are included in the accompanying statement of net position. The statement of activities presents changes in net position.

Proprietary funds and fiduciary funds are also accounted for using the “economic resources” measurement focus. Accordingly, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources (whether current or noncurrent) are included in the statement of net position. The statement of revenues, expenses, and changes in net position presents revenues (additions) and expenses (deductions) in total net position.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets, deferred outflows of resources, liabilities, and deferred inflows of resources are generally included on their balance sheets. Their operating statements present sources and uses of available resources during a given period. These funds use fund balance as their measure of available resources at the end of the period.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting

The government-wide financial statements are presented using 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. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. 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 producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water and Sewer Fund are charges to customers for sales and services. The Water and Sewer Fund also recognizes as operating revenue the portion of tap fees 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.

Revenues in fiduciary funds are those additions to the plan that are generated from contributions from the City or School and participants and investment related income. Expenses are those deductions to the assets of the plan that arise from the payment of benefits and administrative expenses.

Governmental fund financial statements are reported using the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available to finance expenditures of the current period. Revenues are available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period or up to one year for grant revenues. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property taxes, other local taxes, and intergovernmental revenues. Licenses and permits, charges for services, fines and forfeitures, and miscellaneous revenues are measurable and available only when cash is received by the City. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 1 year of year-end). 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. The issuance of long-term debt is reported as other financing sources.

D - Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balances

1. Deposits and investments

The City considers all highly liquid investments with an original maturity of three months or less when purchased to be cash and cash equivalents. Cash equivalents held by the trustee of the Employee Pension Plan Fund, the Employee Cash Balance Plan Fund, the City OPEB Fund, and the School OPEB Fund are included in cash and cash equivalents. Cash equivalents also include investments in the Local Government Investment Pool ("LGIP") due to the short-term nature of their maturity.

Investments, including pension and other postemployment benefit investments held in fiduciary funds, are reported at fair value except for investments measured using Net Asset Value ("NAV") per share which have no readily determinable fair value and have been determined using amortized cost which approximates fair value. The LGIP qualifies as a 2a7-like pool and is reported at amortized cost using a Stable Net Asset Value which approximates fair value.

Restricted investments consist of assets held in an irrevocable trust for future TCRS pension benefits.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Receivables

All trade and property taxes receivable are shown net of an allowance for uncollectible amounts.

Real and personal property taxes are levied by July 1 for each fiscal year on values assessed as of the prior January 1. The City has an enforceable legal claim as of January 1 (the assessment date). Property taxes are due on December 1 and are considered delinquent after February 28, at which time penalties and interest are assessed and property is available for tax lien. All property taxes are billed and collected by the City.

Property taxes receivable are recognized as of the date the City has an enforceable legal claim. Property taxes are reflected as revenues in the fiscal period for which they are levied, which is the subsequent fiscal year for the current fiscal year's assessment, provided they are received and collected within the current period or within 60 days following the fiscal year end (August 31). Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable, less an estimated allowance for uncollectible taxes, is reported as a deferred inflow of resources as of June 30. Delinquent taxes estimated to be collected subsequent to August 31 are included in the balance sheet as property taxes receivable and a deferred inflow of resources to reflect amounts that were not available as revenues at June 30, 2022. The property tax levy is without legal limit. The rate, as permitted by Tennessee State Law and City Charter, is set annually by the Board of Mayor and Aldermen and collected by the Finance Department.

The Board of Education recognizes its share of real and personal property taxes, sales taxes, and other local taxes as revenue in the fiscal year collected by the State of Tennessee, Shelby County, or the City, as applicable. The Board of Education does not have any taxing authority. Consequently, the Schools rely on a share of real and personal property taxes collected by the Shelby County. The Shelby County tax levy of \$3.45 per \$100 of assessed value includes \$1.64 for both the county schools and the municipal schools of Shelby County. Distribution of the \$1.64 to the county schools and the municipal school districts is based on the average daily attendance of each system. Approximately 76.5% and 23.5% was distributed to Shelby County Schools and the municipal school districts of Shelby County, respectively.

Receivables due from other governments are primarily from the United States government, the State of Tennessee, and Shelby County, Tennessee. No allowance for uncollectible amounts has been recognized.

Governmental funds report unavailable 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 as "unearned revenue". At the end of the current fiscal year, unavailable revenue principally represents amounts relating to property taxes.

Water and sewer revenue is recorded when earned. Customers are billed at various times throughout the month. The estimated value of services provided but unbilled at year end has been included in the accompanying financial statements as unbilled water and sewer receivable.

3. Interfund Transactions

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Permanent reallocations of resources between funds of the City are classified as interfund transfers. For the statement of activities, all transfers between individual governmental funds have been eliminated.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Inventories and prepaid items

Inventories consist of expendable supplies and is presented at the lower of cost or net realizable value. Inventory is charged to operations using average cost. Certain contractual or otherwise required payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of inventory and prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

5. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., streets, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Such assets with an initial, individual cost of more than \$5,000 and an estimated useful life more than two years are recorded at historical cost or estimated historical cost if purchased or constructed. Contributed capital assets are recorded at estimated acquisition value at the date received. Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities) the government chose to include all such items put in place since 1980. The government was able to estimate the historical cost for the initial reporting of these assets through review of historical records, including subdivision bond summaries, contract documents, and capital project summaries.

Land, easements, rights-of-way, and construction in progress are not depreciated. All other capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings and improvements	25-50 years
Other improvements	10-60 years
Machinery and equipment	3-15 years
Vehicles	7-10 years
Infrastructure	20-50 years

7. Deferred outflows of resources

Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and will not be recognized as an outflow of resources (expense) until then. The City has qualifying items for reporting in this category including those related to pension and OPEB changes and employer contributions to the pension plan after the measurement date. In addition, the unamortized discount on refunding reported in the government-wide statement of net position results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

8. Compensated absences

Compensated absences for accumulated unpaid vacation are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, because of employee resignations and retirements. Vacation days earned, not to exceed 30 days, may be carried forward. Compensated absences are paid out of the general fund, solid waste control fund, drainage control fund, and the proprietary fund.

Employees are generally reimbursed for accumulated unused sick leave, not to exceed 60 days, only upon retirement, and only for those employees employed prior to January 1, 1992. Sick leave is not accrued except at the governmental-wide and proprietary fund financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Under the Bartlett City Board of Education's sick leave policy, both certified and classified employees earn one sick day for each month employed and accumulate for an unlimited number of days. Upon retirement, accumulated sick days convert to service time with the Tennessee Consolidated Retirement System (TCRS). If an employee leaves the school district prior to retirement, the accumulated sick days can be carried to another school district or converted to service credit with TCRS. For vacation, an employee may accumulate up to twenty-five vacation days. Unused vacation is paid out for any employee leaving the school district provided they have completed at least six months of service.

9. Long-term obligations

In the governmental-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. Bond issuance costs are expensed when incurred.

In the governmental fund financial statements, bond premiums and discounts, issuance costs are recognized in the current period. The face amount of debt is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether withheld from the actual debt proceeds received, are reported as debt service expenditures.

10. Deferred inflows of resources

Deferred inflows of resources represent an acquisition of net assets that applies to a future period and is not recognized as an inflow of resources (revenue) until that time. The City has several types of items that qualify for reporting in this category including those related to pension and other postemployment benefits. In addition, these items are amounts in the governmental funds that were receivable and measurable at year-end but were not available to finance expenditures for the current year such as unavailable revenues from property taxes and other revenues. Lease related amounts reported in this category are recognized at the inception of leases in which the City is the lessor. The deferred inflow of resources is recorded in an amount equal to the corresponding lease receivable plus certain additional amounts received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The inflow of resources is recognized in a systematic and rational manner over the term of the lease.

11. Net Position and Fund balance

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

Net investment in capital assets – consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Applicable deferred outflows of resources and deferred inflows of resources, if any, should be included in the component of net position.

Restricted net position – consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislations.

Unrestricted net position – all other net position that does not meet the definition of restricted or net investment in capital assets.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Nonspendable – amounts that cannot be spent because they are either in a (a) non-spendable form, including items not expected to be converted to cash (i.e. inventories, prepaid amounts, long-term portion of loans and notes receivable), or (b) legally or contractually required to be maintained intact (i.e. the principal of a permanent fund).

Restricted – amounts constrained to be used for a specific purpose as per external parties, constitutional provision, or enabling legislation.

Committed – amounts constrained to be used for specific purposes by formal action by ordinance adopted by the Board of Mayor and Aldermen and the Bartlett City Board of Education. Amounts classified as committed are not subject to legal enforceability like restricted resources; however, they cannot be used for any other purpose unless the Board removes or changes the commitment by taking the same action it employed to impose the commitment.

Assigned – amounts intended to be used by the City for a specific purpose but are neither restricted nor committed. The intent shall be expressed by the Board of Mayor and Aldermen or a designee authorized by the Board of Mayor and Aldermen with authority to assign amounts. The nature of the actions necessary to remove or modify an assignment is not as rigid as required under a committed fund balance classification. The City Finance Director has been authorized to assign amounts in the general fund for a specific purpose in accordance with fund balance policy established by the Board of Mayor and Aldermen. The Bartlett City Board of Education has the authority to assign the fund balance for the School Funds. Amounts in excess of nonspendable, restricted, and committed fund balance in funds other than the general fund are reported as assigned fund balance.

Unassigned – represents the residual balance available for any purpose in the general fund. In other governmental funds, the classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned. All funds in this category are considered spendable resources. This category also provides the resources necessary to meet unexpected expenditures and revenue shortfalls.

When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it is the policy of the City to generally consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it is the policy of the City that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts. In both instances, when a proposed expenditure is made with specific balances identified as the source of the funding, that specific fund balance will be used.

The Board of Mayor and Aldermen established a financial stabilization account and an emergency account as committed parts of the fund balance for the General Fund. The financial stabilization account is established as 20% of the appropriations for the next fiscal year in order to have a method of dealing with revenue shortages or other unanticipated budgetary needs. The emergency account is established at \$1,000,000 for use in covering catastrophic losses, including natural and man-made disasters.

12. Pensions and Other Postemployment Benefits

The City maintains six defined benefit retirement plans. Two are sponsored by the City and the remaining four are sponsored by the Tennessee Consolidated Retirement System. The City maintains two defined benefit other postemployment benefit plans ("OPEB") sponsored by the City.

For purposes of measuring the net pension and net OPEB asset or liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension and OPEB expense, information about the fiduciary net position, and additions to/deductions from each plan's fiduciary net position have been determined on the same basis as they are reported by the actuaries. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of each plan. Expenses of the plans, such as investment fees, trustee fees, and audit fees, are paid by the plans. However, certain administrative functions are performed by employees of the City and are not reimbursed by the plans. Investments, other than contracts, are reported at fair value. Investment income is recognized as earned. Plan assets do not include any securities of the City nor have any of the plans made any loans to the City.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

13. Fair Value Measurements

Fair value 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 and liabilities recorded at fair value in the statements of net position are categorized based on the level of judgment associated with the inputs used to measure their value. The three categories of level inputs are as follows: Level 1 inputs include unadjusted quoted prices in active markets for identical assets or liabilities accessible at the measurement date; Level 2 inputs include quoted prices for similar assets or liabilities; quoted prices for identical or similar assets or liabilities in inactive markets; or other inputs that can be corroborated by observable market data. Such inputs include market interest rates and volatilities, spreads and yield curves; Level 3 inputs are inputs which are unobservable for the asset or liability and rely on management's own assumptions that market participants would use in pricing the asset or liability. Investments using the Net Asset Value ("NAV") per share have no readily determinable fair value and have been determined using amortized cost which approximates fair value.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. In determining fair value, the City utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs to the extent possible. The methods used may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the City believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at reporting date.

14. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

E – Adoption of New Accounting Standard

Effective July 1, 2021, the City implemented accounting and financial reporting requirements of GASB 87. This statement establishes a single model for lease accounting based on the principle that a lease is a financing of the right to use the underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. At July 1, 2021, the City recognized a long-term lease receivable and corresponding deferred inflow of resources of \$4,000,222 related to leasing equipment for wireless towers. There was no effect on net position as a result of the adoptions of this statement.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary information

The Board of Mayor and Aldermen annually approves the operating budgets of the general, special revenue, debt service, and enterprise funds of the City. The total budgets of these funds constitute legal spending limits, requiring ordinance amendment. The Mayor may approve transfers between line items within a department. Transfers within the funds are accomplished by resolution of the Board of Mayor and Aldermen to authorize expenditures of various grants received and to adjust the individual fund budgets as required within the total dollar limitations of the budget ordinance. While no supplemental appropriations were required during the year, the accompanying budgetary data has been revised for amendments authorized by resolution during the year. The Board of Education annually approves the operating budgets of the general-purpose fund, federal projects fund, nutrition fund, and discretionary grants fund. Annual budgets are adopted on a basis consistent with Tennessee Code Annotated, which is not materially different than the modified accrual basis of accounting for all governmental funds. No approved operating budgets were adopted for the Grants Fund, ARP Fund, Internal School Fund, or B. Jackson Memorial Fund.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

The City and School capital projects funds are appropriated on a project length basis and appropriations for capital projects do not lapse until completion of the project. Because of the project nature of these funds, budgetary comparison schedules on an annual basis do not provide meaningful information and, accordingly, are not presented in the accompanying financial statements.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year end are reported in the assigned fund balance category and do not constitute expenditures or liabilities because the commitments will be appropriated and honored during the subsequent year.

B. Excess of expenditures over appropriations

For the year ended June 30, 2022, no funds had expenditures that exceed appropriations.

C. Deficit fund equity

As of June 30, 2022, the School Capital Projects Fund and Grants Fund had a deficit balance of \$1,638,906 and \$1,062,579, respectively, due to the timing and reimbursement of expenditures.

NOTE 3 - DEPOSITS

Legal Provisions – Deposits must be collateralized by federal depository insurance, the Tennessee Bank Collateral Pool, collateral held by the City's agent in the City's name, collateral held by the Federal Reserve Banks acting as third-party agents, or a combination of these methods. State statute requires that all uninsured deposits with financial institutions must be collateralized by securities whose fair value is equal to 90% of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are insured for purposes of credit risk disclosure.

Custodial Risk – Custodial risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's policy for custodial risk is to follow state guidelines. As of June 30, 2022, all bank deposits were entirely insured by federal depository insurance and collateralized by the Bank Collateral Pool of the State of Tennessee.

NOTE 4 - INVESTMENTS

Legal Provisions – Investments of the primary government are limited to those authorized by Tennessee State Law. State statutes authorize the City to make direct investments in in bonds, notes or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the Local Government Investment Pool ("LGIP"); bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; and nonconvertible debt securities of certain federal government sponsored enterprises. Statutes also require that securities underlying repurchase agreements must have a fair value at least equal to the amount of funds invested in the repurchase transaction. State statutes limit maturities of the above investments to four years from the date of investment unless a greater maturity is approved by the State Director of Finance.

The School is a member of the Tennessee Consolidated Retirement System ("TCRS") Stabilization Reserve Trust. The School has placed funds into the irrevocable trust as authorized by statute under *Tennessee Code Annotated*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the 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 or City. The trust is authorized to make investments as directed by the TCRS Board of Trustees. The School may not impose restrictions on investments placed by the trust on their behalf.

NOTE 4 – INVESTMENTS (CONTINUED)

In addition to investments allowed by the City, the fiduciary funds' investment policies authorize investments in mutual funds, common stocks, and other equities. The Pension Trust Fund's Investment Policy has been formally adopted by the City's Board of Mayor and Aldermen. The investment policies of the fiduciary fund have been formally adopted by the Board and Mayor and Aldermen.

A. Primary Government Investments

The Tennessee Local Government Investment Pool ("LGIP") represents 100% of the primary government's investments at June 30, 2022. These investments are reported at amortized cost which approximates fair value and are included as cash equivalents. The LGIP uses amortized costs rather than fair value to report net position to compute share prices. The Pool maintains a weighted average maturity of 60 days or less.

B. Restricted Investments – TCRS Stabilization Reserve Trust

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. For further information concerning the School Department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://comptroller.tn.gov/advance-search.html>. The following table summarizes fair value disclosures and measurements for Bartlett School's investments held by the TRGT on its behalf June 30, 2022:

Investments at Fair Value	Total	Level 1	Level 2	Level 3
U.S. equity	\$ 301,474	\$ 301,474	\$ -	\$ -
Developed market international equity	136,150	136,150	-	-
Emerging market international equity	38,900	38,900	-	-
U.S. fixed income	194,500	-	194,500	-
Short-term securities	9,725	-	9,725	-
Real estate	97,250	-	-	97,250
	<u>\$ 777,999</u>	<u>\$ 476,524</u>	<u>\$ 204,225</u>	<u>\$ 97,250</u>
Investments at Amortized Cost Using NAV				
Private equity and strategic lending	194,500			
	<u>\$ 972,499</u>			

C. Fiduciary Investments

The City administers three fiduciary funds and Bartlett Schools administers one fiduciary fund whose investments are held by a third-party trustee bank. Additionally, the City and Bartlett Schools utilizes an advisor to select appropriate investment choices. The following table summarizes fair value disclosures and measurements for fiduciary investments at June 30, 2022:

Investments at Fair Value	Total	Level 1	Level 2	Level 3
Fiduciary Activities:				
Common stock	\$ 1,704,233	\$ 1,704,233	\$ -	\$ -
Exchange traded funds	883,923	883,923	-	-
Equity mutual funds	58,585,530	58,585,530	-	-
Fixed income mutual funds	38,148,800	38,148,800	-	-
Private real estate fund	3,383,022	-	-	3,383,022
	<u>\$ 102,705,508</u>	<u>\$ 99,322,486</u>	<u>\$ -</u>	<u>\$ 3,383,022</u>

NOTE 4 – INVESTMENTS (CONTINUED)

The table below set forth a summary of changes in the fair value of level 3 assets for the year ended June 30, 2022:

	Level 3
Balance, beginning of year	\$ 3,204,097
Dividends received and reinvested	169,856
Unrealized appreciation in estimated fair value	50,600
Management fees	(41,531)
Balance, end of year	<u>\$ 3,383,022</u>

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2022:

- *Short-term securities:* generally, include investments in money market-type securities reported at cost plus accrued interest.
- *Equity and equity derivative securities:* Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Level 2 are securities whose values are derived daily from associated traded securities. Level 3 are valued with last trade data having limited trading volume.
- *US Treasury Bills, Bonds, Notes and Futures:* Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. 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 are valued using proprietary information, a single pricing source, or other unobservable inputs related to similar assets or liabilities.
- *Real estate investments:* 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.
- *Private mutual funds, traditional private equity funds, strategic lending funds and real estate funds:* Those 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.

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

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Bartlett Schools does not have the ability to limit TRGT investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City and Bartlett Schools manages its exposure to declines in fair value by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. The City and Bartlett Schools invests operating funds primarily in shorter-term securities or the LGIP and limits the average maturity of the portfolio to those established by TCA 6-5-106 for commercial paper and repurchase agreements and four years for investments in securities of the U.S. Treasury, Federal Government sponsored agencies, or certificates of deposit.

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. The City’s investments in the LGIP are held by the State Treasury, not in the name of the City. The third-party bank is also a participant in the State collateral pool. Pursuant to the trust agreements, investments are held in the TRGT, and each fiduciary trust are for the benefit of the City of Bartlett and Bartlett Schools to pay retirement benefits of their respective employees.

NOTE 4 – INVESTMENTS (CONTINUED)

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Bartlett 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 investment in a single issuer. Bartlett Schools places no limit on the amount the TRGT may invest in one issuer. The City and Bartlett Schools have adopted the investment policy established by TCA 6-5-106 for investments other than those held for Pension and OPEB benefits. The City diversifies its fiduciary fund investment portfolios so that the impact of potential losses from any one type of security or from any one individual issuer will be minimized. The City had no investments that comprised more than 5% of its total investments at June 30, 2022.

NOTE 5 – INTERFUND TRANSACTIONS

The composition of interfund balances as of June 30, 2022, is as follows:

	Payable Fund				
	Major Funds				
		School General Purpose	School Federal Projects	Aggregate Nonmajor Governmental	Total
Receivable Fund	General				
Major Fund					
General	\$ -	\$ 12,875	\$ -	\$ 958,890	\$ 971,765
School General Purpose	27,463	-	1,351,658	67,593	1,446,714
Capital Projects	-	-	-	748,572	748,572
Utility	-	-	-	66	66
Total	\$ 27,463	\$ 12,875	\$ 1,351,658	\$ 1,775,121	\$ 3,167,117

These balances resulted from the time lag between the dates that the interfund goods and services are provided or reimbursable expenditures occur and when payments between funds are made.

The composition of interfund transfers for the year ended June 30, 2022 is as follows:

Transfer Out	Transfer In						Total
	Major Funds					Aggregate Nonmajor Governmental	
	General	School General School	Capital Projects	School Capital Projects	Utility		
Major funds							
General	\$ -	\$ 2,346,019	\$ 1,866,000	\$ -	\$ -	\$ 4,949,014	\$ 9,161,033
School General Purpose	-	-	-	5,485,188	-	1,000,000	6,485,188
Capital Projects	27,117	-	-	-	-	90,000	117,117
School Federal Projects	-	603,366					603,366
Aggregate Nonmajor Governmental	178,582	12,874	3,123,428	-	120,272	74,000	3,509,156
Total	\$ 205,699	\$ 2,962,259	\$ 4,989,428	\$ 5,485,188	\$ 120,272	\$ 6,113,014	\$ 19,875,860

Transfers from the general fund were made to provide sufficient positive fund balance within the special revenue and enterprise funds and to provide capital project funding. Transfers from the School general purpose fund were made to provide sufficient positive fund balance within the other School special revenue funds. Transfers out of the utility fund represent payments in lieu of taxes that are not payments for, and are not reasonably equivalent in value to, services provided.

NOTE 5 – INTERFUND TRANSACTIONS (CONTINUED)

Unrestricted cash in the various funds of the City are pooled in one fund for investment purposes. At each month-end, the interfund balances reflect each fund's portion of the cash/investment pool. Interest income is allocated to each fund based on the interfund balances at the end of the month.

NOTE 6 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022, was as follows:

	Beginning Balance	Increases	Transfers	Decreases	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 13,508,542	\$ -	\$ 10,211	\$ -	\$ 13,518,753
Construction in progress	24,401,685	16,944,801	(13,576,666)	(55,661)	27,714,159
Total capital assets, not being depreciated	37,910,227	16,944,801	(13,566,455)	(55,661)	41,232,912
Capital assets, being depreciated:					
Buildings and improvements	284,198,096	10,858	13,193,039	(1,309,623)	296,092,370
Other improvements	13,514,746	-	75,536	-	13,590,282
Furniture and equipment	20,626,257	6,131,438	9,697	(1,986,914)	24,780,478
Motorized equipment	23,626,831	1,877,663	239,369	(790,292)	24,953,571
Infrastructure	121,045,612	-	48,814	-	121,094,426
Total capital assets, being depreciated	463,011,542	8,019,959	13,566,455	(4,086,829)	480,511,127
Less accumulated depreciation for:					
Buildings and improvements	(42,962,670)	(6,191,643)	-	398,755	(48,755,558)
Other improvements	(7,044,059)	(731,316)	-	-	(7,775,375)
Furniture and equipment	(16,133,810)	(2,718,077)	-	1,773,914	(17,077,973)
Motorized equipment	(16,355,487)	(1,794,881)	-	790,292	(17,360,076)
Infrastructure	(58,469,536)	(2,825,656)	-	-	(61,295,192)
Total accumulated depreciation	(140,965,562)	(14,261,573)	-	2,962,961	(152,264,174)
Total capital assets, being depreciated, net	322,045,980	(6,241,614)	13,566,455	(1,123,868)	328,246,953
Governmental activities capital assets, net	\$ 359,956,207	\$ 10,703,187	\$ -	\$ (1,179,529)	\$ 369,479,865

NOTE 6 – CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Increases	Transfers	Decreases	Ending Balance
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 1,475,223	\$ -	\$ -	\$ -	\$ 1,475,223
Construction in progress	1,759,485	479,143	-	-	2,238,628
Total capital assets, not being depreciated	3,234,708	479,143	-	-	3,713,851
Capital assets, being depreciated:					
Buildings and improvements	125,315	-	-	-	125,315
Other improvements	109,071,831	81,437	-	-	109,153,268
Furniture and equipment	2,074,130	283,906	-	(9,195)	2,348,841
Motorized equipment	1,636,832	-	-	(69,144)	1,567,688
Total capital assets, being depreciated	112,908,108	365,343	-	(78,339)	113,195,112
Less accumulated depreciation for:					
Buildings and improvements	(60,506)	(5,779)	-	-	(66,285)
Other improvements	(48,285,950)	(2,379,414)	-	-	(50,665,364)
Furniture and equipment	(1,454,595)	(157,755)	-	9,195	(1,603,155)
Motorized equipment	(1,265,705)	(101,271)	-	69,144	(1,297,832)
Total accumulated depreciation	(51,066,756)	(2,644,219)	-	78,339	(53,632,636)
Total capital assets, being depreciated, net	61,841,352	(2,278,876)	-	-	59,562,476
Business-type activities capital assets, net	\$ 65,076,060	\$ (1,799,733)	\$ -	\$ -	\$ 63,276,327

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

Governmental Activities:	
General government	\$ 327,889
Public safety	1,731,566
Public works	4,164,856
Parks and recreation	1,084,275
Performing arts center	127,272
Education	6,825,715
Total depreciation expense - governmental activities	<u>\$ 14,261,573</u>
Business-type Activities:	<u>\$ 2,644,219</u>

Construction and other significant commitments

The government has active construction projects as of June 30, 2022. At year end the government's commitments with contractors are as follows:

Function/Activity	Commitment
City construction	
Major roads construction & improvement	\$ 4,916,000
Building improvements	644,000
Vehicles and equipment	1,081,000
Utility construction and improvement	716,000
Education construction	
Building improvements	5,214,000
	<u>\$ 12,571,000</u>

NOTE 7 – LONG-TERM LIABILITIES

1. Long-Term Debt

General obligation and revenue bonds

The City periodically issues general obligation bonds for the acquisition, construction, and improvement of major capital facilities and infrastructure. The bonds are generally issued as 15 to 20-year serial bonds. The City is not subject to any state or other law that limits the amount of net bonded debt a City may have outstanding; therefore, there is no legal debt margin or computation thereof. The City's full faith, credit and unlimited taxing power are pledged to the repayment of all general obligation bond principal and interest and the City is contingently liable for the repayment of revenue bond principal and interest.

Notes from direct borrowings

The City issues capital outlay notes and other loans to provide funds for the acquisition, improvement, and construction of major capital facilities and equipment. Capital outlay notes and other loans are direct obligations and pledge the full faith and credit of the government. Capital outlay notes and other loans outstanding were issued for original terms of up to 8 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. The City's outstanding capital outlay notes contain a provision that in an event of default, outstanding amounts become immediately due if the City is unable to make payment.

On September 28, 2021, the City issued \$4,960,000 (at par) General Obligation Public Improvement and Refunding Bonds, Series 2021, maturing on December 1, 2041 with a true interest cost (TIC) of 1.668%. The bonds were issued for the purposes of (i) financing, in whole or in part, the (a) design, construction, repair and improvement of streets, roads, greenways and bridges, including sidewalks, signage, signalization, drainage improvements, other streetscape improvements and acquisition of rights-of-way in connection therewith; (b) acquisition of all property, real or personal, appurtenant to the foregoing; (c) payment of architectural, engineering, legal, fiscal and administrative costs incident to the foregoing; (d) reimbursement to the City for funds previously expended for any of the foregoing; (ii) refinancing certain outstanding debt of the City, and (iii) paying the costs related to the issuance and sale of the Bonds.

The proceeds of the 2021 Bonds, net of underwriter's discount totaled \$5,549,815. Of this amount \$3,488,790 was deposited with the City. The balance of \$2,061,025 was deposited in an escrow account with U.S. Bank to pay refunded bonds when due. The new money General Obligation Public Improvement Bonds were issued for \$3,075,000 par amount maturing December 2041 with coupons of 3% and 4%. The City issued \$2,040,000 General Obligation Refunding Bonds, Series 2021. The Refunding Series 2021 Bonds refunded certain maturities of General Obligation Bonds Series 2010 and Water and Sewer Bonds Series 2007 and Series 2009. By issuing the Refunding Series 2021 Bonds, the City obtained an estimated economic gain (difference between the present values of the debt service payments on the defeased debt and new debt) of \$142,882. The refunding will reduce the City's debt service payments by an estimated \$172,648. The proceeds of the Refunding Series 2016 Bonds totaled \$2,061,025 and were placed in an escrow account at US Bank to provide funds to current refund \$1,885,000 in Water and Sewer Debt on November 3, 2021 and November 13, 2021.

Settlement Liability

In January 2014, the City and the School entered into a settlement agreement with the Board of Commissioners of Shelby County, Shelby County, Tennessee, and the Shelby County Board of Education. The School agreed to pay the Shelby County Board of Education twelve annual installments of \$608,193. The School elected to establish the liability incurred through the settlement agreement at its present value with a discount rate of 2.41%.

NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)

Debt outstanding as of June 30, 2022 consisted of the following:

	Interest Rates	Maturity Date	Original Issue	Balance Outstanding at Year End
Governmental activities:				
<u>Payable through debt service fund</u>				
General obligation bonds:				
2011 Serial Bonds	2.0 - 2.625%	6/30/2031	\$ 4,545,000	\$ 110,000
2012 Serial Bonds	2.0 - 3.0%	9/1/2032	9,865,000	3,605,000
2013 Serial Bonds	3.0 - 3.625%	9/1/2033	4,690,000	1,515,000
2015 Serial Bonds	2.0 - 5.0%	9/1/2035	5,100,000	3,940,000
2016 Serial Bonds	2.0 - 3.0%	9/1/2036	6,550,000	5,330,000
2017 Serial Bonds	4.0 - 5.0%	9/1/2037	44,930,000	38,370,000
2018 Serial Bonds	4.0 - 5.0%	9/1/2038	5,295,000	4,780,000
2019 Serial Bonds	4.0 - 5.0%	9/1/2039	6,560,000	6,140,000
2021 Serial Bonds	3.0 - 4.0%	12/1/2041	3,075,000	3,075,000
2021 Serial Bonds	3.0 - 4.0%	12/1/2030	1,125,000	740,000
			<u>91,735,000</u>	<u>67,605,000</u>
Notes from direct borrowings:				
2008 TML Note*	*0.66%	5/25/2029	1,350,000	611,000
Capital Note 2015	2.03%	8/1/2022	1,064,000	162,000
Capital Note 2016	1.94%	8/1/2023	1,127,500	339,000
Capital Note 2017	2.33%	8/1/2024	1,969,150	885,000
Capital Note 2018	3.49%	8/1/2025	1,355,000	814,000
Capital Note 2019	3.14%	8/1/2026	1,410,000	1,038,000
Capital Note 2019	3.14%	8/1/2026	1,030,000	758,000
Capital Note 2020	2.05%	6/1/2028	2,000,000	1,542,000
Capital Note 2020	1.97%	12/15/2020	8,000,000	7,670,000
Capital Note 2021	1.80%	2/19/2021	2,000,000	1,849,000
Capital Note 2021	1.96%	3/23/2021	789,334	730,000
			<u>22,094,984</u>	<u>16,398,000</u>
<u>Payable through school general purpose fund</u>				
Settlement Liability	2.41%	11/1/2025	6,351,216	2,432,772
			<u>\$ 120,181,200</u>	<u>\$ 86,435,772</u>
Business-type activities:				
<u>Payable through utility fund</u>				
Revenue bonds:				
2010 Serial Bonds	2.0 - 2.65%	9/1/2032	\$ 3,115,000	\$ 100,000
2011 Serial Bonds	2.0 - 2.75%	9/1/2033	4,305,000	485,000
2012 Serial Bonds	2.0 - 3.0%	9/1/2035	3,440,000	1,585,000
2013 Serial Bonds	3.0 - 3.625%	9/1/2036	2,005,000	915,000
2021 Serial Bonds	4.0%	6/30/2028	405,000	355,000
2021 Serial Bonds	3 - 3.625%	5/25/2029	1,000,000	405,000
			<u>14,270,000</u>	<u>3,845,000</u>
Notes from direct borrowings:				
2008 TML note*	*0.22%	5/25/2029	1,000,000	453,000
			<u>\$ 15,270,000</u>	<u>\$ 4,298,000</u>

*Variable rate Tennessee Municipal Bond Fund loan rate for June 30, 2022 was .66%

NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)

Annual debt service requirements to maturity for bonds payable are as follows:

Years Ending June 30	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2023	\$ 3,900,000	\$ 2,653,813	\$ 765,000	\$ 103,703
2024	3,880,000	2,496,129	675,000	83,546
2025	3,980,000	2,338,369	455,000	68,380
2026	4,155,000	2,173,088	465,000	55,752
2027	3,705,000	2,005,100	250,000	45,093
2028-2032	19,945,000	7,467,756	980,000	115,695
2033-2037	21,810,000	3,316,113	255,000	7,650
2038-2042	6,230,000	250,950	-	-
	<u>\$ 67,605,000</u>	<u>\$ 22,701,318</u>	<u>\$ 3,845,000</u>	<u>\$ 479,819</u>

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

Years Ending June 30	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2023	\$ 2,018,000	\$ 334,393	\$ 57,000	\$ 2,990
2024	1,903,000	288,498	59,000	2,614
2025	1,777,000	244,778	62,000	2,224
2026	1,514,000	205,195	64,000	1,815
2027	1,332,000	171,998	67,000	1,392
2028-2032	3,608,000	589,657	144,000	1,398
2033-2037	2,385,000	294,561	-	-
2038-2041	1,861,000	74,220	-	-
	<u>\$ 16,398,000</u>	<u>\$ 2,203,300</u>	<u>\$ 453,000</u>	<u>\$ 12,433</u>

Future payments under the settlement liability are as follows:

Years Ending June 30	Settlement Liability
2023	\$ 608,193
2024	608,193
2025	608,193
2026	608,193
Total payments	2,432,772
Less amount representing interest	(141,277)
Present value of minimum payments	<u>\$ 2,291,495</u>

NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)**2. Changes in long-term liabilities**

A summary of long-term liability activity, including debt, for the year ended June 30, 2022 is as follows. Additional detailed information is available following the summary.

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
General obligation bonds	\$ 68,690,000	\$ 4,200,000	\$ (5,285,000)	\$ 67,605,000	\$ 3,555,000
Unamortized premiums	8,406,920	532,560	(613,944)	8,325,536	-
Total bonds	77,096,920	4,732,560	(5,898,944)	75,930,536	3,555,000
Notes from direct borrowings	18,528,334	-	(2,130,334)	16,398,000	2,018,000
Settlement obligation	3,040,965	-	(608,193)	2,432,772	608,193
Unamortized discount	(210,256)	-	68,979	(141,277)	-
Total settlement obligation	2,830,709	-	(539,214)	2,291,495	608,193
Capital lease payable	1,273,450	-	(1,273,450)	-	-
Total long-term debt	99,729,413	4,732,560	(9,841,942)	94,620,031	6,181,193
Compensated absences	3,723,944	853,642	(428,442)	4,149,144	728,157
	<u>\$ 103,453,357</u>	<u>\$ 5,586,202</u>	<u>\$ (10,270,384)</u>	<u>\$ 98,769,175</u>	<u>\$ 6,909,350</u>
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities:					
Revenue bonds	\$ 4,920,000	\$ 760,000	\$ (1,835,000)	\$ 3,845,000	\$ 765,000
Unamortized premiums	191,598	99,782	(45,684)	245,696	-
Total bonds	5,111,598	859,782	(1,880,684)	4,090,696	765,000
Notes from direct borrowings	507,000	-	(54,000)	453,000	57,000
Total long-term debt	5,618,598	859,782	(1,934,684)	4,543,696	822,000
Compensated absences	175,550	25,203	(41,670)	159,083	26,681
	<u>\$ 5,794,148</u>	<u>\$ 884,985</u>	<u>\$ (1,976,354)</u>	<u>\$ 4,702,779</u>	<u>\$ 848,681</u>

For governmental activities, compensated absences are generally liquidated by the general fund and School general purpose fund.

NOTE 8 – DEFERRED LOSS ON REFUNDING

The unamortized deferred loss on refunding relates to General Obligation Refunding Bonds for governmental activities and Water and Sewer Revenue Refunding Bonds for business-type activities. Deferred loss on refunding reported in the statement of net position at June 30, 2022 consists of the following:

	Governmental Activities	Business-Type Activities	Total
Series 2011	\$ 1,097	\$ 2,568	\$ 3,665
Series 2012	61,134	22,060	83,194
Series 2016	804	-	804
Series 2021	(43,633)	-	(43,633)
	<u>\$ 19,402</u>	<u>\$ 24,628</u>	<u>\$ 44,030</u>

NOTE 9 – NET POSITION AND FUND BALANCES BY PURPOSE

Following is more detailed calculation of the government-wide net investment in capital assets:

	Governmental Activities	Business-Type Activities	Total
Capital assets, net of accumulated depreciation	\$ 369,479,865	\$ 63,276,327	\$ 432,756,192
Deferred loss on refunding	19,402	24,628	44,030
Total outstanding balance of capital debt	(71,096,401)	(4,427,061)	(75,523,462)
Unspent proceeds related to debt	5,505,287	-	5,505,287
Net investment in capital assets	<u>\$ 303,908,153</u>	<u>\$ 58,873,894</u>	<u>\$ 362,782,047</u>

Following is more detailed information on the governmental fund balances:

	General	School General Purpose	School Federal Projects	Capital Projects	School Capital Projects	Nonmajor Governmental Funds	Total
Nonspendable for:							
Inventory	\$ 215,097	\$ -	\$ -	\$ -	\$ -	\$ 76,869	\$ 291,966
Prepaid expenditures	18,387	-	516,534	-	-	122,875	657,796
Total nonspendable fund balance	233,484	-	516,534	-	-	199,744	949,762
Restricted for:							
Family assistance	54,753	-	-	-	-	-	54,753
J. Rainey volunteer fund	9,392	-	-	-	-	-	9,392
Internal school funds	-	-	-	-	-	1,948,136	1,948,136
Scholarship fund	-	-	-	-	-	24,330	24,330
Capital projects	-	-	-	3,523,787	-	-	3,523,787
Solid waste	-	-	-	-	-	2,837,008	2,837,008
Drug enforcement	-	-	-	-	-	467,752	467,752
DEA task force	-	-	-	-	-	180,968	180,968
E-citation	-	-	-	-	-	6,849	6,849
Grant programs	-	-	-	-	-	1,522	1,522
Sexual offender registry program	3,870	-	-	-	-	-	3,870
Police Criminal Seizures	38,077	-	-	-	-	-	38,077
Stabilization reserve trust	-	972,499	-	-	-	-	972,499
Education	-	-	-	-	-	1,964,908	1,964,908
Total restricted fund balance	106,092	972,499	-	3,523,787	-	7,431,473	12,033,851
Committed for:							
Financial stabilization	12,650,610	-	-	-	-	-	12,650,610
Emergency purposes	1,000,000	-	-	-	-	-	1,000,000
Public safety	750,000	-	-	-	-	-	750,000
State street aid	-	-	-	-	-	392,377	392,377
General improvement	-	-	-	-	-	196,722	196,722
Drainage control	-	-	-	-	-	121,352	121,352
Parks improvement	-	-	-	-	-	391,841	391,841
Capital projects	-	8,819,058	-	-	-	-	8,819,058
Debt service	-	-	-	-	-	4,227,258	4,227,258
Total committed fund balance	14,400,610	8,819,058	-	-	-	5,329,550	28,549,218
Assigned to:							
Capital projects	-	22,750,000	-	4,709,702	-	-	27,459,702
OPEB trust payments	-	2,000,000	-	-	-	-	2,000,000
Education	-	5,705,117	-	-	-	-	5,705,117
Debt service	-	1,000,000	-	-	-	-	1,000,000
General government	13,396	-	-	-	-	-	13,396
Public safety	266,710	-	-	-	-	-	266,710
Public works	145,469	-	-	-	-	-	145,469
Parks and recreation	121,464	-	-	-	-	-	121,464
Performing arts center	1,000	-	-	-	-	-	1,000
Total assigned fund balance	548,039	31,455,117	-	4,709,702	-	-	36,712,858
Unassigned	20,614,797	-	-	-	(1,638,906)	(1,062,579)	17,913,312
Total fund balances	<u>\$ 35,903,022</u>	<u>\$ 41,246,674</u>	<u>\$ 516,534</u>	<u>\$ 8,233,489</u>	<u>\$ (1,638,906)</u>	<u>\$ 11,898,188</u>	<u>\$ 96,159,001</u>

NOTE 9 – NET POSITION AND FUND BALANCES BY PURPOSE (CONTINUED)

Encumbrances included in governmental fund balances are as follows:

	General Fund	Capital Projects Fund	Aggregate Other Funds	Total
Major road construction and improvements	\$ -	\$ 4,855,990	\$ -	\$ 4,855,990
Building improvements	147,702	493,430	3,010	644,142
Vehicles and equipment	307,745	724,718	47,248	1,079,711
Other encumbrances	92,592	20,000	1,546	114,138
	<u>\$ 548,039</u>	<u>\$ 6,094,138</u>	<u>\$ 51,804</u>	<u>\$ 6,693,981</u>

NOTE 10 – DEFINED BENEFIT PENSION PLANS

The Retirement System of the City of Bartlett is the administrator of two defined benefit single-employer Public Employee Retirement Plans established by the City to provide pension benefits for its employees. Each plan is considered a part of the City's financial reporting entity and is included in the City's financial reports as a pension trust fund. The City separately issues a publicly available financial report that includes the financial statements and required supplementary information for the Employee Pension Plan. That report may be obtained by writing to City of Bartlett, P.O. Box 341148, Bartlett, TN 38134-1148. The City does not issue a stand-alone financial report for the Employee Cash Balance Plan. Benefits and contributions are established by the City and may be amended only by the Board of Mayor and Aldermen.

- I. **Retirement System of the City of Bartlett Defined Benefit Plan ("Employee Pension Plan")** – Employees of the City originally were eligible to participate in this plan. The plan, as amended on March 29, 2001, was created on July 1, 1989, with the transfer of assets from a defined contribution money purchase plan discontinued on June 30, 1989. Full-time employees hired before July 1, 2014, were eligible at date of employment as a condition of such employment. Effective June 30, 2014, the plan was closed to new employees, but continues to provide benefits to existing members.
- II. **City of Bartlett, Tennessee Retirement Plan ("Employee Cash Balance Plan")** – Employees hired on or after July 1, 2014, and after are eligible for this plan and shall become a participant on the first day of hire.

The Bartlett City Board of Education participates in the following defined benefit multiple-employer Public Employee Retirement Plans administered by the Tennessee Consolidated Retirement System ("TCRS"):

- III. **Legacy Public Employee Retirement Plan ("BOE Legacy")** – Certain administrative employees of the Bartlett City Board of Education with membership in TCRS prior to July 1, 2014, are included in this plan. This plan was closed to new membership on June 30, 2014 but continues to provide benefits to existing members. This is an agent multiple-employer pension plan.
- IV. **Hybrid Public Employee Retirement Plan ("BOE Hybrid")** – Certain administrative employees of the Bartlett City Board of Education with membership in TCRS beginning on or after July 1, 2014, are included in this plan. This plan is a hybrid plan which features both a defined contribution element and a pension plan element. This is an agent multiple-employer pension plan.
- V. **Teacher Legacy Pension Plan ("Teacher Legacy")** – Teachers with membership in TCRS prior to July 1, 2014, are included in this plan. The plan was closed to new membership on June 30, 2014 but continues to provide benefits to existing members. The plan is a cost sharing multiple-employer pension plan.
- VI. **Teacher Retirement Plan ("Teacher Hybrid")** – Teachers with membership in TCRS beginning July 1, 2014, are included in this plan. The plan is a hybrid plan which features both a defined contribution element and a pension plan element. The plan is a cost sharing multiple-employer pension plan.

The TCRS was created by state statute under Tennessee Code Annotated Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/tcrs. Tennessee Code Annotated Title 8, Chapters

NOTE 10 – DEFINED BENEFIT PENSION PLANS (CONTINUED)

34-37 establishes the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute.

The net pension assets, deferred outflows of resources related to pensions, net pension liabilities, deferred inflows of resources related to pensions, and pension expense reported on the statement of net position are summarized as follows:

	Net Pension Asset	Deferred Outflows of Resources	Net Pension Liability	Deferred Inflows of Resources	Pension Expense
Governmental Activities					
Employee Pension Plan	\$ -	\$ 17,165,718	\$ 39,189,719	\$ 3,730,329	\$ 4,678,583
Employee Cash Balance Plan	77,341	218,156	-	230,764	456,239
BOE Legacy Plan	1,027,385	1,297,270	-	1,404,411	608,365
BOE Hybrid Plan	237,716	390,838	-	205,220	9,489
Teacher Legacy Plan	47,590,452	16,523,850	-	42,123,585	(7,403,953)
Teacher Hybrid Plan	667,906	472,858	-	544,454	77,377
Total governmental activities	\$ 49,600,800	\$ 36,068,690	\$ 39,189,719	\$ 48,238,763	\$ (1,573,900)
Business-Type Activities					
Employee Pension Plan	\$ -	\$ 1,345,644	\$ 3,072,138	\$ 292,426	\$ 366,762
Employee Cash Balance Plan	6,239	17,598	-	18,614	36,802
Total business-type activities	\$ 6,239	\$ 1,363,242	\$ 3,072,138	\$ 311,040	\$ 403,564
Totals	\$ 49,607,039	\$ 37,431,932	\$ 42,261,857	\$ 48,549,803	\$ (1,170,336)

For governmental activities, pension liability is generally liquidated by the general and School general purpose funds.

A. General Information about the Pension Plans**Benefits Provided**

Under the Employee Pension Plan, members are eligible to retire with an unreduced benefit at age 55 with 25 years of service credit or age 65 with 5 years of service credit. A reduced early retirement benefit is available at age 55 with 15 years of service credit. The retirement benefit is calculated at 2.5% of average compensation during the highest consecutive 3 years of service multiplied by years of credit service not in excess of 25 plus 1% of average compensation multiplied by years of service greater than 25 but less than 35, with a maximum benefit of 72.5% of average compensation. Employees are 100% vested only after 5 years of service. A variety of death benefits are available under various eligibility criteria.

Under the Employee Cash Balance Plan, eligible employees must contribute 5% of their pay. The City matches the 5% and guarantees a 5% return. Participants are 100% vested in their contributions when they are made. Participants are 100% vested in employer matching contributions after 5 years of service. The plan is portable and may be taken with the employee after vesting.

Under the BOE Legacy Plan and Teacher Legacy Plan, members are eligible to retire with an unreduced benefit at age 60 with 5 years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest 5 consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available at age 55 and vested. Under the BOE Hybrid Plan and Teacher Hybrid Plan, members 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. A reduced early retirement benefit is available at age 60 and vested or pursuant to the rule of 80.

NOTE 10 – DEFINED BENEFIT PENSION PLANS (CONTINUED)

Benefits for the TCRS plans are determined by a formula using the member's highest 5 consecutive year average compensation and the member's years of service credit. Members vest with 5 years of service credit. Service-related disability benefits are provided regardless of length of service. 5 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% 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%, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A 1% 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 Legacy Plan and Teacher Hybrid Plan, benefit terms and conditions, including COLAs, can be adjusted on a prospective basis. Moreover, under the BOE Hybrid Plan, Teacher Legacy Plan, and Teacher Hybrid Plan, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Employees Covered by Benefit Terms

The City Employee Pension Plan and Employee Cash Balance Plan have a measurement date of June 30, 2022 while the School TCRS Plans have a measurement date of June 30, 2021. As of the respective plan measurement dates, the following employees were covered by the benefit terms of the single-employer and agent multi-employer plans:

	City Pension Plan	City Cash Balance Plan	School TCRS BOE	
			Legacy Plan	Hybrid Plan
Inactive employees or beneficiaries currently receiving benefits	230	1	52	1
Inactive employees entitled to but not yet receiving benefits	40	21	51	55
Active employees	273	249	119	125
	543	271	222	181

Contributions

Under the Employee Pension Plan and Employee Cash Balance Plan, covered employees are required to contribute 4% and 5% of earnings to the retirement plan, respectively. Employer contributions are based on an actuarially determined rate.

Under the TCRS Plans, contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or, for the BOE Hybrid Plan and Teacher Hybrid Plan, by automatic cost controls set by law. Employees contribute 5% of salary. The Board of Education makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions are required to be paid. The TCRS may intercept the Board of Education's state shared taxes if required employer contributions are not remitted. The employer rate and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability. Per statutory provisions governing TCRS, the employer contribution rate for the BOE Hybrid Plan and Teacher Hybrid Plan cannot be less than 4%, except in years when the maximum funded level, as established by the TCRS Board of Trustees is reached.

Employer contributions to each plan for the year ended June 30, 2022 were as follows:

	City Pension Plan	City Cash Balance Plan	School TCRS BOE		School TCRS Teacher	
			Legacy Plan	Hybrid Plan	Legacy Plan	Hybrid Plan
Employer contributions	\$ 4,238,776	\$ 382,352	\$ 406,049	\$ 116,299	\$ 3,620,398	\$ 219,337
Covered payroll	17,702,771	11,121,326	4,386,249	4,991,401	35,800,498	10,404,912
As a percentage of covered payroll	23.94%	3.44%	9.26%	2.33%	10.11%	2.11%

NOTE 10 – DEFINED BENEFIT PENSION PLANS (CONTINUED)

For the year ended June 30, 2022, employer contributions to the School TCRS BOE Hybrid Plan and School TCRS Teacher Hybrid Plan included contributions to the Pension Stabilization Reserve Trust of 1.67% and 1.89%, respectively, of covered payroll.

B. Actuarial Assumptions

Actuarial valuations for the City and School pension plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of contributions, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of Trust assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. As such, the actuarial calculation of the pension plans reflect a long-term perspective. Actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future.

City Administered Employee Pension Plan

The total pension liability was determined as part of the June 30, 2022 actuarial valuation using the entry age normal level percent of pay cost method. Significant actuarial assumptions used in the valuation include:

Inflation	2.5%
Salary increases	3.5%, compounded annually
Investment rate of return	7.25%, net of investment expense, including inflation
Mortality table	Pub G-2010 for general employees ages 18-54 Pub-2010 for healthy employees over age 54

Investment Policy

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis 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 weighing the expected future real rates of return by the target asset allocation percentage.

Asset Class	Minimum	Maximum
U.S. equity	24%	54%
International equity	6%	36%
Fixed income	20%	55%
Cash equivalents	0%	15%

Rate of Return

For the year ended June 30, 2022, the annual approximate rate of return on investments was -13.34%. The rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts invested.

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that contributions from the City will be made at actuarially determined rates. Based on those assumptions, the pension plans' 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 was applied to all periods projected benefit payments to determine the total pension liability.

NOTE 10 – DEFINED BENEFIT PENSION PLANS (CONTINUED)

City Administered Employee Cash Balance Plan

The total pension liability was determined as part of the June 30, 2022 actuarial valuation using the entry age normal level percent of pay, actuarial cost method. Significant actuarial assumptions used in the valuation include:

Inflation	2.5%
Salary increases	3.5%, including inflation
Investment rate of return	5.0%, net of investment expense, including inflation
Mortality table	IRS applicable mortality – post-retirement only

Investment Policy

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis 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 weighing the expected future real rates of return by the target asset allocation percentage.

Asset Class	Minimum	Maximum
U.S. equity	24%	54%
International equity	6%	36%
Fixed income	20%	55%
Cash equivalents	0%	15%

Rate of Return

For the year ended June 30, 2022, the annual approximate rate of return on investments was -11.6%. The rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts invested.

Discount Rate

The discount rate used to measure the total pension liability was 5%. The projection of cash flows used to determine the discount rate assumed that contributions from the City will be made at actuarially determined rates. Based on those assumptions, the pension plans' 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 was applied to all periods projected benefit payments to determine the total pension liability.

TCRS Administered Pension Plans

The total pension liability as of June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	Graded salary ranges from 8.72% to 3.44% based on age, including inflation, averaging 4.00%
Investment rate of return	6.75%, net of investment expense, including inflation
Cost-of-Living Adjustment	2.125%
Mortality rates	Actual experience including an adjustment for anticipated movement

The actuarial assumptions used in the June 30, 2021 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 reflect more closely actual and expected future experience.

NOTE 10 – DEFINED BENEFIT PENSION PLANS (CONTINUED)

Changes of assumptions

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

Investment Policy

The long-term expected rate of return on pension plan investments were 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%. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return	Target Allocation
U.S. equity	4.88%	31%
Developed market international equity	5.37%	14%
Emerging market international equity	6.09%	4%
Private equity and strategic lending	6.57%	20%
U.S. fixed income	1.20%	20%
Real estate	4.38%	10%
Short-term securities	0.00%	1%
		<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% based on a blending of the factors described above.

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 employee contributions will be made at the current rate and that contributions from the Board of Education 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 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 total pension liability.

NOTE 10 – DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Net Pension Liability (Asset)

The net pension liability (asset) for each City administered plan was measured as of June 30, 2022 and each TCRS administered plan was measured as of June 30, 2021. The total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of the respective dates. The components of the net pension liability (asset) as of those dates are as follows:

	Agent Plans				Cost-Sharing Plans	
	City Pension Plan	City Cash Balance Plan	School TCRS BOE Legacy Plan	School TCRS BOE Hybrid Plan	School TCRS Teacher Legacy Plan	School TCRS Teacher Hybrid Plan
Total Pension Liability						
Service cost	\$ 1,841,594	\$ 1,073,360	\$ 654,878	\$ 259,780		
Interest	9,154,207	160,637	465,776	79,970		
Differences between expected and actual experience	1,340,333	(88,462)	(94,991)	(63,227)		
Changes in assumptions	-	-	514,801	109,817		
Benefit payments, including refunds	(5,733,293)	(242,889)	(96,871)	(18,754)		
Net change in total pension liability	6,602,841	902,646	1,443,593	367,586		
Total pension liability - beginning	128,170,189	3,346,454	5,818,049	852,638		
Total pension liability - ending	134,773,030	4,249,100	7,261,642	1,220,224		
Plan Fiduciary Net Position						
Contributions - employer	\$ 4,238,776	\$ 382,352	\$ 456,565	\$ 82,556		
Contributions - employee	729,489	554,062	246,262	186,399		
Net investment income	(14,304,307)	(517,347)	1,638,790	274,398		
Benefit payments	(5,733,293)	(242,889)	(96,871)	(18,754)		
Administrative expense	(401,662)	(27,464)	(10,813)	(10,496)		
Net change in plan fiduciary net position	(15,470,997)	148,714	2,233,933	514,103		
Plan fiduciary net position - beginning	107,982,170	4,183,966	6,055,094	943,837		
Plan fiduciary net position -ending	92,511,173	4,332,680	8,289,027	1,457,940		
Net pension liability (asset)	\$ 42,261,857	\$ (83,580)	\$ (1,027,385)	\$ (237,716)		
Plan fiduciary net position as a percentage of the total pension liability	68.64%	101.97%	114.15%	119.48%		
Proportionate share of net pension liability (asset)					\$ (47,590,452)	\$ (667,906)
Proportionate share at June 30, 2021 measurement date					1.103357%	0.616598%
Proportionate share at June 30, 2020 measurement date					1.069688%	0.605508%

The School's proportion of the net pension liability (asset) was based on School's share of contributions to each cost-sharing plan relative to the contributions of all participating LEAs. Detailed information about each cost-sharing pension plan's fiduciary net position is available in a separately issued TCRS financial reports.

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

The following presents the net pension liability (asset) or proportionate share of net pension liability (asset) of the City and Bartlett Schools related to each plan calculated using the current discount rates as well as what the net pension liability (asset) or proportionate share of net pension liability (asset) 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:

	Current Rate	1% Decrease	Current Rate	1% Increase
Net pension liability (asset)				
City Employee Pension Plan	7.25%	\$ 59,411,277	\$ 42,261,857	\$ 27,865,519
City Employee Cash Balance Plan	5.00%	928,899	(83,580)	(869,700)
School TCRS BOE Legacy Plan	6.75%	99,562	(1,027,385)	(1,951,950)
School TCRS BOE Hybrid Plan	6.75%	48,540	(237,716)	(460,644)
Proportionate share of the net pension liability (asset)				
School TCRS Teacher Legacy Plan	6.75%	\$ (8,469,499)	\$ (47,590,452)	\$ (80,146,888)
School TCRS Teacher Hybrid Plan	6.75%	229,608	(667,906)	(1,329,855)

NOTE 10 – DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2022, the City reported pension expense and deferred outflows of resources and deferred inflows of resources related to each plan from the following sources:

	City Pension Plan	City Cash Balance Plan	School TCRS BOE		School TCRS Teacher	
			Legacy Plan	Hybrid Plan	Legacy Plan	Hybrid Plan
Pension Expense (Negative Pension Expense)	\$ 5,045,345	\$ 493,041	\$ 608,365	\$ 9,489	\$ (7,403,953)	\$ 77,377
Deferred Outflows of Resources						
Differences between expected and actual experience	\$ 3,031,773	\$ -	\$ 462,667	\$ 172,976	\$ 159,930	\$ 11,620
Net difference between projected and actual earnings on plan investments	8,883,683	235,754	-	-	-	-
Changes in assumptions	6,595,906	-	428,554	101,563	12,715,373	240,908
Changes in proportion of net pension liability (asset)	-	-	-	-	28,149	993
Contributions subsequent to the measurement date of June 30, 2021	-	-	406,049	116,299	3,620,398	219,337
	<u>\$ 18,511,362</u>	<u>\$ 235,754</u>	<u>\$ 1,297,270</u>	<u>\$ 390,838</u>	<u>\$ 16,523,850</u>	<u>\$ 472,858</u>
Deferred Inflows of Resources						
Differences between expected and actual experience	\$ 4,022,755	\$ 249,378	\$ 526,458	\$ 56,904	\$ 3,969,198	\$ 122,213
Net difference between projected and actual earnings on plan investments	-	-	877,953	148,316	37,952,322	384,465
Changes in assumptions	-	-	-	-	-	-
Change in proportion of net pension liability (asset)	-	-	-	-	202,065	37,776
	<u>\$ 4,022,755</u>	<u>\$ 249,378</u>	<u>\$ 1,404,411</u>	<u>\$ 205,220</u>	<u>\$ 42,123,585</u>	<u>\$ 544,454</u>

The amounts shown above for “Contributions subsequent to the measurement date of June 30, 2021,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows for the years ending June 30:

	City Pension Plan	City Cash Balance Plan	School TCRS BOE		School TCRS Teacher	
			Legacy Plan	Hybrid Plan	Legacy Plan	Hybrid Plan
2023	\$ 2,235,736	\$ 14,873	\$ (77,280)	\$ (9,113)	\$ (6,945,061)	\$ (88,179)
2024	2,083,616	21,631	(70,042)	(8,454)	(6,614,256)	(86,075)
2025	1,926,562	16,444	(144,188)	(8,253)	(5,418,578)	(85,475)
2026	5,012,795	137,233	(221,680)	(11,891)	(10,242,238)	(95,150)
2027	593,756	(11,393)	-	27,565	-	7,397
Thereafter	2,636,142	(192,412)	-	79,465	-	56,549

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

NOTE 10 – DEFINED BENEFIT PENSION PLANS (CONTINUED)**E. Trusted Pension Plan without Stand-Alone Financial Statements**

The City Cash Balance Plan does not issue stand-alone financial reports and is not included in the report of a public employee retirement system or report of another entity. The plan financial statements are as follows:

	<u>City Cash Balance Plan</u>
<u>Statements of Pension Trust Net Position</u>	
ASSETS	
Cash and cash equivalents	\$ 214,196
Interest receivable	5,058
Investments, at fair value:	
Common stock	530,842
Mutual funds	3,596,688
Total investments	<u>4,127,530</u>
Total assets	<u>4,346,784</u>
LIABILITIES	
Accounts payable	<u>14,104</u>
NET POSITION	
Restricted for pension	<u><u>\$ 4,332,680</u></u>
<u>Statements of Changes in Pension Plan Net Position</u>	
ADDITIONS	
Contributions:	
Employer	\$ 382,352
Plan members	554,062
Total contributions	<u>936,414</u>
Investment earnings (losses):	
Interest and dividends	81,105
Net loss in fair value of investments	(598,452)
Total investment earnings	<u>(517,347)</u>
Total additions	419,067
DEDUCTIONS	
Benefits	242,889
Administrative expense	27,464
Total deductions	<u>270,353</u>
Change in net position	148,714
NET POSITION RESTRICTED FOR PENSION	
Beginning of year	4,183,966
End of year	<u><u>\$ 4,332,680</u></u>

NOTE 11 – DEFINED CONTRIBUTION EMPLOYEE BENEFIT PLAN

School TCRS Hybrid 401k Plans

The Teacher Retirement Plan and the Hybrid Public Employee Retirement Plan (the Hybrid Plans) provide a combination of a defined benefit plan and a defined contribution plan. The defined benefit portion of the Hybrid Plans are managed by TCRS. The defined contribution assets are deposited into the State's 401(k) plan where the employee manages the investments within the 401(k) plan. Participants may, at their option, contribute 2% of their salaries and employers are required to contribute 5% of those salaries to the defined contribution (401(k)) portion of the Hybrid plans. Participants are immediately vested in contributions. Contributions are made on a tax-deferred basis. During 2022, the Board of Education's employer contribution to the Hybrid Plans was \$898,585.

NOTE 12 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB)

The City of Bartlett and Bartlett Schools each administer a single employer defined benefit other postemployment plan to provide health care benefits to certain employees and elected officials under the provisions of the Retirement System of the City of Bartlett i.e. City of Bartlett, Tennessee Other Postemployment Benefit Plan and Bartlett City Board of Education Other Postemployment Benefit Plan.

- I. **City of Bartlett, Tennessee Other Postemployment Benefit Plan ("City OPEB Plan")** – Certain employees and elected officials who have at least 15 years of service and who have attained the age of 55 and participate in the healthcare plan for a minimum of one year are eligible to participate.
- II. **Bartlett City Board of Education Other Postemployment Benefit Plan ("School OPEB Plan")** – Employees who retire from the School and qualify under TCRS may be eligible for the plan. Eligible employees must complete 15 years of continuous service with the Bartlett City Board of Education. Those who are former employees of Shelby County School District or Memphis City Schools must have 15 years of continuous service with Bartlett City Schools, Shelby County, and/or Memphis City Schools prior to retirement. Non-legacy employees are not eligible for any postemployment health benefits. Eligible employees must be enrolled in the healthcare plan for one year immediately before the retirement date.

The plans are considered part of the City's financial reporting entity and are included in the City's financial reports as an OPEB trust funds. Stand-alone financial reports are not issued for either plan. Benefits provided including coverage and eligibility and contribution requirements of the City OPEB plan and School OPEB plan are established and may be amended only by the Board of Mayor and Aldermen and Board of Education, respectively, at any time, for any reason.

The net OPEB assets, deferred outflows of resources related to OPEBs, net OPEB liabilities, deferred inflows of resources related to OPEBs, and OPEB expense reported on the statement of net position are summarized as follows:

	Net OPEB Asset	Deferred Outflows of Resources	Net OPEB Liability	Deferred Inflows of Resources	OPEB Expense
Governmental Activities					
City OPEB Plan	\$ -	18,908,617	\$ 23,416,333	\$ 26,481,106	\$ 2,239,815
School OPEB Plan	-	8,607,893	35,745,112	9,553,790	3,969,351
Total governmental activities	\$ -	\$ 27,516,510	\$ 59,161,445	\$ 36,034,896	\$ 6,209,166
Business-Type Activities					
City OPEB Plan	\$ -	\$ 1,489,028	\$ 1,844,005	\$ 2,085,351	\$ 176,383
Totals	\$ -	\$ 29,005,538	\$ 61,005,450	\$ 38,120,247	\$ 6,385,549

For governmental activities, OPEB liability is generally liquidated by the general and School general purpose funds.

NOTE 12 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (CONTINUED)

A. General Information about the OPEB Plan

Benefits Provided

The City OPEB plan provides healthcare and dental benefits for retirees through the City's health insurance plans, which cover active and retired participants. The City pays 70% of the premium for health care benefits for retirees and their dependents, if the employee is retired before January 1, 2012, or if the employee had 25 years of continuous service as of January 1, 2012. The City pays 50% of the premium for health care benefits for non-Medicare eligible retirees and their dependents if the employee retired after January 1, 2012, with less than 25 years of continuous service as of January 1, 2012. The City pays up to \$200 per month for Medigap insurance reimbursement benefit to Medicare eligible retirees and their dependents if the employee retired after January 1, 2012, with less than 25 years of continuous service as of January 1, 2012.

The School OPEB plan provides healthcare for retirees and their dependents. Benefits are provided through a third-party insurer. Legacy retirees may continue to participate in the School's plan options that are available to its active employees for life. Non-legacy retirees may receive a monthly stipend of an undesignated amount. Surviving spouses of legacy retirees can stay on the plan at their own expense until eligible for Medicare. The premium charged to retirees is the portion of premiums not covered by the Bartlett Board of Education explicit subsidy.

Employees Covered by Benefit Terms

Plan membership as of January 1, 2022, the date of the City OPEB valuation, and June 30, 2022, the date of the School OPEB valuation, consisted of the following:

	City OPEB Plan	School OPEB Plan
Inactive employees or beneficiaries currently receiving benefits	128	161
Active employees	505	943
	<u>633</u>	<u>1,104</u>

Contributions

The City has no formal funding policy for the City OPEB plan but partially funds the annual required contribution based on an actuarially determined rate. Retired plan members and beneficiaries are required to contribute specified amounts monthly toward the cost of health insurance premiums. The City pays the remainder of the costs of medical coverage. All obligations are liquidated from the City OPEB Trust.

The Board of Education's intent is to partially fund the annual required contribution and pay for the pay-go costs from the School general purpose fund until the Trust balance is sufficient to meet future benefit payments. Employer contributions are based on an actuarially determined rate.

Employer contributions to each plan for the year ended June 30, 2022 were as follows:

	City OPEB Plan	School OPEB Plan
Employer contributions	\$ 1,461,406	\$ 1,648,270
Covered-employee payroll	29,523,586	51,138,342
As a percentage of covered payroll	4.95%	3.22%

NOTE 12 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (CONTINUED)

B. Actuarial Assumptions

Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. As such, the actuarial calculations of the OPEB plan reflect a long-term perspective. Actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future.

City Administered OPEB Plan

The total OPEB liability was determined by an actuarial valuation as of January 1, 2022 using the entry age normal level percent of pay, actuarial cost method applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2022 with results projected to the June 30, 2022 measurement date on a "no gain/no loss" basis. Significant actuarial assumptions used in the valuation include:

Inflation	3.0%
Salary increases	3.5%
Investment rate of return	7.5%, net of investment expense, including inflation
Mortality table	Pub G.H-2010-E (M&F) for ages 18 to 54
	Pub G.H-2010-HR (M&F) for ages 55 and older
Health care cost trend rate	7.5% initial rate, 4.5% ultimate rate, 9-year grading period

Changes of assumptions

In 2022, the health care trend rate was adjusted resulting in an increase in the total OPEB liability.

Investment Policy

The long-term expected rate of return on OPEB plan investments were established by the Retirement Plan Committee by weighted the 10-year expected rate of return by the target asset allocation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US equity	33%	10.06%
International equity	21%	7.58%
Alternative strategies	6%	1.39%
Fixed income	38%	2.61%
Short-term securities	2%	1.67%
	100%	

Rate of Return

For the year ended June 30, 2022, the annual money-weighted rate of return on investment was -12.38%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

Discount Rate Information

The discount rate used in valuing OPEB liabilities in funded plans as of the measurement date must be based on the long-term expected rate of return on OPEB plan investments that are expected to be used to finance future benefit payments to the extent that they are sufficient to pay for projected benefit payments and the OPEB plan assets are invested using a strategy that will achieve that return. When the OPEB plan investments are insufficient to cover future benefit payments, a yield for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale) must be used. The final equivalent single discount rate as of June 30, 2022 is 7.5%.

NOTE 12 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (CONTINUED)

Bartlett City Schools Administered OPEB Plan

The total OPEB liability was determined by an actuarial valuation as of June 30, 2022 using the entry age normal level percent of pay, actuarial cost method with no adjustments to get to the June 30, 2022 measurement date. Significant actuarial assumptions used in the valuation include:

Inflation	3.0%
Salary increases	Graded salary ranges from 7.5% to 3.7% based on age
Investment rate of return	6.6%, net of investment expense, including inflation
Mortality table	SOA Pub-2010 General Total Dataset Mortality Table fully generational using scale MP-2021 SOA Pub-2010 Teacher Total Dataset Mortality Table fully generational using scale MP-2021
Health care cost trend rate	7.5% initial rate, 4.5% ultimate rate, 8-year grading period

Changes of assumptions

In 2022, the following assumptions were changed: discount rate increased from 6.0% to 6.6%; health care trend rates decreased; and modified mortality assumptions. The changes resulted in an increase to the total OPEB liability.

Investment Policy

The Bartlett City Board of Education has placed funds with the Tennessee School Board Association OPEB Trust ("TSBA OPEB Trust") to be used to pre-fund a portion of the OPEB liability. The assets of the TSBA OPEB Trust are commingled with other participant's funds for investment purposes, but are held in an irrevocable trust for each plan participant and may be used only for the payment of benefits to the members of the plan in accordance with the terms of their plan. The TSBA OPEB Trust's policy regarding allocation of invested assets is established and may be amended by the TSBA OPEB Trust Board of Trustees by a majority vote of its members. The TSBA OPEB Trust obtains an annual audit, which may be obtained from the TSBA at 525 Brick Church Park Drive, Nashville, TN 37207; however, the audit for the year ended June 30, 2022, was not available from other auditors as of the date of this report.

It is the policy of the TSBA OPEB Trust Board to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The 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. The long-term expected rate of return on OPEB plan investments was determined using a building block method in which expected future rates of return are developed for each major asset class. These expected future rates of return are then combined to produce the long-term expected rate of return by weighting them based on the target asset allocation percentage. The best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2022 is summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity	45.5%	8.40%
Developed market international equity	16.2%	7.20%
Emerging market international equity	3.3%	8.60%
Fixed income	35%	3.80%
	100%	6.60%

Rate of Return

For the year ended June 30, 2022, the annual money-weighted rate of return on investment was -14.19%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

NOTE 12 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (CONTINUED)**Discount Rate Information**

The discount rate used in valuing OPEB liabilities in funded plans as of the measurement date must be based on the long-term expected rate of return on OPEB plan investments that are expected to be used to finance future benefit payments to the extent that they are sufficient to pay for projected benefit payments and the OPEB plan assets are invested using a strategy that will achieve that return. When the OPEB plan investments are insufficient to cover future benefit payments, a yield for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale) must be used. The final equivalent single discount rate as of June 30, 2022 is 6.6% with the assumption that Bartlett City Board of Education will eventually pay the pay-go costs out of the OPEB Trust at the time the Trust is expected to be sufficient to finance all future benefit payments.

C. Net OPEB Liability

The components of the net OPEB liability for each plan at June 30, 2022, were as follows:

	City OPEB Plan	School OPEB Plan
Total OPEB Liability		
Service cost	\$ 978,030	\$ 1,508,935
Interest	3,911,645	2,675,676
Differences between expected and actual experience	(24,366,509)	(3,400,835)
Changes in assumptions	2,411,335	(2,556,691)
Benefit payments, including refunds	(970,283)	(648,270)
Net change in total OPEB liability	(18,035,782)	(2,421,185)
Total OPEB liability - beginning	51,653,740	43,405,075
Total OPEB liability - ending	33,617,958	40,983,890
Plan Fiduciary Net Position		
Contributions - employer	1,461,406	1,648,270
Net investment income	(1,146,093)	(685,413)
Benefit payments	(970,283)	(648,270)
Administrative expense	(41,548)	(20,605)
Net change in plan fiduciary net position	(696,518)	293,982
Plan fiduciary net position - beginning	9,054,138	4,944,796
Plan fiduciary net position -ending	8,357,620	5,238,778
Net OPEB liability (asset)	<u>\$ 25,260,338</u>	<u>\$ 35,745,112</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>24.86%</u>	<u>12.78%</u>

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Discount Rate

The following presents each plan's net OPEB liability (asset) calculated using the current discount rate, as well as what the net OPEB liability (asset) 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:

	Current Discount Rate	1% Decrease	Current Rate	1% Increase
Net OPEB liability (asset)				
City OPEB Plan	7.50%	\$ 28,389,033	\$ 25,260,338	\$ 22,488,075
School OPEB Plan	6.60%	41,591,526	35,745,112	30,929,663

NOTE 12 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (CONTINUED)*Sensitivity of the Net OPEB Liability (Asset) to Changes in the Healthcare Cost Trend Rate*

The following presents the City's net OPEB liability (asset) calculated using the healthcare cost trend rate as well as what the net OPEB liability (asset) 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:

	Current Healthcare Cost Trend Rate	1% Decrease	Current Rate	1% Increase
Net OPEB liability (asset)				
City OPEB Plan	7.5% decreasing to 4.5%	\$ 22,404,887	\$ 25,260,338	\$ 28,545,866
School OPEB Plan	7.5% decreasing to 4.5%	30,965,646	35,745,112	41,647,635

D. OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2022, the City and School reported OPEB expense and deferred outflows of resources and deferred inflows of resources related to each OPEB plan from the following sources:

	City OPEB Plan	School OPEB Plan
OPEB Expense	<u>\$ 2,416,198</u>	<u>\$ 3,969,351</u>
Deferred Outflows of Resources		
Differences between expected and actual experience	\$ 15,089,702	\$ 1,261,826
Net difference between projected and actual earnings on plan investments	896,122	414,263
Changes in assumptions	<u>4,411,821</u>	<u>6,931,804</u>
	<u>\$ 20,397,645</u>	<u>\$ 8,607,893</u>
Deferred Inflows of Resources		
Differences between expected and actual experience	\$ 22,692,348	\$ 7,229,525
Changes in assumptions	<u>5,874,109</u>	<u>2,324,265</u>
	<u>\$ 28,566,457</u>	<u>\$ 9,553,790</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows for the years ending June 30:

	City OPEB Plan	School OPEB Plan
2023	\$ (1,816,183)	\$ 93,490
2024	(1,829,024)	75,771
2025	(1,882,396)	48,387
2026	(1,653,069)	204,074
2027	(2,019,198)	1,868
Thereafter	1,031,058	(1,369,487)

NOTE 12 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (CONTINUED)**E. Trusted OPEB Plans without Stand-Alone Financial Statements**

The City and School OPEB plans do not issue stand-alone financial reports and they are not included in the report of a public employee retirement system or report of another entity. The plan financial statements are as follows:

	<u>City OPEB Fund</u>	<u>School OPEB Fund</u>
<u>Statements of OPEB Trust Net Position</u>		
ASSETS		
Cash and cash equivalents	\$ 356,533	\$ 1,191,977
Interest receivable	10,200	-
Investments, at fair value:		
Common stock	971,027	202,348
Exchange traded funds	-	883,923
Mutual funds	7,031,819	2,960,530
Total investments	<u>8,002,846</u>	<u>4,046,801</u>
Total assets	<u>8,369,579</u>	<u>5,238,778</u>
LIABILITIES		
Accounts payable	<u>11,959</u>	<u>-</u>
NET POSITION		
Restricted for OPEB	<u>\$ 8,357,620</u>	<u>\$ 5,238,778</u>
<u>Statements of Changes in OPEB Plan Net Position</u>		
ADDITIONS		
Contributions:		
Employer	\$ 1,461,406	\$ 1,648,270
Total contributions	<u>1,461,406</u>	<u>1,648,270</u>
Investment earnings (losses):		
Interest and dividends	165,434	203,263
Net appreciation in fair value of investments	<u>(1,311,527)</u>	<u>(888,676)</u>
Total investment earnings	<u>(1,146,093)</u>	<u>(685,413)</u>
Total additions	315,313	962,857
DEDUCTIONS		
Benefits	970,283	648,270
Administrative expense	41,548	20,605
Total deductions	<u>1,011,831</u>	<u>668,875</u>
Change in net position	(696,518)	293,982
NET POSITION RESTRICTED FOR OPEB		
Beginning of year	9,054,138	4,944,796
End of year	<u>\$ 8,357,620</u>	<u>\$ 5,238,778</u>

NOTE 13 – LEASE INCOME

The City leases various City-owned property to corporations for cellular towers. The leases range from 5 to 25 years. The City recognized lease revenue for noncancellable leases for the year ended June 30, 2022 as follows:

Equipment lease revenue	\$ 288,293
Interest revenue	150,795
	<u>\$ 439,088</u>

The City implemented GASB No. 87 for the year ended June 30, 2022 and evaluated tenant leases for capitalization using an 4.0% interest rate at July 1, 2021. As lessor, the City recognized a lease receivable and deferred inflow of resources for all noncancellable leases, including periods under reasonably certain to extend renewal options, in the amount of \$4,000,222 at July 1, 2021.

Future minimum lease payments expected to be received under noncancelable leases are as follows for the years ending June 30:

Years Ending June 30	Principal	Interest	Total Receipts
2023	\$ 176,873	\$ 147,480	\$ 324,353
2024	189,221	140,274	329,495
2025	165,666	132,564	298,230
2026	141,196	125,815	267,011
2027	154,626	120,030	274,656
2028-2032	1,039,071	489,930	1,529,001
2033-2037	1,350,730	241,425	1,592,155
2038-2042	352,800	49,964	402,764
2043	57,609	2,347	59,956
	<u>\$ 3,627,792</u>	<u>\$ 1,449,829</u>	<u>\$ 5,077,621</u>

NOTE 14 - RISK MANAGEMENT

Insurance Other Than Health Insurance

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. The City considers it more economically feasible to participate in a public entity risk pool as opposed to purchasing commercial insurance for certain general liability, workers' compensation, and property and casualty insurance. As such, the City participates in the Public Entity Partners Risk Management Pool (the "Pool"), which is a public entity risk pool consisting of member political subdivisions of the State of Tennessee. The City pays an annual premium to the Pool and each political subdivision that has participated in the Pool is subject to assessment if the funds it paid as premiums are insufficient to meet the obligations of the Pool. The Pool may reinsure through the Local Government Reinsurance Fund of Tennessee or a commercial insurance company. The City continues to carry commercial insurance for all other risks of loss, including certain general liability and property and casualty insurance. The City has replacement cost insurance, including earthquake coverage, on all buildings and on mobile equipment and vehicles costing more than \$25,000 each.

The City has not incurred any losses in excess of commercial insurance coverage for the past 3 fiscal years. Liabilities are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated.

NOTE 14 - RISK MANAGEMENT (CONTINUED)

Worker's Compensation

The City maintains an internal service fund for its employee workers' compensation claims. The City contributes a yearly 'premium' as a percent of budgeted payroll to the fund and purchases insurance with a \$5,000 deductible from the Public Entity Partners Pool. Changes in the balances of claims liabilities during the years are as follows:

	2022	2021
Unpaid claims, beginning of fiscal year	\$ -	\$ -
Claims incurred during the year	158,260	162,901
Claims payments	(158,260)	(162,901)
Unpaid claims, end of fiscal year	<u>\$ -</u>	<u>\$ -</u>

Health Insurance

The City of Bartlett and the Bartlett City Board of Education participate in the Interlocal Health Benefits Plan Asset Trust to reduce costs of benefit plan administration and lower premium rates related to healthcare benefits. The Interlocal Health Plan is accounted for as a public entity risk pool but operates solely as a risk-sharing pool. Benefits and premium requirements are established and may be amended by an insurance committee. Members have the option of choosing between a Health Reimbursement Account (HRA) option, an Exclusive Provider Organization (EPO) option, and a basic option for healthcare benefits. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. The employers in each plan develop a contribution policy in term of subsidizing active employees or retired employees' premiums since the committee is not prescriptive on that issue. The plan has a separately issued Annual Comprehensive Financial Report and can be found on the state's website at <http://www.comptroller.tn.gov/advance-search.html>.

The City and the School are only liable for their portion of plan premiums plus any outstanding capital requirements from the Interlocal Health Plan. The liability for any incurred-but-not-reported claims is borne by the Interlocal Health Plan and not by the individual members. During the year ended June 30, 2022, the City of Bartlett and the Bartlett City Board of Education contributed premiums of \$9,936,280 and \$10,882,638, respectively to the Interlocal Health Benefits Plan Asset Trust.

NOTE 15 - COMMITMENTS AND CONTINGENCIES

Contracts

The City has entered a contract with the City of Memphis for sewer service charges provided within the Bartlett Water Service Area. Based on the agreement, the City will pay a sewer charge that is based on Bartlett's portion of the cost of treatment and the fee will be recalculated every two years.

Legal Contingencies

Several lawsuits against the City are ongoing. The ultimate outcome of the actions is not determinable; however, City officials believe that the outcome of these proceedings, either singularly or in the aggregate, will not have a materially adverse effect on the accompanying financial statements.

NOTE 16 – SUBSEQUENT EVENTS

Subsequent to year end, on October 27, 2022, the City issued \$3,705,000 (at par) General Obligation Public Improvement Bonds, Series 2022, maturing on December 1, 2042, with a true interest cost (TIC) of 3.894%. The bonds were issued for the purposes of (i) financing, in whole or in part, the (a) repair and improvement of streets and roads, (b) parks maintenance and renovations (c) various drainage improvement projects and (ii) paying the costs related to the issuance and sale of the bonds. The bonds were issued at a premium of \$180,547.

CITY OF BARTLETT
TENNESSEE

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
EMPLOYEE PENSION PLAN
Last Ten Fiscal Years June 30

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total Pension Liability										
Service cost	\$ 1,841,594	\$ 1,942,489	\$ 2,099,489	\$ 1,981,057	\$ 2,086,834	\$ 2,228,857	\$ 2,263,398	\$ 2,332,699	\$ 2,231,818	\$ 2,364,680
Interest	9,154,207	8,921,855	8,648,715	7,838,989	7,507,230	7,161,402	6,606,832	6,224,029	5,799,696	5,556,860
Changes of benefit items	-	-	-	-	-	-	-	-	365,972	-
Differences between expected and actual experience	1,340,332	(2,125,780)	(1,790,849)	1,456,453	(564,406)	(705,043)	1,038,862	304,733	77,265	(229,653)
Changes in assumptions	-	-	-	8,375,749	-	-	1,090,182	-	-	(1,789,990)
Benefit payments	(5,733,293)	(5,233,229)	(5,030,172)	(4,887,789)	(4,218,862)	(3,787,480)	(3,387,978)	(3,195,130)	(2,816,982)	(2,664,082)
Net change in total pension liability	6,602,840	3,505,335	3,927,183	14,764,459	4,810,796	4,897,736	7,611,296	5,666,331	5,657,769	3,237,815
Total pension liability - beginning	128,170,189	124,664,854	120,737,671	105,973,212	101,162,416	96,264,680	88,653,384	82,987,053	77,329,284	74,091,469
Total pension liability - ending	134,773,029	128,170,189	124,664,854	120,737,671	105,973,212	101,162,416	96,264,680	88,653,384	82,987,053	77,329,284
Plan Fiduciary Net Position										
Contributions - employer	4,238,776	4,238,776	3,651,439	3,406,493	3,477,162	3,326,960	3,127,818	3,205,170	3,395,565	3,085,413
Contributions - employee	729,489	730,626	763,000	790,976	830,520	870,940	893,670	915,772	911,954	881,552
Net investment income (loss)	(14,304,307)	21,714,292	5,134,060	5,098,831	5,807,523	6,566,084	1,317,984	1,584,193	8,017,388	5,067,448
Benefit payments	(5,733,293)	(5,233,229)	(5,030,172)	(4,887,789)	(4,218,862)	(3,787,480)	(3,387,978)	(3,195,130)	(2,816,982)	(2,664,082)
Administrative expense	(401,662)	(360,952)	(343,707)	(322,777)	(309,679)	(283,943)	(260,895)	(279,158)	(220,734)	(200,461)
Net change in plan fiduciary net position	(15,470,997)	21,089,513	4,174,620	4,085,734	5,586,664	6,692,561	1,690,599	2,230,847	9,287,191	6,169,870
Plan fiduciary net position - beginning	107,982,170	86,892,657	82,718,037	78,632,303	73,045,639	66,353,078	64,662,479	62,431,632	53,144,441	46,974,571
Plan fiduciary net position - ending	92,511,173	107,982,170	86,892,657	82,718,037	78,632,303	73,045,639	66,353,078	64,662,479	62,431,632	53,144,441
Net pension liability	\$ 42,261,856	\$ 20,188,019	\$ 37,772,197	\$ 38,019,634	\$ 27,340,909	\$ 28,116,777	\$ 29,911,602	\$ 23,990,905	\$ 20,555,421	\$ 24,184,843
Plan fiduciary net position as a percentage of the total pension liability	68.64%	84.25%	69.70%	68.51%	74.20%	72.21%	68.93%	72.94%	75.23%	68.72%
Covered payroll	\$ 17,702,771	\$ 18,626,233	\$ 19,717,906	\$ 20,009,086	\$ 21,107,876	\$ 22,042,673	\$ 22,505,784	\$ 23,205,853	\$ 22,101,474	\$ 21,797,237
Net pension liability as a percentage of covered payroll	238.73%	108.38%	191.56%	190.01%	129.53%	127.56%	132.91%	103.38%	93.00%	110.95%

Changes of assumptions. In 2019, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, and mortality tables used.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CONTRIBUTIONS
EMPLOYEE PENSION PLAN
Last Ten Fiscal Years June 30

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially determined contribution	\$ 3,831,374	\$ 4,238,776	\$ 3,651,439	\$ 3,406,493	\$ 3,477,162	\$ 3,326,960	\$ 3,089,488	\$ 3,042,488	\$ 3,395,590	\$ 3,787,195
Contributions	4,238,776	4,238,776	3,651,439	3,406,493	3,477,162	3,326,960	3,127,818	3,205,170	3,395,565	3,085,413
Contribution deficiency (surplus)	<u>\$ (407,402)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (38,330)</u>	<u>\$ (162,682)</u>	<u>\$ 25</u>	<u>\$ 701,782</u>
Covered payroll	\$ 17,702,771	\$ 18,626,233	\$ 19,717,906	\$ 20,009,086	\$ 21,107,876	\$ 22,042,673	\$ 22,505,784	\$ 23,205,853	\$ 22,101,474	\$ 21,797,237
Contributions as a percentage of covered payroll	23.94%	22.76%	18.52%	17.02%	16.47%	15.09%	13.90%	13.81%	15.36%	14.16%

NOTE 1 - VALUATION DATE

Actuarially determined contributions are calculated as of January 1st, 18 months prior to the fiscal year in which contributions are reported.

NOTE 2 - METHODS AND ASSUMPTIONS USED TO DETERMINE CONTRIBUTION RATES

Actuarial cost method	Frozen initial liability
Amortization method	Level dollar, closed
Remaining amortization period	22 years
Asset valuation method	Fair market value
Inflation	2.50%
Salary increases	3.5%, including inflation
Investment rate of return	7.25%, net of plan investment expense, including inflation
Retirement age	62
Mortality	Pub G-2010 for General Employees
Withdrawal rates	T-3 Actuaries Pension Handbook
Other Information	Closed to new employees after 6/30/2014

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF MONEY-WEIGHTED RATE OF RETURN
EMPLOYEE PENSION PLAN
 Last Ten Fiscal Years June 30

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Annual Money-Weighted Rate of Return, Net of Investment Expenses	-13.3%	25.1%	6.3%	6.5%	7.5%	9.4%	1.6%	2.1%	14.5%	10.2%

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
EMPLOYEE CASH BALANCE PENSION PLAN
Last Ten Fiscal Years June 30

	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability								
Service cost	\$ 1,073,360	\$ 881,465	\$ 830,971	\$ 702,503	\$ 536,160	\$ 336,506	\$ 189,455	\$ 54,492
Interest	160,637	124,604	86,538	51,353	26,318	11,062	2,915	-
Differences between expected and actual experience	(88,462)	(77,364)	(53,898)	(7,216)	(31,534)	(14,657)	(5,166)	-
Benefit payments	(242,889)	(157,118)	(49,066)	(26,765)	(33,688)	(21,897)	(9,519)	-
Net change in total pension liability	902,646	771,587	814,545	719,875	497,256	311,014	177,685	54,492
Total pension liability - beginning	3,346,454	2,574,867	1,760,322	1,040,447	543,191	232,177	54,492	-
Total pension liability - ending	4,249,100	3,346,454	2,574,867	1,760,322	1,040,447	543,191	232,177	54,492
Plan Fiduciary Net Position								
Contributions - employer	380,549	338,669	331,144	405,977	299,953	180,556	97,392	28,315
Contributions - employee	555,865	456,847	428,294	355,855	275,499	180,556	97,392	28,315
Net investment income (loss)	(517,347)	759,925	92,561	111,604	52,038	36,579	5,687	1
Benefit payments	(242,889)	(157,118)	(49,066)	(26,765)	(33,688)	(21,897)	(9,519)	-
Administrative expense	(27,464)	(22,861)	(22,729)	(14,158)	(7,328)	(8,827)	(5,237)	-
Net change in plan fiduciary net position	148,714	1,375,462	780,204	832,513	586,474	366,967	185,715	56,631
Plan fiduciary net position - beginning	4,183,966	2,808,504	2,028,300	1,195,787	609,313	242,346	56,631	-
Plan fiduciary net position -ending	4,332,680	4,183,966	2,808,504	2,028,300	1,195,787	609,313	242,346	56,631
Net pension liability (asset)	<u>\$ (83,580)</u>	<u>\$ (837,512)</u>	<u>\$ (233,637)</u>	<u>\$ (267,978)</u>	<u>\$ (155,340)</u>	<u>\$ (66,122)</u>	<u>\$ (10,169)</u>	<u>\$ (2,139)</u>
Plan fiduciary net position as a percentage of the total pension liability	101.97%	125.03%	109.07%	115.22%	114.93%	112.17%	104.38%	103.93%
Covered payroll	\$ 11,121,326	\$ 9,136,336	\$ 8,140,394	\$ 7,118,575	\$ 5,213,226	\$ 3,276,689	\$ 1,841,278	\$ 544,418
Net pension liability as a percentage of covered payroll	-0.75%	-9.17%	-2.87%	-3.76%	-2.98%	-2.02%	-0.55%	-0.39%

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 fiscal years until 10 years of information is available.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CONTRIBUTIONS
EMPLOYEE CASH BALANCE PENSION PLAN
Last Ten Fiscal Years June 30

	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 382,352	\$ 338,669	\$ 331,144	\$ 346,648	\$ 260,661	\$ 163,835	\$ 92,064	\$ 27,221
Contributions	380,549	338,669	331,144	405,977	299,953	180,556	97,392	28,315
Contribution deficiency (surplus)	\$ 1,803	\$ -	\$ -	\$ (59,329)	\$ (39,292)	\$ (16,721)	\$ (5,328)	\$ (1,094)
Covered payroll	\$ 11,121,326	\$ 9,136,336	\$ 8,140,394	\$ 7,118,575	\$ 5,213,226	\$ 3,276,689	\$ 1,841,278	\$ 544,418
Contributions as a percentage of covered payroll	3.42%	3.71%	4.07%	5.70%	5.75%	5.51%	5.29%	5.20%

NOTE 1 - VALUATION DATE

Actuarially determined contributions are calculated as of December 31st, prior to fiscal year end.

NOTE 2 - METHODS AND ASSUMPTIONS USED TO DETERMINE CONTRIBUTION RATES

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	N/A
Asset valuation method	Fair market value
Inflation	2.50%
Salary increases	3.5%, including inflation
Investment rate of return	5.0%, net of plan investment expense, including inflation
Retirement age	Age 62
Mortality	IRS applicable mortality - post-retirement only
Withdrawal rates	None
Other Information	Plan adopted effective July 1, 2014

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF MONEY-WEIGHTED RATE OF RETURN
EMPLOYEE CASH BALANCE PENSION PLAN
 Last Ten Fiscal Years June 30

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual Money-Weighted Rate of Return, Net of Investment Expenses	-11.6%	24.5%	3.9%	7.6%	5.1%	6.7%	0.3%	0.0%

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
LEGACY PUBLIC EMPLOYEE PENSION PLAN OF TCRS
Last Ten Fiscal Years June 30

	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability							
Service cost	\$ 654,878	\$ 701,209	\$ 743,726	\$ 756,037	\$ 787,475	\$ 211,152	\$ 1,008,583
Interest	465,776	424,652	323,199	263,253	202,319	66,678	75,639
Differences between expected and actual experience	(94,991)	(419,930)	440,708	(147,684)	(64,424)	969,248	(399,645)
Changes in assumptions	514,801	-	-	-	58,503	-	-
Benefit payments	(96,871)	(87,877)	(43,649)	(21,275)	(16,606)	(13,118)	(124)
Net change in total pension liability	1,443,593	618,054	1,463,984	850,331	967,267	1,233,960	684,453
Total pension liability - beginning	5,818,049	5,199,995	3,736,011	2,885,680	1,918,413	684,453	-
Total pension liability - ending	7,261,642	5,818,049	5,199,995	3,736,011	2,885,680	1,918,413	684,453
Plan Fiduciary Net Position							
Contributions - employer	456,565	449,782	510,500	539,893	554,835	602,127	655,197
Contributions - employee	246,262	242,602	275,352	291,206	299,263	324,772	353,386
Net investment income	1,638,790	272,153	334,471	285,934	271,868	40,582	16,348
Benefit payments	(96,871)	(87,877)	(43,649)	(21,275)	(16,606)	(13,118)	(124)
Administrative expense	(10,813)	(12,320)	(13,599)	(15,822)	(14,689)	(14,766)	(12,132)
Other	-	-	-	-	800	-	-
Net change in plan fiduciary net position	2,233,933	864,340	1,063,075	1,079,936	1,095,471	939,597	1,012,675
Plan fiduciary net position - beginning	6,055,094	5,190,754	4,127,679	3,047,743	1,952,272	1,012,675	-
Plan fiduciary net position -ending	8,289,027	6,055,094	5,190,754	4,127,679	3,047,743	1,952,272	1,012,675
Net pension liability (asset)	\$ (1,027,385)	\$ (237,045)	\$ 9,241	\$ (391,668)	\$ (162,063)	\$ (33,859)	\$ (328,222)
Plan fiduciary net position as a percentage of the total pension liability	114.15%	104.07%	99.82%	110.48%	105.62%	101.76%	147.95%
Covered payroll	\$ 4,780,004	\$ 5,297,253	\$ 5,507,008	\$ 5,824,092	\$ 5,985,283	\$ 6,501,043	\$ 7,067,925
Net pension liability as a percentage of covered payroll	-21.49%	-4.47%	0.17%	-6.72%	-2.71%	-0.52%	-4.64%

Changes of assumptions. In 2021, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustment, salary growth and mortality improvements. In 2017, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustment, salary growth, and mortality improvements.

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CONTRIBUTIONS
LEGACY PUBLIC EMPLOYEE RETIREMENT PLAN OF TCRS
Last Ten Fiscal Years June 30

	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 360,550	\$ 454,595	\$ 417,758	\$ 484,617	\$ 539,893	\$ 496,778	\$ 602,127	\$ 655,197
Contributions	406,049	456,565	449,782	510,500	539,893	554,835	602,127	655,197
Contribution deficiency (surplus)	<u>\$ (45,499)</u>	<u>\$ (1,970)</u>	<u>\$ (32,024)</u>	<u>\$ (25,883)</u>	<u>\$ -</u>	<u>\$ (58,057)</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 4,386,249	\$ 4,780,004	\$ 5,297,253	\$ 5,507,008	\$ 5,824,092	\$ 5,985,283	\$ 6,501,043	\$ 7,067,925
Contributions as a percentage of covered payroll	9.26%	9.55%	8.49%	9.27%	9.27%	9.27%	9.26%	9.27%

NOTE 1 - VALUATION DATE

Actuarially determined contribution rates for fiscal year 2022 were calculated based on the June 30, 2021 actuarial valuation.

NOTE 2 - METHODS AND ASSUMPTIONS USED TO DETERMINE CONTRIBUTION RATES

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed (not to exceed 20 years)
Remaining amortization period	Varies by year
Asset valuation method	10 year smoothed with a 20% corridor to market value
Inflation	2.50%
Salary increases	Graded salary ranges from 8.72% to 3.44% based on age, including inflation, averaging 4%
Investment rate of return	7.25%, net of investment expenses, including inflation
Retirement age	Pattern of retirement determined by experience study
Mortality	Customized table based on actual experience including an adjustment for some anticipated improvement
Cost of Living Adjustments	2.25%

NOTE 3 - CHANGES OF ASSUMPTIONS

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

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
HYBRID PUBLIC EMPLOYEE PENSION PLAN OF TCRS

Last Ten Fiscal Years June 30

	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability							
Service cost	\$ 259,780	\$ 188,832	\$ 136,703	\$ 103,334	\$ 43,360	\$ 13,325	\$ 8,469
Interest	79,970	51,368	31,858	18,776	7,818	1,768	635
Differences between expected and actual experience	(63,227)	94,205	53,140	28,209	38,719	35,669	1,141
Changes in assumptions	109,817	-	-	-	5,003	-	-
Benefit payments	(18,754)	(2,922)	(6,516)	-	(256)	-	-
Net change in total pension liability	367,586	331,483	215,185	150,319	94,644	50,762	10,245
Total pension liability - beginning	852,638	521,155	305,970	155,651	61,007	10,245	-
Total pension liability - ending	1,220,224	852,638	521,155	305,970	155,651	61,007	10,245
Plan Fiduciary Net Position							
Contributions - employer	82,556	82,595	44,011	83,885	70,809	26,795	4,840
Contributions - employee	186,399	202,168	134,180	104,858	70,809	33,494	6,049
Net investment income	274,398	38,162	38,186	26,040	15,806	1,101	183
Benefit payments	(18,754)	(2,922)	(6,516)	-	(256)	-	-
Administrative expense	(10,496)	(9,257)	(7,566)	(6,654)	(4,764)	(2,100)	(99)
Net change in plan fiduciary net position	514,103	310,746	202,295	208,129	152,404	59,290	10,973
Plan fiduciary net position - beginning	943,837	633,091	430,796	222,667	70,263	10,973	-
Plan fiduciary net position -ending	1,457,940	943,837	633,091	430,796	222,667	70,263	10,973
Net pension liability (asset)	<u>\$ (237,716)</u>	<u>\$ (91,199)</u>	<u>\$ (111,936)</u>	<u>\$ (124,826)</u>	<u>\$ (67,016)</u>	<u>\$ (9,256)</u>	<u>\$ (728)</u>
Plan fiduciary net position as a percentage of the total pension liability	119.48%	110.70%	121.48%	140.80%	143.06%	115.17%	107.11%
Covered payroll	\$ 4,093,143	\$ 3,669,586	\$ 2,683,578	\$ 2,097,126	\$ 1,416,170	\$ 669,882	\$ 120,989
Net pension liability as a percentage of covered payroll	-5.81%	-2.49%	-4.17%	-5.95%	-4.73%	-1.38%	-0.60%

Changes of assumptions. In 2021, amounts reported as changes of assumptions resulted from changes to the discount rate, inflation rate, investment rate of return, cost-of-living adjustment, Social Security Wage Base, asset turnover and retirement rates, salary growth, and mortality improvements. In 2017, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustment, salary growth.

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CONTRIBUTIONS
HYBRID PUBLIC EMPLOYEE RETIREMENT PLAN OF TCRS
Last Ten Fiscal Years June 30

	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 116,300	\$ 82,556	\$ 82,595	\$ 44,011	\$ 35,861	\$ 25,491	\$ 13,397	\$ 2,420
Contributions	116,300	82,556	82,595	44,011	83,885	70,809	26,795	4,840
Contribution deficiency (surplus)	\$ -	\$ -	\$ -	\$ -	\$ (48,024)	\$ (45,318)	\$ (13,398)	\$ (2,420)
Covered payroll	\$ 4,991,401	\$ 4,093,143	\$ 3,669,586	\$ 2,683,578	\$ 2,097,126	\$ 1,416,170	\$ 669,882	\$ 120,989
Contributions as a percentage of covered payroll	2.33%	2.02%	2.25%	1.64%	4.00%	5.00%	4.00%	4.00%
Contributions as a percentage of covered payroll placed into Pension Stabilization Reserve Trust	1.67%	1.98%	1.75%	2.36%	0.00%	0.00%	0.00%	0.00%

Beginning in fiscal year 2019, contributions in excess of amounts required by TCRS to be placed towards the pension were placed in a Pension Stabilization Reserve Trust.

NOTE 1 - VALUATION DATE

Actuarially determined contribution rates for fiscal year 2022 were calculated based on the June 30, 2020 actuarial valuation.

NOTE 2 - METHODS AND ASSUMPTIONS USED TO DETERMINE CONTRIBUTION RATES

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed (not to exceed 20 years)
Remaining amortization period	Varies by year
Asset valuation method	10 year smoothed with a 20% corridor to market value
Inflation	2.50%
Salary increases	Graded salary ranges from 8.72% to 3.44% based on age, including inflation, averaging 4%
Investment rate of return	7.25%, net of investment expenses, including inflation
Retirement age	Pattern of retirement determined by experience study
Mortality	Customized table based on actual experience including an adjustment for some anticipated improvements
Cost of Living Adjustments	2.25%

NOTE 3 - CHANGES OF ASSUMPTIONS

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

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
TEACHER LEGACY PENSION PLAN OF TCRS
Last Ten Fiscal Years June 30

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Proportion of the net pension liability (asset)	1.103357%	1.069688%	1.053595%	1.020515%	0.979236%	0.968084%	0.889434%
Proportionate share of the net pension liability (asset)	\$ (47,590,452)	\$ (8,157,158)	\$ (10,832,852)	\$ (3,591,107)	\$ (320,390)	\$ 6,049,987	\$ 364,343
Covered payroll	<u>\$ 35,972,333</u>	<u>\$ 35,604,570</u>	<u>\$ 35,350,223</u>	<u>\$ 35,668,774</u>	<u>\$ 34,615,492</u>	<u>\$ 34,945,891</u>	<u>\$ 33,295,992</u>
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-132.30%	-22.91%	-30.64%	-10.07%	-0.93%	17.31%	1.09%
Plan fiduciary net position as a percentage of the total pension liability	116.13%	103.09%	104.28%	101.49%	100.14%	97.14%	99.81%

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CONTRIBUTIONS
TEACHER LEGACY PENSION PLAN OF TCRS
Last Ten Fiscal Years June 30

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 3,620,398	\$ 3,719,185	\$ 3,784,489	\$ 3,695,258	\$ 3,244,749	\$ 3,129,243	\$ 3,159,107	\$ 3,009,957
Contribution in relation to the contractually required contribution	<u>3,620,398</u>	<u>3,719,185</u>	<u>3,784,489</u>	<u>3,695,258</u>	<u>3,244,749</u>	<u>3,129,243</u>	<u>3,159,107</u>	<u>3,009,957</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 35,800,498	\$ 35,972,333	\$ 35,604,570	\$ 35,350,223	\$ 35,668,774	\$ 34,615,492	\$ 34,945,891	\$ 33,295,992
Contributions as a percentage of covered payroll	10.11%	10.34%	10.63%	10.45%	9.10%	9.04%	9.04%	9.04%

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% to 2.5%; decreased the investment rate of return from 7.5% to 7.25%; decreased the cost-of-living adjustment from 2.5% to 2.25%; decreased salary growth graded ranges from an average of 4.25% to an average of 4%; and modified mortality assumptions.

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
TEACHER RETIREMENT PLAN OF TCRS
Last Ten Fiscal Years June 30

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Proportion of the net pension liability (asset)	0.616598%	0.605508%	0.607963%	0.575962%	0.494995%	0.448296%	0.267353%
Proportionate share of the net pension liability (asset)	\$ (667,906)	\$ (344,317)	\$ (343,187)	\$ (261,215)	\$ (130,597)	\$ (46,669)	\$ (10,755)
Covered payroll	<u>\$ 8,894,880</u>	<u>\$ 7,635,009</u>	<u>\$ 6,376,605</u>	<u>\$ 5,100,109</u>	<u>\$ 3,248,839</u>	<u>\$ 1,972,539</u>	<u>\$ 555,497</u>
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-7.51%	-4.51%	-5.38%	-5.12%	-4.02%	-2.37%	-1.94%
Plan fiduciary net position as a percentage of the total pension liability	121.53%	116.52%	123.07%	126.97%	126.81%	121.88%	127.46%

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CONTRIBUTIONS
TEACHER RETIREMENT PLAN OF TCRS
Last Ten Fiscal Years June 30

	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 219,337	\$ 179,757	\$ 155,113	\$ 124,810	\$ 82,079	\$ 129,954	\$ 49,377	\$ 13,887
Contribution in relation to the contractually required contribution	219,337	179,757	155,113	124,810	201,329	129,954	78,901	22,220
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ (119,250)	\$ -	\$ (29,524)	\$ (8,333)
Covered payroll	\$ 10,404,912	\$ 8,894,880	\$ 7,635,009	\$ 6,376,605	\$ 5,100,109	\$ 3,248,839	\$ 1,972,539	\$ 555,497
Contributions as a percentage of covered payroll	2.11%	2.02%	2.03%	1.96%	3.95%	4.00%	4.00%	4.00%
Contributions as a percentage of covered payroll placed into Pension Stabilization Reserve Trust	1.89%	1.98%	1.97%	2.04%	0.00%	0.00%	0.00%	0.00%

Beginning in fiscal year 2019, contributions in excess of amounts required by TCRS to be placed towards the pension were placed in a Pension Stabilization Reserve Trust.

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% to 2.5%; decreased the investment rate of return from 7.5% to 7.25%; decreased the cost-of-living adjustment from 2.5% to 2.25%; decreased salary growth graded ranges from an average of 4.25% to an average of 4%; and modified mortality assumptions.

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
CITY OTHER POSTEMPLOYMENT BENEFIT PLAN
Last Ten Fiscal Years June 30

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB Liability						
Service cost	\$ 978,030	\$ 894,030	\$ 637,448	\$ 637,448	\$ 637,448	\$ 720,694
Interest	3,911,645	3,701,673	2,471,391	2,365,694	1,507,704	1,439,231
Differences between expected and actual experience	(24,366,509)	(914,407)	11,189,194	(715,882)	8,323,018	(26,865)
Changes in assumptions	2,411,335	-	2,795,169	-	(8,321,654)	-
Benefit payments	(970,283)	(947,795)	(951,024)	(813,957)	(708,131)	(653,224)
Net change in total OPEB liability	(18,035,782)	2,733,501	16,142,178	1,473,303	1,438,385	1,479,836
Total OPEB liability - beginning	51,653,740	48,920,239	32,778,061	31,304,758	29,866,373	28,386,537
Total OPEB liability - ending	33,617,958	51,653,740	48,920,239	32,778,061	31,304,758	29,866,373
Plan Fiduciary Net Position						
Contributions - employer	1,461,406	1,366,662	1,377,463	1,338,763	1,308,590	1,260,999
Net investment income	(1,146,093)	1,685,409	225,958	367,743	316,640	399,190
Benefit payments	(970,283)	(947,795)	(951,024)	(813,957)	(708,131)	(653,224)
Administrative expense	(41,548)	(37,794)	(44,801)	(27,809)	(45,663)	(31,824)
Net change in plan fiduciary net position	(696,518)	2,066,482	607,596	864,740	871,436	975,141
Plan fiduciary net position - beginning	9,054,138	6,987,656	6,380,060	5,515,320	4,643,884	3,668,743
Plan fiduciary net position -ending	8,357,620	9,054,138	6,987,656	6,380,060	5,515,320	4,643,884
Net OPEB liability	<u>\$ 25,260,338</u>	<u>\$ 42,599,602</u>	<u>\$ 41,932,583</u>	<u>\$ 26,398,001</u>	<u>\$ 25,789,438</u>	<u>\$ 25,222,489</u>
Plan fiduciary net position as a percentage of the total OPEB liability	24.86%	17.53%	14.28%	19.46%	17.62%	15.55%
Covered-employee payroll	\$ 29,523,486	\$ 26,650,856	\$ 27,858,300	\$ 25,222,312	\$ 25,222,312	\$ 24,384,565
Net OPEB liability as a percentage of covered-employee payroll	85.56%	159.84%	150.52%	104.66%	102.25%	103.44%

Changes of assumptions. In 2022, amounts reported as changes of assumptions resulted from changes to the health care trend rates. In 2020, amounts reported as changes in assumptions resulted from changes to mortality assumptions. In 2018, amounts reported as changes of assumptions resulted from changes to the investment rate of return.

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CONTRIBUTIONS
CITY OTHER POSTEMPLOYMENT BENEFIT PLAN
Last Ten Fiscal Years June 30

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially determined contribution	\$ 4,658,343	\$ 5,574,210	\$ 3,551,779	\$ 3,551,791	\$ 4,008,792	\$ 4,008,792
Contributions	<u>1,461,406</u>	<u>1,366,662</u>	<u>1,377,463</u>	<u>1,338,763</u>	<u>1,308,590</u>	<u>1,260,999</u>
Contribution deficiency	<u>\$ 3,196,937</u>	<u>\$ 4,207,548</u>	<u>\$ 2,174,316</u>	<u>\$ 2,213,028</u>	<u>\$ 2,700,202</u>	<u>\$ 2,747,793</u>
Covered-employee payroll	\$ 29,523,486	\$ 26,650,856	\$ 27,858,300	\$ 25,222,312	\$ 25,222,312	\$ 24,384,565
Contributions as a percentage of covered-employee payroll	4.95%	5.13%	4.94%	5.31%	5.19%	5.17%

NOTE 1 - VALUATION DATE

Actuarially determined contribution rates for fiscal year 2022 were calculated based on the January 1, 2020 actuarial valuation.

NOTE 2 - METHODS AND ASSUMPTIONS USED TO DETERMINE CONTRIBUTION

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll
Remaining amortization period	Varies by years
Asset valuation method	Fair market value
Inflation	2.5%
Healthcare cost trend rates	7% initial, decreasing to an ultimate rate of 3%, 9 year grading
Salary increases	3.5%
Investment rate of return	7.5%, net of investment expenses, including inflation
Withdrawal rates	T-5 Actuaries Pension Handbook
Mortality	Pub G.H-2010-E (M&F) for ages 18 to 54; Pub G.H-2010-HR (M&F) for ages 55 and older

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF MONEY-WEIGHTED RATE OF RETURN
CITY OTHER POSTEMPLOYMENT BENEFIT PLAN
 Last Ten Fiscal Years June 30

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Annual Money-Weighted Rate of Return Net of Investment Expenses	-12.38%	23.60%	3.46%	6.43%	5.56%	9.34%

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
SCHOOL OTHER POSTEMPLOYMENT BENEFIT PLAN
Last Ten Fiscal Years June 30

	2022	2021	2020	2019	2018	2017
Total OPEB Liability						
Service cost	\$ 1,508,935	\$ 1,528,146	\$ 1,159,175	\$ 1,170,208	\$ 1,073,698	\$ 1,130,118
Interest	2,675,676	2,622,787	2,374,369	2,294,983	1,952,729	1,790,381
Differences between expected and actual experience	(3,400,835)	(2,657,186)	425,581	(2,030,141)	1,745,907	(1,478,154)
Changes in assumptions	(2,556,691)	-	8,207,882	1,940	1,762,199	-
Benefit payments	(648,270)	(539,434)	(423,015)	(313,889)	(561,750)	(414,449)
Net change in total OPEB liability	(2,421,185)	954,313	11,743,992	1,123,101	5,972,783	1,027,896
Total OPEB liability - beginning	43,405,075	42,450,762	30,706,770	29,583,669	23,610,886	22,582,990
Total OPEB liability - ending	40,983,890	43,405,075	42,450,762	30,706,770	29,583,669	23,610,886
Plan Fiduciary Net Position						
Contributions - employer	1,648,270	1,039,434	923,015	813,889	1,061,750	914,449
Net investment income	(685,413)	1,000,387	96,733	100,803	168,305	137,453
Benefit payments	(648,270)	(539,434)	(423,015)	(313,889)	(561,750)	(414,449)
Administrative expense	(20,605)	(16,236)	(11,829)	(9,644)	(20,516)	(4,058)
Net change in plan fiduciary net position	293,982	1,484,151	584,904	591,159	647,789	633,395
Plan fiduciary net position - beginning	4,944,796	3,460,645	2,875,741	2,284,582	1,636,793	1,003,398
Plan fiduciary net position -ending	5,238,778	4,944,796	3,460,645	2,875,741	2,284,582	1,636,793
Net OPEB liability	\$ 35,745,112	\$ 38,460,279	\$ 38,990,117	\$ 27,831,029	\$ 27,299,087	\$ 21,974,093
Plan fiduciary net position as a percentage of the total OPEB liability	12.78%	11.39%	8.15%	9.37%	7.72%	6.93%
Covered-employee payroll	\$ 51,138,042	\$ 38,632,442	\$ 51,542,838	\$ 53,548,702	\$ 51,989,031	\$ 43,172,629
Net OPEB liability as a percentage of covered-employee payroll	69.90%	99.55%	75.65%	51.97%	52.51%	50.90%

Changes of assumptions. In 2022, amounts reported as changes of assumptions resulted from changes to the discount rate, health care trend rate, investment rate of return and mortality tables. In 2020 amounts reported as changes of assumptions resulted from changes to the investment rate of return and mortality tables. In 2018, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, payroll growth rate, and mortality tables.

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CONTRIBUTIONS
SCHOOL OTHER POSTEMPLOYMENT BENEFIT PLAN
Last Ten Fiscal Years June 30

	2022	2021	2020	2019	2018	2017
Actuarially determined contribution	\$ 4,608,092	\$ 4,618,344	\$ 3,678,602	\$ 3,616,757	\$ 3,128,879	\$ 2,245,129
Contributions	1,648,270	1,039,434	923,015	813,889	1,061,750	914,449
Contribution deficiency	<u>\$ 2,959,822</u>	<u>\$ 3,578,910</u>	<u>\$ 2,755,587</u>	<u>\$ 2,802,868</u>	<u>\$ 2,067,129</u>	<u>\$ 1,330,680</u>
Covered-employee payroll	\$ 51,138,042	\$ 38,632,442	\$ 51,542,838	\$ 53,548,702	\$ 51,989,031	\$ 43,172,629
Contributions as a percentage of covered-employee payroll	3.22%	2.69%	1.79%	1.52%	2.04%	2.12%

NOTE 1 - VALUATION DATE

Actuarially determined contribution rates for fiscal year 2022 were calculated based on the June 30, 2020 actuarial valuation.

NOTE 2 - METHODS AND ASSUMPTIONS USED TO DETERMINE CONTRIBUTION RATES

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll
Remaining amortization period	29 years
Asset valuation method	Fair market value
Inflation	3.0%
Healthcare cost trend rates	8.0% initial, decreasing to an ultimate rate of 4.5%
Salary increases	Graded salary ranges from 7.5% to 3.7% based on age, including inflation
Investment rate of return	6.0%, net of investment expenses, including inflation
Mortality	SOA Pub-2010 General Total Dataset Mortality Table fully generational using scale MP-2019 SOA Pub-2010 Teacher Total Dataset Mortality Table fully generational using scale MP-2019

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.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF MONEY-WEIGHTED RATE OF RETURN
SCHOOL OTHER POSTEMPLOYMENT BENEFIT PLAN
 Last Ten Fiscal Years June 30

	2022	2021	2020	2019	2018	2017
Annual Money-Weighted Rate of Return Net of Investment Expenses	-14.19%	29.35%	3.65%	4.36%	9.16%	13.61%

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.

FUND STATEMENTS

CITY OF BARTLETT

T E N N E S S E E

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

Financial presentation in this section includes those intended to show one or more of the following:

1. Combining statements to support each column in the basic financial statements that aggregates data from more than one fund.
2. Budgetary comparisons not required in connection with the basic financial statements.
3. Greater detail.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

CITY OF BARTLETT

T E N N E S S E E

COMBINING NONMAJOR GOVERNMENTAL FUNDS

Certain revenues of the City are required by state law or city ordinance to be accounted for in separate funds to insure the revenues are spent for specific designated purposes. The City has established eight nonmajor governmental funds.

State Street Aid Fund - Used to account for the City's share of state gasoline and fuel taxes and impact fees on new development for street paving and lighting. The City's partial street maintenance program, streetlighting, and minimal street construction as well as traffic signal construction and maintenance are accounted for in this fund. These funds are restricted by state legislation.

Solid Waste Control Fund - The City charges a service fee for the collection and removal of residential and commercial solid waste. These activities are accounted for in this special revenue fund.

General Improvement Fund - The City imposes a \$2.50 service fee on all residential and commercial addresses to fund small capital improvements throughout the City.

Drug Enforcement Fund - All drug related fines and forfeitures collected from activities in the City of Bartlett are accounted for in this fund to be used for drug related law enforcement activities.

Drainage Control Fund - The City imposes a drainage control impact fee on new development for construction and maintenance of storm water drainage control.

Parks Improvement Fund - The City imposes a parks improvement impact fee on all new residential development to provide funds for the acquisition and maintenance of playground equipment.

E-Citation Fund - Revenues and expenditures are reserved for law enforcement E-ticket activities and city clerk computer equipment.

DEA Task Force Fund - To account for fines and forfeitures taken from persons arrested by the Drug Enforcement Task Force and used for police enforcement activities.

Grants Fund - The Grants Fund is used to account for unrelated federal, state and other grants.

ARP Fund - The American Rescue Plan is delivering direct relief to the City fighting the COVID-19 virus.

Non-Major School Funds - The City accounts for non-major school activities in the School Nutrition Fund, Discretionary Grants Fund, Internal School Fund and B. Jackson Scholarship Fund.

CITY OF BARTLETT, TENNESSEE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2022

	Special Revenue Funds							
	State Street Aid Fund	Solid Waste Control Fund	General Improvement Fund	Drug Enforcement Fund	Drainage Control Fund	Parks Improvement Fund	E-Citation Fund	DEA Task Force Fund
ASSETS								
Cash and cash equivalents	\$ 176,329	\$ 2,235,541	\$ 132,316	\$ 631,698	\$ 121,386	\$ 391,841	\$ 6,849	\$ 181,439
Receivables								
Taxes	-	-	-	-	-	-	-	-
Customer	-	890,754	79,978	-	-	-	-	-
Other	-	2,088	-	-	-	-	-	-
Less allowance for doubtful accounts	-	(49,014)	(4,509)	-	-	-	-	-
Due from other governments	350,137	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Prepaid items	-	-	122,875	-	-	-	-	-
Total assets	<u>\$ 526,466</u>	<u>\$ 3,079,369</u>	<u>\$ 330,660</u>	<u>\$ 631,698</u>	<u>\$ 121,386</u>	<u>\$ 391,841</u>	<u>\$ 6,849</u>	<u>\$ 181,439</u>
LIABILITIES								
Accounts payable and accrued liabilities	\$ 134,089	\$ 145,656	\$ 1,823	\$ 163,946	\$ 34	\$ -	\$ -	\$ 471
Accrued payroll	-	-	-	-	-	-	-	-
Due to other funds	-	58	8	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-
Total liabilities	<u>134,089</u>	<u>145,714</u>	<u>1,831</u>	<u>163,946</u>	<u>34</u>	<u>-</u>	<u>-</u>	<u>471</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue								
Grants	-	-	-	-	-	-	-	-
Other	-	96,647	9,232	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>96,647</u>	<u>9,232</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES								
Nonspendable	-	-	122,875	-	-	-	-	-
Restricted	-	2,837,008	-	467,752	-	-	6,849	180,968
Committed	392,377	-	196,722	-	121,352	391,841	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances	<u>392,377</u>	<u>2,837,008</u>	<u>319,597</u>	<u>467,752</u>	<u>121,352</u>	<u>391,841</u>	<u>6,849</u>	<u>180,968</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 526,466</u>	<u>\$ 3,079,369</u>	<u>\$ 330,660</u>	<u>\$ 631,698</u>	<u>\$ 121,386</u>	<u>\$ 391,841</u>	<u>\$ 6,849</u>	<u>\$ 181,439</u>

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CITY OF BARTLETT, TENNESSEE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2022

	Special Revenue Funds						Debt Service Fund	Total Nonmajor Governmental Funds
	Grants Fund	ARP Fund	School Nutrition Fund	Discretionary Grants Fund	Internal School Funds	B. Jackson Scholarship Fund		
ASSETS								
Cash and cash equivalents	\$ -	\$ 3,253,135	\$ 2,031,678	\$ 331	\$ 1,948,136	\$ 24,330	\$ 3,468,660	\$ 14,603,669
Receivables								
Taxes	-	-	-	-	-	-	758,598	758,598
Customer	-	-	-	-	-	-	-	970,732
Other	-	-	-	-	-	-	-	2,088
Less allowance for doubtful accounts	-	-	-	-	-	-	-	(53,523)
Due from other governments	752,147	-	39,651	81,845	-	-	-	1,223,780
Inventory	-	-	44,967	-	31,902	-	-	76,869
Prepaid items	-	-	-	-	-	-	-	122,875
Total assets	<u>\$ 752,147</u>	<u>\$ 3,253,135</u>	<u>\$ 2,116,296</u>	<u>\$ 82,176</u>	<u>\$ 1,980,038</u>	<u>\$ 24,330</u>	<u>\$ 4,227,258</u>	<u>\$ 17,705,088</u>
LIABILITIES								
Accounts payable and accrued liabilities	\$ 56,900	\$ -	\$ 22,167	\$ -	\$ -	\$ -	\$ -	\$ 525,086
Accrued payroll	-	-	-	14,252	-	-	-	14,252
Due to other funds	1,707,462	-	-	67,593	-	-	-	1,775,121
Unearned revenue	50,364	3,251,613	84,254	-	-	-	-	3,386,231
Total liabilities	<u>1,814,726</u>	<u>3,251,613</u>	<u>106,421</u>	<u>81,845</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,700,690</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue								
Grants	-	-	-	331	-	-	-	331
Other	-	-	-	-	-	-	-	105,879
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>331</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>106,210</u>
FUND BALANCES								
Nonspendable	-	-	44,967	-	31,902	-	-	199,744
Restricted	-	1,522	1,964,908	-	1,948,136	24,330	-	7,431,473
Committed	-	-	-	-	-	-	4,227,258	5,329,550
Unassigned	(1,062,579)	-	-	-	-	-	-	(1,062,579)
Total fund balances	<u>(1,062,579)</u>	<u>1,522</u>	<u>2,009,875</u>	<u>-</u>	<u>1,980,038</u>	<u>24,330</u>	<u>4,227,258</u>	<u>11,898,188</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 752,147</u>	<u>\$ 3,253,135</u>	<u>\$ 2,116,296</u>	<u>\$ 82,176</u>	<u>\$ 1,980,038</u>	<u>\$ 24,330</u>	<u>\$ 4,227,258</u>	<u>\$ 17,705,088</u>

CITY OF BARTLETT, TENNESSEE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2022

	Special Revenue Funds							
	State Street Aid Fund	Solid Waste Control Fund	General Improvement Fund	Drug Enforcement Fund	Drainage Control Fund	Parks Improvement Fund	E-Citation Fund	DEA Task Force Fund
REVENUES								
Local sales taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental								
State gas tax	2,020,439	-	-	-	-	-	-	-
Charges for services	-	7,300,325	654,028	-	8,250	5,600	16,131	-
Fines, forfeitures, and penalties	-	-	-	212,324	-	-	-	-
Federal, state and other grants	-	-	-	-	-	-	-	90,397
Interest on investments	215	1,703	48	611	70	401	10	80
Donations	-	-	-	-	-	-	-	-
Other	-	59,847	-	165	-	2,887	-	-
Total revenues	2,020,654	7,361,875	654,076	213,100	8,320	8,888	16,141	90,477
EXPENDITURES								
Current								
General government	-	-	-	-	-	-	-	-
Public safety	-	-	-	322,686	-	-	17,620	164,687
Public works	2,389,204	6,729,185	565,948	-	116,229	-	-	-
Parks and recreation	-	-	-	-	-	-	-	-
Performing arts center	-	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-	-
Total expenditures	2,389,204	6,729,185	565,948	322,686	116,229	-	17,620	164,687
Excess (deficiency) of revenues over (under) expenditures	(368,550)	632,690	88,128	(109,586)	(107,909)	8,888	(1,479)	(74,210)
OTHER FINANCING SOURCES (USES)								
Refunding bonds issued	-	-	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-	-	-
Payment to escrow agent	-	-	-	-	-	-	-	-
Sale of capital assets	-	29,425	-	-	-	-	-	-
Transfers in	-	-	275,000	19,014	100,000	-	-	-
Transfers out	-	(74,000)	(168,000)	-	-	(150,000)	-	-
Total other financing sources and uses	-	(44,575)	107,000	19,014	100,000	(150,000)	-	-
Net change in fund balances	(368,550)	588,115	195,128	(90,572)	(7,909)	(141,112)	(1,479)	(74,210)
Fund balances - beginning	760,927	2,248,893	124,469	558,324	129,261	532,953	8,328	255,178
Fund balances - ending	\$ 392,377	\$ 2,837,008	\$ 319,597	\$ 467,752	\$ 121,352	\$ 391,841	\$ 6,849	\$ 180,968

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CITY OF BARTLETT, TENNESSEE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2022

	Special Revenue Funds						Total Nonmajor Governmental Funds
	Grants Fund	ARP Fund	School Nutrition Fund	Discretionary Grants Fund	Internal School Funds	B. Jackson Scholarship Fund	
REVENUES							
Local sales taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,311,005
Intergovernmental							
State gas tax	-	-	-	-	-	-	2,020,439
Charges for services	-	-	340,190	-	-	-	8,324,524
Fines, forfeitures, and penalties	-	-	-	-	-	-	212,324
Federal, state and other grants	3,257,201	2,514,700	4,944,919	617,178	-	-	11,424,395
Interest on investments	-	1,278	-	-	-	2,219	6,635
Donations	-	-	-	-	2,355,778	900	2,356,678
Other	-	-	1,961	-	-	-	64,860
Total revenues	3,257,201	2,515,978	5,287,070	617,178	2,355,778	900	28,720,860
EXPENDITURES							
Current							
General government	-	1,125,688	-	-	-	-	1,125,688
Public safety	98,180	841,503	-	-	-	-	1,444,676
Public works	1,128,157	293,707	-	-	-	-	11,222,430
Parks and recreation	217,665	128,419	-	-	-	-	346,084
Performing arts center	-	9,901	-	-	-	-	9,901
Water and sewer	-	-	-	-	-	-	-
Education	-	-	3,766,092	604,304	2,401,694	2,500	6,774,590
Debt Service							
Principal	-	-	-	-	-	-	6,225,334
Interest	-	-	-	-	-	-	3,149,089
Bond issuance costs	-	-	-	-	-	-	76,158
Total expenditures	1,444,002	2,399,218	3,766,092	604,304	2,401,694	2,500	30,373,950
Excess (deficiency) of revenues over (under) expenditures	1,813,199	116,760	1,520,978	12,874	(45,916)	(1,600)	(1,653,090)
OTHER FINANCING SOURCES (USES)							
Refunding bonds issued	-	-	-	-	-	-	1,125,000
Premium on bonds issued	-	-	-	-	-	-	88,652
Payment to escrow agent	-	-	-	-	-	-	(1,190,000)
Sale of capital assets	-	-	-	-	-	-	29,425
Transfers in	-	-	-	-	-	-	5,719,000
Transfers out	(2,988,800)	(115,482)	-	(12,874)	-	-	(3,509,156)
Total other financing sources and uses	(2,988,800)	(115,482)	-	(12,874)	-	-	2,656,935
Net change in fund balances	(1,175,601)	1,278	1,520,978	-	(45,916)	(1,600)	1,003,845
Fund balances - beginning	113,022	244	488,897	-	2,025,954	25,930	10,894,343
Fund balances - ending	\$ (1,062,579)	\$ 1,522	\$ 2,009,875	\$ -	\$ 1,980,038	\$ 24,330	\$ 11,898,188

CITY OF BARTLETT, TENNESSEE

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
STATE STREET AID FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget - Increase (Decrease)
	Original	Final	Actual Amounts	
REVENUES				
Intergovernmental - state gas tax				
Gas motor fuel	\$ 2,100,000	\$ 2,100,000	\$ 1,037,715	\$ (1,062,285)
Gas 1989	-	-	161,447	161,447
Gas 3 cent	-	-	821,277	821,277
Total state gas tax revenues	2,100,000	2,100,000	2,020,439	(79,561)
Charges for services	110,000	110,000	-	(110,000)
Interest on investments	-	-	215	215
Total revenues	2,210,000	2,210,000	2,020,654	(189,346)
EXPENDITURES				
Public Works				
Materials and supplies	2,050,000	2,110,000	2,108,439	1,561
Capital outlay	450,000	552,929	280,765	272,164
Total expenditures	2,500,000	2,662,929	2,389,204	273,725
Deficiency of revenues under expenditures	(290,000)	(452,929)	(368,550)	84,379
OTHER FINANCING SOURCES (USES)				
Planned use of fund balance	290,000	290,000	-	(290,000)
Net change in fund balances	\$ -	\$ (162,929)	(368,550)	\$ (205,621)
Fund balances - beginning			760,927	
Fund balances - ending			\$ 392,377	

CITY OF BARTLETT, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SOLID WASTE CONTROL FUND

For the Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget - Increase (Decrease)
	Original	Final	Actual Amounts	
REVENUES				
Charges for services	\$ 7,329,000	\$ 7,329,000	\$ 7,300,325	\$ (28,675)
Interest on investments	-	-	1,703	1,703
Other income	10,000	10,000	59,847	49,847
Total revenues	<u>7,339,000</u>	<u>7,339,000</u>	<u>7,361,875</u>	<u>22,875</u>
EXPENDITURES				
Public Works				
Salaries	2,357,264	2,357,264	2,307,429	49,835
Benefits	1,183,647	1,183,647	1,088,546	95,101
Contractual services	1,070,600	1,070,600	1,105,936	(35,336)
Maintenance and equipment rental	841,985	842,075	655,577	186,498
Materials and supplies	426,250	426,250	551,704	(125,454)
Insurance	53,700	53,700	48,316	5,384
Other charges	518,498	518,498	38,537	479,961
Capital outlay	641,000	1,013,945	933,140	80,805
Total expenditures	<u>7,092,944</u>	<u>7,465,979</u>	<u>6,729,185</u>	<u>736,794</u>
Excess (deficiency) of revenues over (under) expenditures	246,056	(126,979)	632,690	759,669
OTHER FINANCING SOURCES (USES)				
Planned contribution to fund balance	(172,056)	(172,056)	-	172,056
Sale of capital assets	-	-	29,425	29,425
Transfers out	(74,000)	(74,000)	(74,000)	-
Total other financing uses	<u>(246,056)</u>	<u>(246,056)</u>	<u>(44,575)</u>	<u>201,481</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (373,035)</u>	588,115	<u>\$ 961,150</u>
Fund balances - beginning			<u>2,248,893</u>	
Fund balances - ending			<u>\$ 2,837,008</u>	

CITY OF BARTLETT, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL IMPROVEMENT FUND

For the Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget - Increase (Decrease)
	Original	Final	Actual Amounts	
REVENUES				
Charges for services	\$ 672,000	\$ 672,000	\$ 654,028	\$ (17,972)
Interest on investments	100	100	48	(52)
Total revenues	672,100	672,100	654,076	(18,024)
EXPENDITURES				
Public Works				
Contractual services	10,000	10,000	6,685	3,315
Maintenance and equipment rental	517,000	519,652	453,714	65,938
Other charges	41,500	41,500	62,308	(20,808)
Capital outlay	51,000	68,771	43,241	25,530
Total expenditures	619,500	639,923	565,948	73,975
Excess of revenues over expenditures	52,600	32,177	88,128	55,951
OTHER FINANCING SOURCES (USES)				
Planned contribution to fund balance	(159,600)	(159,600)	-	159,600
Transfers in	275,000	275,000	275,000	-
Transfers out	(168,000)	(168,000)	(168,000)	-
Total other financing sources (uses)	(52,600)	(52,600)	107,000	159,600
Net change in fund balances	\$ -	\$ (20,423)	195,128	\$ 215,551
Fund balances - beginning			124,469	
Fund balances - ending			\$ 319,597	

CITY OF BARTLETT, TENNESSEE

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DRUG ENFORCEMENT FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget - Increase (Decrease)
	Original	Final	Actual Amounts	
REVENUES				
Fines, forfeitures, and penalties	\$ 195,000	\$ 195,000	\$ 212,324	\$ 17,324
Interest on investments	500	500	611	111
Other income	1,000	1,000	165	(835)
Total revenues	<u>196,500</u>	<u>196,500</u>	<u>213,100</u>	<u>16,600</u>
EXPENDITURES				
Public Safety				
Salaries	10,000	10,000	-	10,000
Benefits	1,000	1,000	-	1,000
Contractual services	12,000	12,000	1,750	10,250
Maintenance and equipment rental	4,000	4,000	-	4,000
Materials and supplies	31,000	31,539	20,947	10,592
Other charges	71,500	71,500	20,453	51,047
Capital outlay	240,500	360,500	279,536	80,964
Total expenditures	<u>370,000</u>	<u>490,539</u>	<u>322,686</u>	<u>167,853</u>
Deficiency of revenues under expenditures	(173,500)	(294,039)	(109,586)	184,453
OTHER FINANCING SOURCES (USES)				
Planned use of fund balance	140,500	260,500	-	(260,500)
Transfers in	33,000	33,000	19,014	(13,986)
Total other financing sources	<u>173,500</u>	<u>293,500</u>	<u>19,014</u>	<u>(274,486)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (539)</u>	<u>(90,572)</u>	<u>\$ (90,033)</u>
Fund balances - beginning			<u>558,324</u>	
Fund balances - ending			<u>\$ 467,752</u>	

CITY OF BARTLETT, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DRAINAGE CONTROL FUND

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
REVENUES				
Charges for services	\$ 6,000	\$ 6,000	\$ 8,250	\$ 2,250
Interest on investments	-	-	70	70
Other Income	20,000	20,000	-	(20,000)
Total revenues	26,000	26,000	8,320	(17,680)
EXPENDITURES				
Public Works				
Salaries	74,718	74,783	69,128	5,655
Benefits	33,238	33,238	33,040	198
Contractual services	7,650	8,022	5,599	2,423
Materials and supplies	250	250	14	236
Other charges	8,100	8,100	8,448	(348)
Capital outlay	1,155	1,155	-	1,155
Total expenditures	125,111	125,548	116,229	9,319
Deficiency of revenues under expenditures	(99,111)	(99,548)	(107,909)	(8,361)
OTHER FINANCING SOURCES (USES)				
Planned contribution to fund balance	(889)	(889)	-	889
Transfers in	100,000	100,000	100,000	-
Total other financing sources	99,111	99,111	100,000	889
Net change in fund balances	\$ -	\$ (437)	(7,909)	\$ (7,472)
Fund balances - beginning			129,261	
Fund balances - ending			\$ 121,352	

CITY OF BARTLETT, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PARKS IMPROVEMENT FUND

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
REVENUES				
Charges for services	\$ 10,000	\$ 10,000	\$ 5,600	\$ (4,400)
Interest on investments	500	500	401	(99)
Other Income	-	-	2,887	2,887
Total revenues	10,500	10,500	8,888	(1,612)
EXPENDITURES:				
Parks and Recreation				
Capital outlay	-	8,001	-	8,001
Total expenditures	-	8,001	-	8,001
Excess of revenues over expenditures	10,500	2,499	8,888	6,389
OTHER FINANCING SOURCES (USES)				
Planned use of fund balance	139,500	139,500	-	(139,500)
Transfers out	(150,000)	(150,000)	(150,000)	-
Total other financing uses	(10,500)	(10,500)	(150,000)	(139,500)
Net change in fund balances	\$ -	\$ (8,001)	(141,112)	\$ (133,111)
Fund balances - beginning			532,953	
Fund balances - ending			\$ 391,841	

CITY OF BARTLETT, TENNESSEE

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
E-CITATION FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Increase (Decrease)
REVENUES				
Charges for services	\$ 30,000	\$ 30,000	\$ 16,131	\$ (13,869)
Interest on investments	-	-	10	10
Total revenues	30,000	30,000	16,141	(13,859)
EXPENDITURES:				
Public Safety				
Materials and supplies	15,000	15,000	3,166	11,834
Capital outlay	15,000	15,000	14,454	546
Total expenditures	30,000	30,000	17,620	12,380
Net change in fund balances	\$ -	\$ -	(1,479)	\$ (1,479)
Fund balances - beginning			8,328	
Fund balances - ending			\$ 6,849	

CITY OF BARTLETT, TENNESSEE

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEA TASK FORCE FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
REVENUES				
Federal, state and other grants	\$ 100,000	\$ 100,000	\$ 90,397	\$ (9,603)
Interest income	200	200	80	(120)
Total revenues	100,200	100,200	90,477	(9,723)
EXPENDITURES				
Public Safety				
Contractual services	7,500	7,500	-	7,500
Maintenance and equipment rental	1,000	1,000	-	1,000
Materials and supplies	1,000	1,000	-	1,000
Other charges	6,000	6,000	1,743	4,257
Capital outlay	80,000	212,983	162,944	50,039
Total expenditures	95,500	228,483	164,687	63,796
Excess (deficiency) of revenues over (under) expenditures	4,700	(128,283)	(74,210)	54,073
OTHER FINANCING SOURCES (USES)				
Planned use of fund balance	(4,700)	(4,700)	-	4,700
Net change in fund balances	\$ -	\$ (132,983)	(74,210)	\$ 58,773
Fund balances - beginning			255,178	
Fund balances - ending			\$ 180,968	

CITY OF BARTLETT, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SCHOOL NUTRITION FUND

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
REVENUES				
Charges for services	\$ 1,380,000	\$ 1,380,000	\$ 340,190	\$ (1,039,810)
Federal, state and other grants	1,437,251	2,661,751	4,944,919	2,283,168
Other income	3,000	3,000	1,961	(1,039)
Total revenues	<u>2,820,251</u>	<u>4,044,751</u>	<u>5,287,070</u>	<u>1,242,319</u>
EXPENDITURES				
Education				
Cafeteria				
Salaries	1,074,025	1,074,025	1,025,785	48,240
Benefits	245,295	272,785	278,798	(6,013)
Contractual services	740,620	1,087,290	957,722	129,568
Materials and supplies	756,111	1,585,621	1,484,862	100,759
Other charges	4,200	25,030	18,925	6,105
Total expenditures	<u>2,820,251</u>	<u>4,044,751</u>	<u>3,766,092</u>	<u>278,659</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	1,520,978	<u>\$ 1,520,978</u>
Fund balances - beginning			<u>488,897</u>	
Fund balances - ending			<u>\$ 2,009,875</u>	

CITY OF BARTLETT, TENNESSEE

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DISCRETIONARY GRANTS FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget - Increase (Decrease)
	Original	Final	Actual Amounts	
REVENUES				
Federal, state and other grants				
Federal grants	\$ 454,025	\$ 680,584	\$ 362,260	\$ (318,324)
State Assistance	38,850	136,550	133,293	(3,257)
Other grants	64,302	123,216	121,625	(1,591)
Total revenues	557,177	940,350	617,178	(323,172)
EXPENDITURES				
Education				
Safe Schools				
Contractual services	31,300	33,545	31,546	1,999
Materials and supplies	116,717	246,865	142,629	104,236
	148,017	280,410	174,175	106,235
School Safety				
Materials and supplies	33	-	-	-
	33	-	-	-
School Resource Officer				
Contractual services	210,000	210,000	-	210,000
	210,000	210,000	-	210,000
Voluntary Pre-K				
Salaries	68,035	124,390	124,150	240
Benefits	22,074	52,789	51,514	1,275
Materials and supplies	259	3,180	3,141	39
Other charges	2,825	2,395	1,943	452
	93,193	182,754	180,748	2,006
First 8 Pre-K				
Salaries	38,506	67,041	65,934	1,107
Benefits	22,584	34,648	34,332	316
Materials and supplies	97	14,755	14,629	126
Other charges	1,310	891	908	(17)
	62,497	117,335	115,803	1,532
TN Arts Commission				
Salaries	-	844	-	844
Benefits	-	151	-	151
Contractual services	-	18,400	17,574	826
Materials and supplies	-	7,630	7,590	40
Other charges	-	3,550	3,364	186
	-	30,575	28,528	2,047
ACS Chemistry				
Other charges	-	1,216	1,216	-
	-	1,216	1,216	-

(CONTINUED ON NEXT PAGE)

CITY OF BARTLETT, TENNESSEE

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DISCRETIONARY GRANTS FUND**

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
Coordinate School Health				
Salaries	31,232	72,776	72,993	(217)
Benefits	5,309	13,313	12,405	908
Materials and supplies	1,419	2,909	2,808	101
Other charges	890	1,001	959	42
	<u>38,850</u>	<u>89,999</u>	<u>89,165</u>	<u>834</u>
Battelle Ed				
Materials and supplies	-	5,000	4,985	15
	<u>-</u>	<u>5,000</u>	<u>4,985</u>	<u>15</u>
Battelle TVA				
Materials and supplies	-	5,000	5,002	(2)
	<u>-</u>	<u>5,000</u>	<u>5,002</u>	<u>(2)</u>
Battelle Rivercrest				
Materials and supplies	-	5,000	4,682	318
	<u>-</u>	<u>5,000</u>	<u>4,682</u>	<u>318</u>
Total expenditures	<u>552,590</u>	<u>927,289</u>	<u>604,304</u>	<u>322,985</u>
Excess of revenues over expenditures	4,587	13,061	12,874	(187)
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(4,587)</u>	<u>(13,061)</u>	<u>(12,874)</u>	<u>187</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balances - beginning			<u>-</u>	
Fund balances - ending			<u>\$ -</u>	

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

CITY OF BARTLETT

T E N N E S S E E

DEBT SERVICE FUND

Accounts for the accumulation of resources for, and the payment of general long-term debt principal, interest, and related costs.

CITY OF BARTLETT, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Increase (Decrease)
	Original	Final		
REVENUES				
Local sales taxes	\$ 3,832,500	\$ 3,832,500	\$ 4,311,005	\$ 478,505
Interest income	1,000	1,000	2,219	1,219
Total revenues	3,833,500	3,833,500	4,313,224	479,724
EXPENDITURES				
Debt Service				
Principal	6,230,334	6,230,334	6,225,334	5,000
Interest	3,192,299	3,192,299	3,149,089	43,210
Bond issuance costs	88,500	88,500	76,158	12,342
Total expenditures	9,511,133	9,511,133	9,450,581	60,552
Deficiency of revenues under expenditures	(5,677,633)	(5,677,633)	(5,137,357)	540,276
OTHER FINANCING SOURCES (USES)				
Planned contribution to fund balance	(41,367)	(41,367)	-	41,367
Refunding bonds issued	-	-	1,125,000	1,125,000
Premium on bond issue	-	-	88,652	88,652
Payments to escrow agent	-	-	(1,190,000)	(1,190,000)
Transfers in	5,719,000	5,719,000	5,719,000	-
Total other financing sources	5,677,633	5,677,633	5,742,652	65,019
Net change in fund balances	\$ -	\$ -	605,295	\$ 605,295
Fund balances - beginning			3,621,963	
Fund balances - ending			\$ 4,227,258	

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

CITY OF BARTLETT

T E N N E S S E E

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for health insurance and worker's compensation services provided to the other departments of the City on a cost reimbursement basis. The Internal Service Funds include:

Health & Welfare Fund

Workmen's Compensation Fund

CITY OF BARTLETT, TENNESSEE
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2022

	Health and Welfare Fund	Workers' Compensation Fund	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 1,011,298	\$ 931,900	\$ 1,943,198
Total current assets	<u>1,011,298</u>	<u>931,900</u>	<u>1,943,198</u>
LIABILITIES			
Current liabilities			
Accounts payable	363,298	14,516	377,814
Accrued payroll	12,081	-	12,081
Total current liabilities	<u>375,379</u>	<u>14,516</u>	<u>389,895</u>
NET POSITION			
Unrestricted	<u>\$ 635,919</u>	<u>\$ 917,384</u>	<u>\$ 1,553,303</u>

CITY OF BARTLETT, TENNESSEE
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2022

	Health and Welfare Fund	Workers' Compensation Fund	Total
OPERATING REVENUES			
Charges for services	\$ 2,232,967	\$ 853,907	\$ 3,086,874
City contributions	7,721,761	-	7,721,761
Total revenues	9,954,728	853,907	10,808,635
OPERATING EXPENSES			
Administrative and general			
Workers' compensation claims	-	158,260	158,260
Insurance premiums	9,875,779	644,838	10,520,617
Total operating expenses	9,875,779	803,098	10,678,877
Operating income	78,949	50,809	129,758
NONOPERATING REVENUES			
Interest income	778	543	1,321
Change in net position	79,727	51,352	131,079
Fund balances - beginning	556,192	866,032	1,422,224
Fund balances - ending	\$ 635,919	\$ 917,384	\$ 1,553,303

CITY OF BARTLETT, TENNESSEE
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2022

	Health and Welfare Fund	Workers' Compensation Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from interfund services provided	\$ 9,954,728	\$ 853,907	\$ 10,808,635
Payments to suppliers	(9,867,972)	(809,013)	(10,676,985)
Net cash from (used for) operating activities	86,756	44,894	131,650
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest income	778	543	1,321
Net increase in cash and cash equivalents	87,534	45,437	132,971
Cash and cash equivalents - beginning	923,764	886,463	1,810,227
Cash and cash equivalents - ending	<u>\$ 1,011,298</u>	<u>\$ 931,900</u>	<u>\$ 1,943,198</u>
Reconciliation of operating income to net cash from operating activities			
Operating income (loss)	\$ 78,949	\$ 50,809	\$ 129,758
Adjustments to reconcile operating income (loss) to net cash from (used) by operating activities			
Increase (decrease) in accounts payable	10,247	(5,915)	4,332
Increase (decrease) in accrued payroll	(2,440)	-	(2,440)
Net cash from (used for) operating activities	<u>\$ 86,756</u>	<u>\$ 44,894</u>	<u>\$ 131,650</u>

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

CITY OF BARTLETT

T E N N E S S E E

FIDUCIARY FUNDS

Fiduciary Funds account for custodial activities of the City, in either a trust or agency capacity. The fiduciary funds of the City are:

Employee Retirement Plan - Fiduciary Fund
Contributory Retirement Plan - Fiduciary Fund
City OPEB Fund - Fiduciary Fund
School OPEB Fund - Fiduciary Fund

CITY OF BARTLETT, TENNESSEE
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2022

	Employee Retirement Plan	Contributory Retirement Plan	City OPEB Fund	School OPEB Fund	Total Pension and OPEB Trust Funds
ASSETS					
Cash and cash equivalents	\$ 5,932,340	\$ 214,196	\$ 356,533	\$ 1,191,977	\$ 7,695,046
Interest receivable	128,537	5,058	10,200	-	143,795
Investments					
Common stock	16	530,842	971,027	202,348	1,704,233
Exchange traded funds	-	-	-	883,923	883,923
Mutual funds	83,145,293	3,596,688	7,031,819	2,960,530	96,734,330
Private real estate fund	3,383,022	-	-	-	3,383,022
Total investments	<u>86,528,331</u>	<u>4,127,530</u>	<u>8,002,846</u>	<u>4,046,801</u>	<u>102,705,508</u>
Total assets	<u>92,589,208</u>	<u>4,346,784</u>	<u>8,369,579</u>	<u>5,238,778</u>	<u>110,544,349</u>
LIABILITIES					
Accounts payable	78,035	14,104	11,959	-	104,098
NET POSITION					
Restricted for pensions	92,511,173	4,332,680	-	-	96,843,853
Restricted for OPEBs	-	-	8,357,620	5,238,778	13,596,398
Total net position	<u>\$ 92,511,173</u>	<u>\$ 4,332,680</u>	<u>\$ 8,357,620</u>	<u>\$ 5,238,778</u>	<u>\$ 110,440,251</u>

CITY OF BARTLETT, TENNESSEE
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the Year Ended June 30, 2022

	Employee Retirement Plan	Contributory Retirement Plan	City OPEB Fund	School OPEB Fund	Total Pension and OPEB Trust Funds
ADDITIONS					
Contributions:					
Employer	\$ 4,238,776	\$ 380,549	\$ 1,461,406	\$ 1,648,270	\$ 7,729,001
Plan members	729,489	555,865	-	-	1,285,354
Total contributions	4,968,265	936,414	1,461,406	1,648,270	9,014,355
Investment earnings (losses):					
Interest and dividends	2,566,758	81,105	165,434	203,263	3,016,560
Net loss in fair value of investments	(16,871,065)	(598,452)	(1,311,527)	(888,676)	(19,669,720)
Total investment earnings	(14,304,307)	(517,347)	(1,146,093)	(685,413)	(16,653,160)
Total additions	(9,336,042)	419,067	315,313	962,857	(7,638,805)
DEDUCTIONS					
Benefits	5,733,293	242,889	970,283	648,270	7,594,735
Administrative expense	401,662	27,464	41,548	20,605	491,279
Total deductions	6,134,955	270,353	1,011,831	668,875	8,086,014
Change in net position	(15,470,997)	148,714	(696,518)	293,982	(15,724,819)
Net position - beginning	107,982,170	4,183,966	9,054,138	4,944,796	126,165,070
Net position - ending	\$ 92,511,173	\$ 4,332,680	\$ 8,357,620	\$ 5,238,778	\$ 110,440,251

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

CITY OF BARTLETT

T E N N E S S E E

SUPPORTING SCHEDULES

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF TRANSFERS
For the Year Ended June 30, 2022

	Transfers In	Transfers Out
Major Funds		
General Fund		
School General Purpose Fund	\$ -	\$ 2,346,019
Capital Projects Fund	27,117	1,866,000
General Improvement Fund	168,000	275,000
Drug Enforcement Fund	-	19,014
Grants Fund	10,582	-
Debt Service Fund	-	4,555,000
Drainage Control Fund	-	100,000
	<u>205,699</u>	<u>9,161,033</u>
School General Purpose Fund		
General Fund	2,346,019	-
School Capital Projects Fund	-	5,485,188
Federal Projects Fund	603,366	-
Discretionary Grants Fund	12,874	-
Debt Service Fund	-	1,000,000
	<u>2,962,259</u>	<u>6,485,188</u>
School Federal Projects Fund		
School General Purpose Fund	-	603,366
Capital Projects Fund		
General Fund	1,866,000	27,117
Parks Improvements Fund	150,000	-
Grants Fund	2,973,428	-
Debt Service Fund	-	90,000
	<u>4,989,428</u>	<u>117,117</u>
School Capital Projects Fund		
School General Purpose Fund	5,485,188	-
Utility Fund		
Grants Fund	4,790	-
ARP Fund	115,482	-
	<u>120,272</u>	<u>-</u>
Total major funds	<u>13,762,846</u>	<u>16,366,704</u>
Nonmajor Governmental Funds		
Solid Waste Fund		
Debt Service Fund	-	74,000
General Improvement Fund		
General Fund	275,000	168,000
Drug Awareness Fund		
General Fund	19,014	-
Drainage Control Fund		
General Fund	100,000	-
Parks Improvement Fund		
Capital Projects Fund	-	150,000
Grants Fund		
General Fund	-	10,582
Capital Projects Fund	-	2,973,428
Utility Fund	-	4,790
	<u>-</u>	<u>2,988,800</u>
ARP Fund		
Utility Fund	-	115,482
Discretionary Grants Fund		
School General Purpose Fund	-	12,874
Debt Service Fund		
School General Purpose Fund	1,000,000	-
General Fund	4,555,000	-
Solid Waste Fund	74,000	-
Capital Projects Fund	90,000	-
	<u>5,719,000</u>	<u>-</u>
Total nonmajor governmental funds	<u>6,113,014</u>	<u>3,509,156</u>
Total interfund transfers	<u>\$ 19,875,860</u>	<u>\$ 19,875,860</u>

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF INTERFUND RECEIVABLES AND PAYABLES
June 30, 2022

	Interfund Receivable	Interfund Payable
Major Funds		
General Fund		
School General Purpose Fund	\$ 12,875	\$ 27,463
Grants Fund	958,890	-
	<u>971,765</u>	<u>27,463</u>
School General Purpose Fund		
General Fund	27,463	12,875
School Federal Projects Fund	1,351,658	-
School Discretionary Grants Funds	67,593	-
	<u>1,446,714</u>	<u>12,875</u>
Schools Federal Projects Fund		
School Federal Projects Fund	-	1,351,658
Capital Projects Fund		
Grants Fund	748,572	-
Utility Fund		
Solid Waste Fund	58	-
General Improvement Fund	8	-
	<u>66</u>	<u>-</u>
Total major funds	<u>3,167,117</u>	<u>1,391,996</u>
Nonmajor Governmental Funds		
Solid Waste Fund		
Utility Fund	-	58
General Improvement Fund		
Utility Fund	-	8
Grants Fund		
Capital Projects Fund	-	1,707,462
Schools Discretionary Grants Fund		
School General Purpose Fund	-	67,593
Total nonmajor governmental funds	<u>-</u>	<u>1,775,121</u>
Total interfund receivables and payables	<u><u>\$ 3,167,117</u></u>	<u><u>\$ 3,167,117</u></u>

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF PRINCIPAL AND INTEREST REQUIREMENTS
BONDS PAYABLE - GOVERNMENTAL FUNDS
June 30, 2022

Fiscal Year	Series 2021 Bonds		Series 2021 Bonds		Series 2019 Bonds		Series 2018 Bonds		Series 2017 Bonds		Series 2016 Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 110,000	\$ 98,600	\$ 235,000	\$ 23,500	\$ 225,000	\$ 261,425	\$ 190,000	\$ 201,950	\$ 1,850,000	\$ 1,652,850	\$ 260,000	\$ 105,500
2024	115,000	94,100	50,000	17,800	235,000	249,925	200,000	192,200	1,830,000	1,560,850	380,000	99,100
2025	115,000	89,500	55,000	15,700	245,000	237,925	210,000	181,950	1,925,000	1,466,975	390,000	91,400
2026	120,000	84,800	60,000	13,400	260,000	225,300	220,000	171,200	2,030,000	1,368,100	400,000	83,500
2027	125,000	79,900	65,000	10,900	275,000	211,925	230,000	159,950	2,135,000	1,263,975	400,000	75,500
2028	130,000	74,800	65,000	8,300	290,000	197,800	245,000	148,075	2,235,000	1,154,725	415,000	67,350
2029	140,000	69,400	70,000	5,600	300,000	183,050	255,000	135,575	2,155,000	1,044,975	425,000	58,950
2030	140,000	64,500	70,000	3,150	315,000	167,675	270,000	123,800	2,270,000	934,350	430,000	50,400
2031	145,000	60,225	70,000	1,050	330,000	153,200	280,000	112,800	2,375,000	830,100	300,000	43,100
2032	150,000	55,800	-	-	345,000	139,700	290,000	101,400	2,470,000	733,200	305,000	37,050
2033	155,000	51,225	-	-	360,000	125,600	300,000	89,600	2,570,000	632,400	310,000	30,900
2034	160,000	46,500	-	-	375,000	110,900	315,000	77,300	2,680,000	527,400	320,000	24,600
2035	165,000	41,625	-	-	390,000	95,600	325,000	64,500	2,785,000	418,100	325,000	17,988
2036	170,000	36,600	-	-	405,000	79,700	340,000	51,200	2,895,000	304,500	330,000	11,027
2037	175,000	31,425	-	-	420,000	63,200	355,000	37,300	3,020,000	186,200	340,000	3,740
2038	180,000	26,100	-	-	440,000	46,000	370,000	22,800	3,145,000	62,900	-	-
2039	185,000	20,625	-	-	455,000	28,100	385,000	7,700	-	-	-	-
2040	190,000	15,000	-	-	475,000	9,500	-	-	-	-	-	-
2041	200,000	9,150	-	-	-	-	-	-	-	-	-	-
2042	205,000	3,075	-	-	-	-	-	-	-	-	-	-
	<u>\$ 3,075,000</u>	<u>\$ 1,052,950</u>	<u>\$ 740,000</u>	<u>\$ 99,400</u>	<u>\$ 6,140,000</u>	<u>\$ 2,586,525</u>	<u>\$ 4,780,000</u>	<u>\$ 1,879,300</u>	<u>\$ 38,370,000</u>	<u>\$ 14,141,600</u>	<u>\$ 5,330,000</u>	<u>\$ 800,105</u>

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CITY OF BARTLETT, TENNESSEE
SCHEDULE OF PRINCIPAL AND INTEREST REQUIREMENTS
BONDS PAYABLE - GOVERNMENTAL FUNDS
June 30, 2022

Fiscal Year	Series 2015 Bonds		Series 2013 Bonds		Series 2012 Bonds		Series 2011 Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 210,000	\$ 181,850	\$ 105,000	\$ 47,419	\$ 660,000	\$ 78,588	\$ 55,000	\$ 2,131	\$ 3,900,000	\$ 2,653,813
2024	215,000	175,450	110,000	44,194	690,000	61,788	55,000	722	3,880,000	2,496,129
2025	225,000	166,650	115,000	40,819	700,000	47,450	-	-	3,980,000	2,338,369
2026	235,000	157,450	115,000	37,369	715,000	31,969	-	-	4,155,000	2,173,088
2027	245,000	146,625	120,000	33,844	110,000	22,481	-	-	3,705,000	2,005,100
2028	255,000	134,125	125,000	30,169	115,000	19,528	-	-	3,875,000	1,834,872
2029	270,000	121,000	125,000	26,419	115,000	16,509	-	-	3,855,000	1,661,478
2030	280,000	107,250	130,000	22,431	120,000	13,200	-	-	4,025,000	1,486,756
2031	295,000	92,875	135,000	17,956	125,000	9,525	-	-	4,055,000	1,320,831
2032	310,000	77,750	140,000	13,144	125,000	5,775	-	-	4,135,000	1,163,819
2033	325,000	61,875	145,000	8,066	130,000	1,950	-	-	4,295,000	1,001,616
2034	340,000	45,250	150,000	2,719	-	-	-	-	4,340,000	834,669
2035	360,000	27,750	-	-	-	-	-	-	4,350,000	665,563
2036	375,000	9,375	-	-	-	-	-	-	4,515,000	492,402
2037	-	-	-	-	-	-	-	-	4,310,000	321,865
2038	-	-	-	-	-	-	-	-	4,135,000	157,800
2039	-	-	-	-	-	-	-	-	1,025,000	56,425
2040	-	-	-	-	-	-	-	-	665,000	24,500
2041	-	-	-	-	-	-	-	-	200,000	9,150
2042	-	-	-	-	-	-	-	-	205,000	3,075
	<u>\$ 3,940,000</u>	<u>\$ 1,505,275</u>	<u>\$ 1,515,000</u>	<u>\$ 324,549</u>	<u>\$ 3,605,000</u>	<u>\$ 308,763</u>	<u>\$ 110,000</u>	<u>\$ 2,853</u>	<u>\$ 67,605,000</u>	<u>\$ 22,701,320</u>

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF PRINCIPAL AND INTEREST REQUIREMENTS
NOTES PAYABLE - GOVERNMENTAL FUNDS
June 30, 2022

Fiscal Year	2021 Capital Note		2021 Capital Note		2020 Capital Note		2020 Capital Note		2019 Capital Note		2019 Capital Note	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 154,000	\$ 33,282	\$ 60,000	\$ 14,308	\$ 336,000	\$ 147,789	\$ 244,000	\$ 31,611	\$ 142,000	\$ 21,572	\$ 195,000	\$ 29,532
2024	156,000	30,510	61,000	13,132	343,000	141,101	249,000	26,609	147,000	17,034	201,000	23,315
2025	159,000	27,702	63,000	11,936	350,000	134,275	254,000	21,505	152,000	12,340	207,000	16,909
2026	162,000	24,840	64,000	10,702	357,000	127,311	260,000	16,298	156,000	7,505	214,000	10,299
2027	165,000	21,924	65,000	9,447	364,000	120,209	265,000	10,968	161,000	2,528	221,000	3,470
2028	168,000	18,954	66,000	8,173	371,000	112,970	270,000	5,535	-	-	-	-
2029	171,000	15,930	68,000	6,880	378,000	105,592	-	-	-	-	-	-
2030	174,000	12,852	69,000	5,547	386,000	98,067	-	-	-	-	-	-
2031	177,000	9,720	70,000	4,194	394,000	90,384	-	-	-	-	-	-
2032	180,000	6,534	71,000	2,822	401,000	82,553	-	-	-	-	-	-
2033	183,000	3,294	73,000	1,431	409,000	74,574	-	-	-	-	-	-
2034	-	-	-	-	417,000	66,438	-	-	-	-	-	-
2035	-	-	-	-	426,000	58,135	-	-	-	-	-	-
2036	-	-	-	-	434,000	49,664	-	-	-	-	-	-
2037	-	-	-	-	443,000	41,025	-	-	-	-	-	-
2038	-	-	-	-	452,000	32,210	-	-	-	-	-	-
2039	-	-	-	-	460,000	23,226	-	-	-	-	-	-
2040	-	-	-	-	470,000	14,066	-	-	-	-	-	-
2041	-	-	-	-	479,000	4,718	-	-	-	-	-	-
	<u>\$ 1,849,000</u>	<u>\$ 205,542</u>	<u>\$ 730,000</u>	<u>\$ 88,572</u>	<u>\$ 7,670,000</u>	<u>\$ 1,524,307</u>	<u>\$ 1,542,000</u>	<u>\$ 112,526</u>	<u>\$ 758,000</u>	<u>\$ 60,979</u>	<u>\$ 1,038,000</u>	<u>\$ 83,525</u>

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CITY OF BARTLETT, TENNESSEE
SCHEDULE OF PRINCIPAL AND INTEREST REQUIREMENTS
NOTES PAYABLE - GOVERNMENTAL FUNDS
June 30, 2022

Fiscal Year	2018 Capital Note		2017 Capital Note		2016 Capital Note		2015 Capital Note		2008 Note Payable		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest*	Principal	Interest
2023	\$ 193,000	\$ 25,041	\$ 288,000	\$ 17,265	\$ 168,000	\$ 4,947	\$ 162,000	\$ 1,644	\$ 76,000	\$ 7,402	\$ 2,018,000	\$ 334,393
2024	200,000	18,183	295,000	10,473	171,000	1,659	-	-	80,000	6,482	1,903,000	288,498
2025	207,000	11,081	302,000	3,518	-	-	-	-	83,000	5,512	1,777,000	244,778
2026	214,000	3,734	-	-	-	-	-	-	87,000	4,506	1,514,000	205,195
2027	-	-	-	-	-	-	-	-	91,000	3,452	1,332,000	171,998
2028	-	-	-	-	-	-	-	-	95,000	2,350	970,000	147,982
2029	-	-	-	-	-	-	-	-	99,000	600	716,000	129,002
2030	-	-	-	-	-	-	-	-	-	-	629,000	116,466
2031	-	-	-	-	-	-	-	-	-	-	641,000	104,298
2032	-	-	-	-	-	-	-	-	-	-	652,000	91,909
2033	-	-	-	-	-	-	-	-	-	-	665,000	79,299
2034	-	-	-	-	-	-	-	-	-	-	417,000	66,438
2035	-	-	-	-	-	-	-	-	-	-	426,000	58,135
2036	-	-	-	-	-	-	-	-	-	-	434,000	49,664
2037	-	-	-	-	-	-	-	-	-	-	443,000	41,025
2038	-	-	-	-	-	-	-	-	-	-	452,000	32,210
2039	-	-	-	-	-	-	-	-	-	-	460,000	23,226
2040	-	-	-	-	-	-	-	-	-	-	470,000	14,066
2041	-	-	-	-	-	-	-	-	-	-	479,000	4,718
	<u>\$ 814,000</u>	<u>\$ 58,039</u>	<u>\$ 885,000</u>	<u>\$ 31,256</u>	<u>\$ 339,000</u>	<u>\$ 6,606</u>	<u>\$ 162,000</u>	<u>\$ 1,644</u>	<u>\$ 611,000</u>	<u>\$ 30,304</u>	<u>\$ 16,398,000</u>	<u>\$ 2,203,300</u>

* This is a variable rate loan. Annual interest rate assumed is .66% which is based on the June 2022 interest rate.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF PRINCIPAL AND INTEREST REQUIREMENTS
BARTLETT CITY BOARD OF EDUCATION LONG-TERM DEBT - GOVERNMENTAL FUNDS
June 30, 2022

Fiscal Year	Shelby County Settlement Obligation		
	Principal	Interest	Total
2023	\$ 552,354	\$ 55,839	\$ 608,193
2024	565,814	42,379	608,193
2025	579,601	28,592	608,193
2026	593,726	14,467	608,193
	<u>\$ 2,291,495</u>	<u>\$ 141,277</u>	<u>\$ 2,432,772</u>

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF PRINCIPAL AND INTEREST REQUIREMENTS
BONDS AND NOTE PAYABLE - WATER AND SEWER FUND
June 30, 2022

Fiscal Year	Series 2021 Bonds		Series 2021 Bonds		Series 2013 Bonds		Series 2012 Bonds		Series 2011 Bonds		Series 2010 Bonds		Total Bonds		2008 Note Payable	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest*
2023	\$ 40,000	\$14,850	\$ 55,000	\$13,100	\$ 65,000	\$ 29,071	\$ 265,000	\$ 35,631	\$240,000	\$ 9,738	\$100,000	\$ 1,313	\$ 765,000	\$103,703	\$ 57,000	\$ 2,990
2024	45,000	13,150	55,000	10,900	65,000	27,121	265,000	29,006	245,000	3,369	-	-	675,000	83,546	59,000	2,614
2025	50,000	11,250	60,000	8,600	70,000	25,096	275,000	23,434	-	-	-	-	455,000	68,380	62,000	2,224
2026	50,000	9,250	60,000	6,200	70,000	22,996	285,000	17,306	-	-	-	-	465,000	55,752	64,000	1,815
2027	55,000	7,150	60,000	3,800	70,000	20,896	65,000	13,247	-	-	-	-	250,000	45,093	67,000	1,392
2028	55,000	4,950	65,000	1,300	75,000	18,721	65,000	11,541	-	-	-	-	260,000	36,512	70,000	950
2029	55,000	2,750	-	-	75,000	16,321	70,000	9,769	-	-	-	-	200,000	28,840	74,000	448
2030	55,000	825	-	-	80,000	13,686	70,000	7,800	-	-	-	-	205,000	22,311	-	-
2031	-	-	-	-	80,000	10,966	75,000	5,625	-	-	-	-	155,000	16,591	-	-
2032	-	-	-	-	85,000	8,066	75,000	3,375	-	-	-	-	160,000	11,441	-	-
2033	-	-	-	-	90,000	4,894	75,000	1,125	-	-	-	-	165,000	6,019	-	-
2034	-	-	-	-	90,000	1,631	-	-	-	-	-	-	90,000	1,631	-	-
	<u>\$ 405,000</u>	<u>\$64,175</u>	<u>\$355,000</u>	<u>\$43,900</u>	<u>\$915,000</u>	<u>\$199,465</u>	<u>\$1,585,000</u>	<u>\$157,859</u>	<u>\$485,000</u>	<u>\$13,107</u>	<u>\$100,000</u>	<u>\$ 1,313</u>	<u>\$3,845,000</u>	<u>\$479,819</u>	<u>\$453,000</u>	<u>\$ 12,433</u>

* This is a variable rate loan. Annual interest rate assumed is .66% which is based on the June 2022 interest rate

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CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CHANGES IN LONG-TERM DEBT BY INDIVIDUAL ISSUE
For the Year Ended June 30, 2022

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Maturity Date	Outstanding 6/30/2021	Issued During Period	Paid During Period	Refunded During Period	Outstanding 6/30/2022
Governmental Activities									
<u>Payable through Debt Service Fund</u>									
General Obligation Bonds:									
2010 Serial Bonds	\$ 7,925,000	2.0 - 3.5%	8/26/2010	12/1/2030	\$ 1,190,000	\$ -	\$ -	\$ (1,190,000)	\$ -
2011 Serial Bonds	4,545,000	2.0 - 2.625%	9/7/2011	6/30/2031	460,000	-	(350,000)	-	110,000
2012 Serial Bonds	9,865,000	2.0 - 3.0%	9/27/2012	9/1/2032	4,245,000	-	(640,000)	-	3,605,000
2013 Serial Bonds	4,690,000	3.0 - 3.625%	10/23/2013	9/1/2033	1,620,000	-	(105,000)	-	1,515,000
2015 Serial Bonds	5,100,000	2.0 - 5.0%	10/01/2015	9/1/2035	4,145,000	-	(205,000)	-	3,940,000
2016 Serial Bonds	6,500,000	2.0 - 3.0%	9/28/2016	9/1/2036	5,585,000	-	(255,000)	-	5,330,000
2017 Serial Bonds	44,930,000	4.0 - 5.0%	10/05/2017	9/1/2037	40,130,000	-	(1,760,000)	-	38,370,000
2018 Serial Bonds	5,295,000	4.0 - 5.0%	10/18/2018	9/1/2038	4,960,000	-	(180,000)	-	4,780,000
2019 Serial Bonds	6,560,000	4.0 - 5.0%	10/17/2019	9/1/2039	6,355,000	-	(215,000)	-	6,140,000
2021 Serial Bonds	3,075,000	3.0 - 4.0%	10/14/2021	6/30/2042	-	3,075,000	-	-	3,075,000
2021 Serial Bonds	1,125,000	3.0 - 4.0%	10/14/2021	6/30/2031	-	1,125,000	(385,000)	-	740,000
Total general obligation bonds					<u>\$ 68,690,000</u>	<u>\$ 4,200,000</u>	<u>\$ (4,095,000)</u>	<u>\$ (1,190,000)</u>	<u>\$ 67,605,000</u>
Notes from Direct Borrowings:									
2008 TML Note	\$ 1,350,000	*0.66%	2/20/2009	5/25/2029	\$ 684,000	\$ -	\$ (73,000)	\$ -	\$ 611,000
Capital Note 2014	1,041,000	2.19%	9/3/2014	9/1/2021	159,000	-	(159,000)	-	-
Capital Note 2015	1,064,000	2.03%	8/5/2015	8/1/2022	320,000	-	(158,000)	-	162,000
Capital Note 2016	1,127,500	1.94%	8/12/2016	8/1/2023	504,000	-	(165,000)	-	339,000
Capital Note 2017	1,969,150	2.33%	7/14/2017	8/1/2024	1,167,000	-	(282,000)	-	885,000
Capital Note 2018	1,355,000	3.49%	7/26/2018	8/1/2025	1,001,000	-	(187,000)	-	814,000
Capital Note 2019	1,410,000	3.14%	7/30/2019	8/1/2026	1,227,000	-	(189,000)	-	1,038,000
Capital Note 2019A	1,030,000	3.14%	9/12/2019	8/1/2026	896,000	-	(138,000)	-	758,000
Capital Note 2020	2,000,000	2.05%	6/26/2020	6/1/2028	1,781,000	-	(239,000)	-	1,542,000
Capital Note 2020	8,000,000	1.97%	12/15/2020	12/1/2040	8,000,000	-	(330,000)	-	7,670,000
Capital Note 2021	2,000,000	1.80%	2/19/2021	2/1/2033	2,000,000	-	(151,000)	-	1,849,000
Capital Note 2021	789,334	1.96%	3/23/2021	2/1/2033	789,334	-	(59,334)	-	730,000
Total capital outlay notes					<u>\$ 18,528,334</u>	<u>\$ -</u>	<u>\$ (2,130,334)</u>	<u>\$ -</u>	<u>\$ 16,398,000</u>
Total payable through debt service fund					<u>\$ 87,218,334</u>	<u>\$ 4,200,000</u>	<u>\$ (6,225,334)</u>	<u>\$ (1,190,000)</u>	<u>\$ 84,003,000</u>

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CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CHANGES IN LONG-TERM DEBT BY INDIVIDUAL ISSUE
For the Year Ended June 30, 2022

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Maturity Date	Outstanding 6/30/2021	Issued During Period	Paid During Period	Refunded During Period	Outstanding 6/30/2022
<u>Payable through School General Purpose Fund</u>									
Direct Borrowings:									
Settlement Liability	\$ 6,351,216	2.41%	06/01/2014	11/1/2025	\$ 3,040,965	\$ -	\$ (608,193)	\$ -	\$ 2,432,772
Equipment Lease 2018	5,031,856	0.900%	6/1/2018	9/1/2021	1,273,450	-	(1,273,450)	-	-
Total payable through general purpose school fund					<u>\$ 4,314,415</u>	<u>\$ -</u>	<u>\$ (1,881,643)</u>	<u>\$ -</u>	<u>\$ 2,432,772</u>
Business-Type Activities									
<u>Payable through Utility Fund</u>									
General Revenue Bonds:									
2007 Serial Bonds	\$ 1,015,000	4.0 - 4.05%	9/12/2007	9/1/2027	\$ 450,000	\$ -	\$ (55,000)	\$ (395,000)	\$ -
2009 Serial Bonds	960,000	2.0 - 4.1%	9/09/2009	9/1/2029	505,000	-	(50,000)	(455,000)	-
2010 Serial Bonds	3,115,000	2.0 - 2.65%	9/27/2012	9/1/2032	420,000	-	(320,000)	-	100,000
2011 Serial Bonds	4,305,000	2.0 - 2.75%	10/23/2013	9/1/2033	720,000	-	(235,000)	-	485,000
2012 Serial Bonds	3,440,000	2.0 - 3.0%	9/30/2015	9/1/2035	1,845,000	-	(260,000)	-	1,585,000
2013 Serial Bonds	2,005,000	3.0 - 3.625%	9/28/2016	9/1/2036	980,000	-	(65,000)	-	915,000
2021 Serial Bonds	355,000	4%	10/14/2021	6/30/2028	-	355,000	-	-	355,000
2021 Serial Bonds	405,000	3.0 - 3.625%	10/14/2021	6/30/1930	-	405,000	-	-	405,000
Total general revenue bonds					<u>\$ 4,920,000</u>	<u>\$ 760,000</u>	<u>\$ (985,000)</u>	<u>\$ (850,000)</u>	<u>\$ 3,845,000</u>
2008 TML Note	1,000,000	*0.66%	2/20/2009	5/25/2029	\$ 507,000	\$ -	\$ (54,000)	\$ -	\$ 453,000
Total payable through utility fund					<u>\$ 5,427,000</u>	<u>\$ 760,000</u>	<u>\$ (1,039,000)</u>	<u>\$ (850,000)</u>	<u>\$ 4,298,000</u>

*Variable rate Tennessee Municipal Bond Fund loan rate for June 30, 2022 was .66%

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF CHANGES IN PROPERTY TAXES RECEIVABLE - GENERAL FUND
For the Year Ended June 30, 2022

	Total	2022	Prior Years										
			2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011 & Prior
Property taxes receivable - beginning of year	\$ 30,267,423	\$ -	\$29,656,805	\$361,216	\$92,830	\$44,425	\$27,151	\$18,056	\$15,263	\$13,925	\$13,874	\$8,574	\$15,304
Add:													
Tax levied:	29,261,155	\$29,260,905	250	-	-	-	-	-	-	-	-	-	-
Adjustments	(492,182)	-	(149,128)	(77,917)	(68,287)	(63,705)	(49,513)	(27,878)	(27,877)	(27,877)	-	-	-
Total Additions	28,768,973	\$29,260,905	(148,878)	(77,917)	(68,287)	(63,705)	(49,513)	(27,878)	(27,877)	(27,877)	-	-	-
Deduct:													
Collections - Net of Refunds	(29,117,192)	-	(29,073,341)	(210,867)	13,907	43,618	38,517	23,157	24,864	26,093	(1,152)	(346)	(1,642)
Releases	(3,627)	-	-	-	(26)	-	(25)	-	-	-	-	-	(3,576)
Total Deductions	(29,120,819)	-	(29,073,341)	(210,867)	13,881	43,618	38,492	23,157	24,864	26,093	(1,152)	(346)	(5,218)
Property taxes receivable - end of year	29,915,577	29,260,905	\$434,586	72,432	38,424	24,338	16,130	13,335	12,250	12,141	12,722	\$8,228	\$10,086
Less: Allowance for uncollectibles	(737,141)	(585,219)	(49,969)	(14,955)	(10,733)	(11,750)	(9,473)	(9,369)	(9,236)	(9,649)	(10,754)	(6,832)	(9,202)
Property taxes receivable, net	<u>\$ 29,178,436</u>	<u>\$ 28,675,686</u>	<u>\$384,617</u>	<u>\$ 57,477</u>	<u>\$ 27,691</u>	<u>\$ 12,588</u>	<u>\$ 6,657</u>	<u>\$ 3,966</u>	<u>\$ 3,014</u>	<u>\$ 2,492</u>	<u>\$ 1,968</u>	<u>\$ 1,396</u>	<u>\$ 884</u>
Delinquent Taxes													

The City collects their own property taxes. All delinquent customers are given notice of overdue accounts and the balance is added to their next bill plus interest and penalties. As per the City Charter, before March of the second year following the due date, the City takes action against delinquent property taxes. The City turns all delinquent accounts over to Shelby County for collection.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

CITY OF BARTLETT

T E N N E S S E E

OTHER SCHEDULES

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF BONDS OF PRINCIPAL OFFICIALS
June 30, 2022

Amount of Bond/Issuance

All officers and employees of the City of Bartlett, Tennessee are included for coverage under the City's Municipal Crime Coverage. The limit of coverage is \$500,000 per occurrence of employee dishonesty subject to a \$1,000 per occurrence deductible. The limit of coverage is \$150,000 per occurrence of forgery, alteration, theft, disappearance, destruction, and computer fraud per occurrence subject to a \$1,000 per occurrence deductible.

Mayor

A. Keith McDonald

Six Aldermen

Jack Young

W.C. (Bubba) Pleasant

David Parsons

Vacant Position 2

Bobby Simmons

Kevin Quinn

City Administrative Officer*

Mark Brown

City Attorney

Ed McKenney, Jr.

City Clerk

Penny Medlock

Director of Community Relations

Debbie Gelineau

Finance Director & CMFO Designee

Dick Phebus

Court Clerk

Bill Lloyd

Director of Personnel

Ted Archdeacon

Director of Planning and Economic Development

Kim Taylor

Director of Police Services

Jeff Cox

Director of Fire Services

Terry Wiggins

Director of Code Enforcement

Jim Brown

Director of Public Works

Mike Adams

Director of Engineering

Rick McClanahan

Director of Parks and Recreation

Shan Criswell

Director of Bartlett Performing Arts and Conference Center

Michael Bollinger

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF UTILITY RATE STRUCTURE AND NUMBER OF CUSTOMERS
June 30, 2022

As of June 30, 2022, City of Bartlett, Tennessee served approximately 21,652 water customers and 20,466 sewer customers and had the following rate structure in place:

Water			Sewer		
Residential, city customers (volume charge is 1,000 gal):					
<u>Gallons</u>	<u>Base Charge</u>	<u>Volume Charge</u>	<u>Gallons</u>	<u>Base Charge</u>	<u>Volume Charge</u>
First 2,000 gallons	\$ 7.80	\$ -	First 2,000 gallons	\$ 8.19	\$ -
Over 2,000 gallons/1,000 gal.	-	1.80	Over 2,000 gallons/1,000 gal.	-	1.64
					-
Residential, rural customers (volume charge is 1,000 gal):					
<u>Gallons</u>	<u>Base Charge</u>	<u>Volume Charge</u>	<u>Gallons</u>	<u>Base Charge</u>	<u>Volume Charge</u>
First 2,000 gallons	\$ 10.70	\$ -	First 2,000 gallons	\$ 10.09	\$ -
Over 2,000 gallons/1,000 gal.	-	2.70	Over 2,000 gallons/1,000 gal.	-	1.79
Commercial, city customers (volume charge is 1,000 gal):					
<u>Gallons</u>	<u>Base Charge</u>	<u>Volume Charge</u>	<u>Gallons</u>	<u>Base Charge</u>	<u>Volume Charge</u>
First 2,000 gallons	\$ 12.88	\$ -	First 2,000 gallons	\$ 16.89	\$ -
Over 2,000 gallons/1,000 gal.	-	2.10	Over 2,000 gallons/1,000 gal.	-	1.79
Commercial, rural customers (volume charge is 1,000 gal):					
<u>Gallons</u>	<u>Base Charge</u>	<u>Volume Charge</u>	<u>Gallons</u>	<u>Base Charge</u>	<u>Volume Charge</u>
First 2,000 gallons	\$ 17.59	\$ -	First 2,000 gallons	\$ 24.14	\$ -
Over 2,000 gallons/1,000 gal.	-	3.15	Over 2,000 gallons/1,000 gal.	-	1.93

STATISTICAL SECTION

CITY OF BARTLETT, TENNESSEE
STATISTICAL INFORMATION SECTION
For the Year Ended June 30, 2021

This part of the City of Bartlett's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and wellbeing have changed over time.	145
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	150
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	157
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place, to help make comparisons over time and with other governments.	162
Operating Information These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	164

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

CITY OF BARTLETT, TENNESSEE
NET POSITION BY COMPONENT

Last Ten Fiscal Years
(accrual basis of accounting)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Government activities										
Net Investment in Capital Assets	\$ 303,908,153	\$ 288,441,773	\$ 279,366,819	\$ 246,674,617	\$ 250,600,800	\$ 268,541,209	\$ 263,277,473	\$ 265,573,498	\$ 266,223,904	\$ 98,790,350
Restricted for:										
Debt Service	-	-	-	-	-	-	-	-	-	904,127
Streets	-	-	-	-	-	-	435,923	960,632	739,690	1,088,408
Park improvements	-	-	-	-	-	-	-	-	-	665,100
Capital projects	-	-	208,878	-	-	-	-	4,941,960	7,396,522	-
DEA task force	-	-	-	-	-	313,367	263,386	405,430	423,553	-
Drug enforcement	648,720	813,502	769,520	623,986	760,682	490,096	451,216	491,661	492,275	598,242
Education	1,964,908	1,210,350	424,644	589,660	475,938	349,026	-	-	-	-
Solid waste	2,837,008	2,248,893	882,420	489,784	1,086,301	1,245,982	-	-	-	-
Net pension asset	5,092,366	9,606,062	11,510,896	4,625,988	835,406	155,906	-	-	-	-
Stabilization reserve trust	972,499	759,752	404,897	188,272	-	-	-	-	-	-
Other purposes	2,086,930	2,126,949	34,159	44,847	22,640	19,218	349,874	-	16,199	337,328
Unrestricted	(14,702,389)	(30,850,077)	(31,184,551)	12,658,410	12,564,491	10,480,458	6,566,878	(5,472,307)	(1,300,457)	4,698,411
Total government activities net position	302,808,195	274,357,204	262,417,682	265,895,564	266,346,258	281,595,262	271,344,750	266,900,874	273,991,686	107,081,966
Business-type activities										
Net Investment in Capital Assets	58,873,894	59,631,578	59,338,672	59,169,879	58,717,586	57,820,422	57,533,711	57,658,219	57,051,033	58,727,263
Restricted for:										
Net pension asset	-	61,169	10,716	10,806	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	1,965,536	2,621,366	-
Unrestricted	9,453,362	8,335,976	8,755,077	8,276,041	8,700,754	9,538,284	9,253,333	6,723,957	6,932,427	7,274,487
Total business-type activities net position	68,327,256	68,028,723	68,104,465	67,456,726	67,418,340	67,358,706	66,787,044	66,347,712	66,604,826	66,001,750
Primary government										
Net Investment in Capital Assets	362,782,047	348,073,351	338,705,491	305,844,496	309,318,386	326,361,631	320,811,184	323,231,717	323,274,937	157,517,613
Restricted for:										
Debt Service	-	-	-	-	-	-	-	-	-	904,127
Streets	-	-	-	-	-	-	435,923	960,632	739,690	1,088,408
Park improvements	-	-	-	-	-	-	-	-	-	665,100
Capital projects	-	-	208,878	-	-	-	-	6,907,496	10,017,888	-
DEA task force	-	-	-	-	-	313,367	263,386	405,430	423,553	-
Drug enforcement	648,720	813,502	769,520	623,986	760,682	490,096	451,216	491,661	492,275	598,242
Education	1,964,908	1,210,350	424,644	589,660	475,938	349,026	-	-	-	-
Solid waste	2,837,008	2,248,893	882,420	489,784	1,086,301	1,245,982	-	-	-	-
Net pension asset	5,092,366	9,667,231	11,521,612	4,636,794	835,406	155,906	-	-	-	-
Stabilization reserve trust	972,499	759,752	404,897	188,272	-	-	-	-	-	-
Other purposes	2,086,930	2,126,949	34,159	44,847	22,640	19,218	349,874	-	16,199	337,328
Unrestricted	(5,249,027)	(22,514,101)	(22,429,474)	20,934,451	21,265,245	20,018,742	15,820,211	1,251,650	5,631,970	11,972,898
Total primary government net position	\$ 371,135,451	\$ 342,385,927	\$ 330,522,147	\$ 333,352,290	\$ 333,764,598	\$ 348,953,968	\$ 338,131,794	\$ 333,248,586	\$ 340,596,512	\$ 173,083,716

CITY OF BARTLETT, TENNESSEE
CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Expenses										
Governmental activities:										
General government	\$ 9,439,008	\$ 7,942,652	\$ 9,457,124	\$ 8,704,877	\$ 8,145,735	\$ 8,175,577	\$ 8,945,508	\$ 8,194,427	\$ 7,751,978	\$ 7,544,128
Public safety	37,052,652	32,669,080	34,869,812	33,365,314	30,569,645	29,948,247	28,907,473	27,217,650	28,251,298	24,315,277
Public works	25,382,455	22,690,083	22,445,292	22,057,199	20,016,316	16,123,280	17,226,976	15,190,501	14,394,975	18,568,846
Parks and recreation	8,012,528	7,278,762	5,745,030	5,376,867	5,019,903	4,668,957	4,603,219	4,277,840	3,950,132	3,899,743
Performing arts center	876,671	668,521	756,159	883,657	809,318	725,909	705,416	645,051	660,053	584,528
Recreation center	-	-	1,556,782	1,597,184	1,680,269	1,680,898	1,808,051	1,618,553	1,637,281	1,596,531
Education	97,132,377	101,124,375	97,342,298	92,755,009	85,294,993	76,913,672	77,495,002	69,978,551	7,795,442	-
Interest on long-term debt	2,171,774	2,821,302	2,711,546	2,655,578	2,556,020	1,227,153	1,118,293	894,813	852,897	1,119,654
Total government activities expenses	<u>180,067,465</u>	<u>175,194,775</u>	<u>174,884,043</u>	<u>167,395,685</u>	<u>154,092,199</u>	<u>139,463,693</u>	<u>140,809,938</u>	<u>128,017,386</u>	<u>65,294,056</u>	<u>57,628,707</u>
Business-type activities:										
Water and sewer	10,311,114	9,922,969	8,770,780	8,829,089	8,775,729	8,449,758	7,860,001	7,694,263	7,407,082	7,614,786
Total primary government expenses	<u>\$ 190,378,579</u>	<u>\$ 185,117,744</u>	<u>\$ 183,654,823</u>	<u>\$ 176,224,774</u>	<u>\$ 162,867,928</u>	<u>\$ 147,913,451</u>	<u>\$ 148,669,939</u>	<u>\$ 135,711,649</u>	<u>\$ 72,701,138</u>	<u>\$ 65,243,493</u>
Program Revenues										
Governmental activities:										
General government	\$ 5,319,004	\$ 5,238,160	\$ 4,910,021	\$ 5,356,944	\$ 5,611,778	\$ 5,673,793	\$ 3,196,065	\$ 3,253,548	\$ 3,266,878	\$ 3,378,393
Public safety	1,757,916	1,663,223	1,605,472	1,484,881	1,519,032	1,474,601	2,758,987	2,247,713	1,819,317	1,608,651
Public works	8,585,103	8,632,989	8,015,395	7,105,512	6,860,716	6,784,396	8,071,894	9,595,679	7,280,921	6,152,226
Parks and recreation	2,119,945	1,665,844	564,334	877,715	876,015	862,264	934,943	912,682	884,942	916,375
Performing arts center	205,694	92,729	178,131	289,948	256,352	174,851	193,275	288,091	289,071	262,696
Recreation center	-	-	1,425,277	1,701,141	1,657,507	1,579,736	1,501,587	1,460,396	1,485,382	1,552,083
Education	443,854	170,678	1,897,493	2,666,990	2,714,048	2,821,738	3,010,331	777,380	-	-
Operating grants and contributions	85,053,332	67,798,375	57,545,919	56,980,922	54,494,403	51,833,703	48,287,720	44,118,649	2,758,332	3,274,028
Capital grants and contributions	5,203,161	7,651,497	8,538,604	3,705,487	4,303,482	1,415,217	2,535,261	-	174,543,318	526,768
Total government activities revenues	<u>\$ 108,688,009</u>	<u>\$ 92,913,495</u>	<u>\$ 84,680,646</u>	<u>\$ 80,169,540</u>	<u>\$ 78,293,333</u>	<u>\$ 72,620,299</u>	<u>\$ 70,490,063</u>	<u>\$ 62,654,138</u>	<u>\$ 192,328,161</u>	<u>\$ 17,671,220</u>
Business-type activities:										
Water and sewer	9,999,545	9,484,114	9,285,812	8,320,764	8,309,887	8,416,266	8,329,734	8,294,446	8,374,269	8,432,753
Operating grants and contributions	-	-	-	-	-	-	7,078	25,090	41,903	39,801
Capital grants and contributions	159,307	887,735	541,088	417,438	530,163	1,108,091	517,727	715,368	184,388	185,720
Total business-type activities revenues	<u>10,158,852</u>	<u>10,371,849</u>	<u>9,826,900</u>	<u>8,738,202</u>	<u>8,840,050</u>	<u>9,524,357</u>	<u>8,854,539</u>	<u>9,034,904</u>	<u>8,600,560</u>	<u>8,658,274</u>
Total primary government program revenues	<u>\$ 118,846,861</u>	<u>\$ 103,285,344</u>	<u>\$ 94,507,546</u>	<u>\$ 88,907,742</u>	<u>\$ 87,133,383</u>	<u>\$ 82,144,656</u>	<u>\$ 79,344,602</u>	<u>\$ 71,689,042</u>	<u>\$ 200,928,721</u>	<u>\$ 26,329,494</u>
Net (expense)/revenue										
Governmental activities	(71,379,456)	(82,281,280)	(90,203,397)	(75,798,866)	(75,798,866)	\$ (66,843,394)	\$ (70,319,875)	\$ (65,363,248)	\$ 127,034,105	\$ (39,957,487)
Business-type activities	(152,262)	448,880	1,056,120	(90,887)	64,321	1,074,599	994,538	1,340,641	1,193,478	1,043,488
Total primary government net expense	<u>(71,531,718)</u>	<u>(81,832,400)</u>	<u>(89,147,277)</u>	<u>(75,889,753)</u>	<u>\$ (75,734,545)</u>	<u>\$ (65,768,795)</u>	<u>\$ (69,325,337)</u>	<u>\$ (64,022,607)</u>	<u>\$ 128,227,583</u>	<u>\$ (38,913,999)</u>

(Continued on next page)

CITY OF BARTLETT, TENNESSEE
CHANGES IN NET POSITION

Last Ten Fiscal Years
(accrual basis of accounting)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Revenues and										
Other Changes in Net Position										
Governmental activities:										
Property taxes	\$ 54,727,775	\$ 49,494,673	\$ 49,431,037	\$ 50,654,473	\$ 50,313,613	\$ 43,589,225	\$ 41,285,648	\$ 40,991,528	\$ 19,151,409	\$ 18,103,072
Local sales taxes	36,776,835	33,591,355	29,080,481	28,167,640	27,056,566	23,469,320	23,068,693	23,933,578	15,356,572	14,231,775
Intergovernmental/unrestricted	7,611,047	7,139,019	6,463,739	6,362,513	6,233,732	9,147,026	9,073,388	5,588,354	4,957,503	4,731,793
Interest on investments	55,760	301,019	723,206	910,061	559,590	64,163	30,646	29,213	36,503	73,821
Gain (Loss) on sale of assets	8,099	134,449	36,755	71,323	59,379	62,065	(111,182)	22,372	28,391	-
Other	771,203	848,120	168,191	470,940	496,291	199,262	114,923	505,241	350,473	500,009
Transfers	(120,272)	583,254	590,534	-	-	562,842	571,666	605,061	308,367	292,163
Total government activities	<u>99,830,447</u>	<u>92,091,889</u>	<u>86,493,943</u>	<u>86,636,950</u>	<u>84,719,171</u>	<u>77,093,903</u>	<u>74,033,782</u>	<u>71,675,347</u>	<u>40,189,218</u>	<u>37,932,633</u>
Business-type activities:										
Interest on investments	237,646	12,903	110,729	101,350	42,409	19,950	9,822	5,170	11,881	20,823
Gain (Loss) on sale of assets	-	10,975	2,020	7,192	8,255	-	-	-	-	-
Other	92,877	34,754	69,404	20,731	52,815	39,955	6,638	1,987	-	-
Transfers	120,272	(583,254)	(590,534)	-	-	(562,842)	(571,666)	(605,061)	(308,367)	(292,163)
Total primary government	<u>\$ 100,281,242</u>	<u>\$ 91,567,267</u>	<u>\$ 86,085,562</u>	<u>\$ 86,766,223</u>	<u>\$ 84,822,650</u>	<u>\$ 76,590,966</u>	<u>\$ 73,478,576</u>	<u>\$ 71,077,443</u>	<u>\$ 39,892,732</u>	<u>\$ 37,661,293</u>
Change in Net Position										
Governmental activities	28,450,991	9,810,609	(3,709,454)	8,920,305	8,920,305	10,250,509	3,713,907	6,312,099	167,223,323	(2,024,854)
Business-type activities	298,533	(75,742)	647,739	167,800	167,800	571,662	439,332	742,737	896,992	772,148
Total primary government	<u>\$ 28,749,524</u>	<u>\$ 9,734,867</u>	<u>\$ (3,061,715)</u>	<u>\$ 9,088,105</u>	<u>\$ 9,088,105</u>	<u>\$ 10,822,171</u>	<u>\$ 4,153,239</u>	<u>\$ 7,054,836</u>	<u>\$ 168,120,315</u>	<u>\$ (1,252,706)</u>

CITY OF BARTLETT, TENNESSEE
FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(accrual basis of accounting)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General fund										
Nonspendable	\$ 233,484	\$ 153,792	\$ 169,780	\$ 204,071	\$ 232,020	\$ 217,498	\$ 206,905	\$ 228,952	\$ 249,296	\$ 207,569
Restricted	106,092	95,607	26,046	44,847	22,640	19,215	18,651	17,332	16,199	14,664
Committed	14,400,610	12,963,864	11,995,012	11,986,712	11,852,220	1,000,000	1,000,000	1,756,561	1,000,000	1,000,000
Assigned	548,039	1,458,888	1,899,040	103,218	71,397	164,577	76,021	161,226	211,416	905,070
Unassigned	20,614,797	19,665,955	15,643,492	17,629,713	17,203,993	27,106,310	27,562,053	26,496,930	24,211,101	21,768,560
Total General Fund	<u>\$ 35,903,022</u>	<u>\$ 34,338,106</u>	<u>\$ 29,733,370</u>	<u>\$ 29,968,561</u>	<u>\$ 29,382,270</u>	<u>\$ 28,507,600</u>	<u>\$ 28,863,630</u>	<u>\$ 28,661,001</u>	<u>\$ 25,688,012</u>	<u>\$ 23,895,863</u>
All other governmental funds										
Nonspendable	\$ 716,278	\$ 190,042	\$ 128,298	\$ 127,434	\$ 174,130	\$ 130,691	\$ 163,796	\$ 100,013	\$ -	\$ -
Restricted	11,927,759	9,627,404	13,122,186	25,113,662	50,607,361	8,401,362	24,033,178	13,117,429	9,052,040	6,986,500
Committed	14,148,608	31,569,973	16,329,850	24,638,814	3,331,785	1,387,070	462,835	560,760	671,538	904,127
Assigned	36,164,819	18,709,557	26,749,346	19,250,285	36,218,342	28,428,320	6,771,591	5,650,519	5,699,177	7,252,608
Unassigned	(2,701,485)	(3,786,626)	(3,264,089)	(5,541)	(1,340,325)	-	-	-	-	-
Total all other governmental funds	<u>\$ 60,255,979</u>	<u>\$ 56,310,350</u>	<u>\$ 53,065,591</u>	<u>\$ 69,124,654</u>	<u>\$ 88,991,293</u>	<u>\$ 38,347,443</u>	<u>\$ 31,431,400</u>	<u>\$ 19,428,721</u>	<u>\$ 15,422,755</u>	<u>\$ 15,143,235</u>
Total governmental funds	<u>\$ 96,159,001</u>	<u>\$ 90,648,456</u>	<u>\$ 82,798,961</u>	<u>\$ 99,093,215</u>	<u>\$ 118,373,563</u>	<u>\$ 66,855,043</u>	<u>\$ 60,295,030</u>	<u>\$ 48,089,722</u>	<u>\$ 41,110,767</u>	<u>\$ 39,039,098</u>

CITY OF BARTLETT, TENNESSEE
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(accrual basis of accounting)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Revenues										
Taxes										
Property taxes	\$ 54,608,545	\$ 49,705,436	\$ 49,754,831	\$ 50,686,127	\$ 50,134,500	\$ 43,204,199	\$ 41,565,572	\$ 41,047,854	\$ 19,156,626	\$ 18,441,025
Local sales taxes	37,708,336	35,514,995	29,035,948	28,122,872	27,076,383	26,413,821	26,337,729	23,933,578	15,356,572	14,231,775
State sales, income, gas and other	57,622,610	56,943,947	62,817,742	58,202,681	53,184,881	50,461,687	45,630,720	43,537,763	6,477,269	6,326,051
Licenses and permits	1,632,021	1,580,278	1,543,948	1,656,593	1,755,785	1,842,422	1,698,105	1,705,373	1,591,717	1,477,028
Charges for services	13,066,753	12,068,733	13,557,355	14,246,839	13,883,567	13,682,211	13,685,642	12,901,463	10,679,567	9,563,056
Fines, forfeitures and penalties	1,563,756	1,751,560	1,470,297	1,887,041	2,153,179	2,012,189	1,480,555	1,618,173	1,767,846	1,934,970
Federal and state grants	36,343,703	20,541,598	9,642,077	10,192,102	9,858,401	8,824,724	8,294,670	6,188,421	1,205,191	1,703,270
Donations	2,370,939	1,660,213	31,168	28,254	43,990	81,784	111,776	33,570	23,366	14,670
Interest on investments	55,760	301,019	723,206	910,061	559,590	64,163	30,646	29,213	36,503	73,814
Program income	-	-	-	-	-	-	442,421	505,241	-	-
Other	771,203	848,120	168,191	470,940	496,291	199,262	2,558,994	575,805	350,473	495,267
Total revenues	<u>205,743,626</u>	<u>180,915,899</u>	<u>168,744,763</u>	<u>166,403,510</u>	<u>159,146,567</u>	<u>146,786,462</u>	<u>141,836,830</u>	<u>132,076,454</u>	<u>56,645,130</u>	<u>54,260,926</u>
Expenditures										
General government	8,748,416	7,492,769	8,171,785	7,714,061	7,498,620	7,152,839	7,348,641	7,083,713	7,259,574	6,871,755
Public safety	33,376,585	29,857,288	28,918,726	28,504,601	27,044,069	25,647,257	24,292,717	23,858,657	23,573,426	22,878,768
Public works	17,782,515	14,693,780	16,224,275	15,813,473	14,161,150	13,591,579	13,943,561	12,141,119	12,162,351	12,252,056
Parks and recreation	6,905,859	6,288,381	4,322,410	4,151,427	4,055,658	3,870,934	3,761,631	3,578,079	3,445,809	3,297,743
Performing arts center	741,778	494,296	595,584	726,344	694,405	587,870	561,926	546,657	622,298	543,778
Recreation center	-	-	1,477,483	1,559,399	1,669,484	1,623,146	1,638,717	1,528,253	1,544,921	1,490,018
Education	104,300,259	92,367,903	85,865,716	82,039,475	83,716,049	75,969,049	74,570,641	69,875,388	1,444,226	-
Debt Service										
Principal	8,037,998	8,026,100	7,545,816	8,908,299	5,755,885	5,607,730	5,203,158	3,993,038	3,339,000	2,814,000
Interest	3,233,711	3,252,760	3,136,105	3,040,238	1,885,784	1,102,097	857,787	799,912	789,595	807,602
Bond issuance cost	106,275	57,482	113,020	86,217	322,391	127,364	103,337	9,525	101,551	125,193
Other	-	-	-	-	-	-	-	-	198,904	-
Capital Outlay	20,691,664	25,466,453	41,512,776	41,722,591	17,531,312	15,504,408	8,043,565	4,053,692	3,933,151	5,025,385
Total expenditures	<u>203,925,060</u>	<u>187,997,212</u>	<u>197,883,696</u>	<u>194,266,125</u>	<u>164,334,807</u>	<u>150,784,273</u>	<u>140,325,681</u>	<u>127,468,033</u>	<u>58,414,806</u>	<u>56,106,298</u>
Excess (deficiency) of revenues over (under) expenditures	1,818,566	(7,081,313)	(29,138,933)	(27,862,615)	(5,188,240)	(3,997,811)	1,511,149	4,608,421	(1,769,676)	(1,845,372)
Other financing sources (uses)										
Debt Proceeds-General Obligation	3,075,000	10,789,334	11,000,000	6,650,000	49,621,006	10,698,298	9,104,000	1,743,101	3,304,445	4,890,000
Refunding bond issued	1,125,000	-	-	-	2,310,000	-	-	-	2,510,000	6,275,000
Premium (Discount) on bond issued	532,560	-	1,216,125	432,362	7,018,888	205,667	895,732	-	225,221	612,570
Payment to refunded bond escrow agent	(1,190,000)	-	-	-	(2,324,413)	(971,048)	-	-	(2,535,079)	(6,590,897)
Sale of capital assets	269,691	1,429,307	38,020	1,499,905	81,279	62,065	122,761	22,372	28,391	89,269
Transfers in	19,755,588	24,701,841	30,994,307	42,646,015	15,455,484	11,268,400	8,757,452	5,341,403	3,862,953	2,453,623
Transfers out	(19,875,860)	(24,118,587)	(30,403,773)	(42,646,015)	(15,455,484)	(10,705,558)	(8,185,786)	(4,736,342)	(3,554,586)	(2,161,460)
Total other financing sources (uses)	<u>3,691,979</u>	<u>12,801,895</u>	<u>12,844,679</u>	<u>8,582,267</u>	<u>56,706,760</u>	<u>10,557,824</u>	<u>10,694,159</u>	<u>2,370,534</u>	<u>3,841,345</u>	<u>5,568,105</u>
Net change in fund balances	<u>\$ 5,510,545</u>	<u>\$ 5,720,582</u>	<u>\$ (16,294,254)</u>	<u>\$ (19,280,348)</u>	<u>\$ 51,518,520</u>	<u>\$ 6,560,013</u>	<u>\$ 12,205,308</u>	<u>\$ 6,978,955</u>	<u>\$ 2,071,669</u>	<u>\$ 3,722,733</u>
Debt Service as a percentage of noncapital expenditures	6.3%	6.9%	6.8%	7.4%	5.3%	5.2%	4.6%	3.9%	7.5%	6.9%

CITY OF BARTLETT, TENNESSEE

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Fiscal Years

	Real Property				Commercial Personal Property	Total Taxable Assessed Value	Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Farm Property	Commercial Property	Public Utilities Property					
2022	\$ 1,206,082,675	\$ 4,282,500	\$ 410,138,030	\$ 11,122,272	\$ 65,899,420	\$ 1,697,524,897	1.75	\$ 6,089,271,500	27.88%
2021	938,010,675	3,737,225	357,305,720	7,910,314	58,376,790	1,365,340,724	1.83	4,857,473,900	28.11%
2020	935,172,925	3,762,525	364,242,410	8,556,653	58,173,730	1,369,908,243	1.83	4,862,913,800	28.17%
2019	930,899,075	3,615,975	331,409,970	9,346,347	56,353,640	1,331,625,007	1.83	4,757,085,300	27.99%
2018	918,372,600	3,697,300	329,210,340	9,579,414	51,723,570	1,312,583,224	1.83	4,885,845,816	26.87%
2017	816,270,975	3,489,325	281,659,297	11,621,065	45,394,340	1,158,435,002	1.62	4,158,397,609	27.86%
2016	805,356,975	3,628,475	280,738,592	11,736,707	46,644,450	1,148,105,199	1.62	4,117,440,767	27.88%
2015	796,465,875	3,922,700	279,411,507	12,181,492	51,606,320	1,143,587,894	1.62	4,097,084,367	27.91%
2014	790,943,125	3,923,425	292,745,380	11,954,325	49,061,100	1,148,627,355	1.49	4,099,378,236	28.02%
2013	818,021,950	2,249,600	261,021,890	12,870,447	47,034,500	1,141,198,387	1.49	4,116,932,713	27.72%

Source: Shelby County Assessor's office before adjustment from County Board of Equalization.

Note: Property in Shelby County is reassessed every four year. Tax rates are applied at \$100 of assessed value. Residential and farm property are assessed at 25%, commercial real property at 40%, commercial personal property at 30% and public utilities at 55%.

CITY OF BARTLETT, TENNESSEE
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Fiscal Year	(Per \$100 of Assessed Valuation)						Total Direct & Overlapping Rates
	City	County					
	Direct Rate	General Fund	Education	Debt Service	Rural School Bonds		
2022	\$ 1.75	\$ 1.24	\$ 1.64	\$ 0.57	\$ -	\$ 5.20	
2021	1.83	1.47	1.96	0.62	-	5.88	
2020	-						
2020	1.83	1.49	1.94	0.62	-	5.88	
2019	-						
2019	1.83	1.49	1.94	0.62	-	5.88	
2018	-						
2018	1.83	1.43	1.99	0.69	-	5.94	
2017	-						
2017	1.62	1.45	2.14	0.78	-	5.99	
2016	-						
2016	1.62	1.45	2.14	0.78	-	5.99	
2015	-						
2015	1.62	1.45	2.14	0.78	-	5.99	
2014	-						
2014	1.49	1.45	2.14	0.79	0.04	5.91	
2013	-						
2013	1.49	1.36	1.91	0.75	0.04	5.55	

Notes:

All property in Shelby County was reappraised for the 2013, 2017, and 2021 tax years.
Shelby County property reappraisals occur every four years with the next reappraisal in tax year 2025.
There is no allocation for City Direct Rate property tax rate.
There is no restriction on city direct property tax rate. Rate set by Board of Mayor and Aldermen by ordinance on three separate readings.

CITY OF BARTLETT, TENNESSEE
Principal Property Taxpayers
Current and Nine Years Ago

Taxpayer	FY 2022			FY 2013		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Brother International	\$ 39,405,080	1	2.32%	\$ 31,759,490	1	2.78%
Tenet Healthcare/ St. Francis	33,814,320	2	1.99%	23,456,630	2	2.06%
Walmart Real Estate Trust	14,605,630	3	0.86%	5,203,120	9	0.46%
UHS of Lakeland, Inc	13,443,000	4	0.79%	6,285,680	6	0.55%
Passco Wolfchase DST	13,085,840	5	0.77%	9,413,560	3	0.82%
Gyros AMCI INC	11,945,400	6	0.70%	5,572,030	8	0.49%
Branch Bartlett Associates, LP	9,322,480	7	0.55%	7,094,480	5	0.62%
Robinwood Retirement Community	8,830,440	8	0.52%			
Kroger Limited Partnership	8,157,940	9	0.48%	5,778,680	7	0.51%
Engineered Medical Systems	7,980,069	10	0.47%			0.00%
BellSouth Telecommunications				7,793,986	4	0.68%
Belevedere Apartments, Inc				4,830,000	10	0.42%
Totals	\$ 160,590,199		9.46%	\$ 107,187,656		9.39%

Source: City of Bartlett Tax Department

CITY OF BARTLETT, TENNESSEE
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Subsequent Tax Collections	Total Tax Collections	Percent of Tax Collections to Tax Levy	Outstanding Delinquent Tax
2022	\$ 29,656,805	\$ 29,222,219	98.53%	\$ -	\$ 29,222,219	98.53%	\$ 434,586
2021	24,997,563	24,636,347	98.55%	288,784	24,925,131	99.71%	72,432
2020	25,058,437	24,605,959	98.19%	414,054	25,020,013	99.85%	38,424
2019	24,798,470	24,463,004	98.65%	311,128	24,774,132	99.90%	24,338
2018	24,381,665	24,034,077	98.57%	331,458	24,365,535	99.93%	16,130
2017	18,768,520	18,460,798	98.36%	294,387	18,755,185	99.93%	13,335
2016	18,606,509	18,357,222	98.66%	237,037	18,594,259	99.93%	12,250
2015	18,542,430	18,129,378	97.77%	400,911	18,530,289	99.93%	12,141
2014	18,622,604	18,197,864	97.72%	412,018	18,609,882	99.93%	12,722
2013	17,002,029	16,197,954	95.27%	795,847	16,993,801	99.95%	8,228

Note: The Shelby County Assessor's office assess the value of property within the county. The City levies a tax and is responsible for collections.

CITY OF BARTLETT, TENNESSEE
Local Taxable Sales by Category
Last Ten Calendar Years

Category	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Apparel & Accessories	\$ 13,801,531	\$ 8,576,175	\$ 6,389,667	\$ 6,549,987	\$ 5,952,163	\$ 6,458,641	\$ 6,426,432	\$ 6,909,183	\$ 7,219,358	\$ 7,320,187
General Merchandise	219,710,894	211,124,106	196,279,786	188,739,272	180,827,467	179,850,866	181,438,039	180,054,366	182,661,578	184,429,439
Food Stores	129,173,998	133,287,853	119,856,058	117,044,573	116,571,003	117,244,949	114,039,735	109,889,286	104,465,717	98,885,240
Eating & Drinking Places	125,482,263	105,945,422	107,979,686	98,453,823	86,559,390	83,220,815	80,766,538	76,419,477	69,991,843	69,029,684
Furniture Stores	34,243,377	24,021,779	20,185,849	20,395,934	16,984,519	15,929,942	14,401,648	14,989,790	14,014,358	13,108,868
Building Materials	62,047,333	59,193,570	50,618,414	49,226,929	50,800,987	50,573,946	48,652,167	48,112,941	47,280,575	45,561,130
MV Dealers & Serv. Stations	66,820,782	59,855,717	61,010,683	58,955,615	55,633,477	51,534,694	49,148,765	45,884,447	46,905,576	44,781,673
Other Retail	83,480,422	73,143,884	69,542,023	70,407,038	71,172,687	72,686,210	68,801,657	59,952,539	58,419,734	61,008,643
All Other Outlets	161,528,926	132,732,122	141,568,909	124,638,317	135,210,081	173,014,542	164,781,784	158,111,643	144,207,920	138,042,558
Total	<u>\$ 896,289,526</u>	<u>\$ 807,880,628</u>	<u>\$ 773,431,075</u>	<u>\$ 734,411,488</u>	<u>\$ 719,711,774</u>	<u>\$ 750,514,605</u>	<u>\$ 728,456,765</u>	<u>\$ 700,323,672</u>	<u>\$ 675,166,659</u>	<u>\$ 662,167,422</u>

Source: Tennessee Department of Revenue, Research Division
Note: Figures subject to revision due to amended taxpayer returns.

CITY OF BARTLETT, TENNESSEE
Direct and Overlapping Sales Tax Rates
 Last Ten Fiscal Years

Fiscal Year	City Direct Rate	Shelby County	State of Tennessee
2022	1.625%	1.125%	7.00%
2021	1.625%	1.125%	7.00%
2020	1.625%	1.125%	7.00%
2019	1.625%	1.125%	7.00%
2018	1.625%	1.125%	7.00%
2017	1.625%	1.125%	7.00%
2016	1.625%	1.125%	7.00%
2015	1.625%	1.125%	7.00%
2014	1.625%	1.125%	7.00%
2013	1.625%	1.125%	7.00%

Source: City of Bartlett Finance Department

Note: Local option tax can be changed by referendum up to the maximum
 allowed by state law - currently 2.75%

CITY OF BARTLETT, TENNESSEE
Local Sales Tax Revenue by Industry
Current Year and Nine Years Ago

Sector	Fiscal Year 2022				Fiscal Year 2013			
	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total
Retail Trade	481	45.64%	\$ 20,545,503	81.75%	464	44.02%	\$ 13,808,086	54.94%
Services	255	24.19%	2,367,902	9.42%	242	22.96%	1,513,985	6.02%
Manufacturing	81	7.69%	304,143	1.21%	56	5.31%	180,091	0.72%
Wholesale Trade	53	5.03%	1,118,773	4.45%	59	5.60%	1,350,937	5.38%
Construction	29	2.75%	123,782	0.49%	27	2.56%	78,277	0.31%
Finance Insurance Real Estate	9	0.85%	676	0.00%	4	0.38%	1,425	0.01%
Transportation and Utilites	13	1.23%	290,280	1.15%	6	0.57%	104,305	0.42%
Agriculture	11	1.04%	41,588	0.17%	9	0.85%	25,899	0.10%
Other, Non Classified	122	11.57%	340,223	1.35%	60	5.69%	287,228	1.14%
Total	1054	100.00%	\$ 25,132,870	100.00%	927	87.95%	\$ 17,350,233	69.03%

Source: Tennessee Department of Revenue, Research Division.

Notes:

1. Figures subject to revision due to amended taxpayer returns.
2. Figures represent local sales tax collected by taxpayers during the period, not disbursements from the Department of Revenue. Thus, amounts presented above do not match to amounts reflected within the financial report.
3. Does not include Bartlett's share of county clerk or out-of-state taxpayer amounts.

CITY OF BARTLETT, TENNESSEE
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-Type Activities		Total Outstanding Debt	Ratio of Outstanding Debt to Personal Income	Outstanding Debt Per Capita
	General Obligation Bonds	General Obligation Note	Capital Note	Other Debt	Revenue Bonds	Revenue Note			
2022	\$ 75,930,536	\$ 611,000	\$ 15,787,000	\$ 2,291,495	\$ 4,090,696	\$ 453,000	\$ 99,163,727	4.87%	\$ 1,730
2021	77,096,920	684,000	17,844,334	4,104,159 (1)	5,111,598	507,000	105,348,011	5.22%	1,782
2020	81,963,700	754,000	8,635,000	6,165,259 (1)	6,091,162 (2)	559,000	104,168,121	5.22%	1,763
2019	79,026,629	821,000	5,411,000	8,193,075 (1)	7,054,826	609,000	101,115,530	5.11%	1,711
2018	78,168,505	885,000	5,072,150	11,586,224 (1)	8,121,081	656,000	104,488,960	5.34%	1,768
2017	32,045,250	946,000	3,842,500	8,424,753 (1)	9,170,077	701,000	55,129,580	2.85%	949
2016	29,247,448	1,005,000	3,293,000	7,534,685 (1)	10,459,704	744,000	52,283,837	2.79%	926
2015	26,177,752	1,061,000	2,657,000	6,342,312 (1)	11,809,309	786,000	48,833,373	2.67%	864
2014	28,876,934	1,115,001	2,135,000	6,351,216 (1)	13,053,912	826,000	52,358,063	3.12%	927
2013	29,085,958	812,055	2,097,500	-	12,475,000	99,251	44,569,764	2.68%	816

Notes:

Governmental G.O.Note of \$611,000 with variable interest rate is for general improvements. Interest rate at 6/30/22 was 0.66%.

Governmental Capital Notes totaled \$15,787,000 at June 30, 2022. Ten (10) separate notes made up this amount with fixed interest rates ranging from 1.80% to 3.49%. These notes were for equipment purchases in the City's CIP program.

(1) Amounts restated in FY22 to reflect the Bartlett City Schools settlement obligation that was previously excluded.

(2) Amount restated in FY22 to reflect unamortized premium previously excluded from amount.

CITY OF BARTLETT, TENNESSEE
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	General Obligation Note	Capital Note	(1) Other Debt	(1) Total	(1) Percentage of Estimated Actual Taxable Value of Property	(1) Per Capita
2022	\$ 75,930,536	\$ 611,000	\$ 15,787,000	\$ 2,291,495	\$ 94,620,031	1.55%	\$ 1,651
2021	77,096,920	684,000	17,844,334	4,104,159	99,729,413	2.05%	1,687
2020	81,963,700	754,000	8,635,000	6,165,259	97,517,959	2.01%	1,650
2019	79,026,629	821,000	5,411,000	8,193,075	93,451,704	1.96%	1,581
2018	78,168,505	885,000	5,072,150	11,586,224	95,711,879	1.96%	1,619
2017	32,045,250	946,000	3,842,500	8,424,753	45,258,503	1.09%	779
2016	29,247,448	1,005,000	3,293,000	7,534,685	41,080,133	1.00%	727
2015	26,177,752	1,061,000	2,657,000	6,342,312	36,238,064	0.88%	642
2014	28,876,934	1,115,001	2,135,000	6,351,216	38,478,151	0.94%	681
2013	29,085,958	812,055	2,097,500	-	31,995,513	0.78%	586

(1) Amounts reported for Fiscal Years 2014-2021 have been restated to reflect Bartlett City Schools settlement obligation that was previously excluded from Other Debt.

CITY OF BARTLETT, TENNESSEE
Direct and Overlapping Governmental Activities Debt
As of June 30, 2021

Name of Government Unit	Debt Outstanding	Percentage Applicable to Bartlett (1)	Overlapping Debt (2)
City Net General Obligation Debt	\$ 94,620,031	100.00%	\$ 94,620,031
Shelby County	870,929,927	7.12%	61,992,323
Totals Direct and Overlapping Debt	<u>\$ 965,549,958</u>		<u>\$ 156,612,354</u>

Notes:

Shelby County general obligation debt obtained on an unaudited basis from the Shelby County Finance department.
Amount for the City of Bartlett above does not include business-type activities debt recorded in the Water and Sewer Fund.
The City of Bartlett has no legal debt limit.

(1) Determined by the ratio of assessed valuation of property subject to taxation in the City of Bartlett to the value of property subject to taxation in Shelby County.

(2) Amount of debt outstanding multiplied by percentage applicable to the City of Bartlett.

CITY OF BARTLETT, TENNESSEE
Statement of Debt
As of June 30, 2021

General Obligation Bonded Debt:

Existing G.O. Bonds	\$ 67,605,000	
Total Public Improvement Bonded Debt		\$ 67,605,000
Existing Water and Sewer Bonds ¹	\$ 3,845,000	
Total Water and Sewer Bonded Debt		\$ 3,845,000
Total Bonded Debt		71,450,000
Less Self Supporting Debt		(3,845,000)
Net Bonded Debt		\$ 67,605,000

Net Overlapping Bonded Debt	\$ 61,992,323
Less: Self-Supporting Bonded Debt	-
Net Overlapping Bonded Debt	61,992,323

Bonded Debt Outstanding Including Overlapping Bonded Debt	133,442,323
Net Bonded Debt Outstanding Including Net Overlapping Bonded Debt	\$ 129,597,323

	City of Bartlett	City and Net Overlapping
Net Direct Debt Per Capita	\$ 1,181	\$ 2,273
Total Debt Per Capita	1,314	2,406
Net Debt / Actual Value	1.11%	2.13%
Total Debt / Actual Value	1.17%	2.19%
Net Debt / Assessed Value	3.98%	7.63%
Total Debt / Assessed Value	4.21%	7.86%

	Bartlett	Shelby County
FY 2022 Assessed Value	\$1,697,524,897	\$ 23,848,521,239
FY 2022 Appraised Value	\$6,089,271,500	\$ 82,717,617,300
2022 Estimated Population ²	57,318	927,644

Shelby County's unaudited Net Bonded Debt as of June 30, 2022	\$ 870,929,927
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Bartlett's Assessed Value as a Percentage of Shelby County's Assessed Value: 7.12%

1. Payable primarily from revenues of the City's water and sewer system but, in case of a deficiency of such revenues, are secured by and payable from unlimited ad valorem taxes to be levied on all taxable property within the corporate limits of the City.

2. Source: U.S. Census Bureau

CITY OF BARTLETT, TENNESSEE
Water and Sewer Revenue Coverage
Last Ten Fiscal Years

Fiscal Year	Utility Service Charges	Less: Operating Expenses (1)	Net Available Revenue	Debt Service			Coverage
				Principal	Interest	Total	
2022	\$ 9,804,129	\$ 7,380,251	\$ 2,423,878	\$ 1,039,000	\$ 133,927	\$ 1,172,927	2.07
2021	10,406,603	6,977,575	3,429,028	1,002,000	187,863	1,189,863	2.88
2020	9,896,304	5,777,130	4,119,174	980,000	196,826	1,176,826	3.50
2019	8,442,845	6,048,025	2,394,820	1,087,000	225,248	1,312,248	1.82
2018	8,405,111	6,092,835	2,312,276	1,065,000	240,857	1,305,857	1.77
2017	8,456,221	5,731,406	2,724,815	1,303,000	275,000	1,578,000	1.73
2016	8,336,812	5,330,520	3,006,292	1,362,000	293,949	1,655,949	1.82
2015	8,319,536	5,252,452	3,067,084	1,255,000	321,627	1,576,627	1.95
2014	8,600,560	4,897,158	3,703,402	1,203,000	309,680	1,512,680	2.45
2013	8,658,274	5,162,390	3,495,884	1,181,000	334,159	1,515,159	2.31

(1) Excludes depreciation expense.

CITY OF BARTLETT, TENNESSEE
Demographic and Economic Statistics
 Last Ten Fiscal Years

Fiscal Year	Population (2)	Personal Income (Thousands of \$)	Per Capita Personal Income (3)	Unemployment Rate (4)
2022	57,318	\$ 2,037,305	\$ 68,046	3.2% (4)
2021	59,102	2,017,134	67,373	8.1% (4)
2020	59,102	1,997,162	66,705	13.1% (4)
2019	59,102	1,977,388	66,045	2.9% (4)
2018	59,102	1,957,810	65,391	4.5% (4)
2017	58,107	1,934,541	64,744	3.8% (4)
2016	56,488	1,875,644	64,103	4.7% (4)
2015	56,488	1,826,608	63,468	5.9% (4)
2014	56,488	1,676,560	62,840	7.0% (4)
2013	54,613	1,663,071	62,217	7.6% (4)

Sources:

- (1) Estimated Unless otherwise noted
- (2) Federal 2020 Census for FY2022; other years certified by Tennessee Department of Economic and Community Development
- (3) U.S. Census Bureau
- (4) Tennessee Department of Labor

CITY OF BARTLETT, TENNESSEE
Principal Employers
Current Year and Nine Years Ago

Taxpayer	2022			2013		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Bartlett City Schools	864	1	2.89%			
Youth Villages	700	2	2.34%	968	1	3.62%
Brother International\Brother USA	650	3	2.17%	500	5	1.87%
Saint Francis Hospital-Bartlett	600	4	2.00%	633	3	2.37%
The City of Bartlett	601	5	2.01%	523	4	1.96%
Lakeside Behavioral Health	450	6	1.50%	469	6	1.75%
USDA Cotton Classing Division	420	7	1.40%	450	7	1.68%
Wal-Mart Supercenter	420	8	1.40%	420	8	1.57%
Olympus Medical	350	9	1.17%	213	10	0.80%
United Parcel Service	275	10	0.92%	275	9	1.03%
Covenant Dove				742	2	2.78%
Total	5,330		17.80%	5,193		19.43%

Source: Bartlett Chamber of Commerce

CITY OF BARTLETT, TENNESSEE
OTHER REVENUE SOURCES
As of June 30, 2021

The following briefly describes major sources of revenue other than ad valorem taxes:

CITY SERVICE FEE

The City assesses a service fee of \$2.50 per month on each household and each business. Twenty-five percent (25%) of this fee goes into the General Fund. The remaining seventy-five percent (75%) goes into a special improvement fund for small scale capital projects, library materials and technology improvements.

GENERAL SALES TAX

The General (local) Sales Tax is levied at a rate of 2.75% of the first \$1,600 of a sale of any single item. The taxes collected are divided on a 59-41 basis between the City and Shelby County Board of Education, respectively. The City's share of the General Sales Tax accounts for approximately 28% of total General Fund revenues and is the City's second largest revenue source.

On August 2, 2012, the City held a referendum to increase the local option sales tax in the town by 0.5% to 2.75%. The City uses the funds generated by the sales tax increase to provide a portion of the funding for the City's new school system as discussed in the "Education" section herein. Collections from the City's additional ½ cent local sales tax were \$4.64 million in FY 2022.

BEER SALES TAX

A 17% tax on the wholesale price of beer containing not more than 5% alcohol is collected by the wholesaler and remitted monthly, less a collection fee.

ALCOHOLIC BEVERAGE TAX

A 5% inspection fee is charged to retailers on the sale of alcoholic beverages. The fee is based on the wholesale price, collected by the wholesaler, and remitted monthly less collection fees.

AUTO REGISTRATION FEE

The City assesses a \$25 auto registration fee on each truck and car registered in the City. This fee is collected by the Shelby County Court Clerk under contract with the City and is remitted to the City on a monthly basis.

FRANCHISE TAXES

The City collects a franchise tax for cable television of 5% of subscriber revenues.

GROSS RECEIPTS TAX

The City levies a gross receipts tax, based upon a percentage of gross sales, which varies with the classification of businesses. There are four basic classifications with the tax rate varying between wholesale and retail and type of business. Fifteen percent (15%) of the local portion of the receipts of this tax are remitted to the State.

SANITATION FEE

In FY 2022, The City assessed a \$30.00 per month sanitation fee on all residents. The City collected \$7,237,505 and \$7,271,707 in Solid Waste collection fees in fiscal year 2022 and 2021, respectively.

STATE TAX REVENUE (LOCAL SHARE)

(1) State Sales Tax - A 7% sales tax is imposed on the gross proceeds from retail sale or use of tangible property or service. A portion is returned to the City on a per capita basis.

(2) Gasoline Taxes - The City receives a portion of the State imposed gasoline tax for street purposes. The FY22 share in the state gasoline tax brought in \$2,020,439 in revenue for the State Street Aid Fund, a 1.2% decrease over FY21.

(3) State Income Tax - The City receives income from this source, which is a tax on dividends on stock and interest on certain financial instruments. The tax rate was 1% in FY21 and resulted in revenues of \$122,913, a reduction of 52.4% from FY20. The tax is phased out in FY22 resulting in only \$5,426 in revenue.

(4) Other State Taxes - The City also receives revenues derived from other miscellaneous state taxes including Liquor by the Drink Tax and TVA in-Lieu-of-Tax Payments.

CHARGES FOR SERVICES

The City has substantially expanded its parks and recreation programs. Charges for services of these programs, which in the past have been negligible will account for an increasing portion of the budget over the next couple years. In fiscal year 2019, Parks and Recreation received \$2,868,804 for charges for services. However, the impact of COVID-19 resulted in a substantial reduction of fees in FY20 of \$533,534 and rebounded a bit in FY21 to \$1,122,845.

CITY OF BARTLETT, TENNESSEE
Full-Time Equivalent City Government Employees by Function
Last Ten Fiscal Years

Department	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Fund										
Legislative Board	7	7	3	3	3	3	3	3	3	3
Mayor's Office	14	14	15	14	14	14	15	15	16	15
Finance	16	16	16	16	16	16	16	15	15	13
City Court	12	12	12	12	12	12	12	12	12	12
Personnel	5	5	5	5	5	5	4	4	4	4
Planning	5	5	4	5	5	4	4	4	4	3
Police										
Officers	122	122	122	124	123	119	113	113	111	111
Civilians	51	51	44	44	42	42	41	41	41	38
Fire Services and Ambulance										
Firefighters & Officers	105	105	105	103	103	99	97	95	96	94
Civilians	1	1	1	1	1	1	1	1	1	2
Codes Enforcement	12	12	13	12	12	11	10	10	10	9
Public Works	62	62	64	60	60	60	60	59	56	53
Engineering	10	10	9	9	8	8	7	8	8	8
Parks & Recreation	85	78	75	75	76	74	75	73	73	75
Performing Arts	4	4	4	4	4	4	4	3	3	3
Special Revenue Funds										
General Purpose School Fund	864	865	864	864	846	813	805	784	0	0
Solid Waste Fund	46	46	39	40	41	41	42	41	41	39
Drainage Control Fund	1	1	1	1	1	1	1	1	1	1
Utility Fund										
Administration	8	8	7	6	7	7	7	6	7	7
Water & Wastewater Services	22	23	19	21	22	20	21	19	20	20
Plant Operations	9	11	6	5	6	6	5	5	5	6
Sewer Lagoon	4	4	4	4	3	4	4	4	4	2
Total	1,465	1,462	1,432	1,428	1,410	1,364	1,347	1,316	531	518

Source: City of Bartlett Finance Department and Personnel Department.

CITY OF BARTLETT, TENNESSEE
Operating Indicators by Function/Program
Last Ten Years

Function/Program	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General government										
Residential permits issued	65	38	26	51	125	191	216	218	179	139
Commercial permits issued	74	87	91	96	132	111	87	80	86	72
Fire										
Emergency responses	6,559	6,039	5,746	5,853	5,914	5,247	5,009	4,669	4,633	4,322
Structure fires	14	9	20	22	22	32	33	48	40	38
Inspections	1,397	2,375	2,695	2,795	2,710	2,650	3,568	4,299	3,242	3,400
Refuse collection										
Total refuse collected (tons)	64,854	49,491	50,210	52,957	48,092	52,098	52,048	49,391	54,110	45,717
Refuse taken to landfill	34,061	34,296	33,441	34,771	30,595	31,262	30,767	31,296	28,128	27,167
Library										
Volumes in collections	91,659	94,159	100,962	106,546	105,184	110,011	110,740	107,689	108,138	104,537
Total volumes borrowed	138,624	136,761	168,012	224,361	234,154	251,976	273,034	276,631	300,081	313,089
Water										
New connections	56	44	37	64	215	180	269	235	11	171
Water customers	21,652	21,596	21,552	21,515	21,431	21,216	21,036	20,767	20,532	20,521
Sewer										
Sewer customers	20,446	20,418	20,378	20,332	20,215	19,971	19,776	19,679	19,266	19,517

Source: Indicators provided from internal departmental records.

CITY OF BARTLETT, TENNESSEE
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Police Stations	2	2	2	2	2	2	2	2	2	2
Fire Stations	5	5	5	5	5	5	5	5	5	5
Public Works										
Streets (miles)	301	301	301	301	301	301	301	301	301	301
Parks & Recreation										
Acreage	736	736	736	736	736	736	736	736	736	736
Parks #										
Developed	25	25	25	25	25	25	25	25	25	25
Undeveloped	3	3	3	3	3	3	3	3	3	3
Tennis courts	14	14	14	14	14	14	14	14	14	14
Baseball fields	18	18	18	18	18	18	18	18	18	18
Walking trails(miles)	14	14	14	14	14	14	14	12	12	12
School Buildings	11	11	11	11	11	11	11	11	11	-
Water										
Water lines (miles)	372	372	372	372	372	372	372	372	372	372
Water connections	21,652	21,596	21,552	21,515	21,431	21,216	21,036	20,767	20,532	20,521
Water plants	4	4	4	4	4	4	4	4	4	4
Storage tanks	10	10	10	10	10	10	10	10	10	10
Wastewater										
Sanitary sewers (miles)	353	353	353	353	353	353	353	353	353	353
Sewer connections	20,446	20,418	20,378	20,332	20,215	19,971	19,776	19,679	19,266	19,517

Source: City of Bartlett Functional Departments

CITY OF BARTLETT

T E N N E S S E E

GOVERNMENT AUDITING STANDARDS SECTION

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program	Assistance Listing Number	Contract Number / Grant Name	Expenditures
U.S. Department of Agriculture			
<u>Passed through TN Department of Education</u>			
<i>Child Nutrition Cluster</i>			
COVID-19 - School Breakfast Program	10.553		\$ 778,200
COVID-19 - National School Lunch Program	10.555	Cash Assistance	4,010,588
COVID-19 - National School Lunch Program	10.555	Non-Cash Assistance	128,416
COVID-19 - National School Lunch Program	10.555	Equipment Assistance	3,063
Subtotal - Child Nutrition Cluster			<u>4,920,267</u>
U.S. Department of Housing and Urban Development			
<u>Passed through Shelby County</u>			
<i>CDBG - Entitlement Grants Cluster</i>			
Community Development Block Grants/Entitlement Grants	14.218		182,887
U.S. Department of Justice			
<u>Bureau of Justice Assistance</u>			
COVID 19- Coronavirus Emergency Supplemental Funding	16.034	2020-VD-BX-0507	1,248
<u>Direct Award</u>			
Bulletproof Vest Partnership Program	16.607	2021	9,350
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-21-GG-01839-J	14,333
Edward Byrne Memorial Justice Assistance Grant Program	16.738	Operation Relentless Pursuit	11,206
Subtotal - ALN 16.738			<u>25,539</u>
Equitable Sharing Program	16.922	Safe Streets Task Force	13,562
Equitable Sharing Program	16.922	TN0790600	90,397
Equitable Sharing Program	16.922	DEA	25,382
Subtotal - ALN 16.922			<u>129,341</u>
Total U.S. Department of Justice			<u>165,478</u>
U.S. Department of Transportation			
<u>Passed through TN Department of Transportation</u>			
<i>Highway Planning and Construction Cluster</i>			
Highway Planning and Construction	20.205	TAP-M-9419(11)	4,256
Highway Planning and Construction	20.205	STP-M-9409(221)	1,449
Highway Planning and Construction	20.205	STP-M-9419(9)	4,646
Highway Planning and Construction	20.205	STP-M-9419(2)	2,954,565
Subtotal - Highway Planning and Construction Cluster			<u>2,964,916</u>
<i>Highway Safety Cluster</i>			
State and Community Highway Safety	20.600	PT-20-04	10,582
Total U.S. Department of Transportation			<u>2,975,498</u>
U.S. Department of Treasury			
<u>Direct Award</u>			
Equitable Sharing Program	21.016		10,877
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027		2,514,700
Total U.S. Department of Treasury			<u>2,525,577</u>
U.S. Federal Communications Commission			
<u>Direct Award</u>			
COVID-19 - Emergency Connectivity Fund Program	32.009		2,140,000
U.S. Small Business Administration			
<u>Direct Award</u>			
Shuttered Venue Operators Program	59.075		173,881

See independent auditor's report and accompanying notes to the schedule.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program	Assistance Listing Number	Contract Number / Grant Name	Expenditures
U.S. Department of Education			
<u>Passed through TN Department of Education</u>			
Title I Grants to Local Education Agencies	84.010		\$ 3,040,586
Consolidated Administration	84.010		319,275
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.010		58,096
Subtotal - ALN 84.010			3,417,957
<i>Special Education Cluster</i>			
Special Education - Grants to States	84.027	IDEA, Part B	1,713,055
COVID-19 Special Education - Grants to States	84.027	ARP IDEA, Part B	251,891
Special Education - Preschool Grants	84.173	IDEA Preschool	26,099
COVID-19 Special Education - Preschool Grants	84.173	ARP IDEA Preschool	6,681
Subtotal - Special Education Cluster			1,997,726
Career and Technical Education - Basic Grants to States	84.048	Perkins V	147,763
School Safety National Activities	84.184		174,173
English Language Acquisition State Grants	84.365		18,355
Supporting Effective Instruction State Grant	84.367		113,939
Consolidated Administration	84.367		39,813
Subtotal - ALN 84.367			153,752
Student Support and Academic Enrichment Program	84.424		240,440
Consolidated Administration	84.424		3,664
Subtotal - ALN 84.424			244,104
<i>Education Stabilization Fund Under the Coronavirus Aid, Relief and Economic Security Act</i>			
COVID-19 - Elementary & Secondary School Emergency Relief	84.425D	ESSER 1.0	103,351
COVID-19 - Elementary & Secondary School Emergency Relief	84.425D	ESSER 2.0	6,353,467
COVID-19 - Elementary & Secondary School Emergency Relief	84.425U	ARP ESSER 3.0	7,483,137
COVID-19 - Elementary & Secondary School Emergency Relief	84.425U	ARP ESSER 3.0	117,762
Subtotal - ALN 84.425			14,057,717
Total U.S. Department of Education			20,211,547
U.S. Department of Health and Human Services			
<u>Passed through TN Department of Education</u>			
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323		501,659
<u>Passed through City of Memphis, TN</u>			
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323		166,466
Subtotal - ALN 93.323			668,125
U.S. Department of Health & Human Services			
<u>Passed through TN Department of Education</u>			
COVID-19 Temporary Assistance for Needy Families (TANF)	93.558	STREAM Mini Camp	18,676
COVID-19 Temporary Assistance for Needy Families (TANF)	93.558	Summer Learning Camp	62,260
COVID-19 Temporary Assistance for Needy Families (TANF)	93.558	Bridge Camp	26,621
COVID-19 Temporary Assistance for Needy Families (TANF)	93.558	Voluntary Pre-K	188,087
Subtotal - ALN 93.558			295,644
U.S. Department of Homeland Security			
<u>Direct Award</u>			
Assistance to Firefighters Grant	97.044		9,831
Total Federal Awards			34,268,735

See independent auditor's report and accompanying notes to the schedule.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2022

State Financial Assistance	Assistance Listing Number	Contract Number	Expenditures
City of Bartlett			
TN Dept of Finance and Administration	N/A		\$ 665,323
Bartlett City Schools			
Summer Learning Camp State Portion	N/A		483,880
Bridge Camp State Portion	N/A		203,072
STREAM Mini Camp State Portion	N/A		145,146
Learning Camps Transportation	N/A		57,848
Coordinated School Health	N/A		89,165
Battelle Education TVA - STEM Grant	N/A		4,987
Battelle Education TVA	N/A		5,000
Battelle Education TVA - Rivercrest	N/A		4,682
TN Arts Commission - Arts Mini Grant	N/A		2,250
TN Arts Commission - Arts 360 (Ellendale)	N/A		23,845
TN Arts Commission - Students Ticket Subsidies (RES)	N/A		364
TN Arts Commission - Students Ticket Subsidies (EES)	N/A		3,000
Total State Financial Assistance			<u>1,688,562</u>
Total Federal Awards and State Financial Assistance			<u><u>\$ 35,957,297</u></u>

See independent auditor's report and accompanying notes to the schedule.

CITY OF BARTLETT, TENNESSEE**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**For the Year Ended June 30, 2022

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance (the Schedule) includes the federal and state grant activity of the City of Bartlett, Tennessee (the City) under programs of the federal and state governments for the year ended June 30, 2022. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State of Tennessee *Audit Manual*. Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- 1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- 2) Pass-through entity identifying numbers are presented where available.
- 3) There were no federal awards passed through to subrecipients.
- 4) The City has elected not to use the de minimis indirect cost rate as allowed under the Uniform Guidance.
- 5) Non-monetary assistance is reported in the Schedule at the fair market value of the commodities received and disbursed.

NOTE C – RECONCILIATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE TO THE FINANCIAL STATEMENTS

The following is a reconciliation of expenditures per the schedule of expenditures of federal awards and state financial assistance to the revenue balances in the City's financial statements:

Total grant revenue per governmental funds financial statements	\$ 36,343,703
Less: Non-federal and non-state grants	(386,406)
Total federal awards and state financial assistance	<u>\$ 35,957,297</u>

**INDEPENDENT AUDITOR'S REPORT
ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Mayor and Board of Aldermen of the
City of Bartlett, Tennessee:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, the statements of budgetary comparison for the general fund and general purpose fund, and the aggregate remaining fund information of the City of Bartlett, Tennessee (the "City"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 31, 2023.

Report 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 opinions 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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed 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 City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Watkins Wilkerson, PLLC". The signature is written in a cursive, flowing style.

Memphis, Tennessee
January 31, 2023

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

To the Mayor and Board of Aldermen of the
City of Bartlett, Tennessee:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Bartlett, Tennessee (the "City")'s compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2022. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, 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, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of 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.

Auditor's Responsibilities for 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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for 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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding 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.

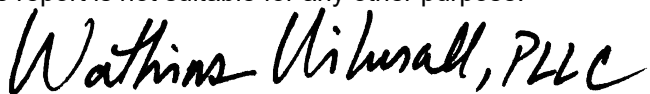
Report on Internal Control over Compliance

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 combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that 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.



Memphis, Tennessee
January 31, 2023

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2022

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Noncompliance material to financial statements noted?	No

Federal Awards

Type of auditor's report issued on compliance for major programs:	Unmodified
Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No
Identification of major federal programs:	
• Assistance Listing Number: 21.027 – Coronavirus State and Local Fiscal Recovery Funds • Assistance Listing Number: 32.009 – Emergency Connectivity Fund Program • Assistance Listing Number: 84.425 – Education Stabilization Fund under the Coronavirus Aid, Relief and Economic Security Act	
Dollar threshold used to distinguish between Type A and Type B programs:	\$1,028,062
Did auditee qualify as a low-risk auditee?	Yes

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.

CITY OF BARTLETT, TENNESSEE
SCHEDULE OF PRIOR YEAR FINDINGS
For the Year Ended June 30, 2022

Prior Year Finding Number	Finding Title	Status/ Current Year Finding Number
2021-001	Equipment/Real Property Management (Original Finding # 2021-001)	Corrected

