

**CITY OF DYERSBURG, TENNESSEE**  
**ANNUAL FINANCIAL REPORT**  
**JUNE 30, 2022**

**CITY OF DYERSBURG, TENNESSEE**  
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**JUNE 30, 2022**

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**CITY OF DYERSBURG, TENNESSEE  
LIST OF PRINCIPAL OFFICIALS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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



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of Certified Public Accountants  
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## INDEPENDENT AUDITORS' REPORT

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

### Report on the Audit of the Financial Statements

#### Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Dyersburg, Tennessee, (the City) as of and for the year ended June 30, 2022, and the fiduciary fund of the Dyersburg City Schools Retirement Plan and the fiduciary fund of Dyersburg Electric Retirement Plan for the year ended December 31, 2021 and the fiduciary fund for the City of Dyersburg Pension Plan for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Dyersburg, Tennessee, as of June 30, 2022 and the respective changes in financial position, and, where applicable, cash flows thereof 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 State of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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Fax (731)772-2275

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

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

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

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

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

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

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

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit. We did not audit the financial statements of the Dyersburg City Schools Board of Education, which is both a major fund and 42 percent, 1 percent, and 57 percent respectively, of the total assets and deferred outflows, net position, and revenues of the governmental

activities. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Dyersburg City Schools Board of Education is based solely on the report of the other auditors.

***Required Supplementary Information***

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

***Supplementary Information***

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

***Other Information.***

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

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



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

In accordance with *Government Auditing Standards*, we have also issued our report date January 11, 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 the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



CRS, CPAs, P.C.  
Dyersburg, Tennessee  
January 11, 2023

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

As management of the City of Dyersburg, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2022.

**FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of resources of the City of Dyersburg exceeded its liabilities and deferred inflows of resources at June 30, 2022 by \$130,606,999 (net position). Of this amount, \$11,377,981 is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the City's fund designation and fiscal policies. See page 19-20.
- The City's total net position increased by \$13,930,695 in addition to prior period adjustments of \$1,200,585, for a total increase of 15,131,280.
- At June 30, 2022, the governmental funds reported combined ending fund balances of \$20,281,835, of which \$5,088,891 was unassigned and available for use at the City's discretion. See page 22.
- Governmental fund balances increased by \$3,977,244 (page 24) during the year.
- During the fiscal year ended June 30, 2022, the City's total notes from direct borrowings and bonds payable decreased by \$1,282,510 (see page 134 of the report for debt payments by activity).

**OVERVIEW OF FINANCIAL STATEMENTS**

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

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

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

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

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

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

The business-type activities of the City include Gas, Water and Sewer, Solid Waste Management and Electric operations.

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

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

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

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

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

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

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

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

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

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

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

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

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The City's combined net position increased \$15,131,280 or 13.1% from 2021 to 2022. Governmental activities' increased \$13,725,773, of which \$651,993 is a prior period adjustment. Business-type activities' increased \$1,405,508, of which \$548,592 is a prior period adjustment. Combined net position (assets and deferred outflows exceeding liabilities and deferred inflows of resources) was \$130,606,998 at June 30, 2022. The table below provides a comparative summary of the City's net position as of June 30, 2022 and 2021.

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**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**City of Dyersburg's Net Position**

	Governmental Activities		Business-type		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 50,573,440	\$ 31,285,178	\$ 38,729,546	\$ 35,386,626	\$ 89,302,986	\$ 66,671,804
Capital assets	45,874,061	43,770,176	69,366,257	69,080,978	115,240,318	112,851,154
<b>Total Assets</b>	<b>96,447,501</b>	<b>75,055,354</b>	<b>108,095,803</b>	<b>104,467,604</b>	<b>204,543,304</b>	<b>179,522,958</b>
<b>Deferred Outflows of</b>						
<b>Resources</b>	15,204,844	14,610,912	2,483,112	3,794,911	17,687,956	18,405,823
Long-term liabilities	37,742,305	41,323,015	11,645,229	12,663,538	49,387,534	53,986,553
Other liabilities	4,320,790	2,960,187	9,289,585	7,212,278	13,610,375	10,172,465
<b>Total Liabilities</b>	<b>42,063,095</b>	<b>44,283,202</b>	<b>20,934,814</b>	<b>19,875,816</b>	<b>62,997,909</b>	<b>64,159,018</b>
<b>Deferred Inflows of</b>						
<b>Resources</b>	26,892,809	16,412,396	1,733,543	1,881,649	28,626,352	18,294,045
Net position:						
Investment in capital assets, net of related debt	29,844,395	26,160,502	66,495,743	66,492,335	96,340,138	92,652,837
Restricted	20,077,648	8,215,383	2,811,231	2,660,305	22,888,879	10,875,688
Unrestricted	(7,225,602)	(5,405,217)	18,603,584	17,352,410	11,377,982	11,947,193
<b>Total net position</b>	<b>\$ 42,696,441</b>	<b>\$ 28,970,668</b>	<b>\$ 87,910,558</b>	<b>\$ 86,505,050</b>	<b>\$ 130,606,999</b>	<b>\$ 115,475,718</b>

The largest portion of the City's net position (\$96,340,138 or 73.8%) reflects its investments in capital assets, less any debt used to acquire those assets that is still outstanding. The net investment in capital assets increased \$3,687,301 from 2021. Of this increase governmental activities increased \$3,683,893, and business-type activities increased \$3,408. 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 (\$22,888,879 or 17.5%) represents resources that are subject to external restriction on how they may be used. Restricted net position increased \$12,013,191 from 2021. The remaining balance of net position (unrestricted net position of \$11,377,982 or 8.7%) may be used to meet the government's ongoing obligation to citizens and creditors. Unrestricted net position decreased \$569,212 from 2021.

**Analysis of the City's Operations.** The following table provides a comparative summary of the City's operations for the years ended June 30, 2022 and 2021. Also, summary tables comparing 2022 with 2021 along with charts for 2022 are presented on pages 10 through 14 for Governmental expenses and program revenues and for Business-type expenses and program revenues. Governmental activities increased the City's net position by \$13,725,773 including a prior period adjustment of \$651,993 in 2022 compared to an increase of \$8,036,375 in 2021. Business-type activities increased the City's net position by \$1,405,508, including a net prior period adjustment of \$548,592 in 2022 compared to an increase of \$541,972 in 2021.

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

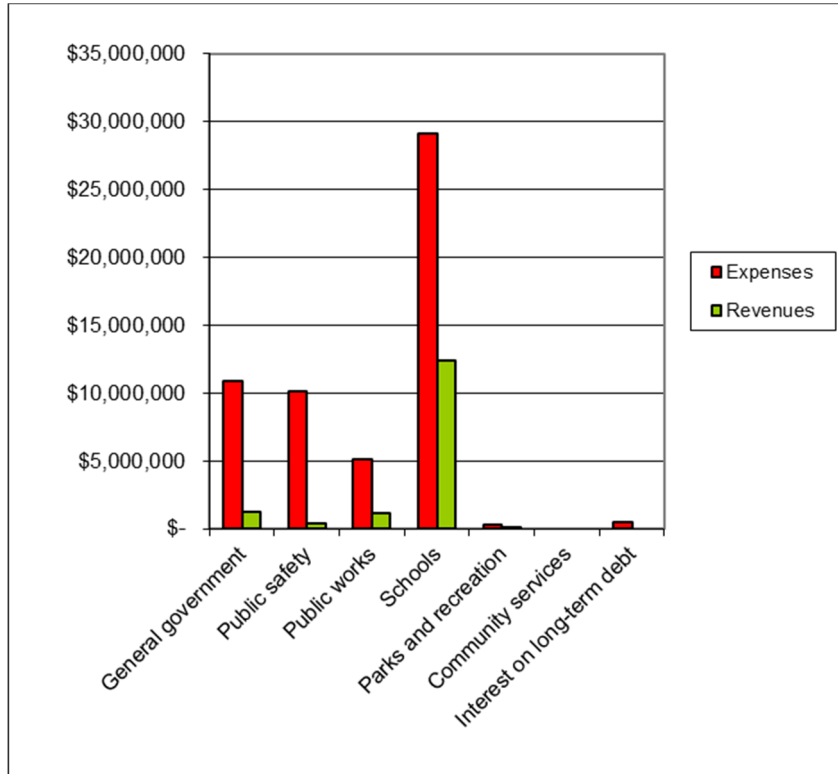
	Governmental Activities		Business-type		Total	
	2022	2021	2022	2021	2022	2021
<b>Revenues</b>						
Program revenues						
Charges for services	\$ 1,161,842	\$ 1,254,308	\$ 56,384,214	\$ 52,598,524	\$ 57,546,056	\$ 53,852,832
Operating grants and contributions	12,979,097	8,669,309	150,606	78,411	13,129,703	8,747,720
Capital grants and contributions	1,187,196	244,349	17,415	69,506	1,204,611	313,855
General revenues						
Property tax	11,662,658	11,277,942	-	-	11,662,658	11,277,942
Sales and use tax	11,725,003	10,479,627	-	-	11,725,003	10,479,627
Other taxes	2,378,580	2,158,616	-	-	2,378,580	2,158,616
Intergovernmental	17,974,913	17,313,415	-	-	17,974,913	17,313,415
Other sources	7,757,456	8,732,692	4,018,516	3,937,643	11,775,972	12,670,335
Unrestricted investment earnings	119,976	148,954	190,917	229,496	310,893	378,450
Total revenues	66,946,721	60,279,212	60,761,668	56,913,580	127,708,389	117,192,792
<b>Expenses</b>						
General government	10,876,953	9,511,699	-	-	10,876,953	9,511,699
Public safety	10,168,165	9,955,070	-	-	10,168,165	9,955,070
Public works	5,100,656	4,044,757	-	-	5,100,656	4,044,757
Schools	29,142,391	29,299,726	-	-	29,142,391	29,299,726
Parks and recreation	256,456	1,118,929	-	-	256,456	1,118,929
Electric	-	-	36,901,367	35,434,158	36,901,367	35,434,158
Gas	-	-	8,335,013	5,672,583	8,335,013	5,672,583
Water and sewer	-	-	6,715,673	7,440,283	6,715,673	7,440,283
Solid waste	-	-	3,240,864	2,964,428	3,240,864	2,964,428
Internal service funds	-	-	2,498,084	2,621,529	2,498,084	2,621,529
Interest on long-term debt	466,097	483,350	75,974	95,426	542,071	578,776
Total expenses	56,010,718	54,413,531	57,766,975	54,228,407	113,777,693	108,641,938
<b>Increase in net position before transfers</b>	10,936,003	5,865,681	2,994,693	2,685,173	13,930,696	8,550,854
<b>Transfers</b>	2,137,777	2,170,694	(2,137,777)	(2,143,201)	-	27,493
<b>Increase (decrease) in net position</b>	\$ 13,073,780	\$ 8,036,375	\$ 856,916	\$ 541,972	\$ 13,930,696	\$ 8,578,347

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**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**Governmental Activities  
Chart of 2022 Expenses and Program Revenues**



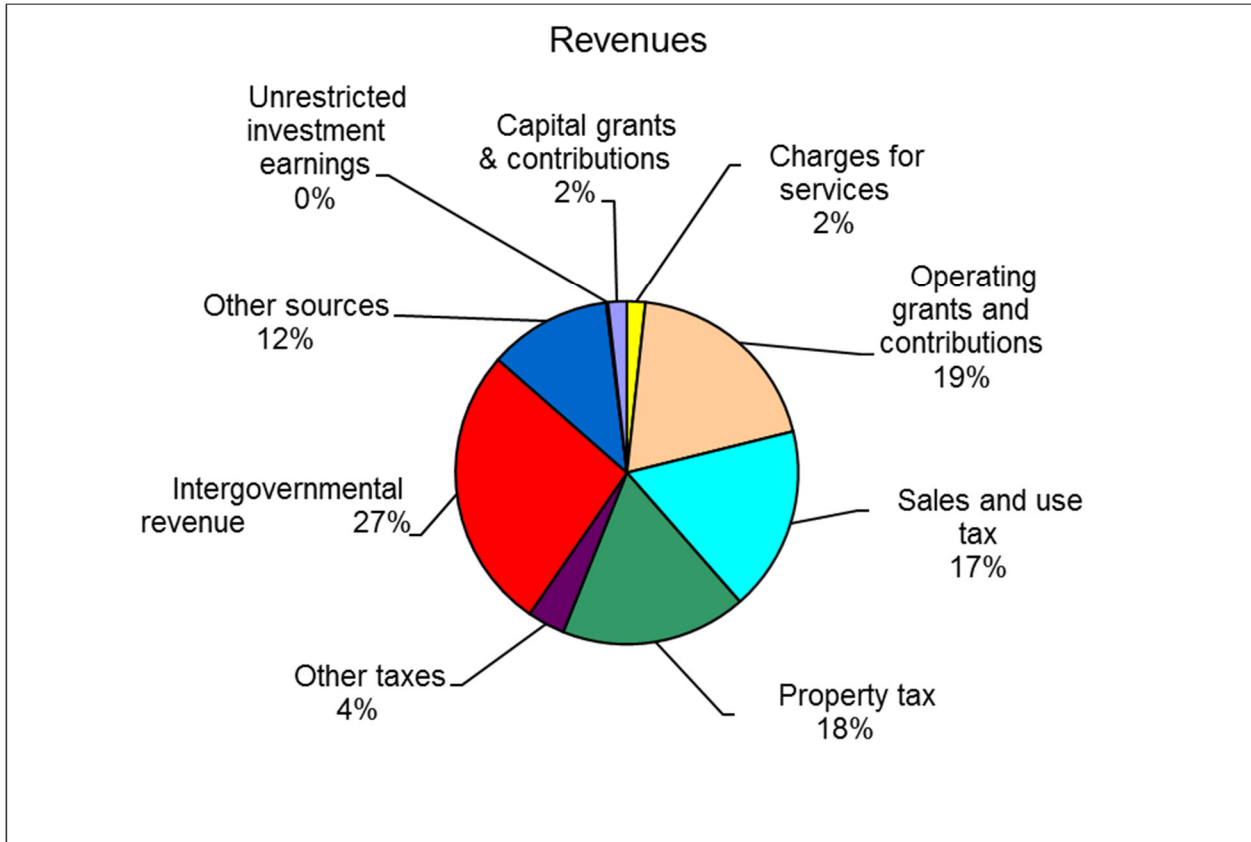
**Governmental Activities  
Table of Expenses and Program Revenues**

	2022		2021		Increase (Decrease)	
	Expenses	Program Revenues	Expenses	Program Revenues	Expenses	Program Revenues
General government	\$ 10,876,953	\$ 1,203,580	\$ 9,511,699	\$ 1,032,260	\$ 1,365,254	\$ 171,320
Public safety	10,168,165	408,954	9,955,070	453,581	213,095	(44,627)
Public works	5,100,656	1,173,380	4,044,757	440,998	1,055,899	732,382
Schools	29,142,391	12,438,136	29,299,726	7,935,730	(157,335)	4,502,406
Parks and recreation	256,456	104,085	1,118,929	50,658	(862,473)	53,427
Community services	-	-	-	254,739	-	(254,739)
Interest on debt	466,097	-	483,350	-	(17,253)	-
	<b>\$ 56,010,718</b>	<b>\$ 15,328,135</b>	<b>\$ 54,413,531</b>	<b>\$ 10,167,966</b>	<b>\$ 1,597,187</b>	<b>\$ 5,160,169</b>

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**Governmental Activities  
Chart of 2022 Revenues by Source**



**Governmental Activities  
Table of Revenues by Source**

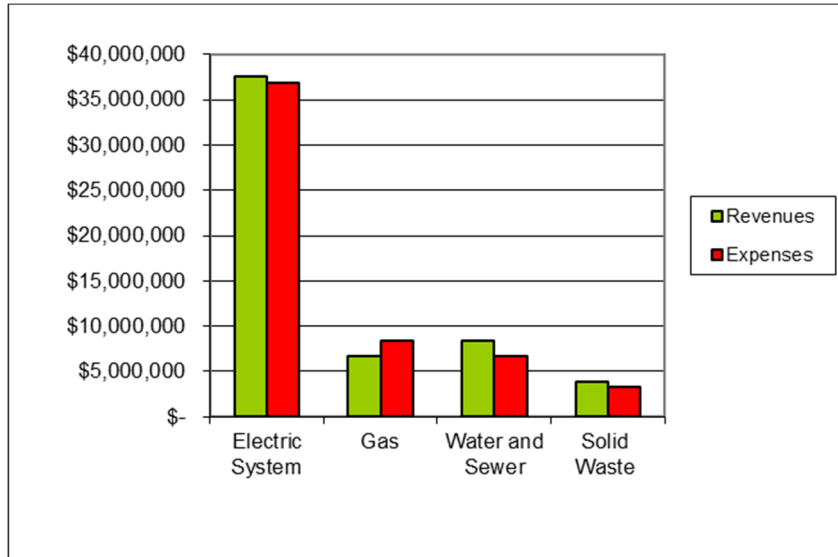
	2022		2021		Increase (Decrease) in
	Revenues	Percentage	Revenues	Percentage	Revenues
Charges for services	\$ 1,161,842	2%	\$ 1,254,308	2%	\$ (92,466)
Operating grants and contributions	12,979,097	19%	8,669,309	14%	4,309,788
Capital grants and contributions	1,187,196	2%	244,349	0%	942,847
Sales and use tax	11,662,658	17%	11,277,942	19%	384,716
Property tax	11,725,003	17%	10,479,627	17%	1,245,376
Other taxes	2,378,580	4%	2,158,616	4%	219,964
Intergovernmental revenue (Schools)	17,974,913	27%	17,313,415	29%	661,498
Other sources	7,757,456	12%	8,732,692	15%	(975,236)
Investment earnings	119,976	0%	148,954	0%	(28,978)
	<b>\$ 66,946,721</b>	<b>100%</b>	<b>\$ 60,279,212</b>	<b>100%</b>	<b>\$ 6,667,509</b>



**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**Business-Type Activities  
Chart of 2022 Expenses and Program Revenues**



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

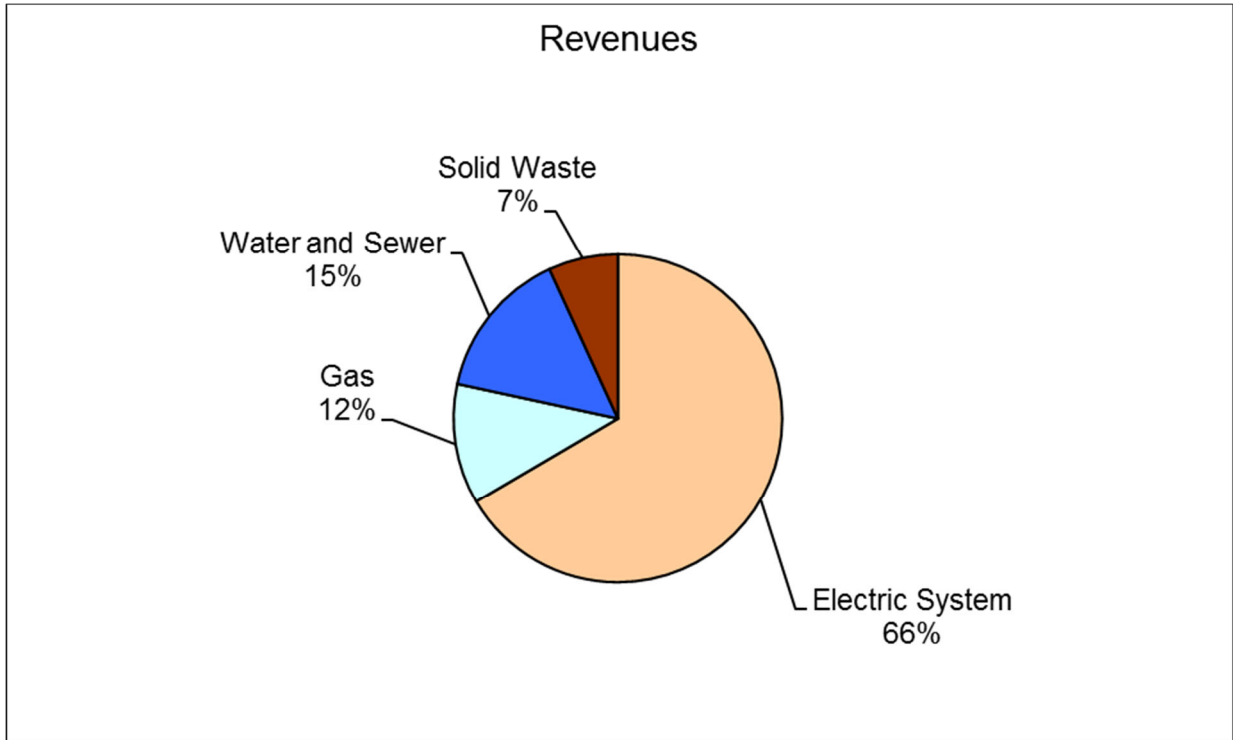
	2022		2021		Increase (Decrease)	
	Expenses	Program Revenues	Expenses	Program Revenues	Expenses	Program Revenues
<b>Electric</b>	\$ 36,901,367	\$ 37,639,187	\$ 35,434,158	\$ 35,336,861	\$ 1,467,209	\$ 2,302,326
<b>Gas</b>	8,335,013	6,691,302	5,672,583	5,555,370	2,662,430	1,135,932
<b>Water and Sewer</b>	6,715,673	8,354,128	7,440,283	8,070,698	(724,610)	283,430
<b>Solid Waste</b>	3,240,864	3,867,618	2,964,428	3,783,512	276,436	84,106
<b>Internal service funds</b>	2,498,084	-	2,621,529	-	(123,445)	-
<b>Interest on long-term debt</b>	75,974	-	95,426	-	(19,452)	-
	<b>\$ 57,766,975</b>	<b>\$ 56,552,235</b>	<b>\$ 54,228,407</b>	<b>\$ 52,746,441</b>	<b>\$ 3,538,568</b>	<b>\$ 3,805,794</b>

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**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**Business-Type Activities  
Chart of 2022 Revenues by Service**



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

	2022		2021		Increase (Decrease)	
	Revenues	Percentage	Revenues	Percentage	Revenues	Percentage
Electric System	\$ 37,639,187	66%	\$ 35,336,861	67%	\$ 2,302,326	-1%
Gas	6,691,302	12%	5,555,370	11%	1,135,932	1%
Water and Sewer	8,354,128	15%	8,070,698	15%	283,430	0%
Solid Waste	3,867,618	7%	3,783,512	7%	84,106	0%
	<b>\$ 56,552,235</b>	<b>100%</b>	<b>\$ 52,746,441</b>	<b>100%</b>	<b>\$ 3,805,794</b>	<b>0%</b>

**FINANCIAL ANALYSIS OF THE GOVERNMENT FUNDS**

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

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

At the end of the current fiscal year, the City of Dyersburg governmental funds reported combined ending fund balances of \$20,281,835, an increase of \$3,977,244 in comparison with the prior year. \$5,088,091 or 25.1% of the fund balance represents unassigned fund balance, which is available for spending at the City's discretion. The remainder of the fund balance is either non-spendable (\$398,949), or restricted (\$14,793,995).

In the general fund, the City budgeted for an increase in the fund balance of \$741,100. Actual revenues were \$1,724,061 under budgeted revenues and actual expenditures were \$1,175,359 under budgeted expenditures. Total expenditures exceeded revenues by \$702,602. This amount netted against other financing sources (uses) of \$896,006 resulted in the fund balance increasing \$193,404 for fiscal year 2022. School fund balance increased \$3,421,689.

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

Unrestricted net position of the respective proprietary funds are \$5,519,706 in Gas, \$4,610,962 in Water and Sewer, \$2,613,834 in Solid Waste Management, and \$5,704,246 in the Electric System. The Gas fund had a decrease in net position of \$1,806,136 netted with an positive prior period adjustment of \$127,746, Water and Sewer fund net position increased \$1,119,332 netted with a positive prior period adjustment of \$1,219,791, the Solid Waste Management fund net position increased \$674,207 netted with a negative prior period adjustment of \$146,952, and Electric System net position increased \$872,573.

**CAPITAL ASSETS**

The City of Dyersburg's investment in capital assets for its governmental and business-type activities as of June 30, 2022, was \$115,240,318 (net of accumulated depreciation), an increase of \$2,389,164 or 2.1% from 2021. The increase is the result of total additions (net accumulated depreciation) of \$1,547,733 from governmental activities and negative \$381,520 from business-type activities and disposals (net accumulated depreciation) and adjustments (net accumulated depreciation) of negative \$374,151 from governmental activities and positive \$184,939 from the business-type activities. In addition there was additional leased assets, net accumulated amortization of \$481,860 in the business-type activities. The investment in capital assets includes land, buildings and systems, improvements other than buildings, machinery, vehicles and equipment, infrastructure, construction in progress, and leased assets.

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**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**Governmental Funds**

*General Fund -*

General government	\$ 191,905
Public safety	1,081,653
Public works	258,061
Schools	2,776,384
Parks and recreation	1,466,477
	<u>\$ 5,774,480</u>

**Business-type Funds**

Electric system improvements	\$ 2,285,723
Gas system improvements	95,782
Water and sewer system improvements	2,049,355
Solid waste management improvements	459,098
Internal service funds	26,474
	<u>\$ 4,916,432</u>

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

	2022			2021		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Land	\$ 6,644,083	\$ 2,235,410	\$ 8,879,493	\$ 6,783,539	\$ 2,235,410	\$ 9,018,949
Construction in progress	830,606	2,000,858	2,831,464	110,586	467,293	577,879
Land improvements	-	7,499,610	7,499,610	-	7,499,610	7,499,610
Buildings and improvements	77,146,395	19,631,392	96,777,787	74,555,140	19,591,016	94,146,156
Plants and Systems	-	116,354,438	116,354,438	-	114,805,979	114,805,979
Machinery, vehicles and equipment	19,813,271	21,711,185	41,524,456	17,811,457	20,728,410	38,539,867
Infrastructure	26,972,566	-	26,972,566	26,755,121	-	26,755,121
Accumulated depreciation	(85,744,857)	(100,548,496)	(186,293,353)	(82,482,076)	(96,246,740)	(178,728,816)
Right of use asset	-	675,498	675,498	-	-	-
Accumulated amortization	-	(193,638)	(193,638)	-	-	-
Allocated Internal Serv fund capital assets	211,997	-	211,997	236,409	-	236,409
	<u>\$ 45,874,061</u>	<u>\$ 69,366,257</u>	<u>\$ 115,240,318</u>	<u>\$ 43,770,176</u>	<u>\$ 69,080,978</u>	<u>\$ 112,851,154</u>

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

**DEBT ADMINISTRATION**

At June 30, 2022, the City of Dyersburg had total bonded debt and notes from direct borrowings of \$18,915,735. Of this amount, \$9,339,001 comprises bonded debt backed by the full faith and credit of the government and \$1,970,000 represents bonds secured by electric revenues. The notes from direct borrowings of \$6,690,665 pertains to the general fund (\$5,643,000) and schools

**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

(\$1,047,665) in the governmental activities. The notes from direct borrowings of \$916,069 pertains to the water fund.

Total debt decreased \$1,282,510 or 6.8% from June 30, 2021 to June 30, 2022 as a result of payments made during the year.

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

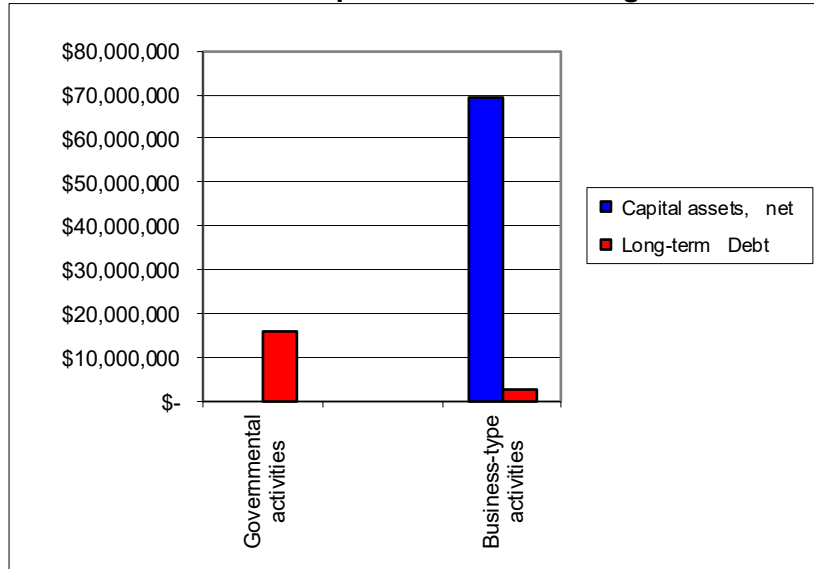
The City's long-term debt at June 30, 2022 and 2021 is summarized below.

	2022			2021		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Notes From Direct Borrowings	\$ 6,690,665	\$ 916,069	\$ 7,606,734	\$ 7,406,902	\$ 313,643	\$ 7,720,545
Bonds Payable	9,339,001	1,970,000	11,309,001	10,202,700	2,275,000	12,477,700
	<u>\$ 16,029,666</u>	<u>\$ 2,886,069</u>	<u>\$ 18,915,735</u>	<u>\$ 17,609,602</u>	<u>\$ 2,588,643</u>	<u>\$ 20,198,245</u>

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

Additional information on the City of Dyersburg's long term-debt and debt changes for the year can be found in Footnote IV. E on pages 56-59 of this report.

**Governmental and Business-Type Activities  
Chart of 2022 Net Capital Assets and Long-term Debt**



**CITY OF DYERSBURG, TENNESSEE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

	2022		2021	
	Capital Assets, net of Depreciation	Long-term Debt	Capital Assets, net of Depreciation	Long-term Debt
Governmental activities	\$ 45,874,061	\$ 16,029,666	\$ 43,770,176	\$ 17,609,602
Business-type activities	69,366,257	2,886,069	69,080,978	2,588,643
	<u>\$ 115,240,318</u>	<u>\$ 18,915,735</u>	<u>\$ 112,851,154</u>	<u>\$ 20,198,245</u>

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

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

Inflationary trends in the region compare favorably to national indices.

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

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

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

Sewer rates were increased by 3% for fiscal year 2022-2023.

**REQUEST FOR INFORMATION**

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

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2022**

	Primary Government		Total
	Governmental Activities	Business-type Activities	
<b>ASSETS</b>			
Cash	\$ 19,511,044	\$ 25,432,722	\$ 44,943,766
Investments	1,561,765	4,182,918	5,744,683
Receivables (net of allowance for uncollectibles):			
Taxes	10,277,899	-	10,277,899
Accounts	2,839,693	4,360,206	7,199,899
Accrued interest and rents	-	130,580	130,580
Interfund balances	1,778,123	(1,778,123)	-
Inventories	92,966	1,344,330	1,437,296
Prepaid expenses	297,585	105,314	402,899
Deposits	98,688	25,434	124,122
Other assets	(141)	93,086	92,945
Net pension asset	13,918,378	425,378	14,343,756
Restricted assets - hybrid stabilization	197,440	-	197,440
Restricted assets - cash and cash investments	-	4,407,701	4,407,701
Capital assets not being depreciated:			
Land	6,644,083	2,235,410	8,879,493
Construction in progress	830,606	2,000,858	2,831,464
Capital assets net of accumulated depreciation	38,399,372	64,648,129	103,047,501
Right-of-Use Asset	-	675,498	675,498
Less - accumulated amortization	-	(193,638)	(193,638)
<b>Total Assets</b>	<b>96,447,501</b>	<b>108,095,803</b>	<b>204,543,304</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Related to pensions and OPEB	15,204,844	2,483,112	17,687,956
<b>Total Deferred Outflows of Resources</b>	<b>15,204,844</b>	<b>2,483,112</b>	<b>17,687,956</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 111,652,345</b>	<b>\$ 110,578,915</b>	<b>\$ 222,231,260</b>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2022**

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b>LIABILITIES</b>			
Accounts payable	\$ 1,796,627	\$ 5,292,741	\$ 7,089,368
Accrued Interest payable	5,320	27,005	32,325
Deposits	33,627	3,825,428	3,859,055
Accrued payroll	1,571,442	48,953	1,620,395
Other current liabilities	913,774	95,458	1,009,232
Noncurrent liabilities:			
Due within one year:			
Current portion of notes from direct borrowings	1,078,648	-	1,078,648
Current portion of bonds payable	404,699	1,231,069	1,635,768
Due in more than one year:			
Notes from direct borrowings	5,612,017	-	5,612,017
Bonds payable	8,934,302	1,655,000	10,589,302
Net pension liability	16,690,792	5,653,913	22,344,705
Other post employment benefits	3,885,224	-	3,885,224
Accrued Compensated Absences	1,136,623	486,666	1,623,289
Other accrued liabilities	-	2,143,971	2,143,971
Advances from TVA	-	3,544	3,544
Lease Liability	-	471,066	471,066
<b>Total Liabilities</b>	<b>42,063,095</b>	<b>20,934,814</b>	<b>62,997,909</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable property taxes	9,121,673	-	9,121,673
Unavailable confiscated funds	12,725	-	12,725
Unearned grant revenue	1,883,493	-	1,883,493
Related to pensions and OPEB	15,874,918	1,733,543	17,608,461
<b>Total Deferred Inflows of Resources</b>	<b>26,892,809</b>	<b>1,733,543</b>	<b>28,626,352</b>
<b>NET POSITION</b>			
Net investment in capital assets	29,844,395	66,495,743	96,340,138
Restricted for:			
Perpetual care	1,550,415	-	1,550,415
Deposits	33,627	2,385,853	2,419,480
Debt service	2,055,125	-	2,055,125
Special revenue funds	2,322,663	-	2,322,663
Hybrid stabilization	197,440	-	197,440
Net pension asset	13,918,378	425,378	14,343,756
Unrestricted	(7,225,602)	18,603,584	11,377,982
<b>Total Net Position</b>	<b>42,696,441</b>	<b>87,910,558</b>	<b>130,606,999</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<b>\$ 111,652,345</b>	<b>\$ 110,578,915</b>	<b>\$ 222,231,260</b>

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



**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
<b>Primary government:</b>							
<b>Governmental activities:</b>							
General government	\$ 10,876,953	\$ 207,625	\$ 779,889	\$ 216,066	\$ (9,673,373)	\$ -	\$ (9,673,373)
Public safety	10,168,165	309,258	99,696	-	(9,759,211)	-	(9,759,211)
Public works	5,100,656	202,250	-	971,130	(3,927,276)	-	(3,927,276)
Schools	29,142,391	338,624	12,099,512	-	(16,704,255)	-	(16,704,255)
Parks and recreation	256,456	104,085	-	-	(152,371)	-	(152,371)
Interest on long-term debt	466,097	-	-	-	(466,097)	-	(466,097)
<b>Total governmental activities</b>	<b>56,010,718</b>	<b>1,161,842</b>	<b>12,979,097</b>	<b>1,187,196</b>	<b>(40,682,583)</b>	<b>-</b>	<b>(40,682,583)</b>
<b>Business-type activities:</b>							
Electric	36,901,367	37,639,187	-	-	-	737,820	737,820
Gas	8,335,013	6,682,594	-	8,708	-	(1,643,711)	(1,643,711)
Water and sewer	6,715,674	8,194,815	150,606	8,707	-	1,638,454	1,638,454
Solid waste	3,240,864	3,867,618	-	-	-	626,754	626,754
Internal service fund	2,498,084	-	-	-	-	(2,498,084)	(2,498,084)
Interest on long-term debt	75,974	-	-	-	-	(75,974)	(75,974)
<b>Total business-type activities</b>	<b>57,766,975</b>	<b>56,384,214</b>	<b>150,606</b>	<b>17,415</b>	<b>-</b>	<b>(1,214,740)</b>	<b>(1,214,740)</b>
<b>Total primary government</b>	<b>\$ 113,777,694</b>	<b>\$ 57,546,056</b>	<b>\$ 13,129,703</b>	<b>\$ 1,204,611</b>	<b>(40,682,583)</b>	<b>(1,214,740)</b>	<b>(41,897,324)</b>
<b>General revenues:</b>							
Property taxes					11,662,658	-	11,662,658
State and local sales taxes					11,725,003	-	11,725,003
Wholesale beer and liquor taxes					648,402	-	648,402
Business taxes					597,341	-	597,341
Franchise taxes					115,762	-	115,762
Room occupancy taxes					380,583	-	380,583
Wheel taxes					635,301	-	635,301
Other statutory local taxes					1,191	-	1,191
Intergovernmental revenue					17,974,913	-	17,974,913
Other sources					7,757,456	4,018,516	11,775,972
Unrestricted investment earnings					119,976	190,917	310,893
<b>Transfers from business-type activities</b>					<b>2,137,777</b>	<b>(2,137,777)</b>	<b>-</b>
<b>Total general revenues and transfers</b>					<b>53,756,363</b>	<b>2,071,656</b>	<b>55,828,019</b>
<b>Change in net position</b>					<b>13,073,780</b>	<b>856,916</b>	<b>13,930,696</b>
<b>Net position- beginning</b>					<b>28,970,668</b>	<b>86,505,050</b>	<b>115,475,718</b>
<b>Prior period adjustment</b>					<b>651,993</b>	<b>548,592</b>	<b>1,200,585</b>
<b>Net position- beginning, restated</b>					<b>29,622,661</b>	<b>87,053,642</b>	<b>116,676,303</b>
<b>Net position - ending</b>					<b>\$ 42,696,441</b>	<b>\$ 87,910,558</b>	<b>\$ 130,606,999</b>

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

**CITY OF DYERSBURG, TENNESSEE  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2022**

	General	General Purpose School	Federal Projects School	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash	\$ 4,494,210	\$ 9,510,101	\$ -	\$ 5,507,924	\$ 19,512,235
Investments	10,000	-	-	1,551,765	1,561,765
Receivables (net of allowance for uncollectibles):					
Taxes	9,583,333	694,566	-	-	10,277,899
Accounts	1,835,943	-	-	-	1,835,943
Due from grantor	-	579,167	374,360	36,212	989,739
Due from other funds	2,361,638	4,059	-	164,972	2,530,669
Inventories	-	-	-	92,966	92,966
Prepaid expenses	275,291	-	-	30,692	305,983
Deposits	-	-	-	92,950	92,950
Other Assets	31,172	-	-	-	31,172
Hybrid stabilization (SRT)	-	197,440	-	-	197,440
<b>Total Assets</b>	<b>\$ 18,591,587</b>	<b>\$ 10,985,333</b>	<b>\$ 374,360</b>	<b>\$ 7,477,481</b>	<b>\$ 37,428,761</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 1,077,669	\$ 354,439	\$ 3,819	\$ 461,496	\$ 1,897,423
Accrued interest payable	5,320	-	-	-	5,320
Accrued payroll	207,305	1,024,854	283,214	50,395	1,565,768
Other current liabilities	276,751	510,275	83,268	15,037	885,331
Deposits	33,627	-	-	-	33,627
Due to other funds	159,740	139,942	4,059	1,012,614	1,316,355
<b>Total Liabilities</b>	<b>1,760,412</b>	<b>2,029,510</b>	<b>374,360</b>	<b>1,539,542</b>	<b>5,703,824</b>
<b>Deferred Inflows of Resources:</b>					
Unavailable confiscated funds	-	-	-	12,725	12,725
Deferred current property taxes	9,546,884	-	-	-	9,546,884
Unearned grant revenue	1,883,493	-	-	-	1,883,493
<b>Total Deferred Inflows of Resources</b>	<b>11,430,377</b>	<b>-</b>	<b>-</b>	<b>12,725</b>	<b>11,443,102</b>
<b>Fund Balances:</b>					
Non-spendable	275,291	-	-	123,658	398,949
Restricted	33,627	8,955,823	-	5,804,545	14,793,995
Unassigned	5,091,880	-	-	(2,989)	5,088,891
<b>Total Fund Balances</b>	<b>5,400,798</b>	<b>8,955,823</b>	<b>-</b>	<b>5,925,214</b>	<b>20,281,835</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 18,591,587</b>	<b>\$ 10,985,333</b>	<b>\$ 374,360</b>	<b>\$ 7,477,481</b>	<b>\$ 37,428,761</b>

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

**CITY OF DYERSBURG, TENNESSEE  
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES  
TO NET POSITION OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2022**

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

<b>Total Governmental Fund Balances (page 22)</b>	<b>\$ 20,281,835</b>
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported in the funds.	45,662,064
Deferred outflows/inflows of resources related to pensions in which the consumption/acquisition of net position will occur in future periods.	
Deferred outflows related to pension and OPEB	15,204,844
Deferred inflows related to pension and OPEB	(15,874,918)
Compensated absences are not a financial use/source in the current period and, therefore, are not reported in the funds.	(1,136,623)
Internal service fund assets and liabilities allocated to governmental funds and, therefore, are included in governmental activities in the statement of net position.	304,226
Assets not available to pay for current period expenditures and therefore, are deferred in the governmental funds.	(387,237)
Liabilities not due and payable in the current period and therefore are not being reported in the governmental funds.	1,329,554
Net pension and OPEB (liabilities) assets are not financial uses/sources in the current period and, therefore, are not reported in the governmental funds	
Net pension asset	13,918,378
Net pension liability	(16,690,792)
Net OPEB liability	(3,885,224)
Notes from direct borrowings and bonds payable are not due and are not due and payable in the current period and, therefore, are not reported in the governmental funds.	<u>(16,029,666)</u>
<b>Net position of governmental activities (page 20)</b>	<b><u>\$ 42,696,441</u></b>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	General	General Purpose School	Federal Projects School	Other Governmental Funds	Total Governmental Funds
<b>REVENUES:</b>					
Taxes	\$ 15,121,021	\$ 10,574,063	\$ -	\$ -	\$ 25,695,084
Licenses and permits	95,532	-	-	-	95,532
Intergovernmental	5,639,693	15,348,593	7,523,739	2,226,512	30,738,537
Charges for services	823,218	-	-	221,125	1,044,343
Fines, forfeits, and penalties	164,025	-	-	36,305	200,330
Investment earnings	24,608	24,416	-	70,011	119,035
Miscellaneous	2,446,705	404,920	-	3,589,885	6,441,510
<b>Total Revenues</b>	<b>24,314,802</b>	<b>26,351,992</b>	<b>7,523,739</b>	<b>6,143,838</b>	<b>64,334,371</b>
<b>EXPENDITURES:</b>					
General government	2,233,515	-	-	55,113	2,288,628
Public safety	10,662,345	-	-	-	10,662,345
Public works	4,542,432	-	-	-	4,542,432
Parks and recreation	1,465,005	-	-	-	1,465,005
Economic development	384,349	-	-	-	384,349
Municipal airport	709,461	-	-	-	709,461
Joint cost - communications	412,031	-	-	-	412,031
Hospital and Healthcare	-	-	-	3,626,392	3,626,392
Education	-	22,801,598	7,417,984	3,195,931	33,415,513
Miscellaneous	2,405,713	-	-	-	2,405,713
Capital outlay	2,134,215	234,460	-	31,382	2,400,057
Debt service:					
Principal retirement	602,000	1,330,191	-	-	1,932,191
Interest	76,684	389,413	-	-	466,097
Other expense	11,291	-	-	-	11,291
<b>Total Expenditures</b>	<b>25,639,041</b>	<b>24,755,662</b>	<b>7,417,984</b>	<b>6,908,818</b>	<b>64,721,505</b>
<b>Revenues Over (Under) Expenditures</b>	<b>(1,324,239)</b>	<b>1,596,330</b>	<b>105,755</b>	<b>(764,980)</b>	<b>(387,134)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Operating transfers in	2,152,984	1,825,359	-	1,609,161	5,587,504
Operating transfers out	(1,609,161)	-	(105,755)	(1,734,811)	(3,449,727)
Sale of assets	621,637	-	-	1,252,781	1,874,418
Sale of bonds	352,183	-	-	-	352,183
Total other financing sources (uses)	1,517,643	1,825,359	(105,755)	1,127,131	4,364,378
<b>Net Change in Fund Balance</b>	<b>193,404</b>	<b>3,421,689</b>	<b>-</b>	<b>362,151</b>	<b>3,977,244</b>
<b>Fund Balance - July 1, 2021</b>	<b>5,207,394</b>	<b>5,534,134</b>	<b>-</b>	<b>5,563,063</b>	<b>16,304,591</b>
<b>Fund Balance - June 30, 2022</b>	<b>\$ 5,400,798</b>	<b>\$ 8,955,823</b>	<b>\$ -</b>	<b>\$ 5,925,214</b>	<b>\$ 20,281,835</b>

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

**CITY OF DYERSBURG, TENNESSEE  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022**

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

Net change in fund balances - total governmental funds (page 24)	\$	3,977,244
Revenues in the statement of activities that do not provide current financial resources and are not reported as revenues in the funds.		6,268,562
Expenses in the statement of activities that are not paid using current financial resources and are not reported as expenditures in the funds.		1,518,884
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay.		1,586,630
Pension contributions are reported as expenditures in the governmental funds. However, pension expense in the statement of activities is primarily the result of changes in the components of the net pension asset/liability over current and future periods.		5,385,191
The issuance of long-term debt (e.g., bonds, notes) and the refunding of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued. This amount is the net effect of these differences in the treatment of long-term debt and related items.		1,932,191
The increase/decrease in the liability for compensated absences is not reported in governmental funds.		<u>(71,182)</u>
Change in net position of governmental activities (page 21)	\$	<u><u>20,597,519</u></u>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO**  
**ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>REVENUES</b>				
Taxes				
Property taxes - net	\$ 8,875,000	\$ 8,875,000	\$ 8,840,255	\$ (34,745)
Property taxes - penalty and interest	125,000	125,000	73,013	(51,987)
Local sales tax	2,180,000	4,000,000	4,465,665	465,665
Wholesale beer tax	525,000	525,000	527,719	2,719
Wholesale liquor tax	100,000	100,000	120,683	20,683
Business taxes	460,000	460,000	597,341	137,341
Cable TV franchise tax	90,000	90,000	115,762	25,762
Room occupancy tax	300,000	300,000	380,583	80,583
Total taxes	<u>12,655,000</u>	<u>14,475,000</u>	<u>15,121,021</u>	<u>646,021</u>
Licenses and permits				
Beer licenses	7,000	7,000	6,650	(350)
Liquor licenses	11,000	11,000	15,200	4,200
Other licenses	1,000	1,000	820	(180)
Building permits and inspections	74,700	74,700	72,862	(1,838)
Total licenses and permits	<u>93,700</u>	<u>93,700</u>	<u>95,532</u>	<u>1,832</u>
Intergovernmental revenues				
Federal law enforcement grants	15,000	15,000	22,096	7,096
Federal surface transportation grants	551,200	551,200	548,747	(2,453)
TVA replacement tax	202,300	202,300	167,826	(34,474)
Payment in lieu of taxes - Housing Authority	45,000	45,000	46,646	1,646
State sales tax	1,770,000	1,770,000	1,884,373	114,373
State income tax	100,000	100,000	69,029	(30,971)
State beer tax	8,300	8,300	7,383	(917)
State alcoholic beverage tax	75,000	75,000	100,104	25,104
State gasoline & motor fuel tax	320,000	320,000	293,858	(26,142)
State 1989 gasoline tax	50,000	50,000	45,734	(4,266)
State 3 cent gasoline tax	90,000	90,000	84,718	(5,282)
State gas 2017 tax	155,000	155,000	147,870	(7,130)
State petroleum special tax	34,000	34,000	30,130	(3,870)
State public safety grants	89,600	89,600	77,600	(12,000)
State airport grant	300,000	300,000	48,067	(251,933)
State CDBG grant	1,500,000	1,500,000	971,130	(528,870)
State intergovernmental grant	193,000	193,000	193,489	489
Federal FEMA Grant	-	203,500	206,667	3,167
Federal ARPA Grant	-	2,479,200	595,799	(1,883,401)
County intergovernmental revenue	80,000	80,000	82,173	2,173
State sports gaming tax	-	-	16,254	16,254
Total intergovernmental revenues	<u>5,578,400</u>	<u>8,261,100</u>	<u>5,639,693</u>	<u>(2,621,407)</u>
Charges for services				
Public safety reimbursements	350,000	350,000	267,369	(82,631)
Special police and safety services	7,500	7,500	6,605	(895)
Fire protection charges	30,000	30,000	35,284	5,284
Cemetery burial, foundation and deed charges	133,500	133,500	153,470	19,970
Stormwater II charges	197,200	197,200	202,250	5,050
Swimming pool charges and fees	37,500	37,500	34,096	(3,404)
Parks and recreation charges	59,200	59,200	69,989	10,789
Other	46,500	46,500	54,155	7,655
Total charges for services	<u>861,400</u>	<u>861,400</u>	<u>823,218</u>	<u>(38,182)</u>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO**  
**ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>Revenues (continued):</b>				
Fines, forfeits and penalties				
City court revenue	\$ 205,000	\$ 205,000	\$ 159,807	\$ (45,193)
Safe driving fees	3,000	3,000	2,588	(412)
Other	2,000	2,000	1,630	(370)
Total fines, forfeits and penalties	<u>210,000</u>	<u>210,000</u>	<u>164,025</u>	<u>(45,975)</u>
Miscellaneous revenues				
Interest	25,000	25,000	24,608	(392)
Rents	383,800	383,800	393,114	9,314
Sales of fuel and supplies	300,000	475,000	480,683	5,683
Sale of property and equipment	5,000	5,000	40,654	35,654
Sale of cemetery lots	85,000	85,000	100,300	15,300
Joint expense reimbursements -				
Administrative charges	1,640,500	1,640,500	1,766,941	126,441
Other	145,000	145,000	286,650	141,650
Total miscellaneous revenues	<u>2,584,300</u>	<u>2,759,300</u>	<u>3,092,950</u>	<u>333,650</u>
<b>Total revenues</b>	<u>21,982,800</u>	<u>26,660,500</u>	<u>24,936,439</u>	<u>(1,724,061)</u>
<b>EXPENDITURES</b>				
General government:				
Legislative	84,200	84,200	84,077	(123)
Judicial	396,800	396,800	402,719	5,919
Executive	149,700	149,700	155,233	5,533
City recorder	130,000	130,000	126,828	(3,172)
City attorney	55,000	55,000	54,841	(159)
Accounting	301,000	301,000	304,191	3,191
Tax administration	95,000	95,000	103,827	8,827
Purchasing	98,300	98,300	90,467	(7,833)
Personnel	121,800	121,800	118,752	(3,048)
Engineering	398,900	398,900	431,363	32,463
Planning and zoning	12,900	12,900	12,497	(403)
City Hall	142,100	212,100	207,219	(4,881)
Other facilities	141,100	141,100	141,501	401
Total general government	<u>2,126,800</u>	<u>2,196,800</u>	<u>2,233,515</u>	<u>36,715</u>
Public safety:				
Police department				
Traffic safety	117,200	117,200	104,915	(12,285)
Supplement pay	51,000	51,000	42,199	(8,801)
Administration	549,100	549,100	576,394	27,294
Operations	107,700	107,700	93,750	(13,950)
Criminal investigation	867,500	867,500	704,515	(162,985)
Patrol	3,370,600	3,370,600	3,230,666	(139,934)
Records and identification	290,300	365,300	354,158	(11,142)
Training	291,200	291,200	234,526	(56,674)
Education and public relations	3,000	3,000	13,367	10,367
Automotive services	176,500	221,500	227,707	6,207
Special response team	30,500	30,500	23,734	(6,766)
Police stations	144,800	609,800	816,390	206,590
Total police department	<u>5,999,400</u>	<u>6,584,400</u>	<u>6,422,321</u>	<u>(162,079)</u>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO**  
**ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>Expenditures (continued)</b>				
Fire department				
Supplement pay	\$ 44,800	\$ 44,800	\$ 41,338	\$ (3,462)
Administration	436,300	436,300	418,702	(17,598)
Fire fighting	3,057,300	3,057,300	2,965,623	(91,677)
Fire prevention	171,000	171,000	162,802	(8,198)
Training	110,200	110,200	103,678	(6,522)
Equipment repair services	103,000	103,000	112,838	9,838
Fire stations	86,500	86,500	93,768	7,268
Total fire department	<u>4,009,100</u>	<u>4,009,100</u>	<u>3,898,749</u>	<u>(110,351)</u>
Building inspection	<u>357,200</u>	<u>357,200</u>	<u>341,275</u>	<u>(15,925)</u>
Total public safety	<u>10,365,700</u>	<u>10,950,700</u>	<u>10,662,345</u>	<u>(288,355)</u>
Public works:				
Public works administration	437,300	437,300	496,983	59,683
Highways and streets	3,298,900	3,453,900	3,512,559	58,659
Storm drainage	122,200	122,200	134,109	11,909
Stormwater II	115,700	115,700	68,431	(47,269)
Cemeteries	369,100	369,100	330,350	(38,750)
Total public works	<u>4,343,200</u>	<u>4,498,200</u>	<u>4,542,432</u>	<u>44,232</u>
Parks and recreation				
Dyersburg Activity Center	420,500	420,500	386,744	(33,756)
Bruce Recreation Center	173,900	173,900	198,288	24,388
Future City Recreation Center	157,300	157,300	138,789	(18,511)
Dyersburg Activity Center pool	38,600	38,600	48,635	10,035
Okeena pool	78,100	78,100	105,504	27,404
Bruce pool	15,900	15,900	7,832	(8,068)
Youth Programs	39,700	39,700	33,634	(6,066)
Playgrounds and parks	474,200	474,200	508,312	34,112
Golf course	27,000	27,000	27,419	419
Total parks and recreation	<u>1,425,200</u>	<u>1,425,200</u>	<u>1,455,157</u>	<u>29,957</u>
Special Recreation	<u>11,000</u>	<u>11,000</u>	<u>9,848</u>	<u>(1,152)</u>
Tourism and economic development	<u>300,000</u>	<u>300,000</u>	<u>384,349</u>	<u>84,349</u>
Municipal airport	<u>523,500</u>	<u>763,500</u>	<u>709,461</u>	<u>(54,039)</u>
Capital outlay				
General government	30,000	30,000	99,697	69,697
Public safety	363,100	573,100	350,582	(222,518)
Public works	193,000	193,000	231,461	38,461
Parks and recreation	1,500,000	1,500,000	1,422,276	(77,724)
Municipal airport	300,000	300,000	30,199	(269,801)
Total capital outlay	<u>2,386,100</u>	<u>2,596,100</u>	<u>2,134,215</u>	<u>(461,885)</u>
Debt service				
Retirement of notes, bonds and capital leases	602,000	602,000	602,000	-
Interest	188,000	188,000	76,684	(111,316)
Bank and loan remarketing fees	10,500	10,500	11,291	791
Total debt service	<u>800,500</u>	<u>800,500</u>	<u>689,975</u>	<u>(110,525)</u>
Joint costs - communications	492,900	492,900	412,031	(80,869)

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



**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO**  
**ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>Expenditures (continued)</b>				
Miscellaneous expenditures				
Vacation and sick leave	\$ 25,000	\$ 25,000	\$ 40,277	\$ 15,277
Insurance	16,500	16,500	13,335	(3,165)
Retirement	1,413,600	1,413,600	1,406,481	(7,119)
Professional services	50,000	500,000	119,463	(380,537)
Essential Personnel Pay	-	523,800	523,798	(2)
Payments in lieu of taxes	135,000	135,000	141,137	6,137
Other	55,600	165,600	161,222	(4,378)
Total miscellaneous expenditures	<u>1,695,700</u>	<u>2,779,500</u>	<u>2,405,713</u>	<u>(373,787)</u>
<b>Total expenditures</b>	<u>24,470,600</u>	<u>26,814,400</u>	<u>25,639,041</u>	<u>(1,175,359)</u>
<b>Revenues over (under) expenditures</b>	(2,487,800)	(153,900)	(702,602)	(548,702)
<b>Other financing sources (uses)</b>				
Transfers in	2,180,000	2,180,000	2,152,984	(27,016)
Transfers out	(35,000)	(1,635,000)	(1,609,161)	25,839
Sale of bonds	350,000	350,000	352,183	2,183
Total other financing sources (uses)	<u>2,495,000</u>	<u>895,000</u>	<u>896,006</u>	<u>1,006</u>
<b>Net change in fund balance</b>	<u>\$ 7,200</u>	<u>\$ 741,100</u>	193,404	<u>\$ (547,696)</u>
<b>Fund balance - July 1, 2021</b>			<u>5,207,394</u>	
<b>Fund balance - June 30, 2022</b>			<u>\$ 5,400,798</u>	

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**GENERAL PURPOSE SCHOOL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>REVENUES:</b>				
Real estate taxes	\$ 2,482,176	\$ 2,482,176	\$ 2,678,233	\$ 196,057
Sales tax	5,479,848	5,479,848	7,259,338	1,779,490
Other permits and licenses	1,100	1,100	1,191	91
Wheel tax	588,900	588,900	635,301	46,401
Intergovernmental	14,313,000	15,707,110	15,348,593	(358,517)
Investment earnings	25,000	25,000	24,416	(584)
Miscellaneous	336,400	336,400	404,920	68,520
<b>Total Revenues</b>	<u>23,226,424</u>	<u>24,620,534</u>	<u>26,351,992</u>	<u>1,731,458</u>
<b>EXPENDITURES:</b>				
Education:				
Regular instruction program	12,347,877	13,015,103	11,942,306	(1,072,797)
Alternative instruction program	164,747	187,760	187,760	-
Special education program	1,777,975	1,770,896	1,770,850	(46)
Career and technical education	427,447	422,397	422,397	-
Attendance services	128,074	161,301	159,765	(1,536)
Health services	208,841	285,327	108,782	(176,545)
Other student support	892,429	927,040	883,295	(43,745)
Regular instruction support	509,056	446,764	446,577	(187)
Alternative education support	104,686	99,221	99,221	-
Special education support	68,821	50,429	50,429	-
Fiscal services	292,167	289,515	289,515	-
Operation of plant	2,424,308	2,570,783	2,507,308	(63,475)
Maintenance of plant	458,101	429,811	419,895	(9,916)
Board of education	789,638	765,763	540,895	(224,868)
Career and technical education	52,458	52,354	52,354	-
Early childhood education	14,080	642,885	642,885	-
Office of the superintendent	327,801	297,773	293,167	(4,606)
Community services	91,916	116,114	116,113	(1)
Transportation	1,800	85,649	68,125	(17,524)
Technology	299,894	267,033	267,033	-
Office of the principal	1,567,905	1,532,514	1,532,926	412
<b>Total education</b>	<u>22,950,021</u>	<u>24,416,432</u>	<u>22,801,598</u>	<u>(1,614,834)</u>
Capital outlay	189,403	235,465	234,460	(1,005)
<b>Total Expenditures</b>	<u>23,139,424</u>	<u>24,651,897</u>	<u>23,036,058</u>	<u>(1,615,839)</u>
<b>Revenues Over (Under) Expenditures</b>	87,000	(31,363)	3,315,934	3,347,297
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from other funds	10,000	128,685	105,755	(22,930)
Transfers to other funds	(97,000)	(109,897)	-	109,897
<b>Total other financing sources (uses)</b>	<u>(87,000)</u>	<u>18,788</u>	<u>105,755</u>	<u>86,967</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (12,575)</u>	3,421,689	<u>\$ 3,434,264</u>
<b>Fund balance - July 1, 2021</b>			5,534,134	
<b>Fund balance - June 30, 2022</b>			<u>\$ 8,955,823</u>	
<b>Reconciliation of Budgetary Basis to GAAP Basis Statement</b>				
Total expenditures on budgetary basis			\$ 23,036,058	
Debt service expenditures paid by City of Dyersburg				
Principal			1,330,191	
Interest and bond fees			389,413	
<b>Total expenditures on GAAP basis statement</b>			<u>\$ 24,755,662</u>	
Other financing sources (uses) on budgetary basis			\$ 105,755	
Transfer recorded for debt service expenditures paid by City of Dyersburg			1,719,604	
<b>Other financing sources (uses) on GAAP basis statement</b>			<u>\$ 1,825,359</u>	

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**FEDERAL PROJECTS FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>REVENUES:</b>				
State education grants	\$ 15,908,071	\$ 15,908,071	\$ 7,523,739	\$ (8,384,332)
Total revenues	15,908,071	15,908,071	7,523,739	(8,384,332)
<b>EXPENDITURES:</b>				
Education:				
Regular instruction	6,760,611	7,030,720	2,875,972	(4,154,748)
Vocational education	89,443	92,940	92,899	(41)
Special education	1,139,984	1,134,183	648,752	(485,431)
Student support	1,371,703	1,406,152	392,908	(1,013,244)
Regular instruction support services	1,145,387	1,042,776	309,544	(733,232)
Special education support services	164,299	159,579	159,721	142
Attendance	7,086	4,720	2,331	(2,389)
Health services	424,361	406,438	412,719	6,281
Career and technical education	12,140	7,057	4,697	(2,360)
Technology	39,646	39,646	23,496	(16,150)
Operation of plant	2,463,937	2,463,937	2,109,569	(354,368)
Food service	120,386	158,716	103,610	(55,106)
Transportation	121,600	122,900	5,173	(117,727)
Regular Capital Outlay	1,740,000	1,724,265	276,593	(1,447,672)
Total education	15,600,583	15,794,029	7,417,984	(8,376,045)
Total expenditures	15,600,583	15,794,029	7,417,984	(8,376,045)
<b>Revenues Over (Under) Expenditures</b>	307,488	114,042	105,755	(8,287)
<b>Other Financing Sources (Uses):</b>				
Transfers from (to) other funds	(113,370)	(114,042)	(105,755)	8,287
Total other financing sources (uses)	(113,370)	(114,042)	(105,755)	8,287
<b>Net Change in Fund Balance</b>	\$ 194,118	\$ -	-	\$ -
<b>Fund balance - July 1, 2021</b>			-	
<b>Fund balance - June 30, 2022</b>			\$ -	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2022**

	Business-Type Activities -- Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Gas	Water and Sewer	Solid Waste Management	Electric System		
<b>ASSETS</b>						
<b>Current assets:</b>						
Cash and cash equivalents	\$ 6,468,102	\$ 4,763,882	\$ 5,130,438	\$ 5,558,984	\$ 21,921,406	\$ 3,510,125
Investments	780,281	-	333,465	3,069,172	4,182,918	-
Accounts receivable - net	316,914	809,646	337,776	2,873,226	4,337,562	36,655
Accrued interest receivable	-	-	-	25,481	25,481	-
Accrued rents receivable	-	-	-	105,099	105,099	-
Due from other funds	790,149	1,512,934	559,018	-	2,862,101	122,365
Inventories	112,536	257,632	-	974,162	1,344,330	-
Prepaid expenses	-	-	-	96,916	96,916	-
<b>Total current assets</b>	<b>8,467,982</b>	<b>7,344,094</b>	<b>6,360,697</b>	<b>12,703,040</b>	<b>34,875,813</b>	<b>3,669,145</b>
<b>Noncurrent assets:</b>						
Restricted assets:						
Customer deposits - certificate of deposit	-	-	-	2,923,638	2,923,638	-
Bond reserve fund - cash and cash equivalents	-	-	-	351,376	351,376	-
Bond retirement fund - cash and cash equivalents	-	-	-	363,045	363,045	-
Renewal and replacement fund - cash and cash equivalents	-	-	-	769,642	769,642	-
Total restricted assets	-	-	-	4,407,701	4,407,701	-
Capital assets:						
Land	773,584	558,366	-	903,460	2,235,410	-
Construction in progress	7,175	1,576,304	-	396,429	1,979,908	20,950
Plant in service	14,019,732	66,456,747	12,915,288	69,720,048	163,111,815	2,321,218
Less - accumulated depreciation	(9,960,280)	(44,206,894)	(10,335,153)	(33,986,436)	(98,488,763)	(2,084,144)
Right-of-Use Asset	-	-	675,498	-	675,498	-
Less - accumulated amortization	-	-	(193,638)	-	(193,638)	-
Net Capital Assets	4,840,211	24,384,523	3,061,995	37,033,501	69,320,230	258,024
Other assets	-	-	645	65,093	65,738	27,207
Net pension asset	425,378	-	-	-	425,378	-
<b>Total noncurrent assets</b>	<b>5,265,589</b>	<b>24,384,523</b>	<b>3,062,640</b>	<b>41,506,295</b>	<b>74,219,047</b>	<b>285,231</b>
<b>Total Assets</b>	<b>13,733,571</b>	<b>31,728,617</b>	<b>9,423,337</b>	<b>54,209,335</b>	<b>109,094,860</b>	<b>3,954,376</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Differences between expected and actual experience - pension	(21,020)	119,083	72,356	152,283	322,702	-
Contributions - pension	30,182	183,623	108,222	556,927	878,954	-
Changes in assumption - pension	(306,125)	664,012	395,899	533,756	1,287,542	-
Net difference between projected and actual earnings on pension plan investment	(5,113)	(143)	(830)	-	(6,086)	-
<b>Total Deferred Outflows of Resources</b>	<b>(302,076)</b>	<b>966,575</b>	<b>575,647</b>	<b>1,242,966</b>	<b>2,483,112</b>	<b>-</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 13,431,495</b>	<b>\$ 32,695,192</b>	<b>\$ 9,998,984</b>	<b>\$ 55,452,301</b>	<b>\$ 111,577,972</b>	<b>\$ 3,954,376</b>

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2022**

	Business-Type Activities -- Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Gas	Water and Sewer	Solid Waste Management	Electric System		
<b>LIABILITIES</b>						
<b>Current liabilities:</b>						
Accounts payable	\$ 1,537,482	\$ 6,094	\$ 31,949	\$ 3,608,740	\$ 5,184,265	\$ 7,681
Accrued payroll	6,121	22,965	12,277	-	41,363	16,513
Accrued interest payable	-	-	-	27,005	27,005	-
Customer deposits	362,737	539,053	-	2,923,638	3,825,428	-
Due to other funds	374,468	497,035	580,769	-	1,452,271	2,746,509
Other current liabilities	5,053	24,433	-	65,972	95,458	-
Bonds payable within one year	-	916,069	-	315,000	1,231,069	-
<b>Total current liabilities</b>	<u>2,285,861</u>	<u>2,005,649</u>	<u>624,995</u>	<u>6,940,355</u>	<u>11,856,859</u>	<u>2,770,703</u>
<b>Noncurrent liabilities:</b>						
Accrued compensated absences	30,442	190,041	42,269	195,899	458,651	49,356
Other accrued liabilities	-	-	2,035,700	-	2,035,700	112,124
Net pension liability	-	1,611,625	1,002,036	3,040,252	5,653,913	-
Advances from TVA - conservation	-	-	-	3,544	3,544	-
Bonds payable - long-term	-	-	-	1,655,000	1,655,000	-
Lease Liability	-	-	471,066	-	471,066	-
<b>Total noncurrent liabilities</b>	<u>30,442</u>	<u>1,801,666</u>	<u>3,551,071</u>	<u>4,894,695</u>	<u>10,277,874</u>	<u>161,480</u>
<b>Total Liabilities</b>	<u>2,316,303</u>	<u>3,807,315</u>	<u>4,176,066</u>	<u>11,835,050</u>	<u>22,134,733</u>	<u>2,932,183</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Differences between expected and actual experience - pension	(105,303)	17,129	(7,807)	348,969	252,988	-
Changes in assumptions - pension	46,606	144,122	88,735	190,479	469,942	-
Net difference between projected and actual earnings on pension plan investment	25,857	108,157	66,161	810,438	1,010,613	-
<b>Total Deferred Inflows of Resources</b>	<u>(32,840)</u>	<u>269,408</u>	<u>147,089</u>	<u>1,349,886</u>	<u>1,733,543</u>	<u>-</u>
<b>NET POSITION</b>						
Net investment in capital assets	4,840,211	23,468,454	3,061,995	35,079,056	66,449,716	258,024
Restricted	362,737	539,053	-	1,484,063	2,385,853	-
Restricted - Net Pension Asset	425,378	-	-	-	425,378	-
Unrestricted	5,519,706	4,610,962	2,613,834	5,704,246	18,448,749	764,169
<b>Net Position</b>	<u>11,148,032</u>	<u>28,618,469</u>	<u>5,675,829</u>	<u>42,267,365</u>	<u>87,709,696</u>	<u>1,022,193</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<u>\$ 13,431,495</u>	<u>\$ 32,695,192</u>	<u>\$ 9,998,984</u>	<u>\$ 55,452,301</u>	<u>\$ 111,577,972</u>	<u>\$ 3,954,376</u>
					200,862	
					<u>\$ 87,910,558</u>	

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

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

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

	Business-Type Activities -- Enterprise Funds				Totals	Governmental
	Gas	Water and Sewer	Solid Waste Management	Electric System		Activities - Internal Service Funds
<b>Operating revenues:</b>						
Charges for service	\$ 6,682,594	\$ 8,194,815	\$ 3,867,618	\$ 37,639,187	\$ 56,384,214	\$ -
Interest and penalties	31,960	45,941	-	169,109	247,010	-
Rent	-	-	-	1,106,405	1,106,405	-
Insurance Recoveries	-	7,360	-	-	7,360	-
Operating Grant Revenue	-	150,606	-	-	150,606	-
Joint Costs	-	-	-	-	-	1,758,289
Miscellaneous	6,841	50,243	31,701	56,204	144,989	394,215
Total operating revenues	<u>6,721,395</u>	<u>8,448,965</u>	<u>3,899,319</u>	<u>38,970,905</u>	<u>58,040,584</u>	<u>2,152,504</u>
<b>Operating expenses:</b>						
Purchased power	5,595,106	-	-	30,455,669	36,050,775	-
Transmission and distribution	689,126	825,532	-	789,036	2,303,694	-
Customers' accounting and collecting	495,908	517,183	34,800	386,095	1,433,986	-
Sales and customer service	-	-	-	68,886	68,886	205,377
General and administrative	879,090	950,041	500,238	1,429,696	3,759,065	1,888,914
Purification	-	1,197,804	-	-	1,197,804	-
Sewer plant operation	-	226,963	-	-	226,963	-
Sewage treatment and disposal	-	1,379,449	-	-	1,379,449	-
Residential and dumpster operations	-	-	1,115,815	-	1,115,815	-
Landfill operations	-	-	789,774	-	789,774	-
General plant maintenance	-	-	-	1,143,833	1,143,833	-
Depreciation and amortization	365,204	1,618,624	799,349	2,490,293	5,273,470	60,098
Taxes other than tax equivalents	-	-	-	137,859	137,859	-
Grants and Donations	310,579	-	-	-	310,579	-
Total operating expenses	<u>8,335,013</u>	<u>6,715,596</u>	<u>3,239,977</u>	<u>36,901,367</u>	<u>55,191,952</u>	<u>2,154,389</u>
<b>Operating income (loss)</b>	(1,613,618)	1,733,369	659,342	2,069,538	2,848,632	(1,885)
<b>Nonoperating revenues (expenses):</b>						
Investment earnings	33,074	18,172	19,922	117,972	189,140	1,887
Interest expense	-	(1,138)	(4,170)	(70,666)	(75,974)	-
Miscellaneous income (expense)	-	(78)	(887)	19,506	18,541	-
Total nonoperating revenues (expenses)	<u>33,074</u>	<u>16,956</u>	<u>14,865</u>	<u>66,812</u>	<u>131,707</u>	<u>1,887</u>
<b>Income (loss) before capital contributions and transfers</b>	(1,580,544)	1,750,325	674,207	2,136,350	2,980,339	2
Capital contributions - CDBG grant	8,708	8,707	-	-	17,415	-
Transfers out	(234,300)	(639,700)	-	(1,263,777)	(2,137,777)	-
Total capital contributions and transfers	<u>(225,592)</u>	<u>(630,993)</u>	<u>-</u>	<u>(1,263,777)</u>	<u>(2,120,362)</u>	<u>-</u>
<b>Change in net position</b>	<u>(1,806,136)</u>	<u>1,119,332</u>	<u>674,207</u>	<u>872,573</u>	<u>859,977</u>	<u>2</u>
<b>Net position - July 1, 2021</b>	12,826,422	26,279,346	5,148,574	41,394,792	85,649,134	1,022,191
<b>Prior period adjustment</b>	127,746	1,219,791	(146,952)	-	1,200,585	-
<b>Net position, restated - July 1, 2021</b>	<u>12,954,168</u>	<u>27,499,137</u>	<u>5,001,622</u>	<u>41,394,792</u>	<u>86,849,719</u>	<u>1,022,191</u>
<b>Net position - June 30, 2022</b>	<u>\$ 11,148,032</u>	<u>\$ 28,618,469</u>	<u>\$ 5,675,829</u>	<u>\$ 42,267,365</u>	<u>87,709,696</u>	<u>\$ 1,022,193</u>
<b>Change in net position</b>					859,977	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds					(3,061)	
Change in net position of business-type activities					<u>\$ 856,916</u>	

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

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Business-type Activities - Enterprises Funds				Total	Governmental
	Gas	Water and Sewer	Solid Waste Management	Electric System		Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Receipts from customers	\$ 6,548,840	\$ 7,577,842	\$ 3,818,631	\$ 38,664,537	\$ 56,609,850	\$ 1,785,121
Payments to suppliers	(6,508,871)	(3,625,745)	(943,222)	(31,896,886)	(42,974,724)	(363,571)
Payments to employees for services	(413,713)	(1,504,242)	(914,503)	(2,253,317)	(5,085,775)	(1,166,983)
Payments for employee benefits	(96,589)	(298,579)	(138,220)	-	(533,388)	(406,543)
Other receipts (payments)	6,841	50,243	31,701	-	88,785	394,215
Net Cash Provided by (used for) Operating Activities	<u>(463,492)</u>	<u>2,199,519</u>	<u>1,854,387</u>	<u>4,514,334</u>	<u>8,104,748</u>	<u>242,239</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>						
Transfers to other funds	(234,300)	(639,700)	-	(1,263,777)	(2,137,777)	-
Net cash from (used by) financing activities	<u>(234,300)</u>	<u>(639,700)</u>	<u>-</u>	<u>(1,263,777)</u>	<u>(2,137,777)</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>						
Acquisition and construction of capital assets	(95,781)	(771,679)	(459,098)	(2,235,809)	(3,562,367)	-
Acquisition and construction of right of use assets	-	-	(675,498)	-	(675,498)	-
Proceeds received on disposal of assets	-	30,970	-	-	30,970	-
Salvage from retirement of plant	-	-	-	21,890	21,890	-
Cost of removal on retired plant	-	-	-	(287,716)	(287,716)	-
Proceeds received on notes and bonds	-	602,426	-	-	602,426	-
Principal paid on notes and bonds	-	-	-	(305,000)	(305,000)	-
Interest paid on notes and bonds	-	(1,138)	(4,170)	(74,847)	(80,155)	-
Capital grant proceeds	8,708	8,707	-	-	17,415	-
Other receipts (payments)	-	(78)	(887)	20,839	19,874	-
Net cash from (used by) capital and related financing activities	<u>(87,073)</u>	<u>(130,792)</u>	<u>(1,139,653)</u>	<u>(2,860,643)</u>	<u>(4,218,161)</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Net change in investments	(1,613)	-	(687)	(5,559)	(7,859)	-
Interest and investment earnings	33,074	18,172	19,922	117,867	189,035	1,887
Increase (decrease) in customer deposits	14,980	(10,177)	-	694,713	699,516	-
(Increase) decrease in temporary cash investments	-	-	-	(78,027)	(78,027)	-
Net cash provided by (used for) investing activities	<u>46,441</u>	<u>7,995</u>	<u>19,235</u>	<u>728,994</u>	<u>802,665</u>	<u>1,887</u>
<b>Net increase(decrease) in cash and cash equivalents</b>	<u>(738,424)</u>	<u>1,437,022</u>	<u>733,969</u>	<u>1,118,908</u>	<u>2,551,475</u>	<u>244,126</u>
<b>Cash and cash equivalents - July 1, 2021</b>	<u>7,206,526</u>	<u>3,326,860</u>	<u>4,396,469</u>	<u>5,924,139</u>	<u>20,853,994</u>	<u>3,265,999</u>
<b>Cash and cash equivalents - June 30, 2022</b>	<u>\$ 6,468,102</u>	<u>\$ 4,763,882</u>	<u>\$ 5,130,438</u>	<u>\$ 7,043,047</u>	<u>\$ 23,405,469</u>	<u>\$ 3,510,125</u>
<b>Cash, Cash Equivalents, and Restricted Cash - June 30, 2022</b>						
Cash and cash equivalents - unrestricted	\$ 6,468,102	\$ 4,763,882	\$ 5,130,438	\$ 5,558,984	\$ 21,921,406	\$ 3,510,125
Bond reserve fund - cash and cash equivalents	-	-	-	351,376	351,376	-
Bond retirement fund - cash and cash equivalents	-	-	-	363,045	363,045	-
Renewal and replacement fund - cash and cash equivalents	-	-	-	769,642	769,642	-
<b>Cash, Cash Equivalents, and Restricted Cash - June 30, 2022</b>	<u>\$ 6,468,102</u>	<u>\$ 4,763,882</u>	<u>\$ 5,130,438</u>	<u>\$ 7,043,047</u>	<u>\$ 23,405,469</u>	<u>\$ 3,510,125</u>

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

**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Business-type Activities - Enterprises Funds				Total	Governmental
	Gas	Water and Sewer	Solid Waste Management	Electric System		Internal Service Funds
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>						
Operating income (loss)	\$ (1,613,618)	\$ 1,733,369	\$ 659,342	\$ 2,069,538	\$ 2,848,632	\$ (1,885)
Adjustments to reconcile net income (loss) from operations to net cash provided by operating activities						
Depreciation	365,204	1,618,624	337,852	2,656,206	4,977,886	50,145
Amortization	-	-	461,497	-	461,497	9,954
Deferrals - pension	(14,036)	(51,265)	(31,246)	(230,948)	(327,495)	-
(Increase) Decrease in Assets						
Accounts receivable, net of allowance	(77,837)	(115,292)	29,888	(305,724)	(468,965)	33,750
Due from other funds	(87,877)	(705,588)	(78,875)	-	(872,340)	(6,919)
Accrued rent	-	-	-	(644)	(644)	-
Inventory	(1,228)	(63,842)	-	(117,935)	(183,005)	-
Prepaid expenses	-	-	-	(2,346)	(2,346)	-
Other assets	-	105,916	146,267	-	252,183	-
Net pension asset	(59,051)	-	-	-	(59,051)	-
Increase (Decrease) in Liabilities						
Accounts payable	975,201	(109,053)	5,262	458,611	1,330,021	(4,250)
Accrued payroll	(7,217)	(20,394)	(11,031)	-	(38,642)	(16,526)
Accrued vacation	-	-	-	(22,115)	(22,115)	-
Due to other funds	51,018	95,021	23,117	-	169,155	171,130
Other current liabilities	1,794	(102,251)	21,850	9,691	(68,916)	(5,001)
Compensated absences	4,155	29,970	(422)	-	33,703	11,841
Net pension liability	-	(215,696)	(131,463)	-	(347,159)	-
Lease Liability	-	-	422,349	-	422,349	-
Net cash provided by (used for) operating activities	<u>\$ (463,492)</u>	<u>\$ 2,199,519</u>	<u>\$ 1,854,387</u>	<u>\$ 4,514,334</u>	<u>\$ 8,104,748</u>	<u>\$ 242,239</u>

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



**CITY OF DYERSBURG, TENNESSEE  
DYERSBURG CITY SCHOOLS  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY TRUST FUND  
FOR THE YEAR ENDED DECEMBER 31, 2021**

**Assets**

Investments	
AUL fixed account	\$ 561,308
Mutual funds	7,457,382
Total Investments	8,018,690
Contributions Receivable	37,900
Net assets available for benefits	\$ 8,056,590
<b>Liabilities</b>	\$ -
<b>Net position restricted for pensions</b>	\$ 8,056,590

**CITY OF DYERSBURG, TENNESSEE  
DYERSBURG CITY SCHOOLS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY TRUST FUND  
FOR THE YEAR ENDED DECEMBER 31, 2021**

**Additions**

Contributions	
Employer	\$ 327,649
Employee	159,055
Total Contributions	486,704
Investment Income	
Earnings from mutual funds	803,925
Total Investment Income	803,925
Total Additions	1,290,629
<b>Deductions</b>	
Benefit Payments	557,961
Plan Expenses	7,417
Total deductions	565,378
<b>Net change in Net Position</b>	725,251
<b>Net Position restricted for pensions</b>	
Beginning of Year	7,331,339
<b>End of Year</b>	\$ 8,056,590

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

**CITY OF DYERSBURG, TENNESSEE  
DYERSBURG ELECTRIC SYSTEM  
STATEMENT OF FIDUCIARY NET POSITION  
FOR THE YEAR ENDED DECEMBER 31, 2021**

<b>Assets</b>	
Cash	\$ 639,903
Investments	
Mutual funds - equities	6,421,016
Mutual funds - alternative investments	3,315,619
Total Investments	<u>9,736,635</u>
Contributions receivable	-
Net Assets	<u>\$ 10,376,538</u>
<b>Liabilities</b>	
	<u>\$ -</u>
<b>Net Position restricted for pensions</b>	<u>\$ 10,376,538</u>

**CITY OF DYERSBURG, TENNESSEE  
DYERSBURG ELECTRIC SYSTEM  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE YEAR ENDED DECEMBER 31, 2021**

<b>Additions</b>	
Contributions	
Employer	\$ 556,928
Employee	68,073
Total Contributions	<u>625,001</u>
Investment income	
Mutual fund income	981,661
Total Additions	<u>1,606,662</u>
<b>Deductions</b>	
Benefit payments	384,131
Administrative and other expenses	6,703
Total Deductions	<u>390,834</u>
<b>Net Increase in Fiduciary Net Position</b>	<u>1,215,828</u>
<b>Net Position restricted for pensions</b>	
Beginning of Year	<u>9,160,710</u>
End of Year	<u>\$ 10,376,538</u>

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

**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF FIDUCIARY NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<b>Assets</b>	
Cash	\$ 2,904,755
Accrued Income	2,305
	<hr/>
Investments	
Domestic Equities	4,677,888
International Equities	164,973
Total Investments	<hr/> 4,842,861 <hr/>
Net Assets	<hr/> \$ 7,749,921 <hr/>
<b>Liabilities</b>	
	<hr/> \$ - <hr/>
<b>Net Position restricted for pensions</b>	<hr/> \$ 7,749,921 <hr/>

**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<b>Additions</b>	
Contributions	
Employer	\$ 1,771,000
Employee	2,035,949
Total Contributions	<hr/> 3,806,949 <hr/>
Investment Income	
Net Appreciation	1,503,493
Interest and Dividends	77,546
Total Investment Income	<hr/> 1,581,039 <hr/>
Total Additions	5,387,988
<b>Deductions</b>	
Benefit Payments/Refunds	1,271,751
Administrative Expenses	<hr/> 1,889,655 <hr/>
Total Deductions	<hr/> 3,161,406 <hr/>
Change in Net Position	<hr/> 2,226,582 <hr/>
<b>Net Position restricted for pensions</b>	
Beginning of Year	<hr/> 5,523,339 <hr/>
<b>End of Year</b>	<hr/> \$ 7,749,921 <hr/>

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

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting entity**

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

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

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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

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

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

The government reports the following major governmental funds:

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

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

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

The government reports the following major proprietary funds:

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

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

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

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

Additionally, the government reports the following fund types:

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

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

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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

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

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

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

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

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

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

*1. Deposits and Investments*

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

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

Investments for the City are reported at fair value.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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

2. *Receivables and Payable*

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

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

The City's property tax schedule as defined by the City Charter is as follows: Property taxes are levied as of September 1 on the property values assessed as of the prior January 1. Taxes are due September 1 through December 31 and are delinquent on the following January 1. Tax bills are mailed on September 1. Tax liens are automatic on January 1 each year and continue until such taxes and any penalty, interest or other charges accruing thereon are paid. Assessed values are established by the County Tax Assessor at 25% of appraised market value for residential real property, 40% for commercial real property, 55% for public utilities, and 30% for business personal property. A complete reappraisal of all property is required every six (6) years with an update after the third year. A revaluation was completed in 2020. The City's tax rate applicable to 2022 was \$2.42 on each \$100 of tax valuation.

3. *Inventories and Prepaid Items*

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

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

4. *Capital Assets, Depreciation, and Amortization*

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

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

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

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

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

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

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

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

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

5. *Compensated Absences*

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

6. *Long-Term Obligations*

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



**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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

*7. Fund Equity*

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

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

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

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

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

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

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

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

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

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

8. *Estimates*

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

9. *Vacation and Sick Leave*

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

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

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

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

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**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

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

9. *Vacation and Sick Leave (Continued)*

c) Firefighters accrue vacation days under the following terms:

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

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

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

10. *Deferred Inflows/Outflows of Resources*

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

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

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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

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

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

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

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

11. *Utility Pole Rental*

The Electric System contracts with other utilities to share poles for lines. These contracts are renewed on an annual basis. Pole rent expense for the year ended June 30, 2022, was \$18,549.

12. *Pensions*

Dyersburg Electric System

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

Dyersburg City Schools

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, pension and OPEB revenue and expenses, information about the fiduciary net position of the Teacher Legacy Pension Plan, Teacher Retirement Plan in the Tennessee Consolidated Retirement System (TCRS), the Non-Professional Employees Pension Plan and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the TCRS and the State of Tennessee. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Teacher Legacy Pension Plan. Investments are reported at fair value.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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

12. *Pensions* (Continued)

City of Dyersburg

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City's participation in their single employer defined benefit pension plan, and additions to/deductions from the City's fiduciary net position have been determined on the same basis as they are reported by the retirement plan.

For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the retirement plan. Investments are reported at fair value.

**E. Impact of Recently Issued Accounting Pronouncements**

In June 2017, the GASB issued Statement No. 87 – Leases, effective for financial statements for periods beginning after December 15, 2019. In May 2020, the GASB issued Statement No. 95 – Postponement of the Effective Dates of Certain Authoritative Guidance which postponed the effective date of GASB Statements No. 87 by eighteen months. This delayed the effective date of GASB No. 87 for financial statements for periods beginning after June 15, 2021. The primary objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Management has implemented GASB Statement No. 87 in the current financial statements.

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

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

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net assets - governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this \$16,029,666 difference are as follows:

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

**A. Explanation of Certain differences between the governmental fund balance sheet and the government-wide statement of net position (Continued)**

Bonds payable	\$	9,339,001
Notes from direct borrowings		6,690,665
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net assets - governmental activities</i>	\$	16,029,666

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over the estimated useful lives and reported as depreciation expense." The details of this (\$1,586,630) difference are as follows:

Capital outlay	\$	5,774,480
Less depreciation expense		(3,296,444)
Net adjustment to decrease <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i>	\$	2,478,036

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

**A. Budgetary Information**

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

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

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**IV. DETAIL NOTES ON ALL FUNDS**

**A. Deposits and Investments**

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

The City is mandated by law to require that the financial institutions in which they maintain deposits pledge securities to collateralize deposits which are in excess of the amount covered by federal insurance. At June 30, 2022, the City's bank deposits were entirely insured with FDIC Insurance or through the state bank collateral pool.

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

	<u>Investments</u>	<u>Mutual Funds</u>	<u>Trust Total</u>
Certificates of Deposit	\$ 3,079,172	\$ -	\$ 3,079,172
U. S. Agencies and Instrumentalities	-	1,551,765	1,551,765
Total Securities	<u>3,079,172</u>	<u>1,551,765</u>	<u>4,630,937</u>
Local Government Investment Pool	1,113,746	-	1,113,746
Total Investments	<u>\$ 4,192,918</u>	<u>\$ 1,551,765</u>	<u>\$ 5,744,683</u>

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

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

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

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

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

**Dyersburg City Schools**

The following is the asset allocation as of December 31, 2021:

	Market Value	Percentage of Total
Pooled separate accounts	\$ 7,457,382	93.00%
Fixed account	561,308	7.00%
Total	<u>\$ 8,018,690</u>	<u>100.00%</u>

For the plan year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 11.1 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Dyersburg Electric System**

The following is the asset allocation as of December 31, 2021:

	Market Value	Percentage of Total
Equities	\$ 6,421,016	65.95%
Alternative investments	3,315,619	34.05%
Total	<u>\$ 9,736,635</u>	<u>100.00%</u>

For the year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 13.59 percent. The money-weighted rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts actually invested.

**City of Dyersburg**

The following is the asset allocation as of June 30, 2021:

	Market Value	Percentage of Total
Domestic equities	\$ 4,677,888	96.59%
International equities	164,973	3.41%
Total	<u>\$ 4,842,861</u>	<u>100.00%</u>

For the year ended June 30, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 8.20 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.



**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

**B. Receivables**

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

**Governmental Funds:**

	General	General Purpose	Federal Projects	Nonmajor	Total
Taxes	\$ 506,660	\$ 694,566	\$ -	\$ -	\$ 1,201,226
Accounts	2,062,835	-	-	-	2,062,835
Grant	-	579,167	374,360	36,212	989,739
Unassessed property taxes	9,121,673	-	-	-	9,121,673
Gross receivables	11,691,168	1,273,733	374,360	36,212	13,375,473
Less: allowance for uncollectibles	(271,892)	-	-	-	(271,892)
Net total receivables	<u>\$ 11,419,276</u>	<u>\$ 1,273,733</u>	<u>\$ 374,360</u>	<u>\$ 36,212</u>	<u>\$ 13,103,581</u>

**Business-Type Funds:**

	Proprietary Funds				Total	Internal Service Funds
	Gas	Water and Sewer	Solid Waste Management	Electric System		
Accounts	\$ 361,914	\$ 914,646	\$ 414,776	\$ 3,080,050	\$ 4,771,386	\$ 44,155
Gross receivables	361,914	914,646	414,776	3,080,050	4,771,386	44,155
Less: allowance for uncollectibles	(45,000)	(105,000)	(77,000)	(206,824)	(433,824)	(7,500)
Net total receivables	<u>\$ 316,914</u>	<u>\$ 809,646</u>	<u>\$ 337,776</u>	<u>\$ 2,873,226</u>	<u>\$ 4,337,562</u>	<u>\$ 36,655</u>

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

	Unavailable
Property taxes receivable (general fund)	\$ 9,121,673
Delinquent property taxes (general fund)	425,211
Unearned grant revenue (general fund)	1,883,493
Confiscated funds (TIP fund)	12,725
Total deferred revenue for governmental funds	<u>\$ 11,443,102</u>

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

**C. Capital Assets**

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

**Primary Government**

	Beginning Balance	Additions & Adjustments	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 6,783,539	\$ 99,697	\$ (239,153)	\$ 6,644,083
Construction in progress	110,586	830,606	(110,586)	830,606
Total capital assets, not being depreciated	<u>6,894,125</u>	<u>930,303</u>	<u>(349,739)</u>	<u>7,474,689</u>
Capital assets being depreciated:				
Buildings	61,430,931	946,514	-	62,377,445
Improvements other than buildings	13,124,209	1,644,741	-	14,768,950
Machinery and equipment	17,811,457	2,020,477	(18,663)	19,813,271
Infrastructure	26,755,121	232,445	(15,000)	26,972,566
Total capital assets, being depreciated	<u>119,121,718</u>	<u>4,844,177</u>	<u>(33,663)</u>	<u>123,932,232</u>
Less accumulated depreciation for:				
Buildings	(44,237,228)	(1,531,655)	-	(45,768,883)
Improvements other than buildings	(5,405,495)	(569,827)	-	(5,975,322)
Machinery and equipment	(14,577,630)	(918,570)	18,663	(15,477,537)
Infrastructure	(18,261,723)	(276,392)	15,000	(18,523,115)
Total accumulated depreciation	<u>(82,482,076)</u>	<u>(3,296,444)</u>	<u>33,663</u>	<u>(85,744,857)</u>
Total capital assets, being depreciated, net	36,639,642	1,547,733	-	38,187,375
Allocated Internal Service Fund capital assets, being depreciated, net	236,409	-	(24,412)	211,997
Governmental activities depreciable capital assets, net	<u>36,876,051</u>	<u>1,547,733</u>	<u>(24,412)</u>	<u>38,399,372</u>
Total capital assets, net	<u>\$ 43,770,176</u>	<u>\$ 2,478,036</u>	<u>\$ (374,151)</u>	<u>\$ 45,874,061</u>
<b>Business-type activities:</b>				
Capital assets not being depreciated:				
Land	\$ 2,235,410	\$ -	\$ -	\$ 2,235,410
Construction in progress	467,293	1,583,479	(49,914)	2,000,858
Total capital assets, not being depreciated	<u>2,702,703</u>	<u>1,583,479</u>	<u>(49,914)</u>	<u>4,236,268</u>
Capital assets being depreciated:				
Buildings and improvements	27,090,626	40,376	-	27,131,002
Plants and systems	114,805,979	2,183,902	(635,443)	116,354,438
Equipment and software	20,728,410	1,108,675	(125,900)	21,711,185
Total capital assets, being depreciated	<u>162,625,015</u>	<u>3,332,953</u>	<u>(761,343)</u>	<u>165,196,625</u>
Less accumulated depreciation	<u>(96,246,740)</u>	<u>(5,297,952)</u>	<u>996,196</u>	<u>(100,548,496)</u>
Total capital assets, net	<u>\$ 69,080,978</u>	<u>\$ (381,520)</u>	<u>\$ 184,939</u>	<u>\$ 68,884,397</u>
Leased assets being amortized:				
Vehicles	\$ -	\$ 398,500	\$ 276,998	\$ 675,498
Less accumulated amortization	-	(193,638)	-	(193,638)
Total leased assets, net	<u>-</u>	<u>204,862</u>	<u>276,998</u>	<u>481,860</u>

\*Includes removal cost of \$287,716 and salvage of \$21,890.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

**C. Capital Assets (Continued)**

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

Depreciation expense for Dyersburg Electric System for the year ending June 30, 2022 was \$2,490,293; however, \$165,913 was charged to transportation expense.

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

***Government activities:***

General government	\$ 271,202
Public safety	522,230
Public works	789,685
Schools	1,522,665
Parks & recreation	190,662
Total depreciation expense - governmental activities	<u>\$ 3,296,444</u>

***Business-type activities:***

Gas	\$ 365,204
Water and Sewer	1,618,625
Solid Waste Management	605,711
Electric	2,656,206
Capital assets held by the government's internal service funds charged to functions based on usage	52,206
Total depreciation expense - business-type activities	<u>\$ 5,297,952</u>

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

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

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

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Enterprise	\$ 1,377,542
	Nonmajor governmental	212,614
	Internal Service	631,540
	School General Purpose	139,942
School General Purpose	Federal Projects	4,059
Enterprise	Internal Service	2,862,101
Nonmajor governmental	General	159,740
	Enterprise	3,841
	Internal Service	1,391
Internal Service	Enterprise	70,888
	Internal Service	51,477
Total		<u>\$ 5,515,135</u>

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

Interfund transfers for the year ending June 30, 2022:

<u>Transfer To (In)</u>	<u>Transfer From (Out)</u>	<u>Amount</u>
General	Gas (Tax Equivalents)	\$ 234,300
	Water and Sewer (Tax Equivalents)	639,700
	Electric (Tax Equivalents)	1,263,777
	Cemetery Trust (Per Trust Agreement)	15,207
Cemetery Trust	General (Per Trust Agreement)	50,150
Debt Service (School Debt)	General	1,559,011
School General Purpose	Federal Projects	105,755
	Debt Service (School Debt)	1,719,604
Total		<u>\$ 5,587,504</u>

Interfund transfers occur in the normal course of business activities.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

**E. Long-Term Debt**

1. *General Obligation Bonds*

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

\$2,960,000 General Obligation Qualified School Construction Bonds, Series 2009 dated December 17, 2009, due in monthly installments at 1.515% interest, secured by revenues of the City.	\$ 759,001
\$9,600,000 General Obligation School Bonds, Series 2013 dated August 16, 2013, due in annual installments at 2.00-4.10% interest, secured by revenues of the City.	8,580,000
Total General Obligation Bonds Payable - Governmental Activities	\$ 9,339,001

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

Year Ending June 30,	Principal	Interest
2023	\$ 404,699	\$ 361,197
2024	889,699	355,037
2025	909,699	334,239
2026	954,904	311,764
2027	780,000	242,545
2028-2032	4,405,000	752,664
2033-2037	995,000	40,795
Totals	\$ 9,339,001	\$ 2,398,241

2. *Revenue Bonds*

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

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

\$2,750,000 Electric System Refunding Bonds, Series 2019 dated March 22, 2019, due in annual installments at 3.29% interest, secured by revenues of the System	\$ 1,970,000
Total Revenue Bonds Payable - Business-Type Activities	\$ 1,970,000

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

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

*2. Revenue Bonds (Continued)*

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

Year Ending June 30,	Principal	Interest
2023	\$ 315,000	\$ 64,813
2024	130,000	54,450
2025	130,000	50,173
2026	135,000	45,896
2027	140,000	41,454
2028-2032	775,000	134,891
2033-2037	345,000	17,109
Totals	\$ 1,970,000	\$ 408,786

*3. Notes from Direct Borrowings*

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

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

\$10,000,000 Tennessee Municipal Bond Fund Variable Rate Loan Program, dated September 19, 2000, secured by revenues of the City	\$ 800,000
\$500,000 Energy Efficient Schools Initiative Loan Agreement, dated April 9, 2012, due in monthly installments at 0% interest, secured by revenues of the City	33,296
\$1,500,000 Tennessee Municipal Bond Fund Variable Rate Loan Program, dated February 18, 2018, due in monthly installments at 3.00% interest, secured by revenues of the City	1,118,000
\$4,600,000 Tennessee Municipal Bond Fund Variable Rate Loan Program, dated September 1, 2018, due in monthly installments at 4.05% interest, secured by revenues of the City	4,525,000
\$689,955 Energy Efficient Schools Initiative Loan Agreement, dated May 1, 2018, due in monthly installments at 0.75% interest, secured by revenues of the City	214,369
Total notes from direct borrowings - Governmental Activities	\$ 6,690,665

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

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

3. *Notes from Direct Borrowings (Continued)*

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

Year Ending June 30,	Principal	Interest
2023	\$ 1,078,648	\$ 241,134
2024	929,017	197,681
2025	757,000	165,994
2026	733,000	136,703
2027	734,000	107,888
2027-2032	2,185,000	183,114
2033-2037	274,000	16,620
Totals	<u>\$ 6,690,665</u>	<u>\$ 1,049,134</u>

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

\$2,500,000 State Revolving Clean Water Loan, dated July 26, 2019, due in monthly installments at 0.39% interest, secured by revenues of the City	<u>\$ 916,069</u>
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Total notes from direct borrowings - Business-Type Activities	<u>\$ 916,069</u>
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Annual debt service requirements to maturity for notes from direct borrowings for the business-type activities are as follows:

Year Ending June 30,	Principal	Interest
2023	\$ 916,069	\$ -
Totals	<u>\$ 916,069</u>	<u>\$ -</u>

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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

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

Long – term liability activity for the year ended June 30, 2022, was as follows:

	Balance July 1, 2021	Additions	Deductions	Balance June 30, 2022
<b>Governmental Activities</b>				
Notes From Direct Borrowings	\$ 7,406,902	\$ 352,183	\$ (1,068,420)	\$ 6,690,665
General Obligation Bonds	10,202,700	-	(863,699)	9,339,001
Total governmental activities	<u>17,609,602</u>	<u>352,183</u>	<u>(1,932,119)</u>	<u>16,029,666</u>
<b>Business Type Activities</b>				
Notes From Direct Borrowings	313,643	602,426	-	916,069
Revenue Bonds	2,275,000	-	(305,000)	1,970,000
Total business type activities	<u>2,588,643</u>	<u>602,426</u>	<u>(305,000)</u>	<u>2,886,069</u>
Total of all fund types	<u>\$ 20,198,245</u>	<u>\$ 954,609</u>	<u>\$ (2,237,119)</u>	<u>\$ 18,915,735</u>

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

**F. Lease Obligations**

**Lease Payable** - \$675,498 has been recorded as intangible right to use lease in the Solid Waste Fund capital assets. Due to the implementation of GASB Statement No. 87, this leased vehicles met the criteria of a lease; thus, requiring it to be recorded by the City. This asset will be amortized over the lease terms since it is shorter than the useful life. A summary of the principal and interest amounts for the remaining lease is as follows:

Description	Date	Payment Terms	Payment Amount	Interest Rate	Total Lease Liability	Balance June 30, 2022
2021 Western Star 4700 Chassis	4/3/2021	24 months	\$ 3,771	2.03%	\$ 90,496	\$ 33,651
2022 Peterbilt 520	5/29/2021	24 months	\$ 5,378	2.03%	\$ 129,081	\$ 53,286
2021 Peterbilt 520	1/28/2021	24 months	\$ 4,671	2.03%	\$ 112,112	\$ 27,863
Side Loaders	5/20/2022	24 months	\$ 12,297	2.41%	\$ 295,130	\$ 264,387
Miniloaders	3/15/2022	24 months	\$ 4,675	2.41%	\$ 112,209	\$ 91,879
Total Lease Agreements						<u>\$ 471,066</u>

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

Year Ending June 30,	Principal	Interest
2023	\$ 312,322	\$ 7,096
2024	158,744	1,628
	<u>\$ 471,066</u>	<u>\$ 8,724</u>



**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

**G. Fund Balance – Governmental Funds**

	General Fund	General Purpose School Fund	Federal Projects Funds	Nonmajor Funds	Total
Nonspendable					
Inventory	\$ -	\$ -	\$ -	\$ 92,966	\$ 92,966
Prepaid expenses	275,291	-	-	30,692	305,983
Restricted					
Deposits	33,627	-	-	-	33,627
Public safety	-	-	-	390,680	390,680
Education	-	8,955,823	-	1,808,325	10,764,148
Perpetual care	-	-	-	1,550,415	1,550,415
Debt service	-	-	-	2,055,125	2,055,125
Unassigned	5,091,880	-	-	(2,989)	5,088,891
Totals	<u>\$ 5,400,798</u>	<u>\$ 8,955,823</u>	<u>\$ -</u>	<u>\$ 5,925,214</u>	<u>\$ 20,281,835</u>

**H. Industrial Park Property**

The City of Dyersburg has purchased several parcels of industrial property in an equal partnership with the County of Dyer, Tennessee. When the property is sold, the County of Dyer receives one-half of the net proceeds from the sales after allowance has been made for reimbursement to the City for costs of developing the property, if any. At June 30, 2022, approximately 308 acres of undeveloped industrial park property is owned jointly by these two governmental bodies.

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

State and Federal laws and regulations require that the City place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and post closure care costs that will be incurred near or after the date the landfill no longer accepts waste. At June 30, 2022, the estimated remaining useful life of the landfill was 51 years.

The recognition of the landfill closure and post closure care costs is based on the amount of the landfill used during the year. The estimated liability for landfill closure and post closure care costs has a balance of \$2,035,700 as of June 30, 2022, which is based on 33.4% usage (filled) of the landfill. It is estimated that an additional \$3,703,043 will be recognized as closure and post closure care expenses between the date of the statement of net position and the date the landfill is expected to be filled to capacity.

The estimated total current cost of the landfill closure and post closure care (\$5,738,743) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of June 30, 2022. However, the actual

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

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

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

The City is required by state and Federal laws and regulations to make annual contributions to finance closure and post closure care. At June 30, 2022, the City has \$333,465 on deposit for the funding of this liability. The City has executed contracts in lieu of performance bonds with the State of Tennessee in the sum of \$6,002,918 which states that the City shall properly operate the solid waste facility and perform closure of the facility in accordance with all requirements of the permit and the closure/post closure plan pursuant to all applicable laws and regulations. Failure of the City to perform would entitle the State of Tennessee to collect any state funds disbursed to the City for the cost of any violations.

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

**J. Fair Value Measurements**

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

**Dyersburg City Schools**

	Total	Fair Value Measurements Using:		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level:				
Debt securities pooled separate accounts - fixed	\$ 561,308	\$ -	\$ 561,308	\$ -
Equity securities pooled separate accounts	7,457,382	7,457,382	-	-
Total investments at fair value	<u>\$ 8,018,690</u>	<u>\$ 7,457,382</u>	<u>\$ 561,308</u>	<u>\$ -</u>

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

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

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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

**Dyersburg Electric**

	Total	Fair Value Measurements Using:		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level:				
Alternative/fixed income				
investments mutual funds	\$ 3,315,619	\$ 3,315,619	\$ -	\$ -
Equity securities mutual funds	6,421,016	6,421,016	-	-
Total investments at fair value	<u>\$ 9,736,635</u>	<u>\$ 9,736,635</u>	<u>\$ -</u>	<u>\$ -</u>

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

**City of Dyersburg**

	Total	Fair Value Measurements Using:		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level:				
Domestic equities	\$ 4,677,888	\$ 4,677,888	\$ -	\$ -
International	164,973	164,973	-	-
Total investments at fair value	<u>\$ 4,842,861</u>	<u>\$ 4,842,861</u>	<u>\$ -</u>	<u>\$ -</u>

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

**V. OTHER INFORMATION**

**A. Risk Management**

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

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

**A. Risk Management (Continued)**

**Dyersburg City Schools**

During the year ended June 30, 2022, the School obtained insurance from the Tennessee School Board Liability Trust (TSBLT), which is a public entity risk pool established to provide insurance coverage to local School boards in Tennessee. The Board pays an annual premium to TSBLT for insurance. The creation of TSBLT provides for it to be self-sustaining through member premiums. The TSBLT reinsures through commercial insurance companies for claims in excess of \$100,000 for each insured event.

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

**Dyersburg Electric**

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

**Other City Segments**

The City through the City of Dyersburg Healthcare Network provides City employees with self-funded healthcare coverage. The City entered an agreement with Underwriters Safety & Claims, Inc. for claims administration and payment. Claims in excess of a self-insured aggregate limit of \$3,837,435 and specific underlying coverage of \$100,000 per employee was covered through third party insurance policies. Revenues are recognized from payroll deductions for employee dependent coverage and from City contributions for employee coverage. There were no reductions in insurance coverage, and claims paid in excess of self-insured limits have been reimbursed to the City or recorded as a receivable at June 30, 2022.

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

**B. Concentration of Credit Risk**

The City bills local property owners for property taxes and customers of the Enterprise Funds for utility services. At June 30, 2022, these property owners and customers are indebted to the City as noted on the Balance Sheet and Statement of Net Position of the General and Proprietary Funds. The majority of the property owners and customers are local businesses or individuals. The property is subject to foreclosure in the event of non-payment after certain legal requirements are met.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

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

**C. Pending or Threatened Litigation**

At June 30, 2022 Dyersburg Electric had no litigation or pending litigation.

At June 30, 2022 Dyersburg City Schools had no litigation or pending litigation.

At June 30, 2022 the City of Dyersburg is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the City's counsel that resolution of these matters will not have a material adverse effect on the financial condition of the City.

**D. Contingent Liabilities**

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

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

**Dyersburg City Schools**

1. *Teacher Legacy Plan*

*Plan Description.* The Tennessee Consolidated Retirement System (TCRS) was created by state statute under Tennessee Codes Annotated Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Teachers employed by Dyersburg City Schools with membership in the TCRS before July 1, 2014 are provided with pensions through the Teacher Legacy Pension Plan, a cost sharing multiple-employers pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

1. *Teacher Legacy Plan (Continued)*

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

*Benefits Provided.* Tennessee Code Annotated Title 8, Chapters 34-37 establishes the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with 5 years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available at age 55 and vested. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at 3 percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers contribute 5 percent of salary. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by Dyersburg City Schools for the year ended June 30, 2022 to the Teacher Legacy Pension Plan were \$1,043,324 which is 10.30 percent of covered payroll. The employer rate, when combined with members contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

1. *Teacher Legacy Plan (Continued)*

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

*Pension Liabilities (Assets).* At June 30, 2022, the Dyersburg City Schools reported an asset of \$13,735,258 for its proportionate share of net pension asset. The net pension asset was measured as of June 30, 2021, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. Dyersburg City Schools' proportion of the net pension liability was based on Dyersburg City Schools' share of contributions to the pension plan relative to the contributions of all participating LEAs.

At the June 30, 2021 measurement date, Dyersburg City Schools' proportion was 0.318444 percent. The proportion measured as of June 30, 2020 was 0.309954 percent.

*Pension Expense.* For the year ended June 30, 2022, Dyersburg City Schools recognized negative pension expense of \$(2,153,589).

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2022, Dyersburg City Schools reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 46,158	\$ 1,145,565
Changes in assumptions	3,669,832	-
Net difference between projected and actual earning on pension plan investments	-	10,953,562
Changes in proportion of Net Pension Liability (asset)	7,588	46,999
LEAs contributions subsequent to the measurement date of June 30, 2021	1,043,324	N/A
<b>Total</b>	<b>\$ 4,766,902</b>	<b>\$ 12,146,126</b>

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

1. *Teacher Legacy Plan (Continued)*

Dyersburg City Schools employer contributions of \$1,043,324, reported as pension related deferred outflows of resources, subsequent to the measurement date, will be recognized as an increase in net position asset in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year Ended June 30:</b>	
2023	\$ (2,005,101)
2024	(1,899,561)
2025	(1,561,836)
2026	(2,956,051)
2027	-
Thereafter	-

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

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

Inflation	2.5 percent
Salary Increases	Graded salary ranges from 8.72 percent to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment rate of return	6.75 percent, net of pension plan investment expenses, including inflation
Cost-of-Living Adjustment	2.125 Percent

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

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



**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

1. *Teacher Legacy Plan (Continued)*

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020 actuarial experience study. A blend of future capital market projections and historical market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.125 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

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

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

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

1. *Teacher Legacy Plan (Continued)*

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

<b>Dyersburg City Schools' Proportionate Share of the Net Pension Liability (Asset)</b>		
<hr/>		
1% Decrease (5.75%)	\$	(2,444,414)
Current Discount Rate ( 6.75%)	\$	(13,735,258)
1% Increase (7.75%)	\$	(23,131,493)

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

*Payable to the pension plan.* At June 30, 2022, the Dyersburg City Schools Board of Education reported a payable of \$141,088 for the outstanding amount of contributions due to TCRS for the year.

2. *Teacher Retirement Plan (TCRS)*

*Plan Description.* The Tennessee Consolidated Retirement System (TCRS) was created by state statute under Tennessee Codes Annotated Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

*Benefits Provided.* Tennessee Code Annotated Title 8, Chapters 34-37 establishes the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Retirement Plan are eligible to retire at age 65 with 5 years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Members are entitled to receive unreduced service retirement benefits which are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at 3 percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers contribute 5 percent of salary. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by and actuarial valuation. Per the statutory provisions governing the TCRS, the employer contribution rate cannot be less than 4 percent, except for in years when the maximum funded level, approved by the TCRS Board of Trustees By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are no remitted. Employer contributions for the year ended June 30, 2022 to the Teacher Retirement Plan were \$68,093, which is 2.01 percent of covered payroll. The employer rate, when combined with members contributions, is expected to finance the cost of benefits earned by members during the year, the cost of administration, as well as amortized portion of any unfunded liability.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

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

*Pension Liabilities (Assets).* At June 30, 2022, Dyersburg City Schools reported an asset of \$183,120 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2021, and the total pension asset used to calculate the net pension asset was determined by an actuarial value as of that date. Dyersburg City Schools' proportion of the net pension asset was determined by an actuarial value as of that date. Dyersburg City Schools' proportion of the net pension asset was based on Dyersburg City Schools' share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2021, Dyersburg City Schools' proportion was 0.169052 percent. The proportion measured at June 30, 2020 was 0.182089 percent.

*Pension Expense.* For the year ended June 30, 2022, Dyersburg City Schools recognized pension expense of \$23,559.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2022, Dyersburg City Schools reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Difference between expected and actual experience	\$ 3,186	\$ 33,507
Net difference between projected and actual earnings on pension plan investments	-	105,409
Changes in assumptions	66,050	-
Changes in net proportion of net pension liability	12,701	-
Dyersburg City School's contributions subsequent to the measurement date of June 30, 2021	68,093	N/A
	\$ 150,030	\$ 138,916

Dyersburg City Schools' employer contributions of \$68,093 reported as pension related deferred outflows of resources, subsequent to the measurement date, will be recognized as a reduction in net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

<b>Year Ended June 30:</b>		
2023	\$	(21,831)
2024		(21,255)
2025		(21,090)
2026		(23,743)
2027		4,372
Thereafter		26,566

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

*Actuarial assumptions.* The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

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

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

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

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020 actuarial experience study. A blend of future capital market projections and historical market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

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

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

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

*Sensitivity of the Proportionate Share of Net Pension Liability (asset) to Changes in the Discount Rate.* The following presents Dyersburg City Schools' proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75 percent, as well as what Dyersburg City Schools' proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75 percent) or 1-percentage-point higher (7.75 percent) than the current rate.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Dyersburg City Schools' proportionate share of the net pension liability (asset)	\$ 69,952	\$ (183,120)	\$ 364,606

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

*Payable to the Pension Plan.* At June 30, 2022, the Dyersburg City Schools Board of Education reported a payable of \$29,182 for the outstanding amount of contributions due to TCRS Hybrid Plan for the year ended June 30, 2022.

3. *TCRS Stabilization Trust*

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

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

*Investment Balances.* Assets of the TCRS, including the Stabilization Reserve Trust, are invested in the Tennessee retiree Group Trust (TRGT). The TRGT is not registered with the Securities and Exchange Commission (SEC) as an investment company. The State of Tennessee has not obtained a credit quality rating for the TRGT from a nationally recognized credit ratings agency. The fair value of investment positions in the TRGT is determined daily based on the fair value of the pool's underlying portfolio. Furthermore, TCRS had not obtained or provided any legally binding guarantees to support the value of participant shares during the fiscal year. There are no restrictions on the sale or redemption of shares.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

3. *TCRS Stabilization Trust (Continued)*

Investments are reported at fair value or amortized which approximates fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income consists of realized and unrealized appreciation (depreciation) in the fair Securities and securities transactions are recorded in the financial statements on a trade-date-basis. The fair value of assets of the TRGT held at June 30, 2029, represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. Assets held are categorized for fair value measurement within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset and give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

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

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

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

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

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



**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

3. *TCRS Stabilization Trust (Continued)*

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

Real estate investments classified in Level 3 are valued using the last valuations provided by external investment advisors or independent external appraisers. Generally, all direct real estate investments are appraised by a qualified independent appraiser(s) with the professional designation of Member of the Appraisal Institute ("MAI"), or its equivalent, every three (3) years beginning from the acquisition date of the property. The appraisals are performed using generally accepted valuation approaches applicable to the property type. Investments in private mutual funds, traditional private equity funds, strategic lending funds and real estate funds that report using GAAP, the fair value, as well as the unfunded commitments, were determined using the prior quarter's NAV, as reported by the fund managers, plus the current cash flows. These assets were then categorized by investment strategy. In instances where the fund investment reported using non-GAAP standards, the investment was valued using the same method, but was classified in Level 3.

These funds are recognized as restricted assets. At June 30, 2022, the Dyersburg City Schools had the following investments held by the trust on its behalf:

<u>Asset Class</u>	<u>Percentage Target Allocations</u>	<u>Stabilization Trust Allocation</u>
U.S. equity	31%	\$ 61,207
Developed market international equity	14%	27,642
Emerging market international equity	4%	7,898
Private equity and strategic lending	20%	39,488
U.S. fixed income	20%	39,488
Real estate	10%	19,744
Short-term securities	1%	1,974
 Total		 <u>\$ 197,441</u>

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

**3. TCRS Stabilization Trust (Continued)**

Investment by Fair Value Level	Fair Value	Fair Value Measurement Using			Amortized Cost
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	NAV
U.S. equity	\$ 61,207	\$ 61,207	\$ -	\$ -	\$ -
Developed market international equity	27,642	27,642	-	-	-
Emerging market international equity	7,898	7,898	-	-	-
Private equity and strategic lending	39,488	-	-	-	39,488
U.S. fixed income	39,488	-	39,488	-	-
Real estate	19,744	-	-	19,744	-
Short-term securities	1,974	-	1,974	-	-
Total	<u>\$ 197,441</u>	<u>\$ 96,747</u>	<u>\$ 41,462</u>	<u>\$ 19,744</u>	<u>\$ 39,488</u>

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

**Interest Rate Risk.** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Dyersburg City Schools does not have the ability to limit trust investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Credit Risk.** Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Dyersburg City Schools does not have the ability to limit the credit ratings of individual investments made by the trust.

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

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

3. *TCRS Stabilization Trust (Continued)*

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

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

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

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

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

At December 31, 2021, the following employees were covered by the Plan:

Active employees	106
Inactive employees or beneficiaries currently receiving benefits	45
Inactive employees entitled to but not yet receiving benefits	6
	157

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

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

Employee contributions are based on the employee's annual covered salary. For the year ended December 31, 2021, the employee contribution rate was 5%. The Dyersburg City Schools' Board of Education is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. However, per statute, the Dyersburg City Schools' contribution rate may not exceed 15 percent of covered payroll. The Dyersburg City Schools' contribution rate and required contribution for the year ended December 31, 2021 were 10.7 percent and \$290,748, respectively. Actual contributions for the year equaled \$327,649, or 112.69% of required contributions.

*Net Pension Liability.* The Dyersburg City Schools' net pension liability was measured as of December 31, 2021 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

The actuarial assumptions used in the December 31, 2021 valuation were based on the results of an actuarial experience study as of January 1, 2021. In addition, mortality rates were based on the 2020 TCRS Non-teacher mortality (RP-2014 Blue Collar Mortality, loaded 102% for males and 97% for females, and MP-2019 Mortality Improvement Scale from 2019 and 2026).

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

*Changes in School's Net Pension Liability.* Changes in the Dyersburg City Schools' net pension liability for the year ended December 31, 2021 were as follows:

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

	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balances at 12/31/2020	\$ 8,659,100	\$ 7,331,339	\$ 1,327,761
Changes for the Year:			
Service cost	193,987		193,987
Interest expense	600,501		600,501
Contributions - employer	-	327,649	(327,649)
Contributions - employee	-	159,055	(159,055)
Net investment income	-	803,925	(803,925)
Benefits paid	(557,961)	(557,961)	-
Plan administrative expenses	-	(7,417)	7,417
Net changes	236,527	725,251	(488,724)
Balances at 12/31/2021	\$ 8,895,627	\$ 8,056,590	\$ 839,037

Determination of Net Pension Liability. The components of the net pension liability at December 31, 2021 were as follows:

	December 31, 2021
Total Pension Liability (7.00%)	\$ 8,895,627
Plan Fiduciary Net Position	(8,056,590)
Net Pension Liability	\$ 839,037

Plan Fiduciary Net Position as a % of Total Pension Liability 90.57%

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

*Sensitivity of Net Pension Liability to Discount Rate.* The following represents the net pension liability calculated using the stated discount rate, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (6.00%)	Current Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$1,876,904	\$839,037	\$35,478

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

*Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources.* For the year ended June 30, 2022, the Dyersburg City schools recognized negative pension expense of \$(103,859). At June 30, 2022, the Dyersburg City Schools reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 211,584
Changes of assumptions	41,864	7,273
Net difference between projected and actual earnings on Plan investment	-	646,375
Dyersburg City School's contributions subsequent to the measurement date of December 31, 2021	179,277	-
Total	\$ 221,141	\$ 865,232

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

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

<b>Year ending June 30,</b>		
2023	\$	(197,438)
2024		(342,397)
2025		(224,300)
2026		(59,233)
2027		-
Thereafter		-

**CITY OF DYERSBURG, TENNESSEE**  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

*Payable to DCSR. At June 30, 2022, the Dyersburg City Schools Board of Education reported a payable of \$44,253 for the outstanding amount of contributions due to DCSR for the year.*

5. *Defined Contribution Component of the Hybrid Plan*

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

During the fiscal year 2022, the System contributed a total of \$169,295 into the defined contribution portion of the Hybrid Plan. There were no forfeitures during the year ended June 30, 2022. At June 30, 2022, the Dyersburg City Schools Board of Education reported a payable of \$28,324 for the outstanding amount of contributions due to TCRS for the year.

**Dyersburg Electric System**

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

1. *Defined Benefit Plan*

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

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

Active plan participants (vested and non-vested)	28
Inactive plan participants or beneficiaries currently receiving benefits	9
Total	37

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

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

*Contributions.* Effective July 1, 2016, employees are required to contribute 4% of compensation. Dyersburg Electric System intends to contribute amounts necessary to fund the Plan, as determined by the Actuary. For the year ended June 30, 2021, the system's contribution rate was 26.15% of covered-employee payroll.

*Investment Policy.* The following was the Plan's adopted asset allocation policy as of June 30, 2021, as provided by the Plan's investment advisor.

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**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected Rate of Return*</u>	<u>Weighting</u>
US Equity - Large Cap	18%	5.59%	1.01%
US Equity - Small/Mid Cap	18%	6.62%	1.19%
Non-US Equity - Developed	10%	6.41%	0.64%
Non-US Equity - Emerging	5%	8.35%	0.42%
US Corporate Bonds - Core	21%	1.12%	0.23%
US Corporate Bonds - High Yield	7%	3.15%	0.22%
Non-US Debt - Developed	7%	0.28%	0.02%
US Treasuries (Cash Equivalents)	5%	-0.32%	-0.02%
Real Estate	6%	5.29%	0.32%
Hedge Funds	3%	3.39%	0.10%
	<u>100%</u>		<u>4.13%</u>
Long-term inflation assumption			<u>2.23%</u>
Long-term expected nominal rate of return			6.36%

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

*Rate of return.* For the year ended June 30, 2021, the annual money-weighted rate of return on pension investments, net of pension plan investment expenses, was 24.99%. The money-weighted rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts actually invested.

*Net Pension Liability.* The System's net pension liability of \$3,040,252 was measured as of June 30, 2021, and the total pension liability used to calculate net pension liability was determined by an actuarial valuation as of January 1, 2021.

*Actuarial assumptions.* The total pension liability was determined by an actuarial valuation as of January 1, 2021, using the following actuarial assumptions, applied to all periods included in the measurement. Assumptions were reviewed as part of an experience study for the period December 14, 2014 through December 13, 2019. We anticipate future experience reviews every five years.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

Measurement Date:	June 30, 2021
Valuation Date:	January 1, 2021
Mortality:	Prior Year: SOA RP-2014, Adjusted to 2006, Blue Collar Mortality Table with Scale Mp-2019 Current Year: RP 2014, Adjusted to 2006, Blue Collar Mortality Table with Scale WP-2020
Discount Rate:	Prior Year: 6.75% per annum Current Year: 6.75% per annum
Inflation:	2.23% per annum. This assumption is an underlying component of a number of these economic assumptions. This assumption reflects the following factors: <ul style="list-style-type: none"> <li>• Consumer price indices</li> <li>• Forecasts of inflation</li> <li>• Yields on government securities of various maturities</li> <li>• Yields on nominal and inflation-indexed debt</li> </ul>
Salary projection:	2.75% per annum

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

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

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

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

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

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

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$ 4,567,125	\$ 3,040,252	\$ 1,743,105

*Changes in Net Pension Liability*

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at June 30, 2020	\$ 12,278,468	\$ 7,747,024	\$ 4,531,444
Changes for the year:			
Service Cost	164,801	-	164,801
Interest	828,350	-	828,350
Difference between expected and actual experience	139,892	-	139,892
Changes of assumptions	(35,099)	-	(35,099)
Contributions - employer	-	562,824	(562,824)
Contributions - employee	-	61,755	(61,755)
Projected earnings on pension plan investments	-	1,964,557	(1,964,557)
Benefit payments, including refunds of employee contributions	(348,523)	(348,523)	-
Net changes	749,421	2,240,613	(1,491,192)
Balances at June 30, 2021	\$ 13,027,889	\$ 9,987,637	\$ 3,040,252

*Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources.* For the year ended June 30, 2022, the system recognized \$325,975 in pension income. Deferred outflows of resources and deferred inflows of resources related to pensions are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 152,283	\$ 348,969
Changes of assumptions	533,756	190,479
Net difference between projected and actual earnings on pension plan investments	-	810,438
Contributions subsequent to the measurement date of June 30, 2021	556,927	-
Total:	\$ 1,242,966	\$ 1,349,886

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
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**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

The amount shown above for "Contributions subsequent to the measurement date of June 30, 2021," will be recognized as a reduction to the net pension liability in the following measurement period.

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

<b>Years Ending June 30:</b>	
2023	\$ (23,364)
2024	(80,242)
2025	(241,904)
2026	(299,195)
2027	(14,876)
Thereafter	(3,798)
	\$ (663,379)

*Payable to Plan.* At June 30, 2022, there were no amounts due from the System for contributions to the Defined Benefit Plan.

*Financial Statements for the Pension Plan.* The System's administered plan issued financial statements as of December 31, 2021, which were audited by other auditors and included in this report. The plan financial statements as of June 30, 2021 are as follows:

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

<b>Assets</b>	June 30, 2021	June 30, 2022
Cash	\$ 467,000	663,801
Investments		
Mutual Funds	7,280,024	9,323,836
Total Investments	7,280,024	9,323,836
Total Assets	\$ 7,747,024	\$ 9,987,637
<b>Net Position</b>		
Net Position	\$ 7,747,024	\$ 9,987,637

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg Electric System**

*1. Defined Benefit Plan (Continued)*

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

Net position at beginning of year		\$ 9,160,710
Contributions received or receivable		
Employer	556,928	
Employee	<u>68,073</u>	
Total contributions		625,001
Mutual fund income (loss)		<u>981,661</u>
 Total Income		 1,606,662
 Distribution of benefits		
Benefit payments	(384,131)	
Administrative and other expenses	<u>(6,703)</u>	
Total distribution of benefits		<u>(390,834)</u>
Net increase in net position		<u>1,215,828</u>
 Net position at year end		 <u>\$ 10,376,538</u>

*2. Defined Contribution Plan*

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

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg Electric System**

*2. Defined Contribution Plan (Continued)*

*Contributions.* The Defined Contribution Plan requires the system to contribute 3% of gross wages of employees meeting the eligibility requirements. The system will also match a contribution of an eligible employee (dollar for dollar) up to 4% of gross wages. The employees are not required to contribute any certain amount to the plan. During the year ended June 30, 2022, the system contributed \$21,440 to the defined contribution plan. There were no nonemployer contributions for the year.

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

*Payable to Plan.* At June 30, 2022, there were no amounts due from the System for contributions to the defined contribution plan.

**City of Dyersburg Pension Plan**

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

At June 30, 2021, the following employees were covered by the Plan:

Active employees	76
Inactive employees or beneficiaries currently receiving benefits	57
Terminated employees entitled to deferred benefits	44
Total	177

*Benefits provided.* Each participant shall accrue a monthly benefit payable at his/her normal retirement date of two percent (2%) of average monthly compensation per year of credited service, with a maximum of 35 years of credited service. Retirement benefits begin vesting after four (4) years of continuous service and are fully vested after ten (10) years of continuous service. For participants hired before February 1, 1989, the normal retirement date is the first day of the month coinciding with or next following the participant's 60th birthday. The early retirement date is the first day of the month coinciding with or next following the participant's 55th birthday and completion of ten (10) years of continuous service. For participants hired on or after February 1, 1989, the normal retirement date is the first day of the month coinciding with or next following the participant's 65th birthday and completion of five years of participation in the plan. The early retirement date is the first day of the month coinciding with or next following the participant's 60th birthday and completion of ten years of continuous service.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**City of Dyersburg Pension Plan**

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

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

*Contributions.* The Regulations of the City grant the authority to establish and amend the contribution requirements of the City and active plan members to the City of Dyersburg Pension Board. The Board establishes rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefit earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2021, the average active member contribution rate was 5.0 percent of annual pay, and the City's contribution rate was 44.1 percent of annual payroll.

The City selected the assumptions and funding methods described below based on the review of plan experience in conjunction with the June 30, 2021 Actuarial Valuation Report. The actuary annually reviews the assumptions and method for reasonableness. Periodically, a complete plan experience study is conducted.

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

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equities	8.30%
Developing Markets	7.70%
Fixed Income	3.20%

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**City of Dyersburg Pension Plan**

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

*Discount Rate.* 7.1% per annum, compounded annually. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contributions rate of 5% and that employer contributions will continue at approximately 85% of the recommended contribution rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members through June 30, 2066. The long-term expected rate of return on pension plan investments was applied to periods of projected benefit payments through this date, and the municipal bond rate was used for the period thereafter to determine the total pension liability. The discount used to measure the total pension liability on the second basis was 2.66%. This is equivalent to an average assumed rate of return of approximately 7.1%.

*Net Pension Liability.* The components of the net pension liability at June 30, 2021 were as follows:

Total Pension Liability	\$	25,789,958
Plan Fiduciary Net Position		<u>(7,749,921)</u>
Net Pension Liability	\$	<u>18,040,037</u>

*Plan Fiduciary Net Position as a Percentage of Total Pension Liability.* 30.05%

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate.* The following represents the net pension liability calculated using the stated discount rate, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>Discount Rate</u>	<u>Net Pension Liability</u>
1% decrease	6.25%	\$ 20,785,301
Current discount rate	7.25%	\$ 18,040,037
1% increase	8.25%	\$ 15,722,659



**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**City of Dyersburg Pension Plan**

*Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources.* For the year ended June 30, 2021, the recognized pension expense will be (\$562,917). At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources relation to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Difference between experience losses (gains)	\$ 1,477,901	\$ 399,543
Changes of assumptions	7,446,902	1,517,036
Net difference between projected and actual earnings on investments	-	954,957
Contributions subsequent to the measurement date of 6/30/2021	1,773,600	-
Total:	\$ 10,698,403	\$ 2,871,536

Contributions after the measurement date of June 30, 2021 will be recognized as a reduction to the net pension liability in the following measurement period.

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

<b>Years Ending June 30:</b>	
2022	\$ 601,913
2023	1,553,194
2024	1,634,634
2025	1,637,738
2026	593,275
Thereafter	32,514

**F. Postemployment Healthcare Plan**

**Dyersburg City Schools**

The Schools participate in two OPEB plans through the State of Tennessee, the Teacher Group OPEB Plan (TGOP) and the Tennessee Plan (TNP). Only the TGOP plan has an OPEB liability and related deferred outflows and inflows. The combined OPEB expense for both plans were \$499,082.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

*1. Closed Teacher Group OPEB Plan*

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

*Benefits provided.* The Schools offer the TGOP to provide health insurance coverage to eligible pre-65 retired teachers, support staff and disabled participants of local education agencies. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the TGOP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members, of the TGOP, receive the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. [Entities should insert language to explain their direct subsidy for pre-65 retiree insurance coverage or the fact that they do not directly subsidize and are only subject to the implicit]. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees premiums, based on years of service. Therefore, retirees with 30 or more years of service will receive 45%, 20 but less than 30 years, 35%; and less than 20 years, 20% of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP. The TGOP is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

*Employees Covered by Benefit Terms.* At July 1, 2021, the following employees of the Schools were covered by the benefit terms of the plan:

Inactive employees currently receiving benefit payments	20
Inactive employees entitled to but not yet receiving benefit payments	1
Active employees not eligible for benefits	10
Active employees eligible for benefits	247
	278

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

An insurance committee establishes the required payments to the plan by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the Schools paid \$195,089 to the plan for OPEB benefits as they came due.

*Actuarial Assumptions.* The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25%
Salary increases	Graded salary ranges from 3.44 to 8.72 percent based on age. Including inflation, averaging 4 percent.
Healthcare cost trend rates	7.36% for pr-65 in 2021, decreasing annually over a 10 period to an ultimate rate of 4.50%. 7.32% for post-65 in 2021, decreasing annually over a 8 year period to an ultimate rate of 4.50%.
Future Participation	Active employees currently declining coverage are assumed to opt into the plan in the future and accept retiree coverage at a 10% rate. Covered employees are assumed to remain covered until retirement.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2021, valuations were the same as those employed in the July 1, 2012 Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The pre-retirement mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted Employee mortality table for Teacher Employees projected generationally with MP-2020 from 2010. Post-retirement tables are Headcount-weighted Teacher Below Median Healthy Annuitant and adjusted with a 19% load for males and an 18% load for females, projected generationally from 2010 with MP-2020.. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10% load, projected generationally from 2018 with MP-2020.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

*Discount Rate.* The discount rate used to measure the total OPEB liability was 2.16 percent. This rate reflects the interest rate derived from yields on 20-year, tax-exempt general obligation municipal bonds, prevailing on the measurement date, with an average rating of AA/Aa as shown on the Bond Buyer 20-Year Municipal GO AA index.

*Changes in Total OPEB Liability*

	Total OPEB Liability (a)
Balance at June 30, 2021	\$ 5,494,507
Changes for the year:	
Service cost	295,909
Interest cost	124,567
Changes of benefit terms	-
Differences between expected and actual experience	137,506
Change in assumptions	(181,176)
Benefit payments	(309,515)
Net changes	67,291
Balance at June 30, 2022	\$ 5,561,798
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 1,676,574
Employer's proportionate share of the collective total OPEB liability	\$ 3,885,224
Employer's proportion of the collective total OPEB liability	69.86%

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

The Schools have a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the TGOP. The School's proportionate share of the collective total OPEB liability was based on a projection of the employers long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and non-employer contributing entities, actuarially determined. The proportion changed -2.70% from the prior measurement date. The Schools recognized \$151,227 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the TGOP for the School's retirees.

*Changes in Assumptions.* The discount rate was changed from 2.21% as of the beginning of the measurement period to 2.16% as of June 30, 2021. This change in assumption decreased the total OPEB liability.

*Sensitivity of the Proportionate Share of the Collective Total OPEB Liability to Changes in the Discount Rate.* The following presents proportionate share of the collective total OPEB liability related to the TGOP plan, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (1.16%) or 1-percentage point higher (3.16%) than the current discount rate:

	1% Decrease (1.16%)	Current Discount Rate (2.16%)	1% Increase (3.16%)
Proportionate share of collective total OPEB liability	\$ 4,159,399	\$ 3,885,224	\$ 3,620,842

*Sensitivity of the Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate.* The following presents the proportionate share of the collective total OPEB liability related to the TGOP plan, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Proportionate share of collective total OPEB liability	\$ 3,455,254	\$ 3,885,224	\$ 4,392,453

**OPEB Expense.** For the fiscal year ended June 30, 2022, the Schools recognized OPEB expense of \$477,562.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

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

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the fiscal year ended June 30, 2022, the Schools reported deferred outflows of resources and deferred inflows of resources related to OPEB benefits in the TGOP from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between actual and expected experience	\$ 84,385	\$ 9,971
Changes of assumptions	275,837	111,183
Changes in proportion and differences between amounts paid as benefits came due and proportionate share certain amounts paid by the employer and nonemployer contributors as the benefits came due	53,201	115,609
Employer payments subsequent to the measurement date	195,089	-
	\$ 608,512	\$ 236,763

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

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

<b>Years Ending June 30:</b>		
2022	\$	32,609
2023		32,609
2024		32,609
2025		32,609
2026		32,609
Thereafter		13,615

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

*2. Tennessee Plan*

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

*Benefits Provided.* The state offers the TNP to help fill most of the coverage gaps created by Medicare for eligible post-65 retired teachers and disabled participants of local education agencies. Insurance coverage is the only postemployment benefit provided to retirees. The TNP does not include pharmacy. In accordance with TCA 8-27-209, benefits of the TNP are established and amended by cooperation of insurance committees created by TCA 8-27-201, 8-27-301 and 8-27-701. Retirees and disabled employees of the state, component units, local education agencies, and certain local governments who have reached the age of 65, are Medicare eligible and also receives a benefit from the Tennessee Consolidated Retirement System may participate in this plan. All plan members receive the same plan benefits at the same premium rates. participating employers determine their own policy related to subsidizing the retiree premiums. The Schools do not directly subsidize the retiree premiums. The state, as a governmental nonemployer contributing entity contributes to the premiums of eligible retirees of local education agencies based on years of service. Therefore, retirees with 30 years of service receive \$50 per month; 20 but less than 30 years, \$37.50; and 15 but less than 20 years, \$25. The TNP is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

*Employees Covered by Benefit Terms.* At June 30, 2021, the following employees of the School were covered by the benefit terms of the plan:

Inactive employees currently receiving benefit payments	99
Inactive employees entitled but not yet receiving benefit payments	32
Active employees eligible for benefits	185
	316

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

*2. Tennessee Plan (Continued)*

In accordance with TCA 8-27-209, the state insurance committees established by TCAs 8-27-201, 8-27-301 and 8-27-701 determine the required payments to the plan by member employers and employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the Schools paid \$0 to the TNP for OPEB benefits as they came due.

*Actuarial Assumptions.* The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25%
Salary increases	Graded salary ranges from 3.44 to 8.72 percent based on age. Including inflation, averaging 4 percent.
Healthcare cost trend rates	The premium subsidies provided to retirees in the Tennessee Plan are assumed to remain unchanged for the entire projection, therefore trend rates are not applicable.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2021, valuations were the same as those employed in the July 1, 2020 Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The retirement mortality rates employed in this valuation are taken from the headcount-weighted below median teachers PUB-2010 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvements projected to all future years using Scale MP-2020. Post-retirement tables are adjusted with a 19% load for males and an 18% load for females. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10% load with mortality improvement projected to all future years using Scale MP-2020.

*Discount rate.* The discount rate used to measure the total OPEB liability was 2.16 percent. This rate reflects the interest rate derived from yields on 20-year, tax-exempt general obligation municipal bonds, prevailing on the measurement date, with an average rating of AA/Aa as shown on the Bond Buyer 20-Year Municipal GO AA Index.



**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

*2. Tennessee Plan (Continued)*

*Change in Total OPEB Liability*

	<u>Total OPEB Liability</u>
Balance at June 30, 2021	<u>\$ 1,284,973</u>
Changes for the year:	
Service cost	22,457
Interest cost	28,291
Differences between expected and actual experience	(31,998)
Change in assumptions	(174,690)
Benefit payments	<u>(54,877)</u>
Net changes	<u>(210,817)</u>
Balance at June 30, 2022	<u><u>\$ 1,074,156</u></u>
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 1,074,156
Employer's proportionate share of the collective total OPEB liability	\$ -
Employer's proportion of the collective total OPEB liability	0.00%

The Schools have a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the TNP. The School's proportionate share of the collective total OPEB liability was based on a projection of the employers long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and non-employer contributing entities, actuarially determined. The proportion changed 0.00% from the prior measurement date. The Schools recognized \$21,520 in revenue for support provided by non-employer contributing entities for benefits paid by the TNP for the School's retired employees.

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

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

**Dyersburg City Schools**

*2. Tennessee Plan (Continued)*

*Changes in Assumptions.* The discount rate was changed from 2.21% as of the beginning of the measurement period to 2.16% as of June 30, 2021. This change in assumption decreased the total OPEB liability.

*OPEB Expense.* For the fiscal year ended June 30, 2022, the Schools recognized OPEB expense of \$21,520.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For fiscal year ended June 30, 2022, the Schools did not have any deferred outflows of resources or deferred inflows of resources related to OPEB benefits in the TNP plan.

**G. Fairview Cemetery Trust Fund**

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

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

**H. Tax Abatements**

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

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

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

**H. Tax Abatements (Continued)**

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

**H. Tax Abatements (Continued)**

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

**CITY OF DYERSBURG, TENNESSEE  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**V. OTHER INFORMATION (CONTINUED)**

**H. Tax Abatements (Continued)**

<u>Entity and Terms</u>	<u>Percentage of Taxes Abated During Year Ended June 30, 2022</u>	<u>Amount of Taxes Abated During Year Ended June 30, 2022</u>
<b>NSK (continued)</b>		
Effective 2016, 2017-2025 0%, 2026 increasing every year by 10%, 2035 100%	100% Personal Property	\$ 7,779
Effective 2017, 2018-2026 0%, 2027 increasing every year by 10%, 2036 100%	100% Personal Property	9,914
		<u>\$ 190,893</u>
<b>DOT Foods</b>		
Effective 2013, 2014-2028 0% 2029 - 25%, 2030 - 50% 2031 - 75%, 2032 - 100%	100% Personal Property	154,111
Effective 2014, 2015-2029 0% 2030 - 25%, 2031- 50% 2032 - 75%, 2033 - 100%	100% Personal Property	1,918
Effective 2015, 2016-2030 0% 2031 - 25%, 2032- 50% 2033 - 75%, 2034 - 100%	100% Personal Property	2,281
Effective 2016, 2017-2031 0% 2032 - 25%, 2033- 50% 2034 - 75%, 2035 - 100%	100% Personal Property	1,704
		<u>\$ 160,014</u>

**VI. PRIOR PERIOD ADJUSTMENTS**

Fund Financial Statements

Gas Fund – Correction of Error – In a prior year, accrued liabilities were overstated by \$79,716 and accounts receivable were understated by \$48,030. The net effect of these adjustments on net position was an increase of \$127,746.

Water & Sewer Fund – Correction of Error – In a prior year, the construction in progress was understated by \$1,277,677. Also, accrued liabilities were overstated by \$105,916 and accounts receivable were understated by \$48,030. The net effect of these adjustments on net position was an increase of \$1,219,791.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

Solid Waste Fund – Correction of Error – In a prior year, the contracts payable was understated by \$48,715, accrued liabilities were understated by \$146,267, and accounts receivable was understated by \$48,030. The net effect of these adjustments on net position was an decrease of 146,952.

Government-Wide Financial Statements

Governmental Activities – Correction of Error – An adjustment was made in the current year related to the internal service fund allocation. The net position of governmental activities was increased by \$651,993 due to this allocation adjustment.

Business-Type Activities – Correction of Error – In the prior year, net position was understated by total net increase of \$1,200,585. This adjustment is the aggregate of the adjustments from the enterprise funds noted above. In addition an adjustment was made in the current year related to the internal service fund allocation. The net position of business-type activities was decreased by \$651,993 due to this allocation adjustment. The net effect of prior period adjustments for the Business-Type Activities in the current year was \$548,592.

**VII. SUBSEQUENT EVENTS**

The City has evaluated subsequent events through January 11, 2023, the date which the financial statements were available to be issued.

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

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

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

See independent auditors' report.

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

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

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

*Changes of assumptions.* In 2021, the following assumptions were changed: decreased inflation rate from 2.50 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 percent to 2.125 percent; and modified mortality assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.00 percent to 2.50 percent; decreased the investment rate of return from 7.50 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.50 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.00 percent; and modified mortality assumptions.

See independent auditors' report.



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

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

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

See independent auditors' report.

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

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

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

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

*Changes of assumptions.* In 2021, the following assumptions were changed: decreased inflation rate from 2.50 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 percent to 2.125 percent; and modified mortality assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.00 percent to 2.50 percent; decreased the investment rate of return from 7.50 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.50 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.00 percent; and modified mortality assumptions.

See independent auditors' report.

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

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

GASB 68 requires a 10-year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date.

See independent auditors' report.

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

**Schedule of Employer Contributions**

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

**Schedule of Investment Returns**

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

GASB 68 requires a 10 year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date.

See independent auditors' report.

**CITY OF DYERSBURG, TENNESSEE**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**NON-PROFESSIONAL EMPLOYEES PENSION PLAN**  
**DYERSBURG CITY SCHOOLS**

Salary Scale

4.0% annual increase to normal retirement

Rate of Retirement

100% at normal retirement age

Rate of Investment Return

7.00% per annum for funding purposes

Actuarial Valuation Method

Entry age normal method - with level dollar amortization

Asset Valuation Method

Fair market value

Mortality

2020 TCRS Non-Teacher Mortality (RP-2014 Blue Collar Mortality, loaded 102% for males and 97% for females and MP-2019 Mortality Improvement Scale from 2019 to 2026)

See independent auditors' report.

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

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

**Note to Schedule:**

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

The amounts reported for each fiscal year were determined as of the prior fiscal year-end. The Schools joined the State plans effective July 1, 2019. Therefore, there was no activity for the fiscal year ending June 30, 2019 since the measurement date is one year behind the fiscal year date.

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

*Changes of assumptions.* For the measurement date June 30, 2021, the following assumptions were changed: the discount rate decreased from 2.21% to 2.16%; long-term price inflation increased from 2.10% to 2.25%; the medical and drug trend rate assumptions were updated to reflect more recent experience as of the measurement date; and a change in expected per capita health claims to reflect more recent information as of the measurement date.

See independent auditors' report.

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

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

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

The amounts reported for each fiscal year were determined as of the prior fiscal year-end. The Schools joined the State plans effective July 1, 2019. Therefore, there was no activity for the fiscal year ending June 30, 2019 since the measurement date is one year behind the fiscal year date.

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

*Changes of assumptions. For the measurement date June 30, 2021, the discount rate decreased from 2.21% to 2.16%; the long-term inflation increased from 2.10% to 2.25%; the medical and drug trend rate assumptions were updated to reflect more recent experience as of the measurement date. Given that most participating agencies receive a flat subsidy under the Medicare Supplement Plan, the impact of updated trend assumptions was minimal.*

See independent auditors' report.

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

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

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

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

See Independent Auditors' Report.



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

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

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

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

**Actuarial Methods Assumptions**

Actuarial cost method:	Individual entry age normal, level percentage of compensation
Amortization method:	Level percentage of payroll, closed
Remaining amortization period	25 years as of 1/1/21
Asset valuation method:	Market value of plan assets adjusted to phase in asset gains and losses from 01/01/2015 over a five-year period at 20% per year.
Salary increases:	2.75%
Investment rate of return	6.75%, net of pension plan investment expenses
Retirement age:	Graded scale based on eligibility for unreduced benefits
Mortality table:	SOA RP-2014 Adjusted to 2006, Blue Collar Mortality with Scale MP-2021
Disabled mortality:	Same as above

**Schedule of Investment Returns**

	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Annual money-weighted rate of return, net of investment expense	13.59%	13.37%	15.74%	-4.77%	-0.56%	-2.78%	-2.52%	1.58%

See Independent Auditors' Report.

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

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

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

See Independent Auditors' Report.

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

	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 1,673,877	\$ 1,773,565	\$ 1,770,905	\$ 1,600,000	\$ 1,600,000	\$ 1,700,000	\$ 2,100,000	\$ 1,500,000
Contributions in relation to the actuarially determined contribution	<u>1,771,000</u>	<u>1,765,700</u>	<u>1,435,300</u>	<u>1,100,000</u>	<u>900,000</u>	<u>2,100,000</u>	<u>700,000</u>	<u>700,000</u>
Contribution deficiency (excess)	<u>\$ (97,123)</u>	<u>\$ 7,865</u>	<u>\$ 335,605</u>	<u>\$ 500,000</u>	<u>\$ 700,000</u>	<u>\$ (400,000)</u>	<u>\$ 1,400,000</u>	<u>\$ 800,000</u>
Covered-employee payroll	<u>\$ 4,015,175</u>	<u>\$ 4,278,084</u>	<u>\$ 4,374,710</u>	<u>\$ 4,600,000</u>	<u>4,900,000</u>	<u>\$ 5,200,000</u>	<u>\$ 7,700,000</u>	<u>\$ 800,000</u>
Contributions as a percentage of covered employee payroll	44.11%	41.27%	32.81%	23.91%	18.37%	40.38%	9.09%	87.50%

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

**Notes to Schedule**

Valuation date: Actuarially determined contribution rates are calculated as of June 30.

Methods and assumptions used to determine contribution rates:

Actuarial cost method:	Entry age normal
Amortization method:	Level dollar, open (not to exceed 30 years)
Remaining amortization period:	24
Asset valuation:	No smoothing period
Inflation:	3.0%
Salary increases:	N/A
Investment rate of return:	7.25% per annum
Discount Rate:	7.25% per annum, compounded annually
Retirement age:	N/A
Mortality:	RF-2014 Blue Collar Base Table adjusted back to 2006, Healthy Employees, Separate for Males and Females with Mortality Improvement scale MP-2020 with scaling factor of 102% for males and 97% for females
Cost of living adjustments:	1% from age 70 through age 74, then 2% after age 75

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2022**

	Special Revenue Funds					Total	Debt Service Fund	Capital Project Fund	Permanent Fund Cemetery Care	Total Nonmajor Governmental Funds
	TIP	Cafeteria	Internal School	Community Development	Insurance Reserve					
<b>ASSETS</b>										
Cash	\$ 262,093	\$ 1,222,272	\$ 695,335	\$ -	\$ 1,272,393	\$ 3,452,093	\$ 2,055,831	\$ -	\$ -	\$ 5,507,924
Investments	-	-	-	-	-	-	-	-	1,551,765	1,551,765
Accounts receivable	-	-	-	-	-	-	-	-	-	-
Due from other funds	140,717	-	-	-	17,855	158,572	-	-	6,400	164,972
Due from grantor	-	36,212	-	-	-	36,212	-	-	-	36,212
Inventory	-	92,966	-	-	-	92,966	-	-	-	92,966
Other prepaids	-	-	-	-	30,692	30,692	-	-	-	30,692
Deposits	-	-	-	-	92,950	92,950	-	-	-	92,950
<b>Total Assets</b>	<u>\$ 402,810</u>	<u>\$ 1,351,450</u>	<u>\$ 695,335</u>	<u>\$ -</u>	<u>\$ 1,413,890</u>	<u>\$ 3,863,485</u>	<u>\$ 2,055,831</u>	<u>\$ -</u>	<u>\$ 1,558,165</u>	<u>\$ 7,477,481</u>
<b>LIABILITIES AND FUND BALANCES</b>										
<b>Liabilities:</b>										
Accounts payable	\$ (595)	\$ 80,062	\$ -	\$ -	\$ 381,323	\$ 460,790	\$ 706	\$ -	\$ -	\$ 461,496
Accrued payroll	-	50,395	-	-	-	50,395	-	-	-	50,395
Other current liabilities	-	15,037	-	-	-	15,037	-	-	-	15,037
Due to other funds	-	-	-	-	1,004,864	1,004,864	-	-	7,750	1,012,614
Unavailable confiscated funds	12,725	-	-	-	-	12,725	-	-	-	12,725
<b>Total Liabilities</b>	<u>12,130</u>	<u>145,494</u>	<u>-</u>	<u>-</u>	<u>1,386,187</u>	<u>1,543,811</u>	<u>706</u>	<u>-</u>	<u>7,750</u>	<u>1,552,267</u>
<b>Fund balances:</b>										
Non-spendable	-	92,966	-	-	30,692	123,658	-	-	-	123,658
Restricted	390,680	1,112,990	695,335	-	-	2,199,005	2,055,125	-	1,550,415	5,804,545
Unassigned	-	-	-	-	(2,989)	(2,989)	-	-	-	(2,989)
<b>Total Fund Balances</b>	<u>390,680</u>	<u>1,205,956</u>	<u>695,335</u>	<u>-</u>	<u>27,703</u>	<u>2,319,674</u>	<u>2,055,125</u>	<u>-</u>	<u>1,550,415</u>	<u>5,925,214</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 402,810</u>	<u>\$ 1,351,450</u>	<u>\$ 695,335</u>	<u>\$ -</u>	<u>\$ 1,413,890</u>	<u>\$ 3,863,485</u>	<u>\$ 2,055,831</u>	<u>\$ -</u>	<u>\$ 1,558,165</u>	<u>\$ 7,477,481</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Special Revenue Funds					Total	Debt Service Fund	Capital Project Fund	Permanent Fund Cemetery Care	Total Nonmajor Governmental Funds
	T I P	Cafeteria	Internal School	Community Development	Insurance Reserve					
<b>Revenues:</b>										
Local sales Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
U.S.D.A. reimbursements	-	2,209,413	-	-	-	2,209,413	-	-	-	2,209,413
State school matching funds	-	17,099	-	-	-	17,099	-	-	-	17,099
State housing grants	-	-	-	-	-	-	-	-	-	-
State education grants	-	-	-	-	-	-	-	-	-	-
Charges for service	-	221,125	-	-	-	221,125	-	-	-	221,125
Fines, forfeits, and penalties	36,305	-	-	-	-	36,305	-	-	-	36,305
Internal school funds revenue	-	-	1,252,781	-	-	1,252,781	-	-	-	1,252,781
Investment earnings	300	-	-	-	345	645	31,828	-	37,538	70,011
Joint cost reimbursements	-	-	-	-	3,614,851	3,614,851	-	-	-	3,614,851
Net increase (decrease) in fair value of investments	-	-	-	-	-	-	-	-	(150,206)	(150,206)
Miscellaneous	12,422	111,468	-	-	-	123,890	-	-	1,350	125,240
<b>Total revenues</b>	<b>49,027</b>	<b>2,559,105</b>	<b>1,252,781</b>	<b>-</b>	<b>3,615,196</b>	<b>7,476,109</b>	<b>31,828</b>	<b>-</b>	<b>(111,318)</b>	<b>7,396,619</b>
<b>Expenditures:</b>										
Current:										
General and administrative	40,577	-	-	-	-	40,577	-	-	14,536	55,113
Hospital and healthcare	-	-	-	-	3,626,392	3,626,392	-	-	-	3,626,392
Education	-	2,014,153	1,181,778	-	-	3,195,931	-	-	-	3,195,931
Capital outlay	31,382	-	-	-	-	31,382	-	-	-	31,382
<b>Total expenditures</b>	<b>71,959</b>	<b>2,014,153</b>	<b>1,181,778</b>	<b>-</b>	<b>3,626,392</b>	<b>6,894,282</b>	<b>-</b>	<b>-</b>	<b>14,536</b>	<b>6,908,818</b>
<b>Revenues over (under) expenditures</b>	<b>(22,932)</b>	<b>544,952</b>	<b>71,003</b>	<b>-</b>	<b>(11,196)</b>	<b>581,827</b>	<b>31,828</b>	<b>-</b>	<b>(125,854)</b>	<b>487,801</b>
<b>Other financing sources (uses):</b>										
Transfer from other funds	-	-	-	-	-	-	1,559,011	-	50,150	1,609,161
Transfer to other funds	-	-	-	-	-	-	(1,719,604)	-	(15,207)	(1,734,811)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(160,593)</b>	<b>-</b>	<b>34,943</b>	<b>(125,650)</b>
<b>Net change in fund balances</b>	<b>(22,932)</b>	<b>544,952</b>	<b>71,003</b>	<b>-</b>	<b>(11,196)</b>	<b>581,827</b>	<b>(128,765)</b>	<b>-</b>	<b>(90,911)</b>	<b>362,151</b>
<b>Fund balances - July 1, 2021</b>	<b>413,612</b>	<b>661,004</b>	<b>624,332</b>	<b>-</b>	<b>38,899</b>	<b>1,737,847</b>	<b>2,183,890</b>	<b>-</b>	<b>1,641,326</b>	<b>5,563,063</b>
<b>Fund balances - June 30, 2022</b>	<b>\$ 390,680</b>	<b>\$ 1,205,956</b>	<b>\$ 695,335</b>	<b>\$ -</b>	<b>\$ 27,703</b>	<b>\$ 2,319,674</b>	<b>\$ 2,055,125</b>	<b>\$ -</b>	<b>\$ 1,550,415</b>	<b>\$ 5,925,214</b>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET TO ACTUAL**  
**TIP FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Over/(Under) Budgeted Amounts</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Fines, forfeits, and penalties	\$ 50,000	\$ 50,000	\$ 36,305	\$ (13,695)
Miscellaneous revenue	10,000	10,000	12,422	2,422
Investment earnings	300	300	300	-
Total revenues	<u>60,300</u>	<u>60,300</u>	<u>49,027</u>	<u>(11,273)</u>
<b>EXPENDITURES:</b>				
General and administrative				
Repair and maintenance	10,000	10,000	1,000	(9,000)
Other	20,000	40,000	39,577	(423)
Total general and administrative	<u>30,000</u>	<u>50,000</u>	<u>40,577</u>	<u>(9,423)</u>
Capital outlay	<u>30,000</u>	<u>30,000</u>	<u>31,382</u>	<u>1,382</u>
Total expenditures	<u>60,000</u>	<u>80,000</u>	<u>71,959</u>	<u>(8,041)</u>
<b>Net Change in Fund Balance</b>	<u>\$ 300</u>	<u>\$ (19,700)</u>	(22,932)	<u>\$ (3,232)</u>
<b>Fund balance - July 1, 2021</b>			<u>413,612</u>	
<b>Fund balance - June 30, 2022</b>			<u>\$ 390,680</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**INSURANCE RESERVE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over/(Under)</u> <u>Budgeted</u> <u>Amounts</u>
<b>REVENUES:</b>				
Investment earnings	\$ -	\$ -	\$ 345	\$ 345
Joint cost reimbursements	3,850,000	3,850,000	3,614,851	(235,149)
Total revenues	<u>3,850,000</u>	<u>3,850,000</u>	<u>3,615,196</u>	<u>(234,804)</u>
<b>EXPENDITURES:</b>				
Hospital and health care expenditures:				
Medical claims	2,300,000	2,300,000	2,083,268	(216,732)
Drug claims	1,100,000	1,100,000	1,137,227	37,227
Life insurance	25,000	25,000	23,440	(1,560)
Re-insurance costs	330,000	330,000	287,846	(42,154)
Insurance administration	95,000	95,000	94,611	(389)
Total hospital and health care	<u>3,850,000</u>	<u>3,850,000</u>	<u>3,626,392</u>	<u>(223,608)</u>
Total expenditures	<u>3,850,000</u>	<u>3,850,000</u>	<u>3,626,392</u>	<u>(223,608)</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	(11,196)	<u>\$ (11,196)</u>
<b>Fund balance - July 1, 2021</b>			<u>38,899</u>	
<b>Fund balance - June 30, 2022</b>			<u>\$ 27,703</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - BUDGET TO ACTUAL**  
**CAFETERIA FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Over/(Under) Budgeted Amounts</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
U.S.D.A. reimbursements	\$ 1,586,000	\$ 2,185,000	\$ 2,209,413	\$ 24,413
State school matching funds	20,000	17,100	17,099	(1)
Charges for service	164,500	229,700	221,125	(8,575)
Miscellaneous revenue	134,200	134,300	111,468	(22,832)
Total revenues	<u>1,904,700</u>	<u>2,566,100</u>	<u>2,559,105</u>	<u>(6,995)</u>
<b>EXPENDITURES:</b>				
Education:				
Food	760,000	920,000	838,358	(81,642)
Cafeteria labor	654,700	984,500	640,127	(344,373)
Other expenditures	490,000	262,400	535,668	273,268
Total education	<u>1,904,700</u>	<u>2,166,900</u>	<u>2,014,153</u>	<u>(152,747)</u>
Total expenditures	<u>1,904,700</u>	<u>2,166,900</u>	<u>2,014,153</u>	<u>(152,747)</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ 399,200</u>	544,952	<u>\$ 145,752</u>
<b>Fund balance - July 1, 2021</b>			<u>661,004</u>	
<b>Fund balance - June 30, 2022</b>			<u>\$ 1,205,956</u>	

See Independent Auditors' Report.



**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES - BUDGET TO ACTUAL  
SCHOOL DEBT SERVICE FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Over/(Under) Budgeted Amounts</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Local Sales Tax	\$ 1,900,000	\$ -	\$ -	\$ -
Investment earnings	35,000	35,000	31,828	(3,172)
 Total revenues	 1,935,000	 35,000	 31,828	 (3,172)
<b>Revenues Over (Under) Expenditures</b>	1,935,000	35,000	31,828	(3,172)
<b>Other Financing Sources (Uses):</b>				
Transfer from other funds	-	1,600,000	1,559,011	(40,989)
Transfer to other funds	(1,773,000)	(1,773,000)	(1,719,604)	53,396
Total other financing sources (uses)	(1,773,000)	(173,000)	(160,593)	12,407
 <b>Net Change in Fund Balance</b>	 \$ 162,000	 \$ (138,000)	 (128,765)	 \$ 9,235
 <b>Fund balance - July 1, 2021</b>			 2,183,890	
 <b>Fund balance - June 30, 2022</b>			 \$ 2,055,125	

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**CITY OF DYERSBURG, TENNESSEE  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES - BUDGET TO ACTUAL  
CEMETERY TRUST FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over/(Under)</u> <u>Budgeted</u> <u>Amounts</u>
<b>Revenues:</b>				
Investment earnings	\$ 35,000	\$ 35,000	\$ 37,538	\$ 2,538
Net increase (decrease) in fair value of investments	5,000	5,000	(150,206)	(155,206)
Miscellaneous revenues	1,000	1,000	1,350	350
<b>Total revenues</b>	<u>41,000</u>	<u>41,000</u>	<u>(111,318)</u>	<u>(152,318)</u>
<b>Expenditures:</b>				
Trustee fees	15,000	30,000	14,536	(15,464)
<b>Total expenditures</b>	<u>15,000</u>	<u>30,000</u>	<u>14,536</u>	<u>(15,464)</u>
<b>Revenues Over (under) expenditures</b>	<u>26,000</u>	<u>11,000</u>	<u>(125,854)</u>	<u>(136,854)</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in	35,000	35,000	50,150	15,150
Transfers out	(35,000)	(35,000)	(15,207)	19,793
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>34,943</u>	<u>34,943</u>
<b>Net Change in Fund Balance</b>	<u>\$ 26,000</u>	<u>\$ 11,000</u>	<u>(90,911)</u>	<u>\$ (101,911)</u>
<b>Fund balance - July 1, 2021</b>			<u>1,641,326</u>	
<b>Fund balance - June 30, 2022</b>			<u>\$1,550,415</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**COMBINING STATEMENT OF NET POSITON**  
**INTERNAL SERVICE FUNDS**  
**JUNE 30, 2022**

	Internal Service Fund	Communications Service Fund	Total
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and cash equivalents	\$ 2,938,392	\$ 571,733	\$ 3,510,125
Accounts receivable (net of allowance for uncollectibles)	11,952	24,703	36,655
Due from other funds	-	122,365	122,365
<b>Total current assets</b>	<u>2,950,344</u>	<u>718,801</u>	<u>3,669,145</u>
<b>Noncurrent assets:</b>			
Capital assets:			
Construction in progress	-	20,950	20,950
Property, plant, and equipment	578,838	1,742,380	2,321,218
Less - accumulated depreciation	(532,188)	(1,551,956)	(2,084,144)
<b>Net property, plant, and equipment</b>	<u>46,650</u>	<u>211,374</u>	<u>258,024</u>
Other assets	<u>27,207</u>	<u>-</u>	<u>27,207</u>
<b>Total Assets</b>	<u>\$ 3,024,201</u>	<u>\$ 930,175</u>	<u>\$ 3,954,376</u>
<b>LIABILITIES</b>			
<b>Current liabilities:</b>			
Accounts payable	\$ 2,186	\$ 5,495	\$ 7,681
Accrued payroll	8,767	7,746	16,513
Due to other funds	2,298,367	448,142	2,746,509
<b>Total current liabilities</b>	<u>2,309,320</u>	<u>461,383</u>	<u>2,770,703</u>
<b>Noncurrent liabilities:</b>			
Accrued compensated absences	16,899	32,457	49,356
Other accrued liabilities	112,124	-	112,124
<b>Total noncurrent liabilities</b>	<u>129,023</u>	<u>32,457</u>	<u>161,480</u>
<b>Total Liabilities</b>	<u>2,438,343</u>	<u>493,840</u>	<u>2,932,183</u>
<b>NET POSITION</b>			
Investment in capital assets	46,650	211,374	258,024
Unrestricted	539,208	224,961	764,169
<b>Total Net Position</b>	<u>585,858</u>	<u>436,335</u>	<u>1,022,193</u>
<b>Total Liabilities and Net Position</b>	<u>\$ 3,024,201</u>	<u>\$ 930,175</u>	<u>\$ 3,954,376</u>

See Independent Auditors' Report.

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

	<u>Internal Service</u>	<u>Communication Services</u>	<u>Total</u>
<b>Operating revenues:</b>			
Joint costs	\$ 1,047,891	\$ 710,398	\$ 1,758,289
Miscellaneous revenues	22,548	371,667	394,215
Total operating revenues	<u>1,070,439</u>	<u>1,082,065</u>	<u>2,152,504</u>
<b>Operating expenses:</b>			
Customer service and collection	205,377	-	205,377
Communication services	400,773	752,426	1,153,199
General and administrative	69,372	231,825	301,197
Computer operations	378,761	-	378,761
Emergency warning system	-	55,757	55,757
Depreciation and amortization	18,008	42,090	60,098
Total operating expense	<u>1,072,291</u>	<u>1,082,098</u>	<u>2,154,389</u>
<b>Operating income (loss)</b>	(1,852)	(33)	(1,885)
<b>Nonoperating revenues (expenses):</b>			
Interest income	1,853	34	1,887
Total nonoperating revenues (expenses)	<u>1,853</u>	<u>34</u>	<u>1,887</u>
<b>Change in net position</b>	<u>1</u>	<u>1</u>	<u>2</u>
<b>Total net position - July 1, 2021</b>	585,857	436,334	1,022,191
Prior Period Adjustment	-	-	-
<b>Total Net Position, restated - July 1, 2021</b>	<u>585,857</u>	<u>436,334</u>	<u>1,022,191</u>
<b>Total net position - June 30, 2022</b>	<u>\$ 585,858</u>	<u>\$ 436,335</u>	<u>\$ 1,022,193</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Internal Service</u>	<u>Communication Services</u>	<u>Total</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers	\$ 1,084,175	\$ 700,946	\$ 1,785,121
(Payments to) receipts from suppliers	(279,926)	(83,645)	(363,571)
Payments to employees for services	(561,629)	(605,354)	(1,166,983)
Payments for employee benefits	(194,629)	(211,914)	(406,543)
Other receipts (payments)	22,548	371,667	394,215
Net cash provided by (used for) operating activities	<u>70,539</u>	<u>171,700</u>	<u>242,239</u>
<b>CASH FLOWS FROM (USED FOR) INVESTING ACTIVITIES</b>			
Interest and investment earnings	1,853	34	1,887
Net cash provided by (used for) investing activities	<u>1,853</u>	<u>34</u>	<u>1,887</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	72,392	171,734	244,126
<b>Cash and cash equivalents - July 1, 2021</b>	<u>2,866,000</u>	<u>399,999</u>	<u>3,265,999</u>
<b>Cash and cash equivalents - June 30, 2022</b>	<u>\$ 2,938,392</u>	<u>\$ 571,733</u>	<u>\$ 3,510,125</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES ACTIVITIES</b>			
Operating income (loss)	\$ (1,852)	\$ (33)	\$ (1,885)
Adjustments to reconcile net income (loss) from operations to net cash provided (used) by operating activities			
Depreciation	8,055	42,090	50,145
Amortization	9,954	-	9,954
(Increase) Decrease in Assets			
Accounts receivable, net of allowance	36,283	(2,533)	33,750
Due from other funds	-	(6,919)	(6,919)
Increase (Decrease) in Liabilities			
Accounts payable	(8,382)	4,132	(4,250)
Accrued payroll	(7,770)	(8,756)	(16,526)
Due to other funds	36,887	134,243	171,130
Other current liabilities	(5,001)	-	(5,001)
Compensated absences	2,365	9,476	11,841
Net cash provided by (used for) operating activities	<u>\$ 70,539</u>	<u>\$ 171,700</u>	<u>\$ 242,239</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**BUDGET TO ACTUAL - INTERNAL SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>Operating Revenues:</b>				
Miscellaneous revenues:				
Joint cost	\$ 1,030,200	\$ 1,080,200	\$ 1,047,891	\$ (32,309)
Computer services	21,000	21,000	21,000	-
Other	5,000	5,000	1,548	(3,452)
Total miscellaneous revenues	<u>1,056,200</u>	<u>1,106,200</u>	<u>1,070,439</u>	<u>(35,761)</u>
<b>Operating Expenses:</b>				
Customer service and collection:				
Salaries	136,000	136,000	144,269	8,269
Payroll taxes	10,400	10,400	10,468	68
Hospital and health insurance	22,700	22,700	22,391	(309)
Employee education	1,500	1,500	-	(1,500)
Publicity, subscriptions, and dues	3,500	3,500	1,687	(1,813)
Telephone	2,000	2,000	1,967	(33)
Office supplies	5,000	5,000	5,566	566
Small items of equipment	5,000	5,000	3,295	(1,705)
Postage	8,000	8,000	9,681	1,681
Repairs and maintenance	1,500	1,500	2,059	559
Other	3,800	3,800	3,994	194
Total customer service and collection	<u>199,400</u>	<u>199,400</u>	<u>205,377</u>	<u>5,977</u>
Billing:				
Salaries	118,100	118,100	114,897	(3,203)
Payroll taxes	9,000	9,000	7,904	(1,096)
Hospital and health insurance	28,500	28,500	28,854	354
Office supplies	8,500	8,500	5,123	(3,377)
Postage	30,000	30,000	31,718	1,718
Repairs and maintenance	1,500	1,500	1,226	(274)
Total billing	<u>195,600</u>	<u>195,600</u>	<u>189,722</u>	<u>(5,878)</u>
Meter reading:				
Salaries	134,700	134,700	138,506	3,806
Payroll taxes	10,300	10,300	9,962	(338)
Hospital and health insurance	45,000	45,000	44,313	(687)
Telephone	1,500	1,500	1,549	49
Professional services	1,000	1,000	235	(765)
Operating supplies	900	900	90	(810)
Uniforms	10,000	10,000	6,515	(3,485)
Gas and oil	6,000	6,000	8,565	2,565
Insurance	1,000	1,000	1,316	316
Total meter reading	<u>210,400</u>	<u>210,400</u>	<u>211,051</u>	<u>651</u>
Computer operations:				
Salaries	109,300	109,300	121,147	11,847
Payroll taxes	8,400	8,400	9,071	671
Hospital and health insurance	30,000	30,000	30,287	287
Training	1,500	1,500	-	(1,500)
Publicity, subscriptions, dues	5,000	5,000	1,948	(3,052)
Telephone	5,500	5,500	4,992	(508)
Travel	2,000	2,000	-	(2,000)
Automobile allowance	2,700	2,700	2,700	-

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**BUDGET TO ACTUAL - INTERNAL SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Over/(Under) Budgeted Amounts</u>
	<u>Original</u>	<u>Final</u>		
<b>Operating Expenses (continued):</b>				
Computer operations (continued):				
Small items of equipment	\$ 15,800	\$ 15,800	\$ 14,932	\$ (868)
Operating supplies	5,000	5,000	5,345	345
Repairs and maintenance	165,000	215,000	177,097	(37,903)
Insurance	12,000	12,000	11,242	(758)
Total computer operations	<u>362,200</u>	<u>412,200</u>	<u>378,761</u>	<u>(33,439)</u>
Administrative expenses:				
Vacation and sick leave	1,000	1,000	2,365	1,365
Retirement	61,500	61,500	63,090	1,590
Professional service	10,000	10,000	2,776	(7,224)
Insurance	1,000	1,000	629	(371)
Other	300	300	512	212
Total administrative expenses	<u>73,800</u>	<u>73,800</u>	<u>69,372</u>	<u>(4,428)</u>
Depreciation and amortization expense	<u>19,800</u>	<u>19,800</u>	<u>18,008</u>	<u>(1,792)</u>
Total operating expense	<u>1,061,200</u>	<u>1,111,200</u>	<u>1,072,291</u>	<u>(38,909)</u>
<b>Operating Income (loss)</b>	(5,000)	(5,000)	(1,852)	3,148
<b>Nonoperating Revenues (Expenses):</b>				
Interest income	<u>5,000</u>	<u>5,000</u>	<u>1,853</u>	<u>(3,147)</u>
<b>Change in Net Position</b>	<u>\$ -</u>	<u>\$ -</u>	<u>1</u>	<u>\$ 1</u>
<b>Total Net Position - July 1, 2021</b>			<u>585,857</u>	
<b>Total Net Position - June 30, 2022</b>			<u>\$ 585,858</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**BUDGET TO ACTUAL - COMMUNICATIONS SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>Operating Revenues:</b>				
Miscellaneous revenues:				
Joint cost	\$ 849,800	\$ 849,800	\$ 710,398	\$ (139,402)
Bad Debt Recoveries	300	300	157	(143)
E-911 REvenues	72,000	72,000	103,335	31,335
Other revenue	272,500	272,500	268,175	(4,325)
Total miscellaneous revenues	<u>1,194,600</u>	<u>1,194,600</u>	<u>1,082,065</u>	<u>(112,535)</u>
<b>Operating Expenses:</b>				
General and administrative:				
Salaries	60,600	60,600	75,483	14,883
Payroll taxes	4,700	4,700	4,880	180
Hospital and health insurance	22,500	22,500	22,640	140
Retirement	77,800	77,800	77,435	(365)
Postage	-	-	1	1
Publicity, subscriptions and dues	1,000	1,000	110	(890)
Utility services	25,000	25,000	22,182	(2,818)
Professional services	5,000	5,000	3,160	(1,840)
Travel	1,000	1,000	507	(493)
Automobile allowance	5,400	5,400	5,400	-
Insurance	14,000	14,000	19,903	5,903
Operating supplies	-	-	124	124
Total general and administrative	<u>217,000</u>	<u>217,000</u>	<u>231,825</u>	<u>14,825</u>
Communication services				
Salaries	495,300	495,300	483,515	(11,785)
Payroll taxes	37,900	37,900	34,890	(3,010)
Hospital and health insurance	126,900	126,900	106,439	(20,461)
Unemployment insurance	2,000	2,000	-	(2,000)
Training	2,500	2,500	468	(2,032)
Publicity, subscriptions and dues	8,000	8,000	4,654	(3,346)
Telephone	17,000	17,000	17,713	713
Travel	3,500	3,500	1,916	(1,584)
Other contractual services	84,000	84,000	45,190	(38,810)
Mobile data services	20,000	20,000	5,407	(14,593)
Office supplies	1,500	1,500	274	(1,226)
Small items of equipment	15,000	15,000	1,003	(13,997)
Operating supplies	10,000	10,000	10,144	144
Uniforms	1,500	1,500	1,477	(23)
Repairs and maintenance	55,000	55,000	39,336	(15,664)
Total communication services	<u>880,100</u>	<u>880,100</u>	<u>752,426</u>	<u>(127,674)</u>
Emergency warning system				
Salaries	3,000	3,000	6,816	3,816
Payroll taxes	400	400	490	90
Utility services	25,000	25,000	24,408	(592)
Operating supplies	2,000	2,000	130	(1,870)
Repairs and maintenance	20,000	20,000	23,913	3,913
Total emergency warning system	<u>50,400</u>	<u>50,400</u>	<u>55,757</u>	<u>5,357</u>
Depreciation and Amortization expense	<u>47,100</u>	<u>47,100</u>	<u>42,090</u>	<u>(5,010)</u>
Total operating expense	<u>1,194,600</u>	<u>1,194,600</u>	<u>1,082,098</u>	<u>(112,502)</u>
<b>Operating Income (loss)</b>	<b>-</b>	<b>-</b>	<b>(33)</b>	<b>(33)</b>

See Independent Auditors' Report.



**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**BUDGET TO ACTUAL - COMMUNICATIONS SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance Over/(Under) Budgeted Amounts
	Original	Final		
<b>Nonoperating Revenues (Expenses):</b>				
Interest income	\$ -	\$ -	\$ 34	\$ 34
Total nonoperating revenues (expenses)	<u>-</u>	<u>-</u>	<u>34</u>	<u>34</u>
<b>Change in Net Position</b>	<u>\$ -</u>	<u>\$ -</u>	1	<u>\$ 1</u>
<b>Total Net Position - July 1, 2021</b>			<u>436,334</u>	
<b>Total Net Position - June 30, 2022</b>			<u>\$ 436,335</u>	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CHANGES IN LONG-TERM DEBT BY INDIVIDUAL ISSUE**  
**FOR THE YEAR ENDED JUNE 30, 2022**

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Maturity Date	Outstanding 6/30/2021	Issued During Period	Matured During Period	Refunded During Period	Outstanding 6/30/2022
<b>Governmental Activities:</b>									
Notes From Direct Borrowings									
Variable Rate Tennessee Municipal Bond Fund, Series 2016	\$ 1,500,000	3.00%	2/18/2016	5/25/2035	\$ 1,196,000	\$ -	\$ 78,000	\$ -	\$ 1,118,000
Variable Rate Tennessee Municipal Bond Fund, Series 1999	\$ 10,000,000	Variable	9/19/2000	6/25/2023	1,600,000	-	800,000	-	800,000
Variable Rate Tennessee Municipal Bond Fund, Series 2018	\$ 4,600,000	4.05%	9/1/2018	9/1/2030	4,197,817	352,183	25,000	-	4,525,000
Energy Efficient Schools Initiative, 2012	\$ 500,000	0%	4/9/2012	3/1/2023	83,300	-	50,004	-	33,296
Energy Efficient Schools Initiative, 2018	\$ 689,955	0.75%	5/1/2018	5/1/2024	329,785	-	115,416	-	214,369
Total Notes From Direct Borrowings					<u>7,406,902</u>	<u>352,183</u>	<u>1,068,420</u>	<u>-</u>	<u>6,690,665</u>
Bonds Payable									
General Obligation Refunding Bonds, Series 2016	\$ 2,840,944	2.240%	9/28/2016	6/1/2019	499,000	-	499,000	-	-
Qualified School Construction Bonds, Series 2009	\$ 2,960,000	1.515%	12/17/2009	9/15/2026	943,700	-	184,699	-	759,001
General Obligation School Bonds, Series 2013	\$ 9,600,000	4.10%	8/16/2013	6/1/2033	8,760,000	-	180,000	-	8,580,000
Total Bonds Payable					<u>10,202,700</u>	<u>-</u>	<u>863,699</u>	<u>-</u>	<u>9,339,001</u>
<b>Total Governmental Activities</b>					<u>17,609,602</u>	<u>352,183</u>	<u>1,932,119</u>	<u>-</u>	<u>16,029,666</u>
<b>Business Type Activities:</b>									
Notes From Direct Borrowings									
State Revolving Clean Water Loan (CG7 2020-439)	\$ 2,500,000	0.39%	7/26/2019	Note 1	313,643	602,426	-	-	916,069
Total Notes From Direct Borrowings					<u>313,643</u>	<u>602,426</u>	<u>-</u>	<u>-</u>	<u>916,069</u>
Bonds Payable									
Revenue Bonds, 2019	\$ 2,750,000	3.29%	3/22/2019	6/30/2034	2,275,000	-	305,000	-	1,970,000
Total Bonds Payable					<u>2,275,000</u>	<u>-</u>	<u>305,000</u>	<u>-</u>	<u>1,970,000</u>
<b>Total Business-Type Activities</b>					<u>2,588,643</u>	<u>602,426</u>	<u>305,000</u>	<u>-</u>	<u>2,886,069</u>
<b>Total Long-Term Debt</b>					<u>\$ 20,198,245</u>	<u>\$ 954,609</u>	<u>\$ 2,237,119</u>	<u>\$ -</u>	<u>\$ 18,915,735</u>

Note 1 - The maturity date depends on the completion of the project and is unknown at the time of the audit report.

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
PRINCIPAL AND INTEREST REQUIREMENTS  
PROPRIETARY FUNDS  
JUNE 30, 2022**

<u>Year Ended June 30,</u>	<b>3.29% Electric System Refunding Bonds Series 2019</b>			<b>0.39% State Revolving Clean Water Loan</b>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 315,000	\$ 64,813	\$ 379,813	\$ 916,069	\$ -	\$ 916,069
2024	130,000	54,450	184,450	-	-	-
2025	130,000	50,173	180,173	-	-	-
2026	135,000	45,896	180,896	-	-	-
2027	140,000	41,454	181,454	-	-	-
2028	145,000	36,848	181,848	-	-	-
2029	150,000	32,078	182,078	-	-	-
2030	155,000	27,143	182,143	-	-	-
2031	160,000	22,043	182,043	-	-	-
2032	165,000	16,779	181,779	-	-	-
2033	170,000	11,351	181,351	-	-	-
2034	175,000	5,758	180,758	-	-	-
	<u>\$ 1,970,000</u>	<u>\$ 408,786</u>	<u>\$ 2,378,786</u>	<u>\$ 916,069</u>	<u>\$ -</u>	<u>\$ 916,069</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
PRINCIPAL AND INTEREST REQUIREMENTS  
GOVERNMENTAL ACTIVITIES  
JUNE 30, 2022**

Year Ended June 30,	General Obligation Debt to be repaid from Governmental Activities General Obligation Construction Bonds, Series 2009 Issued December 17, 2009			General Obligation Debt to be repaid from Governmental Activities General Obligation School Bonds, Series 2013 Issued August 16, 2013		
	Principal	Interest	Total	Principal	Interest	Total
2023	\$ 184,699	\$ 44,844	\$ 229,543	\$ 220,000	\$ 316,353	\$ 536,353
2024	184,699	44,844	229,543	705,000	310,193	1,015,193
2025	184,699	44,844	229,543	725,000	289,395	1,014,395
2026	204,904	44,844	249,748	750,000	266,920	1,016,920
2027	-	-	-	780,000	242,545	1,022,545
2028	-	-	-	810,000	215,245	1,025,245
2029	-	-	-	845,000	184,870	1,029,870
2030	-	-	-	880,000	153,183	1,033,183
2031	-	-	-	915,000	117,983	1,032,983
2032	-	-	-	955,000	81,383	1,036,383
2033	-	-	-	995,000	40,795	1,035,795
	<u>\$ 759,001</u>	<u>\$ 179,376</u>	<u>\$ 938,377</u>	<u>\$ 8,580,000</u>	<u>\$ 2,218,865</u>	<u>\$ 10,798,865</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
PRINCIPAL AND INTEREST REQUIREMENTS  
GOVERNMENTAL ACTIVITIES  
JUNE 30, 2022**

Year Ended June 30,	Variable Rate Tennessee Municipal Bond Fund, Series 2018 Issued September 1, 2018			Variable Rate Tennessee Municipal Bond Fund, Series 2016 Issued February 18, 2016			Variable Rate Tennessee Municipal Bond Fund, Series 1999 Issued September 19, 2000		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2023	\$ 50,000	\$ 182,250	\$ 232,250	\$ 79,000	\$ 33,600	\$ 112,600	\$ 800,000	\$ 24,000	\$ 824,000
2024	750,000	166,050	916,050	81,000	31,230	112,230	-	-	-
2025	675,000	137,194	812,194	82,000	28,800	110,800	-	-	-
2026	650,000	110,363	760,363	83,000	26,340	109,340	-	-	-
2027	650,000	84,038	734,038	84,000	23,850	107,850	-	-	-
2028	650,000	57,713	707,713	85,000	21,330	106,330	-	-	-
2029	550,000	33,413	583,413	86,000	18,780	104,780	-	-	-
2030	550,000	11,138	561,138	87,000	16,200	103,200	-	-	-
2031	-	-	-	88,000	13,590	101,590	-	-	-
2032	-	-	-	89,000	10,950	99,950	-	-	-
2033	-	-	-	91,000	8,280	99,280	-	-	-
2034	-	-	-	92,000	5,550	97,550	-	-	-
2035	-	-	-	91,000	2,790	93,790	-	-	-
	<u>\$ 4,525,000</u>	<u>\$ 782,159</u>	<u>\$ 5,307,159</u>	<u>\$ 1,118,000</u>	<u>\$ 241,290</u>	<u>\$ 1,359,290</u>	<u>\$ 800,000</u>	<u>\$ 24,000</u>	<u>\$ 824,000</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
PRINCIPAL AND INTEREST REQUIREMENTS  
GOVERNMENTAL ACTIVITIES  
JUNE 30, 2022**

<u>Year Ended June 30,</u>	<u>Energy Efficient School Initiative Loan, Series 2012 Issued April 9, 2012</u>			<u>Energy Efficient School Initiative Loan, Series 2018 Issued May 1, 2018</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 33,296	\$ -	\$ 33,296	\$ 116,352	\$ 1,284	\$ 117,636
2024	-	-	-	98,017	401	98,418
	<u>\$ 33,296</u>	<u>\$ -</u>	<u>\$ 33,296</u>	<u>\$ 214,369</u>	<u>\$ 1,685</u>	<u>\$ 216,054</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
SCHEDULE OF CHANGES IN LEASE OBLIGATIONS  
FOR THE YEAR ENDED JUNE 30, 2022**

<u>Description of Indebtedness</u>	<u>Original Amount of Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Outstanding 6/30/2021</u>	<u>Issued During Period</u>	<u>Matured During Period</u>	<u>Refunded During Period</u>	<u>Outstanding 6/30/2022</u>
<b>Business Type Activities:</b>									
Payable through the Solid Waste Fund:									
2021 Western Star 4700	\$ 83,332	2.03%	4/3/2021	4/3/2023	\$ 77,861	\$ -	\$ 44,210	\$ -	\$ 33,651
2022 Peterbilt 520	\$ 119,247	2.03%	5/29/2021	5/29/2023	116,249	-	62,963	-	53,286
2021 Peterbilt 520	\$ 102,791	2.03%	1/28/2021	1/28/2023	82,888	-	55,025	-	27,863
Side Loaders	\$ 288,427	2.410%	5/20/2022	5/20/2024	-	288,427	24,040	-	264,387
Miniloaders	\$ 110,073	2.014%	3/15/2022	3/15/2024	-	110,073	18,194	-	91,879
Total Payable through Solid Waste Fund					<u>276,998</u>	<u>398,500</u>	<u>204,432</u>	<u>-</u>	<u>471,066</u>
<b>Total Lease Obligation</b>					<u>\$ 276,998</u>	<u>\$ 398,500</u>	<u>\$ 204,432</u>	<u>\$ -</u>	<u>\$ 471,066</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
SCHEDULE OF LEASE OBLIGATIONS  
JUNE 30, 2022**

Year Ended June 30,	2021 Western Star 4700		2022 Peterbilt 520		2021 Peterbilt 520		Side Loaders		Miniloaders		TOTAL	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 33,651	\$ 285	\$ 53,286	\$ 497	\$ 27,863	\$ 165	\$ 142,764	\$ 4,802	\$ 54,758	\$ 1,347	\$ 312,322	\$ 7,096
2024	-	-	-	-	-	-	121,623	1,347	37,121	281	158,744	1,628
	<u>\$ 33,651</u>	<u>\$ 285</u>	<u>\$ 53,286</u>	<u>\$ 497</u>	<u>\$ 27,863</u>	<u>\$ 165</u>	<u>\$ 264,387</u>	<u>\$ 6,149</u>	<u>\$ 91,879</u>	<u>\$ 1,628</u>	<u>\$ 471,066</u>	<u>\$ 8,724</u>

See Independent Auditors' Report.



**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CHANGES IN PROPERTY TAXES RECEIVABLE**  
**FOR THE YEAR ENDED JUNE 30, 2022**

<u>Year of Levy</u>	<u>Balance July 1, 2021</u>	<u>Current Assessments &amp; Adjustments</u>	<u>Collections</u>	<u>Write-offs</u>	<u>Balance June 30, 2022</u>
2009	\$ 4,648	\$ -	\$ (4,244)	\$ -	\$ 404
2010	5,268	-	328	-	5,596
2011	15,581	-	1,035	-	16,616
2012	7,701	-	547	-	8,248
2013	6,706	-	498	-	7,204
2014	7,455	-	604	-	8,059
2015	13,274	-	(187)	-	13,087
2016	13,811	-	321	-	14,132
2017	28,760	-	1,719	-	30,479
2018	30,280	1,173	(6,469)	-	24,984
2019	85,018	1,735	(15,051)	-	71,702
2020	288,901	(17,368)	(224,240)	-	47,293
2021	9,211,582	(41,078)	(8,911,648)	-	258,856
2022	-	9,121,673	-	-	9,121,673
	<u>\$ 9,718,985</u>	<u>\$ 9,066,135</u>	<u>\$ (9,156,787)</u>	<u>\$ -</u>	<u>\$ 9,628,333</u>
Unassessed property tax receivable					\$ 9,121,673
Delinquent taxes					506,660
Allowance for uncollectible taxes					<u>(45,000)</u>
Net property taxes receivable					<u>\$ 9,583,333</u>

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE  
SCHEDULE OF PROPERTY TAX RATES AND ASSESSMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED JUNE 30, 2022**

Program/Cluster name	Federal CFDA #	Grant Number	Unearned (due from) 6/30/2021	Receipts	Expenditures	Unearned (due from) 6/30/2022
<b>Federal Awards</b>						
<b>U.S. Department of Housing and Urban Development</b>						
<b>Passed through Tennessee Department of Economic and Community Development</b>						
Community Development Block Grant - NDR -Parks	14.228	33004-23417	\$ (104,767)	\$ 1,075,897	\$ 971,130	\$ -
			(104,767)	1,075,897	971,130	-
Total U.S. Department of Housing and Urban Development			(104,767)	1,075,897	971,130	-
<b>U.S. Department of Justice</b>						
<b>Office of Justice Programs</b>						
Bureau of Justice Assistance - Coronavirus Emergency Supplemental Funding	16.034	Unknown	-	5,421	5,421	-
			-	5,421	5,421	-
Bulletproof Vest Partnership Program	16.607	Unknown	-	4,542	4,542	-
			-	4,542	4,542	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2020-DJ-BX-0565	-	12,133	12,133	-
			-	12,133	12,133	-
Total U.S. Department of Justice			-	22,096	22,096	-
<b>U.S. Department of Transportation</b>						
<b>Passed through Tennessee Department of Transportation</b>						
Airport Improvement Program - Hangar Preservation Project	20.106	23-555-0141-21	-	26,600	33,067	(6,467)
Airport Improvement Program - CARES Act Operational Expenses	20.106	23-555-0140-21	(25,751)	25,751	-	-
Airport Improvement Program - FAA ARPA Funding	20.106	23-555-0143-22	-	59,000	59,000	-
			(25,751)	111,351	92,067	(6,467)
Highway Planning and Construction - Mall Blvd-Parr Ave	20.205	STP-M-2300(44)	-	-	548,747	(548,747)
			-	-	548,747	(548,747)
Total U.S. Department of Transportation			(25,751)	111,351	640,814	(555,214)
<b>U.S. Department of Environmental Protection Agency</b>						
<b>Passed through Tennessee Department of Environment and Conservation</b>						
Capitalization Grants for Clean Water						
State Revolving Funds - Loan	66.458*	Unknown	-	602,425	602,425	-
State Revolving Funds - Principal Forgiveness	66.458*	Unknown	-	150,606	150,606	-
			-	753,031	753,031	-
<b>U.S. Department of Homeland Security</b>						
Assistance to Firefighters Grant	97.044		-	203,575	206,667	(3,092)
			-	203,575	206,667	(3,092)

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED JUNE 30, 2022**

Program/Cluster name	Federal CFDA #	Grant Number	Unearned (due from) 6/30/2021	Receipts	Expenditures	Unearned (due from) 6/30/2022
<b>U.S. Department of the Treasury</b>						
<b>Passed through Tennessee Department of the Treasury</b>						
Coronavirus State and Local Fiscal Recovery Fund (SLFRF)	21.027*	Unknown	-	2,420,292	536,798	1,883,494
			-	2,420,292	536,798	1,883,494
<b>Total Federal Awards</b>			<u>\$ (130,518)</u>	<u>\$ 4,586,242</u>	<u>\$ 3,130,536</u>	<u>\$ 1,325,188</u>
<b>State Awards</b>						
<b>Tennessee Department of Transportation</b>						
Airport Improvement Program - Maintenance		23-555-0742-22	\$ -	\$ 15,000	\$ 15,000	\$ -
			-	15,000	15,000	-
<b>Tennessee Department of Economic and Community Development</b>						
Site Development Grant Program		33007-45421	-	4,500	17,415	(12,915)
			-	4,500	17,415	(12,915)
<b>Tennessee Department of Finance and Administration</b>						
Governor's Local Government Support Grants			-	193,489	193,489	-
			-	193,489	193,489	-
<b>Total State Awards</b>			<u>\$ -</u>	<u>\$ 212,989</u>	<u>\$ 225,904</u>	<u>\$ (12,915)</u>
<b>Total Federal Awards and State Awards</b>			<u>\$ (130,518)</u>	<u>\$ 4,799,231</u>	<u>\$ 3,356,440</u>	<u>\$ 1,312,273</u>

\* denotes major program

Basis of Presentation: The schedule of expenditures of federal awards and state financial assistance summarizes the activity of the City of Dyersburg, Tennessee under the federal award programs and state assistance for the year ended June 30, 2022, and is presented on the accrual basis of accounting. The schedule of expenditures of federal awards and state financial assistance for Dyersburg Electric System and Dyersburg City Schools were presented in their separately issued audit reports and, therefore, are not reported here.

Summary of Significant Accounting Policies: Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The City has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

Capitalization Grants for Clean Water State Revolving Funds Loan Disclosure: At June 30, 2022, the balance on State Revolving Funds Loan #CG7 20-439 is \$916,069.

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CURRENT UTILITY RATES IN FORCE (UNAUDITED)**  
**JUNE 30, 2022**

	Rates	TVA Fuel Rate
<b>Gas:</b>		
City Residential (G2)		
Service charge per month	\$ 5.00	
Base rate per MCF consumed	6.95	
Transportation charges and commodity costs per MCF consumed		
County Residential (G2)		
Service charge per month	\$ 5.00	
Base rate per MCF consumed	7.40	
Transportation charges and commodity costs per MCF consumed	Variable	
City Small commercial (G1)		
Service charge per month	\$ 7.50	
Base rate per MCF consumed	7.00	
Transportation charges and commodity costs per MCF consumed	Variable	
County Small commercial (G1)		
Service charge per month	\$ 7.50	
Base rate per MCF consumed	7.46	
Transportation charges and commodity costs per MCF consumed	Variable	
City Large commercial, light industrial, schools, and government buildings (G3/G6)		
Service charge per month	\$ 50.00/22.00	
Base rate per MCF consumed	6.37	
Transportation charges and commodity costs per MCF consumed	Variable	
County Large commercial, light industrial, schools, and government buildings (G3)		
Service charge per month	\$ 50.00	
Base rate per MCF consumed	6.77	
Transportation charges and commodity costs per MCF consumed	Variable	
City Industrial - Firm (G5)		
Service charge per month	\$ 50.00	
Base rate per MCF consumed	5.63	
Transportation charges and commodity costs per MCF consumed	Variable	
County Industrial - Firm (G25)		
Service charge per month	\$ 50.00	
Base rate per MCF consumed	6.19	
Transportation charges and commodity costs per MCF consumed	Variable	

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CURRENT UTILITY RATES IN FORCE (UNAUDITED)**  
**JUNE 30, 2022**

	Rates	TVA Fuel Rate
<b>Gas (continued)</b>		
City Industrial - Interruptible (G7)		
Service charge per month	\$ 50.00	
Base rate per MCF consumed	5.63	
Transportation charges and commodity costs per MCF consumed	Variable	
<b>Water:</b>		
Base rate per month - city	\$ 4.94	
Base rate per month - rural	11.01	
Residential Customers		
City - per 1,000 gallons consumed	\$ 4.09	
Rural - per 1,000 gallons consumed	4.50	
Commercial Customers		
City - per 1,000 gallons consumed	\$ 3.62	
Rural - per 1,000 gallons consumed	3.97	
Industrial Customers		
City - per 1,000 gallons consumed	\$ 3.82	
Rural - per 1,000 gallons consumed	4.16	
<b>Sewer:</b>		
Base rate per month	\$ 5.16	
Residential - per 1,000 gallons used	4.53	
Commercial - per 1,000 gallons used	4.76	
Industrial - per 1,000 gallons used	5.19	
<b>Electrical:</b>		
Residential Rate Schedule - RS		
Customer charge - per delivery point per month	\$ 19.04	
Energy charges - per kWh		
First 800 kWh per month	0.07709	\$ 0.01811
Additional kWh per month	0.06505	0.01811
General Power Rate Schedule - GSA		
GSA - 1 (0 - 50 kW)		
Customer charge - per delivery point per month	\$ 29.14	
First 1500 kWh per month	0.07940	\$ 0.02809
Additional kWh per month	0.06931	0.02809

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CURRENT UTILITY RATES IN FORCE (UNAUDITED)**  
**JUNE 30, 2022**

	<u>Rates</u>	<u>TVA</u> <u>Fuel Rate</u>
<b>Electrical (continued)</b>		
GSA - 2 (51 - 1,000 kW) (a.)		
Customer charge - per delivery point per month	\$ 143.19	
Demand charge - per kW per month		
First 50 kW	11.82	
Additional kW	9.30	
General Power Rate Schedule - GSA (continued)		
GSA - 2 (51 - 1,000 kW) (a.) (continued)		
Energy charge - per kW		
First 15,000 kWh	0.03958	\$ 0.02793
Additional kWh	0.03958	0.02793
GSA - 3 (1,001 - 5,000 kW)		
Customer charge - per delivery point per month	\$ 2,880.00	
Demand charge - per kw per month		
First 1,000 kW	14.21	
Excess over 1,000 kW	9.70	
Excess demand charge - higher of 1,000 kW or contract demand	1.36	
Energy charge - per kWh	0.03937	\$ 0.02777
General Power Rate Schedule - GSB (5,001 - 15,000 kW)		
Customer charge - per delivery point per month	\$ 1,830.00	
Demand charge - per kW per month		
On peak kW	10.24	
Maximum kW	1.95	
Off peak excess of contract kW	10.24	
Energy charge - per kWh per month		
On peak kWh	0.05779	\$ 0.02704
Off peak kWh - First 200 HUD	0.03279	0.02704
Off peak kWh - Next 200 HUD	0.00310	0.02704
Off peak kWh - Over 400 HUD	0.00055	0.02704
TGSA - 2 (51 - 1,000 kW))		
Customer charge - per delivery point per month	\$ 143.19	
Demand Charge - per kW per month		
First 50 kW	11.82	
Over 50 kW	9.30	
On peak Energy	0.05716	\$ 0.02793
Off peak Energy	0.03453	0.02793

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF CURRENT UTILITY RATES IN FORCE (UNAUDITED)**  
**JUNE 30, 2022**

	Rates	TVA Fuel Rate
<b>Electrical (continued):</b>		
TGSA - 3 (1,001 - 5,000 kW)		
Customer charge - per delivery point per month	\$ 2,880.00	
Demand charge - per kW per month		
First 1,000 kW	14.22	
Over 1,000 kW	9.71	
On peak Energy	0.05685	\$ 0.02777
Off peak Energy	0.03435	0.02777
TDMSA - 3 (1,001 - 5,000 kW)		
Customer charge - per delivery point per month	\$ 1,250.00	
Demand charge per kW per month		
On peak kW	10.24	
Maximum kW	5.02	
Off peak excess of contract kW	10.24	
Energy charge - per kWh		
On peak kWh	0.05553	\$ 0.02796
Off peak kWh - first 200 HUD	0.03053	0.02796
Off peak kWh - next 200 HUD	0.00310	0.02796
Off peak kWh - over 400 HUD	0.00055	0.02796
Facilities Rental		
General power - over 5,000 kW		
46 kv to 161 kv delivery - per kW	0.36000	
Less than 46 kv delivery - per kW		
First 10,000 kW	0.93000	
Over 10,000 kW	0.73000	
Outdoor Lighting Schedule - LS		
Customer charge - per delivery point per month	\$ 31.78	
Energy charge - per kWh	0.05025	\$ 0.02837
Drainage Pump Schedule - DPS		
Customer charge - per delivery point per month	\$ 500.00	
Energy charge - per kWh	0.04670	\$ 0.02809

Notes:

- a. If the customer's billing demand is less than 50 kW and its energy takings for any month during the latest 12-month period exceeds 15,000 kWh.

See Independent Auditors' Report.



**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF UTILITY CUSTOMERS IN SERVICE (UNAUDITED)**  
**JUNE 30, 2022**

<u>Utility Service</u>	<u>Customers</u>		
	<u>6/30/2021</u>	<u>Increase (Decrease)</u>	<u>6/30/2022</u>
Water	8,264	1,045	9,309
Sewer	7,675	696	8,371
Gas	7,923	1,041	8,964
Electric	11,938	77	12,015

See Independent Auditors' Report.

**CITY OF DYERSBURG, TENNESSEE**  
**SCHEDULE OF OFFICIAL BONDS OF PRINCIPAL OFFICIALS (UNAUDITED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<u>Name</u>	<u>Title</u>	<u>Bonded Amount</u>
John K. Holden	Mayor	\$ 100,000
Stephen T. Anderson	Treasurer	\$ 100,000
Richard S. Ball	Recorder	\$ 100,000

See Independent Auditors' Report.

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

Honorable Mayor and Board of Aldermen  
City of Dyersburg, Tennessee

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Dyersburg, Tennessee, (the City) as of and for the year ended June 30, 2022, and the fiduciary fund of the Dyersburg City Schools Retirement Plan and the fiduciary fund of Dyersburg Electric Retirement Plan for the year ended December 31, 2021, and the fiduciary fund for the City of Dyersburg Pension Plan for the year ended June 30, 2021, 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 11, 2023. Our report includes a reference to other auditors who audited the financial statements of Dyersburg City Schools, as described in our report on the City's financial statements. This report includes our consideration of the results of the other auditors' testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

### **Report on Compliance and Other Matters**

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

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CRS, CPAs, P.C.  
Dyersburg, Tennessee  
January 11, 2023

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

Honorable Mayor and  
Board of Aldermen  
City of Dyersburg, Tennessee

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

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

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

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City's federal programs.

### ***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstance
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

## Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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



CRS, CPAs, P.C.  
Dyersburg, Tennessee  
January 11, 2023

**CITY OF DYERSBURG, TENNESSEE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**Section I - Summary of Independent Auditors' Results**

Financial Statements

1. Our report on the financial statements of City of Dyersburg is unmodified.
2. Internal Control Over Financial Reporting:
 

*Material weaknesses identified?	No
*Significant deficiency identified?	No
3. Noncompliance material to the financial statements noted? No

Federal Awards

1. Internal Control Over Major Federal Programs:
 

*Material weaknesses identified?	No
*Significant deficiency identified?	No
2. Type of report auditor issued on compliance for major programs: Unmodified
3. Any audit findings disclosed that are required to be reported in Accordance with 2 CFR 200.516(a)? No
4. Identification of Major Federal Programs:
 

<u>Program</u>	<u>CFDA No.</u>
Coronavirus Relief Fund	21.027
Capitalization Grants for Clean Water State Revolving Funds	66.458
Dollar threshold for distinguishing Types A and B programs: \$750,000	
5. Auditee qualified as low-risk auditee? Yes

**Section II - Findings Relating to the Financial Statement Audit as Required to be Reported in Accordance with *Government Auditing Standards***

**Current Year Findings**

**Dyersburg City Schools** - None reported.

**Dyersburg Electric System** - None reported.

**City of Dyersburg- General Government** - None reported.



**CITY OF DYERSBURG, TENNESSEE  
 SCHEDULE OF PRIOR FINDINGS AND QUESTIONED COSTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**Financial Statement Findings**

**Dyersburg City Schools**

<b>Finding Number</b>	<b>Finding Title</b>	<b>Status/Finding Number</b>
None noted		

**Dyersburg Electric System**

<b>Finding Number</b>	<b>Finding Title</b>	<b>Status/Finding Number</b>
None noted		

**City of Dyersburg- General Government**

<b>Finding Number</b>	<b>Finding Title</b>	<b>Status/Finding Number</b>
2021-001	Expenditures in Excess of Appropriations in Government Funds (original finding is #2020-001)	Corrected