

CITY OF MARYVILLE, TENNESSEE
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2025

Prepared By:

Sherri Phillips
City Director of Financial Services

CITY OF MARYVILLE, TENNESSEE

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INTRODUCTORY SECTION



December 10, 2025

Honorable Mayor, City Council and Citizens of the City of Maryville, Tennessee

We are pleased to present the annual comprehensive financial report for the fiscal year ended June 30, 2025.

This report was prepared in accordance with the Maryville City Charter and state statutes. It provides detailed information as to how the City receives, spends and accounts for its revenues, along with key indicators of financial strength. The City is responsible for the accuracy of the data and for the fairness and completeness of the presentation. We believe this document contains all information necessary to gain an understanding of the City's financial activities in fiscal year 2025. We encourage readers to consider this transmittal letter in conjunction with the financial statements and Management's Discussion and Analysis ("MD&A"). The MD&A is a narrative introduction, overview and analysis of financial statements.

Demographics

Located approximately 15 miles south of Knoxville, Tennessee, the City of Maryville consists of 17.23 square miles and is the county seat of Blount County. The Townsend entrance to the Great Smoky Mountains National Park is a 20-minute drive while the tourism destinations of Gatlinburg, Pigeon Forge and Dollywood are in adjacent Sevier County. The City is also home to Maryville College, a private, four-year, undergraduate liberal arts institution.

With a population of 31,907 residents per the 2020 census, the City population has grown by approximately 17.7% in the last decade. The statistical section of this report contains more detailed demographic information.

Governmental Structure

The governing authority consists of a five-member City Council elected at-large, with City Council selecting two of its own members to serve as Mayor and Vice-Mayor. The City Manager reports to the City Council and manages the daily operations of five appointed operating department managing directors.

The City provides traditional government services, including police and fire protection, codes enforcement, street maintenance and refuse collection. In addition, the City provides water distribution services to 17,257 customers and wastewater collection services to 16,153 customers. Electric service is provided to another 24,389 customers. The service areas for Water, Wastewater and Electric utilities extend beyond the municipal boundaries of the City. The City also participates in inter-governmental agreements to fund a public library, parks & recreation commission and fine arts activities.

Maryville City Schools currently serves 5,619 students in eight schools. The Schools are funded in part by annual transfers from the General Fund. In FY25 the City contributed \$9,422,500 to fund school operations. In addition, principal and interest for school related debt is paid from the City's Debt Service Fund.

Economic Condition and Outlook

The economic indicators for the City of Maryville and the region are positive and unemployment rates are low. Supply chain and labor challenges have become the new norm. However, conditions for the City remained positive. Revenue for the year ended June 30, 2025, exceeded the amount budgeted. Positives include:

- The City continued investing in the City parks and infrastructure. These updates prove to be instrumental to our residents who use the park systems extensively for exercise, sports, gatherings, etc. as well as citizens and guests who use our transportation infrastructure.
- The City and Blount County benefit from a stable employer base. Denso Manufacturing Tennessee, Inc., the largest employer in the City with 5,000 full-time employees, has been a leading source of jobs since 1988. The County's third largest employer, Blount Memorial Hospital, with more than 2,700 full time employees, is also located primarily within the City of Maryville. Additionally, new businesses including, Smith & Wesson headquarters, two Amazon locations, and BJ's Wholesale Club are now employers in the City of Maryville.
- The unemployment rate for Blount County is 3.5% as of June 2025.
- The assessed property value is \$1,738 million.
- Total General Fund FY25 revenues decreased by \$391,438 to \$60.2 million due to decreases in property sales.

Long-term Financial Planning

Long-term planning includes both our operations and capital needs. As part of our budget process, we prepared a five-year operating forecast for the general fund, debt service fund and utility funds. We also maintain a six-year capital projects forecast to establish priorities within realistic funding availability.

Major Initiatives

Maryville City Schools

Listed below are the FY25 significant projects for the school district:

1. Fort Craig Roof
 - New roof for FCE (new central office)- The total cost of the project was \$748,765 and was completed December 2024.
2. Fort Craig Renovation
 - Complete renovation of Fort Craig Elementary to house Central Office, Maryville Academy, Maryville Virtual School, the Family Resource Center and Maryville City Schools Foundation- The total cost of the project is \$5.1M and is now scheduled to be completed by January 2026.
3. Maryville High School Expansion- Phase 1
 - Phase I- Infrastructure and parking lot for new Maryville High School addition and expansion. The total cost of the project for Phase I is \$5.5M and is scheduled to be completed in August 2025.
4. Tennis Courts at John Sevier
 - The total cost of the project is \$875k and is set to be completed in October 2025.
5. MHS Track Facility
 - New building at CGIS for dressing rooms and concession stand- The total cost of the project is \$1.4M and is set to be completed October 2025.

General Government

The City of Maryville has the following significant infrastructure projects in 2025:

1. The City continues to partner with Maryville City Schools to meet the demands of growth in Maryville. Phase I- Infrastructure and parking lot for new Maryville High School addition and expansion. The total cost of the project for Phase I is \$5.5M and is scheduled to be completed in August 2025.
2. The City completed a major streetscaping & improvements project along U.S. 321 and continues to make improvements to City Parks.
3. The City and Utilities broke ground on a new Operations Center to continue to meet the everchanging needs and growth of providing city services.
4. The City purchased seventeen new vehicles at a cost of \$1,662,068, continuing our commitment to keep our fleet of vehicles current.

Water and Wastewater System Improvements

The Water and Sewer Department projects in FY25 included:

1. System rehabilitation projects of \$131,945
2. Water line relocations of \$595,561
3. Water meters and service line replacement of \$1,183,917
4. Construction project at Regional Wastewater Treatment Plant began in FY23, \$939,338
5. Sewer pump stations of \$14,500
6. Water Tank improvements of \$152,980
7. Seven new vehicles at a cost of \$915,357

Electric System Improvements

The Electric Department projects in FY25 included:

1. Electric meter purchases of \$264,880
2. Overhead maintenance of \$314,463
3. City street lighting (including Foothills Mall Drive, Greenbelt Bridge & Park Lighting) of \$192,057
4. Transformer purchases of \$1,047,866
5. Six new vehicles at a cost of \$842,637

Financial Information

Internal Controls

City management maintains internal accounting controls to ensure that the City's assets are protected from loss, theft, or misuse and that adequate accounting records allow financial statements to conform with generally accepted accounting principles. Since the costs of internal controls should not outweigh their benefits, the City's internal controls have been designed to provide reasonable, rather than absolute assurances that the financial statements will be free from material misstatements.

Budgetary Controls

Sound financial management and legal compliance adhere to budget controls. The Maryville City Charter and state statutes require the City to operate under an annual balanced budget adopted by local ordinance. Within each fund, expenditures may not legally exceed appropriations at the department level.

In accordance with Article IX Section 3 of the Maryville City Charter, the City Manager shall submit the proposed budget to City Council at least forty-five days before the beginning of the fiscal year. The City Council reviews the budget, holds a required public hearing, and adopts the annual budget with two required readings prior to the beginning of the fiscal year. Coordination of the budget process and ongoing management of the adopted budget is delegated by the City Manager to the Department of Financial Services.

Other Information

Independent Audit

The financial statements are prepared in compliance with governmental-reporting standards issued by the Governmental Accounting Standards Board, guidelines issued by the Government Finance Officers Association of the United States and Canada, and generally accepted accounting principles applicable to government entities. The Maryville City Charter and state statutes require an annual audit by independent Certified Public Accountants. The accounting firm of Pugh CPAs serves as independent auditor to the City of Maryville. The auditor's report on the combined financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Maryville for its annual comprehensive financial report for the fiscal year ended June 30, 2024. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgements

This document is made possible by the commitment of the staff of the Department of Financial Services. We recognize and appreciate the willingness of each City department that provided information for this document. We also wish to express our sincere appreciation to the staff of Pugh CPAs, for their technical expertise and to City Council for their support and leadership in planning and conducting the City's financial activities.

Respectfully submitted,



Greg McClain, City Manager



Sherri Phillips, Director of Financial Services
and City Recorder



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Maryville
Tennessee**

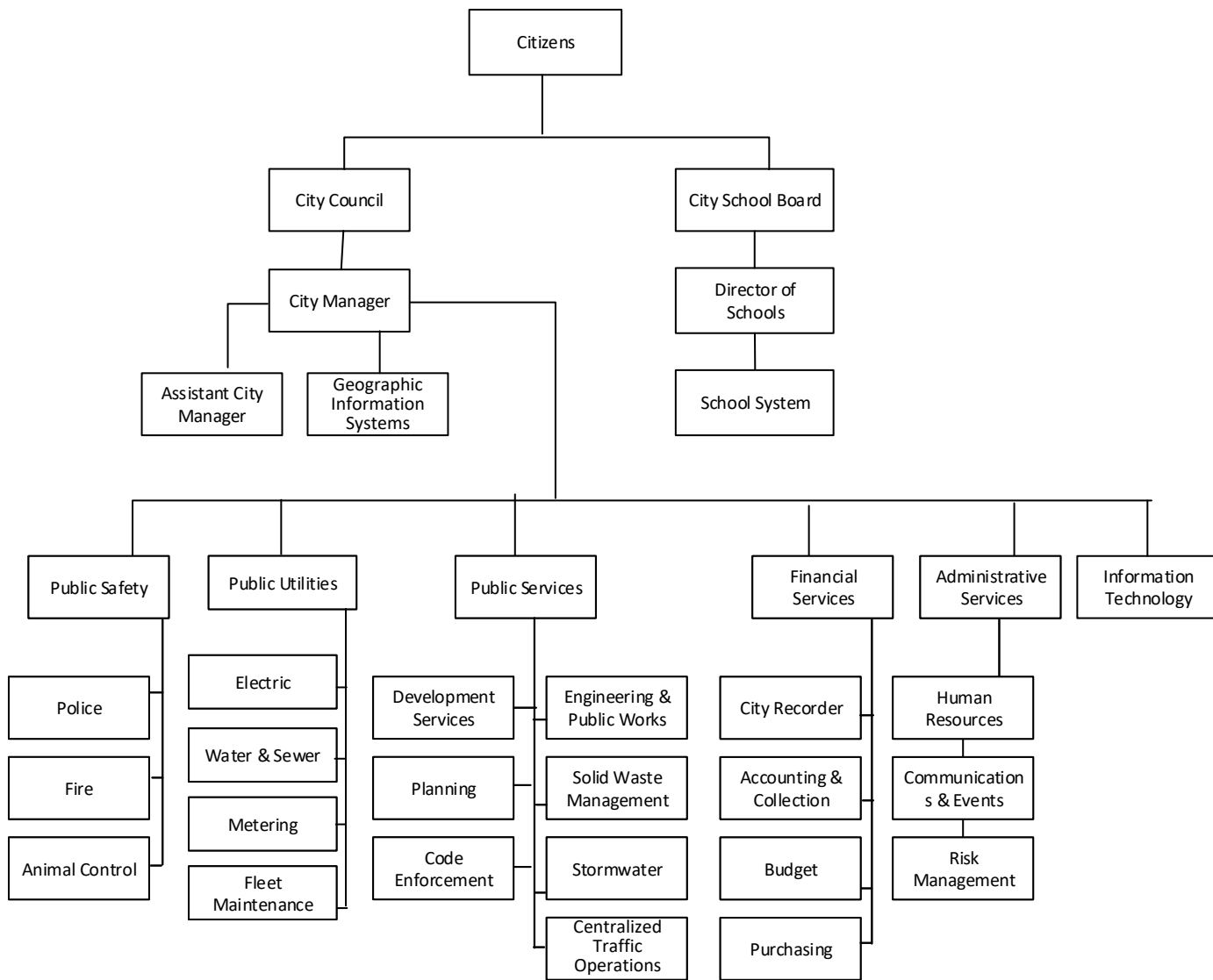
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO

City of Maryville, Tennessee
Organization Chart as of June 30, 2025



CITY OF MARYVILLE, TENNESSEE
PRINCIPAL ELECTED AND APPOINTED OFFICIALS
June 30, 2025

I. City Council

- A. Andy White Mayor
- B. Fred Metz Vice-Mayor
- C. Sarah Herron Member
- D. Tommy Hunt Member
- E. Drew Miles Member

II. City School Board

- A. Julie Elder Chairman
- B. Nick Black Vice-Chairman
- C. Candy Morgan Member
- D. Bart Stinnett Member
- E. Isaac Simerly Member

III. City Administration

- A. Greg McClain City Manager
- B. Kevin Stoltenberg Assistant City Manager
- C. Sherri Phillips Managing Director of Financial Services, Recorder, and CMFO
- D. Tony Crisp Managing Director of Public Safety
- E. Angela Luckie Managing Director of Public Services
- F. Jessica Cooper Managing Director of Public Utilities
- G. Terry McCoy Managing Director of Information Technology
- H. Jane Groff Managing Director Administrative Services

IV. City School Administration

- A. Dr. Mike Winstead Director of Maryville City Schools
- B. Amy Vagnier Assistant Director of Maryville City Schools

V. Judicial/Legal Services

- A. William Yarborough City Judge
- B. Tracy Jenkins City Prosecuting Attorney
- C. Melanie E. Davis City Attorney (1)

(1) Per contractual agreement

FINANCIAL SECTION



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Fax: 865-769-1660

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, Members of City Council,
and City Manager of City of Maryville
Maryville, 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, budgetary comparisons for the general fund and general purpose school fund, and the aggregate remaining fund information of City of Maryville, Tennessee (the "City"), as of and for the year ended June 30, 2025, 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, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison statements for the general fund and the general purpose school fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages xi - xviii and the required supplementary information on pages 56 - 63 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The information included in the other supplementary information section, as listed in the table contents, and 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* on pages 122 -123 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 other supplementary information section and the schedule of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2025 on our consideration of the City’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to 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 of Maryville’s internal control over financial reporting and compliance.

Pugh & Company, P.C.

Certified Public Accountants
Knoxville, Tennessee
December 10, 2025



MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the City of Maryville's Annual Comprehensive Financial Report presents an overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the financial statements and the notes to the financial statements.

Financial Highlights

- The City's net position at June 30, 2025 is \$413,610,896, an increase of \$33,267,626 over prior year. Of this amount, \$88,808,543 is the unrestricted net position.
- The City's General Fund reported total fund balance of \$27,940,733 at June 30, 2025, an increase of \$3,561,325 over prior year. This fund balance is 46.3% of total general fund revenue.
- The City's General Purpose School Fund reported a fund balance of \$16,759,602 an increase of \$2,842,515 from last fiscal year. Fund balance is 25.3% of total revenue. Tennessee State Law requires schools to maintain a minimum fund balance of 3% of total revenue (TCA 49-3-352).
- As of June 30, 2025, the City's governmental funds reported combined ending fund balances of \$80,516,471, an increase of \$5,470,862 from prior year. In addition to the two funds noted above, the capital projects funds had a decrease of \$1,721,230 and the other governmental funds had a net increase of \$406,415.

Overview of the Financial Statements

The City's basic audited financial statements comprise three components: (1) Government-wide financial statements; (2) Fund financial statements; and (3) Notes to the financial statements. This section also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector business reporting. All governmental and business-type activities are combined to arrive at a total for the Primary Government. There are two government-wide statements, the statement of net position and the statement of activities, which are described below.

The statement of net position presents information on all the City's assets plus deferred outflows and liabilities plus deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of changes in the financial position of the City. It is important to note that this statement combines the governmental fund's current financial resources (short-term) with capital assets and long-term liabilities.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. The format of this statement is quite different from a traditional "income statement". The format is intended to portray the extent to which governmental activities are funded by taxes and the extent to which business-type activities are supported by the revenues they generate. The statement presents all underlying events giving rise to the changes in net position, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (for example, uncollected taxes).

Each of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include police and fire services, public works, development services, schools, and general government activities. The business-type activities of the City include Water & Wastewater and Electric utilities.

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 of Maryville, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the City of Maryville can be divided into two categories: governmental funds and proprietary funds. The City of Maryville does not have any funds of the fiduciary fund type.

Governmental Funds

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

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

The City maintains several individual governmental funds organized according to their type: General, Special Revenue, Capital Projects and Debt Service. Information is presented separately in the governmental balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, General Purpose School, Debt Service and Capital Projects, which are all considered as Major Funds. Data from the remaining governmental funds are combined into a single aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the combining statements elsewhere in the report.

The City adopts an annual appropriated budget for its general, special revenue and debt service funds. A budgetary comparison statement has been provided for the General Fund and General Purpose School Fund.

Proprietary Funds

The City maintains two types of proprietary funds. Enterprise funds are used to account for quasi-business functions where revenues typically are generated from charges or fees rather than taxes. The City uses enterprise funds to account for its Electric and Water and Wastewater. The City uses Internal Service funds to account for its group self-insurance, worker's compensation, fleet, information technology services and facility management. The internal services funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is presented in the form of combining statements elsewhere in 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.

Government-Wide Financial Analysis

As noted earlier, over time, net position may serve as a useful indicator of a government's financial position. The City's net position is \$413,610,896 at the close of the most recent fiscal year. Compared to the prior year the City's net position increased \$33,267,626 or 9%, of which governmental activities provided \$20,931,806 and business-type activities provided \$12,335,820.

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Assets:						
Current and Other Assets	\$ 137,337,577	\$ 124,222,881	\$ 41,950,023	\$ 36,228,438	\$ 179,287,600	\$ 160,451,319
Pension Asset	14,999,062	9,196,208	908,615	168,047	15,907,677	9,364,255
Capital Assets, Net	195,335,731	186,004,679	180,337,258	174,839,716	375,672,989	360,844,395
Total Assets	<u>347,672,370</u>	<u>319,423,768</u>	<u>223,195,896</u>	<u>211,236,201</u>	<u>570,868,266</u>	<u>530,659,969</u>
Deferred Outflows of Resources:						
Pension and OPEB Deferrals	17,011,888	17,797,173	3,589,578	3,101,003	20,601,466	20,898,176
Deferred Charges on Refunding	138,561	166,742	215,572	359,287	354,133	526,029
Total Deferred Outflows of Resources	<u>17,150,449</u>	<u>17,963,915</u>	<u>3,805,150</u>	<u>3,460,290</u>	<u>20,955,599</u>	<u>21,424,205</u>
Liabilities:						
Long-term Liabilities	49,486,656	55,199,345	34,121,091	37,774,389	83,607,747	92,973,734
OPEB Liabilities	22,912,069	18,354,088	2,248,518	1,471,261	25,160,587	19,825,349
Other Liabilities	16,628,607	11,557,560	11,021,314	8,230,378	27,649,921	19,787,938
Total Liabilities	<u>89,027,332</u>	<u>85,110,993</u>	<u>47,390,923</u>	<u>47,476,028</u>	<u>136,418,255</u>	<u>132,587,021</u>
Deferred Inflows of Resources:						
Deferred Revenue	27,652,303	26,008,538	0	0	27,652,303	26,008,538
Pension and OPEB Deferrals	12,368,934	11,405,998	991,689	906,534	13,360,623	12,312,532
Deferred Lease Revenue	416,645	436,355	365,143	396,458	781,788	832,813
Total Deferred Inflows of Resources	<u>40,437,882</u>	<u>37,850,891</u>	<u>1,356,832</u>	<u>1,302,992</u>	<u>41,794,714</u>	<u>39,153,883</u>
Net Position:						
Net Investment in Capital Assets	149,152,899	135,771,606	147,580,986	138,510,554	296,733,885	274,282,160
Restricted	27,159,853	20,691,573	908,615	209,550	28,068,468	20,901,123
Unrestricted	59,044,853	57,962,620	29,763,690	27,197,367	88,808,543	85,159,987
Total Net Position	<u>\$ 235,357,605</u>	<u>\$ 214,425,799</u>	<u>\$ 178,253,291</u>	<u>\$ 165,917,471</u>	<u>\$ 413,610,896</u>	<u>\$ 380,343,270</u>

The increase in assets is primarily due to the increase in governmental activities of \$28.2 million and capital assets of the business-type activities of \$5.5 million.

Long-term liabilities decreased primarily due to normal principal payments of \$8.3 million on debt. OPEB liabilities increased due primarily to experience gains.

The largest portion of the City's net position (72%) at June 30, 2025 reflects its investment in capital assets (e.g. land, buildings, machinery and equipment), less any related outstanding debt used to acquire these assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not easily or quickly available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are not planned to be used to liquidate these liabilities. Governmental Activities experienced an increase of 10% over prior year for Net Investment in Capital Assets due primarily to repayment of debt and additional on-going construction projects. Business-Type Activities experienced an increase of 7% over prior year for Net Investment in Capital Assets. An additional portion of the City's net position (6%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position is \$88.8 million, an increase of \$3.6 million. Of this amount, \$59.0 million is in the Governmental Activities and \$29.8 million is available for Business-Type Activities.

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Revenues						
Program Revenues:						
Charges for Services	\$ 11,048,369	\$ 9,741,551	\$ 102,731,915	\$ 95,651,694	\$ 113,780,284	\$ 105,393,245
Operating Grants and Contributions	40,974,981	40,001,739	0	0	40,974,981	40,001,739
Capital Grants and Contributions	1,276,266	377,684	4,646,259	6,249,235	5,922,525	6,626,919
General Revenues:						
Sales Tax	36,374,062	34,737,950	0	0	36,374,062	34,737,950
State Income and Excise Taxes	230,095	269,958	0	0	230,095	269,958
Property Taxes	38,016,545	37,425,954	0	0	38,016,545	37,425,954
Business Taxes	979,725	922,836	0	0	979,725	922,836
Miscellaneous Taxes	5,148,873	5,008,771	0	0	5,148,873	5,008,771
In-Lieu of Taxes	2,456,507	2,026,271	0	0	2,456,507	2,026,271
Investment Earnings	4,331,067	4,335,153	1,298,368	1,213,345	5,629,435	5,548,498
Miscellaneous Revenues	1,526,100	3,219,758	86,337	61,163	1,612,437	3,280,921
Total Revenues	142,362,590	138,067,625	108,762,879	103,175,437	251,125,469	241,243,062
Expenses						
General Government	6,982,024	4,941,032	0	0	6,982,024	4,941,032
Public Safety	12,942,934	12,478,773	0	0	12,942,934	12,478,773
Public Services	15,949,325	18,179,895	0	0	15,949,325	18,179,895
Culture and Recreation	1,929,470	2,425,410	0	0	1,929,470	2,425,410
Economic Development	1,470,260	938,713	0	0	1,470,260	938,713
Education	82,373,070	77,907,199	0	0	82,373,070	77,907,199
Interest on Long-Term Debt	1,341,967	1,593,690	0	0	1,341,967	1,593,690
Other Debt Service	20,045	19,995	0	0	20,045	19,995
Electric	0	0	76,766,720	71,374,467	76,766,720	71,374,467
Water and Sewer	0	0	18,082,028	17,122,018	18,082,028	17,122,018
Total Expenses	123,009,095	118,484,707	94,848,748	88,496,485	217,857,843	206,981,192
Change in Net Position Before Transfers	19,353,495	19,582,918	13,914,131	14,678,952	33,267,626	34,261,870
Transfers-In Lieu of Tax Payments	1,578,311	1,527,970	(1,578,311)	(1,527,970)	0	0
Change in Net Position	20,931,806	21,110,888	12,335,820	13,150,982	33,267,626	34,261,870
Net Position at Beginning of Year	214,425,799	194,644,961	165,917,471	152,766,489	380,343,270	347,411,450
Restatement	0	(1,330,050)	0	0	0	(1,330,050)
Net Position at End of Year	\$ 235,357,605	\$ 214,425,799	\$ 178,253,291	\$ 165,917,471	\$ 413,610,896	\$ 380,343,270

Analysis of Change in Position

Governmental Activities

- Governmental activities increased the City's governmental net position by \$20.9 million.
- Revenue increased by 3%, or \$4.3 million. Charges for Services increased by \$1.3 million, or 13%. Sales taxes increased by \$1.6 million year over year, an increase of 5% due primarily to growth in sales.
- Expenses increased by 4%, or \$4.8 million, due primarily to economic conditions and increased costs of supplies, materials and labor.

Business-Type Activities

- Business-type activities increased the City's business-type net position by \$12.3 million.
- The Electric Utility, the largest business-type activity of the City, had with FY25 operating revenues of \$80 million and operating expenses of \$76.6 million. These totals represent increases of \$6.2 million in revenues and \$5.4 million in expenses. These are primarily due to increases in purchased power and increased costs of labor, supplies and materials.
- The Water and Sewer Utility concluded FY25 with a change in net position of \$9.7 million. Total operating revenues increased \$865,742 to \$22.7 million while operating expenses increased \$1.0 million to \$17 million. The increase in operating expenses is primarily due to increased cost of supplies, materials, labor and depreciation.

Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City'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 financial 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.

The General Fund is the chief operating fund of the City. As of June 30, 2025, unassigned fund balance of the General Fund increased \$3.6 million to \$27.9 million. Revenue decreased \$441,778 or 1% due primarily to decrease of property sales. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total revenue. Unassigned fund balance represents 46.3% of total general fund revenue.

The General Purpose School Fund is the primary operating fund for the Maryville City Schools. As of June 30, 2025, the assigned fund balance of the General Purpose School Fund was \$16.8 million. Revenue increased by 2.6% due to increases in sales tax and increased funding from the State. Assigned fund balance represents 25.3% of total general purpose school fund revenue. The City's contribution from General Fund for operating support of the schools was \$9,422,500.

The Debt Service Fund is used to pay principal and interest for debt issued for City and School-related projects, not including self-supporting debt issued for capital improvements of the Water & Wastewater and Electric Utilities. In FY25, the primary revenue to the Debt Service Fund is the General Fund transfer of \$7.1 million. The assigned fund balance of the Debt Service Fund as of June 30, 2025, was \$4.8 million, an increase of \$381,837 from the prior year.

The Capital Projects Fund is used to account for capital projects of the City. Expenditures increased due to an increase in capital projects as well as project costs. Fund balance decreased in FY25 by \$1,721,230. This decrease is mainly due to projects completed in FY25 continued from FY24.

Schedules for Other Non-Major Governmental Funds are also found in this report.

Proprietary Funds

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

Net position of the Electric Utility as of June 30, 2025 was \$62.6 million, an increase of \$2.6 million from the prior year. Operating income increased in FY25 by \$806,184 primarily due to increase in purchased power.

Net position of the Water and Sewer Department as of June 30, 2025, was \$115.6 million, an increase of \$9.6 million from the prior year. FY25 increases were mainly due to major capital projects to be absorbed in the upcoming WWTP expansion and capital projects.

General Fund Budgetary Highlights

Amendments to the original budget appropriation included:

- Due to continued increases in costs, additional funding was required to complete capital projects, purchase equipment and meet operational requirements.
- A transfer from Maryville City Schools to the School Construction Fund in preparation for the Maryville High School expansion project.
- A transfer from the General Fund to the Capital Projects Fund, Equipment Replacement Fund and State Street Aid in preparation for future projects in the amount of \$2,400,000.

Capital Asset and Debt Administration

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Land	\$ 10,981,570	\$ 10,981,570	\$ 4,221,832	\$ 3,867,684	\$ 15,203,402	\$ 14,849,254
Right-of-Way/Easements	1,449,085	1,449,085	0	0	1,449,085	1,449,085
Construction in Progress	22,266,523	8,834,286	10,330,661	20,123,112	32,597,184	28,957,398
Buildings and Improvements	193,679,587	192,595,033	0	0	193,679,587	192,595,033
Infrastructure	57,955,535	56,411,963	0	0	57,955,535	56,411,963
Machinery, Equipment & Vehicles	32,090,018	30,316,391	0	0	32,090,018	30,316,391
Leased / Subscription Assets	2,891,698	2,891,698	0	0	2,891,698	2,891,698
Electric Plant	0	0	93,447,938	95,321,014	93,447,938	95,321,014
Water & Wastewater Plant	0	0	192,678,617	172,736,044	192,678,617	172,736,044
Total Capital Assets	321,314,016	303,480,026	300,679,048	292,047,854	621,993,064	595,527,880
Less: Accumulated Depreciation / Amortization	125,978,285	117,475,347	120,341,790	117,208,138	246,320,075	234,683,485
Net Capital Assets	\$ 195,335,731	\$ 186,004,679	\$ 180,337,258	\$ 174,839,716	\$ 375,672,989	\$ 360,844,395
Net Capital Assets - Beginning	\$ 186,004,679	\$ 180,337,258	\$ 174,839,716	\$ 168,097,663	\$ 360,844,395	\$ 348,434,921
Increase/(Decrease) in Net Capital Assets	9,331,052	5,667,421	5,497,542	6,742,053	14,828,594	12,409,474
Net Capital Assets - Ending	\$ 195,335,731	\$ 186,004,679	\$ 180,337,258	\$ 174,839,716	\$ 375,672,989	\$ 360,844,395

Capital Assets

The increase in the City’s investment in capital assets for its governmental and business type activities is consistent with our six-year plan for capital expenditures.

Total capital assets in the Governmental Activities category increased by \$17.8 million while accumulated depreciation also increased by \$8.5 million, thereby resulting in an increase in net capital assets of \$9.3 million. Increases in FY25 include:

- Schools \$8.84 million
- Road construction \$1.58 million
- Downtown garage \$1.90 million
- Other infrastructure improvements \$1.74
- Parks \$1.59 million
- Public Safety \$0.7 million
- Bridge Replacements \$0.78 million
- Equipment Purchases \$1.78 million
- Stormwater Drainage Projects \$0.55 million

In the Business-Type Activities, there is a net increase in Electric Plant assets of \$667,287. Water & Wastewater Plant assets net increased by \$4,830,255, which includes contributed capital.

Long-Term Debt

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Primary Government</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
General Obligation/Rev Bonds	\$ 38,675,000	\$ 42,395,000	\$ 31,680,000	\$ 34,755,000	\$ 70,355,000	\$ 77,150,000
TN State School Bond						
Authority Loan	1,435,107	2,786,159	0	0	1,435,107	2,786,159
TN State Revolving Fund Loans	0	0	793,236	916,176	793,236	916,176
Lease Obligation	756,656	877,583	0	0	756,656	877,583
SBITA Obligation	390,873	541,075	0	0	390,873	541,075
Premium on Bonds	<u>3,127,288</u>	<u>3,640,113</u>	<u>403,519</u>	<u>646,614</u>	<u>3,530,807</u>	<u>4,286,727</u>
Total Debt Payable	44,384,924	50,239,930	32,876,755	36,317,790	77,261,679	86,557,720
Compensated Absences	5,101,732	4,959,415	1,244,338	1,456,599	6,346,070	6,416,014
OPEB Liability	<u>22,912,069</u>	<u>18,354,088</u>	<u>2,248,518</u>	<u>1,471,261</u>	<u>25,160,587</u>	<u>19,825,349</u>
Total Long Term Obligations	<u>\$ 72,398,725</u>	<u>\$ 73,553,433</u>	<u>\$ 36,369,611</u>	<u>\$ 39,245,650</u>	<u>\$ 108,768,336</u>	<u>\$ 112,799,083</u>

As of June 30, 2025, the City governmental activities had total bonds and loans outstanding of \$40.1 million, comprised of general obligation debt backed by its full faith and credit pledge excluding original issue premium. In addition, the City is obligated for another \$26.5 million in revenue debt issued for the Water & Wastewater and Electric utilities, excluding original issue premium. These revenue bonds, while carrying the credit support of the City’s general obligation pledge, are repaid from net revenues of the appropriate utility.

The City has a six-year capital plan. Based on the current plan, the governmental activities are expected to issue new debt in FY26 and FY27 to meet the funding requirement for Maryville City Schools capital projects, to include the Maryville High School expansion. In the business-type activities, neither utility expects to issue new debt in FY26.

On April 15, 2021, Standard & Poor’s affirmed the City’s General Obligation long term and underlying bond rating of AA+. On November 12, 2021, Moody’s Investors Service upgraded the City’s bond rating to Aa2.

The Charter of the City of Maryville limits the issuance of general obligation debt up to an amount that will not exceed fifteen percent (15%) of the total assessed value of the incorporated area. The current debt limitation for the City is \$260.7 million compared to the City’s outstanding debt net of fund balance held in the Debt Service Fund of \$4.7 million. The legal debt margin is \$222.2 million.

The OPEB Liability is the actuarial accrued liability less the amount funded in a trust fund for which the City would be obligated. The City has not established a trust fund for the OPEB Liability. The annual change in the OPEB obligation is equivalent to the annual OPEB cost, which is the OPEB expense for the year on the accrual basis of accounting, less estimated retiree claims currently paid by the City on a pay-as-you-go basis. The City’s OPEB obligation, including Schools, at June 30, 2025 was \$25.1 million, an increase of \$5.3 million compared to the prior year.

See Notes 6 and 8 of the Notes to Financial Statements for more detailed information regarding capital assets and long-term liabilities.

The FY 2026 Adopted Budget

- The FY2026 Adopted Budget includes a five-year projection for the general fund and debt service fund and a six-year projection for each capital fund. These projections include transfers from the General Fund of \$3,335,000 per year for capital projects and \$1,747,370 for equipment replacement with a balanced budget and no use of bond funding.
- The General Fund Appropriation Budget is \$59,954,053, a decrease of \$181,773 from the final FY25 Amended Budget of \$60,135,826.
- The adopted property tax rate is \$1.63 per \$100 of assessed valuation is the same as the prior year. For tax year 2025, for a residence valued at \$150,000, City property taxes for FY26 equal \$611 or \$51 per month.
- The FY26 Budget funds 348 full-time positions city-wide (general government services and utilities), an increase of 6 positions from the previous year.
- A cost-of-living increase has been provided for all employees of 2.5% and step raises for eligible employees. City and employee funding of employee medical expenses increased to meet the continued increase in health care costs along with a small adjustment to benefits.
- The General Fund support for the School's operating budget was maintained at \$9,455,000.
- This budget provides \$3,335,000 for new capital projects including, improvements to parks, infrastructure, traffic signal improvements and continued construction of an operations center.
- Water & Sewer capital projects totaling \$21,526,145 are scheduled for FY26 with a focus on system rehabilitation/relocation, equipment replacement, plant facility improvements, continued construction of an operations center and design for the upcoming Waste Water Treatment Plant upgrade
- The capital plan for the Electric Department includes, substation upgrades, development projects, equipment replacement, transformers and continued construction of an operations center. The FY26 capital budget for the Electric Department is \$10,611,145

BASIC FINANCIAL STATEMENTS

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF NET POSITION
June 30, 2025

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 97,462,103	\$ 29,968,092	\$ 127,430,195
Receivables			
Taxes, Net	28,327,502	0	28,327,502
Accounts, Net	1,409,221	8,415,683	9,824,904
Leases	564,293	499,449	1,063,742
Internal Balances	(392,268)	392,268	0
Due from Other Governments	9,063,494	0	9,063,494
Inventories	142,170	2,611,912	2,754,082
Net Pension Asset	14,999,062	908,615	15,907,677
TCRS Stabilization Trust	761,062	0	761,062
Other Assets	0	62,619	62,619
Capital Assets			
Nondepreciable	34,697,178	14,552,493	49,249,671
Depreciable, Net of Accumulated Depreciation	160,638,553	165,784,765	326,423,318
Total Capital Assets, Net of Depreciation	195,335,731	180,337,258	375,672,989
Total Assets	347,672,370	223,195,896	570,868,266
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Bond Refunding Costs	138,561	215,572	354,133
Deferred Pension Outflows	12,472,433	2,848,329	15,320,762
Deferred Other-Postemployment Benefits Outflows	4,539,455	741,249	5,280,704
Total Deferred Outflows of Resources	17,150,449	3,805,150	20,955,599
LIABILITIES			
Accounts Payable	6,690,000	10,221,316	16,911,316
Accrued Liabilities	9,825,426	714,735	10,540,161
Accrued Interest Payable	113,181	85,263	198,444
Noncurrent Liabilities Due in More than One Year			
Other Post-Employment Benefit Liability	22,912,069	2,248,518	25,160,587
Long-Term Liabilities			
Due Within One Year	9,634,950	3,242,811	12,877,761
Due in More Than One Year	39,851,706	30,878,280	70,729,986
Total Liabilities	89,027,332	47,390,923	136,418,255
DEFERRED INFLOWS OF RESOURCES			
Deferred Revenue	27,652,303	0	27,652,303
Deferred Pension Inflows	3,822,926	435,673	4,258,599
Deferred Other-Postemployment Benefits Inflows	8,546,008	556,016	9,102,024
Deferred Lease Revenue	416,645	365,143	781,788
Total Deferred Inflows of Resources	40,437,882	1,356,832	41,794,714
NET POSITION			
Net Investment in Capital Assets	149,152,899	147,580,986	296,733,885
Restricted for			
Special Revenue			
General Purpose School Fund	791,062	0	791,062
State Street Aid	1,045,224	0	1,045,224
Maryville City Schools Cafeteria	2,854,468	0	2,854,468
Maryville City Schools Continuing Care Program	544,212	0	544,212
Internal School	3,098,756	0	3,098,756
Special Projects	8,780	0	8,780
Stormwater	2,993,768	0	2,993,768
Drug	680,440	0	680,440
GIS	144,081	0	144,081
Pensions	14,999,062	908,615	15,907,677
Unrestricted	59,044,853	29,763,690	88,808,543
Total Net Position	\$ 235,357,605	\$ 178,253,291	\$ 413,610,896

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

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities							
General Government	\$ 6,982,024	\$ 685,383	\$ 100	\$ 0	\$ (6,296,541)	\$ 0	\$ (6,296,541)
Public Safety	12,942,934	61,281	47,880	0	(12,833,773)	0	(12,833,773)
Public Services	15,949,325	2,862,176	0	1,276,266	(11,810,883)	0	(11,810,883)
Culture and Recreation	1,929,470	0	0	0	(1,929,470)	0	(1,929,470)
Economic Development	1,470,260	0	0	0	(1,470,260)	0	(1,470,260)
Education	82,373,070	7,439,529	40,927,001	0	(34,006,540)	0	(34,006,540)
Debt Service:							
Interest on Long-Term Debt	1,341,967	0	0	0	(1,341,967)	0	(1,341,967)
Other Debt Service	20,045	0	0	0	(20,045)	0	(20,045)
Total Governmental Activities	123,009,095	11,048,369	40,974,981	1,276,266	(69,709,479)	0	(69,709,479)
Business-Type Activities							
Electric	76,766,720	80,043,210	0	0	0	3,276,490	3,276,490
Water and Sewer	18,082,028	22,688,705	0	4,646,259	0	9,252,936	9,252,936
Total Business-Type Activities	94,848,748	102,731,915	0	4,646,259	0	12,529,426	12,529,426
Total Government	\$ 217,857,843	\$ 113,780,284	\$ 40,974,981	\$ 5,922,525	(69,709,479)	12,529,426	(57,180,053)
General Revenues:							
					36,374,062	0	36,374,062
					230,095	0	230,095
					38,016,545	0	38,016,545
					979,725	0	979,725
					5,148,873	0	5,148,873
					2,456,507	0	2,456,507
					4,331,067	1,298,368	5,629,435
					1,526,100	86,337	1,612,437
Transfers - In-Lieu-of-Tax Payments					1,578,311	(1,578,311)	0
Total General Revenues and Transfers					90,641,285	(193,606)	90,447,679
Change in Net Position					20,931,806	12,335,820	33,267,626
Net Position - Beginning					215,755,849	165,917,471	381,673,320
Restatement - See Note 18					(1,330,050)	0	(1,330,050)
Adjusted Net Position - Beginning					214,425,799	165,917,471	380,343,270
Net Position - Ending					\$ 235,357,605	\$ 178,253,291	\$ 413,610,896

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

CITY OF MARYVILLE, TENNESSEE

BALANCE SHEET

GOVERNMENTAL FUNDS

June 30, 2025

	General	General Purpose School	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 24,697,655	\$ 22,173,312	\$ 4,790,234	\$ 11,014,594	\$ 22,426,440	\$ 85,102,235
Receivables:						
Taxes, Net	28,327,502	0	0	0	0	28,327,502
Accounts	794,103	146	0	0	224,360	1,018,609
Leases	564,293	0	0	0	0	564,293
Due from Other Governments	3,030,947	4,437,480	0	0	1,595,067	9,063,494
TCRS Stabilization Trust	0	761,062	0	0	0	761,062
Due from Other Funds	0	379,006	0	0	6,592	385,598
Total Assets	\$ 57,414,500	\$ 27,751,006	\$ 4,790,234	\$ 11,014,594	\$ 24,252,459	\$ 125,222,793
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities						
Accounts Payable	\$ 727,564	\$ 1,209,299	\$ 0	\$ 551,108	\$ 2,916,044	\$ 5,404,015
Due to Other Funds	22,986	6,592	0	417,979	356,020	803,577
Accrued Payroll	0	5,602,705	0	0	0	5,602,705
Other Liabilities	49,913	4,172,808	0	0	0	4,222,721
Total Liabilities	800,463	10,991,404	0	969,087	3,272,064	16,033,018
Deferred Inflow of Resources						
Deferred Revenue	28,256,659	0	0	0	0	28,256,659
Deferred Lease Revenue	416,645	0	0	0	0	416,645
Total Deferred Inflow of Resources	28,673,304	0	0	0	0	28,673,304
Fund Balances						
Restricted	0	761,062	0	0	11,369,654	12,130,716
Assigned	0	15,998,540	4,790,234	10,045,507	9,610,741	40,445,022
Unassigned	27,940,733	0	0	0	0	27,940,733
Total Fund Balances	27,940,733	16,759,602	4,790,234	10,045,507	20,980,395	80,516,471
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 57,414,500	\$ 27,751,006	\$ 4,790,234	\$ 11,014,594	\$ 24,252,459	\$ 125,222,793

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

CITY OF MARYVILLE, TENNESSEE
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION
June 30, 2025

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

Ending Fund Balance - Governmental Funds	\$	80,516,471
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.

Capital Assets	\$	319,011,722
Less: Accumulated Depreciation / Amortization		<u>(124,026,857)</u>
		194,984,865

Revenues, including property taxes that have been deferred in the balance sheet of the governmental funds because they were not available to pay current liabilities of the period are recognized as revenue in the statement of activities and, therefore, are not included in the statement of net position.		674,343
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Long-Term Debt		(40,110,107)
Unamortized Bond Premium		(3,127,288)
Lease Obligations		(756,656)
Subscription-based Obligations		(390,873)
Accrued Interest on Long-Term Debt		(113,181)
Compensated Absences		<u>(5,101,732)</u>
		(49,599,837)

Internal service funds are used by management to charge certain costs (e.g., certain employee benefits, insurance, maintenance, and use of equipment) to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.		11,913,255
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Net pension assets and liabilities of the City's agent multiple-employer plans are not current financial resources and therefore are not reported in the governmental funds.		14,999,062
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Other post-employment benefits liabilities are not current financial resources and therefore are not reported in the governmental funds.		(22,912,069)
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Amounts reported as deferred outflows of unamortized amounts on refundings, deferred outflows related to other post-employment benefits, and deferred outflows related to pensions increase the amount of net position reported in the statement of net position, but are not reported as assets in the funds. Similarly, deferred inflows related to pensions and other postemployment benefits decrease the amount of net position reported in the statement of net position, but are not reported as liabilities in the funds.

Deferred Outflows of Resources Related to Deferred Bond Refunding Costs		138,561
Deferred Outflows of Resources Related to Pensions		12,472,433
Deferred Outflows of Resources Related to Other Post-employment Benefits		4,539,455
Deferred Inflows of Resources Related to Pensions		(3,822,926)
Deferred Inflows of Resources Related to Other Post-employment Benefits		<u>(8,546,008)</u>
		<u>4,781,515</u>

Net Position of Governmental Activities	\$	<u><u>235,357,605</u></u>
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The accompanying notes are an integral part of these financial statements.

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Period Ending June 30, 2025

	General	General Purpose School	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues:						
Taxes:						
Property Taxes	\$ 26,200,063	\$ 11,749,976	\$ 0	\$ 0	\$ 0	\$ 37,950,039
Local Option Sales Taxes	17,803,644	14,582,730	0	0	0	32,386,374
Other Taxes	6,231,619	573,953	0	0	0	6,805,572
Licenses, Permits and Fees	33,893	3,439	0	0	0	37,332
Intergovernmental:						
State Taxes	4,711,399	249,393	0	0	1,193,358	6,154,150
Federal Grants	0	0	0	0	3,660,879	3,660,879
State Grants	0	1,952,950	0	0	0	1,952,950
U.S.D.A. Revenues	0	0	0	0	1,448,342	1,448,342
Other State Revenues	0	34,972,270	0	0	0	34,972,270
Other Local Revenues	0	0	0	0	564,254	564,254
Charges for Services	1,459,528	836,127	0	0	4,930,321	7,225,976
Fines, Forfeitures and Court Costs	61,916	0	0	0	4,717	66,633
Interest Income	2,786,667	996,314	149,203	243,483	155,400	4,331,067
Internal School Fund Revenue	0	0	0	0	3,322,208	3,322,208
Miscellaneous Revenue	1,001,932	204,674	0	2,000	1,063,688	2,272,294
Total Revenues	60,290,661	66,121,826	149,203	245,483	16,343,167	143,150,340
Expenditures:						
Current:						
General Government	2,439,895	0	0	0	554,308	2,994,203
Public Safety	13,274,527	0	0	0	132,658	13,407,185
Public Services	11,444,159	0	0	0	2,266,051	13,710,210
Culture and Recreation	1,795,152	0	0	0	3,669	1,798,821
Economic Development	1,470,260	0	0	0	0	1,470,260
Nondepartmental Costs	3,223,601	0	0	0	0	3,223,601
Education	0	65,828,823	0	0	11,300,332	77,129,155
Debt Service:						
Principal Retirement	0	0	5,071,274	0	0	5,071,274
Interest and Fiscal Fees	0	0	1,851,402	0	0	1,851,402
Payments under Leases	0	0	131,458	0	0	131,458
Capital Outlay	0	4,545,407	0	6,522,813	7,402,000	18,470,220
Total Expenditures	33,647,594	70,374,230	7,054,134	6,522,813	21,659,018	139,257,789
Net Change in Fund Balance Before Other Financing Sources (Uses)	26,643,067	(4,252,404)	(6,904,931)	(6,277,330)	(5,315,851)	3,892,551
Other Financing Sources (Uses):						
Transfers In	1,578,311	9,422,500	7,286,768	4,556,100	6,202,350	29,046,029
Transfers Out	(24,660,053)	(2,327,581)	0	0	(480,084)	(27,467,718)
Total Other Financing Sources (Uses)	(23,081,742)	7,094,919	7,286,768	4,556,100	5,722,266	1,578,311
Net Change in Fund Balances	3,561,325	2,842,515	381,837	(1,721,230)	406,415	5,470,862
Fund Balances, July 1st	24,379,408	13,917,087	4,408,397	11,766,737	20,573,980	75,045,609
Fund Balances, June 30th	\$ 27,940,733	\$ 16,759,602	\$ 4,790,234	\$ 10,045,507	\$ 20,980,395	\$ 80,516,471

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

CITY OF MARYVILLE, TENNESSEE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
For the Period Ending June 30, 2025

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

Net Change in Fund Balances – Total Governmental Funds	\$	5,470,862
<p>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.</p>		
Capital Assets Purchased	\$ 20,136,199	
Loss on Disposal of Assets	(638,847)	
Depreciation/Amortization Expense	<u>(10,166,300)</u>	
Net Change in Capital Assets		9,331,052
<p>Revenues, including property taxes, in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
		393,386
<p>The issuance of long-term debt and lease obligations provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.</p>		
Add: Principal Payments on Debt	5,071,052	
Add: Principal Payments on Lease	120,927	
Add: Principal Payments on Subscription-based Obligations	<u>150,202</u>	
		5,342,181
<p>Expenses reported in the statement of activities include amortization of the deferred amount on debt refunding (\$28,182). In addition, the amortization of bond premium results in reduction of expenses (\$512,825). These amounts do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
		484,643
<p>Internal service funds are used by management to charge certain costs (e.g., certain employee benefits, insurance, maintenance, and use or equipment) to individual funds. The net revenue (expense) amounts of the internal service funds are reported with governmental activities.</p>		
		498,883
<p>Certain assets, liabilities, deferred inflows, and deferred outflows accounted for using the economic resources focus and the accrual basis of accounting are reported in the Statement of Net Position but are not reported in the fund financial statements, which include only items that are accounted for using current financial resources measurement and modified accrual basis of accounting. These amounts do not provide or require the use of current financial resources and, therefore, are not reflected in the revenues and expenditures of governmental funds.</p>		
<p>Change in Assets and Deferred Outflows</p>		
Net Pension Asset	5,802,854	
Deferred Pension Outflows	(3,456,634)	
Deferred Other Post-employment Benefits Outflows	<u>2,712,314</u>	
		5,058,534
<p>Change in Liabilities and Deferred Inflows</p>		
Accrued Interest	15,499	
Other Post-Employment Benefit Liability	(4,557,981)	
Compensated Absences	(142,317)	
Deferred Pension Inflows	(3,025,094)	
Deferred Other Post-Employment Benefits Inflows	<u>2,062,158</u>	
		<u>(5,647,735)</u>
Change in Net Position of Governmental Activities	\$	<u><u>20,931,806</u></u>

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

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 26,285,500	\$ 26,285,500	\$ 26,200,063	\$ (85,437)
Interest and Penalties on Property Tax	270,000	270,000	302,191	32,191
In Lieu of Taxes	1,841,289	1,841,289	2,273,000	431,711
Local Sales Tax	16,419,969	16,419,969	17,803,644	1,383,675
City Beer Tax	1,111,000	1,111,000	1,121,169	10,169
City Liquor Tax	404,000	404,000	455,208	51,208
Gross Receipts Tax	1,150,000	1,150,000	1,462,380	312,380
Franchise Taxes	580,000	580,000	589,279	9,279
Hotel/Motel Taxes	25,000	25,000	28,392	3,392
Total Taxes	48,086,758	48,086,758	50,235,326	2,148,568
Intergovernmental				
State Mixed Drink Tax	200,000	200,000	249,393	49,393
State Beer Tax	13,000	13,000	13,428	428
State Income Tax	30,000	30,000	329	(29,671)
State Sales Tax	3,853,162	3,853,162	4,016,143	162,981
State Excise Tax	225,000	225,000	229,766	4,766
State Street Maintenance Contract	120,000	120,000	128,379	8,379
State Sports Wagering Tax	35,000	35,000	69,713	34,713
State Short Term Rental Occupancy Tax	2,000	2,000	4,248	2,248
Total Intergovernmental	4,478,162	4,478,162	4,711,399	233,237
Charges for Services				
Code Enforcement Services	500,000	500,000	415,085	(84,915)
Planning Services	20,000	20,000	11,628	(8,372)
Public Works Sales	65,000	65,000	63,535	(1,465)
Engineering Services	20,000	20,000	17,908	(2,092)
Public Safety	154,233	154,233	195,733	41,500
Animal Control Services	6,600	6,600	6,350	(250)
Solid Waste Management Services	660,000	660,000	667,170	7,170
Rent and Lease Revenue	64,000	64,000	82,119	18,119
Total Charges for Services	1,489,833	1,489,833	1,459,528	(30,305)
Fines, Forfeitures and Court Costs				
Fines and Costs	42,500	42,500	48,340	5,840
Clerk's Fees	15,150	15,150	13,576	(1,574)
Licenses	30,000	30,000	33,893	3,893
Total Fines, Forfeitures and Court Costs	87,650	87,650	95,809	8,159
Interest Income	841,269	1,061,269	2,786,667	1,725,398
Other Revenues	896,497	896,497	1,001,932	105,435
Total Revenues	55,880,169	56,100,169	60,290,661	4,190,492

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

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Expenditures				
General Government				
Administration				
City Manager's Office				
Salaries	400,893	401,127	396,330	4,797
Fringe Benefits	102,405	106,171	95,207	10,964
Operating Expenses	112,037	112,387	22,439	89,948
Materials and Supplies	12,530	12,180	4,472	7,708
Total City Manager's Office	<u>627,865</u>	<u>631,865</u>	<u>518,448</u>	<u>113,417</u>
Legislative				
Salaries	1,800	1,800	1,800	0
Fringe Benefits	165	165	138	27
Operating Expense	78,152	78,344	56,724	21,620
Materials and Supplies	5,790	5,598	969	4,629
Intergovernmental Services	222,716	222,716	222,714	2
Total Legislative	<u>308,623</u>	<u>308,623</u>	<u>282,345</u>	<u>26,278</u>
Judicial/Legal				
Salaries	93,598	93,570	81,987	11,583
Fringe Benefits	28,248	28,276	27,345	931
Operating Expenses	111,000	111,000	89,418	21,582
Total Judicial/Legal	<u>232,846</u>	<u>232,846</u>	<u>198,750</u>	<u>34,096</u>
Administrative Services				
Salaries	247,452	240,968	216,009	24,959
Fringe Benefits	77,059	76,359	63,359	13,000
Operating Expenses	81,299	80,979	50,314	30,665
Materials and Supplies	1,400	4,904	4,469	435
Total Administrative Services	<u>407,210</u>	<u>403,210</u>	<u>334,151</u>	<u>69,059</u>
Human Resources				
Salaries	157,918	157,918	150,757	7,161
Fringe Benefits	48,062	48,062	41,560	6,502
Operating Expenses	46,493	45,843	11,945	33,898
Materials and Supplies	4,637	5,287	1,437	3,850
Total Human Resources	<u>257,110</u>	<u>257,110</u>	<u>205,699</u>	<u>51,411</u>
Total Administration	<u>1,833,654</u>	<u>1,833,654</u>	<u>1,539,393</u>	<u>294,261</u>
Finance				
Salaries	535,605	537,595	537,595	0
Fringe Benefits	190,255	182,773	182,003	770
Operating Expenses	194,264	169,769	167,615	2,154
Materials and Supplies	14,460	14,524	13,289	1,235
Total Finance	<u>934,584</u>	<u>904,661</u>	<u>900,502</u>	<u>4,159</u>
Total General Government	<u>2,768,238</u>	<u>2,738,315</u>	<u>2,439,895</u>	<u>298,420</u>

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

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Expenditures (Continued)				
Public Safety				
Police Department				
Salaries	5,126,791	5,073,080	5,027,263	45,817
Fringe Benefits	1,991,522	2,015,040	1,952,147	62,893
Operating Expenses	921,705	938,176	796,873	141,303
Materials and Supplies	339,160	352,882	265,980	86,902
Intergovernmental Services	231,997	231,997	231,997	0
Total Police Department	8,611,175	8,611,175	8,274,260	336,915
Animal Control				
Salaries	157,196	162,598	162,598	0
Fringe Benefits	51,015	52,970	52,965	5
Operating Expenses	100,045	105,438	98,302	7,136
Materials and Supplies	30,230	17,480	14,141	3,339
Total Animal Control	338,486	338,486	328,006	10,480
Fire Department				
Salaries	3,059,903	3,059,903	2,858,667	201,236
Fringe Benefits	1,124,646	1,124,646	1,093,639	31,007
Operating Expenses	634,284	611,974	563,793	48,181
Materials and Supplies	133,810	154,260	136,159	18,101
Intergovernmental Services	18,150	20,010	20,003	7
Total Fire Department	4,970,793	4,970,793	4,672,261	298,532
Total Public Safety	13,920,454	13,920,454	13,274,527	645,927
Public Services				
Administration				
Salaries	235,573	240,784	238,817	1,967
Fringe Benefits	91,707	92,540	92,032	508
Operating Expenses	124,675	191,382	119,505	71,877
Materials and Supplies	11,605	11,355	6,068	5,287
Total Administration	463,560	536,061	456,422	79,639
Development				
Development Services				
Salaries	781,095	774,475	667,207	107,268
Fringe Benefits	274,083	274,083	228,390	45,693
Operating Expenses	74,947	77,546	44,071	33,475
Materials and Supplies	16,620	20,641	14,335	6,306
Total Development	1,146,745	1,146,745	954,003	192,742
Engineering & Public Works				
Public Works				
Engineering				
Salaries	532,360	552,912	552,412	500
Fringe Benefits	188,493	190,785	185,341	5,444
Operating Expenses	309,461	231,516	146,151	85,365
Materials and Supplies	12,560	12,560	8,771	3,789
Total Engineering	1,042,874	987,773	892,675	95,098

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

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Expenditures (Continued)				
Engineering & Public Works				
Solid Waste - Residential				
Salaries	654,481	669,960	646,584	23,376
Fringe Benefits	269,084	274,733	270,349	4,384
Operating Expenses	191,320	185,615	182,560	3,055
Materials and Supplies	111,715	111,715	75,131	36,584
Total Solid Waste - Residential	1,226,600	1,242,023	1,174,624	67,399
Solid Waste - Commercial				
Salaries	357,289	381,157	380,602	555
Fringe Benefits	163,965	168,690	162,666	6,024
Operating Expenses	115,451	120,291	117,671	2,620
Materials and Supplies	68,070	68,070	46,951	21,119
Total Solid Waste - Commercial	704,775	738,208	707,890	30,318
Solid Waste - Brush				
Salaries	481,632	509,270	508,833	437
Fringe Benefits	228,604	242,588	241,188	1,400
Operating Expenses	118,846	129,796	128,470	1,326
Materials and Supplies	89,410	89,410	61,811	27,599
Total Solid Waste - Brush	918,492	971,064	940,302	30,762
Solid Waste - Landfill				
Operating Expenses	1,645,300	1,671,790	1,667,136	4,654
Street Maintenance				
Salaries	886,029	883,123	877,088	6,035
Fringe Benefits	371,079	373,887	371,325	2,562
Operating Expenses	193,631	200,079	187,328	12,751
Materials and Supplies	301,730	296,310	197,574	98,736
Total Street Maintenance	1,752,469	1,753,399	1,633,315	120,084
Ground Maintenance				
Salaries	830,936	821,509	762,522	58,987
Fringe Benefits	324,240	324,240	263,641	60,599
Operating Expenses	353,108	361,214	353,057	8,157
Materials and Supplies	74,835	85,527	66,442	19,085
Capital Outlay	14,000	14,000	11,405	2,595
Total Ground Maintenance	1,597,119	1,606,490	1,457,067	149,423
Street Lighting				
Operating Expenses	973,000	1,037,544	946,900	90,644
Central Traffic Operations				
Salaries	311,072	332,268	331,266	1,002
Fringe Benefits	146,115	151,503	151,162	341
Operating Expenses	111,991	117,121	115,300	1,821
Materials and Supplies	20,280	18,407	16,097	2,310
Total Central Traffic Operations	589,458	619,299	613,825	5,474
Total Engineering & Public Works	10,450,087	10,627,590	10,033,734	593,856
Total Public Services	12,060,392	12,310,396	11,444,159	866,237

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

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Expenditures (Continued)				
Culture and Recreation				
Blount County Library	877,026	877,026	877,026	0
Parks and Recreation				
Management Contract	918,126	918,126	918,126	0
Total Parks and Recreation	918,126	918,126	918,126	0
Total Culture and Recreation	1,795,152	1,795,152	1,795,152	0
Economic Development				
Economic Development	1,680,259	1,483,561	1,470,260	13,301
Non-Departmental Costs				
Operating Expenses	107,148	582,147	577,944	4,203
Liability Insurance	263,482	222,003	222,003	0
Property Insurance	173,824	168,441	168,350	91
IT Services	913,532	913,531	913,531	0
Facility Operations	1,338,702	1,338,701	1,338,701	0
Employee Relations	3,040	3,072	3,072	0
Total Non-Departmental Costs	2,799,728	3,227,895	3,223,601	4,294
Total Expenditures	35,024,223	35,475,773	33,647,594	1,828,179
Excess Revenues Over Expenditures	20,855,946	20,624,396	26,643,067	6,018,671
Other Financing Sources (Uses)				
Transfers In	1,555,657	1,555,657	1,578,311	22,654
Transfers Out	(22,411,603)	(24,660,053)	(24,660,053)	0
Total Other Financing Sources (Uses)	(20,855,946)	(23,104,396)	(23,081,742)	22,654
Net Change in Fund Balance	0	(2,480,000)	3,561,325	6,041,325
Fund Balance, July 1st	24,379,408	24,379,408	24,379,408	0
Fund Balance, June 30th	\$ 24,379,408	\$ 21,899,408	\$ 27,940,733	\$ 6,041,325

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

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL PURPOSE SCHOOL FUND - SPECIAL REVENUE FUND
For the Period Ending June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes	\$ 26,485,668	\$ 26,485,668	\$ 26,906,659	\$ 420,991
Licenses, Permits and Fees	3,000	3,000	3,439	439
Charges for Services	715,000	815,000	836,127	21,127
Intergovernmental	36,503,651	37,597,505	37,174,613	(422,892)
Interest Income	21,000	21,000	996,314	975,314
Miscellaneous Revenues	102,000	425,063	204,674	(220,389)
Total Revenues	<u>63,830,319</u>	<u>65,347,236</u>	<u>66,121,826</u>	<u>774,590</u>
Expenditures				
Instruction				
Regular Instruction Program	34,488,766	35,067,177	34,571,815	495,362
Special Education Program	6,674,398	6,853,294	6,809,723	43,571
Vocational Education Program	2,389,538	2,193,033	2,129,225	63,808
Vocational Education Support	151,970	161,520	148,069	13,451
Alternative School Program	541,510	612,968	604,699	8,269
Early Childhood Education Program	291,665	297,565	291,597	5,968
Student Support - Health Services	660,968	663,968	622,083	41,885
Student Support - Guidance Services	2,660,372	2,775,972	2,761,012	14,960
Regular Instruction Support	1,714,364	1,690,564	1,632,943	57,621
Special Education Support	914,668	942,043	901,521	40,522
Technology	1,668,696	1,899,446	1,895,692	3,754
Board of Education	1,476,925	1,598,125	1,514,886	83,239
Office of the Superintendent of Schools	369,989	404,399	393,173	11,226
Office of the Principal - School Administration	4,353,711	4,491,911	4,460,541	31,370
Fiscal Services	240,529	236,529	225,446	11,083
Human Resources (Personnel)	370,388	375,188	361,271	13,917
Operation of Plant	3,969,231	3,925,586	3,518,434	407,152
Maintenance of Plant	1,231,665	1,347,065	1,181,986	165,079
Transportation	1,534,833	1,589,333	1,539,533	49,800
Community Services	147,966	150,766	139,652	11,114
Attendance	74,869	78,319	74,856	3,463
Cafeteria	5,000	51,700	50,666	1,034
Total Instruction	<u>65,932,021</u>	<u>67,406,471</u>	<u>65,828,823</u>	<u>1,577,648</u>
Capital Outlay				
Regular Capital Outlay	<u>6,180,798</u>	<u>4,959,265</u>	<u>4,545,407</u>	<u>413,858</u>
Total Expenditures	<u>72,112,819</u>	<u>72,365,736</u>	<u>70,374,230</u>	<u>1,991,506</u>
Net Change in Fund Balance Before Other Financing Sources (Uses)	<u>(8,282,500)</u>	<u>(7,018,500)</u>	<u>(4,252,404)</u>	<u>2,766,096</u>
Other Financing Sources (Uses)				
Transfers In	9,422,500	9,422,500	9,422,500	0
Transfers Out	<u>(1,140,000)</u>	<u>(2,404,000)</u>	<u>(2,327,581)</u>	<u>76,419</u>
Other Financing Sources (Uses) Total	<u>8,282,500</u>	<u>7,018,500</u>	<u>7,094,919</u>	<u>76,419</u>
Net Change in Fund Balance	0	0	2,842,515	2,842,515
Fund Balance, July 1st	<u>13,917,087</u>	<u>13,917,087</u>	<u>13,917,087</u>	<u>0</u>
Fund Balance, June 30th	<u>\$ 13,917,087</u>	<u>\$ 13,917,087</u>	<u>\$ 16,759,602</u>	<u>\$ 2,842,515</u>

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

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2025

	Business-type Activities-Enterprise Funds			Governmental Activities- Internal Service Funds
	Major Funds			
	Electric Department	Water and Sewer Department	Total	
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 13,478,899	\$ 16,489,193	\$ 29,968,092	\$ 12,359,868
Receivables:				
Accounts, Net	5,181,886	3,165,566	8,347,452	0
Rentals	68,231	0	68,231	0
Due From Other Funds	417,979	0	417,979	25,711
Leases	5,564	0	5,564	0
Other	0	0	0	390,612
Prepays	31,870	25,825	57,695	0
Inventory of Materials and Supplies	1,801,784	810,128	2,611,912	142,170
Total Current Assets	20,986,213	20,490,712	41,476,925	12,918,361
Capital Assets				
Land and Land Rights	2,320,638	1,901,194	4,221,832	0
Construction in Progress	4,683,651	5,647,010	10,330,661	0
Plant in Service	93,447,936	192,678,619	286,126,555	0
Building and Improvements	0	0	0	1,025,264
Data Processing Equipment	0	0	0	734,140
Software	0	0	0	64,593
Fleet Maintenance Equipment	0	0	0	478,297
	100,452,225	200,226,823	300,679,048	2,302,294
Less: Accumulated Depreciation and Amortization	47,021,946	73,319,844	120,341,790	1,951,428
Net Capital Assets	53,430,279	126,906,979	180,337,258	350,866
Other Noncurrent Assets				
Net Pension Asset	398,904	509,711	908,615	0
Long-Term Lease Receivable	493,885	0	493,885	0
Energy Service Loans	4,924	0	4,924	0
Total Other Noncurrent Assets	897,713	509,711	1,407,424	0
Total Noncurrent Assets	54,327,992	127,416,690	181,744,682	350,866
Total Assets	75,314,205	147,907,402	223,221,607	13,269,227
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Pension Outflows	1,250,486	1,597,843	2,848,329	0
Deferred OPEB Outflows	289,139	452,110	741,249	0
Deferred Bond Refunding Costs	0	215,572	215,572	0
Total Deferred Outflows of Resources	1,539,625	2,265,525	3,805,150	0

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

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF NET POSITION (Continued)
PROPRIETARY FUNDS
June 30, 2025

	Business-type Activities-Enterprise Funds			Governmental Activities- Internal Service Funds
	Major Funds			
	Electric Department	Water and Sewer Department	Total	
LIABILITIES				
Current Liabilities				
Accounts Payable	8,944,460	1,276,856	10,221,316	1,355,972
Due to Other Funds	14,527	11,184	25,711	0
Accrued Compensated Absences	390,817	383,403	774,220	0
Customer Deposits	342,901	98,988	441,889	0
Other Accrued Liabilities	263,371	89,812	353,183	0
Current Portion of Long-Term Debt	132,328	2,336,263	2,468,591	0
Total Current Liabilities	<u>10,088,404</u>	<u>4,196,506</u>	<u>14,284,910</u>	<u>1,355,972</u>
Noncurrent Liabilities				
Bonds Payable	2,288,628	27,326,299	29,614,927	0
Loan Payable - Tennessee Revolving Loan Fund	0	793,237	793,237	0
Accrued Compensated Absences	257,726	212,392	470,118	0
Advances from TVA for Energy Service Loans	4,924	0	4,924	0
Other Post-Employment Benefit Liability	877,079	1,371,439	2,248,518	0
Total Noncurrent Liabilities	<u>3,428,357</u>	<u>29,703,367</u>	<u>33,131,724</u>	<u>0</u>
Total Liabilities	<u>13,516,761</u>	<u>33,899,873</u>	<u>47,416,634</u>	<u>1,355,972</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Pension Inflows	191,271	244,402	435,673	0
Deferred OPEB Inflows	216,889	339,127	556,016	0
Deferred Lease Revenue	365,143	0	365,143	0
Total Deferred Inflows of Resources	<u>773,303</u>	<u>583,529</u>	<u>1,356,832</u>	<u>0</u>
NET POSITION				
Net Investment in Capital Assets	51,009,323	96,571,663	147,580,986	350,866
Restricted: Pensions	398,904	509,711	908,615	0
Unrestricted Net Position	11,155,539	18,608,151	29,763,690	11,562,389
Total Net Position	<u>\$ 62,563,766</u>	<u>\$ 115,689,525</u>	<u>\$ 178,253,291</u>	<u>\$ 11,913,255</u>

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

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Period Ending June 30, 2025

	Business-type Activities-Enterprise Funds			Governmental Activities - Internal Service Funds
	Major Funds			
	Electric Department	Water and Sewer Department	Total	
OPERATING REVENUES				
Charges for Services	\$ 78,455,878	\$ 19,826,400	\$ 98,282,278	\$ 20,207,873
Rent and Lease Revenue	890,565	64,180	954,745	0
Other Revenue	696,767	2,798,125	3,494,892	3,019
Total Operating Revenues	80,043,210	22,688,705	102,731,915	20,210,892
OPERATING EXPENSES				
Purchased Power	63,616,200	0	63,616,200	0
Electric Operations	4,634,956	0	4,634,956	0
Water and Sewer Operations	0	8,828,341	8,828,341	0
Customer Accounts Expense	655,039	1,649,250	2,304,289	0
Administrative and General Expense	2,710,672	1,899,236	4,609,908	0
Sales Expense	302,498	0	302,498	0
Depreciation	4,204,598	4,745,483	8,950,081	148,901
Taxes	556,163	0	556,163	0
Information Technology Operating Expenses	0	0	0	1,604,457
Fleet Maintenance Operating Expenses	0	0	0	827,626
Facilities Operating and Maintenance Expenses	0	0	0	1,685,884
Self-Insurance Operating Expenses	0	0	0	15,445,141
Total Operating Expenses	76,680,126	17,122,310	93,802,436	19,712,009
OPERATING INCOME	3,363,084	5,566,395	8,929,479	498,883
NON-OPERATING REVENUES (EXPENSES)				
Interest Income	578,014	720,354	1,298,368	0
Amortization	0	(143,715)	(143,715)	0
Gain (Loss) on Capital Assets	(101,890)	188,227	86,337	0
Interest Expense	(86,594)	(816,003)	(902,597)	0
Total Non-Operating Revenues (Expenses)	389,530	(51,137)	338,393	0
CHANGE IN NET POSITION BEFORE CONTRIBUTIONS AND TRANSFERS	3,752,614	5,515,258	9,267,872	498,883
CONTRIBUTIONS AND TRANSFERS				
Capital Contributions	0	4,646,259	4,646,259	0
Payments in Lieu of Taxes	(1,103,976)	(474,335)	(1,578,311)	0
Total Contributions and Transfers	(1,103,976)	4,171,924	3,067,948	0
CHANGE IN NET POSITION	2,648,638	9,687,182	12,335,820	498,883
NET POSITION, July 1st	59,915,128	106,002,343	165,917,471	11,414,372
NET POSITION, June 30th	\$ 62,563,766	\$ 115,689,525	\$ 178,253,291	\$ 11,913,255

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

CITY OF MARYVILLE, TENNESSEE

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

For the Fiscal Year Ended June 30, 2025

	Business-type Activities-Enterprise Funds			Governmental Activities - Internal Service Funds
	Major Funds			
	Electric Department	Water and Sewer Department	Total	
CASH FLOWS FROM OPERATING ACTIVITIES				
Collections from Customers	\$ 79,049,944	\$ 22,355,251	\$ 101,405,195	\$ 14,960,826
Receipts from Other Funds	0	0	0	4,960,117
Other Receipts	0	0	0	3,019
Payments to Employees	(4,056,456)	(5,166,406)	(9,222,862)	(508,423)
Payments to Other Suppliers of Goods and Services	(65,396,492)	(6,435,791)	(71,832,283)	(18,985,932)
Taxes	(556,163)	0	(556,163)	0
Net Cash Flows Provided By (Used in) Operating Activities	9,040,833	10,753,054	19,793,887	429,607
CASH FLOWS FROM NONCAPITAL FINANCING NONCAPITAL FINANCING ACTIVITIES				
Transfers to City of Maryville - In Lieu of Taxes	(1,103,976)	(474,335)	(1,578,311)	0
Net Cash Provided By (Used In) Non Capital Non Capital Financing Activities	(1,103,976)	(474,335)	(1,578,311)	0
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of Capital Assets	(5,117,614)	(10,125,623)	(15,243,237)	(156,322)
Utility Plant Removal Costs, Net of Salvage	(155,323)	(1,094)	(156,417)	0
Proceeds from Sale of Capital Assets	100,080	336,696	436,776	0
Principal Paid on Long-Term Debt	(1,115,000)	(2,082,940)	(3,197,940)	0
Interest Paid on Long-Term Debt	(128,817)	(1,046,770)	(1,175,587)	0
Energy Service Advances Repaid to TVA	(9,462)	0	(9,462)	0
Energy Service Loans Collected from Customers	9,462	0	9,462	0
Capital Contributions	0	4,646,259	4,646,259	0
Net Cash Flows Provided By (Used In) Capital and Related Financing Activities	(6,416,674)	(8,273,472)	(14,690,146)	(156,322)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received	578,014	720,354	1,298,368	0
Net Cash Flows Provided By (Used In) Investing Activities	578,014	720,354	1,298,368	0
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,098,197	2,725,601	4,823,798	273,285
CASH & CASH EQUIVALENTS - July 1st	11,380,702	13,763,592	25,144,294	12,086,583
CASH & CASH EQUIVALENTS - June 30th	\$ 13,478,899	\$ 16,489,193	\$ 29,968,092	\$ 12,359,868

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

CITY OF MARYVILLE, TENNESSEE
STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2025

	Business-Type Activities-Enterprise Funds			Governmental Activities - Internal Service Funds
	Major Funds			
	Electric Department	Water and Sewer Department	Total	
RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating Income	\$ 3,363,084	\$ 5,566,395	\$ 8,929,479	\$ 498,883
Adjustments to Reconcile Operating Income to Net Cash Provided By (Used In) Operating Activities				
Add (Deduct) Non-Cash Items				
Depreciation and Amortization	4,403,680	5,147,993	9,551,673	148,901
Changes in Assets and Liabilities				
Accounts Receivable	(496,769)	(299,952)	(796,721)	(282,477)
Rentals Receivable	17,700	0	17,700	0
Lease Receivables	4,813	19,097	23,910	0
Prepays	(1,433)	(605)	(2,038)	0
Inventories	205,479	57,947	263,426	39,723
Accounts Payable	2,220,531	619,535	2,840,066	29,030
Accrued Compensated Absences	(107,119)	(105,143)	(212,262)	0
Accrued Post-Employment Benefit Obligation/Deferrals	(150,892)	(80,738)	(231,630)	0
Net Pension Obligation/Deferrals	(11,173)	(123,928)	(135,101)	0
Other Accrued Liabilities	109,164	3,377	112,541	0
Customer Deposits	(86,343)	(35,972)	(122,315)	0
Deferred Inflows - Leases	(14,688)	(16,627)	(31,315)	0
Due from Other Funds	(417,979)	0	(417,979)	(4,453)
Due to Other Funds	2,778	1,675	4,453	0
NET CASH FLOWS PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>\$ 9,040,833</u>	<u>\$ 10,753,054</u>	<u>\$ 19,793,887</u>	<u>\$ 429,607</u>

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

CITY OF MARYVILLE, TENNESSEE

NOTES TO FINANCIAL STATEMENTS

June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(A) REPORTING ENTITY

The City of Maryville, Tennessee (the City), has existed under various charters in its over 200-year history. The most recent incorporation was authorized by *H.B. No 132 Private Chapter No 27* adopted by the State legislature on March 14, 1967. The act took effect September 1, 1967 and effectively recreated the City of Maryville as a Council-Manager City with five council members elected at large who in turn hire a City Manager for day-to-day administration. The charter authorizes the following services: public safety (police and fire), highways and streets, public utilities, health and social services, education, public improvements, planning and zoning, and general administrative services.

The financial statements of the City have been prepared in accordance with generally accepted accounting principles (GAAP) followed in the United States of America. The Governmental Accounting Standards Board (GASB) is the established and recognized standard-setting body for governmental accounting and financial reporting. The GASB periodically issues new or revised standards that are implemented by the City. The City is a primary government including Maryville City Schools (the School System) and has no component units.

(B) GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The basic financial statements include both government-wide and fund financial statements. Both the government-wide and fund financial statements categorize activities as either governmental activities or business-type activities. *Governmental activities* are normally supported by taxes and intergovernmental revenues. *Business-type activities* rely to a significant extent on fees and charges for support. All activities, both governmental and business-type, are reported in the government-wide financial statements using the economic resources measurement focus and the accrual basis of accounting, which includes long-term assets as well as long-term obligations. The government-wide financial statements focus more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal year.

The government-wide statement of activities demonstrates the degree to which the direct expenses, including depreciation, of the various departments of the City are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific department. Interest on general long-term debt and depreciation expense on assets shared by multiple departments are not allocated to the various departments. Program revenues include revenues from fines and forfeitures, licenses and permit fees, special assessment taxes, certain intergovernmental grants, other entities participation and charges for services. Taxes and other items not properly included among program revenues are reported as general revenues.

Generally, the effect of interfund activity has been removed from the government-wide financial statements. Net interfund activity and balances between governmental activities and business-type activities are shown in the government-wide financial statements.

The City does not currently utilize an indirect cost allocation system. The General Fund charges certain administrative fees to departments within other operating funds to support general services used by those funds. The expenditures/expenses are recorded as a reduction of expense in the allocating fund. Therefore, no elimination is required from either the government-wide or fund level financial statements.

The fund financial statements emphasis is on the major funds in either the governmental or business-type categories. Non-major funds are summarized into a single column.

Internal service funds of a government (which provide services primarily to other funds of the City) are presented as part of the proprietary fund financial statements. Since the principal users of the internal services are the City's governmental activities, financial statements of internal service funds are consolidated into the governmental activities column when presented at the government-wide level. To the extent possible, the costs of these services are reflected in the appropriate department.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(C) BASIS OF PRESENTATION

The City uses funds to report on its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid in the City's financial management by segregating transactions related to certain functions or activities. The following categories are used by the City:

Governmental Fund Types

Governmental funds are those through which most of the governmental functions of the City are financed. The focus of governmental fund measurement, in the fund financial statements, is upon determination of financial position and changes in financial position rather than upon net income. Governmental funds include the following fund types:

General Fund: The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required or elected to be accounted for in another fund.

Special Revenue Funds: Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes. There is one (1) special revenue fund presented as a major fund in the basic financial statements as follows:

General Purpose School Fund: The General Purpose School Fund is used to account for the general operations of the Maryville City Schools. Major funding for the General Purpose School Fund is provided by state education funds, shared revenues provided by Blount County, and transfers from the General Fund.

Debt Service Fund: The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt (principal, interest, and related costs) not being accounted for in the Enterprise Funds. The Debt Service Fund is presented as a major fund in the basic financial statements.

Capital Projects Funds: Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). There is one (1) capital projects fund presented as a major fund in the basic financial statements as follows:

Capital Projects Fund: The Capital Projects Fund is used to account for the City's major capital projects. Funding is provided by debt issues and transfers from the General Fund.

Proprietary Fund Types

Proprietary funds are used to account for the City's ongoing operations and activities, which are similar to those often found in the private sector. The focus of proprietary fund measurement is upon the determination of operating income, changes in net position, financial position, and cash flows. Proprietary funds include the following fund types:

Enterprise Funds: Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The following enterprise funds are used by the City:

Electric Department Fund: The Electric Department Fund is used to account for the operation of the City's electric system. This fund is presented as a major fund in the basic financial statements.

Water and Sewer Department Fund: The Water and Sewer Department Fund is used to account for the operation of the City's water and sewer system. This fund is presented as a major fund in the basic financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(C) BASIS OF PRESENTATION (Continued)

Proprietary Fund Types (Continued)

Internal Service Funds: Internal service funds are used to account for the providing of goods or services to other governmental operating units on a cost reimbursement basis. The purpose of centralizing certain activities in an internal service fund is to achieve a level of operating efficiency that may not be available if the same activities were performed by multiple units within the governmental organization. The following internal service funds are used by the City:

Employee Medical Self-Insurance Funds: The Employee Medical Self-Insurance Funds are used to account for the City's self-insured health insurance program. Premiums charged to various operating funds and employee payroll deductions are placed in this fund for the payment of medical claims and administrative expenses.

Retiree Medical Self-Insurance Funds: The Retiree Medical Self-Insurance Funds are used to account for the City's self-insured health insurance program for retirees. Premiums charged to various operating funds and retiree contributions are placed in this fund for the payment of medical claims and administrative expenses.

Self-Insured Workmen's Compensation Fund: The Self-Insured Workmen's Compensation Fund is used to account for the City's self-insured worker's compensation program. Premiums charged to various operating funds are placed in this fund for the payment of claims and administrative expenses.

Information Technology Systems Fund: The Information Technology Systems Fund is used to account for the operation of the City's computer information system. Data processing charges collected from various City funds are placed in this fund for the payment of operating expenses.

Fleet Maintenance Fund: The Fleet Maintenance Fund is used to account for the operation of the City's vehicle maintenance program. Vehicle maintenance charges collected from various City funds are placed in this fund for the payment of operating expenses.

Facilities Management Fund: The Facilities Management Fund is used to account for the operation of the City's physical facilities.

(D) MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. This presentation is deemed most appropriate to (1) demonstrate legal and covenant compliance, (2) demonstrate the source and use of liquid resources, and (3) demonstrate how the City's actual experience conforms to the annual budget. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (i.e., both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" is defined as collectible within the current period or within 60 days of the end of the current fiscal period. Expenditures, other than interest on long-term debt, are recorded when the related fund liability is incurred, if measurable. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues susceptible to accrual include property tax, local sales tax, state-shared sales tax, highway user tax, franchise fees, and interest earned on pooled investments. Licenses and permits, charges for services, fines and forfeitures and miscellaneous revenues are generally recorded as revenues when received in cash because they are not measurable until actually received. In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended for a specific purpose or project before any amounts will be paid to the City; therefore, revenues are based upon the expenditures recorded. In the other, monies are virtually unrestricted as to the purpose of expenditure and are usually revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(D) MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (Continued)

The City reports deferred revenues in the governmental funds if the potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Deferred revenues also arise when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred revenue is removed and revenue is recognized.

Since the governmental fund financial statements are presented on a basis different than the governmental activities column of the government-wide financial statements, a reconciliation is provided immediately following each fund statement. These reconciliations briefly explain the adjustments necessary to transform the fund financial statements into the governmental activities column of the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. An exception to this rule is charges between the government’s electric and water/sewer functions and various functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the applicable functions.

Amounts reported as program revenue include (1) charges to customers or users who purchase, use or directly benefit from goods or services provided by a particular department, (2) operating grants and contributions that are restricted to meeting the operational requirements of a particular department, and (3) capital grants and contributions that are restricted. Taxes, investment income and other revenues not identifiable with a particular department are included as general revenues. The general revenues support the net costs of the departments not covered by program revenues.

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing goods and services of the fund’s principal ongoing operations. Operating expenses include the cost of providing the goods and services, administrative expenses, and depreciation on capital assets. Non-operating revenues and expenses are items such as investment income and interest expense, which are not a result of the direct operations of the activity.

(E) ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND NET POSITION/FUND BALANCES

Deposits and Investments - Cash and cash equivalents include cash on hand, bank deposits and short-term investments with maturities of three months or less at the time of purchase, including deposits with the State Treasurer’s Local Government Investment Pool (LGIP). The City pools substantially all of its cash and cash equivalents except for bank balances of the school funds, Electric Department Fund and Water and Sewer Department Fund. All bank deposits are fully insured by the Tennessee Investment Collateral Pool.

Deposits with LGIP may be withdrawn with a maximum of one day’s notice and are valued at cost. The State Pooled Investment Fund, of which LGIP is a part, is managed like a Rule SEC 2a-7 fund. The same investment guidelines are followed, but the State Pooled Investment Fund is not reported to the SEC.

The State Pooled Investment Fund is governed by the State Funding Board in accordance with Tennessee Code Annotated. The Funding Board is comprised of the State Treasurer, the Comptroller, the Commissioner of Finance and Administration, the Secretary of State and the Governor. Reporting is done monthly, quarterly and annually and there are regularly scheduled meetings. The Funding Board has developed an Investment Policy which meets Rule SEC 2a-7 requirements and State laws.

Receivables - All receivables are shown net of an allowance for uncollectible accounts.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(E) ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND NET POSITION/FUND BALANCES (Continued)

Unbilled Accounts Receivable - The City of Maryville Utilities delay the recording of some accrued revenues due to the staggering of meter reading dates during the month. Consequently, there is a lag in meter reading time and billing dates as the utilities do not bill at a cut-off date of June 30th, the year-end. Unbilled revenues are estimated by calculation of average daily revenue for the number of days unrecorded based on the following month's billing.

For the Electric Department at June 30, 2025, unrecorded unbilled revenue was estimated to be \$2,900,722.

For the Water and Sewer Department at June 30, 2025, unrecorded unbilled revenue was estimated to be \$673,213.

Expenses and the related purchased power for the unrecorded unbilled revenue have been reflected in the Statements of Revenues, Expenses and Changes in Fund Net Position of each respective utility.

Inventories and Prepaid Items - Materials and supplies inventories of the proprietary funds are maintained by a perpetual inventory accounting system and are valued on a basis of average cost. Inventory of the Maryville City Schools' Cafeteria Fund is accounted for by the purchase method and is valued on a basis of average cost.

Prepaid items consist of payments to vendors for costs applicable to future accounting periods. These items are recorded as prepaid items in both the government-wide and fund financial statements.

Regulated Operations - The Electric Department Fund is an electric utility operation regulated by Tennessee Valley Authority (TVA), an agency of the federal government. TVA exercises oversight in the rate setting process and requires the use of accounting policies for public electric utilities as prescribed by the Federal Energy Regulatory Commission (FERC).

Capital Assets - Capital assets, including public domain infrastructure (e.g. roads, bridges, sidewalks, and culverts) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life greater than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. Capital assets received in a service concession arrangement are reported at estimated acquisition value.

The cost of normal maintenance and repairs that do not add to the value of the asset, or materially extend its life, are not capitalized. Major improvements are capitalized and depreciated over the remaining useful lives of the related capital assets.

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

Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives (land, rights-of-way/easements, and construction-in-progress are not depreciated):

<u>Assets</u>	<u>Useful Life (Years)</u>
Buildings	50
Improvements	20-50
Equipment and Vehicles	5-25
Infrastructure	25-50

The City of Maryville Utilities applies the mass-asset convention of accounting to certain capital assets. The original cost of utility plant assets retired or otherwise disposed of and the cost of removal less salvage value is charged to accumulated depreciation. When the City of Maryville Utilities retires other property, the related asset and accumulated depreciation are removed from the accounts and the gain or loss is included in the results of operations. Depreciation for certain transportation equipment is distributed to various accounts on the basis of labor for each asset.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(E) ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND NET POSITION/FUND BALANCES (Continued)

Deferred Outflows of Resources/Inflows of Resources - In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to future periods and therefore, will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time.

Compensated Absences - Accumulated unpaid vacation and vested sick pay are accrued in the Government-wide and all Proprietary Fund statements. Long-term liabilities of the governmental funds are not shown on the fund financial statements, as these benefits are not expected to be liquidated with expendable available financial resources.

City Employees - Employees earn vacation and sick leave in varying amounts in accordance with administrative policies and can carry over leave based on years of service. An employee who retires may have one-half of accrued sick leave credited toward additional service for retirement purposes, not to exceed 540 hours for fireman and 360 hours for all other employees.

School System Personnel - Personnel on a 235-day contract are entitled to earn five days of paid vacation time and are authorized to carry over five days from year to year. Personnel employed on a 260-day contract are entitled to earn paid vacation time up to a maximum of 20 days per year depending on years employed and carry over a maximum of 20 days. Personnel accumulate sick leave at 10, 11 or 12 days per year, depending upon the employee's contract and carries forward indefinitely. Non-professional employees of the School System receive no compensation for accumulated sick leave upon retirement. However, upon retirement, professional employees of the School System receive an additional month of employment credit for the purpose of computing retirement benefits for every twenty (20) days of accumulated sick leave.

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. Debt premiums and discounts are deferred and amortized over the life of the debt. Debt payable is reported net of the applicable premium or discount.

In the fund financial statements, governmental fund types recognize debt premiums and discounts, as well as debt issuance costs, in the period in which the debt is issued. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Proprietary fund financial statements recognize debt premiums and discounts as deferrals that are amortized to interest expense over the life of the debt. Debt payable is reported net of the applicable premium or discount. Debt issue costs that are recovered through rate charges established by the regulatory authority are recognized as deferred regulatory charges. They are amortized over the life of the debt.

Interfund Transactions - Interfund transactions consist of identified services performed for other funds or costs billed to other funds and are recorded as expenditures in the fund receiving the services and as a reimbursement, reducing expenditures, in the fund performing the services except for sales of electric and water/sewer services to other City departments and the internal service risk management or health charges which are recorded as revenue and expenditures in the appropriate funds. All other interfund transactions are reported as transfers.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(E) ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND NET POSITION/FUND BALANCES (Continued)

Net Position and Fund Balance - Government-wide and proprietary fund net position is classified into three components. "Net investment in capital assets" consists of capital assets net of accumulated depreciation and reduced by outstanding debt used to finance the purchase or construction of those assets. "Restricted" net position is noncapital net position that must be used for a particular purpose as specified by creditors, grantors, or contributors external to the City. "Unrestricted" net position is remaining net position that does not meet the definition of the other two categories.

Governmental fund equity is classified as fund balance. The City follows GASB No. Statement 54, *Fund Balance and Governmental Fund Type Definitions*. Under this statement fund balances are classified into the following categories:

- a. Nonspendable fund balances comprise those amounts that cannot be spent due to their form (e.g. inventory and prepaids) or funds that legally or contractually are required to be maintained intact.
- b. Restricted fund balances comprise those amounts constrained to be used for a specific purpose by external parties, constitutional provisions or enabling legislation.
- c. Committed fund balances comprise those amounts that are set aside for a specific purpose by the City's highest level of decision-making authority (City Council) through its highest level of formal action (ordinance). Formal action must be taken prior to the end of the fiscal year. The same formal action must be taken to remove or change the limitations placed on the funds.
- d. Assigned fund balances consist of amounts that are set aside with the intent to be used for a specific purpose by the City's highest level of decision-making body. Assigned fund balances may not cause a deficit in unassigned fund balance.
- e. Unassigned fund balances consist of excess funds that have not been classified in the previous four categories. The general fund is the only governmental fund that reports positive unassigned fund balance.

City Council has retained the authority to assign funds for specific purposes. When both restricted and unrestricted funds are available for expenditure, restricted funds are spent first unless legal requirements disallow it. When committed, assigned and unassigned funds are available for expenditure, committed funds are spent first, assigned funds next, and unassigned funds last.

The City has a Fund Balance Policy to maintain in the General Fund an unassigned fund balance of at least 25% and not more than 40% of General Fund revenue. Should unassigned fund balance decline below 25% of revenue, the City Manager is required to provide the City Council a plan to increase fund balance to at least 25% of revenue over a period not to exceed three years.

Pensions - 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 the Public Employee Retirement Plan, the Teacher Legacy Pension Plan, and the Teacher Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and the additions to/deductions from the City's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Retirement Plan, the Teacher Legacy Pension Plan, and the Teacher Retirement Plan of TCRS. Investments are reported at fair value.

Estimates - The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses/expenditures, and the disclosure of contingent assets and liabilities at the date of the basic financial statements. Actual results could differ from those estimates.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(F) ADOPTION OF NEW ACCOUNTING STANDARD

The City adopted the provisions of GASB Statement No. 101, *Compensated Absences*. This Statement provides guidance on the accounting and financial reporting for compensated absences for government end users (governments). It requires recognition for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. The Statement’s effect on the financial statements is more fully explained in Note 18.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

(A) BUDGETARY INFORMATION

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. At least forty-five (45) days before the beginning of the budgetary fiscal year, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1st. The operating budget includes proposed expenditures and the means of financing them. The legal level of budgetary control is at the department level.
2. Public hearing is conducted by the City to obtain taxpayer comments.
3. Prior to July 1st, the budget is legally enacted through passage of an ordinance on two separate readings.
4. The City Manager is authorized to transfer appropriations between any program or line item within a department without the approval of the City Council. However, any revisions that alter the total expenditures of any department, and all other budget amendments, must be approved by the City Council.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds and Debt Service Fund. Formal budgetary integration is employed for the Debt Service Fund even though effective budgetary control is additionally achieved through general obligation bond indenture provisions. Because Capital Projects Funds are project-oriented and may extend over two (2) or more fiscal years, the recording of an annual budget is not necessary. Budgeted appropriations lapse at year-end.
6. Budgets for the General, Special Revenue and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles.

(B) SUPPLEMENTAL APPROPRIATIONS

The following revisions were made to the original fiscal 2025 budgeted expenditures and other financing uses by additional appropriations for the following major governmental funds:

Fund	Original Budget	Revisions	Final Budget
General Fund	\$ 57,435,826	\$ 2,700,000	\$ 60,135,826
General Purpose School Fund	\$ 73,252,819	\$ 1,516,917	\$ 74,769,736
Debt Service Fund	\$ 7,262,815	\$ 0	\$ 7,262,815

NOTE 3 - DEPOSITS AND INVESTMENTS

Custodial Credit Risk - Deposits - For cash and cash equivalents, this is the risk that, in the event of a bank failure, the City’s deposits may not be available, or the City will not be able to recover collateral securities in the possession of an outside party. The City’s policy requires that deposits be either (1) secured and collateralized by the institutions at 105% of the value of the deposits placed in the institution, less the amount protected by federal depository insurance or (2) that deposits be placed in financial institutions that participate in the bank collateral pool administered by the Treasurer of the State of Tennessee. Institutions participating in the collateral pool determine the aggregated balance of their public fund accounts. The amount of collateral required to secure these public deposits must be at least 105% of the average daily balance of public deposits held.

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

The City’s investment policy allows investments in obligations of the U.S. Treasury and other authorized investments as more fully explained in Note 1.

Included in Cash and Cash equivalents at June 30, 2025 were balances in the State Treasurer’s Local Government Investment Pool (LGIP) in the amount of \$113,388,284. Deposits with the LGIP are not subject to categorization and are reported at amortized cost. The LGIP is not registered with the SEC as an investment company. However, the LGIP has a policy that it will operate in a manner consistent with the SEC’s Rule 2a-7. SEC Rule 2a-7 allows SEC registered mutual funds to use amortized cost rather than fair value to report net assets to compute share prices if certain conditions are met. State statutes require the State Treasurer to administer the LGIP under the same terms and conditions, including collateral requirements, as required for other funds invested by the Treasurer. The reported value of the pool is the same as the fair value of the pool shares. There are no minimum or maximum dollar limits on the size of withdrawal transactions. In most cases, a withdrawal will be honored the same day it is requested. However, withdrawals of \$5,000,000 or more will be honored the next working day after request.

NOTE 4 - PROPERTY TAX

The City’s property tax is levied each September 1st on the assessed value as listed by the County Assessor and is payable by each November 30th. Beginning December 1st, interest and penalty is accrued on unpaid property taxes. The City’s tax rate for the year ended June 30, 2025, was \$1.63 per \$100 of assessed value.

Property taxes levied for 2024 and prior years, but uncollected as of June 30, 2025, are recorded as receivables, net of estimated amounts uncollectible based upon collections in prior years. The allowance for uncollectible property taxes as of June 30, 2025 is \$75,955. The taxes collected during the fiscal year ended June 30, 2025, and those taxes expected to be collected in the subsequent sixty (60) days, are recognized as revenues in the fiscal year ended June 30, 2025. The remainder of net property taxes receivable are recorded as deferred revenue.

Property taxes levied for the fiscal year ending June 30, 2026 are recorded as receivables and deferred revenue.

NOTE 5 - INTERFUND BALANCES AND TRANSFERS

As of June 30, 2025, interfund receivables and payables were as follows:

	Due From Other Funds	Due to Other Funds	Total Balances
Governmental Activities			
General Fund	\$ 0	\$ (22,986)	\$ (22,986)
General Purpose School Fund	379,006	(6,592)	372,414
Capital Projects Fund	0	(417,979)	(417,979)
Nonmajor Funds	32,303	(356,020)	(323,717)
Total Governmental Activities	<u>\$ 411,309</u>	<u>\$ (803,577)</u>	<u>\$ (392,268)</u>
Business-Type Activities			
Electric Department	\$ 417,979	\$ (14,527)	\$ 403,452
Water and Sewer Department	<u>0</u>	<u>(11,184)</u>	<u>(11,184)</u>
Total Business-type Activities	<u>\$ 417,979</u>	<u>\$ (25,711)</u>	<u>\$ 392,268</u>

Interfund balances above resulted 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. Balances are usually cleared on a monthly basis.

NOTE 5 - INTERFUND BALANCES AND TRANSFERS (Continued)

Transfers during the year are as follows:

Transfers From:	Transfers to:					
	General Fund	Debt Service Fund	General Purpose Schools	Capital Projects Fund	Nonmajor Governmental Funds	Total
General Fund	\$ 0	\$ 7,100,000	\$ 9,422,500	\$ 4,556,100	\$ 3,581,453	\$ 24,660,053
General Purpose Schools Fund	0	186,768	0	0	2,140,813	2,327,581
Nonmajor Governmental Funds	0	0	0	0	480,084	480,084
Electric Department Fund	1,103,976	0	0	0	0	1,103,976
Water and Sewer Department Fund	474,335	0	0	0	0	474,335
Total	\$ 1,578,311	\$ 7,286,768	\$ 9,422,500	\$ 4,556,100	\$ 6,202,350	\$ 29,046,029

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 6 - CAPITAL ASSETS

A summary of capital asset activity, for the government-wide financial statements, for the fiscal year ended June 30, 2025 is as follows:

	Balance July 1, 2024	Increases / Transfers In	Decreases / Transfers Out	Balance June 30, 2025
Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land	\$ 10,981,570	\$ 0	\$ 0	\$ 10,981,570
Rights-of-Way/Easements	1,449,085	0	0	1,449,085
Construction in Progress	8,834,286	16,449,139	(3,016,902)	22,266,523
Total Capital Assets, Not Being Depreciated	21,264,941	16,449,139	(3,016,902)	34,697,178
Capital Assets, Being Depreciated:				
Buildings and Improvements	192,595,033	1,280,303	(195,749)	193,679,587
Infrastructure	56,411,963	1,543,572	0	57,955,535
Equipment and Vehicles	30,316,391	3,880,087	(2,106,460)	32,090,018
Leased Communications Equipment	1,245,379	0	0	1,245,379
Subscription-based Assets	1,646,319	0	0	1,646,319
Total Capital Assets, Being Depreciated	282,215,085	6,703,962	(2,302,209)	286,616,838
Less Accumulated Depreciation for:				
Buildings and Improvements	(78,153,194)	(5,010,391)	86,623	(83,076,962)
Infrastructure	(22,560,860)	(1,786,283)	0	(24,347,143)
Equipment and Vehicles	(15,829,557)	(2,951,987)	1,576,739	(17,204,805)
Less Accumulated Amortization for:				
Leased Communications Equipment	(310,672)	(124,628)	0	(435,300)
Subscription-based Assets	(621,064)	(293,011)	0	(914,075)
Total Accumulated Depreciation / Amortization	(117,475,347)	(10,166,300)	1,663,362	(125,978,285)
Total Capital Assets, Being Depreciated/Amortized, Net	164,739,738	(3,462,338)	(638,847)	160,638,553
Governmental Activities Capital Assets, Net	\$ 186,004,679	\$ 12,986,801	\$ (3,655,749)	\$ 195,335,731

NOTE 6 - CAPITAL ASSETS (Continued)

	Balance July 1, 2024	Increases	Decreases	Balance June 30, 2025
Business-Type Activities				
Capital Assets, Not Being Depreciated:				
Land and Land Rights	\$ 3,867,684	\$ 354,148	\$ 0	\$ 4,221,832
Construction in Progress	<u>20,123,112</u>	<u>8,634,976</u>	<u>(18,427,427)</u>	<u>10,330,661</u>
Total Capital Assets, Not Being Depreciated	<u>23,990,796</u>	<u>8,989,124</u>	<u>(18,427,427)</u>	<u>14,552,493</u>
Capital Assets, Being Depreciated:				
Electric Plant in Service:				
Transmission	6,466,585	79,243	(250,153)	6,295,675
Distribution	78,690,980	2,671,625	(4,646,127)	76,716,478
General	10,163,449	936,804	(664,468)	10,435,785
Water Plant in Service	52,895,834	5,175,411	(539,855)	57,531,390
Sewer Plant in Service	<u>119,840,210</u>	<u>15,818,456</u>	<u>(511,439)</u>	<u>135,147,227</u>
Total Capital Assets, Being Depreciated	<u>268,057,058</u>	<u>24,681,539</u>	<u>(6,612,042)</u>	<u>286,126,555</u>
Less Accumulated Depreciation for:				
Electric Plant in Service:				
Transmission	(3,921,931)	(265,031)	250,153	(3,936,809)
Distribution	(36,906,187)	(3,662,125)	4,801,450	(35,766,862)
General	(7,304,250)	(678,493)	664,468	(7,318,275)
Water Plant in Service	(23,934,585)	(1,553,436)	401,397	(25,086,624)
Sewer Plant in Service	<u>(45,141,185)</u>	<u>(3,477,543)</u>	<u>385,508</u>	<u>(48,233,220)</u>
Total Accumulated Depreciation / Amortization	<u>(117,208,138)</u>	<u>(9,636,628)</u>	<u>6,502,976</u>	<u>(120,341,790)</u>
Total Capital Assets, Being Depreciated/Amortized, Net	<u>150,848,920</u>	<u>15,044,911</u>	<u>(109,066)</u>	<u>165,784,765</u>
Business-Type Activities Capital Assets, Net	<u>\$ 174,839,716</u>	<u>\$ 24,034,035</u>	<u>\$ (18,536,493)</u>	<u>\$ 180,337,258</u>

Depreciation and amortization expense was charged to the governmental functions in the government-wide financial statement as follows:

General Government	\$ 1,263,136
Public Safety	1,020,373
Public Works	3,285,201
Culture and Recreation	518,717
Education	<u>4,078,873</u>
	<u>\$ 10,166,300</u>

NOTE 7 - LEASES

The City, as a lessor, has entered into lease agreements involving land. Payments are generally fixed monthly payments with certain variable payments not included in the measurement of the lease receivable. Variable payments are based on a percentage of lessee's revenue above the fixed payment amount. During the year ended June 30, 2025, the City recognized the following related to its lessor agreements:

Lease Revenue	\$ 31,452
Interest Income Related to Leases	32,082
Revenue from Variable Payments not Previously Included in the Measurement of the Lease Receivable	<u>134,889</u>
	<u>\$ 198,423</u>

See Note 8 for lease agreements entered into with the City as lessee.

NOTE 8 - DEBT AND LONG-TERM LIABILITIES

(A) BONDS AND NOTES PAYABLE

General Obligation Bonds - The City issues general obligation bonds to provide for the acquisition and construction of major roads, capital facilities and equipment. General obligation bonds have been issued for general government activities, business-type activities and to refund previously issued general obligation bonds. These bonds are generally issued as serial bonds with level debt service payments over 20 years except refunding bonds are generally issued matching the maturities of the bonds being refunded. General obligation bonds outstanding at June 30, 2025 were as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
\$27,795,000 - 2017A General Obligation Refunding, due in annual installments of \$325,000 to \$2,260,000 through June 1, 2030; interest at 2.25% to 5.0%.	\$ 10,745,000	\$ 0	\$ 10,745,000
\$24,000,000 - 2018A General Obligation Public Improvement, due in annual installments starting in 2021 of \$780,000 to \$1,620,000 through June 1, 2040; interest at 3.0% to 5.0%.	14,915,000	4,770,000	19,685,000
\$17,525,000 - 2021 General Obligation Refunding Bonds, due in annual installments starting in 2022 of \$825,000 to \$2,125,000 through June 1, 2034; interest at 2.0% to 5.0%.	<u>13,015,000</u>	<u>410,000</u>	<u>13,425,000</u>
Total General Obligation Bonds	<u>\$ 38,675,000</u>	<u>\$ 5,180,000</u>	<u>\$ 43,855,000</u>

Revenue Bonds - The City issues revenue bonds to provide funds for the acquisition and construction of major capital facilities and to refund previously issued revenue bonds. These bonds are generally issued as serial bonds with varying amounts of principal maturing each year. Revenue bonds outstanding at June 30, 2025 were as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
\$31,800,000 - 2017B Water and Sewer Revenue and Tax Refunding, due in annual installments of \$270,000 to \$2,440,000 through June 1, 2038; interest at 2.25% to 5.0%.	\$ 0	\$ 26,500,000	\$ 26,500,000
Total Revenue Bonds	<u>\$ 0</u>	<u>\$ 26,500,000</u>	<u>\$ 26,500,000</u>

The Water and Sewer Fund annual total revenue of approximately \$23 million is pledged to pay principal and interest on these bonds which will be \$2,394,719 for the year ending June 30, 2026.

NOTE 8 - DEBT AND LONG-TERM LIABILITIES (Continued)

(A) BONDS AND NOTES PAYABLE (Continued)

Notes Payable (Direct Borrowings) - The City has entered loan agreements with the State of Tennessee for school capital projects and a sewer system capital project at favorable interest rates. The notes payable outstanding at June 30, 2025 were as follows:

	Governmental Activities	Business-type Activities	Total
\$18,720,000 - Tennessee State School Bond Authority Note, due in monthly installments of \$97,342 to \$110,118 through July 1, 2026; interest at 1.515%.	\$ 1,296,009	\$ 0	\$ 1,296,009
\$1,240,328 - Tennessee School Energy Efficiency Note, due in monthly installments of \$15,456 through April 1, 2026; interest at 1.5%.	139,098	0	139,098
\$2,304,000 - Tennessee Revolving Fund loan, due in monthly installments for twenty years through June 30, 2031 with interest at 2.09%	0	793,236	793,236
Total Notes Payable	<u>1,435,107</u>	<u>793,236</u>	<u>2,228,343</u>
Total Debt Payable	<u>\$ 40,110,107</u>	<u>\$ 32,473,236</u>	<u>\$ 72,583,343</u>

The various bond indentures contain significant limitations and restrictions on annual debt service requirements. The City is in compliance with all significant limitations and restrictions. Premiums related to issuance of bonds are being amortized over the life of the bonds.

The following is a summary of debt transactions of the City for the fiscal year ended June 30, 2025:

	Debt Payable July 1, 2024	Debt Issued	Debt Retired	Debt Refunding	Debt Payable June 30, 2025
General Obligation Bonds	\$ 48,155,000	\$ 0	\$ 4,300,000	\$ 0	\$ 43,855,000
Revenue Bonds	28,995,000	0	2,495,000	0	26,500,000
Notes Payable (Direct Borrowings):					
Tennessee State School Bond Authority	2,463,886	0	1,167,877	0	1,296,009
Tennessee Revolving Loan Fund	916,176	0	122,940	0	793,236
Tennessee School Energy Efficiency Loan	322,273	0	183,175	0	139,098
Total Debt Payable	<u>\$ 80,852,335</u>	<u>\$ 0</u>	<u>\$ 8,268,992</u>	<u>\$ 0</u>	<u>\$ 72,583,343</u>

For governmental activities, the City's charter provides a debt limit of 15% of assessed property values. As of June 30, 2025, the debt limit was \$260.7 million and the legal debt margin is \$222 million. There is no debt limit for business-type activities.

The following is a summary of the City's debt service requirements in five-year increments:

Fiscal Years Ending June 30,	Governmental Activities				Business-type Activities				Total	
	Bonds		Direct Borrowings		Bonds		Direct Borrowings		Principal	Interest
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest		
2026	\$ 3,815,000	\$ 1,358,156	\$ 1,435,107	\$ 284,569	\$ 2,100,000	\$ 1,023,156	\$ 125,496	\$ 15,156	\$ 7,475,603	\$ 2,681,037
2027	3,795,000	1,167,406	0	0	2,035,000	918,156	128,100	12,552	5,958,100	2,098,114
2028	3,925,000	977,656	0	0	2,050,000	816,406	539,640	23,006	6,514,640	1,817,068
2029	4,055,000	840,256	0	0	2,135,000	762,994	0	0	6,190,000	1,603,250
2030	4,050,000	703,563	0	0	2,205,000	707,738	0	0	6,255,000	1,411,301
2031 - 2035	13,245,000	1,970,613	0	0	12,210,000	2,497,998	0	0	25,455,000	4,468,611
2036 - 2040	5,790,000	602,455	0	0	8,945,000	620,802	0	0	14,735,000	1,223,257
Totals	<u>\$ 38,675,000</u>	<u>\$ 7,620,105</u>	<u>\$ 1,435,107</u>	<u>\$ 284,569</u>	<u>\$ 31,680,000</u>	<u>\$ 7,347,250</u>	<u>\$ 793,236</u>	<u>\$ 50,714</u>	<u>\$ 72,583,343</u>	<u>\$ 15,302,638</u>

NOTE 8 - DEBT AND LONG-TERM LIABILITIES (Continued)

(B) LEASE OBLIGATIONS

Communications Equipment

In 2022 the City entered into an agreement with Blount County, Tennessee to acquire emergency communication equipment with Blount County being the lessor. The City's prorata share of the cost was \$1,245,379 and the City is required to make annual payments of \$131,458 including interest at 1.20% for 10 years.

Changes in lease obligations for the year end June 30, 2025 were:

	Balance July 1, 2024	Additions	Payments	Balance June 30, 2025
Communications Equipment	\$ <u>877,583</u>	\$ <u>0</u>	\$ <u>120,927</u>	\$ <u>756,656</u>

The following is a summary of the City's payments of lease obligations in five-year increments:

Fiscal Years Ending June 30,	Governmental Activities	
	Principal	Interest
2026	\$ 122,379	\$ 9,080
2027	123,847	7,611
2028	125,333	6,125
2029	126,837	4,621
2030	128,359	3,099
2031	<u>129,901</u>	<u>1,559</u>
Totals	\$ <u>756,656</u>	\$ <u>32,095</u>

(C) SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENT OBLIGATIONS

The City has entered into subscription-based information technology arrangements obligations (SBITAs) for various technology systems.

Changes in SBITA obligations for the year end June 30, 2025 were:

	Balance July 1, 2024	Additions	Payments	Balance June 30, 2025
Governmental Activities				
Subscription-Based Arrangements	\$ <u>541,075</u>	\$ <u>0</u>	\$ <u>150,202</u>	\$ <u>390,873</u>

The following is a summary of the City's SBITA obligations in five-year increments:

Fiscal Years Ending June 30,	Governmental Activities	
	Principal	Interest
2026	\$ 158,774	\$ 17,510
2027	167,803	9,387
2028	<u>64,296</u>	<u>1,213</u>
Totals	\$ <u>390,873</u>	\$ <u>28,110</u>

NOTE 8 - DEBT AND LONG-TERM LIABILITIES (Continued)

(D) TOTAL LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the fiscal year ended June 30, 2025:

	Balance July 1, 2024	Additions	Reductions	Balance June 30, 2025	Due Within One Year
Governmental Activities					
Debt Payable:					
General Obligation Bonds	\$ 42,395,000	\$ 0	\$ 3,720,000	\$ 38,675,000	\$ 3,815,000
Notes Payable	2,786,159	0	1,351,052	1,435,107	1,435,107
Premium on Bond Issuance	3,640,113	0	512,825	3,127,288	512,825
Total Debt Payable	<u>48,821,272</u>	<u>0</u>	<u>5,583,877</u>	<u>43,237,395</u>	<u>5,762,932</u>
Other Liabilities:					
Leases	877,583	0	120,927	756,656	122,379
Subscription-based Obligations	541,075	0	150,202	390,873	158,774
Compensated Absences	4,959,415	142,317 *	0	5,101,732	3,590,865
Total Other Liabilities	<u>6,378,073</u>	<u>142,317</u>	<u>271,129</u>	<u>6,249,261</u>	<u>3,872,018</u>
Total Liabilities	<u>\$ 55,199,345</u>	<u>\$ 142,317</u>	<u>\$ 5,855,006</u>	<u>\$ 49,486,656</u>	<u>\$ 9,634,950</u>

* The change in the compensated absences liability is presented as a net change.

	Balance July 1, 2024	Additions	Reductions	Balance June 30, 2025	Due Within One Year
Business-Type Activities					
Debt Payable:					
General Obligation Bonds	\$ 6,760,000	\$ 0	\$ 1,580,000	\$ 5,180,000	\$ 540,000
Revenue Bonds	27,995,000	0	1,495,000	26,500,000	1,560,000
Notes Payable	916,176	0	122,940	793,236	125,496
Premium on Bond Issuance	646,614	0	243,095	403,519	243,095
Total Debt Payable	<u>36,317,790</u>	<u>0</u>	<u>3,441,035</u>	<u>32,876,755</u>	<u>2,468,591</u>
Other Liabilities:					
Compensated Absences	1,456,599	0	212,261 *	1,244,338	774,220
Total Liabilities	<u>\$ 37,774,389</u>	<u>\$ 0</u>	<u>\$ 3,653,296</u>	<u>\$ 34,121,093</u>	<u>\$ 3,242,811</u>

* The change in the compensated absences liability is presented as a net change.

Governmental activities compensated absences are generally liquidated by the General Fund and the General Purpose School Fund.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM

Employees of the City and School System participate in the following retirement systems:

- a. Public Employee Retirement Plan.
- b. Teachers Legacy Plan - Closed to new membership on June 30, 2014.
- c. Teachers Retirement Plan - For teachers employed starting July 1, 2014.
- d. Higher Education and Teacher Hybrid Plan - Defined contribution plan for teachers.
- e. City of Maryville Utilities Retirement Program - Defined contribution plan for employees of the Maryville Utilities which was closed to new members on June 30, 1988.
- f. Deferred Compensation Plan.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

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

The following information is provided to support the balances as of June 30, 2025 in the total column on the Statement of Net Position on page 1 of the financial statements and to present pension expense for all defined benefit plans.

	Public Employee Retirement Plan	Teachers Legacy Plan	Teachers Retirement	All Plans
Net Pension Asset	\$ 3,165,910	\$ 12,471,991	\$ 269,776	\$ 15,907,677
Pension Deferred Outflows	\$ 9,924,489	\$ 4,955,381	\$ 440,892	\$ 15,320,762
Pension Deferred Inflows	\$ 1,518,022	\$ 2,556,738	\$ 183,839	\$ 4,258,599
Pension Expense (Benefit)	\$ 2,843,902	\$ 2,695,529	\$ 217,978	\$ 5,757,409

The following information applies to all three defined benefit plans administered by the TCRS and is provided here so it is not repeated in the descriptions of each of these plans.

Contributions

Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. By law, employer contributions are required to be paid. The TCRS may intercept the City's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contribution (ADC) and member contributions are expected to finance the cost of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Net Pension Liability (Asset): The net pension liability (asset) for each plan was measured as of June 30, 2024, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions: The total pension liability as of June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary Increases	Graded salary ranges from 8.72% to 3.44% based on age, including inflation, averaging 4.00%
Investment Rate of Return	6.75%, net of pension plan investment expenses, including inflation
Cost of Living Adjustment	2.125%

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

The actuarial assumptions used in the June 30, 2024 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.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Net Pension Liability (Asset) (Continued)

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020 actuarial experience study. A blend of future capital market projections and historical market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25%. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return	Target Allocation
U.S. Equity	4.88%	31%
Developed Market International Equity	5.37%	14%
Emerging Markets International Equity	6.09%	4%
Private Equity and Strategic Lending	6.57%	20%
U.S. Fixed Income	1.20%	20%
Real Estate	4.38%	10%
Short-Term Securities	0.00%	1%
Total		100%

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

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

(A) PUBLIC EMPLOYEES RETIREMENT PLAN

General Information about the Pension Plan

Plan Description: Employees of the City are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS.

Benefits Provided: Tennessee Code Annotated Title 8, Chapters 34 - 37 establishes the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with 5 years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available at age 55 and vested. Members vest with 5 years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10% and include projected service credits. A variety of death benefits are available under various eligibility criteria.

Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at 3%, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A 1% COLA is granted if the CPI change is between one-half percent and 1%. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(A) PUBLIC EMPLOYEES RETIREMENT PLAN (Continued)

General Information about the Pension Plan (Continued)

Employees Covered by the Benefit Terms: At the measurement date of June 30, 2024, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	375
Inactive Employees Entitled to, but not yet Receiving Benefits	388
Active Employees	<u>472</u>
Total	<u><u>1,235</u></u>

Contributions: Employees contribute 5% of salary. The City makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2025, employer contributions for the City were \$3,345,905 based on a rate of 11.15% of covered payroll. By law, employer contributions are required to be paid.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances at June 30, 2023	\$ 129,438,582	\$ 130,022,444	\$ (583,862)
Changes for the Year:			
Service Cost	2,398,771	0	2,398,771
Interest	8,715,774	0	8,715,774
Difference between Expected and Actual Experience	3,336,489	0	3,336,489
Contributions - Employer	0	3,071,945	(3,071,945)
Contributions - Employees	0	1,380,634	(1,380,634)
Net Investment Income	0	12,642,537	(12,642,537)
Benefit Payments - Including Refunds of Employee Contributions	(5,429,549)	(5,429,549)	0
Administrative Expenses	<u>0</u>	<u>(62,034)</u>	<u>62,034</u>
Net Changes	<u>9,021,485</u>	<u>11,603,533</u>	<u>(2,582,048)</u>
Balances at June 30, 2024	<u>\$ 138,460,067</u>	<u>\$ 141,625,977</u>	<u>\$ (3,165,910)</u>

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate: The following presents the net pension liability (asset) of the City calculated using the discount rate of 6.75%, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability (Asset) 2024	<u>\$ 15,745,203</u>	<u>\$ (3,165,910)</u>	<u>\$ (18,820,523)</u>

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(A) PUBLIC EMPLOYEES RETIREMENT PLAN (Continued)

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

Pension Expense: For the year ended June 30, 2025, the City recognized pension expense of \$2,843,902.

Deferred Outflows of Resources and Deferred Inflows of Resources: For the year ended June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to this pension plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 5,076,059	\$ 37,928
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	1,480,094
Changes of Assumptions	1,502,525	0
Contributions Subsequent to the Measurement Date of June 30, 2024	3,345,905	0
Total	\$ 9,924,489	\$ 1,518,022

The amount shown above for “contributions subsequent to the measurement date of June 30, 2024”, will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period fiscal year ending June 30, 2025.

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

For the Years ended June 30,

2026	\$	1,164,229
2027		3,482,870
2028		526,387
2029		(112,924)

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

Payable to the Pension Plan

At June 30, 2025, the City reported no outstanding amount of contributions to the pension plan, including employee contributions, required at the year ended June 30, 2025.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(B) TEACHERS LEGACY PLAN

General Information about the Pension Plan

Plan Description: Teachers employed by the School System with membership in the TCRS before July 1, 2014 are provided with pensions through the Teacher Legacy Pension Plan, a cost sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. 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% and include projected service credits. A variety of death benefits are available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at 3%, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A 1% COLA is granted if the CPI change is between one-half percent and 1%. 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% of salary. The LEAs make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the School System for the year ended June 30, 2025 to the Teacher Legacy Pension Plan were \$1,515,362 which is 6.36% of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets): At June 30, 2025, the School System reported a liability (asset) of \$(12,471,991) for its proportionate share of net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The School Systems' proportion of the net pension liability was based on the School Systems' share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2024, the School Systems' proportion was 0.723911%. The proportion measured as of June 30, 2023 was 0.731405%.

Pension Expense (Negative Pension Expense): For the year ended June 30, 2025, the School System recognized pension expense (negative pension expense) of \$2,695,529.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(B) TEACHERS LEGACY PLAN (Continued)

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

Deferred Outflows of Resources and Deferred Inflows of Resources: For the year ended June 30, 2025, the School System reported deferred outflows of resources and deferred inflows of resources related to this pension from the following sources shown below:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 3,325,949	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	2,429,037
Changes in Proportion of Net Pension Liability (Asset)	114,070	127,701
LEAs Contributions Subsequent to the Measurement Date of June 30, 2024	<u>1,515,362</u>	<u>0</u>
Total	<u>\$ 4,955,381</u>	<u>\$ 2,556,738</u>

The School System's employer contributions of \$1,515,362 reported as pension related deferred outflows of resources, subsequent to the measurement date, will be recognized as a reduction (increase) in net pension asset in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For the Years ended June 30,

2026	\$ (1,394,583)
2027	4,824,069
2028	(1,267,303)
2029	(1,278,902)

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

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate: The following presents the School System's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75%, as well as what the School System's proportionate share of the net pension liability (asset) would be if we were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	<u>1% Decrease (5.75%)</u>	<u>Current Discount Rate (6.75%)</u>	<u>1% Increase (7.75%)</u>
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset)	\$ <u>15,843,750</u>	\$ <u>(12,471,991)</u>	\$ <u>(35,956,035)</u>

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, 2025, the School System reported no payables for the outstanding amount of contributions to the pension plan, including employee contributions, required at the year ended June 30, 2025.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(C) TEACHERS RETIREMENT PLAN

General Information about the Pension Plan

Plan Description: Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by 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 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. 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 60 and vested or pursuant to the rule of 80. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10% and include projected service credits. A variety of death benefits are available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at 3%, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A 1% COLA is granted if the CPI change is between one-half percent and 1%. 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% 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. Per the statutory provisions governing the TCRS, the employer contribution rate cannot be less than 4%, except for in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2025 to the Teacher Retirement Plan were \$311,404, which is 3% of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets): At June 30, 2025, the School System reported a liability (asset) of (\$269,776) for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2024, and the total pension asset used to calculate the net pension asset was determined by an actuarial value as of that date. The School System's proportion of the net pension asset was based on the School System's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2025, The School System's proportion was 0.378576%. The proportion measured as of June 30, 2024 was 0.371010%.

Pension Expense: For the year ended June 30, 2025, the School System recognized pension expense of \$217,978.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(C) TEACHERS RETIREMENT PLAN (Continued)

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

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, the School System reported deferred outflows of resources related to this pension plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 22,284	\$ 82,883
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	45,507
Changes of Assumptions	107,204	0
Changes in Proportion of Net Pension Liability (Asset)	0	55,449
LEAs Contributions Subsequent to the Measurement Date of June 30, 2024	<u>311,404</u>	<u>0</u>
Total	<u>\$ 440,892</u>	<u>\$ 183,839</u>

The School System's employer contributions of \$311,404, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension asset in the year ended June 30, 2026. Contributions made after the measurement date of the net pension liability but before the end of the employer's reporting period will be recognized as a reduction of the net pension liability in the subsequent fiscal period rather than in the current fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For the Years ended June 30,

2026	\$ (33,800)
2027	29,161
2028	(24,219)
2029	(23,970)
2030	(1,673)
Thereafter	150

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

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate: The following presents the School System's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75%, as well as what the School System's proportionate share of the net pension liability (asset) would be if we were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	<u>1% Decrease (5.75%)</u>	<u>Current Discount Rate (6.75%)</u>	<u>1% Increase (7.75%)</u>
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset)	\$ <u>711,486</u>	\$ <u>(269,776)</u>	\$ <u>(1,000,040)</u>

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

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(C) TEACHERS RETIREMENT PLAN (Continued)

Payable to the Pension Plan

At June 30, 2025, the School System reported no payable for the outstanding amount of contributions to the pension plan, including employee contributions, required at the year ended June 30, 2025.

TCRS Stabilization Trust

Legal Provisions: The School System 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 System.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. The School System 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.

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, 2025, 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 using the Net Asset Value ("NAV") per share have no readily determinable fair value and have been determined using amortized cost which approximates fair value.

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.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(C) TEACHERS RETIREMENT PLAN (Continued)

TCRS Stabilization Trust (Continued)

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.

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

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

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

At June 30, 2025, the School System had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose Schools fund.

	Weighted Average Maturity (Days)	Maturities	Fair Value
Investments at Fair Value			
U.S. Equity	N/A	N/A	\$ 235,929
Developed Market International Equity	N/A	N/A	106,549
Emerging Market International Equity	N/A	N/A	30,442
U.S. Fixed Income	N/A	N/A	152,212
Real Estate	N/A	N/A	76,106
Short-Term Securities	N/A	N/A	7,612
Investments at Amortized Cost using the NAV			
Private Equity and Strategic Lending	N/A	N/A	<u>152,212</u>
Total			<u>\$ 761,062</u>

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(C) TEACHERS RETIREMENT PLAN (Continued)

TCRS Stabilization Trust (Continued)

	Fair Value Measurements Using				
	Carrying Amount	Quoted Prices in Active Market for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Amortized Cost (NAV)
Investments at Fair Value					
U.S. Equity	\$ 235,929	\$ 235,929	\$ 0	\$ 0	\$ 0
Developed Market International Equity	106,549	106,549	0	0	0
Emerging Market International Equity	30,442	30,442	0	0	0
U.S. Fixed Income	152,212	0	152,212	0	0
Real Estate	76,106	0	0	76,106	0
Short-Term Securities	7,612	0	7,612	0	0
Private Equity and Strategic Lending	152,212	0	0	0	152,212
Total	<u>\$ 761,062</u>	<u>\$ 372,920</u>	<u>\$ 159,824</u>	<u>\$ 76,106</u>	<u>\$ 152,212</u>

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

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The School System 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 School System 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 School System's investment in a single issuer. The School System places no limit on the amount that can be invested 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 School System 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 School System to pay retirement benefits of the School System's employees.

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 obtained at <https://treasury.tn.gov/retirement/Boards-and-Governance/Reporting-and-Investment-Policies>

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

(D) DEFINED CONTRIBUTION PLAN - MARYVILLE CITY SCHOOLS

The School System contributes to the Higher Education and Teacher Hybrid Plan (the "Plan"), a defined contribution pension plan under section 401(k) of the Internal Revenue Code, for teachers with membership in the Tennessee Consolidated Retirement System after June 30, 2014. The Plan is a component of the defined benefit plan reported in Part (C) of this Note. Benefit terms, including contribution requirements, for the Plan are established by Tennessee Code Annotated Title 8, Chapters 34-37 and may be amended by the Tennessee General Assembly. For each employee in the pension plan the School System is required to contribute 5% of annual salary to an individual employee account. Employees have a 2% contribution, with an opt-out feature. For the year ended June 30, 2025, the School System recognized pension expense of \$311,404. Employees are immediately vested on all contributions and earnings on those contributions.

The School System reported no payable for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2025.

(E) CITY OF MARYVILLE UTILITIES RETIREMENT PROGRAM

Employees of the City of Maryville Utilities hired before June 30, 1988 are participants in the City of Maryville Utilities Retirement Program (the Plan), a defined contribution plan established under the authority of the City Council using a money purchase feature. Each employee's accumulated benefits at any point in time are equal to the sum of (1) the "rollover" amount from a plan in effect prior to July 1, 1986, (2) employee and employer contributions, and (3) investment earnings. Because the Plan is a defined contribution plan, no unfunded liabilities will exist. The Plan is administered by Principal Financial Group. The Plan's provisions and contribution requirements may be amended by the City Council.

As of June 30, 2025, there were no participants in the Plan. The Plan is closed.

Employees contributed a minimum of 3% of gross pay, while the Utility contributed 8% of gross pay. In addition, employees may have elected to contribute an additional 4% of gross pay, thereby having a total of 15% of gross pay being invested in the Plan.

Employees hired subsequent to June 30, 1988, are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the TCRS, as fully described in (A) above.

(F) DEFERRED COMPENSATION PLAN

Employees of the City may participate in a deferred compensation plan adopted under the provisions of *Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service For State and Local Governments)*.

The deferred compensation plan is available to all employees of the City. Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death, or unforeseeable emergency.

The deferred compensation plan is administered by the International City/County Management Association (ICMA) and established by Section 391:1 of Title 35 of the New Hampshire Revised Statutes Annotated. During the fiscal year ended June 30, 1998, as required by the *Internal Revenue Code Section 457(g)*, the assets of the plan were placed in a trust. Therefore, the assets are not available to the general creditors of the City.

NOTE 10 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

The City maintains separate OPEB plans for School Retirees and for City Retirees. The Plans do not issue stand-alone financial reports. An actuarial valuation was prepared for both plans as of July 1, 2024 with a measurement date of June 30, 2025. The OPEB liability as of June 30, 2025 and the changes for the year then ended are as follows:

	<u>School Retirees</u>	<u>City Retirees</u>	<u>Total</u>
Liability at June 30, 2024	\$ 15,769,171	\$ 4,056,178	\$ 19,825,349
Changes for the Year			
Service Cost	971,289	159,234	1,130,523
Interest	651,683	159,229	810,912
Experience Losses (Gains)	1,932,068	1,884,230	3,816,298
Changes in Assumptions	486,602	412,095	898,697
Benefits Paid	<u>(961,204)</u>	<u>(359,988)</u>	<u>(1,321,192)</u>
Net Changes	<u>3,080,438</u>	<u>2,254,800</u>	<u>5,335,238</u>
Liability at June 30, 2025	<u>\$ 18,849,609</u>	<u>\$ 6,310,978</u>	<u>\$ 25,160,587</u>

Actuarial Assumptions. The total OPEB liability in the June 30, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods in the measurement, unless otherwise specified:

Salary Increases	4.75%
Discount Rate	4.81%
Healthcare Cost Trend Rates	7.50% graded uniformly to 6.60% over 2 years and following the Getzen model thereafter to an ultimate rate of 4.04% in the year 2075.

The discount rate was based on the S&P Municipal Bond 20 Year High Grade Rate Index as of June 30, 2025 and changed from 4.13% for the prior year. The health care cost trend was updated and is assumed to be 7.5% in 2025, grading down to 6.60% uniformly over 2 years, and then following the Getzen model thereafter. Mortality was updated to scale MP-2021.

For the year ended June 30, 2025, the City recognized OPEB expense of:

School Retiree Plan	\$ 1,048,947
City Retiree Plan	<u>(175,881)</u>
Total	<u>\$ 873,066</u>

NOTE 10 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

OPEB Expense, Actuarially Determined Contribution and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	School Retiree Plan	City Retiree Plan	Total
Deferred Outflows of Resources			
Experience Gains (Losses) - July 1, 2024	\$ 1,690,559	\$ 1,615,054	\$ 3,305,613
Change in Assumptions - July 1, 2018	486,701	0	486,701
Change in Assumptions - July 1, 2020	597,182	112,206	709,388
Change in Assumptions - July 1, 2024	425,777	353,225	779,002
Total	\$ 3,200,219	\$ 2,080,485	\$ 5,280,704
Deferred Inflows of Resources			
Experience Gains (Losses) - July 1, 2017	\$ 30,866	\$ 8,176	\$ 39,042
Experience Gains (Losses) - July 1, 2018	24,756	0	24,756
Experience Gains (Losses) - July 1, 2020	2,509,177	657,450	3,166,627
Experience Gains (Losses) - July 1, 2022	3,438,176	576,724	4,014,900
Change in Assumptions - July 1, 2022	1,538,446	318,253	1,856,699
Total	\$ 7,541,421	\$ 1,560,603	\$ 9,102,024

Contributions between the valuation date and the disclosure date are reported as a deferred outflow of resources and will be recognized as a reduction (increase) in net OPEB liability in the subsequent measurement period.

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

Year Ended June 30,	School Retiree Plan	City Retiree Plan	Total
2026	\$ (574,023)	\$ (176,497)	\$ (750,520)
2027	(1,005,102)	(168,321)	(1,173,423)
2028	(1,005,102)	104,301	(900,801)
2029	(1,005,101)	104,299	(900,802)
2030	(527,103)	328,047	(199,056)
Thereafter	(224,771)	328,053	103,282

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

Plan Description and Benefits

CITY RETIREES

The City maintains a single-employer plan whereby certain health benefits are provided to the retiree and their spouse. The plan is a self-insured plan that provides health and prescription drug coverage to those employees who retire with twenty (20) or more years of service and are at least sixty (60) years old. The Plan provides coverage for up to five (5) years and terminates when the employee reaches age sixty-five (65). The Plan is established under the authority of the City of Maryville City Council and may be amended at any time. Retirees are required to pay 50% of the City's COBRA rate, or a rate as determined by the City for each covered individual.

NOTE 10 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Plan Description and Benefits

CITY RETIREES

Employees Covered by the Benefit Terms. At June 30, 2025, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	32
Inactive Employees Entitled to, but not yet Receiving Benefits	0
Active Employees	<u>293</u>
Total	<u><u>325</u></u>

Sensitivity of the Total OPEB Liability to Changes in Discount Rate. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (3.81%) or 1 percentage-point higher (5.81%) than the current discount rate:

	1% Decrease (3.81%)	Current Discount Rate (4.81%)	1% Increase (5.81%)
Total OPEB Liability	\$ <u>6,741,967</u>	\$ <u>6,310,978</u>	\$ <u>5,901,597</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower (5.60% decreasing to 5.10% over 2 years and following the Getzen model thereafter) or 1 percentage-point higher (7.60% decreasing to 67.10% over 2 years and following the Getzen model thereafter) than the current healthcare cost trend rates:

	1% Decrease (5.60%)	Healthcare Cost Trend Rate (6.60%)	1% Increase (7.60%)
Total OPEB Liability	\$ <u>5,683,004</u>	\$ <u>6,310,978</u>	\$ <u>7,051,640</u>

SCHOOL RETIREES

The Schools maintains a single-employer plan whereby certain health benefits are provided to the retiree and their spouse. The plan is a self-insured plan that provides health and prescription drug coverage to those employees who retire after 1999 at age sixty (60) with ten (10) years of service or retire before age sixty (60) with thirty (30) years of Tennessee Consolidated Retirement System service. The plan provides health coverage up to age sixty-five (65). There are some employees who retired prior to 1990 who were eligible to retire with TCRS who are provided coverage through death. The plan was created under the authority of the Maryville Board of Education and may be modified by the Board at any time with 180 day notice. Retirees pay premiums to plan based on the number of years of service at retirement.

Employees Covered by the Benefit Terms. At June 30, 2025, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	61
Inactive Employees Entitled to, but not yet Receiving Benefits	0
Active Employees	<u>559</u>
Total	<u><u>620</u></u>

NOTE 10 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Plan Description and Benefits (Continued)

SCHOOL RETIREES (Continued)

Sensitivity of the Total OPEB Liability to Changes in Discount Rate. The following presents the total OPEB liability of the School, as well as what the School's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (3.81%) or 1 percentage-point higher (5.81%) than the current discount rate:

	1% Decrease (3.81%)	Current Discount Rate (4.81%)	1% Increase (5.81%)
Total OPEB Liability	\$ <u>20,072,625</u>	\$ <u>18,849,609</u>	\$ <u>17,686,677</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following presents the total OPEB liability of the Schools, as well as what the Schools' total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower (5.60% decreasing to 5.10% over 2 years and following the Getzen model thereafter) or 1 percentage-point higher (7.60% decreasing to 7.10% over 2 years and following the Getzen model thereafter) than the current healthcare cost trend rates:

	1% Decrease (5.60%)	Healthcare Cost Trend Rate (6.60%)	1% Increase (7.60%)
Total OPEB Liability	\$ <u>16,979,316</u>	\$ <u>18,849,609</u>	\$ <u>21,027,027</u>

NOTE 11 - CONTRACTS WITH THE TENNESSEE VALLEY AUTHORITY (TVA)

The City of Maryville Utilities Electric Department (Utility) has a power contract with TVA whereby the Utility purchases all its electric power from TVA and is subject to restrictions and conditions. These include prohibitions against diverting Utility assets to other operations of the municipality, securing indebtedness of other operations, or paying more than the Utility's equitable share of tax equivalents.

NOTE 12 - SELF-INSURANCE

(A) WORKMEN'S COMPENSATION

Effective September 1, 1979, the City was issued a Certificate of Compliance with the Tennessee Workmen's Compensation Law to operate as a self-insured employer. The amounts transferred to the Self-Insured Workmen's Compensation Internal Service Fund are determined by reference to standard Workmen's Compensation rate structures used by insurance companies.

The self-insurance plan is augmented by coverage with Public Entity Partners, whereby coverage is extended for claims over \$400,000 per occurrence and \$400,000 aggregate.

(B) EMPLOYEE'S BENEFITS - MEDICAL PLAN

The City is self-insured for employee medical benefits. The School System separately determines employee benefits and premiums and accordingly are recorded in a separate internal service fund.

The self-insurance plans are augmented by coverage with Swiss Re-Corporate America Insurance Corp., whereby coverage is extended for claims exceeding \$250,000 per employee which limits the exposure to large individual claims.

NOTE 12 - SELF-INSURANCE (Continued)

(C) CLAIMS LIABILITIES

Liabilities of the self-insurance funds are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The self-insurance funds establish claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled. Changes in the balance of claims liabilities during the past three fiscal years for each fund are as follows:

	<u>Fiscal Year</u>	<u>Liability - Beginning</u>	<u>Claims and Changes in Estimates</u>	<u>Fiscal Year Claim Payments</u>	<u>Liability - Ending</u>
Employee Medical					
Self-Insurance/Dental Insurance	2022-2023	\$ 571,770	\$ 12,110,489	\$ 11,783,269	\$ 898,990
	2023-2024	898,990	13,221,958	13,366,300	754,648
	2024-2025	754,648	13,359,785	13,244,433	870,000
Retiree Medical Self-Insurance	2022-2023	\$ 61,302	\$ 879,786	\$ 891,088	\$ 50,000
	2023-2024	50,000	1,192,132	1,192,132	50,000
	2024-2025	50,000	1,621,300	1,591,300	80,000
Workmen's Compensation					
Self-Insurance	2022-2023	\$ 45,227	\$ 415,028	\$ 272,256	\$ 187,999
	2023-2024	187,999	323,517	330,790	180,726
	2024-2025	180,726	314,056	323,529	171,253

The City continues to carry commercial insurance for certain risks of loss, including coverage for buildings and personal property, general and personal injury liability, and automobile liability and physical damage. Settled claims from these risks have not exceeded commercial insurance coverage in any of the prior three (3) fiscal years.

NOTE 13 - CONSTRUCTION CONTRACTS

As of June 30, 2025, the City had the following commitments with respect to unfinished construction—in-progress:

Project Name	Total Contract or Estimated Amount	Costs Incurred Through June 30, 2025	Estimated Cost to Complete
Carpenters Grade Improvements	\$ 9,429,450	\$ 2,886,723	\$ 6,542,727
Maryville to Townsend Greenway Phase 1	3,990,000	384,786	3,605,214
Foch to McCammon	6,309,024	277,985	6,031,039
TDOT West Broadway Widening	6,573,000	108,822	6,464,178
Downtown Wayfinding Signs	555,033	403,040	151,993
State Industrial Access Road #1 Clydesdale Rd.	478,552	93,880	384,672
State Industrial Access Road #2 RCJ Widening	407,772	135,377	272,395
College Street Streetscaping & Improvements	1,441,285	1,441,285	0
Carpenters Grade Sanitary Sewer	555,986	228,965	327,021
Everett Park Improvements	50,000	26,420	23,580
Downtown Public Hotel Infrastructure	2,520,000	1,895,040	624,960
E. Harper Garage Repairs	649,545	649,545	0
W. Broadway @ Old Niles Ferry Signal	316,000	309,208	6,792
Wilkinson Pike Bridge Replacement	120,000	60,475	59,525
Jarvis Park Fence	70,000	69,160	840
New Operations Center	1,058,500	511,803	546,697
Brookhollow Trail Pipe Replacement	278,436	261,246	17,190
Homestead Court Pipe Replacement	406,283	339,734	66,549
MHS Expansion	43,860,765	5,139,091	38,721,674
FC Renovations	5,047,400	4,673,260	374,140
SHE Expansion and Reno	6,433,700	95,584	6,338,116
Tennis Courts at JSE	875,000	676,906	198,094
MJHS Practice Field Renovation	1,200,000	21,300	1,178,700
MHS Track Facility/Baseball Locker Additions	1,500,000	1,073,726	426,274
Rooftop Units - MJHS And CGIS	350,687	325,417	25,270
MHS Roof Replacement	2,097,500	72,500	2,025,000
MVA Building Renovation	1,382,256	81,706	1,300,550
SHE Awning	37,296	23,540	13,756
	\$ 97,993,470	\$ 22,266,524	\$ 75,726,946

NOTE 14 - JOINT VENTURES

In order to pool resources and share the costs, risks and rewards of providing services for the benefit of the general public, the City participates in the following joint ventures.

(A) EMERGENCY COMMUNICATIONS DISTRICT OF BLOUNT COUNTY

Pursuant to an agreement dated August 28, 1984, between the City of Maryville, Blount County, and the City of Alcoa, Tennessee, a Communications Center was established for the purpose of handling emergency calls for the three (3) governmental entities. Effective July 1, 1999, the Blount County Communications Center was combined with the Emergency Communications District of Blount County, a component unit of Blount County, Tennessee. The three (3) governmental entities participate in the funding of the District while exercising no direct control over the District.

The Emergency Communications District of Blount County is governed by nine (9) directors appointed by the Blount County Board of County Commissioners. Before the issuance of most debt instruments, the District must obtain the approval of the Blount County Board of County Commissioners. The District's Board employs coordinators and staff to conduct the daily business of the organization.

NOTE 14 - JOINT VENTURES (Continued)

(A) EMERGENCY COMMUNICATIONS DISTRICT OF BLOUNT COUNTY (Continued)

For the fiscal year ended June 30, 2025, the City contributed \$231,997 to the Blount County Emergency Communications District. Summary financial information for the fiscal year ended June 30, 2024, the most recent fiscal year available, is presented below:

Operating Revenues	\$ 2,285,641
Operating Expenses	<u>3,158,508</u>
Operating Income (Loss)	(872,867)
Non-Operating Revenues	<u>1,176,856</u>
Change in Net Position	303,989
Net Position - July, 1 2023	<u>6,542,396</u>
Net Position - June 30, 2024	<u>\$ 6,846,385</u>
Total Assets	<u>\$ 7,133,320</u>
Deferred Outflows of Resources	<u>\$ 1,126,007</u>
Total Liabilities	<u>\$ 751,278</u>
Deferred Inflows of Resources	<u>\$ 661,664</u>
Net Position	<u>\$ 6,846,385</u>

The Emergency Communications District of Blount County issues a publicly available financial report. A report may be obtained by writing to the Blount County Communications District, P. O. Box 4609, Maryville, TN 37802.

(B) RECREATION AND PARKS COMMISSION

The City of Maryville, Blount County, and the City of Alcoa, Tennessee, jointly participate in the Recreation and Parks Commission (County-Wide) by funding percentages of the operational budget of the Commission. Each governmental entity appoints several persons to serve as commissioners on the Recreation and Parks Commission. The following factors suggest that the Recreation and Parks Commission should not be included in the reporting entity:

- (1) The governing board is solely responsible for operational activities of the Commission.
- (2) The City is neither entitled to operating surpluses nor responsible for operating deficits of the Commission.
- (3) The City's participation is limited to allocated funding as derived by the Commission's operating budget.
- (4) The facilities operated by the Recreation and Parks Commission are open to the public-at-large and not exclusively for enjoyment of residents of the City of Maryville, Tennessee.

NOTE 14 - JOINT VENTURES (Continued)

(B) RECREATION AND PARKS COMMISSION (Continued)

For the fiscal year ended June 30, 2025, the City contributed \$918,126 to the Recreation and Parks Commission to fund operations. Summary financial information for the fiscal year ended June 30, 2024, the most recent year available, is presented below:

Revenues	\$ 3,513,286
Expenditures	<u>3,751,697</u>
Change in Net Position	(238,411)
Net Position - July, 1 2023	<u>2,688,914</u>
Net Position - June 30, 2024	<u>\$ 2,450,503</u>
Total Assets	<u>\$ 2,565,977</u>
Deferred Outflows of Resources	<u>\$ 912,552</u>
Total Liabilities	<u>\$ 700,465</u>
Deferred Inflows of Resources	<u>\$ 327,561</u>
Net Position	<u>\$ 2,450,503</u>

The Recreation and Parks Commission issues a publicly available financial report. A copy may be obtained by writing to Recreation and Parks Commission, 316 Everett High Road, Maryville, TN 37804.

(C) BLOUNT COUNTY CABLE TELEVISION AUTHORITY

The City of Maryville, Blount County, and the City of Alcoa, Tennessee jointly regulate the operation of cable television through the Blount County Cable Television Authority. The Authority is composed of nine (9) appointed members. The Authority funds its budget through the collection of cable television franchise fees from companies under its jurisdiction. After payment of the Authority's expenses, the residual of those collections is remitted to the County and the two Cities based on point of collection.

Summary financial information for the fiscal year ended June 30, 2024, the most recent year available, is presented below:

Revenues	\$ 868,409
Expenditures	<u>31,693</u>
Excess of Revenue Over Expenditures Before Franchise Fee Distributions	836,716
Franchise Fee Distributions to County and Cities	<u>837,412</u>
Change in Net Position	(696)
Net Position - July, 1 2023	<u>24,163</u>
Net Position - June 30, 2024	<u>\$ 23,467</u>
Total Assets	<u>\$ 236,649</u>
Total Liabilities	<u>\$ 213,175</u>
Net Position	<u>\$ 23,474</u>

No joint venture debt was reported on the financial statements of the Authority as of June 30, 2024.

The Blount County Cable Television Authority issues a publicly available financial report. A copy may be obtained by writing to Blount County Cable Television Authority, P. O. Box 4338, Maryville, TN 37802.

NOTE 14 - JOINT VENTURES (Continued)

(D) INDUSTRIAL DEVELOPMENT BOARD OF BLOUNT COUNTY AND THE CITIES OF ALCOA AND MARYVILLE, TENNESSEE

The Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee was organized pursuant to a resolution of the Blount County Quarterly Court in a special called session on September 30, 1969. A certificate of incorporation was received from the Secretary of State of the State of Tennessee dated October 1, 1969. The Industrial Development Board is governed by seven (7) directors. The purpose of the Industrial Development Board is to promote industrial development, provide additional job opportunities in Blount County, Tennessee and surrounding areas, and to exercise the authority and pursue the objectives of an industrial development corporation as provided for in Title 7, Chapter 53, of the Tennessee Code Annotated.

For the fiscal year ended June 30, 2025, the City of Maryville contributed \$1,948,284 to the Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee (inclusive of payments for the development and operation of three (3) industrial parks as more fully described in Note 15).

Summary financial information for the fiscal year ended June 30, 2024, the most recent fiscal year available, is presented below:

Revenues	\$ 295,932
Expenditures	<u>6,303,620</u>
Operating Income (Loss)	(6,007,688)
Nonoperating Revenues	7,283,552
Nonoperating Expenses	<u>4,808</u>
Change in Net Position	<u>1,271,056</u>
Net Position - July, 1 2023	<u>25,355,776</u>
Net Position - June 30, 2024	<u>\$ 26,626,832</u>
Total Assets	<u>\$ 50,356,439</u>
Total Liabilities	<u>\$ 23,729,607</u>
Net Position	<u>\$ 26,626,832</u>

The Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee issues a publicly available report. A copy may be obtained by writing to Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee, 201 S. Washington Street, Maryville, Tennessee 37804.

NOTE 15 - JOINT DEVELOPMENT OF INDUSTRIAL PARKS

(A) PARTNERSHIP PARK NORTH - PARTNERSHIP PARK SOUTH

Pursuant to an Intergovernmental Cooperation Agreement dated December 16, 1997, by and among the City of Maryville, Tennessee, the City of Alcoa, Tennessee, Blount County, Tennessee, and the Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee, the two (2) cities and Blount County agreed to provide financial assistance to the Industrial Development Board in connection with the purchase of certain property and the development and operation of such property as two (2) industrial parks. Such financial assistance is to be provided as follows: Blount County –40%; City of Maryville –30%; and City of Alcoa – 30%.

NOTE 15 - JOINT DEVELOPMENT OF INDUSTRIAL PARKS (Continued)

(A) PARTNERSHIP PARK NORTH - PARTNERSHIP PARK SOUTH (Continued)

Under the terms of the agreement, a joint operating committee, composed of one (1) representative from each of the parties to the agreement, shall have overall control of the two (2) industrial parks – the Partnership Park South (Herron property) and the Partnership Park North (Burkhart property). Such overall control shall include the right to approve all sales of property in the Industrial Parks; approve all budgets related to the operation of the Industrial Parks; approve all capital improvements to the Industrial Parks; and approve all design guidelines, restrictive covenants, and management policies regarding the Industrial Parks.

In addition to financial assistance provided to the Industrial Development Board by the City of Maryville, the City of Alcoa, and Blount County, the Industrial Development Board is to receive the proceeds from the sale of land in the Industrial Parks together with other receipts in connection with the operation, development, and maintenance of the Industrial Parks. Also, amounts equivalent to the property taxes received with respect to any property within either of the Industrial Parks is to be contributed to the Industrial Board.

(B) THE PELLISSIPPI RESEARCH CENTRE ON THE OAK RIDGE CORRIDOR

Pursuant to an Intergovernmental Cooperation Agreement dated May 2006 by and among the City of Maryville, Tennessee; the City of Alcoa, Tennessee; Blount County, Tennessee; Knox County, Tennessee; and the Industrial Development Board of Blount County and the Cities of Alcoa and Maryville, Tennessee, the two (2) cities and two (2) counties agreed to provide financial assistance to the Industrial Development Board in connection with the purchase of certain property and the development and operation of such property as a research and development industrial park. Such financial assistance is to be provided as follows: Blount County – 25%; Knox County – 25%; City of Maryville – 25%; and City of Alcoa – 25%.

Under the terms of the agreement, a joint operating committee, composed of one (1) representative from each of the parties to the agreement, shall have overall control of the industrial park. Such overall control shall include the right to approve all sales of property in the industrial park; approve all budgets related to the operation of the Industrial Park; approve all capital improvements to the Industrial Park; and approve all design guidelines, restrictive covenants, and management policies regarding the Industrial Park.

In addition to financial assistance provided to the Industrial Development Board by the City of Maryville, the City of Alcoa, Blount County and Knox County, the Industrial Development Board is to receive the proceeds from the sale of land in the Industrial Park together with other receipts in connection with the operation, development, and maintenance of the Industrial Park. Also, amounts equivalent to the property taxes received with respect to any property within the Industrial Park is to be contributed to the Industrial Board if needed for operation. Otherwise, the property taxes are remitted to the two (2) cities and two (2) counties based upon the above percentages.

NOTE 16 - RISK FINANCING ACTIVITIES

It is the policy of the City to purchase commercial insurance for the risks of losses to which it is exposed. These risks include general liability, property and casualty, worker's compensation, and employee health and accident claims. Settled claims have not exceeded this commercial coverage in any of the past three (3) fiscal years.

The City maintains its funds with financial institutions which participate in the bank collateral pool administered by the Treasurer of the State of Tennessee. Participating banks determine the aggregate balance of their public funds accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must be equal to at least 105% of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public funds accounts are pledged to the State Treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in aggregate rather than against each individual account. Under this assessment agreement, public funds accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

NOTE 17 - PENDING LITIGATION

The City is involved in various litigations arising in the ordinary course of its operations. The City is vigorously defending each of the suits. The outcome of these suits is not presently determinable. However, management believes that if any suit results in an unfavorable outcome that its insurance coverage is sufficient to cover any judgment.

NOTE 18 - RESTATEMENT

Net position as of July 1, 2024, has been restated as follows for the implementation of GASB Statement No. 101, *Compensated Absences*. The below reflects the restatement amounts on the government-wide statement of net position:

	<u>Governmental Activities</u>
Net Position at June 30, 2024, as previously reported	\$ 215,755,849
Restatement - Implementation of GASB 101, Compensated Absences	<u>(1,330,050)</u>
Net Position at July 1, 2024, as restated	<u>\$ 214,425,799</u>

REQUIRED SUPPLEMENTARY INFORMATION SECTION

CITY OF MARYVILLE, TENNESSEE
SCHEDULES OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
PUBLIC EMPLOYEE PENSION PLAN OF TCRS

Fiscal Years Ended June 30

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ 2,398,771	\$ 2,260,939	\$ 2,150,124	\$ 1,747,753	\$ 1,737,648	\$ 1,777,831	\$ 1,755,534	\$ 1,779,509	\$ 1,513,305	\$ 1,497,709
Interest	8,715,774	8,137,548	7,689,393	7,347,685	6,943,167	6,992,795	6,731,724	6,571,568	5,608,121	5,316,317
Changes in Benefit Terms	0	0	0	0	0	(5,428,262)	0	0	0	0
Differences between Actual and Expected Experience	3,336,489	3,162,159	1,273,934	(189,636)	990,327	(112,709)	(1,270,990)	(1,843,151)	559,325	(233,801)
Change of Assumptions	0	0	0	7,512,625	0	0	0	2,180,089	0	0
Benefit Payments, Including Refunds of										
Employee Contributions	(5,429,549)	(4,834,772)	(4,335,114)	(4,167,352)	(4,036,039)	(3,711,957)	(3,563,207)	(3,303,968)	(2,831,775)	(2,610,612)
Other Changes	0	0	0	0	0	0	0	8,496,175	0	0
Net Change in Total Pension Liability	9,021,485	8,725,874	6,778,337	12,251,075	5,635,103	(482,302)	3,653,061	13,880,222	4,848,976	3,969,613
Total Pension Liability - Beginning	129,438,582	120,712,708	113,934,371	101,683,296	96,048,193	96,530,495	92,877,434	78,997,212	74,148,236	70,178,623
Total Pension Liability - Ending (a)	\$ 138,460,067	\$ 129,438,582	\$ 120,712,708	\$ 113,934,371	\$ 101,683,296	\$ 96,048,193	\$ 96,530,495	\$ 92,877,434	\$ 78,997,212	\$ 74,148,236
Plan Fiduciary Net Position										
Contributions - Employer	\$ 3,071,945	\$ 2,822,767	\$ 2,652,025	\$ 2,481,584	\$ 2,371,012	\$ 2,302,073	\$ 2,215,967	\$ 2,145,243	\$ 2,145,242	\$ 2,030,190
Contributions - Employee	1,380,634	1,290,586	1,193,661	1,118,056	1,067,694	1,022,511	984,220	952,595	1,030,868	901,464
Net Investment Income	12,642,537	8,213,710	(4,886,550)	26,310,557	4,945,214	7,133,950	7,477,847	9,269,389	1,918,675	2,150,493
Benefit Payments, Including Refunds of										
Employee Contributions	(5,429,549)	(4,834,772)	(4,335,114)	(4,167,352)	(4,036,039)	(3,711,957)	(3,563,207)	(3,303,968)	(2,831,775)	(2,610,612)
Administrative Expense	(62,034)	(48,821)	(44,059)	(37,782)	(36,849)	(37,072)	(38,403)	(35,941)	(29,514)	(21,168)
Other	0	0	0	0	0	(5,428,262)	(1,327,251)	8,150,093	0	0
Net Change in Plan Fiduciary Net Position	11,603,533	7,443,470	(5,420,037)	25,705,063	4,311,032	1,281,243	5,749,173	17,177,411	2,233,496	2,450,367
Plan Fiduciary Net Position - Beginning	130,022,444	122,578,974	127,999,011	102,293,948	97,982,916	96,701,673	90,952,500	73,775,089	71,541,593	69,091,226
Plan Fiduciary Net Position - Ending (b)	\$ 141,625,977	\$ 130,022,444	\$ 122,578,974	\$ 127,999,011	\$ 102,293,948	\$ 97,982,916	\$ 96,701,673	\$ 90,952,500	\$ 73,775,089	\$ 71,541,593
Net Pension Liability (Asset) - Ending (a) - (b)	\$ (3,165,910)	\$ (583,862)	\$ (1,866,266)	\$ (14,064,640)	\$ (610,652)	\$ (1,934,723)	\$ (171,178)	\$ 1,924,934	\$ 5,222,123	\$ 2,606,643
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	102.29%	100.45%	101.55%	112.34%	100.60%	102.01%	100.18%	97.93%	93.39%	96.48%
Covered Payroll	\$ 27,551,075	\$ 25,316,293	\$ 23,786,572	\$ 22,316,401	\$ 21,322,041	\$ 20,444,681	\$ 19,679,977	\$ 19,332,367	\$ 19,051,887	\$ 18,022,713
Net Pension Liability (Asset) as a Percentage of Covered Payroll	-11.49%	-2.31%	-7.85%	-63.02%	-2.86%	-9.46%	-0.87%	9.96%	27.41%	14.46%

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

CITY OF MARYVILLE, TENNESSEE
SCHEDULES OF CONTRIBUTIONS
PUBLIC EMPLOYEE PENSION PLAN OF TCRS
Fiscal Years Ended June 30

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially Determined Contribution Contributions in Relation to the Actuarially Determined Contribution	\$ 3,345,905	\$ 3,063,680	\$ 2,815,172	\$ 2,652,662	\$ 2,481,584	\$ 2,371,012	\$ 2,302,073	\$ 2,215,967	\$ 2,176,824	\$ 2,145,243
Contribution Deficiency (Excess)	\$ 0	\$ (8,265)	\$ (7,595)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 30,008,119	\$ 27,551,075	\$ 25,316,293	\$ 23,786,595	\$ 22,316,401	\$ 21,322,041	\$ 20,444,681	\$ 19,679,977	\$ 19,332,367	\$ 19,051,887
Contributions as a Percentage of Covered Payroll	11.15%	11.15%	11.15%	11.15%	11.12%	11.12%	11.26%	11.26%	11.26%	11.26%

Note: This is a 10-year schedule; Please refer to the previously supplied data from the TCRS GASB website for prior years' data, if needed.

Notes:

Valuation date: Actuarially determined contribution rates for 2025 were calculated based on the June 30, 2023 actuarial valuation.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization Period:	Varies by Year
Asset Valuation:	10-year smoothed within a 20.0% corridor to fair value
Inflation	2.25%
Salary Increases:	Graded salary ranges from 8.72% to 3.44% based on age, including inflation, averaging 4.00%
Investment Rate of Return	6.75%, net of investment expense, including inflation
Retirement Age	Pattern of retirement determined by experience study
Mortality	Customized table based on actual experience including an adjustment for some anticipated improvement.
Cost of Living Adjustments	2.125%

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

CITY OF MARYVILLE, TENNESSEE
SCHEDULES OF PROPORTIONATE SHARE OF NET PENSION LIABILITY (ASSET)
TEACHER LEGACY PENSION PLAN OF TCRS
Fiscal Years Ended June 30

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Maryville City Schools' Proportion of the Net Pension Liability (Asset)	0.723911%	0.731405%	0.718699%	0.722142%	0.720842%	0.690792%	0.667657%	0.673848%	0.640423%	0.614098%
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset)	\$ (12,471,991)	\$ (8,623,072)	\$ (8,814,166)	\$ (31,147,717)	\$ (5,496,951)	\$ (7,102,586)	\$ (2,349,428)	\$ (220,472)	\$ 4,002,292	\$ 251,556
Maryville City Schools' Covered Payroll	\$ 23,945,820	\$ 23,734,408	\$ 23,651,902	\$ 23,701,931	\$ 23,990,655	\$ 23,166,992	\$ 23,379,049	\$ 23,742,683	\$ 23,117,998	\$ 22,988,822
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	-52.08%	-36.33%	-37.27%	-131.41%	-22.91%	-30.66%	-10.05%	-0.93%	17.31%	1.09%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	105.76%	104.11%	104.42%	116.13%	103.09%	104.28%	101.49%	100.14%	97.14%	99.81%

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF MARYVILLE CITY SCHOOLS CONTRIBUTIONS
TEACHER LEGACY PENSION PLAN OF TCRS

Fiscal Years Ended June 30

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually Required Contribution	\$ 1,515,362	\$ 1,630,709	\$ 2,062,522	\$ 2,436,151	\$ 2,434,188	\$ 2,550,294	\$ 2,422,876	\$ 2,122,828	\$ 2,153,345	\$ 2,089,867
Contribution in Relation to the Contractually Required Contribution	<u>1,515,362</u>	<u>1,630,709</u>	<u>2,062,522</u>	<u>2,436,151</u>	<u>2,434,188</u>	<u>2,550,294</u>	<u>2,422,876</u>	<u>2,122,828</u>	<u>2,153,345</u>	<u>2,089,867</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Maryville City Schools' Covered Payroll	\$ 23,826,477	\$ 23,945,820	\$ 23,734,406	\$ 23,651,902	\$ 23,701,931	\$ 23,990,655	\$ 23,166,992	\$ 23,379,049	\$ 23,742,683	\$ 23,117,988
Contributions as a percentage of Maryville City Schools' Covered Payroll	6.36%	6.81%	8.69%	10.30%	10.27%	10.63%	10.46%	9.08%	9.07%	9.04%

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

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF MARYVILLE CITY SCHOOLS
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
TEACHER HYBRID PENSION PLAN OF TCRS

Fiscal Years Ended June 30

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Maryville City Schools' Proportion of the Net Pension Liability (Asset)	0.378576%	0.371010%	0.342600%	0.338812%	0.301355%	0.275145%	0.255229%	0.175774%	0.169669%	0.100884%
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset)	\$ (269,776)	\$ (157,321)	\$ (103,782)	\$ (367,005)	\$ (171,363)	\$ (155,316)	\$ (115,753)	\$ (46,375)	\$ (17,663)	\$ (4,059)
Maryville City Schools' Covered Payroll	\$ 8,893,329	\$ 7,379,549	\$ 5,851,039	\$ 4,889,823	\$ 3,802,875	\$ 2,902,688	\$ 2,230,393	\$ 1,170,625	\$ 746,552	\$ 209,611
Maryville City Schools' Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	-3.03%	-2.13%	-1.77%	-7.51%	-4.51%	-5.35%	-5.19%	-3.96%	-2.37%	-1.94%
Plan Fiduciary Net Position as a percentage of the total Pension Liability (Asset)	106.49%	104.97%	104.55%	121.53%	116.52%	123.07%	126.97%	126.81%	121.88%	127.46%

CITY OF MARYVILLE, TENNESSEE
SCHEDULES OF MARYVILLE CITY SCHOOLS CONTRIBUTIONS
TEACHER HYBRID PENSION PLAN OF TCRS
Fiscal Years Ended June 30

	2025*	2024*	2023*	2022*	2021*	2020*	2019*	2018	2017	2016
Contractually Required Contribution	\$ 311,404	\$ 262,353	\$ 211,793	\$ 117,597	\$ 98,774	\$ 77,198	\$ 56,485	\$ 36,372	\$ 46,147	\$ 18,688
Contribution in Relation to the Contractually Required Contribution	<u>311,404</u>	<u>262,353</u>	<u>211,793</u>	<u>117,597</u>	<u>98,774</u>	<u>77,198</u>	<u>56,485</u>	<u>89,216</u>	<u>46,147</u>	<u>29,862</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (52,844)</u>	<u>\$ 0</u>	<u>\$ (11,174)</u>
Maryville City Schools' Covered Payroll	\$ 10,380,094	\$ 8,893,329	\$ 7,379,549	\$ 5,851,039	\$ 4,889,823	\$ 3,802,875	\$ 2,902,688	\$ 2,230,393	\$ 1,170,625	\$ 746,552
Contributions as a percentage of Maryville City Schools' Covered Payroll	3.00%	2.95%	2.87%	2.01%	2.02%	2.03%	1.95%	4.00%	3.94%	4.00%

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

* Maryville City Schools placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remaining portion of the 4% covered payroll into the Pension Stabilization Reserve Trust.

CITY OF MARYVILLE, TENNESSEE

CITY RETIREES
SCHEDULES OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

Fiscal Year Ended June 30

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability								
Service Cost	\$ 159,234	\$ 152,918	\$ 272,351	\$ 266,540	\$ 258,020	\$ 248,958	\$ 238,621	\$ 318,472
Interest	159,229	160,876	120,437	118,316	260,410	240,421	314,319	304,771
Experiences Losses (Gains)	1,884,230	0	(1,009,267)	0	(2,301,080)	0	(1,751,552)	(73,608)
Change in Assumptions	412,095	0	(556,957)	0	392,726	0	(473,352)	0
Benefit Payments	(359,988)	(336,448)	(562,102)	(76,657)	(125,240)	(192,601)	(139,032)	(248,014)
Net Change in Total OPEB Liability	2,254,800	(22,654)	(1,735,538)	308,199	(1,515,164)	296,778	(1,810,996)	301,621
Total OPEB Liability - Beginning	4,056,178	4,078,832	5,814,370	5,506,171	7,021,335	6,724,557	8,535,553	8,233,932
Total OPEB Liability - Ending	<u>\$ 6,310,978</u>	<u>\$ 4,056,178</u>	<u>\$ 4,078,832</u>	<u>\$ 5,814,370</u>	<u>\$ 5,506,171</u>	<u>\$ 7,021,335</u>	<u>\$ 6,724,557</u>	<u>\$ 8,535,553</u>
Covered-Employee Payroll	\$ 23,268,458	\$ 21,497,059	\$ 20,522,252	\$ 20,258,503	\$ 19,339,860	\$ 17,282,255	\$ 16,498,573	\$ 16,192,427
Total OPEB Liability (Asset) as a Percentage of Covered-Employee Payroll	27.1%	18.9%	19.9%	28.7%	28.5%	40.6%	40.8%	52.7%

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

CITY OF MARYVILLE, TENNESSEE

SCHOOL RETIREES
SCHEDULE OF CHANGES IN THE OPEB LIABILITY AND RELATED RATIOS

Fiscal Year Ended June 30,

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability								
Service Cost	\$ 971,289	\$ 932,766	\$ 1,409,294	\$ 1,379,227	\$ 1,418,044	\$ 1,368,240	\$ 1,311,427	\$ 933,567
Interest	651,683	625,436	484,234	453,016	876,891	792,610	627,797	605,377
Experiences Losses (Gains)	1,932,068	0	(5,157,266)	0	(5,645,647)	0	(198,055)	(277,810)
Change in Assumptions	486,602	0	(2,307,667)	0	1,343,657	0	3,893,615	0
Benefit Payments	<u>(961,204)</u>	<u>(1,020,883)</u>	<u>(1,275,318)</u>	<u>(418,980)</u>	<u>(443,809)</u>	<u>(615,204)</u>	<u>(887,097)</u>	<u>(562,124)</u>
Net Change in Total OPEB Liability	3,080,438	537,319	(6,846,723)	1,413,263	(2,450,864)	1,545,646	4,747,687	699,010
Total OPEB Liability - Beginning	<u>15,769,171</u>	<u>15,231,852</u>	<u>22,078,575</u>	<u>20,665,312</u>	<u>23,116,176</u>	<u>21,570,530</u>	<u>16,822,843</u>	<u>16,123,833</u>
Total OPEB Liability - Ending	<u>\$ 18,849,609</u>	<u>\$ 15,769,171</u>	<u>\$ 15,231,852</u>	<u>\$ 22,078,575</u>	<u>\$ 20,665,312</u>	<u>\$ 23,116,176</u>	<u>\$ 21,570,530</u>	<u>\$ 16,822,843</u>
Covered-Employee Payroll	\$ 39,699,437	\$ 33,661,276	\$ 32,211,747	\$ 29,772,896	\$ 28,490,810	\$ 29,222,702	\$ 27,964,308	\$ 28,596,454
Total OPEB Liability (Asset) as a Percentage of Covered-Employee Payroll	47.5%	46.8%	47.3%	74.2%	72.5%	79.1%	77.1%	58.8%

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

OTHER SUPPLEMENTARY INFORMATION

CITY OF MARYVILLE, TENNESSEE
COMBINING BALANCE SHEET
Non-Major Governmental Funds
June 30, 2025

	Special Revenue Funds							
	State Street Aid	Maryville City Schools Cafeteria	Federal Projects	Special Projects	Maryville City Schools Continuing Care Program	Internal School	Local Grant	Stormwater
ASSETS								
Cash and Cash Equivalents	\$ 1,009,640	\$ 2,711,471	\$ 0	\$ 8,780	\$ 544,212	\$ 3,098,756	\$ 3,419,197	\$ 3,469,497
Accounts Receivable	0	0	0	0	0	0	0	68,737
Due from Other Governments	105,571	136,457	356,080	0	0	0	996,959	0
Due from Other Funds	0	6,592	0	0	0	0	0	0
Total Assets	\$ 1,115,211	\$ 2,854,520	\$ 356,080	\$ 8,780	\$ 544,212	\$ 3,098,756	\$ 4,416,156	\$ 3,538,234
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts Payable	\$ 69,987	\$ 52	\$ 135	\$ 0	\$ 0	\$ 0	\$ 902,852	\$ 544,466
Due to Other Funds	0	0	355,945	0	75	0	0	0
Total Liabilities	69,987	52	356,080	0	75	0	902,852	544,466
Fund Balances								
Restricted	1,045,224	2,854,468	0	8,780	544,137	3,098,756	0	2,993,768
Assigned	0	0	0	0	0	0	3,513,304	0
Total Fund Balances	1,045,224	2,854,468	0	8,780	544,137	3,098,756	3,513,304	2,993,768
Total Liabilities and Fund Balances	\$ 1,115,211	\$ 2,854,520	\$ 356,080	\$ 8,780	\$ 544,212	\$ 3,098,756	\$ 4,416,156	\$ 3,538,234

CITY OF MARYVILLE, TENNESSEE
COMBINING BALANCE SHEET (Continued)
Non-Major Governmental Funds
June 30, 2025

	Special Revenue Funds		Total Special Revenue Funds	Capital Project Funds		Total Capital Project Funds	Total Non-Major Governmental Funds
	Drug	GIS		School Construction	Equipment Replacement		
ASSETS							
Cash and Cash Equivalents	\$ 682,089	\$ 0	\$ 14,943,642	\$ 4,244,040	\$ 3,238,758	\$ 7,482,798	\$ 22,426,440
Accounts Receivable	0	155,623	224,360	0	0	0	224,360
Due from Other Governments	0	0	1,595,067	0	0	0	1,595,067
Due from Other Funds	0	0	6,592	0	0	0	6,592
Total Assets	<u>\$ 682,089</u>	<u>\$ 155,623</u>	<u>\$ 16,769,661</u>	<u>\$ 4,244,040</u>	<u>\$ 3,238,758</u>	<u>\$ 7,482,798</u>	<u>\$ 24,252,459</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts Payable	\$ 1,649	\$ 11,542	\$ 1,530,683	\$ 1,385,361	\$ 0	\$ 1,385,361	\$ 2,916,044
Due to Other Funds	0	0	356,020	0	0	0	356,020
Total Liabilities	<u>1,649</u>	<u>11,542</u>	<u>1,886,703</u>	<u>1,385,361</u>	<u>0</u>	<u>1,385,361</u>	<u>3,272,064</u>
Fund Balances							
Restricted	680,440	144,081	11,369,654	0	0	0	11,369,654
Assigned	0	0	3,513,304	2,858,679	3,238,758	6,097,437	9,610,741
Total Fund Balances	<u>680,440</u>	<u>144,081</u>	<u>14,882,958</u>	<u>2,858,679</u>	<u>3,238,758</u>	<u>6,097,437</u>	<u>20,980,395</u>
Total Liabilities and Fund Balances	<u>\$ 682,089</u>	<u>\$ 155,623</u>	<u>\$ 16,769,661</u>	<u>\$ 4,244,040</u>	<u>\$ 3,238,758</u>	<u>\$ 7,482,798</u>	<u>\$ 24,252,459</u>

CITY OF MARYVILLE, TENNESSEE
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES

Non-Major Governmental Funds
For the Period Ending June 30, 2025

	Special Revenue Funds							
	State Street Aid	Maryville City Schools Cafeteria	Federal Projects	Special Projects	Maryville City Schools Continuing Care Program	Internal School	Local Grant	Stormwater
Revenues								
Intergovernmental								
State Taxes	\$ 1,193,358	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Federal Grants	0	0	2,336,733	0	0	0	1,324,146	0
U.S.D.A. Revenue	0	1,448,342	0	0	0	0	0	0
Other Local Revenues	0	21,705	0	0	0	0	0	0
Charges for Services	0	1,546,145	0	0	1,779,381	0	0	1,558,471
Fines, Forfeitures and Court Costs	0	0	0	0	0	0	0	0
Interest Income	0	134,451	0	0	20,949	0	0	0
Internal School Fund Revenue	0	0	0	0	0	3,322,208	0	0
Miscellaneous	0	0	0	100	0	0	0	0
Total Revenues	<u>1,193,358</u>	<u>3,150,643</u>	<u>2,336,733</u>	<u>100</u>	<u>1,800,330</u>	<u>3,322,208</u>	<u>1,324,146</u>	<u>1,558,471</u>
Expenditures								
Current								
General Government	0	0	0	0	0	0	0	0
Public Safety	0	0	0	0	0	0	48,186	0
Public Service	1,705,595	0	0	0	0	0	0	560,456
Culture and Recreation	0	0	0	3,669	0	0	0	0
Education	0	3,050,536	2,336,733	0	1,635,866	4,277,197	0	0
Capital Outlay	0	227,841	0	0	0	0	1,682,517	558,189
Total Expenditures	<u>1,705,595</u>	<u>3,278,377</u>	<u>2,336,733</u>	<u>3,669</u>	<u>1,635,866</u>	<u>4,277,197</u>	<u>1,730,703</u>	<u>1,118,645</u>
Net Change in Fund Balance Before Other Financing Sources (Uses)	<u>(512,237)</u>	<u>(127,734)</u>	<u>0</u>	<u>(3,569)</u>	<u>164,464</u>	<u>(954,989)</u>	<u>(406,557)</u>	<u>439,826</u>
Other Financing Sources (Uses)								
Transfers In	200,000	0	0	0	0	1,236,498	818,899	0
Transfers Out	0	0	0	0	(480,084)	0	0	0
Total Other Financing Sources (Uses)	<u>200,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(480,084)</u>	<u>1,236,498</u>	<u>818,899</u>	<u>0</u>
Net Change in Fund Balance	<u>(312,237)</u>	<u>(127,734)</u>	<u>0</u>	<u>(3,569)</u>	<u>(315,620)</u>	<u>281,509</u>	<u>412,342</u>	<u>439,826</u>
Fund Balance, July 1st	<u>1,357,461</u>	<u>2,982,202</u>	<u>0</u>	<u>12,349</u>	<u>859,757</u>	<u>2,817,247</u>	<u>3,100,962</u>	<u>2,553,942</u>
Fund Balance, June 30th	<u>\$ 1,045,224</u>	<u>\$ 2,854,468</u>	<u>\$ 0</u>	<u>\$ 8,780</u>	<u>\$ 544,137</u>	<u>\$ 3,098,756</u>	<u>\$ 3,513,304</u>	<u>\$ 2,993,768</u>

CITY OF MARYVILLE, TENNESSEE
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (Continued)

Non-Major Governmental Funds
For the Period Ending June 30, 2025

	<u>Special Revenue Funds</u>			<u>Capital Project Funds</u>			Total Non-Major Governmental Funds
	<u>Drug</u>	<u>GIS</u>	<u>Total Special Revenue Funds</u>	<u>School Construction</u>	<u>Equipment Replacement</u>	<u>Total Capital Project Funds</u>	
Revenues							
Intergovernmental							
State Taxes	\$ 0	\$ 0	\$ 1,193,358	\$ 0	\$ 0	\$ 0	\$ 1,193,358
Federal Grants	0	0	3,660,879	0	0	0	3,660,879
U.S.D.A. Revenue	0	0	1,448,342	0	0	0	1,448,342
Other Local Revenues	0	542,549	564,254	0	0	0	564,254
Charges for Services	34,325	11,999	4,930,321	0	0	0	4,930,321
Fines, Forfeitures and Court Costs	4,717	0	4,717	0	0	0	4,717
Interest Income	0	0	155,400	0	0	0	155,400
Internal School Fund Revenue	0	0	3,322,208	0	0	0	3,322,208
Miscellaneous	608,628	0	608,728	0	454,960	454,960	1,063,688
Total Revenues	647,670	554,548	15,888,207	0	454,960	454,960	16,343,167
Expenditures							
Current							
General Government	0	554,308	554,308	0	0	0	554,308
Public Safety	84,472	0	132,658	0	0	0	132,658
Public Service	0	0	2,266,051	0	0	0	2,266,051
Culture and Recreation	0	0	3,669	0	0	0	3,669
Education	0	0	11,300,332	0	0	0	11,300,332
Capital Outlay	53,351	0	2,521,898	3,218,034	1,662,068	4,880,102	7,402,000
Total Expenditures	137,823	554,308	16,778,916	3,218,034	1,662,068	4,880,102	21,659,018
Net Change in Fund Balances Before Other Financing Sources (Uses)	509,847	240	(890,709)	(3,218,034)	(1,207,108)	(4,425,142)	(5,315,851)
Other Financing Sources (Uses)							
Transfers In	0	0	2,255,397	1,384,399	2,562,554	3,946,953	6,202,350
Transfers Out	0	0	(480,084)	0	0	0	(480,084)
Total Other Financing Sources (Uses)	0	0	1,775,313	1,384,399	2,562,554	3,946,953	5,722,266
Net Change in Fund Balance	509,847	240	884,604	(1,833,635)	1,355,446	(478,189)	406,415
Fund Balance, July 1st	170,593	143,841	13,998,354	4,692,314	1,883,312	6,575,626	20,573,980
Fund Balance, June 30th	\$ 680,440	\$ 144,081	\$ 14,882,958	\$ 2,858,679	\$ 3,238,758	\$ 6,097,437	\$ 20,980,395

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other governmental operating units on a cost-reimbursed basis.

Employee Medical Self-Insurance Funds - The Employee Medical Self-Insurance Funds are used to account for the City's self-insured health insurance program. Premiums charged to various operating funds and employee payroll deductions are placed in these self-insurance funds for the payment of medical claims and administrative expenses.

Retiree Medical Self-Insurance Funds - The Retiree Medical Self-Insurance Funds are used to account for the City's retiree self-insured health insurance program. Premiums charged to various operating funds and retiree payments are placed in these self-insurance funds for the payment of medical claims and administrative expenses for city retirees.

Self-Insured Workmen's Compensation Fund - The Self-Insured Workmen's Compensation Fund is used to account for the City's self-insured worker's compensation program. Premiums charged to various operating funds are placed in this fund for the payment of claims and administrative expenses.

Information Technology Systems Fund - The Information Technology Systems Fund is used to account for the operation of the City's information technology system. Data processing charges collected from various City funds are placed in this fund for the payment of operating expenses.

Fleet Maintenance Fund - The Fleet Maintenance Fund is used to account for the operation of the City's vehicle maintenance program. Vehicle maintenance charges collected from various City funds are placed in this fund for the payment of operating expenses.

Facilities Management Fund - The Facilities Management Fund is used to account for the operation of the City's physical facilities. Charges collected from various City funds are placed in this fund for the payment of operating expenses associated with the City's physical facilities.

CITY OF MARYVILLE, TENNESSEE
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2025

	City Employee Medical Self- Insurance Fund	Schools Employee Medical Self- Insurance Fund	City Retiree Medical Self- Insurance Fund	School Retiree Medical Self- Insurance Fund	Self-Insured Workmen's Compensation Fund	Information Technology Systems Fund	Fleet Maintenance Fund	Facilities Management Fund	Total Internal Service Funds
ASSETS									
Current Assets									
Cash	\$ 2,810,753	\$ 2,629,744	\$ 812,656	\$ 361,321	\$ 1,279,300	\$ 1,306,330	\$ 1,349,746	\$ 1,810,018	\$ 12,359,868
Accounts Receivable	34,803	341,720	323	13,766	0	0	0	0	390,612
Inventories	0	0	0	0	0	0	142,170	0	142,170
Due From Other Funds	0	0	0	0	0	0	25,711	0	25,711
Total Current Assets	2,845,556	2,971,464	812,979	375,087	1,279,300	1,306,330	1,517,627	1,810,018	12,918,361
Capital Assets									
Building and Improvements	0	0	0	0	0	0	1,025,264	0	1,025,264
Data Processing Equipment	0	0	0	0	0	734,140	0	0	734,140
Software	0	0	0	0	0	64,593	0	0	64,593
Fleet Maintenance Equipment	0	0	0	0	0	0	478,297	0	478,297
	0	0	0	0	0	798,733	1,503,561	0	2,302,294
Less: Accumulated Depreciation and Amortization	0	0	0	0	0	650,866	1,300,562	0	1,951,428
Net Capital Assets	0	0	0	0	0	147,867	202,999	0	350,866
Total Assets	2,845,556	2,971,464	812,979	375,087	1,279,300	1,454,197	1,720,626	1,810,018	13,269,227
LIABILITIES AND NET POSITION									
Current Liabilities									
Accounts Payable	410,137	481,023	30,000	60,000	183,123	4,552	18,910	168,227	1,355,972
Total Current Liabilities	410,137	481,023	30,000	60,000	183,123	4,552	18,910	168,227	1,355,972
Net Position									
Investment in Capital Assets	0	0	0	0	0	147,867	202,999	0	350,866
Unrestricted	2,435,419	2,490,441	782,979	315,087	1,096,177	1,301,778	1,498,717	1,641,791	11,562,389
Total Net Position	\$ 2,435,419	\$ 2,490,441	\$ 782,979	\$ 315,087	\$ 1,096,177	\$ 1,449,645	\$ 1,701,716	\$ 1,641,791	\$ 11,913,255

CITY OF MARYVILLE, TENNESSEE
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
For the Period Ending June 30, 2025

	City Employee Medical Self- Insurance Fund	Schools Employee Medical Self- Insurance Fund	City Retiree Medical Self- Insurance Fund	School Retiree Medical Self- Insurance Fund	Self-Insured Workmen's Compensation Fund	Information Technology Systems Fund	Fleet Maintenance Fund	Facilities Management Fund	Total Internal Service Funds
OPERATING REVENUES									
Insurance Charges	\$ 5,217,470	\$ 8,343,469	\$ 481,773	\$ 733,336	\$ 467,255	\$ 0	\$ 0	\$ 0	\$ 15,243,303
Facilities Charges	0	0	0	0	0	0	0	1,961,839	1,961,839
Data Processing Charges	0	0	0	0	0	1,913,571	0	0	1,913,571
Equipment Repair Charges	0	0	0	0	0	0	1,089,160	0	1,089,160
Miscellaneous	724	0	0	0	0	0	2,295	0	3,019
Total Operating Revenues	<u>5,218,194</u>	<u>8,343,469</u>	<u>481,773</u>	<u>733,336</u>	<u>467,255</u>	<u>1,913,571</u>	<u>1,091,455</u>	<u>1,961,839</u>	<u>20,210,892</u>
OPERATING EXPENSES									
Salaries and Related Costs	0	0	0	0	0	1,014,531	671,943	63,865	1,750,339
Other Services	0	0	0	0	0	122	21,940	614,591	636,653
Supplies and Parts	0	0	0	0	0	54,461	0	24,922	79,383
Training	0	0	0	0	0	3,927	5,267	0	9,194
Inventory Adjustments	0	0	0	0	0	0	10,937	0	10,937
Building and Office Rental	0	0	0	0	0	0	47,444	0	47,444
Insurance	0	0	0	0	0	1,233	11,929	34,494	47,656
Software and Minor Equipment	0	0	0	0	0	0	4,295	0	4,295
Depreciation	0	0	0	0	0	124,947	23,954	0	148,901
Utilities	0	0	0	0	0	0	0	425,302	425,302
Communications	0	0	0	0	0	5,027	0	29,520	34,547
Repair and Maintenance	0	0	0	0	0	1,255	11,406	337,199	349,860
Insurance Claims Premiums and Administrative Expenses	5,599,840	7,899,945	518,341	1,112,959	314,056	0	0	0	15,445,141
Other	0	0	0	0	0	523,901	42,465	155,991	722,357
Total Operating Expenses	<u>5,599,840</u>	<u>7,899,945</u>	<u>518,341</u>	<u>1,112,959</u>	<u>314,056</u>	<u>1,729,404</u>	<u>851,580</u>	<u>1,685,884</u>	<u>19,712,009</u>
CHANGE IN NET POSITION	(381,646)	443,524	(36,568)	(379,623)	153,199	184,167	239,875	275,955	498,883
NET POSITION - July 1st	<u>2,817,065</u>	<u>2,046,917</u>	<u>819,547</u>	<u>694,710</u>	<u>942,978</u>	<u>1,265,478</u>	<u>1,461,841</u>	<u>1,365,836</u>	<u>11,414,372</u>
NET POSITION - June 30th	<u>\$ 2,435,419</u>	<u>\$ 2,490,441</u>	<u>\$ 782,979</u>	<u>\$ 315,087</u>	<u>\$ 1,096,177</u>	<u>\$ 1,449,645</u>	<u>\$ 1,701,716</u>	<u>\$ 1,641,791</u>	<u>\$ 11,913,255</u>

CITY OF MARYVILLE, TENNESSEE
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Period Ending June 30, 2025

	City Employee Medical Self- Insurance Fund	Schools Employee Medical Self- Insurance Fund	City Retiree Medical Self- Insurance Fund	School Retiree Medical Self- Insurance Fund	Self-Insured Workmen's Compensation Fund	Information Technology Systems Fund	Fleet Maintenance Fund	Facilities Management Fund	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES									
Insurance Premiums/Reimbursements Collected	\$ 5,208,331	\$ 8,084,220	\$ 481,450	\$ 719,570	\$ 467,255	\$ 0	\$ 0	\$ 0	\$ 14,960,826
Collections from Various City Departments	0	0	0	0	0	1,913,571	1,084,707	1,961,839	4,960,117
Other	724	0	0	0	0	0	2,295	0	3,019
Payments to Other Suppliers of Goods and Services	(5,519,703)	(7,843,570)	(508,341)	(1,082,959)	(311,659)	(1,762,082)	(336,289)	(1,621,329)	(18,985,932)
Payments to Employees for Services	0	0	0	0	0	0	(466,073)	(42,350)	(508,423)
Net Cash Provided By (Used In) Operating Activities	<u>(310,648)</u>	<u>240,650</u>	<u>(26,891)</u>	<u>(363,389)</u>	<u>155,596</u>	<u>151,489</u>	<u>284,640</u>	<u>298,160</u>	<u>429,607</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Acquisition of Capital Assets	0	0	0	0	0	(150,322)	(6,000)	0	(156,322)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(310,648)	240,650	(26,891)	(363,389)	155,596	1,167	278,640	298,160	273,285
CASH AND CASH EQUIVALENTS - July 1st	<u>3,121,401</u>	<u>2,389,094</u>	<u>839,547</u>	<u>724,710</u>	<u>1,123,704</u>	<u>1,305,163</u>	<u>1,071,106</u>	<u>1,511,858</u>	<u>12,086,583</u>
CASH AND CASH EQUIVALENTS - June 30th	<u><u>\$ 2,810,753</u></u>	<u><u>\$ 2,629,744</u></u>	<u><u>\$ 812,656</u></u>	<u><u>\$ 361,321</u></u>	<u><u>\$ 1,279,300</u></u>	<u><u>\$ 1,306,330</u></u>	<u><u>\$ 1,349,746</u></u>	<u><u>\$ 1,810,018</u></u>	<u><u>\$ 12,359,868</u></u>

CITY OF MARYVILLE, TENNESSEE
COMBINING STATEMENT OF CASH FLOWS (Continued)
INTERNAL SERVICE FUNDS
For the Period Ending June 30, 2025

	City Employee Medical Self- Insurance Fund	Schools Employee Medical Self- Insurance Fund	City Retiree Medical Self- Insurance Fund	School Retiree Medical Self- Insurance Fund	Self-Insured Workmen's Compensation Fund	Information Technology Systems Fund	Fleet Maintenance Fund	Facilities Management Fund	Total Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES									
Operating Income (loss)	\$ (381,646)	\$ 443,524	\$ (36,568)	\$ (379,623)	\$ 153,199	\$ 184,167	\$ 239,875	\$ 275,955	\$ 498,883
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Expenses:									
Add Non-Cash Expenses:									
Depreciation	0	0	0	0	0	124,947	23,954	0	148,901
Changes in Assets and Liabilities:									
Accounts Receivable	(9,139)	(259,249)	(323)	(13,766)	0	0	0	0	(282,477)
Due from Other Funds	0	0	0	0	0	0	(4,453)	0	(4,453)
Inventories	0	0	0	0	0	0	39,723	0	39,723
Accounts Payable	80,137	56,375	10,000	30,000	2,397	(157,625)	(14,459)	22,205	29,030
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>\$ (310,648)</u>	<u>\$ 240,650</u>	<u>\$ (26,891)</u>	<u>\$ (363,389)</u>	<u>\$ 155,596</u>	<u>\$ 151,489</u>	<u>\$ 284,640</u>	<u>\$ 298,160</u>	<u>\$ 429,607</u>

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt not being accounted for in the Enterprise Funds.

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

DEBT SERVICE FUNDS

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Interest Earned	\$ 125,145	\$ 125,145	\$ 149,203	\$ 24,058
Expenditures				
Debt Service				
Principal Retirement	5,071,279	5,071,279	5,071,274	5
Interest and Fiscal Fees	1,860,078	1,860,078	1,851,402	8,676
Payments Under Leases	331,458	331,458	131,458	200,000
Total Expenditures	7,262,815	7,262,815	7,054,134	208,681
Net Change in Fund Balance Before Other Financing Sources (Uses)	(7,137,670)	(7,137,670)	(6,904,931)	232,739
Other Financing Sources (Uses)				
Transfers In	7,286,768	7,286,768	7,286,768	0
Net Change in Fund Balance	149,098	149,098	381,837	232,739
Fund Balance, July 1st	4,408,397	4,408,397	4,408,397	0
Fund Balance, June 30th	\$ 4,557,495	\$ 4,557,495	\$ 4,790,234	\$ 232,739

NON-MAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

State Street Aid Fund - The State Street Aid Fund is used to account for the State gasoline tax. Proceeds of this tax must be expended for the improvement and maintenance of City streets.

Maryville City Schools Cafeteria Fund - The Maryville City Schools Cafeteria Fund is used to account for the operations of all cafeterias in the School System. Revenues are provided primarily by the sale of meals (breakfasts, lunches, and a la carte items) and reimbursements from the United States Department of Agriculture (USDA).

Federal Projects Fund - The Federal Projects Fund is used to account for restricted federal revenues which must be expended on specific education programs.

Special Projects Fund - The Special Projects Fund is used to account for the revenues and expenditures associated with the Sanitation Santa Program, economic development activities, and community events.

Maryville City Schools Continuing Care Program Fund - The Maryville City Schools Continuing Care Program Fund is used to account for the revenues (primarily fees) and expenditures of the before- and after-school programs at the three (3) City of Maryville elementary schools and two (2) City of Maryville middle schools.

Internal School Fund - The Internal School Fund is used to account for revenues and expenditures associated with various student activities.

Local Grant Fund - The Local Grant Fund is used to account for the proceeds of federal and state grants and the related expenditures therefrom.

Drug Fund - The Drug Fund is used to account for revenues (primarily drug related fines) which must be expended on drug-enforcement operations of the City.

Geographic Information System (GIS) Fund - The Geographic Information System Fund is used to account for the revenues (primarily intergovernmental funding) and expenditures associated with the development and maintenance of a geographic information system.

Stormwater Fund - The Storm Water Fund is used to account for the revenues (primarily fees assessed to property owners) and expenditures associated with the City's Storm Water System.

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

STATE STREET AID - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final	Amounts	(Unfavorable)
Revenues				
Intergovernmental – State Gasoline Tax	\$ 1,187,961	\$ 1,187,961	\$ 1,193,358	\$ 5,397
Expenditures				
Salaries	30,000	30,000	4,312	25,688
Fringe Benefits	2,325	2,325	337	1,988
Operating Expenses	1,600,000	1,800,000	1,679,107	120,893
Materials and Supplies	61,500	61,500	21,839	39,661
Total Expenditures	1,693,825	1,893,825	1,705,595	188,230
Net Change in Fund Balance Before Other Financing Sources (Uses)	(505,864)	(705,864)	(512,237)	193,627
Other Financing Sources (Uses)				
Transfers In	0	200,000	200,000	0
Net Change in Fund Balance	(505,864)	(505,864)	(312,237)	193,627
Fund Balance, July 1st	1,357,461	1,357,461	1,357,461	0
Fund Balance, June 30th	\$ 851,597	\$ 851,597	\$ 1,045,224	\$ 193,627

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
MARYVILLE CITY SCHOOLS CAFETERIA - SPECIAL REVENUE FUND
For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
U.S.D.A. Revenue	\$ 1,600,000	\$ 1,600,000	\$ 1,448,342	\$ (151,658)
State Revenues	23,000	23,000	21,705	(1,295)
Charges for Services	1,572,000	1,572,000	1,546,145	(25,855)
Interest Income	150,000	150,000	134,451	(15,549)
Total Revenues	<u>3,345,000</u>	<u>3,345,000</u>	<u>3,150,643</u>	<u>(194,357)</u>
Expenditures				
Food	1,550,000	1,602,900	1,541,091	61,809
Salaries	1,102,281	1,015,681	1,015,583	98
Fringe Benefits	348,579	304,879	302,819	2,060
Operating Expenses	120,000	122,400	120,157	2,243
Materials and Supplies	84,140	71,140	70,886	254
Capital Outlay	140,000	228,000	227,841	159
Total Expenditures	<u>3,345,000</u>	<u>3,345,000</u>	<u>3,278,377</u>	<u>66,623</u>
Net Change in Fund Balance	0	0	(127,734)	(127,734)
Fund Balance, July 1st	<u>2,982,202</u>	<u>2,982,202</u>	<u>2,982,202</u>	<u>0</u>
Fund Balance, June 30th	<u>\$ 2,982,202</u>	<u>\$ 2,982,202</u>	<u>\$ 2,854,468</u>	<u>\$ (127,734)</u>

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

FEDERAL PROJECTS - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental	\$ 2,146,411	\$ 2,442,722	\$ 2,336,733	\$ (105,989)
Expenditures				
Regular Instruction	757,532	830,934	805,981	24,953
Special Education Instruction	1,250,871	1,339,224	1,259,834	79,390
Special Education Support	45,000	46,221	46,555	(334)
Vocational Education Instruction	46,478	42,608	42,608	0
Vocational Education Support	28,923	25,310	23,330	1,980
Technology	0	17,232	17,232	0
Capital Outlay	17,607	141,193	141,193	0
Total Expenditures	<u>2,146,411</u>	<u>2,442,722</u>	<u>2,336,733</u>	<u>105,989</u>
Net Change in Fund Balance	0	0	0	0
Fund Balance, July 1st	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, June 30th	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

SPECIAL PROJECTS - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Contributions	\$ 1,000	\$ 1,000	\$ 100	\$ (900)
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>100</u>	<u>(900)</u>
Expenditures				
Community Support	12,000	12,000	3,669	8,331
Total Expenditures	<u>12,000</u>	<u>12,000</u>	<u>3,669</u>	<u>8,331</u>
Net Change in Fund Balance	(11,000)	(11,000)	(3,569)	7,431
Fund Balance, July 1st	<u>12,349</u>	<u>12,349</u>	<u>12,349</u>	<u>0</u>
Fund Balance, June 30th	<u>\$ 1,349</u>	<u>\$ 1,349</u>	<u>\$ 8,780</u>	<u>\$ 7,431</u>

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

MARYVILLE CITY SCHOOLS CONTINUING CARE PROGRAM - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Community Service Fees	\$ 1,230,000	\$ 1,345,000	\$ 1,779,381	\$ 434,381
Interest	25,000	25,000	20,949	(4,051)
Total Revenues	<u>1,255,000</u>	<u>1,370,000</u>	<u>1,800,330</u>	<u>430,330</u>
Expenditures				
Salaries and Related Costs	1,069,966	1,184,966	1,330,754	(145,788)
Materials and Supplies	135,000	135,000	230,494	(95,494)
Other Expenditures	50,034	50,034	74,618	(24,584)
Total Expenditures	<u>1,255,000</u>	<u>1,370,000</u>	<u>1,635,866</u>	<u>(265,866)</u>
Net Change in Fund Balance Before Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>164,464</u>	<u>164,464</u>
Other Financing Sources (Uses)				
Transfers Out	<u>(500,000)</u>	<u>(500,000)</u>	<u>(480,084)</u>	<u>19,916</u>
Net Change in Fund Balance	<u>(500,000)</u>	<u>(500,000)</u>	<u>(315,620)</u>	<u>184,380</u>
Fund Balance, July 1st	<u>859,757</u>	<u>859,757</u>	<u>859,757</u>	<u>0</u>
Fund Balance, June 30th	<u>\$ 359,757</u>	<u>\$ 359,757</u>	<u>\$ 544,137</u>	<u>\$ 184,380</u>

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

MARYVILLE CITY SCHOOLS INTERNAL SCHOOL FUND - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Actual Amounts
Revenues	
General Administrative	\$ 112,644
Field Trips	68,671
Miscellaneous	148,638
Fundraising	62,116
Student/Class Fees	117,999
Donations	39,848
Athletic Funds	1,480,256
Club Funds	178,741
TISA Funds	76,000
Grants - Special Projects	170,383
Other Purposes	866,912
Total Revenues	<u>3,322,208</u>
Expenditures	
Instructional	623,692
General Administrative	552,480
Field Trips	74,894
Operations and Maintenance	349,672
Miscellaneous	26,722
Student/Class Fees	17,653
Fundraising	17,544
Athletic Funds	1,470,813
Club Funds	163,608
TISA Funds	63,049
Grants - Special Projects	136,959
Other Purposes	780,111
Total Expenditures	<u>4,277,197</u>
Net Change in Fund Balance Before Other Financing Sources (Uses)	(954,989)
Other Financing Sources (Uses)	
Transfers In	<u>1,236,498</u>
Net Change in Fund Balance	<u>281,509</u>
Fund Balance, July 1st	<u>2,817,247</u>
Fund Balance, June 30th	<u>\$ 3,098,756</u>

*Due to the specific nature of the fund, the Internal School Fund does not report a budget.

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

LOCAL GRANT - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Favorable (Unfavorable)
Revenues				
Intergovernmental - Other Federal, State, and Local Grants	\$ 10,062,752	\$ 10,157,252	\$ 1,324,146	\$ (8,833,106)
Expenditures				
Public Safety	334,991	384,973	47,572	337,401
Police Safety Equipment	12,889	12,889	614	12,275
Carpenters Grade Improvements	8,501,055	8,501,055	1,231,715	7,269,340
Maryville to Townsend Greenway Phase 1	1,612,386	1,612,386	108,372	1,504,014
Foch to McCammon Extension	1,282,803	1,282,803	39,981	1,242,822
TDOT West Broadway Widening	740,000	740,000	108,822	631,178
TDOT Morganton Road Widening	130,000	130,000	0	130,000
Downtown Wayfindings Signs	100,162	100,162	99,127	1,035
SLCGP Deep Discovery Inspector	50,000	94,500	94,500	0
Total Expenditures	<u>12,764,286</u>	<u>12,858,768</u>	<u>1,730,703</u>	<u>11,128,065</u>
Net Change in Fund Balance Before Other Financing Sources (Uses)	(2,701,534)	(2,701,516)	(406,557)	2,294,959
Other Financing Sources (Uses)				
Transfers in	<u>970,449</u>	<u>970,449</u>	<u>818,899</u>	<u>(151,550)</u>
Net Change in Fund Balance	(1,731,085)	(1,731,067)	412,342	2,143,409
Fund Balance, July 1st	<u>3,100,962</u>	<u>3,100,962</u>	<u>3,100,962</u>	<u>0</u>
Fund Balance, June 30th	<u>\$ 1,369,877</u>	<u>\$ 1,369,895</u>	<u>\$ 3,513,304</u>	<u>\$ 2,143,409</u>

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

DRUG FUND - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Drug-related Fines	\$ 4,000	\$ 4,000	\$ 4,717	\$ 717
Impound and Wrecker Fees	41,000	41,000	34,325	(6,675)
Sale of Equipment	0	0	17,250	17,250
Contributions	0	3,850	533,825	529,975
Miscellaneous	0	3,410	57,553	54,143
Total Revenues	<u>45,000</u>	<u>52,260</u>	<u>647,670</u>	<u>595,410</u>
Expenditures				
Operating Expenses	67,000	43,240	26,050	17,190
Materials and Supplies	85,000	61,020	58,422	2,598
Capital Outlay	0	55,000	53,351	1,649
Total Expenditures	<u>152,000</u>	<u>159,260</u>	<u>137,823</u>	<u>21,437</u>
Net Change in Fund Balance	(107,000)	(107,000)	509,847	616,847
Fund Balance, July 1st	<u>170,593</u>	<u>170,593</u>	<u>170,593</u>	<u>0</u>
Fund Balance, June 30th	<u>\$ 63,593</u>	<u>\$ 63,593</u>	<u>\$ 680,440</u>	<u>\$ 616,847</u>

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
GEOGRAPHIC INFORMATION SYSTEMS - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental Funding	\$ 579,825	\$ 579,825	\$ 542,549	\$ (37,276)
Data Sales	12,000	12,000	11,999	(1)
Total Revenues	591,825	591,825	554,548	(37,277)
Expenditures				
Salaries	290,980	281,482	269,646	11,836
Fringe Benefits	106,172	106,172	99,534	6,638
Operating Expenses	137,819	139,662	135,181	4,481
Materials and Supplies	2,300	9,955	8,552	1,403
Insurance	2,267	2,267	1,109	1,158
IT Services	28,254	28,254	28,254	0
Building and Office	12,033	12,033	12,032	1
Total Expenditures	579,825	579,825	554,308	25,517
Net Change in Fund Balance	12,000	12,000	240	(11,760)
Fund Balance, July 1st	143,841	143,841	143,841	0
Fund Balance, June 30th	\$ 155,841	\$ 155,841	\$ 144,081	\$ (11,760)

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

STORMWATER - SPECIAL REVENUE FUND

For the Period Ending June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Residential Fees	\$ 505,000	\$ 505,000	\$ 509,749	\$ 4,749
Commercial Fees	1,012,000	1,012,000	1,043,840	31,840
Customer Forfeited Discounts	5,000	5,000	4,882	(118)
Total Revenues	<u>1,522,000</u>	<u>1,522,000</u>	<u>1,558,471</u>	<u>36,471</u>
Expenditures				
Engineering				
Salaries	99,455	99,455	70,899	28,556
Fringe Benefits	38,553	38,598	35,907	2,691
Operating Expense	298,618	278,118	72,777	205,341
Materials and Supplies	13,525	14,025	7,759	6,266
Capital Outlay	1,266,282	1,266,282	558,189	708,093
Total Engineering	<u>1,716,433</u>	<u>1,696,478</u>	<u>745,531</u>	<u>950,947</u>
Construction				
Salaries	163,717	167,615	165,650	1,965
Fringe Benefits	92,011	93,654	86,464	7,190
Operating Expense	101,672	114,886	106,706	8,180
Materials and Supplies	22,000	23,200	14,294	8,906
Total Construction	<u>379,400</u>	<u>399,355</u>	<u>373,114</u>	<u>26,241</u>
Total Expenditures	<u>2,095,833</u>	<u>2,095,833</u>	<u>1,118,645</u>	<u>977,188</u>
Net Change in Fund Balance	(573,833)	(573,833)	439,826	1,013,659
Fund Balance, July 1st	<u>2,553,942</u>	<u>2,553,942</u>	<u>2,553,942</u>	<u>0</u>
Fund Balance, June 30th	<u>\$ 1,980,109</u>	<u>\$ 1,980,109</u>	<u>\$ 2,993,768</u>	<u>\$ 1,013,659</u>

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF OPERATING EXPENSES BY DEPARTMENT
WATER AND SEWER DEPARTMENT

CITY OF MARYVILLE UTILITIES - ENTERPRISE FUND

For the Period Ending June 30, 2025

DIRECT OPERATING EXPENSES

Water Expenses

Salaries	\$ 640,080
Fringe Benefits	232,068
Operating Expenses	644,150
Materials and Supplies	153,671
Insurance	19,089
Information Technology Services	63,571
Total Water Expenses	<u>1,752,629</u>

Waste Water Treatment Expenses

Salaries	1,178,665
Fringe Benefits	443,703
Operating Expenses	1,793,853
Materials and Supplies	541,971
Insurance	67,691
Information Technology Services	101,242
Building Maintenance	23,987
Total Waste Water Treatment Expenses	<u>4,151,112</u>

Water and Waste Water System

Salaries	1,258,879
Fringe Benefits	483,564
Operating Expenses	1,104,253
Materials and Supplies	77,904
Total Water and Waste Water System	<u>2,924,600</u>

Total Direct Operating Expenses

8,828,341

CUSTOMER ACCOUNTING AND COLLECTION

Customer Records and Expenses	1,629,250
Uncollectible Accounts	20,000
Total Customer Accounting and Collection	<u>1,649,250</u>

ADMINISTRATIVE AND GENERAL EXPENSES

Salaries	774,440
Fringe Benefits	247,708
Operating Expenses	309,599
Materials and Supplies	29,153
Insurance	44,679
Information Technology Services	306,080
Building Maintenance	187,577
Total Administrative and General Expenses	<u>1,899,236</u>

OTHER OPERATING EXPENSES

Depreciation	4,745,483
Total Operating Expenses	<u>\$ 17,122,310</u>

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF CHANGES IN LONG-TERM DEBT BY INDIVIDUAL ISSUE
June 30, 2025

	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding July 1, 2024	Issued During Period	Paid and/or Matured During Period	Refunded During Period	Outstanding June 30, 2025
Governmental Activities									
Notes Payable									
<u>Payable through Debt Service Fund</u>									
Tennessee State School Bond Authority Note	\$ 18,720,000	1.515 %	12/17/2009	7/1/2026	\$ 2,463,886	\$ 0	\$ 1,167,877	\$ 0	\$ 1,296,009
Tennessee School Energy Efficiency Note	1,240,328	1.5 %	4/1/2019	4/1/2026	322,273	0	183,175	0	139,098
Total Notes Payable through Debt Service Fund					<u>2,786,159</u>	<u>0</u>	<u>1,351,052</u>	<u>0</u>	<u>1,435,107</u>
Bonds Payable									
<u>Payable through Debt Service Fund</u>									
2017A General Obligation Refunding	\$ 23,780,000	2.25 to 5.0 %	12/1/2017	6/1/2030	12,820,000	0	2,075,000	0	10,745,000
2018A General Obligation Public Improvement	18,180,000	3.0 to 5.0 %	6/1/2018	6/1/2040	15,635,000	0	720,000	0	14,915,000
2021 General Obligation Refunding	15,765,000	2.0 to 5.0 %	5/28/2021	6/1/2034	13,940,000	0	925,000	0	13,015,000
Total Bonds Payable through Debt Service Fund					<u>42,395,000</u>	<u>0</u>	<u>3,720,000</u>	<u>0</u>	<u>38,675,000</u>
Total Governmental Activities					<u>\$ 45,181,159</u>	<u>\$ 0</u>	<u>\$ 5,071,052</u>	<u>\$ 0</u>	<u>\$ 40,110,107</u>
Business-Type Activities									
Notes Payable									
<u>Payable through Water and Sewer Department Fund</u>									
Tennessee Revolving Fund Loan	\$ 2,034,000	2.09 %	10/26/2009	6/30/2031	\$ 916,176	\$ 0	\$ 122,940	\$ 0	\$ 793,236
Bonds Payable									
<u>Payable through Water and Sewer Department Fund</u>									
2017B Water and Sewer Revenue and Tax Refunding	\$ 31,800,000	2.25 to 5.0 %	12/1/2017	6/1/2038	27,995,000	0	1,495,000	0	26,500,000
2018A General Obligation Public Improvement	2,910,000	3.0 to 5.0 %	6/1/2018	6/1/2040	2,500,000	0	115,000	0	2,385,000
2021 General Obligation Refunding	1,760,000	5.0 %	5/28/2021	6/1/2027	760,000	0	350,000	0	410,000
Total Bonds Payable through Water and Sewer Department Fund					<u>31,255,000</u>	<u>0</u>	<u>1,960,000</u>	<u>0</u>	<u>29,295,000</u>
<u>Payable through Electric Department Fund</u>									
2018A General Obligation Public Improvement	\$ 2,910,000	3.0 to 5.0 %	6/1/2018	6/1/2040	2,500,000	0	115,000	0	2,385,000
2020 Revenue and Refunding	5,000,000	1.07 %	7/23/2020	6/1/2025	1,000,000	0	1,000,000	0	0
Total Bonds Payable through Electric Department Fund					<u>3,500,000</u>	<u>0</u>	<u>1,115,000</u>	<u>0</u>	<u>2,385,000</u>
Total Business-Type Activities					<u>\$ 35,671,176</u>	<u>\$ 0</u>	<u>\$ 3,197,940</u>	<u>\$ 0</u>	<u>\$ 32,473,236</u>

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF BOND AND INTEREST REQUIREMENTS BY FISCAL YEAR

June 30, 2025

Fiscal Year	Total Requirements	Total		2009 Qualified School		2011 State Revolving	
		Bond	Interest	Bond	Interest	Bond	Interest
2026	\$ 10,156,640	\$ 7,475,603	\$ 2,681,037	\$ 1,296,009	\$ 283,608	\$ 125,496	\$ 15,156
2027	8,056,214	5,958,100	2,098,114	0	0	128,100	12,552
2028	7,909,715	6,105,764	1,803,951	0	0	130,764	9,888
2029	7,933,902	6,323,488	1,610,414	0	0	133,488	7,164
2030	7,806,952	6,391,260	1,415,692	0	0	136,260	4,392
2031	6,655,540	5,439,128	1,216,412	0	0	139,128	1,562
2032	6,505,850	5,450,000	1,055,850	0	0	0	0
2033	6,452,350	5,560,000	892,350	0	0	0	0
2034	6,230,550	5,505,000	725,550	0	0	0	0
2035	4,220,000	3,640,000	580,000	0	0	0	0
2036	4,214,063	3,745,000	469,063	0	0	0	0
2037	4,183,125	3,830,000	353,125	0	0	0	0
2038	4,199,525	3,965,000	234,525	0	0	0	0
2039	1,684,856	1,575,000	109,856	0	0	0	0
2040	1,676,699	1,620,000	56,699	0	0	0	0
Totals	\$ 87,885,981	\$ 72,583,343	\$ 15,302,638	\$ 1,296,009	\$ 283,608	\$ 793,236	\$ 50,714

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF BOND AND INTEREST REQUIREMENTS BY FISCAL YEAR (Continued)

June 30, 2025

Year	2017A General Obligation		2017B General Obligation		2018A General Obligation	
	Bond	Interest	Bond	Interest	Bond	Interest
2026	\$ 2,060,000	\$ 375,844	\$ 1,560,000	\$ 834,718	\$ 995,000	\$ 693,600
2027	2,100,000	272,843	1,675,000	756,719	1,045,000	643,850
2028	2,140,000	167,844	1,785,000	672,969	1,100,000	591,600
2029	2,185,000	119,694	1,855,000	632,806	1,150,000	536,600
2030	2,260,000	67,800	1,915,000	588,750	1,200,000	490,600
2031	0	0	1,990,000	531,300	1,235,000	454,600
2032	0	0	2,055,000	471,600	1,270,000	417,550
2033	0	0	2,125,000	409,950	1,310,000	379,450
2034	0	0	2,190,000	346,200	1,355,000	340,150
2035	0	0	2,250,000	280,500	1,390,000	299,500
2036	0	0	2,310,000	213,000	1,435,000	256,063
2037	0	0	2,350,000	143,700	1,480,000	209,425
2038	0	0	2,440,000	73,200	1,525,000	161,325
2039	0	0	0	0	1,575,000	109,856
2040	0	0	0	0	1,620,000	56,699
Totals	\$ 10,745,000	\$ 1,004,025	\$ 26,500,000	\$ 5,955,412	\$ 19,685,000	\$ 5,640,868

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF BOND AND INTEREST REQUIREMENTS BY FISCAL YEAR (Continued)

June 30, 2025

Year	2018 ESSI Schools Loan		2021 General Obligation	
	Bond	Interest	Bond	Interest
2026	\$ 139,098	\$ 961	\$ 1,300,000	\$ 477,150
2027	0	0	1,010,000	412,150
2028	0	0	950,000	361,650
2029	0	0	1,000,000	314,150
2030	0	0	880,000	264,150
2031	0	0	2,075,000	228,950
2032	0	0	2,125,000	166,700
2033	0	0	2,125,000	102,950
2034	0	0	1,960,000	39,200
2035	0	0	0	0
2036	0	0	0	0
2037	0	0	0	0
2038	0	0	0	0
2039	0	0	0	0
2040	0	0	0	0
Totals	\$ 139,098	\$ 961	\$ 13,425,000	\$ 2,367,050

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF CHANGES IN LEASE OBLIGATIONS

June 30, 2025

	<u>Original Amount of Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Last Maturity Date</u>	<u>Outstanding July 1, 2024</u>	<u>Issued During Period</u>	<u>Paid and/or Matured During Period</u>	<u>Remeasurements</u>	<u>Outstanding June 30, 2025</u>
Governmental Activities									
Leases Payable									
<u>Payable through Debt Service Fund</u>									
Communications Equipment	\$ 1,245,379	1.2	% 12/7/2021	6/1/2031	\$ 877,583	\$ 0	\$ 120,927	\$ 0	\$ 756,656
Total Governmental Activities					<u>\$ 877,583</u>	<u>\$ 0</u>	<u>\$ 120,927</u>	<u>\$ 0</u>	<u>\$ 756,656</u>

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF LEASE OBLIGATIONS, PRINCIPAL, AND INTEREST
REQUIREMENT BY FISCAL YEAR

June 30, 2025

<u>Year Ending June 30,</u>	<u>Leases</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 122,379	\$ 9,080	\$ 131,459
2027	123,847	7,611	131,458
2028	125,333	6,125	131,458
2029	126,837	4,621	131,458
2030	128,359	3,099	131,458
2031	129,901	1,559	131,460
	<u>\$ 756,656</u>	<u>\$ 32,095</u>	<u>\$ 788,751</u>

CITY OF MARYVILLE, TENNESSEE

**SCHEDULE OF CHANGES IN SUBSCRIPTION-BASED OBLIGATIONS
REQUIREMENT BY FISCAL YEAR**

June 30, 2025

	<u>Original Amount of Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Last Maturity Date</u>	<u>Outstanding July 1, 2024</u>	<u>Issued During Period</u>	<u>Paid and/or Matured During Period</u>	<u>Remeasurements</u>	<u>Outstanding June 30, 2025</u>
Governmental Activities									
Subscription-Based Obligations									
<u>Payable through General Fund</u>									
Software-based Information Technology Arrangements	Various	5 %	Various	Various	\$ 541,075	\$ 0	\$ 150,202	\$ 0	\$ 390,873
Total Governmental Activities					<u>\$ 541,075</u>	<u>\$ 0</u>	<u>\$ 150,202</u>	<u>\$ 0</u>	<u>\$ 390,873</u>

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF SUBSCRIPTION-BASED OBLIGATIONS, PRINCIPAL,
AND INTEREST REQUIREMENT BY FISCAL YEAR

June 30, 2025

Year Ending June 30,	Subscription-based Obligations		
	Principal	Interest	Total
2026	\$ 158,774	\$ 17,510	\$ 176,284
2027	167,803	9,387	177,190
2028	64,296	1,213	65,509
	<u>\$ 390,873</u>	<u>\$ 28,110</u>	<u>\$ 418,983</u>

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF UTILITY RATES

June 30, 2025

The basic utility rates in force as of June 30, 2025 are as follows:

ELECTRIC SERVICE

I. Residential Rates:

Customer Charge: \$16.92 Per Month
Energy Charge: 11.180 Cents Per kWh

II. General Power Rates:

Usage Under 50 KW and/or KWH Usage Under 15,000:

Customer Charge: \$22.37 Per Month
Energy Charge: 12.214 Cents Per KWH

Usage Over 50 KW but Not More than 1,000 KW and/or KWH Usage Equal to or Greater than 15,000:

Customer Charge: \$60.53 Per Delivery Point Per Month
Demand Charge: First 50 KW - No Charge Over 50 KW - \$15.10 per KW
Energy Charge: First 15,000 KWH - 12.397 cents per KWH Over 15,000 KWH - 7.800 Cents Per KWH

Usage Over 1,000 KW:

Customer Charge: \$169.66 Per Delivery Point Per Month
Demand Charge: First 1,000 kW - \$15.44 per KW Additional KW - \$17.08 per KW
Energy Charge: 7.787 Cents Per KWH

Usage Over 5,000 KW but Not More than 15,000 KW:

Various demand and energy charges in effect depending upon several factors including on peak and off peak usage.

III. Customers served as of June 30, 2025 are as follows:

Residential	20,077
General Power	3,047
Street and Athletic	66
Outdoor Lighting	49
Total Customers	23,239

IV. Units of Power Purchased and Sold:

Kilowatt - Hours Purchased	810,085,161
Kilowatt - Hours Sold	790,207,750
Line Losses	19,877,411

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF UTILITY RATES (Continued)

June 30, 2025

The basic utility rates in force as of June 30, 2025 are as follows:

WATER SERVICE

<u>Rates per Gallons for All Water Used:</u>	<u>Inside City</u>	<u>Outside City</u>
First 1,500 gallons or less	\$ 15.05 min. bill	\$ 20.08 min. bill
Additional gallons per thousand gallons	3.29	4.94

PRIVATE FIRE SPRINKLER LINE SERVICE

<u>Line Size</u>	<u>Monthly Charge</u>
5/8"	\$ 5.02
1"	7.15
2"	12.24
4"	19.53
6"	29.26
8"	43.94
10"	62.58
12"	98.88

WATER TAP FEES

<u>Line Size</u>	
5/8"	\$ 545
1"	975
2"	4,200

Above 2" – fee based on estimate of costs to install.

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF UTILITY RATES (Continued)

June 30, 2025

The basic utility rates in force as of June 30, 2025 are as follows:

SEWAGE SERVICE

<u>Location</u>	Charge per 1,000 Gallons of Metered Water	Customer Charge
Inside City (Residential)	\$ 4.62	\$ 22.82
Outside City (Residential)	6.79	28.73
Inside City (Non-residential)	5.26	22.82
Outside City (Non-residential)	7.77	28.73

SEWER TAP FEES

City Installs Sewer Tap	\$ 879.00
Customer Exposes Existing Tap	148.00
Sewer Line Extension Charge	At Cost
Sewer Line Extension Surcharged within Westwood	3,272.00

CUSTOMERS SERVED AS OF June 30, 2025

Water service	17,257
Sewer service	16,153

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF INTERNAL RECEIVABLES AND PAYABLES
June 30, 2025

Due To	Due From							Total
	General Fund	General Purpose Schools	Capital Projects	Federal Projects	Maryville City Schools Continuing Care Program	Electric Department	Water and Sewer Department	
General Purpose Schools Fund	\$ 22,986	\$ 0	\$ 0	\$ 355,945	\$ 75	\$ 0	\$ 0	\$ 379,006
Maryville City Schools Cafeteria	0	6,592	0	0	0	0	0	6,592
Internal Service - Fleet Maintenance	0	0	0	0	0	14,527	11,184	25,711
Electric Department Fund	0	0	417,979	0	0	0	0	417,979
Total	<u>\$ 22,986</u>	<u>\$ 6,592</u>	<u>\$ 417,979</u>	<u>\$ 355,945</u>	<u>\$ 75</u>	<u>\$ 14,527</u>	<u>\$ 11,184</u>	<u>\$ 829,288</u>

CITY OF MARYVILLE, TENNESSEE

SCHEDULE OF TRANSFERS

For the Year Ended June 30, 2025

Transfers From:	Transfers to:									
	General Fund	Debt Service Fund	General Purpose Schools	Capital Projects Fund	State Street Aid	Internal School	Local Grant	School Construction	Equipment Replacement	Total
General Fund	\$ 0	\$ 7,100,000	\$ 9,422,500	\$ 4,556,100	\$ 200,000	\$ 0	\$ 818,899	\$ 0	\$ 2,562,554	\$ 24,660,053
General Purpose Schools	0	186,768	0	0	0	756,414	0	1,384,399	0	2,327,581
Maryville City Schools Continuing Care Program	0	0	0	0	0	480,084	0	0	0	480,084
Electric Department Fund	1,103,976	0	0	0	0	0	0	0	0	1,103,976
Water and Sewer Department Fund	474,335	0	0	0	0	0	0	0	0	474,335
Total	\$ 1,578,311	\$ 7,286,768	\$ 9,422,500	\$ 4,556,100	\$ 200,000	\$ 1,236,498	\$ 818,899	\$ 1,384,399	\$ 2,562,554	\$ 29,046,029

OTHER INFORMATION SECTION

CITY OF MARYVILLE, TENNESSEE

STATISTICAL SECTION

June 30, 2025

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

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SCHEDULES

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

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Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source.

5 through 8

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

9 through 13

Demographic And Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

14 through 15

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

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CITY OF MARYVILLE, TENNESSEE

SCHEDULE 1

**NET POSITION BY COMPONENT
(Prepared Using the Accrual Basis of Accounting)**

Last Ten Fiscal Years

June 30, 2025

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
GOVERNMENTAL ACTIVITIES										
Net Investment in Capital Assets	\$ 149,152,899	\$ 135,771,606	\$ 128,435,940	\$ 106,590,033	\$ 90,793,612	\$ 80,569,343	\$ 71,483,311	\$ 73,758,266	\$ 71,564,059	\$ 63,845,926
Restricted	27,159,853	20,691,573	21,177,791	48,511,110	10,896,699	12,197,710	5,566,116	3,009,455	4,685,615	3,544,719
Unrestricted	59,044,853	59,292,670	45,031,230	13,281,761	24,041,614	7,125,111	12,201,305	7,812,694	12,910,841	10,672,192
Total Governmental Activities Net Position	<u>\$ 235,357,605</u>	<u>\$ 215,755,849</u>	<u>\$ 194,644,961</u>	<u>\$ 168,382,904</u>	<u>\$ 125,731,925</u>	<u>\$ 99,892,164</u>	<u>\$ 89,250,732</u>	<u>\$ 84,580,415</u>	<u>\$ 89,160,515</u>	<u>\$ 78,062,837</u>
BUSINESS-TYPE ACTIVITIES										
Net Investment in Capital Assets	\$ 147,580,986	\$ 138,510,554	\$ 128,468,647	\$ 113,906,031	\$ 109,816,789	\$ 104,451,545	\$ 97,938,048	\$ 92,104,798	\$ 93,134,803	\$ 88,750,325
Restricted	908,615	209,550	591,765	5,809,617	563,291	548,301	48,718	0	0	0
Unrestricted	29,763,689	27,197,367	23,706,078	15,671,938	14,199,180	12,321,832	10,080,544	11,287,715	8,155,012	11,734,933
Total Business-Type Activities Net Position	<u>\$ 178,253,290</u>	<u>\$ 165,917,471</u>	<u>\$ 152,766,490</u>	<u>\$ 135,387,586</u>	<u>\$ 124,579,260</u>	<u>\$ 117,321,678</u>	<u>\$ 108,067,310</u>	<u>\$ 103,392,513</u>	<u>\$ 101,289,815</u>	<u>\$ 100,485,258</u>
PRIMARY GOVERNMENT										
Net Investment in Capital Assets	\$ 296,733,885	\$ 274,282,160	\$ 256,904,587	\$ 220,496,064	\$ 200,610,401	\$ 185,020,888	\$ 169,421,359	\$ 165,863,064	\$ 164,698,862	\$ 152,596,251
Restricted	28,068,468	20,901,123	21,769,556	54,320,727	11,459,990	12,746,011	5,614,834	20,092,043	4,685,615	3,544,719
Unrestricted (Deficit)	88,808,542	86,490,037	68,737,308	28,953,699	38,240,794	19,446,943	22,281,849	2,225,410	21,065,853	22,407,125
Total Primary Government Net Position	<u>\$ 413,610,895</u>	<u>\$ 381,673,320</u>	<u>\$ 347,411,451</u>	<u>\$ 303,770,490</u>	<u>\$ 250,311,185</u>	<u>\$ 217,213,842</u>	<u>\$ 197,318,042</u>	<u>\$ 188,180,517</u>	<u>\$ 190,450,330</u>	<u>\$ 178,548,095</u>

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 2

**CHANGES IN NET POSITION
(Prepared Using the Accrual Basis of Accounting)**

Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
EXPENSES										
Governmental Activities										
General Government	\$ 6,982,024	\$ 4,941,032	\$ 3,697,966	\$ 3,046,161	\$ 3,344,943	\$ 2,534,670	\$ 4,720,098	\$ 3,823,685	\$ 5,312,390	\$ 6,370,371
Public Safety	12,942,934	12,478,773	11,301,683	10,361,432	10,950,826	10,825,748	10,963,016	10,493,698	9,729,248	9,548,584
Public Services	15,949,325	18,179,895	15,293,229	13,697,998	12,753,825	12,246,584	12,479,719	11,571,522	9,423,214	7,746,805
Culture and Recreation	1,929,470	2,425,410	2,654,429	1,895,655	1,841,938	1,842,966	1,828,743	2,680,773	2,521,646	2,468,577
Economic Development	1,470,260	938,713	1,977,360	440,323	468,437	917,915	1,226,860	17,949	74,282	30,037
Education	82,373,070	77,907,199	71,864,839	61,622,450	64,497,561	62,932,107	61,992,125	54,951,576	54,521,274	51,022,934
Debt Service										
Interest on Long-Term Debt	1,341,967	1,593,690	1,699,382	1,853,630	2,415,440	2,584,532	2,664,542	2,449,595	2,327,868	2,623,253
Other Debt Service	20,045	19,995	20,395	19,140	254,264	21,720	23,911	262,275	200,596	119,407
Total Governmental Activities Expenses	<u>123,009,095</u>	<u>118,484,707</u>	<u>108,509,283</u>	<u>92,936,789</u>	<u>96,527,234</u>	<u>93,906,242</u>	<u>95,899,014</u>	<u>86,251,073</u>	<u>84,110,518</u>	<u>79,929,968</u>
Business-Type Activities										
Electric	76,766,720	71,374,467	73,961,636	67,765,097	62,623,434	62,688,789	66,498,463	65,661,883	66,296,844	63,536,304
Water and Sewer	18,082,029	17,122,018	16,241,610	15,170,688	14,881,800	14,983,631	14,636,125	14,258,214	14,039,792	13,107,255
Stormwater Utility	0	0	0	0	0	0	0	0	0	1,179,276
Total Business-Type Activities Expenses	<u>94,848,749</u>	<u>88,496,485</u>	<u>90,203,246</u>	<u>82,935,785</u>	<u>77,505,234</u>	<u>77,672,420</u>	<u>81,134,588</u>	<u>79,920,097</u>	<u>80,336,636</u>	<u>77,822,835</u>
Total Primary Government Expenses	<u>\$ 217,857,844</u>	<u>\$ 206,981,192</u>	<u>\$ 198,712,529</u>	<u>\$ 175,872,574</u>	<u>\$ 174,032,468</u>	<u>\$ 171,578,662</u>	<u>\$ 177,033,602</u>	<u>\$ 166,171,170</u>	<u>\$ 164,447,154</u>	<u>\$ 157,752,803</u>
PROGRAM REVENUES										
Governmental Activities										
Charges for Services										
General Government	\$ 685,383	\$ 687,521	\$ 727,804	\$ 333,418	\$ 449,552	\$ 500,971	\$ 613,437	\$ 516,415	\$ 484,047	\$ 347,595
Public Safety	61,281	65,666	56,422	112,704	69,779	73,054	532,278	763,426	626,255	451,403
Public Services	2,862,176	2,832,274	3,056,729	2,779,028	2,631,767	2,729,609	2,246,719	2,271,749	1,999,886	514,347
Culture and Recreation	0	0	0	0	0	0	0	0	0	0
Economic Development	0	0	0	0	0	0	0	0	42,300	42,300
Education	7,439,529	6,156,090	6,020,095	4,879,559	4,311,150	2,788,229	3,185,650	3,183,579	3,016,330	2,890,608
Operating Grants and Contributions	40,974,981	40,001,739	34,973,302	39,150,856	32,443,845	26,965,282	26,575,918	26,409,258	24,582,044	23,155,848
Capital Grants and Contributions	1,276,266	377,684	3,084,371	2,619,381	3,127,339	816,124	860,253	245,384	1,760,883	879,601
Total Governmental Activities Program Revenues	<u>53,299,616</u>	<u>50,120,974</u>	<u>47,918,723</u>	<u>49,874,946</u>	<u>43,033,432</u>	<u>33,873,269</u>	<u>34,014,255</u>	<u>33,389,811</u>	<u>32,511,745</u>	<u>28,281,702</u>

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 2

CHANGES IN NET POSITION (Continued)
(Prepared Using the Accrual Basis of Accounting)

Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
PROGRAM REVENUES (Continued)										
Business-Type Activities										
Charges for Services										
Electric	80,043,210	73,828,731	77,933,762	72,534,713	66,992,793	66,851,744	69,547,202	68,350,330	69,302,827	65,751,838
Water and Sewer	22,688,705	21,822,963	22,410,786	19,587,295	18,174,690	20,122,257	17,221,608	15,626,835	15,069,949	15,212,193
Stormwater Utility	0	0	0	0	0	0	0	0	0	1,396,201
Operating Grants and Contributions	0	0	0	0	0	0	0	0	0	121,903
Capital Grants and Contributions	4,646,259	6,249,235	6,959,864	3,168,161	1,517,369	1,582,577	935,824	1,133,017	1,139,691	1,352,422
Total Business-Type										
Activities Program Revenues	<u>107,378,174</u>	<u>101,900,929</u>	<u>107,304,412</u>	<u>95,290,169</u>	<u>86,684,852</u>	<u>88,556,578</u>	<u>87,704,634</u>	<u>85,110,182</u>	<u>85,512,467</u>	<u>83,834,557</u>
Total Primary Government										
Program Revenues	<u>\$ 160,677,790</u>	<u>\$ 152,021,903</u>	<u>\$ 155,223,135</u>	<u>\$ 145,165,115</u>	<u>\$ 129,718,284</u>	<u>\$ 122,429,847</u>	<u>\$ 121,718,889</u>	<u>\$ 118,499,993</u>	<u>\$ 118,024,212</u>	<u>\$ 112,116,259</u>
NET (EXPENSE) REVENUE										
Governmental Activities	\$ (69,709,479)	\$ (68,363,733)	\$ (60,590,560)	\$ (43,061,843)	\$ (53,493,802)	\$ (60,032,973)	\$ (61,884,759)	\$ (52,861,262)	\$ (51,598,773)	\$ (51,648,266)
Business-Type Activities	<u>12,529,425</u>	<u>13,404,444</u>	<u>17,101,166</u>	<u>12,354,384</u>	<u>9,179,618</u>	<u>10,884,158</u>	<u>6,570,046</u>	<u>5,190,085</u>	<u>5,175,831</u>	<u>6,011,722</u>
Total Primary Government										
Net Expenses	<u>\$ (57,180,054)</u>	<u>\$ (54,959,289)</u>	<u>\$ (43,489,394)</u>	<u>\$ (30,707,459)</u>	<u>\$ (44,314,184)</u>	<u>\$ (49,148,815)</u>	<u>\$ (55,314,713)</u>	<u>\$ (47,671,177)</u>	<u>\$ (46,422,942)</u>	<u>\$ (45,636,544)</u>
GENERAL REVENUES AND OTHER										
CHANGES IN NET POSITION										
Governmental Activities										
General Revenues										
Sales Taxes	\$ 36,374,062	\$ 34,737,950	\$ 33,421,219	\$ 31,242,353	\$ 27,122,751	\$ 22,926,734	\$ 22,021,237	\$ 20,523,896	\$ 19,663,897	\$ 18,682,970
State income and Excise taxes	230,095	269,958	310,447	307,475	397,810	623,561	516,585	518,860	723,926	686,015
Property Taxes	38,016,545	37,425,954	38,825,439	37,185,247	36,902,078	35,931,020	33,058,491	32,569,527	30,943,255	29,963,302
Business Taxes	979,725	922,836	1,229,776	968,582	907,199	898,073	883,417	1,110,325	1,026,201	1,008,162
Miscellaneous Taxes	5,148,873	5,008,771	5,020,478	4,899,471	4,694,775	4,442,654	4,264,484	3,347,492	3,110,172	3,051,698
In-lieu-of Taxes	2,456,507	2,026,271	2,364,391	2,079,267	1,991,896	1,537,388	1,056,460	678,084	661,155	923,008
Interest Income	4,331,067	4,335,153	2,822,265	281,042	264,794	790,544	1,290,491	482,027	135,861	267,939
Miscellaneous	1,526,100	3,219,758	1,197,670	6,950,024	2,785,993	1,653,132	2,033,433	1,538,570	1,642,146	1,761,861
Gain (Loss) on Deletion of										
Capital Assets	0 *	0 *	0 *	0 *	0 *	0 *	(425,987)	80,315	145,167	84,798
Transfers	<u>1,578,311</u>	<u>1,527,970</u>	<u>1,721,485</u>	<u>1,701,710</u>	<u>1,949,091</u>	<u>1,871,299</u>	<u>1,661,806</u>	<u>1,611,182</u>	<u>1,623,795</u>	<u>1,320,642</u>
Total Governmental Activities	<u>90,641,285</u>	<u>89,474,621</u>	<u>86,913,170</u>	<u>85,615,171</u>	<u>77,016,387</u>	<u>70,674,405</u>	<u>66,360,417</u>	<u>62,460,278</u>	<u>59,675,575</u>	<u>57,750,395</u>

* In 2020, Gain(Loss) on Deletion of Capital Assets began being recorded as a direct expense of the related function or program.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 2

**CHANGES IN NET POSITION (Continued)
(Prepared Using the Accrual Basis of Accounting)**

Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
GENERAL REVENUES AND OTHER										
CHANGES IN NET POSITION (Continued)										
Business-Type Activities										
General Revenues										
Interest Income	1,298,368	1,213,345	973,786	62,895	27,055	241,509	313,959	147,834	72,772	36,548
Miscellaneous	86,337	61,163	1,025,437	0	0	0	0	0	0	0
Gain (Loss) on Deletion of Capital Assets	0 **	0 **	0 **	0 **	0 **	0 **	(555,802)	20,800	192,225	75,493
Transfers	<u>(1,578,311)</u>	<u>(1,527,970)</u>	<u>(1,721,485)</u>	<u>(1,701,710)</u>	<u>(1,949,091)</u>	<u>(1,871,299)</u>	<u>(1,661,806)</u>	<u>(1,611,182)</u>	<u>(1,623,795)</u>	<u>(1,320,642)</u>
Total Business-Type Activities	<u>(193,606)</u>	<u>(253,462)</u>	<u>277,738</u>	<u>(1,638,815)</u>	<u>(1,922,036)</u>	<u>(1,629,790)</u>	<u>(1,903,649)</u>	<u>(1,442,548)</u>	<u>(1,358,798)</u>	<u>(1,208,601)</u>
Total Primary Government	<u>\$ 90,447,679</u>	<u>\$ 89,221,159</u>	<u>\$ 87,190,908</u>	<u>\$ 83,976,356</u>	<u>\$ 75,094,351</u>	<u>\$ 69,044,615</u>	<u>\$ 64,456,768</u>	<u>\$ 61,017,730</u>	<u>\$ 58,316,777</u>	<u>\$ 56,541,794</u>
CHANGE IN NET POSITION										
Governmental Activities	\$ 20,931,806	\$ 21,110,888	\$ 26,322,610	\$ 42,553,328	\$ 23,522,585	\$ 10,641,432	\$ 4,475,658	\$ 9,599,016	\$ 8,076,802	\$ 6,102,129
Business-Type Activities	<u>12,335,819</u>	<u>13,150,982</u>	<u>17,378,904</u>	<u>10,715,569</u>	<u>7,257,582</u>	<u>9,254,368</u>	<u>4,674,797</u>	<u>3,755,937</u>	<u>3,825,433</u>	<u>4,811,521</u>
Total Primary Government	<u>\$ 33,267,625</u>	<u>\$ 34,261,870</u>	<u>\$ 43,701,514</u>	<u>\$ 53,268,897</u>	<u>\$ 30,780,167</u>	<u>\$ 19,895,800</u>	<u>\$ 9,150,455</u>	<u>\$ 13,354,953</u>	<u>\$ 11,902,235</u>	<u>\$ 10,913,650</u>

** In 2020, Gain(Loss) on Deletion of Capital Assets began being reported as an expense of an identifiable activity on the statement of activities rather than as a general revenue.

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 3
FUND BALANCES, GOVERNMENTAL FUNDS
(Prepared Using the Modified Accrual Basis of Accounting)

Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
GENERAL FUND										
Assigned	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	158,694	\$ 378,850
Unassigned	<u>27,940,733</u>	<u>24,379,408</u>	<u>21,894,231</u>	<u>20,000,178</u>	<u>15,762,486</u>	<u>14,187,126</u>	<u>12,851,280</u>	<u>11,417,360</u>	<u>10,384,423</u>	<u>8,126,757</u>
Total General Fund	<u>\$ 27,940,733</u>	<u>\$ 24,379,408</u>	<u>\$ 21,894,231</u>	<u>\$ 20,000,178</u>	<u>\$ 15,762,486</u>	<u>\$ 14,187,126</u>	<u>\$ 12,851,280</u>	<u>\$ 11,417,360</u>	<u>\$ 10,543,117</u>	<u>\$ 8,505,607</u>
ALL OTHER										
GOVERNMENTAL FUNDS										
Nonspendable	\$ 0	\$ 0	\$ 0	2,345	\$ 52,677	\$ 50,426	\$ 50,426	\$ 50,426	49,434	\$ 34,118
Restricted	12,130,716	11,495,365	10,959,924	7,013,382	4,796,654	3,553,385	2,978,475	18,442,744	2,777,298	1,934,318
Committed	0	0	0	0	0	0	0	842,733	991,224	1,030,194
Assigned	40,445,022	39,170,836	27,644,628	33,918,804	26,042,234	16,393,053	18,004,818	13,936,028	9,873,935	9,498,743
Unassigned	<u>0</u>	<u>0</u>	<u>0</u>	<u>(207,382)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total All Other										
Governmental Funds	<u>\$ 52,575,738</u>	<u>\$ 50,666,201</u>	<u>\$ 38,604,552</u>	<u>\$ 40,727,149</u>	<u>\$ 30,891,565</u>	<u>\$ 19,996,864</u>	<u>\$ 21,033,719</u>	<u>\$ 33,271,931</u>	<u>\$ 13,691,891</u>	<u>\$ 12,497,373</u>

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 4

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
(Prepared Using the Modified Accrual Basis of Accounting)**

Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
REVENUES										
Taxes	\$ 77,141,985	\$ 74,669,467	\$ 75,397,560	\$ 71,014,237	\$ 67,250,384	\$ 61,919,011	\$ 57,333,199	\$ 54,944,752	\$ 52,147,791	\$ 50,658,135
Licenses, Permits and Fees	37,332	33,009	35,520	33,015	35,378	32,004	35,405	294,213	268,763	263,930
Intergovernmental	48,752,845	46,587,008	43,998,360	47,537,227	40,431,858	32,157,062	31,905,089	30,809,590	29,221,117	27,587,224
Charges for Services	7,225,976	6,811,339	6,837,899	5,406,718	5,225,842	5,624,691	5,999,146	6,040,830	5,600,307	3,801,497
Fines, Forfeitures and Costs	66,633	78,750	66,787	98,363	65,129	78,816	68,120	84,253	64,085	57,116
Interest Income	4,331,068	4,335,153	2,822,264	281,042	264,794	790,546	1,290,491	547,303	135,861	267,939
Internal School Fund Revenue	3,322,208	2,481,046	2,540,038	2,491,840	1,810,229	0	0	0	0	0
Miscellaneous	2,272,294	3,413,171	1,249,190	1,118,234	3,150,614	2,446,959	2,501,768	1,809,943	3,190,720	2,139,324
Total Revenues	143,150,341	138,408,943	132,947,618	127,980,676	118,234,228	103,049,089	99,133,218	94,530,884	90,628,644	84,775,165
EXPENDITURES										
General Government	2,994,203	2,698,615	2,462,428	2,370,885	2,107,390	2,044,937	2,156,241	2,409,696	3,161,490	4,887,120
Public Safety	13,407,185	13,034,817	11,680,320	11,025,232	10,620,921	10,363,889	9,777,096	9,551,554	9,313,491	9,121,138
Public Service	13,710,210	13,035,002	12,762,987	11,886,144	10,473,863	10,510,499	9,964,573	9,760,053	8,700,343	6,777,231
Culture and Recreation	1,798,821	1,945,812	2,259,257	1,719,801	1,688,394	1,695,687	1,664,453	1,687,812	1,543,358	1,512,185
Economic Development	1,470,260	938,713	1,977,360	440,323	468,438	917,915	1,226,860	17,949	74,282	53,618
Nondepartmental	3,223,601	2,588,822	2,322,757	2,111,656	2,264,653	1,894,827	1,834,223	1,748,847	1,416,055	1,534,431
Education	77,129,154	72,298,713	72,592,670	69,856,302	62,580,157	58,854,306	58,596,150	56,274,524	52,906,926	51,591,873
Debt Service										
Principal Retirement	5,071,274	4,898,566	4,735,875	4,553,231	4,686,624	3,942,064	3,402,289	3,268,099	3,428,099	3,203,099
Interest and Fiscal Fees	1,851,402	2,031,560	2,204,151	2,370,992	2,296,478	2,422,637	2,511,738	2,357,688	2,036,032	2,190,162
Bond Issuance Costs	0	0	0	0	233,524	0	0	0	0	0
Leases	131,458	131,458	131,458	131,458	1,237,583	1,224,183	1,209,733	1,194,233	1,193,133	9,024,136
Capital Outlay	18,470,221	11,788,010	22,689,231	16,674,766	8,501,162	10,750,453	20,483,395	6,586,269	5,441,431	4,670,159
Total Expenditures	139,257,789	125,390,088	135,818,494	123,140,790	107,159,187	104,621,397	112,826,751	94,856,724	89,214,640	94,565,152
Excess (Deficiency) of Revenue Over Expenditures Before Financing Sources (Uses)	<u>3,892,552</u>	<u>13,018,855</u>	<u>(2,870,876)</u>	<u>4,839,886</u>	<u>11,075,041</u>	<u>(1,572,308)</u>	<u>(13,693,533)</u>	<u>(325,840)</u>	<u>1,414,004</u>	<u>(9,789,987)</u>

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 4

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (Continued)
(Prepared Using the Modified Accrual Basis of Accounting)

Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
OTHER FINANCING SOURCES (USES)										
Transfers In	29,046,029	34,590,944	28,799,224	27,122,668	30,433,444	24,114,376	21,677,361	20,668,392	18,143,570	18,091,683
Transfers Out	(27,467,718)	(33,062,974)	(27,077,739)	(25,420,958)	(28,484,353)	(22,243,077)	(20,015,555)	(19,057,210)	(16,819,775)	(16,771,041)
Sale of Capital Asset	0	0	344,680	6,188,650	0	0	0	0	0	0
Issuance of Debt	0	0	0	0	0	0	1,240,328	18,180,000	0	0
Proceeds from										
Refunding Debt	0	0	0	0	15,765,000	0	0	23,780,000	0	4,547,000
Bond Premium	0	0	0	0	2,473,753	0	0	3,837,634	0	174,356
Payments to Refunding Agent	0	0	0	0	(21,110,000)	0	0	(26,629,645)	0	(4,704,198)
Financing of Leases/SBITA	0	0	576,166	1,245,379	0	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>1,578,311</u>	<u>1,527,970</u>	<u>2,642,331</u>	<u>9,135,739</u>	<u>(922,156)</u>	<u>1,871,299</u>	<u>2,902,134</u>	<u>20,779,171</u>	<u>1,323,795</u>	<u>1,337,800</u>
Excess (Deficiency) of Expenditures and Other Financing Uses	5,470,863	14,546,825	(228,545)	13,975,625	10,152,885	298,991	(10,791,399)	20,453,331	2,737,799	(8,452,187)
Change in Reserve for Inventory	0	0	0	0	0	0	0	992	15,316	(15,478)
Net Change in Fund Balance	<u>\$ 5,470,863</u>	<u>\$ 14,546,825</u>	<u>\$ (228,545)</u>	<u>\$ 13,975,625</u>	<u>\$ 10,152,885</u>	<u>\$ 298,991</u>	<u>\$ (10,791,399)</u>	<u>\$ 20,454,323</u>	<u>\$ 2,753,115</u>	<u>\$ (8,467,665)</u>
Debt Service as a Percentage of Noncapital Expenditures	5.8%	6.2%	6.3%	6.6%	8.1%	8.1%	7.7%	7.8%	8.1%	16.0%

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 5

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

Fiscal Year Ending June 30	Tax Year	Real Property		Tangible Personal Property Assessed	Public Utility Assessment	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage Actual Value
		Residential Farms Property	Commercial Industrial Property						
2025	2024	\$ 994,821,925	\$ 522,855,400	\$ 195,919,155	\$ 24,366,445	\$ 1,737,962,925	\$ 1.50	\$ 5,939,439,595	29%
2024	2023	985,467,500	525,606,800	217,329,141	21,468,145	1,749,871,586	1.50	5,939,490,050	29%
2023	2022	554,539,600	398,624,080	171,706,562	16,336,292	1,141,206,534	2.27	3,816,776,156	30%
2022	2021	544,578,900	389,964,800	139,374,916	15,374,591	1,089,293,207	2.27	3,645,764,445	30%
2021	2020	530,149,750	378,548,640	170,359,633	16,779,361	1,095,837,384	2.27	3,665,343,975	30%
2020	2019	517,995,225	393,696,200	152,095,050	16,214,147	1,080,000,622	2.27	3,592,684,938	30%
2019	2018	441,566,375	340,800,840	152,102,696	14,946,947	949,416,858	2.27	3,199,820,399	30%
2018	2017	428,198,775	328,658,200	158,555,413	14,147,729	929,560,117	2.27	3,126,467,520	30%
2017	2016	416,388,736	319,121,165	166,087,390	14,466,417	916,063,708	2.17	3,043,285,066	30%
2016	2015	409,908,365	314,787,910	161,624,066	14,543,396	900,863,737	2.17	2,991,792,660	30%

SOURCE: City of Maryville Recorder's Office
Blount County, Tennessee Trustee's Office

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 6

DIRECT AND OVERLAPPING PROPERTY TAX RATES
(Rate per \$100 of Assessed Value)

Last Ten Calendar Years

<u>Tax Year</u>	<u>Direct Tax Rate</u>	<u>Overlapping Tax Rate - Blount County</u>
2025	\$ 1.63	\$ 1.59
2024	1.50	1.59
2023	1.50	1.59
2022	2.27	2.47
2021	2.27	2.47
2020	2.27	2.47
2019	2.27	2.47
2018	2.27	2.47
2017	2.17	2.47
2016	2.17	2.47

SOURCE: City of Maryville Recorder's Office
Blount County, Tennessee Trustee's Office

NOTE: The Direct Tax Rate does not have components.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 7

PRINCIPAL TAXPAYERS

June 30, 2025

Taxpayer	Fiscal Year 2025			Fiscal Year 2016		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Denso Manufacturing Tennessee, Inc.	\$ 167,553,254	1	15.6%	\$ 144,546,964	1	16.3%
Amazon.COM Services, LLC	19,837,539	2	1.8%	0		0.0%
Cottages Cades Cove, LLC	14,829,406	3	1.4%	0		0.0%
Presbyterian Homes of Tennessee, Inc.	11,038,765	4	1.0%	7,911,545	6	0.0%
Bridgeway Properties 1, LLC	10,933,058	5	1.0%	8,979,145	2	1.0%
Camellia Trace at Mountain View LLC	9,993,942	6	0.9%	7,515,301	7	0.8%
Wal-Mart Stores, Inc.	6,309,396	7	0.6%	8,439,019	4	1.0%
Kroger(David Hutton Family Limited)	5,800,000	8	0.5%	0		0.0%
Mountainside Independent Life	5,502,880	9	0.5%	0		0.0%
Blount Memorial Hospital	5,130,785	10	0.5%	0		0.0%
KND Real Estate 6 & 7, LLC	0		0.0%	7,931,240	5	0.9%
Standard Aero Alliance, Inc.	0		0.0%	5,914,989	9	0.7%
CBL & Associates	0		0.0%	7,053,920	8	0.8%
First Horizon Bank	0		0.0%	8,672,253	3	1.0%
Atmos Energy Corp	0		0.0%	4,977,335	10	0.6%
Totals	\$ <u>256,929,025</u>		23.9%	\$ <u>211,941,711</u>		24.0%
Total Assessed Value All Property (Excluding Public Utilities)	\$ <u>1,073,918,616</u>			\$ <u>884,656,859</u>		

SOURCE: City Recorder's Tax Collection Records

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 8
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Original Taxes Levied	Adjusted Taxes Levied (1)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2025	\$ 25,704,881	\$ 26,150,231	\$ 25,738,175	98.5%	\$ 0	\$ 25,738,175	98.4%
2024	25,926,986	26,207,268	25,753,441	98.3%	413,452	26,166,893	99.8%
2023	25,534,737	25,903,123	25,517,997	98.5%	559,170	26,077,167	100.7%
2022	24,378,071	24,772,266	24,424,649	98.6%	314,517	24,739,166	99.9%
2021	24,875,609	24,862,407	24,550,147	98.7%	248,860	24,799,007	99.7%
2020	24,516,163	24,156,260	23,762,886	98.4%	279,522	24,042,408	99.5%
2019	21,551,868	21,449,343	21,136,908	98.5%	369,241	21,506,149	100.3%
2018	21,101,120	21,198,514	20,915,814	98.7%	321,122	21,236,936	100.2%
2017	19,984,494	19,843,555	19,515,541	98.3%	295,451	19,810,992	99.8%
2016	19,512,874	19,367,301	19,131,633	98.8%	227,526	19,359,159	100.0%

(1) Adjusted for pickups and releases

Property taxes unpaid for period before 2015 have been filed with the Blount County Circuit Court Clerk.

SOURCE: City Recorder's office

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 9
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Outlay Notes	Lease/SBITA Obligations	Total	General Obligation Bonds	General Revenue Bonds	Capital Outlay Notes	Total			
2025	\$ 41,802,288	\$ 1,435,107	\$ 1,147,529	\$ 44,384,924	\$ 5,336,538	\$ 26,746,981	\$ 793,236	\$ 32,876,755	\$ 77,261,679	4.12%	\$ 1,352
2024	46,035,113	2,786,159	1,418,658	50,239,930	5,985,293	29,416,321	916,176	36,317,790	86,557,720	4.73%	1,530
2023	50,097,938	4,134,730	1,675,271	55,907,939	6,355,000	31,425,000	1,036,608	38,816,608	94,724,547	5.32%	1,724
2022	54,000,763	5,480,610	1,295,711	60,777,084	7,377,804	34,515,000	1,154,580	43,047,384	103,824,468	5.95%	1,947
2021	57,723,588	6,823,846	0	64,547,434	9,251,848	35,959,341	1,270,152	46,481,341	111,028,775	6.55%	2,114
2020	56,648,195	8,164,475	9,013,819	73,826,489	12,783,226	32,398,680	1,383,372	46,565,278	120,391,767	7.82%	2,494
2019	59,632,029	9,502,544	9,838,477	78,973,050	15,152,324	32,833,020	1,494,288	49,479,632	128,452,682	9.52%	2,831
2018	62,325,384	9,472,510	10,624,139	82,422,033	17,518,009	33,267,360	1,602,936	52,388,305	134,810,338	10.61%	3,097
2017	45,094,964	10,855,650	11,370,955	67,321,569	13,325,816	33,095,447	1,709,376	48,130,639	115,452,208	9.76%	2,807
2016	47,080,073	12,468,749	12,094,078	71,642,900	14,910,755	33,813,742	1,813,644	50,538,141	122,181,041	10.74%	3,082

NOTES: Personal Income data can be found on Schedule 14.

Population data can be found on Schedule 14.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 10

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Calendar Years

Fiscal Year Ending June 30,	General Obligation Debt	Less Amounts Available in Debt Service Fund	Net General Obligation Debt	Percentage of Assessed Taxable Value of Property	Per Capita
2025	\$ 41,802,288	\$ 4,790,234	\$ 37,012,054	2.2%	\$ 1,190
2024	43,035,113	4,408,396	38,626,717	2.5%	1,329
2023	50,097,938	3,833,466	46,264,472	4.2%	1,458
2022	54,000,763	3,164,268	50,836,495	5.4%	1,776
2021	57,723,588	2,351,464	55,372,124	5.9%	2,133
2020	69,431,421	2,324,829	67,106,592	6.6%	2,349
2019	74,784,353	1,405,156	73,379,197	7.7%	2,477
2018	79,843,393	836,938	79,006,455	8.5%	2,741
2017	58,420,780	107,343	58,313,437	6.4%	2,015
2016	61,990,828	243,669	61,747,159	6.8%	2,151

NOTES: Actual Taxable Value of Property data can be found on Schedule 5.

Population data can be found on Schedule 14.

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 11
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
As of June 30, 2025

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes:			
Direct Debt			
General Obligation Bonds	\$ 41,802,288		
Capital Outlay Notes	1,435,107		
Leases/SBITA	<u>1,147,529</u>		
Total Direct Debt	44,384,924	100%	\$ 44,384,924
Overlapping Debt			
Blount County General Government	108,789,413	27%	<u>29,307,868</u>
Total Direct and Overlapping Debt			<u><u>\$ 73,692,792</u></u>

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding indebtedness of those overlapping governments that is borne by the residents and businesses of the City of Maryville. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore, responsible for repaying the debt of each overlapping government.

For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using the taxable assessed property values. Applicable percentages were estimated by determining the portion of Blount County, Tennessee's taxable assessed value within the City's boundaries and dividing it by Blount County, Tennessee's total taxable assessed value.

General obligation debt repaid from resources provided by business-type activities is excluded.

SOURCE: Blount County, Tennessee Government

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 12
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

<u>Legal Debt Margin Calculation for 2025</u>	
Assessed Value	\$ <u>1,737,962,925</u>
Debt Limit (15% of Assessed Value)	\$ <u>260,694,439</u>
Net Debt Applicable to Limit	
General Obligation Debt	43,237,395
Less: Amount Set Aside for Repayment of General Obligation Debt	<u>4,790,234</u>
Net Debt Applicable to Limit	<u>38,447,161</u>
Legal Debt Margin	\$ <u><u>222,247,278</u></u>

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Debt Limit	\$ 260,694,439	\$ 262,480,738	\$ 171,180,230	\$ 163,393,981	\$ 164,375,608	\$ 162,000,093	\$ 142,412,529	\$ 139,434,018	\$ 137,409,556	\$ 135,129,561
Total Net Debt Applicable to Limit	<u>38,447,161</u>	<u>44,412,877</u>	<u>50,399,202</u>	<u>56,317,105</u>	<u>62,195,970</u>	<u>71,501,661</u>	<u>77,567,894</u>	<u>81,585,095</u>	<u>67,214,226</u>	<u>71,399,231</u>
Legal Debt Margin	<u>\$ 222,247,278</u>	<u>\$ 218,067,861</u>	<u>\$ 120,781,028</u>	<u>\$ 107,076,876</u>	<u>\$ 102,179,638</u>	<u>\$ 90,498,432</u>	<u>\$ 64,844,635</u>	<u>\$ 57,848,923</u>	<u>\$ 70,195,330</u>	<u>\$ 63,730,330</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	14.7%	16.9%	29.4%	34.5%	37.8%	44.1%	54.5%	58.5%	51.1%	52.8%

NOTES: By private act of the State of Tennessee General Assembly enacted June 2004, the Charter of the City of Maryville was amended to authorize the issuance of debt up to an amount that will not exceed 10% of the total assessed value of property of the incorporated area.

By private act of the State of Tennessee General Assembly effective April 2008, the charter of the City of Maryville was amended to authorize the issuance of debt up to an amount that will not exceed 15% of the total assessed value of the incorporated area. Fiscal years subsequent to 2007 are calculated using a debt limit of 15% of total assessed value of property while prior years are disclosed using 10%.

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 13

PLEDGED – REVENUE COVERAGE

Last Ten Fiscal Years

Fiscal Year Ending June 30	Electric Revenue Debt						Water and Sewer Revenue Debt					
	Operating Revenues	Less: Operating Expenses	Net Available Revenue	Principal	Interest	Coverage	Operating Revenues	Less: Operating Expenses	Net Available Revenue	Principal	Interest	Coverage
2025	\$ 80,043,210	\$ 72,475,528	\$ 7,567,682	\$ 1,115,000	\$ 86,594	\$ 6.30	\$ 22,688,705	\$ 12,376,827	\$ 10,311,878	\$ 2,082,940	\$ 973,885	\$ 3.37
2024	73,828,731	67,659,273	6,169,458	1,110,000	102,636	5.09	21,822,963	11,688,219	10,134,744	2,035,432	1,053,320	3.28
2023	77,933,762	70,159,595	7,774,167	1,105,000	118,548	6.35	22,410,998	10,922,331	11,488,667	1,992,972	1,010,825	3.82
2022	72,401,718	64,162,878	8,238,840	1,100,000	134,446	6.67	19,587,295	9,767,883	9,819,412	1,985,573	1,002,128	2.92
2021	66,956,046	59,215,128	7,740,918	1,761,000	178,711	3.99	18,173,711	9,456,477	8,717,234	1,966,220	1,001,273	3.34
2020	66,851,744	59,842,914	7,008,830	817,000	161,674	7.16	20,122,257	9,413,145	10,709,112	1,739,916	1,466,021	2.41
2019	69,547,202	63,655,534	5,891,668	791,000	214,605	5.86	17,221,608	9,300,223	7,921,385	1,760,648	1,522,321	2.31
2018	68,350,330	63,003,781	5,346,549	758,000	130,247	6.02	15,626,835	8,645,539	6,981,296	1,328,440 (1)	1,689,510	1.88
2017	69,302,827	63,814,002	5,488,825	746,000	161,977	6.05	15,069,949	8,471,859	6,598,090	1,563,268	1,951,870	2.18
2016	65,751,838	60,897,937	4,853,901	705,000 (1)	223,662	5.23	15,212,193	7,506,696	7,705,497	1,462,144 (1)	2,066,870	2.06

NOTES: Operating expenses do not include interest, depreciation, amortization expenses or in-lieu-of taxes paid to other City funds.

(1) Does not include debt retired from bond refunding issues.

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 14
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Fiscal Year Ended June 30,	(1) Population	(2) Personal Income	(3) Per Capita Income	(4) Median Age	(5) School Enrollment	(6) Unemployment Rate
2025	32,832	\$ 1,876,217,472	\$ 57,146	41.7	5,524	2.5%
2024	32,373	1,831,664,340	56,580	41.7	5,594	2.4%
2023	32,436	1,781,774,352	54,932	41.7	5,539	3.0%
2022	32,716	1,744,809,712	53,332	41.7	5,533	3.0%
2021	32,263	1,694,226,919	52,513	41.7	5,426	3.7%
2020	31,907	1,539,991,355	48,265	41.7	5,377	10.2%
2019	29,742	1,349,543,250	45,375	39.1	5,379	2.8%
2018	29,192	1,270,552,608	43,524	39.1	5,346	2.7%
2017	28,765	1,183,133,215	41,131	39.1	5,225	2.9%
2016	28,703	1,137,873,029	39,643	39.1	5,101	3.7%

- SOURCES:** (1) 2015-2023 U.S. Census Bureau Estimate (updated)
2025 Estimated based prior year's growth
- (2) Calculation based upon Population and Per Capita Income (updated)
- (3) 2015-2022 Bureau of Economic Analysis - Blount County (updated)
2023-2024 Estimated based on prior year's growth
- (4) 2015-2024 2010 US Census Bureau for City of Maryville
- (5) City of Maryville Schools (updated)
- (6) Bureau of Labor Statistics – All Figures Reflect Blount County
(April-Not seasonally adjusted)

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 15

PRINCIPAL EMPLOYERS

June 30, 2025

Employer	2025			2016		
	Employees	Rank	Percentage Of Total City/County Employment	Employees	Rank	Percentage Of Total City/County Employment
Clayton Homes (1)	5,500	1	8.03%	2,845	2	4.81%
Denso Manufacturing Tennessee, Inc. (1)	5,100	2	7.44%	3,800	1	6.43%
Blount Memorial Hospital, Inc. (1)	2,700	3	3.94%	2,217	3	3.75%
Blount County School System (1)	1,700	4	2.48%	1,800	4	3.04%
McGhee Tyson ANG Base (1)	2,700	5	3.94%	1,249	5	2.11%
Arconic (1) formerly Alcoa, Inc.	1,400	6	2.04%	1,160	6	1.96%
Maryville City Schools (2)	946	7	1.38%	653	9	1.10%
Vanderbilt Mortgage and Finance Inc. (1)	900	8	1.31%	0		0.00%
Newell Rubbermaid (1) Formerly Sanford Brands	900	9	1.31%	850	7	1.44%
Blount County Government (1)	730	10	1.07%	591	10	1.00%
Accenture Hospitality Service (1) Formerly Marriott	550	11	0.80%	575	11	0.97%
Alcoa City Schools (2)	357	12	0.52%	224	23	0.38%
Ruby Tuesday (1)	395	13	0.58%	696	8	1.18%
Maryville College (1)	500	14	0.73%	336	15	0.57%
City of Maryville (2)	342	15	0.50%	305	16	0.52%
Peninsula Hospital	326	16	0.48%	280	19	0.47%
City of Alcoa (2)	294	17	0.43%	266	20	0.45%
Standard Aero Aviation Holdings, Inc. (1)	300	18	0.44%	237	22	0.40%
K12 (1)	265	19	0.39%	300	17	0.51%
Performance Foodservice (1) Formerly Reinhart	265	20	0.39%	240	21	0.41%
Cornerstone of Recovery (1)	230	21	0.34%	240	24	0.41%
	<u>26,400</u>		<u>38.54%</u>	<u>18,864</u>		<u>31.90%</u>
Total Blount County Employment 2025 (as of 04/25) (3)	68,509					
Total Blount County Employment 2016 (as of 04/16) (3)	59,128					

SOURCES:

- (1) The Knoxville News Sentinel "Book of Lists"
- (2) 2024 Responses from Employer
- (3) U.S. Bureau of Labor Statistics

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 16

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY DEPARTMENT

Last Ten Fiscal Years

	<u>Actual 2025</u>	<u>Actual 2024</u>	<u>Actual 2023</u>	<u>Actual 2022</u>	<u>Actual 2021</u>	<u>Actual 2020</u>	<u>Actual 2019</u>	<u>Actual 2018</u>	<u>Actual 2017</u>	<u>Actual 2016</u>
General Government										
Administration	2.80	1.80	3.60	3.05	3.05	3.05	3.66	3.66	3.66	3.66
Judicial/Legal	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Human Resources	1.80	1.20	1.80	1.83	1.83	1.83	1.83	2.44	2.44	2.44
Finance	2.40	2.40	5.30	5.00	5.00	5.00	4.43	3.93	3.93	3.93
Purchasing	6.50	5.30	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Police	66.50	66.50	61.67	61.67	60.67	60.67	58.50	55.50	55.50	51.50
Animal Control	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Fire	37.50	37.50	37.50	37.50	36.50	36.50	36.50	36.50	36.50	36.50
Public Services Administration	2.60	3.20	2.61	2.61	2.61	2.61	0.00	0.00	0.00	0.00
Development Services	10.00	10.00	10.17	10.17	10.17	10.17	9.38	9.38	9.38	9.38
Engineering	6.40	6.40	6.40	4.40	3.40	3.40	3.20	3.20	3.20	3.20
Central Traffic Operations	15.50	15.50	15.50	5.00	3.00	3.00	3.00	2.00	2.00	1.00
SWM - Residential Collection	15.50	14.50	13.50	9.57	8.57	10.91	10.09	9.95	9.72	9.46
SWM - Commercial Collection	8.09	8.45	8.47	5.56	5.56	4.89	5.37	5.83	5.51	4.44
SWM - Brush Collection	5.23	5.58	5.56	7.47	7.47	6.80	7.44	7.12	7.67	9.00
Public Works - Street Maintenance	9.28	9.57	9.57	15.50	15.50	14.50	10.75	10.75	10.75	11.00
Public Works - Grounds Maintenance	5.00	5.00	5.00	13.50	13.50	12.50	12.50	12.50	12.50	12.50
GIS Management	3.00	3.00	3.00	3.00	3.00	2.00	2.00	2.00	2.00	2.00
Stormwater – Engineering	3.00	1.00	1.00	3.00	3.00	3.00	3.70	3.70	3.35	3.70
Stormwater – Construction	1.00	3.00	3.00	3.00	3.00	3.00	7.15	7.15	7.15	6.90
Computer Information Systems	7.00	7.00	6.00	6.00	6.00	5.00	5.00	5.00	5.00	5.00
Fleet Maintenance	7.05	7.05	7.05	7.05	7.05	7.05	7.05	7.05	7.05	6.05
Operations Center	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Total General Government	<u>220.15</u>	<u>217.95</u>	<u>211.70</u>	<u>209.88</u>	<u>203.88</u>	<u>200.88</u>	<u>196.55</u>	<u>192.66</u>	<u>192.31</u>	<u>186.66</u>

CITY OF MARYVILLE, TENNESSEE

SCHEDULE 16

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY DEPARTMENT (Continued)

Last Ten Fiscal Years

	<u>Actual 2025</u>	<u>Actual 2024</u>	<u>Actual 2023</u>	<u>Actual 2022</u>	<u>Actual 2021</u>	<u>Actual 2020</u>	<u>Actual 2019</u>	<u>Actual 2018</u>	<u>Actual 2017</u>	<u>Actual 2016</u>
Electric Division										
Administration	3.90	4.30	3.60	3.40	3.90	3.80	4.25	4.30	4.48	4.05
Finance and Accounting (1)	9.75	11.74	11.74	12.39	19.90	18.95	19.62	19.12	19.62	19.62
Electric Operations	29.10	31.90	32.18	32.58	33.53	33.78	31.20	31.20	30.80	32.95
Utility Support Services (1)	4.78	3.72	2.66	2.56	4.45	4.40	4.05	4.05	4.05	4.05
Total Electric Division	<u>47.53</u>	<u>51.66</u>	<u>50.18</u>	<u>50.93</u>	<u>61.78</u>	<u>60.93</u>	<u>59.12</u>	<u>58.67</u>	<u>58.95</u>	<u>60.67</u>
Water Quality										
Administration (Formerly Engineering)	9.43	10.78	11.40	10.93	11.28	11.28	12.47	12.83	12.36	11.77
Finance & Accounting (2)	9.15	8.66	8.66	8.26	0.00	0.00	0.00	0.00	0.00	0.00
Utility Support Services (1)	4.77	2.83	1.94	1.84	0.00	0.00	0.00	0.00	0.00	0.00
Water Operations	24.55	24.55	23.35	23.39	22.99	22.99	23.54	23.84	23.79	22.75
Water Plant Operations	8.42	7.97	8.27	8.27	7.97	7.97	7.92	7.40	7.40	7.45
Wastewater Treatment Plant	18.00	17.60	17.50	17.50	18.10	17.95	16.4	16.60	16.20	15.70
Total Water and Sewer	<u>74.32</u>	<u>72.39</u>	<u>71.12</u>	<u>70.19</u>	<u>60.34</u>	<u>60.19</u>	<u>60.33</u>	<u>60.67</u>	<u>59.75</u>	<u>57.67</u>
Total General Government and Utilities	<u>342.00</u>	<u>342.00</u>	<u>333.00</u>	<u>331.00</u>	<u>326.00</u>	<u>322.00</u>	<u>316.00</u>	<u>312.00</u>	<u>311.00</u>	<u>305.00</u>

(1) Finance & Accounting and Utility Support Services was split between Electric & Water in FY22

SOURCE: City of Maryville Budget Office

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 17
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Function/Program General Government	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
City Tax Clerk										
Tax Parcels	\$ 15,216	\$ 15,317	\$ 15,031	\$ 14,836	\$ 14,836	\$ 14,428	\$ 14,396	\$ 14,199	\$ 13,996	\$ 13,797
Real Property Values	5,939,439,595	5,939,490,050	3,816,776,156	3,645,764,445	3,665,343,975	3,592,684,938	3,199,820,399	3,126,467,520	3,043,285,066	2,991,792,660
Assessed Values	1,713,596,480	1,728,403,441	1,124,870,242	1,073,918,616	1,079,058,023	1,063,786,475	934,469,911	915,412,388	916,063,708	884,656,859
Delinquent Taxes	203,319	199,264	159,949	149,573	134,683	175,804	178,758	217,856	257,676	236,950
Business Licenses	1,198	1,377	1,396	1,844	1,878	1,593	1,615	1,492	1,331	1,308
Electric										
Number of Miles of Line and Distribution Circuits	417	414	414	414	412	405	404	403	400	397
Peak System Demand (kW)	163,652	160,230	162,971	168,111	161,532	158,648	154,440	155,091	162,177	153,192
Number of Meters in Service (Total)	24,389	22,947	22,859	22,803	23,830	23,210	23,010	22,732	22,547	23,338
Total Annual Power Usage	810,175	804,251	800,373	820,139	805,365	786,921	818,829	808,959	799,016	789,231
Wastewater										
Number of Customers	16,153	15,813	15,646	15,423	15,166	14,818	14,551	14,241	13,973	13,711
Average Daily Treatment (1,000 of Gallons)	11,280	11,400	9,620	10,414	10,417	12,720	12,331	8,909	9,344	9,843
Permitted Capacity (1,000 of Gallons)	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000
Maximum Day Treatment (1,000 of Gallons)	34,400	37,900	33,100	38,300	33,100	40,000	39,100	37,700	29,200	36,500
Water										
Number of Customers	17,257	17,121	17,004	16,895	16,702	16,482	16,283	16,080	15,833	15,617
Average Daily Consumption (1,000 of Gallons Sold)	3,335	3,313	3,372	3,341	3,326	3,407	3,365	3,291	3,365	3,315
Permitted Capacity (1,000 of Gallons)	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Maximum Day Treatment (1,000 of Gallons)	5,899	5,746	5,845	6,054	5,991	5,859	5,697	5,995	5,672	5,745
Codes Department										
Building Permits	1,548	1,808	2,301	2,387	2,790	2,920	3,147	3,314	3,103	2,091
Total Construction Value	118,950,592	97,096,904	113,357,251	157,201,871	70,891,718	91,634,080	63,089,758	118,282,789	83,663,200	78,522,852
Police Department										
Citations	1,782	2,352	1,964	1,879	2,012	2,025	2,229	1,911	2,401	1,678
Burglaries	12	24	50	21	37	53	56	70	103	103
Total Arrests	847	953	1,040	959	1,078	1,003	1,114	1,013	1,112	921
DUI Arrests	71	94	107	81	108	59	65	76	93	78
Domestic Violence Victims	111	130	124	55	68	148	158	149	102	113
Incident Reports	1,954	2,035	2,037	1,994	2,055	2,044	2,119	2,183	2,409	2,101
Calls for Service	44,410	46,615	41,309	39,448	39,220	39,334	39,632	38,674	28,723	32,358
Fire Department										
Calls for Service	5,067	5,002	4,837	5,099	4,767	4,337	4,804	4,706	4,478	4,052
Fire Educational Programs	13,549	17,955	19,819	14,657	75	326	302	292	284	311
Company Inspections	1,086	890	829	751	642	814	319	348	325	362
Fire Hydrants	1,957	1,934	1,932	1,906	1,901	1,902	1,972	1,882	1,873	1,841

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 17
OPERATING INDICATORS BY FUNCTION/PROGRAM (Continued)
Last Ten Fiscal Years

Function/Program General Government	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Animal Control										
Animal Control Complaints	\$ 1,056	\$ 884	\$ 1,044	\$ 919	\$ 2,535	\$ 1,425	\$ 1,445	\$ 1,691	\$ 1,507	\$ 2,058
Animal Impoundments	424	377	306	423	391	413	545	491	465	496
Animal Board Days	953	1,306	1,248	2,127	3,176	3,319	5,894	2,671	2,585	2,572
Animals Returned to Owners	115	116	96	112	114	92	110	130	105	96
Animals Adopted (3)	0	0	0	19	67	123	231	177	192	201
Animals Euthanized	0	0	0	0	0	0	0	0	0	0
Parks and Recreation										
Maryville City Park Acreage	99	99	99	89	89	79	79	79	79	79
Youth Basketball Participants	683	755	716	643	690	655	607	639	587	586
Youth Soccer Participants	1,275	1,315	1,260	1,203	1,175	556	989	985	1,125	1,100
Adult Softball Teams	80	42	45	49	38	35	66	74	88	83
Adult Basketball Teams	13	16	10	15	10	10	10	10	10	12
Adult Volleyball Teams	16	13	13	13	18	16	23	26	26	32
Flag Football	219	230	187	181	180	210	225	255	227	217
Senior Center Membership	513	530	802	323	830	830	830	600	800	750
Public Works Street and Grounds Department										
Miles of City Streets	207	206	206	206	200	176	174	174	173	171
Greenbelt and Extensions Acreage	105.5	97	97	97	97	87	87	87	87	87
Solid Waste Management Department										
Residential – Avg Tons Collected per Res	1.07	0.74	0.73	0.89	0.71	0.65	0.68	0.66	0.62	0.53
Commercial – Avg Tons Collected Daily	34.03	34.92	33.10	34.38	35.15	36.84	36.82	37.35	37.29	42.33
Brush – Average Tons Collected Daily	42.65	29.79	29.71	24.73	41.01	30.97	27.37	34.68	30.30	27.84
Landfill – Total Tonnage From Landfills	33,675	25,535	24,905	25,119	28,985	25,874	24,546	26,237	25,664	24,597
Landfill - Mattress Total Count	3,883	2,854	0	0	0	0	0	0	0	0
Fleet Maintenance Department										
Number of Fleet Vehicle and Attachments	433	442	435	426	422	404	399	396	376	380
Schools										
Total Enrollment	5,524	5,594	5,630	5,533	5,426	5,377	5,379	5,346	5,225	5,101
Resident Tuition	5,096	5,201	5,266	5,175	5,053	5,001	5,020	5,003	4,899	4,813
Number of Regular Instruction Teachers	428	393	364	358	373	376	359	343	326	288
	373	366	359	346	342	333	331	330	329	328

SOURCE: City of Maryville Department of Records

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 18
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Function/Program	Fiscal Year Ending									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Government										
City Municipal Building	1	1	1	1	1	1	1	1	1	1
Passenger Vehicles/Light Work Trucks	6	6	6	6	4	4	5	4	4	4
Utilities										
Operations Center	1	1	1	1	1	1	1	1	1	1
Water Plants	1	1	1	1	1	1	1	1	1	1
Water Tanks/Storage Tanks	8	7	7	7	7	7	7	7	7	7
Water Booster Pump Stations	5	5	5	5	5	5	5	5	5	5
Wastewater Treatment Plants	1	1	1	1	1	1	1	1	1	1
Sewage Pump/Lift Stations	21	20	20	20	20	20	20	20	21	22
Electric Substations	9	9	9	9	9	8	8	8	8	8
Passenger Vehicles/Light & Medium Work Trucks	50	50	45	42	44	44	43	45	42	40
Heavy Work Trucks	22	21	22	26	29	26	26	29	26	29
Other-Trailers/Heavy Attachments	40	40	35	35	35	34	33	32	30	31
Tractors/Loaders/Mowers	24	22	21	21	20	20	19	19	18	18
Storage Sheds (Home Ave.)	5	4	4	4	4	4	4	4	4	4
Storage Sheds/Buildings (Best St.)	4	4	4	8	8	8	8	8	8	5
Fuel System	1	1	1	1	1	1	1	1	1	1
Wash Bay	1	1	1	1	1	1	1	1	1	1
Salt Storage Bin	1	1	1	1	1	1	1	1	1	1
Warehouses	4	4	4	4	4	4	4	4	4	4
Public Safety										
Police										
Police Department/Police Substations	1	1	1	1	1	1	1	1	1	1
Passenger Vehicles/Light Work Trucks	83	86	88	85	87	79	79	76	68	67
Medium Work Trucks	2	2	2	3	4	4	3	3	3	3
Other-Trailers/Heavy Attachments	4	4	5	6	6	5	3	3	3	3

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 18
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM (Continued)
Last Ten Fiscal Years

Function/Program	Fiscal Year Ending									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Public Safety (Continued)										
Animal Control										
Building-Shelter/Impound Lot	2	2	2	2	2	1	1	1	1	1
Passenger Vehicles/Light Work Trucks	3	3	3	4	3	3	3	3	3	3
Fire Department										
Fire Halls	3	3	3	3	3	3	3	3	3	3
Passenger Vehicles/Light Work Trucks	7	8	6	5	5	5	6	6	7	6
Medium Work Trucks	4	3	3	3	4	4	3	3	3	3
Heavy Work Trucks	6	6	6	6	6	6	6	6	6	7
Other-Trailers/Heavy Attachments	6	5	5	4	4	4	4	4	4	4
Public Services										
Public Service Administration										
Passenger Vehicles/Light Work Trucks	1	1	1	1	1	1	0	0	0	0
Codes Enforcement										
Passenger Vehicles/Light Work Trucks	7	7	7	7	7	7	7	7	6	6
Engineering										
Passenger Vehicles/Light Work Trucks	3	3	3	3	3	3	3	3	3	3
Central Traffic Operations										
Passenger Vehicles/Light Work Trucks	1	1	1	1	1	1	1	1	1	1
Medium Work Trucks	1	1	1	1	1	0	0	0	0	0
Heavy Work Trucks	1	1	1	1	1	1	1	1	1	1
Other-Trailers/Heavy Attachments	1	1	1	1	1	1	1	1	1	1
Public Works Street and Grounds Departments										
Salt Storage Building	1	1	1	1	1	1	1	1	1	1
Bridges	46	45	45	45	32	32	31	31	31	31
City Streets	747	738	739	739	782	800	792	790	790	775
Passenger Vehicles/Light Work Trucks	9	9	8	9	9	9	9	9	9	9
Medium Work Trucks	5	5	5	6	5	5	6	5	5	5
Heavy Work Trucks	13	12	12	11	12	13	12	13	9	12
Other-Trailers/Heavy Attachments	31	30	32	31	29	28	29	29	29	29
Tractors/Loaders/Mowers	22	22	21	21	19	18	19	19	19	19
Stormwater										
Passenger Vehicles/Light Work Trucks	2	2	2	2	2	2	2	2	3	3
Medium Work Trucks	1	1	1	1	1	1	1	1	0	0
Heavy Work Trucks	2	2	2	2	2	2	2	2	2	2
Tractors/Loaders/Mowers	1	1	1	0	0	1	1	1	1	1

CITY OF MARYVILLE, TENNESSEE
SCHEDULE 18
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM (Continued)
Last Ten Fiscal Years

Function/Program	Fiscal Year Ending									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Public Safety (Continued)										
Solid Waste Management (Residential, Commercial and Brush)										
Passenger Vehicles/Light Work Trucks	6	6	5	5	5	5	5	5	5	5
Heavy Work Trucks	25	29	29	26	24	20	19	17	17	17
Other-Trailers/Heavy Attachments (Combined)	17	17	17	17	17	17	17	17	17	17
Social, Cultural and Recreational Services										
Pools	1	1	1	1	1	1	1	1	1	1
Concession Stands	3	3	3	3	3	3	3	3	3	3
Greenbelt	1	1	1	1	1	1	1	1	1	1
Parks	7	7	7	7	7	7	7	7	7	7
Other General Government										
Industrial Development Parks	4	4	4	4	4	4	4	4	4	4
Parking Garages	3	3	3	3	3	3	3	3	3	2
Commercial Buildings	0	0	0	0	0	0	0	1	1	1
Fleet Maintenance										
Fleet Maintenance Building	1	1	1	1	1	1	1	1	1	1
Passenger Vehicles/Light Work Trucks	1	1	1	1	1	1	1	1	1	1
Medium Work Trucks	1	1	1	1	1	1	1	1	1	1
Tractors/Loaders/Mowers	1	1	1	1	1	1	1	1	1	1
Maryville City Schools										
Central Office	1	1	1	1	1	1	1	1	1	1
Elementary Schools	3	3	3	3	3	3	3	3	3	3
Middle Schools	1	1	1	1	1	1	1	1	1	1
Intermediate Schools	2	2	2	2	2	2	2	2	2	2
High Schools	1	1	1	1	1	1	1	1	1	1
Bus	8	7	12	9	8	8	8	6	6	6
Vans	5	14	13	13	11	11	11	10	11	11
Trucks	4	6	5	4	4	4	4	6	6	7
Cars	13	2	0	0	0	0	0	0	0	0
Other Equipment	7	5	5	5	5	5	5	5	5	4

SOURCE: City of Maryville Department of Records
Maryville City School Fleet Inventory

COMPLIANCE SECTION

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
For the Period Ending June 30, 2025

Federal Grantor/Pass-through Grantor Program	Assistance Listing Number	Pass-through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
Federal Awards				
U.S. Department of Agriculture				
Passed through the Tennessee Department of Agriculture:				
Child Nutrition Cluster:				
National School Lunch Program - Non-Cash Assistance-Commodities	10.555	N/A	\$ 0	\$ 222,509
Commodities - Warehousing Rebate	10.555	N/A	0	10,029
Total passed through the Tennessee Department of Agriculture			<u>0</u>	<u>232,538</u>
Passed through the Tennessee Department of Education:				
Child Nutrition Cluster:				
School Breakfast Program	10.553	N/A	0	270,052
National School Lunch Program	10.555	N/A	0	945,751
Total Child Nutrition Cluster			<u>0</u>	<u>1,448,341</u>
Total U.S. Department of Agriculture			<u>0</u>	<u>1,448,341</u>
U.S. Department of Education				
Passed through the Tennessee Department of Education:				
Career and Technical Education - Basic Grants to States	84.048	N/A	0	59,501
English Language Acquisition State Grants	84.365	N/A	0	23,108
Student Support and Academic Enrichment Program	84.424	N/A	0	62,954
Supporting Effective Instruction State Grants	84.367	N/A	0	120,990
Title I Grants to Local Educational Agencies	84.010	N/A	0	576,796
Special Education Cluster:				
Special Education - Grants to States	84.027A	N/A	0	1,393,144
Special Education - Preschool Exploration Grant	84.027A	N/A	0	10,000
Special Education - Preschool Grants	84.173A	N/A	0	44,438
Total Special Education Cluster			<u>0</u>	<u>1,447,582</u>
COVID-19 Education Stabilization Fund:				
American Rescue Plan - Elementary and Secondary School Emerg. Relief	84.425U	N/A	0	45,802
Total Education Stabilization Fund			<u>0</u>	<u>45,802</u>
Total Passed through the Tennessee Department of Education			<u>0</u>	<u>2,336,733</u>
Passed through the Tennessee Department of Human Services:				
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	34570-54925	0	234,877
Total Passed through the Tennessee Department of Human Services			<u>0</u>	<u>234,877</u>
Total U.S. Department of Education			<u>0</u>	<u>2,571,610</u>
U.S. Department of Health and Human Services				
Passed through the Tennessee Department of Education				
Temporary Assistance for Needy Families (TANF)	93.558	N/A	0	46,324
Total U.S. Department of Health and Human Services			<u>0</u>	<u>46,324</u>

The accompanying notes to the schedule of expenditures of federal and state financial assistance are an integral part of this schedule.

CITY OF MARYVILLE, TENNESSEE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE (Continued)
For the Period Ending June 30, 2025

Federal Grantor/Pass-through Grantor Program	Assistance Listing Number	Pass-through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
U.S. Department of Justice				
U.S. Department of Justice Direct Assistance:				
Bulletproof Vest Partnership Program	16.607	N/A	0	307
Total U.S. Department of Justice			0	307
U.S. Department of Transportation				
Passed through the Tennessee Department of Safety & Homeland Security:				
Alcohol Open Container Requirements	20.607	Z22THS178	0	13,976
Alcohol Open Container Requirements	20.607	Z25THS186	0	33,596
Total ALN Number 20.607			0	47,572
Passed through the Tennessee Department of Transportation:				
Highway Planning and Construction	20.205	180082	0	977,646
Highway Planning and Construction	20.205	220155	0	31,907
Highway Planning and Construction	20.205	200282	0	86,311
Highway Planning and Construction	20.205	230443	0	87,058
Total ALN Number 20.205			0	1,182,922
Total U.S. Department of Transportation			0	1,230,494
U.S. Department of Tourist Development				
Passed through the Tennessee Department of Finance & Administration:				
State & Local Cybersecurity Grant Program	97.137	31701-03513	0	94,500
Total U.S. Department of Tourist Development			0	94,500
Total Federal Awards			0	5,391,576
State Financial Assistance				
Tennessee Department of Agriculture				
USDA Child Nutrition State Matching		N/A	0	21,705
Tennessee Department of Education				
Early Childhood Education		N/A	0	170,272
Learning Loss Remediation and Student Acceleration Camps		N/A	0	716,932
Innovative School Models		N/A	0	600,398
State Special Education Preschool Grant		N/A	0	90,039
Total Tennessee Department of Education			0	1,577,641
Tennessee Department of Safety and Homeland Security				
Statewide School Resource Officer Grant Program		N/A	0	525,000
Total State Financial Assistance			0	2,124,346
Total Federal Awards and State Financial Assistance			\$ 0	\$ 7,515,922

The accompanying notes to the schedule of expenditures of federal and state financial assistance are an integral part of this schedule.

CITY OF MARYVILLE, TENNESSEE
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE

For the Year Ended June 30, 2025

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance (the "Schedule") includes the federal and state grant activity of City of Maryville (the "City") and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Subpart F of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, they are not intended to and do not present the financial position, changes in net position, or cash flows of the City.

Federal Financial Assistance. The Single Audit Act Amendments of 1996 (Public Law 104-156) and Uniform Guidance define federal financial assistance as grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations or other assistance. Federal financial assistance does not include direct federal cash assistance to individuals.

Direct Payments. Assistance received directly from the Federal government is classified as direct payments on the Schedule.

Pass-through Payments. Assistance received in a pass-through relationship from entities other than the Federal government is classified as pass-through payments on the Schedule.

Major Programs. The Single Audit Act Amendments of 1996 and Uniform Guidance establish the criteria to be used in defining major programs. Major programs for the City were defined using a risk-based approach in accordance with Uniform Guidance.

Assistance Listing Number. The Assistance Listing Number is a government-wide compendium of individual federal programs. Each program included in the catalog is assigned a five-digit program identification number (Assistance Listing Number), which is reflected in the Schedule.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Any negative amounts shown in the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3 - NON-CASH ASSISTANCE

The Maryville City Schools is the recipient of certain federal awards that do result in cash receipts or disbursements, including distributions of U.S. Department of Agriculture (USDA) Food Commodities, which are valued based on an USDA price list obtained from the Tennessee Department of Agriculture.

NOTE 4 - INDIRECT COST RATE

The City has elected not to use the 10% de minimis indirect rate as allowed under Uniform Guidance.

NOTE 5 - CONTINGENCIES

The federal and state awards received by the government are subject to audit and adjustment. If any expenditures are disallowed by the grantor agencies as a result of such an audit, the grantor agency could make a claim for reimbursement.



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

Honorable Mayor, Members of City Council,
and City Manager of City of Maryville
Maryville, 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, budgetary comparisons for the general fund and general purpose school fund, and the aggregate remaining fund information of City of Maryville, Tennessee (the "City"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 10, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Maryville's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Maryville's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Maryville's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Maryville'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 City of Maryville's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Maryville's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Pugh & Company, P.C.

Certified Public Accountants
Knoxville, Tennessee
December 10, 2025



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

Honorable Mayor, Members of City Council,
and City Manager of City of Maryville
Maryville, Tennessee

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited City of Maryville'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, 2025. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

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 Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

Pugh & Company, P.C.

Certified Public Accountants
Knoxville, Tennessee
December 10, 2025

CITY OF MARYVILLE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2025

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported
- Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported

Type of auditors' report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a) Yes No

Major federal programs for the City of Maryville, Tennessee for the fiscal year ended June 30, 2025 are:

<u>Program Name</u>	<u>Assistance Listing Number</u>
Special Education Cluster (IDEA)	84.027A / 84.173A

Dollar threshold used to distinguish between Type A & Type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes No

CITY OF MARYVILLE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2025

Section II - Financial Statement Findings

Current Year Audit Findings: None

Section III - Federal Award Findings

Current Year Audit Findings: None

CITY OF MARYVILLE
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2025

There were no findings or questioned costs reported in the prior year.