

**ANNUAL FINANCIAL REPORT**  
**ROANE COUNTY, TENNESSEE**

**FOR THE YEAR ENDED JUNE 30, 2015**



**DIVISION OF LOCAL GOVERNMENT AUDIT**



**ANNUAL FINANCIAL REPORT  
ROANE COUNTY, TENNESSEE  
FOR THE YEAR ENDED JUNE 30, 2015**

***COMPTROLLER OF THE TREASURY  
JUSTIN P. WILSON***

***DIVISION OF LOCAL GOVERNMENT AUDIT  
JAMES R. ARNETTE  
Director***

***MARK TREECE, CPA, CGFM  
Audit Manager***

***ANDREW WAY, CPA  
STEPHEN ALRED  
ASHLEY CLARK  
DOUG SANDIDGE, CISA, CFE  
State Auditors***

**This financial report is available at [www.comptroller.tn.gov](http://www.comptroller.tn.gov)**

---



---

**ROANE COUNTY, TENNESSEE  
TABLE OF CONTENTS**

---



---

	Exhibit	Page(s)
Summary of Audit Findings		6
<u>INTRODUCTORY SECTION</u>		7
Roane County Officials		8
<u>FINANCIAL SECTION</u>		9
Independent Auditor's Report		10-13
Management's Discussion and Analysis		14-24
BASIC FINANCIAL STATEMENTS:		25
Government-wide Financial Statements:		
Statement of Net Position	A	26-28
Statement of Activities	B	29-30
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C-1	31-32
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	C-2	33
Statement of Revenues, Expenditures, and Changes in Fund Balances	C-3	34-35
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	C-4	36
Statements of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Fund	C-5	37-39
Highway/Public Works Fund	C-6	40
Proprietary Funds:		
Statement of Net Position	D-1	41-42
Statement of Revenues, Expenses, and Changes in Net Position	D-2	43-44
Statement of Cash Flows	D-3	45-46
Fiduciary Funds:		
Statement of Fiduciary Assets and Liabilities	E-1	47
Statement of Changes in Fiduciary Net Position	E-2	48
Index and Notes to the Financial Statements		49-115
REQUIRED SUPPLEMENTARY INFORMATION:		116
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	F-1	117
Schedule of Contributions Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	F-2	118
Schedule of Contributions Based on Participation in the Teacher Pension Plan of TCRS – Discretely Presented Roane County School Department	F-3	119
Schedule of Contributions Based on Participation in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Roane County School Department	F-4	120
Schedule of Proportionate Share of the Net Pension Asset in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Roane County School Department	F-5	121
Schedule of Funding Progress – Other Postemployment Benefits Plans – Primary Government and Discretely Presented Roane County School Department	F-6	122
Notes to the Required Supplementary Information		123

	Exhibit	Page(s)
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:		124
Nonmajor Governmental Funds:		125-126
Combining Balance Sheet	G-1	127-132
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	G-2	133-138
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
Solid Waste/Sanitation Fund	G-3	139
Ambulance Service Fund	G-4	140
Special Purpose Fund	G-5	141
Drug Control Fund	G-6	142
Other Special Revenue Fund	G-7	143
Rural Debt Service Fund	G-8	144
Education Debt Service Fund	G-9	145
Major Governmental Funds:		146
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Actual (Budgetary Basis) and Budget:		
General Debt Service Fund	H-1	147
General Capital Projects	H-2	148
Proprietary Funds:		149
Combining Statement of Net Position	I-1	150
Combining Statement of Revenues, Expenses, and Changes in Net Position	I-2	151
Combining Statement of Cash Flows	I-3	152
Fiduciary Funds:		153
Combining Statement of Fiduciary Assets and Liabilities	J-1	154
Combining Statement of Changes in Assets and Liabilities – All Agency Funds	J-2	155-157
Component Unit:		
Discretely Presented Roane County School Department:		158
Statement of Activities	K-1	159
Balance Sheet – Governmental Funds	K-2	160
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	K-3	161
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	K-4	162
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	K-5	163
Combining Balance Sheet – Nonmajor Governmental Funds	K-6	164-167
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	K-7	168-169
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Purpose School Fund	K-8	170-171
School Federal Projects Fund	K-9	172
Central Cafeteria Fund	K-10	173
School Transportation Fund	K-11	174
Extended School Program Fund	K-12	175
Education Capital Projects Fund	K-13	176

	Exhibit	Page(s)
Miscellaneous Schedules:		177
Schedule of Changes in Long-term Other Loans and Bonds	L-1	178-179
Schedule of Long-term Debt Requirements by Year	L-2	180-181
Schedule of Notes Receivable	L-3	182
Schedule of Transfers – Primary Government and Discretely Presented Roane County School Department	L-4	183
Schedule of Salaries and Official Bonds of Principal Officials – Primary Government and Discretely Presented Roane County School Department	L-5	184
Schedule of Detailed Revenues – All Governmental Fund Types	L-6	185-205
Schedule of Detailed Revenues – All Governmental Fund Types – Discretely Presented Roane County School Department	L-7	206-213
Schedule of Detailed Expenditures – All Governmental Fund Types	L-8	214-242
Schedule of Detailed Expenditures – All Governmental Fund Types – Discretely Presented Roane County School Department	L-9	243-255
Schedule of Detailed Receipts, Disbursements, and Changes in Cash Balances – City Agency Funds	L-10	256
 <u>SINGLE AUDIT SECTION</u>		 257
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 <i>Government Auditing Standards</i>		258-259
Auditor's Report on Compliance for Each Major Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133		260-262
Schedule of Expenditures of Federal Awards and State Grants		263-264
Schedule of Audit Findings Not Corrected		265
Schedule of Findings and Questioned Costs		266-272
Auditee Reporting Responsibilities		273

# ***Summary of Audit Findings***

Annual Financial Report  
Roane County, Tennessee  
For the Year Ended June 30, 2015

## ***Scope***

We have audited the basic financial statements of Roane County as of and for the year ended June 30, 2015.

## ***Results***

Our report on Roane County's financial statements is unmodified.

Our audit resulted in five findings and recommendations, which we have reviewed with Roane County management. The detailed findings, recommendations and management responses are included in the Single Audit section of this report.

## ***Findings***

The following are summaries of the audit findings:

### **ROANE COUNTY**

- ◆ Property tax collections were not prorated accurately.

---

### **OFFICE OF ASSESSOR OF PROPERTY**

- ◆ The assessor did not maintain an adequate program of sales verification.
- ◆ The assessor did not prorate improvements or new construction.
- ◆ The assessor did not adequately perform visual inspections and correct the visual inspection errors found by the state Division of Property Assessments.
- ◆ The assessor made assessment changes that were not approved by the county Board of Equalization.

---

---

# INTRODUCTORY SECTION

---

---

# Roane County Officials

## June 30, 2015

---

### **Officials**

Ron Woody, County Executive  
Dennis Ferguson, Road Superintendent  
Gary Aytes, Director of Schools  
Wilma Eblen, Trustee  
David Morgan, Assessor of Property  
Barbara Anthony, County Clerk  
Ann Goldston, Circuit and General Sessions Courts Clerk  
Shannon Conley, Clerk and Master  
Sharon Brackett, Register of Deeds  
Jack Stockton, Sheriff  
Kaley Walker, Director of Accounts and Budgets  
Lynn Farnham, Purchasing Agent

### **Board of County Commissioners**

James Brummett, Chairman	
David Bell	Junior Hendrickson
Ron Berry	Carolyn Granger
Greg Ferguson	Chris Johnson
Bobby Collier	Steve Kelley
Benny East	Stanley Moore
Randy Ellis	Mike Hooks
Todd Fink	Darryl Meadows

### **Board of Education**

Everett Massengill	Michael Miller, Chairman
Darrell Langley	Rob Jago
Danny Wright	Larry Brackett
Sam Cox	Victor King
Hugh Johnson	Michael Taylor

### **Audit Committee**

Suzy Jones, Chairman	Harriet Walker
Doris Thompson	Vic King
Darryl Meadows	

---

---

# FINANCIAL SECTION

---

---



STATE OF TENNESSEE  
COMPTROLLER OF THE TREASURY  
DEPARTMENT OF AUDIT  
DIVISION OF LOCAL GOVERNMENT AUDIT  
SUITE 1500  
JAMES K. POLK STATE OFFICE BUILDING  
NASHVILLE, TENNESSEE 37243-1402  
PHONE (615) 401-7841

Independent Auditor's Report

Roane County Executive and  
Board of County Commissioners  
Roane County, Tennessee

To the County Executive and Board of County Commissioners:

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Roane County Emergency Communications District, which represent 1.7 percent, 2.2 percent, and 2.1 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Also, we did not audit the financial statements of the Industrial Development Board of Roane County, which represent 6.2 percent, 8.6 percent, and 0.7 percent, respectively, of

the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Roane County Emergency Communications District and the Industrial Development Board of Roane County, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Change in Accounting Principle***

As described in Note V.B., Roane County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*; GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*; and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. Our opinion is not modified with respect to this matter.

### ***Emphasis of Matter***

We draw attention to Notes I.D.10. and VI.H. to the financial statements, which describe restatements decreasing the beginning Governmental Activities net position of the primary government by \$26,784, to the beginning net position of the Business-type Activities of the primary government by \$1,410, to the beginning net position of the discretely presented Roane County School Department by \$9,302,386, and increasing the beginning net position of the discretely presented Roane County Emergency Communications District by \$57,831. These restatements were necessary because of the transitional requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. Our opinion is not modified with respect to this matter.

### ***Other Matters***

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 14 through 24 and the schedule of changes in the county's net pension liability and related ratios, schedule of county contributions, schedule of school's proportionate share of the net pension liability, and schedule of funding progress - other postemployment benefit plans on pages 117 through 123 be presented to supplement the basic financial statements. Such information, 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 and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Roane County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, the General Debt Service Fund, and the General Capital Projects Fund, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, the General Debt Service Fund, and the General Capital Projects Fund, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), and

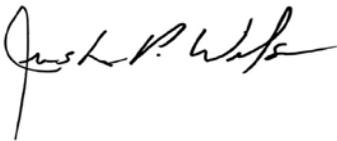
miscellaneous schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial 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, based on our audit and the procedures performed as described above, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, the General Debt Service Fund, and the General Capital Projects Fund, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 29, 2016, on our consideration of Roane County'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 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 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 Roane County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson  
Comptroller of the Treasury  
Nashville, Tennessee

January 29, 2016

JPW/yu

**Roane County, Tennessee  
Management's Discussion and Analysis  
For the Year Ended June 30, 2015**

This discussion and analysis of Roane County's financial performance provides an overall view of the county's financial activities for the year ended June 30, 2015. In addition, this discussion and analysis includes an overall view of the Discretely Presented Component Unit (DPCU) Roane County School Department. A separate set of financial statements is not issued for the Roane County School Department. The intent of this discussion and analysis is to look at the county's and the DPCU School Department's financial performance as a whole. Readers should also review the notes to the basic financial statements to enhance their understanding of the county's financial performance as well as the DPCU School Department's financial performance.

**FINANCIAL HIGHLIGHTS FOR FY 2015**

**Key financial highlights for 2014 are as follows:**

In total, net position of the primary government increased by \$3.4 million, and net position of the DPCU School Department decreased by \$12 million. In the primary government, most of the negative unrestricted net position balance (\$16.6 million) is related to the fact that school buildings constructed with county debt are recorded as an asset for the DPCU School Department while the debt issued to fund those capital assets is recorded as a liability for the primary government. Net position of the primary government is related to governmental and business-type activities. Net position of the DPCU School Department is related to governmental activities.

General revenues of the primary government accounted for \$19.4 million in revenue or 60 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$13 million or 40 percent of total revenues of \$32.4 million. General revenues of the DPCU School Department were \$51.2 million.

Total assets in the primary government were \$87 million as net taxes receivable totaled \$15.2 million; cash totaled \$18.9 million; capital assets, net of accumulated depreciation totaled \$49.5 million, and a net pension asset totaled \$1.4 million. Total assets in the DPCU School Department were \$97.5 million as net taxes receivable totaled \$15.5 million; cash totaled \$6.2 million; capital assets, net of accumulated depreciation totaled \$72.1 million, and a net pension asset totaled \$2 million.

The primary government had \$29 million in expenses related to governmental activities, with \$13 million of these expenses offset by program specific charges for services, grants, or contributions. General revenues (primarily property taxes of \$14.1 million) were adequate to provide current funding for these programs. The DPCU School Department had \$60.9 million in expenses related to governmental activities; \$7.1 million of these expenses were offset by program specific charges for services, grants, or contributions. General revenues of the DPCU School Department (primarily Basic Education Program revenues of \$27.9 million and property taxes and sales taxes of \$13 and \$6.6 million, respectively) were adequate to provide current funding for these programs.

Among major governmental funds, the General Fund had \$15.7 million in revenues and \$15 million in expenditures. The Highway/Public Works Fund had \$4 million in revenues and \$3.5 million in expenditures. The General Debt Service Fund had \$2.8 million in revenues and \$3.3 million in expenditures. The General Capital Projects Fund had \$833 thousand in revenues and \$1.3 million in expenditures. Fund balance for the General and Highway/Public Works funds increased by \$803 thousand and \$122 thousand, respectively. Fund balances for the General Debt Service and General Capital Projects funds decreased by \$316 thousand and \$62 thousand, respectively. The major Public Utility Fund (business-type activity) had operating revenues of \$1.1 million, operating expenses of \$859 thousand, and nonoperating revenues of \$279 thousand.

### **Using This Annual Financial Report (AFR)**

This annual financial report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Roane County as a financial whole (and entire operating entity). The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and the Statement of Activities present an aggregate view of the entire county's finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the county's most significant funds with all other nonmajor funds presented in total in one column. In the case of Roane County, the General Fund is by far the most significant fund. Other major funds include the Highway/Public Works, General Debt Service, and General Capital Projects funds. In the case of the DPCU School Department, the General Purpose School fund is the only major fund.

### **Reporting the County as a Whole**

#### **Statement of Net Position and the Statement of Activities**

While this document contains a large number of funds used by the county and the DPCU School Department to provide programs and financial activities during 2015, the Statement of Net Position and the Statement of Activities provide a broader picture of the financial activities during 2015. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting method used by most private-sector companies. This basis of accounting takes into account all of the current-year's revenues and expenses regardless of when cash is received or paid.

These two statements report the county's net position and changes in those positions as well as those of the county's discretely presented component units. This change in position is important because it tells the reader that, for the county and its discretely presented component units as a whole, whether their financial position has improved or diminished. The cause of this change may be the result of many factors, some financial, some not.

In the Statement of Net Position and the Statement of Activities, the county reports its activities as governmental and business-type. The county's governmental activities reported here include: general government; finance; administration of justice; public safety; public

health and welfare; social, cultural, and recreational services; agriculture and natural resources; highways/public works; education; and other operations. The county's business-type activities report sewer water treatment.

These services are funded primarily by taxes and intergovernmental revenues, including federal and state grants and other shared revenues. For the DPCU School Department, its activities are also reported as governmental activities. The DPCU School Department's programs and services are reported there. These services are also funded primarily by taxes and intergovernmental revenues including federal and state grants and other shared revenues.

## **Reporting on the County's Most Significant Funds**

### **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 county and its DPCU School Department, like other state and local governments, use fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the county and the DPCU School Department can be divided into three categories: governmental, proprietary, and fiduciary.

Fund financial reports provide detailed information about the county's major funds. The county uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the county's most significant funds. The county's major governmental funds are the General, Highway/Public Works, General Debt Service, and General Capital Projects funds. The DPCU School Department's major governmental fund is the General Purpose School fund.

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

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

The county and the DPCU School Department maintain many individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are

combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. Please refer to the Table of Contents to locate these statements.

**Proprietary Funds** – Proprietary funds are used to account for activities where the emphasis is placed on net income determination. The county maintained two different types of proprietary funds – an enterprise fund and two internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The county had one enterprise fund to account for sewer water treatment. Internal service funds are accounting devices used to accumulate and allocate costs internally among the county’s various functions. The county uses two internal service funds. Specifically, the Workers’ Compensation Fund and the Employee Dental Insurance Fund account for risk management activities related to workers’ compensation risks and dental insurance provided to county employees and their dependents. Because internal service funds predominantly benefit governmental rather than business-type functions, their assets and liabilities have been included with governmental activities in the government-wide financial statements.

The county’s enterprise fund, Public Utility Fund, is a major fund and is reported separately in the government-wide and fund financial statements. The internal service funds are combined within the governmental activities in the government-wide statements and are presented separately in the fund financial statements.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the county. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the county’s own programs. The accounting used to report fiduciary funds is much like that used to report proprietary funds. Please refer to the Table of Contents to locate these statements.

**Notes to the Financial Statements** – The notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. Please refer to the Table of Contents to locate these notes.

**Other information** – In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules. Please refer to the Table of Contents to locate these statements and schedules.

## **Government-wide Financial Analysis**

Net position may serve over time as a useful indicator of a government’s financial position. In the case of the county, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$20.1 million at the close of the most recent fiscal year. For the DPCU School Department, assets exceeded liabilities and deferred inflows of resources by \$67.2 million at the close of the most recent fiscal year.

A large portion of the county’s net position reflects its investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment), less any related debt used to

acquire those assets that is still outstanding. The county uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The same holds true for the DPCU School Department. A large portion of its net position reflects its investment in capital assets as described above.

Although the county's and the DPCU School Department's investment in 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 capital assets cannot be used to liquidate these liabilities.

Table 1a provides a summary of the county's and the DPCU School Department's net position for 2015, for their governmental activities as well as a comparison with the prior year. Table 1b provides a summary of the county's net assets for 2015, for its business-type activities.

An additional portion of the county's net assets, \$13.2 million, represents resources that are subject to external restrictions on how they may be used. In the DPCU School Department, \$4.3 million of net assets are subject to external restrictions.

Table 2a shows the changes in net position for fiscal year 2015, and a comparison with the prior year for the county and the DPCU School Department for their governmental activities. Table 2b shows the changes in nets position for fiscal year 2015, and a comparison with the prior year for the county's business-type activities.

Table 1a  
 Roane County Government and DPCU School Department Net Position

Governmental Activities

	Roane County Government		DPCU School Department	
	2015	2014	2015	2014
<b>Assets:</b>				
Current and Other Assets	\$ 35,901,124	\$ 34,047,832	\$ 25,439,203	\$ 24,699,196
Capital Assets	42,605,536	42,260,391	72,109,554	75,214,848
<b>Total Assets</b>	<b>\$ 78,506,660</b>	<b>\$ 76,308,223</b>	<b>\$ 97,548,757</b>	<b>\$ 99,914,044</b>
<b>Deferred Outflows of Resources</b>				
Deferred Charges on Refunding	\$ 228,954	\$ 280,124	\$ 0	\$ 0
Deferred Amounts Related to Pensions	826,103	0	3,318,851	0
<b>Total Deferred Outflows of Resources</b>	<b>\$ 1,055,057</b>	<b>\$ 280,124</b>	<b>\$ 3,318,851</b>	<b>\$ 0</b>
<b>Liabilities:</b>				
Long-term Liabilities Outstanding	\$ 45,566,688	\$ 48,599,034	\$ 7,009,362	\$ 6,545,566
Other Liabilities	1,722,310	1,204,369	389,016	2,044,878
<b>Total Liabilities</b>	<b>\$ 47,288,998</b>	<b>\$ 49,803,403</b>	<b>\$ 7,398,378</b>	<b>\$ 8,590,444</b>
<b>Deferred Inflows of Resources:</b>				
Deferred Current Property Taxes	\$ 14,640,350	\$ 13,342,394	\$ 14,952,439	\$ 12,154,992
Deferred Amounts Related to Pensions	1,344,667	0	11,365,489	0
<b>Total Deferred Inflows of Resources</b>	<b>\$ 15,985,017</b>	<b>\$ 13,342,394</b>	<b>\$ 26,317,928</b>	<b>\$ 12,154,992</b>
<b>Net Position:</b>				
Net Investment in Capital Assets	\$ 21,734,774	\$ 19,020,726	\$ 72,109,554	\$ 75,214,848
Restricted	13,150,784	13,147,658	4,279,504	1,876,934
Unrestricted	(18,597,856)	(18,725,834)	(9,237,756)	2,076,826
<b>Total Net Position</b>	<b>\$ 16,287,702</b>	<b>\$ 13,442,550</b>	<b>\$ 67,151,302</b>	<b>\$ 79,168,608</b>

Table 1b  
Roane County Government Net Position

Business-type Activities

	<u>Roane County Government</u>	
	<u>2015</u>	<u>2014</u>
Assets:		
Current and Other Assets	\$ 1,560,513	\$ 1,319,259
Capital Assets	6,902,080	6,296,530
Total Assets	<u>\$ 8,462,593</u>	<u>\$ 7,615,789</u>
Deferred Outflows of Resources:		
Pension Contributions	\$ 15,965	\$ 0
Total Deferred Outflows of Resources	<u>\$ 15,965</u>	<u>\$ 0</u>
Liabilities:		
Long-term Liabilities Outstanding	\$ 4,381,836	\$ 4,335,890
Other Liabilities	225,681	39,776
Total Liabilities	<u>\$ 4,607,517</u>	<u>\$ 4,375,666</u>
Deferred Inflows of Resources:		
Deferred Amounts Related to Pensions	\$ 70,772	\$ 0
Total Deferred Inflows of Resources	<u>\$ 70,772</u>	<u>\$ 0</u>
Net Position:		
Net Investment in Capital Assets	\$ 2,520,244	\$ 1,960,640
Restricted	70,998	0
Unrestricted	1,209,027	1,279,483
Total Net Position	<u>\$ 3,800,269</u>	<u>\$ 3,240,123</u>

Table 2a

## Roane County Government and DPCU School Department Changes in Net Position

Governmental Activities

	Roane County Government		DPCU School Department	
	2015	2014	2015	2014
<b>Revenues:</b>				
Program Revenues:				
Charges for Services	\$ 7,621,494	\$ 7,415,352	\$ 1,115,952	\$ 1,293,352
Operating Grants and Contributions	3,182,175	2,720,729	5,945,471	7,321,074
Capital Grants and Contributions	679,167	713,019	5,341	1,183,212
General Revenues:				
Property Taxes	14,122,660	14,266,849	13,041,673	13,051,608
Sales Taxes	786,930	746,442	6,627,075	6,922,515
Other Taxes	1,531,446	1,392,751	33,714	112,686
Grants and Contributions Not Restricted to Specific Programs	2,798,504	2,966,179	31,308,932	31,237,456
Unrestricted Investment Earnings	19,711	26,930	11,901	17,982
Miscellaneous	91,227	172,182	6,701	46,136
Gain on Disposal of Equipment	16,164	26,522	0	17,075
Pension Income	31,079	0	167,163	0
<b>Total Revenues</b>	<b>\$ 30,880,557</b>	<b>\$ 30,446,955</b>	<b>\$ 58,263,923</b>	<b>\$ 61,203,096</b>
<b>Expenses:</b>				
General Government	\$ 5,017,763	\$ 3,489,306	\$ 0	\$ 0
Finance	2,078,605	2,082,832	0	0
Administration of Justice	1,826,916	1,830,456	0	0
Public Safety	6,922,654	7,318,409	0	0
Public Health and Welfare	5,900,345	5,159,144	0	0
Social, Cultural, and Recreational Services	376,572	333,452	0	0
Agriculture and Natural Resources	111,067	130,105	0	0
Other Operations	0	1,457,931	0	0
Highways	3,609,602	3,784,350	0	0
Education	420,670	620,010	60,978,843	65,579,865
Interest on Long-term Debt	1,744,427	1,999,381	0	0
<b>Total Expenses</b>	<b>\$ 28,008,621</b>	<b>\$ 28,205,376</b>	<b>\$ 60,978,843</b>	<b>\$ 65,579,865</b>
Change in Net Position	\$ 2,871,936	\$ 2,241,579	\$ (2,714,920)	\$ (4,376,769)
Net Position, July 1	13,442,550	11,200,971	79,168,608	83,545,377
Restatement	(26,784)	0	(9,302,386)	0
<b>Net Position, June 30</b>	<b>\$ 16,287,702</b>	<b>\$ 13,442,550</b>	<b>\$ 67,151,302</b>	<b>\$ 79,168,608</b>

Table 2b  
Roane County Government Changes in Net Position

Business-type Activities

	Roane County Government	
	2015	2014
<b>Revenues:</b>		
Program Revenues:		
Charges for Services	\$ 1,142,195	\$ 1,004,471
Capital Grants and Contributions	364,001	175,194
Pension Income	1,636	0
Total Revenues	<u>\$ 1,507,832</u>	<u>\$ 1,179,665</u>
<b>Expenses:</b>		
General Government	\$ 946,276	\$ 1,024,664
Total Expenses	<u>\$ 946,276</u>	<u>\$ 1,024,664</u>
Change in Net Position	\$ 561,556	\$ 155,001
Net Position, July 1	3,240,123	3,085,122
Prior-period Adjustment	(1,410)	0
Net Position, June 30	<u><u>\$ 3,800,269</u></u>	<u><u>\$ 3,240,123</u></u>

Expenses for Public Safety of \$6.9 million, consisting primarily of the law enforcement and jail operating cost, accounted for approximately 25 percent of the \$28 million total expenses for governmental activities. Of that \$28 million in governmental activities expenses, \$7.6 million was covered by direct charges to users of the services. A significant portion of those charges are for fees associated with the court system and ambulance service patient charges.

**Financial Analysis of the Government's Funds**

As noted earlier, the county and DPCU School Department use fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current fiscal year, the county's governmental funds reported combined ending fund balances of \$16.1 million. Approximately \$3.7 million of this total constitutes unassigned fund balance within the General Fund, which is available for appropriation at the government's discretion within certain legal constraints and purpose restrictions. The remainder of fund balance is restricted, committed, or assigned to indicate that it is available for spending only in certain limited instances. In the DPCU School Department's governmental funds, combined ending fund balances were \$7.1 million. Approximately \$2.3 million of this total constitutes unassigned fund balance.

## **Financial Comparisons - Primary Government**

The General Fund is the chief operating fund of the county. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$3.7 million, while total fund balance was \$5.8 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 25 percent of total General Fund expenditures, while total fund balance represents 39 percent of that same amount.

The fund balance of the county's General Fund increased by \$803 thousand during the current fiscal year.

The Highway/Public Works Fund continues to hold its own in terms of funding the needs of the department. Expenditures and other uses exceeded revenues and other sources by \$122 thousand while maintaining an ending fund balance of \$911 thousand.

The General Debt Service Fund had a net decrease of \$316 thousand in fund balance.

The General Capital Projects Fund decreased by \$62 thousand during the current fiscal year.

Roane County's budgeting process is prescribed by *Tennessee Code Annotated*. Essentially the budget is the county's appropriations that are restricted by the amounts of anticipated revenues; therefore, the county's plans and desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity, then the appropriations can be adjusted accordingly.

**Proprietary Funds.** The financial statements of the Internal Service Funds reflect the operations of the county's dental and workers' compensation self-insured risk financing activities. These activities have been consolidated under the revenues and expenses for governmental activities on the government-wide financial statements.

## **Financial Comparison - DPCU School Department**

The General Purpose School Fund is the chief operating fund of the DPCU School Department. At the end of the current fiscal year, unassigned fund balance of the General Purpose School Fund was \$2.3 million, while total fund balance was \$3.6 million. As a measure of the General Purpose School Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 5 percent of total General Purpose School Fund expenditures, while total fund balance represents 7 percent of that same amount.

## **Capital Assets**

The county's investment in capital assets for its governmental activities as of June 30, 2015, totals \$21.7 million (net of accumulated depreciation and related debt). This investment in capital assets includes land, buildings and systems, improvements, equipment, roads, highways, and bridges. The DPCU School Department's investment in capital assets for its governmental activities as of June 30, 2015, totals \$72.1 million (net of

accumulated depreciation). The Notes to the Financial Statements provide additional information on capital assets activity for the year.

### **Debt Administration**

At the end of the 2015 fiscal year, the county's governmental activities had total long-term debt outstanding of \$39.6 million. Of this amount, all is backed by the full faith and credit of the county. The county maintains an A2 rating for Moody's and an AA rating for Standard and Poor's for general obligation debt. The county's business-type activities had long-term debt outstanding of \$4.4 million.

In addition to the debt noted above, county long-term obligations include compensated absences, landfill postclosure care costs, and other post-employment benefits. Additional information on the county's long-term obligations can be found in the Notes to the Financial Statements.

Interest and fiscal charges totaled six percent of the total expenses for governmental activities.

### **Economic Factors and Next Year's Budgets and Rates**

The most recent unemployment rate for the county is six percent compared to the higher rate of seven percent a year ago. The state's average unemployment rate is currently 5.6 percent and the national average is five percent. Economic trends in the region are consistent with national indices. All of these factors were considered in preparing the county's budget for the 2016 fiscal year. At the end of the 2015 fiscal year, unassigned fund balance in the General Fund was \$3.7 million. The county has budgeted to use \$1.4 million from this fund balance for fiscal year 2016.

### **Request for Information**

This financial report is designed to provide a general overview of the county's finances for all those with an interest in the government's finances. For questions concerning any of the information provided in this report, please contact the Accounting and Budgeting Office at 200 East Race Street, Suite 1, Kingston, Tennessee 37763.

---

---

# BASIC FINANCIAL STATEMENTS

---

---

Exhibit A

Roane County, Tennessee  
Statement of Net Position  
June 30, 2015

	Primary Government			Component Units		
	Governmental	Business-type	Total	Roane	Emergency	Industrial
	Activities	Activities		School	Communica-	Development
			Department	tions	Board	
				District		
<u>ASSETS</u>						
Cash	\$ 33,235	\$ 200	\$ 33,435	\$ 91,898	\$ 862,128	\$ 808,789
Equity in Pooled Cash and Investments	17,489,988	1,339,715	18,829,703	6,119,437	0	0
Inventories	0	0	0	0	0	5,766,428
Accounts Receivable	2,109,522	88,315	2,197,837	38,141	0	0
Allowance for Uncollectibles	(1,195,616)	0	(1,195,616)	0	0	0
Due from Other Governments	895,123	61,285	956,408	1,764,296	0	0
Internal Balances	817	(817)	0	0	0	0
Due from Primary Government	0	0	0	750	0	0
Property Taxes Receivable	15,904,876	0	15,904,876	16,155,061	0	0
Allowance for Uncollectible Property Taxes	(711,513)	0	(711,513)	(692,379)	0	0
Prepaid Items	25,730	0	25,730	7,742	13,732	0
Net Pension Asset - Agent Plan	1,348,962	70,998	1,419,960	1,840,568	183,108	0
Net Pension Asset - Cost-sharing Plan	0	0	0	113,689	0	0
Other Current Assets	0	0	0	0	1,065	0
Capital Assets:						
Assets Not Depreciated:						
Land	4,959,927	5,000	4,964,927	1,338,172	30,056	0
Construction in Progress	458,967	2,737,269	3,196,236	121,829	0	0
Assets Net of Accumulated Depreciation:						
Buildings and Improvements	12,088,236	288,353	12,376,589	68,684,909	205,507	0
Other Capital Assets	3,709,431	401,774	4,111,205	1,964,644	498,860	0
Infrastructure - Roads, Streets, and Bridges	21,388,975	3,469,684	24,858,659	0	0	0
Total Assets	\$ 78,506,660	\$ 8,461,776	\$ 86,968,436	\$ 97,548,757	\$ 1,794,456	\$ 6,575,217

(Continued)

Exhibit A

Roane County, Tennessee  
Statement of Net Position (Cont.)

	Primary Government			Component Units		
	Governmental	Business-type	Total	Roane	Emergency	Industrial
	Activities	Activities		School	Communica-	Development
				Department	District	Board
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>						
Pension Changes in Experience	\$ 0	\$ 0	\$ 0	\$ 276,009	\$ 0	\$ 0
Pension Contributions after Measurement Date	826,103	15,965	842,068	3,042,842	31,985	0
Deferred Charge on Refunding	228,954	0	228,954	0	0	0
Total Deferred Outflows of Resources	\$ 1,055,057	\$ 15,965	\$ 1,071,022	\$ 3,318,851	\$ 31,985	\$ 0
<b><u>LIABILITIES</u></b>						
Accounts Payable	\$ 310,778	\$ 10,353	\$ 321,131	\$ 273,851	\$ 8,308	\$ 0
Contracts Payable	5,000	195,820	200,820	19,800	0	0
Retainage Payable	0	9,444	9,444	0	0	0
Accrued Payroll	202,815	4,239	207,054	24,361	14,462	0
Accrued Interest Payable	163,660	0	163,660	0	0	0
Payroll Deductions Payable	183,953	5,008	188,961	2,606	442	0
Claims and Judgments Payable	844,589	0	844,589	0	0	0
Due to Roane Alliance	0	0	0	0	0	62,575
Due to Component Units	750	0	750	0	0	0
Due to State of Tennessee	10,765	0	10,765	0	0	0
Other Current Liabilities	0	0	0	68,398	0	0
Noncurrent Liabilities:						
Due Within One Year	3,887,230	134,665	4,021,895	146,089	11,497	0
Due in More Than One Year (net of unamortized premium on debt)	41,679,458	4,247,171	45,926,629	6,863,273	0	0
Total Liabilities	\$ 47,288,998	\$ 4,606,700	\$ 51,895,698	\$ 7,398,378	\$ 34,709	\$ 62,575

(Continued)

Exhibit A

Roane County, Tennessee  
Statement of Net Position (Cont.)

	Primary Government			Component Units		
	Governmental	Business-type	Total	Roane	Emergency	Industrial
	Activities	Activities		School	Communica-	Development
			Department	tions	Board	
				District		
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>						
Deferred Current Property Taxes	\$ 14,640,350	\$ 0	\$ 14,640,350	\$ 14,952,439	\$ 0	\$ 0
Pension Changes in Experience	17,971	946	18,917	24,520	36,233	0
Pension Changes in Investment Earnings	1,326,696	69,826	1,396,522	11,177,436	73,021	0
Pension Other Deferrals	0	0	0	163,533	0	0
Total Deferred Inflows of Resources	<u>\$ 15,985,017</u>	<u>\$ 70,772</u>	<u>\$ 16,055,789</u>	<u>\$ 26,317,928</u>	<u>\$ 109,254</u>	<u>\$ 0</u>
<b><u>NET POSITION</u></b>						
Net Investment in Capital Assets	\$ 21,734,774	\$ 2,520,244	\$ 24,255,018	\$ 72,109,554	\$ 734,423	\$ 0
Restricted for:						
Administration of Justice	116,592	0	116,592	0	0	0
Public Safety	211,208	0	211,208	0	0	0
Public Health and Welfare	2,782,417	0	2,782,417	0	0	0
Highways	1,132,045	0	1,132,045	0	0	0
Debt Service	4,020,930	0	4,020,930	0	0	0
Capital Projects	3,256,193	0	3,256,193	1,268,230	0	0
Other	1,348,962	70,998	1,419,960	0	183,108	0
Education	282,437	0	282,437	3,011,274	0	0
Unrestricted	<u>(18,597,856)</u>	<u>1,209,027</u>	<u>(17,388,829)</u>	<u>(9,237,756)</u>	<u>764,947</u>	<u>6,512,642</u>
Total Net Position	<u>\$ 16,287,702</u>	<u>\$ 3,800,269</u>	<u>\$ 20,087,971</u>	<u>\$ 67,151,302</u>	<u>\$ 1,682,478</u>	<u>\$ 6,512,642</u>

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

Exhibit B

Roane County, Tennessee  
 Statement of Activities  
 For the Year Ended June 30, 2015

Functions/Programs	Net (Expense) Revenue and Changes in Net Position									
	Expenses	Program Revenues			Primary Government			Component Units		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Roane County School Department	Emergency Communications District	Industrial Development Board
Primary Government:										
Governmental Activities:										
General Government	\$ 5,017,763	\$ 738,845	\$ 29,995	\$ 3,736	\$ (4,245,187)	\$ 0	\$ (4,245,187)	\$ 0	\$ 0	\$ 0
Finance	2,078,605	1,255,627	0	0	(822,978)	0	(822,978)	0	0	0
Administration of Justice	1,826,916	879,995	38,072	0	(908,849)	0	(908,849)	0	0	0
Public Safety	6,922,654	638,672	372,077	133,760	(5,778,145)	0	(5,778,145)	0	0	0
Public Health and Welfare	5,900,345	3,140,011	382,458	290,000	(2,087,876)	0	(2,087,876)	0	0	0
Social, Cultural, and Recreational Services	376,572	179,867	0	48,628	(148,077)	0	(148,077)	0	0	0
Agriculture and Natural Resources	111,067	0	11,320	0	(99,747)	0	(99,747)	0	0	0
Highways	3,609,602	124,454	2,249,937	203,043	(1,032,168)	0	(1,032,168)	0	0	0
Education	420,670	664,023	98,316	0	341,669	0	341,669	0	0	0
Interest on Long-term Debt	1,744,427	0	0	0	(1,744,427)	0	(1,744,427)	0	0	0
<b>Total Governmental Activities</b>	<b>\$ 28,008,621</b>	<b>\$ 7,621,494</b>	<b>\$ 3,182,175</b>	<b>\$ 679,167</b>	<b>\$ (16,525,785)</b>	<b>\$ 0</b>	<b>\$ (16,525,785)</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
Business-type Activities:										
Public Utility	\$ 946,276	\$ 1,142,195	\$ 0	\$ 364,001	\$ 0	\$ 559,920	\$ 559,920	\$ 0	\$ 0	\$ 0
<b>Total Business-type Activities</b>	<b>\$ 946,276</b>	<b>\$ 1,142,195</b>	<b>\$ 0</b>	<b>\$ 364,001</b>	<b>\$ 0</b>	<b>\$ 559,920</b>	<b>\$ 559,920</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Total Primary Government</b>	<b>\$ 28,954,897</b>	<b>\$ 8,763,689</b>	<b>\$ 3,182,175</b>	<b>\$ 1,043,168</b>	<b>\$ (16,525,785)</b>	<b>\$ 559,920</b>	<b>\$ (15,965,865)</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
Component Units:										
Roane County School Department	\$ 60,978,843	\$ 1,115,952	\$ 5,945,471	\$ 5,341	\$ 0	\$ 0	\$ 0	\$ (53,912,079)	\$ 0	\$ 0
Emergency Communications District	1,108,844	146,595	500,208	0	0	0	0	0	(462,041)	0
Industrial Development Board	344,975	0	0	0	0	0	0	0	0	(344,975)
<b>Total Component Units</b>	<b>\$ 62,432,662</b>	<b>\$ 1,262,547</b>	<b>\$ 6,445,679</b>	<b>\$ 5,341</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ (53,912,079)</b>	<b>\$ (462,041)</b>	<b>\$ (344,975)</b>

(Continued)

Exhibit B

Roane County, Tennessee  
Statement of Activities (Cont.)

Functions/Programs	Net (Expense) Revenue and Changes in Net Position									
	Expenses	Program Revenues			Primary Government			Component Units		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Roane County School Department	Emergency Communications District	Industrial Development Board
General Revenues:										
Taxes:										
Property Taxes Levied for General Purposes				\$ 8,258,873	\$ 0	\$ 8,258,873	\$ 13,041,673	\$ 0	\$ 0	\$ 0
Property Taxes Levied for Highways				1,229,802	0	1,229,802	0	0	0	0
Property Taxes Levied for Debt Service				3,471,083	0	3,471,083	0	0	0	0
Property Taxes Levied for Other Purposes				1,162,902	0	1,162,902	0	0	0	0
Local Option Sales Taxes				786,930	0	786,930	6,627,075	0	0	0
Other Local Taxes:										
Litigation Tax - General				363,612	0	363,612	0	0	0	0
Litigation Tax - Jail, Workhouse, and Courthouse				227,301	0	227,301	0	0	0	0
Business Tax				643,570	0	643,570	0	0	0	0
Wholesale Beer Tax				152,932	0	152,932	0	0	0	0
Other Local Taxes				144,031	0	144,031	33,714	0	0	0
Grants and Contributions Not Restricted to Specific Programs				2,798,504	0	2,798,504	31,308,932	582,931	394,750	
Unrestricted Investment Income				19,711	0	19,711	11,901	2,124	283	
Miscellaneous				91,227	0	91,227	6,701	0	3,010	
Gain on Disposal of Capital Assets				16,164	0	16,164	0	0	0	
Pension Income				31,079	1,636	32,715	167,163	0	0	
Total General Revenues				\$ 19,397,721	\$ 1,636	\$ 19,399,357	\$ 51,197,159	\$ 585,055	\$ 398,043	
Change in Net Position				\$ 2,871,936	\$ 561,556	\$ 3,433,492	\$ (2,714,920)	\$ 123,014	\$ 53,068	
Net Position, July 1, 2014				13,442,550	3,240,123	16,682,673	79,168,608	1,501,633	6,443,114	
Prior Period Adjustment - See Note VII.L				0	0	0	0	0	16,460	
Restatement - See Note I.D.10 and VI.H				(26,784)	(1,410)	(28,194)	(9,302,386)	57,831	0	
Net Position, June 30, 2015				\$ 16,287,702	\$ 3,800,269	\$ 20,087,971	\$ 67,151,302	\$ 1,682,478	\$ 6,512,642	

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

Exhibit C-1

Roane County, Tennessee  
Balance Sheet  
Governmental Funds  
June 30, 2015

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>ASSETS</u>						
Cash	\$ 18,446	\$ 1,562	\$ 0	\$ 0	\$ 13,227	\$ 33,235
Equity in Pooled Cash and Investments	5,772,678	818,948	2,162,216	2,636,549	4,524,113	15,914,504
Accounts Receivable	110,381	3,963	5,198	19,312	1,970,668	2,109,522
Allowance for Uncollectibles	0	0	0	0	(1,195,616)	(1,195,616)
Due from Other Governments	377,212	349,131	0	25,000	143,780	895,123
Due from Other Funds	29,322	8,192	0	0	133,793	171,307
Property Taxes Receivable	9,235,012	1,331,792	1,932,964	651,383	2,753,725	15,904,876
Allowance for Uncollectible Property Taxes	(416,167)	(61,026)	(89,196)	(24,995)	(120,129)	(711,513)
Prepaid Items	25,730	0	0	0	0	25,730
Total Assets	<u>\$ 15,152,614</u>	<u>\$ 2,452,562</u>	<u>\$ 4,011,182</u>	<u>\$ 3,307,249</u>	<u>\$ 8,223,561</u>	<u>\$ 33,147,168</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 121,910	\$ 43,429	\$ 2,098	\$ 2,855	\$ 137,791	\$ 308,083
Accrued Payroll	146,085	19,199	0	0	37,531	202,815
Payroll Deductions Payable	124,587	26,666	0	0	32,700	183,953
Contracts Payable	0	0	0	5,000	0	5,000
Due to Other Funds	1,257	9,287	0	122,272	37,674	170,490
Due to Component Units	706	0	0	44	0	750
Due to State of Tennessee	10,765	0	0	0	0	10,765
Total Liabilities	<u>\$ 405,310</u>	<u>\$ 98,581</u>	<u>\$ 2,098</u>	<u>\$ 130,171</u>	<u>\$ 245,696</u>	<u>\$ 881,856</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 8,492,455	\$ 1,221,936	\$ 1,771,808	\$ 610,968	\$ 2,543,183	\$ 14,640,350

(Continued)

Exhibit C-1

Roane County, Tennessee  
Balance Sheet  
Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>						
Deferred Delinquent Property Taxes	\$ 303,295	\$ 45,375	\$ 66,871	\$ 14,327	\$ 83,352	\$ 513,220
Other Deferred/Unavailable Revenue	158,115	175,271	0	0	658,186	991,572
Total Deferred Inflows of Resources	<u>\$ 8,953,865</u>	<u>\$ 1,442,582</u>	<u>\$ 1,838,679</u>	<u>\$ 625,295</u>	<u>\$ 3,284,721</u>	<u>\$ 16,145,142</u>
<u>FUND BALANCES</u>						
Nonspendable:						
Prepaid Items	\$ 25,730	\$ 0	\$ 0	\$ 0	\$ 0	\$ 25,730
Restricted:						
Restricted for Administration of Justice	116,592	0	0	0	0	116,592
Restricted for Public Safety	0	0	0	0	138,271	138,271
Restricted for Public Health and Welfare	0	0	0	0	1,546,671	1,546,671
Restricted for Other Operations	0	0	0	0	533,081	533,081
Restricted for Highways/Public Works	0	911,399	0	0	0	911,399
Restricted for Capital Outlay	107,068	0	0	2,551,783	583,015	3,241,866
Restricted for Debt Service	0	0	2,170,405	0	1,892,106	4,062,511
Committed:						
Committed for General Government	194,795	0	0	0	0	194,795
Committed for Finance	78,932	0	0	0	0	78,932
Committed for Social, Cultural, and Recreational Services	48,984	0	0	0	0	48,984
Assigned:						
Assigned for General Government	1,421,434	0	0	0	0	1,421,434
Assigned for Finance	86,000	0	0	0	0	86,000
Unassigned	3,713,904	0	0	0	0	3,713,904
Total Fund Balances	<u>\$ 5,793,439</u>	<u>\$ 911,399</u>	<u>\$ 2,170,405</u>	<u>\$ 2,551,783</u>	<u>\$ 4,693,144</u>	<u>\$ 16,120,170</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 15,152,614</u>	<u>\$ 2,452,562</u>	<u>\$ 4,011,182</u>	<u>\$ 3,307,249</u>	<u>\$ 8,223,561</u>	<u>\$ 33,147,168</u>

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

Roane County, Tennessee  
Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Position  
June 30, 2015

Amounts reported for governmental activities in the statement of net position (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 16,120,170
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 4,959,927	
Add: construction in progress	458,967	
Add: infrastructure net of accumulated depreciation	21,388,975	
Add: building and improvements net of accumulated depreciation	12,088,236	
Add: other capital assets net of accumulated depreciation	<u>3,709,431</u>	42,605,536
(2) Internal service funds are used by management to charge the cost of workers' compensation and employee dental benefits to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		728,200
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: other loans payable	\$ (3,667,213)	
Less: bonds payable	(35,975,000)	
Add: deferred amount on refunding	228,954	
Less: unamortized premium on debt	(560,810)	
Less: compensated absences payable	(403,007)	
Less: landfill closure/postclosure care costs	(113,758)	
Less: other postemployment benefits liability	(4,846,900)	
Less: accrued interest on bonds and other loans payable	<u>(163,660)</u>	(45,501,394)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years:		
Add: net pension asset	\$ 1,348,962	
Add: deferred outflows of resources related to pensions	826,103	
Less: deferred inflows of resources related to pensions	<u>(1,344,667)</u>	830,398
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,504,792</u>
Net position of governmental activities (Exhibit A)		<u>\$ 16,287,702</u>

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

Exhibit C-3

Roane County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2015

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>Revenues</u>						
Local Taxes	\$ 10,015,304	\$ 1,275,104	\$ 2,724,019	\$ 386,538	\$ 3,178,282	\$ 17,579,247
Licenses and Permits	473,395	0	0	0	0	473,395
Fines, Forfeitures, and Penalties	181,752	0	0	266	23,131	205,149
Charges for Current Services	462,840	10,641	0	62,037	2,663,521	3,199,039
Other Local Revenues	306,535	159,821	15,706	29,866	219,490	731,418
Fees Received From County Officials	2,115,139	0	0	0	0	2,115,139
State of Tennessee	2,008,139	2,094,755	0	338,628	357,299	4,798,821
Federal Government	87,780	122,984	0	15,250	44,246	270,260
Other Governments and Citizens Groups	10,594	345,237	98,316	0	0	454,147
<b>Total Revenues</b>	<b>\$ 15,661,478</b>	<b>\$ 4,008,542</b>	<b>\$ 2,838,041</b>	<b>\$ 832,585</b>	<b>\$ 6,485,969</b>	<b>\$ 29,826,615</b>
<u>Expenditures</u>						
Current:						
General Government	\$ 2,673,926	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,673,926
Finance	2,097,339	0	0	0	305	2,097,644
Administration of Justice	1,847,002	0	0	0	6,972	1,853,974
Public Safety	6,302,473	0	0	0	509,486	6,811,959
Public Health and Welfare	675,018	0	0	0	4,484,472	5,159,490
Social, Cultural, and Recreational Services	316,249	0	0	0	0	316,249
Agriculture and Natural Resources	110,276	0	0	0	0	110,276
Other Operations	1,018,401	0	0	0	0	1,018,401
Highways	0	3,505,646	0	0	200,174	3,705,820
Debt Service:						
Principal on Debt	0	0	1,953,316	0	1,495,000	3,448,316
Interest on Debt	0	0	1,243,343	0	396,740	1,640,083
Other Debt Service	0	0	83,543	0	34,826	118,369

(Continued)

Exhibit C-3

Roane County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>Expenditures (Cont.)</u>						
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 1,329,950	\$ 291,953	\$ 1,621,903
Total Expenditures	\$ 15,040,684	\$ 3,505,646	\$ 3,280,202	\$ 1,329,950	\$ 7,419,928	\$ 30,576,410
 Excess (Deficiency) of Revenues Over Expenditures	 \$ 620,794	 \$ 502,896	 \$ (442,161)	 \$ (497,365)	 \$ (933,959)	 \$ (749,795)
 <u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 12,536	\$ 879	\$ 0	\$ 5,450	\$ 7,856	\$ 26,721
Transfers In	330,000	0	125,894	430,300	255,724	1,141,918
Transfers Out	(160,300)	(381,618)	0	0	(600,000)	(1,141,918)
Total Other Financing Sources (Uses)	\$ 182,236	\$ (380,739)	\$ 125,894	\$ 435,750	\$ (336,420)	\$ 26,721
 Net Change in Fund Balances	 \$ 803,030	 \$ 122,157	 \$ (316,267)	 \$ (61,615)	 \$ (1,270,379)	 \$ (723,074)
Fund Balance, July 1, 2014	4,990,409	789,242	2,486,672	2,613,398	5,963,523	16,843,244
 Fund Balance, June 30, 2015	 \$ 5,793,439	 \$ 911,399	 \$ 2,170,405	 \$ 2,551,783	 \$ 4,693,144	 \$ 16,120,170

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

Exhibit C-4

Roane County, Tennessee  
Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds to the  
Statement of Activities  
For the Year Ended June 30, 2015

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ (723,074)
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 3,015,248	
Less: current-year depreciation expense	<u>(2,802,442)</u>	212,806
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.		
Add: assets donated and capitalized	\$ 133,760	
Less: book value of capital assts disposed	<u>(1,421)</u>	132,339
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2015	\$ 1,504,792	
Less: deferred delinquent property taxes and other deferred June 30, 2014	<u>(1,306,612)</u>	198,180
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) 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. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items:		
Add: change in premium on debt issuances	\$ 58,781	
Add: principal payments on bonds	3,125,000	
Add: principal payments on other loans	323,316	
Less: change in deferred amount on refunding debt	<u>(51,170)</u>	3,455,927
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ 6,414	
Change in compensated absences payable	(90,231)	
Change in net pension liability/asset	1,375,746	
Change in deferred outflows related to pensions	826,103	
Change in deferred inflows related to pensions	(1,344,667)	
Change in landfill closure/postclosure care cost	87,713	
Change in other postemployment benefits liability	<u>(472,233)</u>	388,845
(6) Internal service funds are used by management to charge the cost of workers' compensation and dental benefits to individual funds. The net revenue (expense) of certain activities of the internal service funds is reported with governmental activities in the statement of activities.		<u>(793,087)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 2,871,936</u>

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

Exhibit C-5

Roane County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund  
For the Year Ended June 30, 2015

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 10,015,304	\$ 0	\$ 0	\$ 10,015,304	\$ 9,973,000	\$ 9,913,000	\$ 102,304
Licenses and Permits	473,395	0	0	473,395	444,500	444,500	28,895
Fines, Forfeitures, and Penalties	181,752	0	0	181,752	157,500	173,900	7,852
Charges for Current Services	462,840	0	0	462,840	458,100	471,200	(8,360)
Other Local Revenues	306,535	0	0	306,535	239,000	518,150	(211,615)
Fees Received From County Officials	2,115,139	0	0	2,115,139	2,240,000	2,170,000	(54,861)
State of Tennessee	2,008,139	0	0	2,008,139	2,104,093	2,115,967	(107,828)
Federal Government	87,780	0	0	87,780	31,300	210,071	(122,291)
Other Governments and Citizens Groups	10,594	0	0	10,594	15,970	10,000	594
<b>Total Revenues</b>	<b>\$ 15,661,478</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 15,661,478</b>	<b>\$ 15,663,463</b>	<b>\$ 16,026,788</b>	<b>\$ (365,310)</b>
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 139,617	\$ 0	\$ 0	\$ 139,617	\$ 141,216	\$ 153,216	\$ 13,599
Board of Equalization	722	0	0	722	15,200	15,200	14,478
Beer Board	3,899	0	0	3,899	5,925	5,925	2,026
Budget and Finance Committee	11,864	0	0	11,864	12,315	12,315	451
Other Boards and Committees	36,571	0	0	36,571	41,030	41,030	4,459
County Mayor/Executive	274,141	0	0	274,141	275,193	275,193	1,052
County Attorney	119,531	0	0	119,531	123,938	123,938	4,407
Election Commission	392,940	(1,545)	0	391,395	471,147	471,147	79,752
Register of Deeds	280,267	0	1,936	282,203	312,176	312,176	29,973
Planning	44,890	0	0	44,890	75,950	77,150	32,260
Codes Compliance	232,507	0	0	232,507	261,967	261,967	29,460
County Buildings	571,162	(4,412)	14,031	580,781	476,250	976,250	395,469
Other General Administration	28,675	(759)	0	27,916	34,150	34,150	6,234
Preservation of Records	102,186	0	0	102,186	112,148	112,148	9,962
Risk Management	434,954	0	0	434,954	523,322	519,022	84,068
<u>Finance</u>							
Accounting and Budgeting	433,718	0	0	433,718	461,214	461,214	27,496

(Continued)

Exhibit C-5

Roane County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Purchasing	\$ 158,049	\$ 0	\$ 0	\$ 158,049	\$ 171,766	\$ 171,766	\$ 13,717
Property Assessor's Office	506,436	0	0	506,436	585,863	535,863	29,427
Reappraisal Program	168,111	0	0	168,111	238,684	288,684	120,573
County Trustee's Office	279,213	(1,070)	0	278,143	308,592	308,592	30,449
County Clerk's Office	551,812	0	0	551,812	604,295	604,295	52,483
<u>Administration of Justice</u>							
Circuit Court	180,338	0	0	180,338	200,350	207,350	27,012
General Sessions Court	472,641	(524)	0	472,117	501,538	494,538	22,421
General Sessions Judge	524,615	0	0	524,615	600,515	600,515	75,900
Chancery Court	293,435	0	1,734	295,169	316,359	316,359	21,190
Juvenile Court	365,096	0	2,008	367,104	419,122	419,122	52,018
Other Administration of Justice	10,877	0	0	10,877	23,500	23,500	12,623
<u>Public Safety</u>							
Sheriff's Department	3,370,823	0	16,513	3,387,336	3,637,622	3,765,155	377,819
Jail	2,602,082	0	0	2,602,082	2,951,995	2,951,995	349,913
Civil Defense	227,143	(4,088)	20,297	243,352	444,616	444,616	201,264
Rescue Squad	55,000	0	0	55,000	55,000	55,000	0
County Coroner/Medical Examiner	47,425	0	0	47,425	68,400	68,400	20,975
<u>Public Health and Welfare</u>							
Local Health Center	141,316	(4,430)	0	136,886	173,273	173,273	36,387
Other Local Health Services	370,351	0	0	370,351	581,593	652,838	282,487
Appropriation to State	52,781	0	0	52,781	52,781	52,781	0
Other Local Welfare Services	110,570	0	0	110,570	102,850	116,350	5,780
<u>Social, Cultural, and Recreational Services</u>							
Libraries	10,157	0	0	10,157	15,800	15,800	5,643
Parks and Fair Boards	306,092	0	0	306,092	354,055	404,055	97,963
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	56,872	0	0	56,872	86,107	86,107	29,235
Soil Conservation	53,404	0	0	53,404	57,050	57,050	3,646

(Continued)

Exhibit C-5

Roane County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Other Operations</u>							
Industrial Development	\$ 555,900	\$ 0	\$ 0	\$ 555,900	\$ 588,850	\$ 858,850	\$ 302,950
Veterans' Services	34,626	0	0	34,626	29,720	54,120	19,494
Employee Benefits	37,570	0	0	37,570	64,000	64,000	26,430
Miscellaneous	390,305	(5,020)	591	385,876	434,200	434,200	48,324
Total Expenditures	\$ 15,040,684	\$ (21,848)	\$ 57,110	\$ 15,075,946	\$ 17,011,637	\$ 18,077,215	\$ 3,001,269
Excess (Deficiency) of Revenues Over Expenditures	\$ 620,794	\$ 21,848	\$ (57,110)	\$ 585,532	\$ (1,348,174)	\$ (2,050,427)	\$ 2,635,959
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 12,536	\$ 0	\$ 0	\$ 12,536	\$ 0	\$ 4,700	\$ 7,836
Transfers In	330,000	0	0	330,000	330,000	330,000	0
Transfers Out	(160,300)	0	0	(160,300)	(160,300)	(160,300)	0
Total Other Financing Sources	\$ 182,236	\$ 0	\$ 0	\$ 182,236	\$ 169,700	\$ 174,400	\$ 7,836
Net Change in Fund Balance	\$ 803,030	\$ 21,848	\$ (57,110)	\$ 767,768	\$ (1,178,474)	\$ (1,876,027)	\$ 2,643,795
Fund Balance, July 1, 2014	4,990,409	(21,848)	0	4,968,561	4,957,813	4,957,813	10,748
Fund Balance, June 30, 2015	\$ 5,793,439	\$ 0	\$ (57,110)	\$ 5,736,329	\$ 3,779,339	\$ 3,081,786	\$ 2,654,543

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

Exhibit C-6

Roane County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Highway/Public Works Fund  
For the Year Ended June 30, 2015

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,275,104	\$ 0	\$ 1,275,104	\$ 1,343,300	\$ 1,343,300	\$ (68,196)
Charges for Current Services	10,641	0	10,641	0	10,641	0
Other Local Revenues	159,821	0	159,821	14,500	38,500	121,321
State of Tennessee	2,094,755	0	2,094,755	2,091,400	2,100,400	(5,645)
Federal Government	122,984	0	122,984	0	193,183	(70,199)
Other Governments and Citizens Groups	345,237	0	345,237	0	346,000	(763)
<b>Total Revenues</b>	<b>\$ 4,008,542</b>	<b>\$ 0</b>	<b>\$ 4,008,542</b>	<b>\$ 3,449,200</b>	<b>\$ 4,032,024</b>	<b>\$ (23,482)</b>
<u>Expenditures</u>						
<u>Highways</u>						
Administration	\$ 314,516	\$ 0	\$ 314,516	\$ 326,105	\$ 326,105	\$ 11,589
Highway and Bridge Maintenance	2,251,243	0	2,251,243	2,064,473	2,538,973	287,730
Operation and Maintenance of Equipment	649,035	0	649,035	765,865	777,665	128,630
Traffic Control	42,664	0	42,664	57,337	57,337	14,673
Litter and Trash Collection	44,562	0	44,562	52,400	54,900	10,338
Other Charges	133,766	0	133,766	214,850	161,850	28,084
Employee Benefits	60,377	0	60,377	66,310	61,010	633
Capital Outlay	9,483	(4,600)	4,883	37,000	37,000	32,117
<b>Total Expenditures</b>	<b>\$ 3,505,646</b>	<b>\$ (4,600)</b>	<b>\$ 3,501,046</b>	<b>\$ 3,584,340</b>	<b>\$ 4,014,840</b>	<b>\$ 513,794</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ 502,896	\$ 4,600	\$ 507,496	\$ (135,140)	\$ 17,184	\$ 490,312
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 879	\$ 0	\$ 879	\$ 0	\$ 900	\$ (21)
Transfers Out	(381,618)	0	(381,618)	(225,894)	(381,618)	0
<b>Total Other Financing Sources</b>	<b>\$ (380,739)</b>	<b>\$ 0</b>	<b>\$ (380,739)</b>	<b>\$ (225,894)</b>	<b>\$ (380,718)</b>	<b>\$ (21)</b>
Net Change in Fund Balance	\$ 122,157	\$ 4,600	\$ 126,757	\$ (361,034)	\$ (363,534)	\$ 490,291
Fund Balance, July 1, 2014	789,242	(4,600)	784,642	808,346	808,346	(23,704)
<b>Fund Balance, June 30, 2015</b>	<b>\$ 911,399</b>	<b>\$ 0</b>	<b>\$ 911,399</b>	<b>\$ 447,312</b>	<b>\$ 444,812</b>	<b>\$ 466,587</b>

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

Exhibit D-1

Roane County, Tennessee  
Statement of Net Position  
Proprietary Funds  
June 30, 2015

	<u>Business-type Activities - Enterprise Fund</u>	<u>Governmental Activities</u>
	Public Utility Fund	Internal Service Funds
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 200	\$ 0
Equity in Pooled Cash and Investments	1,339,715	1,575,484
Accounts Receivable	88,315	0
Due from Other Governments	61,285	0
Total Current Assets	<u>\$ 1,489,515</u>	<u>\$ 1,575,484</u>
Noncurrent Assets:		
Net Pension Asset	\$ 70,998	\$ 0
Capital Assets:		
Assets Not Depreciated:		
Land	5,000	0
Construction in Progress	2,737,269	0
Assets Net of Accumulated Depreciated:		
Buildings and Improvements	288,353	0
Infrastructure	3,469,684	0
Machinery and Equipment	401,774	0
Total Noncurrent Assets	<u>\$ 6,973,078</u>	<u>\$ 0</u>
Total Assets	<u>\$ 8,462,593</u>	<u>\$ 1,575,484</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Pension Contributions after Measurement Date	\$ 15,965	\$ 0
Total Deferred Outflows of Resources	<u>\$ 15,965</u>	<u>\$ 0</u>
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable	\$ 10,353	\$ 2,695
Accrued Payroll	4,239	0
Payroll Deductions Payable	5,008	0
Contracts Payable	195,820	0
Retainage Payable	9,444	0
Claims and Judgments Payable	0	844,589
Due to Other Funds	817	0
General Obligation Bonds Payable	41,149	0
Other Loans Payable	93,516	0
Total Current Liabilities	<u>\$ 360,346</u>	<u>\$ 847,284</u>

(Continued)

Exhibit D-1

Roane County, Tennessee  
Statement of Net Position  
Proprietary Funds (Cont.)

	Business-type Activities - <u>Enterprise Fund</u>	<u>Governmental Activities</u>
	Public Utility Fund	Internal Service Funds
<u>LIABILITIES (Cont.)</u>		
Noncurrent Liabilities:		
General Obligation Bonds Payable - Long-term	\$ 643,111	\$ 0
Other Loans Payable - Long-term	3,604,060	0
Total Noncurrent Liabilities	<u>\$ 4,247,171</u>	<u>\$ 0</u>
Total Liabilities	<u>\$ 4,607,517</u>	<u>\$ 847,284</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Pension Changes in Experience	\$ 946	\$ 0
Pension Changes in Investment Earnings	69,826	0
Total Deferred Inflows of Resources	<u>\$ 70,772</u>	<u>\$ 0</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	\$ 2,520,244	\$ 0
Restricted for Education	0	282,437
Restricted for Other Purposes	70,998	
Unrestricted	<u>1,209,027</u>	<u>445,763</u>
Total Net Position	<u>\$ 3,800,269</u>	<u>\$ 728,200</u>

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

Exhibit D-2

Roane County, Tennessee  
Statement of Revenues, Expenses, and  
Changes in Net Position  
Proprietary Funds  
For the Year Ended June 30, 2015

	Business-type Activities - Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
	_____	_____
<u>Operating Revenues</u>		
Charges for Services	\$ 1,142,195	\$ 1,055,175
Total Operating Revenues	<u>\$ 1,142,195</u>	<u>\$ 1,055,175</u>
<u>Operating Expenses</u>		
Salaries and Benefits	\$ 281,875	\$ 10,379
Handling Charges and Administration	0	52,198
Advertising	114	0
Communication	2,184	0
Dues and Memberships	150	0
Engineering Services	700	0
Legal Services	21,765	0
Licenses	2,746	0
Maintenance Agreements	5,445	0
Maintenance and Repair Services	41,025	0
Postal Charges	914	0
Printing, Stationery, and Forms	953	0
Travel	0	2,007
Disposal Fees	15,197	0
Crushed Stone	454	0
Custodial Supplies	536	0
Diesel Fuel	977	0
Electricity	70,990	0
Food Supplies	1,001	0
Gasoline	7,525	0
Office Supplies	1,629	0
Tires and Tubes	517	0
Uniforms	1,984	0
Water and Sewer	9,337	0
Testing	11,129	0
Chemicals	24,445	0
Building and Contents Insurance	5,099	0
Liability Insurance	8,031	0
Medical Claims	0	1,663,319

(Continued)

Exhibit D-2

Roane County, Tennessee  
Statement of Revenues, Expenses, and  
Changes in Net Position  
Proprietary Funds (Cont.)

	Business-type Activities - Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
	<hr/>	<hr/>
<u>Operating Expenses (Cont.)</u>		
Trustee's Commission	\$ 11,364	\$ 0
Vehicle and Equipment Insurance	7,593	0
Workers' Compensation Insurance	4,600	121,959
Depreciation	233,413	0
In Service/Staff Development	240	0
Other Charges	724	0
Other Capital Outlay	84,800	0
Total Operating Expenses	<hr/> \$ 859,456	<hr/> \$ 1,849,862
Operating Income (Loss)	<hr/> \$ 282,739	<hr/> \$ (794,687)
<u>Nonoperating Revenues (Expenses)</u>		
Investment Income	\$ 0	\$ 1,600
Interest on Bonds	(30,882)	0
Interest on Other Loans	(55,938)	0
Grants	364,001	0
Pension Income	1,636	0
Total Nonoperating Revenue (Expenses)	<hr/> \$ 278,817	<hr/> \$ 1,600
Change in Net Position	\$ 561,556	\$ (793,087)
Net Position July 1, 2014	3,240,123	1,521,287
Restatement - See Note I.D.10	<hr/> (1,410)	<hr/> 0
Net Position, June 30, 2015	<hr/> \$ 3,800,269	<hr/> \$ 728,200

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

Exhibit D-3

Roane County, Tennessee  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2015

	Business-type Activities - Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
	<u>                    </u>	<u>                    </u>
<u>Cash Flows from Operating Activities</u>		
Receipts from Customers and Users	\$ 1,135,793	\$ 0
Receipts from Self-Insurance Premiums	0	1,062,521
Payments to Vendors	(338,764)	0
Payments to Employees	(297,280)	(13,777)
Payments to Insurers	(25,323)	(121,959)
Payments for Claims	0	(969,389)
Payments for Administrative Costs	0	(55,247)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 474,426</u>	<u>\$ (97,851)</u>
 <u>Cash Flows from Capital and Related Financing Activities</u>		
Proceeds from Capital Debt	\$ 86,579	\$ 0
Capital Grants	302,716	0
Acquisition and Construction of Capital Assets	(633,699)	0
Principal Paid on Bonds	(40,633)	0
Interest Paid on Bonds	(30,882)	0
Interest Paid on Other Loans Payable	(55,938)	0
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ (371,857)</u>	<u>\$ 0</u>
 <u>Cash Flows from Investing Activities</u>		
Interest on Investments	\$ 0	\$ 1,600
Net Cash Provided By (Used In) Investing Activities	<u>\$ 0</u>	<u>\$ 1,600</u>
 Increase (Decrease) in Cash	\$ 102,569	\$ (96,251)
Cash, July 1, 2014	<u>1,237,346</u>	<u>1,671,735</u>
 Cash, June 30, 2015	<u>\$ 1,339,915</u>	<u>\$ 1,575,484</u>

(Continued)

Exhibit D-3

Roane County, Tennessee  
Statement of Cash Flows  
Proprietary Funds (Cont.)

	Business-type Activities - Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
	<hr/>	<hr/>
<u>Reconciliation of Net Operating Income (Loss)</u> <u>to Net Cash Provided By (Used In) Operating Activities</u>		
Operating Income (Loss)	\$ 282,739	\$ (794,687)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
Depreciation	233,413	0
Changes in Assets and Liabilities:		
(Increase) Decrease in Current Operating Receivables	(6,402)	7,346
Increase (Decrease) in Accounts Payable	(20,736)	0
Increase (Decrease) in Accrued Payroll	561	0
Increase (Decrease) in Due to Other Funds	817	0
Increase (Decrease) in Payroll Deductions Payable	(1)	0
(Increase) Decrease in Pension Contributions after the Measurement Date	(15,965)	0
Increase (Decrease) in Other Current Operating Liabilities	<hr/> 0	<hr/> 689,490
Net Cash Provided By (Used In) Operating Activities	<hr/> <u>\$ 474,426</u>	<hr/> <u>\$ (97,851)</u>

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

Exhibit E-1

Roane County, Tennessee  
Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds  
June 30, 2015

	Private Purpose Trust Fund	
	<u>Endowment Fund</u>	<u>Agency Funds</u>
<u>ASSETS</u>		
Cash	\$ 0	\$ 1,181,001
Equity in Pooled Cash and Investments	20,020	554,515
Due from Other Governments	0	1,201,190
Property Taxes Receivable	0	821,463
Allowance for Uncollectible Property Taxes	0	(35,108)
Prepaid Items		56
Notes Receivable - Long-term	<u>0</u>	<u>595,871</u>
Total Assets	<u>\$ 20,020</u>	<u>\$ 4,318,988</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 20	\$ 3,836
Due to Other Taxing Units	0	1,984,664
Due to Litigants, Heirs, and Others	0	1,206,407
Due to Joint Ventures	0	220,240
Other Current Liabilities	<u>0</u>	<u>903,841</u>
Total Liabilities	<u>\$ 20</u>	<u>\$ 4,318,988</u>
<u>NET POSITION</u>		
Held in Trust for Scholarships	<u>\$ 20,000</u>	

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

Exhibit E-2

Roane County, Tennessee  
Statement of Changes in Fiduciary Net Position  
Fiduciary Fund  
For the Year Ended June 30, 2015

	Private Purpose Trust Fund <hr/> Endowment Fund
<u>ADDITIONS</u>	
Investment Income:	
Interest	\$ 20
Total Additions	<hr/> \$ 20
<u>DEDUCTIONS</u>	
Education:	
Scholarships	\$ 20
Total Deductions	<hr/> \$ 20
Change in Net Position	\$ 0
Net Position, July 1, 2014	<hr/> 20,000
Net Position, June 30, 2015	<hr/> <hr/> \$ 20,000

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

---



---

**ROANE COUNTY, TENNESSEE**  
**Index of Notes to Financial Statements**

---



---

Note	Page(s)
<b>I. Summary of Significant Accounting Policies</b>	
A. Reporting Entity	50
B. Government-wide and Fund Financial Statements	51
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	52
D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance	
1. Deposits and Investments	55
2. Receivables and Payables	56
3. Prepaid Items	57
4. Capital Assets	57
5. Deferred Outflows/Inflows of Resources	58
6. Compensated Absences	58
7. Long-term Obligations	59
8. Net Position and Fund Balance	59
9. Optimal Fund Balance Policy	61
10. Restatement	62
E. Pension Plans	62
<b>II. Reconciliation of Government-wide and Fund Financial Statements</b>	
A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position	63
B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities	63
<b>III. Stewardship, Compliance, and Accountability</b>	
Budgetary Information	64
<b>IV. Detailed Notes on All Funds</b>	
A. Deposits and Investments	64
B. Notes Receivable	66
C. Capital Assets	66
D. Interfund Receivables, Payables, and Transfers	70
E. Long-term Obligations	72
F. On-Behalf Payments - Discretely Presented Roane County School Department	78
G. Donor-restricted Endowments	78
<b>V. Other Information</b>	
A. Risk Management	78
B. Accounting Changes	80
C. Subsequent Event	81
D. Contingent Liabilities	81
E. Change in Administration	81
F. Landfill Closure/Postclosure Care Costs	81
G. Joint Ventures	81
H. Jointly Governed Organization	82
I. Retirement Commitments	82
J. Other Postemployment Benefits (OPEB)	96
K. Office of Central Accounting	99
L. Purchasing Laws	99
<b>VI. Other Notes - Discretely Presented Roane County Emergency Communications District</b>	99
<b>VII. Other Notes - Discretely Presented Roane County Industrial Development Board</b>	109

**ROANE COUNTY, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2015**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Roane County's financial statements are presented in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments.

The following are the more significant accounting policies of Roane County:

**A. Reporting Entity**

Roane County is a public municipal corporation governed by an elected 15-member board. As required by GAAP, these financial statements present Roane County (the primary government) and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

**Discretely Presented Component Units** – The following entities meet the criteria for discretely presented component units of the county. They are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the county.

The Roane County School Department operates the public school system in the county, and the voters of Roane County elect its board. The School Department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the County Commission's approval. The School Department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Industrial Development Board of Roane County was organized to promote industrial development and provide additional job opportunities in Roane County and the surrounding counties in accordance with Title 7, Chapter 53, of *Tennessee Code Annotated*. The Industrial Development Board of Roane County is governed by a nine-member board of directors appointed by the Roane County Commission. During the year, Roane County provided \$387,250 to the Industrial Development Board to be applied toward operations of the board.

The Roane County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Roane County, and the Roane County Commission appoints its governing body. The district is funded primarily through a service charge

levied on telephone services. Before the issuance of most debt instruments, the district must obtain the County Commission's approval.

The Roane County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the Roane County School Department are included in this report as listed in the table of contents. Complete financial statements of the Industrial Development Board of Roane County and the Roane County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Industrial Development Board of Roane County  
1209 North Kentucky Street  
Kingston, TN 37763

Roane County Emergency Communications District  
P.O. Box 236  
Rockwood, TN 37854

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

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the Statement of Activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in government-wide financial statements. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Roane County School Department component unit only reports governmental activities in the government-wide financial statements.

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

Roane County issues all debt for the discretely presented Roane County School Department. There were no debt issues contributed by the county to the School Department during the year ended June 30, 2015.

Separate financial statements are provided for governmental funds, proprietary funds (internal service and enterprise), and fiduciary funds. The internal service funds are reported with the governmental activities in the government-wide financial statements, and the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and the major enterprise fund are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary funds financial statements, except for agency funds, which have no measurement focus. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Roane County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. Roane County reports three proprietary funds: two internal service funds and one enterprise fund.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds and the major enterprise fund are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The internal service funds and the fiduciary funds in total are reported in single columns by fund type.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility

requirements imposed by the provider have been met and the revenues are available. Roane County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable (reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

Proprietary funds and fiduciary funds financial statements are reported using the economic resources measurement focus, except for agency funds, which have no measurement focus, and the accrual basis of accounting. Revenues are recognized when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Roane County reports the following major governmental funds:

**General Fund** – This is the county’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

**Highway/Public Works Fund** – This special revenue fund accounts for transactions of the county’s Highway Department. Local and state gasoline/fuel taxes are the foundational revenues of this fund.

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

**General Capital Projects Fund** – This fund accounts for general capital expenditures for the county.

Roane County reports the following major proprietary fund:

**Public Utility Fund** – This fund accounts for transactions related to the treatment of wastewater.

Additionally, Roane County reports the following fund types:

**Private Purpose Trust Fund** – The Endowment Fund is used to account for an endowment received by the county. The principal amount must remain intact while interest earned on the principal is to be expended for the benefit of scholarships for Roane County students.

**Internal Service Funds** – These funds, the Employee Insurance - Dental and the Workers' Compensation funds, are used to account for the county's self-insured dental and workers' compensation programs managed by the county for the primary government and the discretely presented School Department.

**Agency Funds** – These funds account for amounts collected in an agency capacity by the constitutional officers; local sales taxes received by the state to be forwarded to the various cities in Roane County; the city school system's share of educational revenues; restricted revenues held for the benefit of the Office of District Attorney General and drug task force; and assets held in a custodial capacity for an industrial revolving loan program. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They do, however, use the accrual basis of accounting to recognize receivables and payables.

The discretely presented Roane County School Department reports the following major governmental fund:

**General Purpose School Fund** – This fund is the primary operating fund for the School Department. It is used to account for general operations of the School Department.

Additionally, the Roane County School Department reports the following fund types:

**Special Revenue Funds** – These funds account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

**Capital Projects Fund** – The Education Capital Projects fund is used to account for building construction and renovations of the School Department.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has three proprietary funds, an enterprise fund used to account for wastewater operations and two internal service funds used to account for the employees' dental insurance and workers' compensation programs managed by the county for the primary government and the discretely presented School Department. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenue of the county's enterprise fund is charges for services from users. Operating expenses for the enterprise fund include salaries and depreciation of capital assets. The principal operating revenues of the county's internal service funds are self-insurance premiums. Operating expenses for the internal service funds include dental and workers' compensation claims, administrative expenses, and excess risk workers' compensation insurance.

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

**1. Deposits and Investments**

For purposes of the Statement of Cash Flows, cash includes cash on deposit with the county trustee.

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Roane County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Debt Service, Rural Debt Service, and General Purpose School funds. Roane County and the School Department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost. Investments in the State Treasurer's Investment Pool are reported at fair value. The State Treasurer's Investment Pool is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Accordingly, the pool qualifies as

a 2a7-like pool and is reported at the net asset value per share (which approximates fair value) even though it is calculated using the amortized cost method. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. All other investments are reported at fair value.

## **2. Receivables and Payables**

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

All ambulance and property taxes receivables are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 2.48 percent of total taxes levied.

Property taxes receivable are recognized as of the date an enforceable legal claim to the taxable property arises. This date is January 1 and is referred to as the lien date. However, revenues from property taxes are recognized in the period for which the taxes are levied, which is the ensuing fiscal year. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable, less an estimated allowance for uncollectible taxes, is reported as a deferred inflow of resources as of June 30.

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet as a deferred inflow of resources to reflect amounts not available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable that will be filed in court for collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalty the following March 1. Suit must be filed in Chancery Court between the

following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

Most payables are disaggregated on the face of the financial statements. Other current liabilities totaling \$68,398 reflected for the discretely presented School Department on the Statement of Net Position represent monies refunded to the School Department in error by the Internal Revenue Service.

**3. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expenditure when consumed rather than when purchased. Prepaids are offset in the nonspendable fund balance account in governmental funds.

**4. Capital Assets**

Governmental funds do not capitalize the cost of capital outlays; these funds report capital outlays as expenditures upon acquisition.

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental and business-type columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$10,000 or more and an estimated useful life exceeding five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, equipment, and infrastructure of the primary government and the discretely presented School Department are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	40
Other Capital Assets	5 - 10
Infrastructure	10 - 100

**5. Deferred Outflows/Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. They are pension changes experience, pension contributions after the measurement date, and the deferred charge on refunding reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These are from the following sources: pension changes in experience, pension changes in investment earnings, pension other deferrals, current and delinquent property taxes, and various receivables for revenues, which do not meet the availability criteria in governmental funds.

**6. Compensated Absences**

It is the county and School Department's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Roane County does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide statements for the county and the discretely presented School Department. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

## 7. Long-term Obligations

In the government-wide financial statements and the proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type Statement of Net Position. Debt premiums and discounts are deferred and amortized over the life of the new debt using the straight-line method. Debt issuance costs are expensed in the period incurred. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the current period. 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.

Only the matured portion (the portion that has come due for payment) of long-term indebtedness, including bonds payable, is recognized as a liability and expenditure in the governmental fund financial statements. Liabilities and expenditures for other long-term obligations, including compensated absences, other postemployment benefits, and landfill closure/postclosure care costs, are recognized to the extent that the liabilities have matured (come due for payment) each period.

## 8. Net Position and Fund Balance

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

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such

as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

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

Restricted for Other Purposes in the governmental activities (\$1,348,962) and the business-type activities (\$70,998) of the primary government and a portion of the Restricted for Education in the discretely presented School Department (\$1,954,257) is attributable to net pension assets of the agent and cost-sharing pension plans.

As of June 30, 2015, Roane County had \$19,131,487 in outstanding debt for capital purposes of other entities (schools of \$12,712,213 and industrial purposes of \$6,419,274). In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (City of Oak Ridge School System) based on an average daily attendance proration. This debt is a liability of Roane County, but the capital assets acquired are reported in the financial statements of the School Department and the City of Oak Ridge School System. Therefore, Roane County has incurred a liability, significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

It is the county's policy that unrestricted amounts would be reduced first followed by restricted amounts when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. Also, it is the county's policy that unassigned amounts would be reduced first, followed by assigned amounts, and then committed amounts when expenditures are incurred for purposes for which amounts in any of these unrestricted fund balance classifications could be used.

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

**Nonspendable Fund Balance** – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

**Restricted Fund Balance** – includes amounts that have constraints placed on the use of the resources that are either (a) externally imposed by creditors, grantors, contributors or laws and regulations of other

governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the County Commission, the county’s highest level of decision-making authority and the Board of Education, the School Department’s highest level of decision-making authority, and shall remain binding unless removed in the same manner.

Assigned Fund Balance – includes amounts that are constrained by the county’s intent to be used for specific purposes, but are neither restricted nor committed (excluding stabilization arrangements). The County Commission makes assignments for the general government. The Board of Education makes assignments for the School Department. Assigned fund balance in the General Fund consists of amounts assigned for encumbrances (\$57,110) and amounts appropriated for use in 2015-16 year budget (\$1,450,324). Assigned fund balance in the School Department’s General Purpose School Fund (\$580,207) consists primarily of assignments for encumbrances (\$67,252) and other postemployment benefits (\$485,340).

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds.

**9. Optimal Fund Balance Policy**

The county does not have a minimum fund balance policy; however, the County Commission and Board of Education have adopted policies establishing optimal fund balances to provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance of certain governmental funds. The following optimal fund balance policies apply to the sum of restricted, committed, assigned, and unassigned fund balance, with the exception of the General Purpose School Fund for which the policy applies only to unassigned fund balance.

**Primary Government**

General Fund – 35 to 45 percent of current-year appropriations

Highway/Public Works Fund – seven to 15 percent of current-year appropriations

Debt Service Funds – the county will typically have one year of future payments as fund balance

**Discretely Presented Roane County School Department**

General Purpose School Fund – seven to ten percent of operating expenditures

Central Cafeteria Fund – 15 to 30 percent of operating expenditures

School Transportation Fund – ten to 20 percent of operating expenditures

Extended School Program Fund – 15 to 40 percent of operating expenditures

**10. Restatement**

In prior years, the government was not required to recognize a liability for its defined benefit pension plans. However, with the implementation of GASB Statement No. 68, government employers are required to recognize a net pension liability in their Statement of Net Position. Therefore, a restatement decreasing Roane County’s beginning net position has been recognized in the Statement of Activities for the governmental activities by \$26,784 and the business-type activities by \$1,410. In addition, a restatement decreasing the discretely presented School Department’s beginning net position by \$9,302,386 has been recognized in the Statement of Activities for liabilities of the pension agent plan (\$36,545) and the pension cost-sharing plan (\$9,265,841).

**E. Pension Plans**

**Primary Government**

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 Roane County’s participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Roane County’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 of TCRS. Investments are reported at fair value.

**Discretely Presented Roane County School Department**

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 Teacher

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

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

**A. Explanation of certain differences between the governmental fund balance sheet and the government-wide Statement of Net Position**

**Primary Government**

Exhibit C-2 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

**Discretely Presented Roane County School Department**

Exhibit K-3 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

**B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities**

**Primary Government**

Exhibit C-4 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

**Discretely Presented Roane County School Department**

Exhibit K-5 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

### III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

#### Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund (special revenue fund), which is not budgeted, and the Highway Capital Projects Fund, which adopts project length budgets. All annual appropriations lapse at fiscal year end.

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be sufficient to meet current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the County Commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, County Executive, County Attorney, etc.). Management may make revisions within major categories, but only the County Commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

The county's budgetary basis of accounting is consistent with GAAP, except instances in which encumbrances are treated as budgeted expenditures. The difference between the budgetary basis and GAAP basis is presented on the face of each budgetary schedule.

### IV. DETAILED NOTES ON ALL FUNDS

#### A. Deposits and Investments

Roane County and the Roane County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Cash reflected on the balance sheets or statements of net position represents nonpooled amounts held separately by individual funds.

#### Deposits

**Legal Provisions.** All deposits with financial institutions must be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the

State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 105 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose fair value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

### **Investments**

**Legal Provisions.** Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loans associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes. These investments may not have a maturity greater than two years. The county may make investments with longer maturities if various restrictions set out in state law are followed. Counties are also authorized to make investments in the State Treasurer's Investment Pool and in repurchase agreements. Repurchase agreements must be approved by the state Comptroller's Office and executed in accordance with procedures established by the State Funding Board. Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

**Investment Balances.** As of June 30, 2015, Roane County had the following investments carried at fair value. All investments are in the State Treasurer's Investment Pool. Separate disclosures concerning pooled investments cannot be made for Roane County and the discretely presented Roane County School Department since both pool their deposits and investments through the county trustee.

<u>Investment</u>	<u>Weighted Average Maturity (days)</u>	<u>Fair Value</u>
State Treasurer's Investment Pool	3 to 139	\$ 18,680,242

**Interest Rate Risk.** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. Roane County does not have a formal investment policy that limits 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. State statutes limit the ratings of certain investments as previously explained. Roane County has no investment policy that would further limit its investment choices. As of June 30, 2015, Roane County's investment in the State Treasurer's Investment Pool was unrated.

**B. Notes Receivable**

Notes receivable consists of industrial loans totaling \$595,871 in the Community Development - Agency Fund due from local businesses.

**C. Capital Assets**

Capital assets activity for the year ended June 30, 2015, was as follows:

**Primary Government**

**Governmental Activities:**

	Balance 7-1-14	Increases	Decreases	Balance 6-30-15
Capital Assets				
Not Depreciated:				
Land	\$ 4,959,927	\$ 0	\$ 0	\$ 4,959,927
Construction in Progress	124,717	334,250	0	458,967
Total Capital Assets				
Not Depreciated	\$ 5,084,644	\$ 334,250	\$ 0	\$ 5,418,894

**Governmental Activities (Cont.):**

	Balance 7-1-14	Increases	Decreases	Balance 6-30-15
Capital Assets Depreciated:				
Buildings and Improvements	\$ 15,925,042	\$ 12,154	\$ 0	\$ 15,937,196
Infrastructure	35,422,450	1,354,619	0	36,777,069
Other Capital Assets	10,926,952	1,447,985	(147,655)	12,227,282
<b>Total Capital Assets Depreciated</b>	<b>\$ 62,274,444</b>	<b>\$ 2,814,758</b>	<b>\$ (147,655)</b>	<b>\$ 64,941,547</b>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 3,433,301	\$ 415,659	\$ 0	\$ 3,848,960
Infrastructure	14,025,391	1,362,703	0	15,388,094
Other Capital Assets	7,640,005	1,024,080	(146,234)	8,517,851
<b>Total Accumulated Depreciation</b>	<b>\$ 25,098,697</b>	<b>\$ 2,802,442</b>	<b>\$ (146,234)</b>	<b>\$ 27,754,905</b>
<b>Total Capital Assets Depreciated, Net</b>	<b>\$ 37,175,747</b>	<b>\$ 12,316</b>	<b>\$ (1,421)</b>	<b>\$ 37,186,642</b>
<b>Governmental Activities Capital Assets, Net</b>	<b>\$ 42,260,391</b>	<b>\$ 346,566</b>	<b>\$ (1,421)</b>	<b>\$ 42,605,536</b>

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

**Governmental Activities:**

General Government	\$ 393,456
Finance	4,468
Administration of Justice	19,416
Public Safety	435,705
Public Health and Welfare	380,073
Social, Cultural, and Recreational Services	56,295
Highways/Public Works	1,513,029
<b>Total Depreciation Expense - Governmental Activities</b>	<b>\$ 2,802,442</b>

**Business-Type Activities:**

	Balance 7-1-14	Increases	Balance 6-30-15
Capital Assets Not Depreciated:			
Land	\$ 5,000	\$ 0	\$ 5,000
Construction in Progress	2,016,883	720,386	2,737,269
Total Capital Assets Not Depreciated	<u>\$ 2,021,883</u>	<u>\$ 720,386</u>	<u>\$ 2,742,269</u>
Capital Assets Depreciated:			
Buildings and Improvements	\$ 996,279	\$ 0	\$ 996,279
Infrastructure	5,186,428	0	5,186,428
Other Capital Assets	718,618	118,577	837,195
Total Capital Assets Depreciated	<u>\$ 6,901,325</u>	<u>\$ 118,577</u>	<u>\$ 7,019,902</u>
Less Accumulated Depreciation For:			
Buildings and Improvements	\$ 699,114	\$ 8,812	\$ 707,926
Infrastructure	1,587,567	129,177	1,716,744
Other Capital Assets	339,997	95,424	435,421
Total Accumulated Depreciation	<u>\$ 2,626,678</u>	<u>\$ 233,413</u>	<u>\$ 2,860,091</u>
Total Capital Assets Depreciated, Net	<u>\$ 4,274,647</u>	<u>\$ (114,836)</u>	<u>\$ 4,159,811</u>
Business-type Activities Capital Assets, Net	<u>\$ 6,296,530</u>	<u>\$ 605,550</u>	<u>\$ 6,902,080</u>

There were no decreases in capital assets to report for the business-type activities for the year.

Depreciation expense totaling \$233,413 was charged to the Public Utility Fund.

**Discretely Presented Roane County School Department**

**Governmental Activities:**

	Balance 7-1-14	Increases	Balance 6-30-15
Capital Assets			
Not Depreciated:			
Land	\$ 1,338,172	\$ 0	\$ 1,338,172
Construction in Progress	121,829	0	121,829
Total Capital Assets Not Depreciated	<u>\$ 1,460,001</u>	<u>\$ 0</u>	<u>\$ 1,460,001</u>
Capital Assets Depreciated:			
Buildings and Improvements	\$ 105,405,457	\$ 0	\$ 105,405,457
Other Capital Assets	8,929,620	0	8,929,620
Total Capital Assets Depreciated	<u>\$ 114,335,077</u>	<u>\$ 0</u>	<u>\$ 114,335,077</u>
Less Accumulated Depreciation For:			
Buildings and Improvements	\$ 34,151,091	\$ 2,569,457	\$ 36,720,548
Other Capital Assets	6,429,139	535,837	6,964,976
Total Accumulated Depreciation	<u>\$ 40,580,230</u>	<u>\$ 3,105,294</u>	<u>\$ 43,685,524</u>
Total Capital Assets Depreciated, Net	<u>\$ 73,754,847</u>	<u>\$ (3,105,294)</u>	<u>\$ 70,649,553</u>
Governmental Activities Capital Assets, Net	<u>\$ 75,214,848</u>	<u>\$ (3,105,294)</u>	<u>\$ 72,109,554</u>

There were no decreases in capital assets to report for the discretely presented School Department.

Depreciation expense was charged to functions of the discretely presented Roane County School Department as follows:

**Governmental Activities:**

Support Services	\$ 2,594,480
Operation of Non-instructional Services	<u>510,814</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 3,105,294</u></u>

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

The composition of interfund balances as of June 30, 2015, was as follows:

**Due to/from Other Funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Nonmajor governmental	\$ 29,322
Highway/Public Works	General	1,257
"	Nonmajor governmental	6,118
"	Public Utility	817
Nonmajor governmental	Highway/Public Works	9,287
"	General Capital Projects	122,272
"	Nonmajor governmental	2,234
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	17,533

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

**Due to/from Primary Government and Component Units:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Component Unit:		
School Department:		
Nonmajor Governmental	Primary Government: General	\$ 706
Nonmajor Governmental	General Capital Projects	44

**Interfund Transfers:**

Interfund transfers for the year ended June 30, 2015, consisted of the following amounts:

**Primary Government**

Transfers Out	Transfers In	
	General Fund	General Debt Service Fund
Highway/Public Works Fund	\$ 0	\$ 125,894
Nonmajor governmental funds	330,000	0
<b>Total</b>	<b>\$ 330,000</b>	<b>\$ 125,894</b>

Transfers Out	Transfers In	
	General Capital Projects Fund	Nonmajor Governmental Funds
General Fund	\$ 160,300	\$ 0
Highway/Public Works Fund	0	255,724
Nonmajor governmental funds	270,000	0
<b>Total</b>	<b>\$ 430,300</b>	<b>\$ 255,724</b>

**Discretely Presented Roane County School Department**

Transfers Out	Transfers In	
	General Purpose School Fund	Nonmajor Governmental Funds
General Purpose School Fund	\$ 0	\$ 400,000
Nonmajor governmental funds	17,991	0
<b>Total</b>	<b>\$ 17,991</b>	<b>\$ 400,000</b>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**E. Long-term Obligations**

**Primary Government**

**General Obligation Bonds, Notes, and Other Loans**

Roane County issues general obligation bonds and other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented School Department. In addition, general obligation bonds and other loans have been issued to refund other general obligation bonds and loans. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment.

General obligation bonds and other loans are direct obligations and pledge the full faith and credit of the government. General obligation bonds and other loans outstanding were issued for original terms of up to 25 years for bonds and up to 17 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds and other loans included in long-term debt as of June 30, 2015, will be retired from the county's debt service funds. The county had no outstanding capital outlay notes at June 30, 2015.

General obligation bonds and other loans outstanding as of June 30, 2015, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-15
General Obligation Bonds	2 to 5 %	6-1-25	\$ 5,881,503	\$ 2,613,454
General Obligation Refunding Bonds	2 to 5	6-1-33	26,823,497	21,341,546
Rural School Bonds	2 to 3.5	6-30-20	1,325,000	675,000
Rural School Refunding Bonds	2.8 to 5	5-1-22	14,215,000	11,345,000
Other Loans - Public Building Authorities	1.6 to 6	6-1-27	6,975,000	2,975,000
Other Loans - Energy Efficient Schools	0	3-1-23	944,127	692,213

Roane County has entered into various loan agreements with Public Building Authorities (PBAs) to finance various capital projects for the county and the discretely presented Roane County School Department. Under the loan agreements, the PBAs issued bonds and made the proceeds available for loan to Roane County. The following table summarizes loan agreements (excluding the energy efficient loans) outstanding at June 30, 2015:

Description	Original Amount of Loan Agreement	Outstanding Principal 6-30-15	Interest Type	Interest Rate
<u>Sevier County Public</u>				
<u>Building Authority (Series B-3-A)</u>				
Industrial Park				
Refunding	\$ 3,640,000	\$ 387,736	Fixed	1.6 to 5.85 %
Industrial Park - Land	835,000	87,264	Fixed	1.6 to 5.85
<u>Blount County Public</u>				
<u>Building Authority (Series B-13-A)</u>				
Public Improvement-County	1,750,000	1,750,000	Fixed	5.6 to 6
<u>Blount County Public</u>				
<u>Building Authority (Series B-20-A)</u>				
Public Improvement-County	750,000	<u>750,000</u>	Fixed	4.25 to 5
Total		<u>\$ 2,975,000</u>		

The annual requirements to amortize all bonds and other loans outstanding as of June 30, 2015, including interest payments, are presented in the following tables:

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2016	\$ 723,316	\$ 166,576	\$ 889,892
2017	248,316	130,387	378,703
2018	273,316	121,913	395,229
2019	273,316	111,937	385,253
2020	298,316	101,438	399,754
2021-2025	1,325,633	318,187	1,643,820
2026-2027	525,000	35,876	560,876
Total	<u>\$ 3,667,213</u>	<u>\$ 986,314</u>	<u>\$ 4,653,527</u>

Year Ending June 30	Bonds		
	Principal	Interest	Total
2016	\$ 2,785,000	\$ 1,367,231	\$ 4,152,231
2017	3,410,000	1,281,221	4,691,221
2018	3,570,000	1,168,521	4,738,521
2019	3,730,000	1,029,726	4,759,726
2020	3,905,000	892,743	4,797,743
2021-2025	11,350,000	2,761,058	14,111,058
2026-2030	4,225,000	1,287,375	5,512,375
2031-2033	3,000,000	277,500	3,277,500
Total	<u>\$ 35,975,000</u>	<u>\$ 10,065,375</u>	<u>\$ 46,040,375</u>

There is \$4,062,511 available in the debt service funds to service long-term debt. Debt per capita, including bonds and other loans totaled \$774, for residents living outside the Harriman and Oak Ridge school districts, \$536, for residents living inside the Harriman school district, and \$510, for residents living inside the Oak Ridge school district based on the 2010 federal census.

#### Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2015, was as follows:

#### **Governmental Activities**

	Bonds	Other Loans
Balance, July 1, 2014	\$ 39,100,000	\$ 3,990,529
Reductions	(3,125,000)	(323,316)
Balance, June 30, 2015	<u>\$ 35,975,000</u>	<u>\$ 3,667,213</u>
Balance Due Within One Year	<u>\$ 2,785,000</u>	<u>\$ 723,316</u>

**Governmental Activities (Cont.)**

	Landfill Postclosure Care Costs	Compensated Absences	Other Post- Employment Benefits
Balance, July 1, 2014	\$ 201,471	\$ 312,776	\$ 4,374,667
Additions	0	338,846	575,507
Reductions	(87,713)	(248,615)	(103,274)
Balance, June 30, 2015	<u>\$ 113,758</u>	<u>\$ 403,007</u>	<u>\$ 4,846,900</u>
Balance Due Within One Year	<u>\$ 38,239</u>	<u>\$ 340,675</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2015	\$ 45,005,878
Less: Balance Due Within One Year	(3,887,230)
Add: Unamortized Premium on Debt	<u>560,810</u>

Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 41,679,458</u>
---	----------------------

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill postclosure care costs will be paid by the Other Special Revenue Fund.

**Roane County Public Utility Fund (enterprise fund)**

**Bonds and Other Loans**

Revenue and general obligation bonds and other loans outstanding were issued for original terms of up to 38 years for bonds and up to 22 years for other loans.

Bonds and other loans outstanding as of June 30, 2015, for business-type activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-15
Revenue and Tax Bonds	4.75 %	4-20-40	\$ 620,000	\$ 514,260
General Obligation Bonds	2 to 3.75	6-1-20	305,000	170,000
Other Loans - Revolving Loan Fund	1.77	12-1-33	4,468,000	3,697,576 (1)

(1) \$770,424 remains available for draws under this revolving loan fund.

The annual requirements to amortize all bonds and other loans outstanding as of June 30, 2015, including interest payments, are presented in the following tables:

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2016	\$ 93,516	\$ 78,396	\$ 3,540	\$ 175,452
2017	189,528	75,900	3,432	268,860
2018	192,912	72,516	3,276	268,704
2019	196,356	69,072	3,120	268,548
2020	199,860	65,568	2,964	268,392
2021-2025	1,054,080	273,060	12,348	1,339,488
2026-2030	1,151,544	175,596	7,944	1,335,084
2031-2033	619,780	47,904	2,160	669,844
Total	<u>\$ 3,697,576</u>	<u>\$ 858,012</u>	<u>\$ 38,784</u>	<u>\$ 4,594,372</u>

Year Ending June 30	Bonds		
	Principal	Interest	Total
2016	\$ 41,149	\$ 29,466	\$ 70,615
2017	46,690	28,025	74,715
2018	47,258	26,407	73,665
2019	47,853	24,762	72,615
2020	48,477	23,001	71,478
2021-2025	77,858	98,842	176,700
2026-2030	98,683	78,017	176,700
2031-2035	125,079	51,621	176,700
2036-2040	151,213	18,188	169,401
Total	<u>\$ 684,260</u>	<u>\$ 378,329</u>	<u>\$ 1,062,589</u>

#### Changes in Long-term Obligations

Long-term obligations activity for the Public Utility Fund (enterprise fund) for the year ended June 30, 2015, was as follows:

**Business-type Activities:**

	Bonds	Other Loans
Balance, July 1, 2014	\$ 724,893	\$ 3,610,997
Additions	0	86,579
Reductions	(40,633)	0
Balance, June 30, 2015	\$ 684,260	\$ 3,697,576
Balance Due Within One Year	\$ 41,149	\$ 93,516

## Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2015	\$ 4,381,836
Less: Balance Due Within One Year	<u>(134,665)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 4,247,171</u>

**Discretely Presented Roane County School Department**Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Roane County School Department for the year ended June 30, 2015, for governmental activities was as follows:

	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2014	\$ 142,668	\$ 6,402,898
Additions	187,382	1,231,597
Reductions	(176,272)	(778,911)
Balance, June 30, 2015	\$ 153,778	\$ 6,855,584
Balance Due Within One Year	\$ 146,089	\$ 0

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2015	\$ 7,009,362
Less: Balance Due Within One Year	<u>(146,089)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 6,863,273</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

**F. On-Behalf Payments – Discretely Presented Roane County School Department**

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Roane County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both of these plans are administered by the State of Tennessee and reported in the state's Comprehensive Annual Financial Report. Payments by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2015, were \$229,909 and \$59,563, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

**G. Donor-restricted Endowments**

The county accounts for an endowment totaling \$20,000 in a private-purpose trust fund, the Endowment Fund. The principal amount must remain intact while interest earned on the principal will be expended to county residents awarded educational scholarships. During the year ended June 30, 2015, interest earned totaled \$20.

**V. OTHER INFORMATION**

**A. Risk Management**

Roane County has chosen to establish two self-insurance funds for risks associated with the employees' dental insurance plan and workers' compensation claims. The self-insurance funds are accounted for as internal service funds where assets are set aside for claim settlements. The county retains the risk of loss to a limit of \$450,000 per occurrence and approximately \$3 million for all claims in any plan year for workers' compensation coverage. The county has obtained a stop/loss commercial insurance policy to cover claims beyond these limits.

All full-time employees of the primary government and the Roane County School Department are eligible to participate in the dental program. A premium charge for dental and workers' compensation coverage is allocated to each fund that accounts for employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. Reserves of \$204,898 and \$523,302 existed in the Employee Insurance – Dental and Workers' Compensation funds, respectively at June 30, 2015. Liabilities of these 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 claim liabilities based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. Claims liabilities include incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

Employee Insurance - Dental

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2013-2014	\$ 0	\$ 620,838	\$ (620,838)	\$ 0
2014-2015	0	488,563	(488,563)	0

Workers' Compensation

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2013-2014	\$ 199,067	\$ 239,284	\$ (287,692)	\$ 150,659
2014-2015	150,659	1,174,756	(480,826)	844,589

Roane County participates in the Local Government Group Insurance Fund (LGGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local governments and quasi-governmental entities that was established for the primary purpose of providing services for or on behalf of state and local governments. In accordance with Section 8-27-207, *Tennessee Code Annotated (TCA)*, all local governments and quasi-governmental entities described above are eligible to participate. The LGGIF is included in the Comprehensive Annual Financial

Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. The state statute provides for the LGGIF to be self-sustaining through member premiums.

The discretely presented Roane County School Department participates in the Local Education Group Insurance Fund (LEGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local education agencies. In accordance with Section 8-27-301, *TCA*, all local education agencies are eligible to participate. The LEGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

The county and the School Department continue to carry commercial insurance for other risks of loss, including general liability, property, casualty, and environmental. Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years.

**B. Accounting Changes**

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions-an Amendment of GASB Statement No. 27*; Statement No. 69, *Government Combinations and Disposals of Government Operations*; and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date-an Amendment of GASB Statement No. 68* became effective for the year ended June 30, 2015.

GASB Statement No. 68, replaces the requirements of Statements No. 27 and No. 50 as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The requirements of Statements No. 27 and No. 50 remain applicable for pensions that are not covered by the scope of this statement. This statement establishes standards for measuring and recognizing liabilities, deferred outflows/inflows, and expenses/expenditures.

GASB Statement No. 69, establishes accounting and financial reporting standards related to government combinations and disposals of government operations such as mergers, acquisitions, and transfer of operations.

GASB Statement No. 71, addresses issues related to amounts of contributions made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

**C. Subsequent Event**

On November 17, 2015, the county's General Debt Service Fund issued a \$1,000,000 tax anticipation note to the General Purpose School Fund for temporary operating funds.

**D. Contingent Liabilities**

The county is involved in several pending lawsuits. Based on letters from attorneys, management believes that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

**E. Change in Administration**

On August 31, 2014, Kim Nelson left the Office of Circuit and General Sessions Court Clerk and was succeeded by Ann Goldston.

**F. Landfill Closure/Postclosure Care Costs**

Roane County has an active permit on file with the state Department of Environment and Conservation for a sanitary landfill. The county has provided financial assurances for estimated postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the Department of Environment and Conservation.

State and federal laws and regulations require the county to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Roane County closed its sanitary landfill in 1998. The \$113,758 reported as postclosure care liability as June 30, 2015, represents amounts based on what it would cost to perform all postclosure care in 2015. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

**G. Joint Ventures**

Roane County entered into an agreement with the counties of Cumberland and Morgan, Tennessee, to establish an Industrial Development Board to purchase land for the development of a joint industrial park. Cumberland, Morgan, and Roane counties jointly own the park. The agreement established a nine-member board with each county appointing three members and having responsibility for one-third of the entity's funding. Roane County issued loans for \$1,750,000 and \$750,000 on October 18, 2007, and June 15, 2010, respectively. The proceeds of these loans were contributed to the board.

The Ninth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Ninth Judicial District; Roane, Loudon, Meigs, and Morgan counties; and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors, which includes the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Roane County made no contributions to the DTF for the year ended June 30, 2015. Roane County does not have an equity interest in the DTF. Complete financial statements for the DTF can be obtained from its administrative office at the following address:

Administrative Office:

Office of District Attorney General  
Ninth Judicial District Drug Task Force  
P.O. Box 703  
Kingston, TN 37763

#### **H. Jointly Governed Organization**

The County Commission is responsible for appointing three members to the board of directors of the Roane Alliance, Inc. The total number of board members fluctuates from 29 to 48 members. The remaining members are appointed by other entities or are ex-officio from various organizations. The county's accountability for this organization does not extend beyond making these three appointments.

#### **I. Retirement Commitments**

##### **1. Tennessee Consolidated Retirement System (TCRS)**

###### **Primary Government**

###### **General Information About the Pension Plan**

*Plan Description.* Employees of Roane County and non-certified employees of the discretely presented Roane County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 43.55 percent and the non-certified employees of the discretely presented School Department comprise 56.45 percent of the plan based on census data. The TCRS was created by state statute under *Tennessee Code Annotated*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration

of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at [www.treasury.tn.gov/tcrs](http://www.treasury.tn.gov/tcrs).

*Benefits Provided.* Tennessee Code Annotated, Title 8, Chapters 34-37 establish 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 five 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 to vested members at age 55. Members vest 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 ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second 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 three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

*Employees Covered by Benefit Terms.* At the measurement date of June 30, 2014, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	303
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	448
Active Employees	581
 Total	 <u><u>1,332</u></u>

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of

salary. Roane County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2015, employer contributions for Roane County were \$1,443,863 based on a rate of 8.45 percent of pensionable payroll. By law, employer contributions are required to be paid. The TCRS may intercept Roane County'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 costs 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)**

Roane County's net pension liability (asset) was measured as of June 30, 2014, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The total pension liability in the June 30, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary Increases	Graded Salary Ranges from 8.97% to 3.71% Based on Age, Including Inflation, Averaging 4.25%
Investment Rate of Return	7.5%, Net of Pension Plan Investment Expenses, Including Inflation
Cost-of-Living Adjustment	2.5%

Mortality rates were based on actual experience from the June 30, 2012, actuarial experience study, adjusted for some of the expected future improvement in life expectancy.

The actuarial assumptions used in the June 30, 2014, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2008, through June 30, 2012. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2012, actuarial experience study by considering the following three techniques: (1) the 25-year historical return of the TCRS at June 30, 2012, (2) the historical market returns of asset classes from 1926 to 2012 using the TCRS investment policy asset allocation, and (3)

capital market projections that were utilized as a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. Four sources of capital market projections were blended and utilized in the third technique. The blended capital market projection established the long-term expected rate of return by weighting the expected future real rate of return by the target asset allocation percentage and by adding inflation of three percent. The target allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	6.46 %	33 %
International Equity Emerging Market	6.26	17
International Equity Private Equity and Strategic Lending	6.40	5
U.S. Fixed Income Real Estate	4.61	8
Short-term Securities	0.98	29
	4.73	7
	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 7.5 percent based on a blending of the three factors described above.

*Discount Rate.* The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Roane County 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.

**Changes in the Net Pension Liability (Asset)**

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance, July 1, 2013	\$ 45,682,183	\$ 44,047,532	\$ 1,634,651
Changes for the year:			
Service Cost	\$ 1,432,976	\$ 0	\$ 1,432,976
Interest	3,457,408	0	3,457,408
Differences Between Expected and Actual Experience	(54,297)	0	(54,297)
Contributions-Employer	0	1,569,912	(1,569,912)
Contributions-Employees	0	858,839	(858,839)
Net Investment Income	0	7,325,925	(7,325,925)
Benefit Payments, Including Refunds of Employee Contributions	(2,032,756)	(2,032,756)	0
Administrative Expense	0	(23,410)	23,410
Other Changes	0	0	0
Net Changes	\$ 2,803,331	\$ 7,698,510	\$ (4,895,179)
Balance, June 30, 2014	\$ 48,485,514	\$ 51,746,042	\$ (3,260,528)

**Allocation of Agent Plan Changes in the Net Pension Liability (Asset)**

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	43.55% \$ 21,115,441	\$ 22,535,401	\$ (1,419,960)
School Department	56.45% 27,370,073	29,210,641	(1,840,568)
Total	\$ 48,485,514	\$ 51,746,042	\$ (3,260,528)

*Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the net pension liability (asset) of Roane County calculated using the discount rate of 7.5 percent, as well as what the net pension liability (asset) would be if it was calculated using a discount rate that is one percentage point lower (6.5%) or one percentage point higher (8.5%) than the current rate:

Roane County	1% Decrease 6.5%	Current Discount Rate 7.5%	1% Increase 8.5%
--------------	------------------------	-------------------------------------	------------------------

Net Pension Liability    \$ 3,047,351    \$ (3,260,528)    \$ (8,495,382)

**Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions**

*Pension Income.* For the year ended June 30, 2015, Roane County recognized pension income of \$75,119.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2015, Roane County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 0	\$ 43,438
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	3,206,710
Contributions Subsequent to the Measurement Date of June 30, 2014	<u>1,443,863</u>	<u>N/A</u>
Total	<u>\$ 1,443,863</u>	<u>\$ 3,250,148</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2014,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

Allocation of Agent Plan Deferred Outflows of Resources and  
Deferred Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 842,068	\$ 1,415,439
School Department	601,795	1,834,709
Total	\$ 1,443,863	\$ 3,250,148

Amounts reported as deferred outflows of resources, with the exception of contributions after the measurement dates, and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2016	\$ (812,537)
2017	(812,537)
2018	(812,537)
2019	(812,537)
2020	0
Thereafter	0

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

**Discretely Presented Roane County School Department**

**Non-certified Employees**

**General Information About the Pension Plan**

*Plan Description.* As noted above under the primary government, employees of Roane County and non-certified employees of the discretely presented Roane County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 43.55 percent and the non-certified employees of the discretely presented School Department comprise 56.45 percent of the plan based on census data.

## **Certified Employees**

### **Teacher Retirement Plan**

#### **General Information About the Pension Plan**

*Plan Description.* Teachers of the Roane County School Department 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 is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by state 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 all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. TCRS issues a publically available financial report that can be obtained at [www.treasury.tn.gov/tcrs](http://www.treasury.tn.gov/tcrs).

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

controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers contribute five percent of salary. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except for in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2015, to the Teacher Retirement Plan were \$39,999, which is four percent of pensionable 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.* The measurement date is June 30, 2014, which is prior to the onset of the Teacher Retirement Plan, there is not any net pension liability at June 30, 2015.

*Pension Expense.* Since the measurement date is June 30, 2014, the Roane County School Department did not recognize any pension expense at June 30, 2015.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2015, the Roane County School Department reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
LEAs Contributions Subsequent to the Measurement Date of June 30, 2014	\$ 39,999	N/A

The Roane County School Department employer contributions of \$39,999 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction of net pension liability in the year ending June 30, 2016.

### **Teacher Legacy Pension Plan**

#### **General Information About the Pension Plan**

*Plan Description.* Teachers of the Roane County School Department 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 LEAs after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefits plan. The TCRS was created by state 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 all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publically available financial report that can be obtained at [www.treasury.tn.gov/tcrs](http://www.treasury.tn.gov/tcrs).

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish 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 five 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 to vested members at age 55. 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 ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second 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 three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change

is between one-half and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers contribute five percent of salary. The Local Education Agencies (LEA) 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 Roane County School Department for the year ended June 30, 2015, to the Teacher Legacy Pension Plan were \$2,401,048, which is 9.04 percent of pensionable 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 Assets.* At June 30, 2015, the Roane County School Department reported an asset of \$113,689 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2014, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. The Roane County School Department's proportion of the net pension asset was based on the Roane County School Department's employer contributions to the pension plan during the year ended June 30, 2014 relative to the contributions of all LEAs for the year ended June 30, 2014. At the June 30, 2014, measurement date, the Roane County School Department's proportion was 0.699644 percent. The proportion measured as of June 30, 2013, was 0.711238 percent.

*Pension Income.* For the year ended June 30, 2015, the Roane County School Department recognized a pension income of \$124,758.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2015, the Roane County School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 276,009	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	9,367,248
Changes in Proportion of Net Pension Liability (Asset)	0	163,533
LEA's Contributions Subsequent to the Measurement Date of June 30, 2014	<u>2,401,048</u>	<u>N/A</u>
Total	<u>\$ 2,677,057</u>	<u>\$ 9,530,781</u>

The Roane County School Department's employer contributions of \$2,401,048 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase in net pension asset in the year ending June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2016	\$ (2,323,066)
2017	(2,323,066)
2018	(2,323,066)
2019	(2,323,066)
2020	18,746
Thereafter	18,746

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

*Actuarial Assumptions.* The total pension liability in the June 30, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary Increases	Graded Salary Ranges from 8.97% to 3.71% Based on Age, Including Inflation, Averaging 4.25%
Investment Rate of Return	7.5%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.5%

Mortality rates are customized based on the June 30, 2012, actuarial experience study and some included adjustment for expected future improvement in life expectancy.

The actuarial assumptions used in the June 30, 2014, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2008, through June 30, 2012. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2012, actuarial experience study by considering the following three techniques: (1) the 25-year historical return of the TCRS at June 30, 2012, (2) the historical market returns of asset classes from 1926 to 2012 using the TCRS investment policy asset allocation, and (3) capital market projections that were utilized as a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. Four sources of capital market projections were blended and utilized in the third technique. The blended capital market projection established the long-term expected rate of return by weighting the expected future real rate of return by the target asset allocation percentage and by adding inflation of three percent. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	%	Percentage Target Allocations	%
U.S. Equity Developed Market	6.46	%	33	%
International Equity Emerging Market	6.26		17	
International Equity Private Equity and Strategic Lending	6.40		5	
U.S. Fixed Income Real Estate	4.61		8	
	0.98		29	
	4.73		7	
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 7.5 percent based on a blending of the four factors described above.

*Discount Rate.* The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents Roane County School Department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.5 percent, as well as what Roane County School Department's proportionate share of the net pension liability (asset) would be if it was calculated using a discount rate that is one percentage point lower (6.5%) or one percentage point higher (8.5%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.5%	Current Discount Rate 7.5%	1% Increase 8.5%
---	------------------------	-------------------------------------	------------------------

Net Pension Liability    \$ 19,174,931    \$ (113,689)    \$ (16,082,575)

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

**2. Deferred Compensation**

Roane County offers its employees two deferred compensation plans, one established pursuant to IRC Section 401(k) and the other pursuant to IRC 403(b). All costs of administering and funding these programs are the responsibility of the plan participants. The Section 401(k) and Section 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 401(k) and 403(b) establish participation, contribution, and withdrawal provisions for the plans.

Teachers hired after July 1, 2014, by the discretely presented School Department are required to participate in a hybrid pension plan administered by the Tennessee Consolidated Retirement System. This hybrid pension plan requires that these teachers contribute five percent of their salaries into a deferred compensation plan managed by the hybrid plan pursuant to IRC Section 401(k). As part of their employment package, the School Department has assumed all costs of funding this program on-behalf of the plan participants. The Section 401(k) plan assets remain the property of the participating teachers and are not presented in the accompanying financial statements. IRC Section 401(k), establishes participating, contribution, and withdrawal provisions for the plans. During the year, the School Department contributed \$49,904 to the 401(k) portion of the hybrid pension plan on-behalf of the plan participants.

**J. Other Postemployment Benefits (OPEB)**

Plan Description

Roane County and the School Department participate in the state-administered Local Education Group Insurance Plan and Local Government Insurance Plan for healthcare benefits. For accounting purposes, the plans are agent multiple-employer defined benefit OPEB plans. Benefits are established and amended by an insurance committee created by Section 8-27-302, *Tennessee Code Annotated (TCA)*, for local education employees and Section 8-27-207, *TCA*, for local governments. Prior to reaching the age of 65,

all members have the option of choosing between the standard or partnership preferred provider organization (PPO) plan for healthcare benefits. Subsequent to age 65, members who are also in the state's retirement system may participate in a state-administered Medicare Supplement Plan that does not include pharmacy. The plans are reported in the State of Tennessee Comprehensive Annual Financial Report (CAFR). The CAFR is available on the state's website at <http://tn.gov/finance/act/cafr.html>.

### Funding Policy

The premium requirements of plan members are established and may be amended by the insurance committee. The plans are self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. The employers in each plan develop a contribution policy in terms of subsidizing active employees or retired employees' premiums since the committee is not prescriptive on that issue. The state does not provide a subsidy for local government participants; however, the state does provide a partial subsidy to Local Education Agency pre-65 teachers and a full subsidy based on years of service for post-65 teachers in the Medicare Supplement Plan. County retirees have the opportunity to maintain the same level of medical benefits they had as an active employee with the county paying the same share as active employees until they reach age 65. During the year ended June 30, 2015, Roane County contributed \$103,274 for postemployment benefits. The required contribution rate for retired teachers ranges from 20 to 46 percent based on classification and years of service. During the year ended June 30, 2015, the discretely presented School Department contributed \$778,911 for postemployment benefits.

### Annual OPEB Cost and Net OPEB Obligation

	Local Government Group Plan	Local Education Group Plan
ARC	\$ 571,000	\$ 1,225,000
Interest on the NOPEBO	174,986	256,116
Adjustment to the ARC	(170,479)	(249,519)
Annual OPEB cost	\$ 575,507	\$ 1,231,597
Amount of contribution	(103,274)	(778,911)
Increase/decrease in NOPEBO	\$ 472,233	\$ 452,686
Net OPEB obligation, 7-1-14	4,374,667	6,402,898
Net OPEB obligation, 6-30-15	\$ 4,846,900	\$ 6,855,584

Fiscal Year Ended	Plans	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-13	Local Government Group	\$ 742,028	12 %	\$ 3,891,194
6-30-14	"	555,009	13	4,374,667
6-30-15	"	575,507	18	4,846,900
6-30-13	Local Education Group	1,755,921	38	5,992,708
6-30-14	"	1,190,175	66	6,402,898
6-30-15	"	1,231,597	63	6,855,584

### Funded Status and Funding Progress

The funded status of the plan as of July 1, 2013, was as follows:

	Local Government Group Plan	Local Education Group Plan
Actuarial valuation date	7-1-13	7-1-13
Actuarial accrued liability (AAL)	\$ 3,648,000	\$ 11,225,000
Actuarial value of plan assets	\$ 0	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 3,648,000	\$ 11,225,000
Actuarial value of assets as a % of the AAL	0%	0%
Covered payroll (active plan members)	\$ 8,613,664	\$ 34,858,534
UAAL as a % of covered payroll	42%	32%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

### Actuarial Methods and Assumptions

Calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. Actuarial calculations reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

In the July 1, 2013, actuarial valuation for the Local Government Plan and Local Education Plan, the projected unit credit actuarial cost method was used and the actuarial assumptions included a four percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of seven percent for fiscal year 2015. The trend will decrease to 6.5 percent in fiscal year 2016 and then be reduced by decrements to an ultimate rate of 4.7 percent by fiscal year 2044. The rate includes a 2.5 percent inflation assumption. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll on a closed basis over a 30-year period beginning with July 1, 2007.

**K. Office of Central Accounting**

Roane County operates under provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering all funds administered by the county executive, road superintendent, and director of schools. These funds are maintained in the Office of Central Accounting, Budgeting, and Purchasing under the supervision of the director of accounts and budgets.

**L. Purchasing Laws**

Purchasing procedures for the Offices of County Executive and Road Superintendent are governed by the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*. Purchasing procedures for the Road Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *TCA*. These acts provide for a purchasing agent and require competitive bids on all purchases exceeding \$10,000.

Chapter 477, Private Acts of 1933, and the County Purchasing Law of 1957 provide for School Department purchases to be made by the purchasing agent and for bids to be solicited on purchases exceeding \$10,000.

**VI. OTHER NOTES – DISCRETELY PRESENTED ROANE COUNTY EMERGENCY COMMUNICATIONS DISTRICT**

**A. Description of Organization**

The Roane County Emergency Communications District was established January 1, 1991, pursuant to the provisions of Chapter 867 of the Public Acts of 1984 of the State of Tennessee. The district is responsible for the installation and maintenance of the emergency communications network of Roane County, Tennessee (Enhanced 911 Service).

The district is considered a component unit of Roane County, Tennessee, because the Roane County Board of Commissioners appoints all of the district's Board of Directors and must approve any debt issued by the district.

**B. Summary of Significant Accounting Policies**

Basis of Accounting

The district's financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenue, Expenses and Change in Net Position presents increases (revenue) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenue is recognized in the period in which it is earned while expenses are recognized in the period in which the liability is incurred.

Operating revenue is revenue that is generated from the primary operations of the district. All other revenue is reported as nonoperating revenue. Operating expenses are those expenses that are essential to the primary operations of the district. All other expenses are reported as nonoperating expenses.

GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* establishes standards for external financial reporting for state and local governments and requires that resources be classified for accounting and reporting purposes into the following three net position groups:

Net investment in capital assets: This category includes capital assets, net of accumulated depreciation and the related debt. Net investment in capital assets at June 30, 2015, has been calculated as follows:

Capital Assets	\$ 1,988,738
Accumulated Depreciation	(1,254,315)
Total	<u><u>\$ 734,423</u></u>

Restricted: This category includes net position whose use is subject to externally imposed stipulations that can be fulfilled by actions of the district pursuant to those stipulations or that expire by the passage of time. When both restricted and unrestricted resources are available for use, it is the district's policy to use restricted resources first, then unrestricted resources as needed. The district had no restricted net position as of June 30, 2015.

Unrestricted: This category includes net position that is not subject to externally imposed stipulations and does not meet the definition of "restricted" or "net investment in capital assets." Unrestricted net position may be designated for specific purposes by action of management or the Board of Directors or may otherwise be limited by contractual agreements with outside parties.

### Accounts Receivable

Accounts receivable, which are deemed uncollectible based upon a periodic review of the accounts, are charged to revenue. At June 30, 2015, no allowance for uncollectible accounts was considered necessary.

### Capital Assets

Capital assets, which include property and equipment, are recorded at cost. Capital assets are defined by the district as assets with an initial cost of \$1,500 or more. Depreciation is computed using the straight-line method over the estimated useful lives, which ranges from five to 40 years.

### Operating Budget

The district is required by state law to adopt an annual operating budget. The Board of Directors approves the original budget and any amendments, and maintains the legal level of control at the line-item level. The budget is prepared on the accrual basis of accounting. All appropriations lapse at the end of the year.

### Compensated Absences

The district's full-time employees are granted vacation leave in varying amounts. In the event of termination, the employee is paid for any unused vacation leave. Unused vacation leave as of June 30, 2015, totaling \$11,497 is included as a liability in the Statement of Net Position.

### 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 District's participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from the District'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 of TCRS. Investments are reported at fair value.

## **C. Cash**

Cash and the certificate of deposit represent money on deposit in various banks. The district considers all highly liquid investments with an original maturity date of three months or less when purchased to be cash equivalents.

State of Tennessee law authorizes the district to invest in obligations of the United States of America or its agencies, nonconvertible debt securities of certain federal agencies, other obligations guaranteed as to principal and interest by the United States of America or any of its agencies, secured certificates of deposit and other evidences of deposit in state and federal banks and savings and loan associations, and the state treasurer's local government investment pool (LGIP). The LGIP contains investments in certificates of deposit, U.S. Treasury securities and repurchase agreements, backed by the U.S. Treasury securities. The treasurer of the State of Tennessee administers the investment pool.

All deposits with financial institutions in excess of Federal Deposit Insurance Corporation (FDIC) limits are required to be secured by one of two methods. Excess funds can be deposited with a financial institution that participates in the State of Tennessee Collateral Pool. For deposits with financial institutions that do not participate in the State of Tennessee Bank Collateral Pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits.

All cash balances at June 30, 2015, were either insured through the FDIC or through the State of Tennessee Bank Collateral Pool.

**D. Capital Assets**

Capital assets activity for the year ended June 30, 2015, was as follows:

	Balance 7-1-14	Additions	Retirements	Balance 6-30-15
Capital Assets				
Not Being Depreciated:				
Land	\$ 30,056	\$ 0	\$ 0	\$ 30,056
Capital Assets Being Depreciated:				
Buildings and Improvements	\$ 406,883	\$ 0	\$ 0	\$ 406,883
Furniture and Equipment	47,019	0	0	47,019
Office Equipment	50,935	2,088	0	53,023
Communications Equipment	1,253,861	3,092	0	1,256,953
Vehicles	23,921	0	0	23,921
Mapping System	170,884	0	0	170,884
Total Capital Assets				
Being Depreciated	\$ 1,953,503	\$ 5,180	\$ 0	\$ 1,958,683

	Balance 7-1-14	Additions	Retirements	Balance 6-30-15
Accumulated Depreciation:				
Buildings and Improvements	\$ (192,012)	\$ (9,364)	\$ 0	\$ (201,376)
Furniture and Equipment	(4,045)	(4,702)	0	(8,747)
Office Equipment	(47,829)	(532)	0	(48,361)
Communications Equipment	(726,890)	(80,118)	0	(807,008)
Vehicles	(13,156)	(4,784)	0	(17,940)
Mapping System	(170,884)	0	0	(170,884)
Total Accumulated Depreciation	\$ (1,154,816)	\$ (99,500)	\$ 0	\$ (1,254,316)
Total	\$ 828,743	\$ (94,320)	\$ 0	\$ 734,423

**E. Note Payable**

Changes in long-term debt for the year ended June 30, 2015, were as follows:

	Balance 7-1-14	Proceeds	Payments	Balance 6-30-15	Amounts Due Within One Year
Note Payable	\$ 42,417	\$ 0	\$ 42,417	\$ 0	\$ 0
Total	\$ 42,417	\$ 0	\$ 42,420	\$ 0	\$ 0

Interest cost incurred for the year ended June 30, 2015, was \$2,348 of which all was charged to interest expense.

**F. Risk Management**

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district carries commercial insurance for all risks of loss, including general liability and workers' compensation coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**G. Pension Plan**

Plan Description

Employees of the district are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the 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 publically available financial report that can be obtained at [www.treasury.tn.gov/tcrs](http://www.treasury.tn.gov/tcrs).

Benefits Provided

*Tennessee Code Annotated* Title 8, Chapters 34-37 establish 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 to vested members at age 55. Members vest 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 is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired 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 three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than .5 percent. A one percent COLA is granted if the CPI change is between .5 percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2014, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	4
Inactive employees entitled to but not yet receiving benefits	12
Active employees	16
	<hr/>
	32
	<hr/>

Contributions

Contributions for employees are established in the statues governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. The district makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation.

For the year ended June 30, 2015, employer contributions for the district were \$31,985 based on a rate of 5.62 percent. By law, employer contributions are required to be paid. The TCRS may intercept the district's state shared taxes if required contributions are not remitted. The employer's actuarially determined contribution (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

#### Net Pension Liability (Asset)

The district's net pension liability (asset) was measured as of June 30, 2014, 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, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	Graded salary ranges from 8.97 to 3.71 percent based on age, including inflation, averaging 4.25 percent
Investment rate of return	7.5 percent, net of pension plan investment expenses, including inflation

Mortality rates were based on actual experience from the June 30, 2012, actuarial experience study adjusted for some of the expected future improvement in life expectancy.

The actuarial assumptions used in the June 30, 2014, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2008, through June 30, 2012. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2012, actuarial experience study by considering the following three techniques: (1) the 25-year historical return of the TCRS at June 30, 2012, (2) the historical market returns of assets classes from 1926 to 2012 using the TCRS investment policy asset allocation, and (3) capital market projections that were utilized as a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. Four sources of capital market projections were blended and utilized in the

third technique. The blended capital market projection established the long-term expected rate of return by weighting the expected future real rate of return by the target asset allocation percentage and by adding inflation of three percent. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return	Target Allocation
U.S. Equity	6.46	% 33 %
Developed market international equity	6.26	17
Emerging market international equity	6.40	5
Private equity and strategic lending	4.61	8
U.S. fixed income	0.98	29
Real estate	4.73	7
Short-term securities	0.00	1
		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.5 percent based on a blending of the three factors described above.

#### Discount Rate

The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from the district 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.

Changes in Net Pension Liability (Asset)

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Changes for the year ended June 30, 2014:			
Increase (decrease)			
Service cost	\$ 37,701	\$ 0	\$ 37,701
Interest	73,200	0	73,200
Differences between expected and actual experience	(42,272)	0	(42,272)
Contributions - employer	0	35,760	(35,760)
Contributions - employees	0	28,839	(28,839)
Net investment income	0	165,702	(165,702)
Benefit payments, including refunds of employee contributions	(14,857)	(14,857)	0
Administrative expense	0	(635)	635
Net changes for the year ended June 30, 2014	\$ 53,772	\$ 214,809	\$ (161,037)
Balance at June 30, 2013	945,728	967,799	(22,071)
Balance at June 30, 2014	\$ 999,500	\$ 1,182,608	\$ (183,108)

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

The following presents the net pension liability (asset) of the district calculated using the discount rate of 7.5 percent, as well as what the net pension liability (asset) would be if it was calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Net Pension Liability (Asset)	\$ (6,556)	\$ (183,108)	\$ (322,122)

**Pension Income**

For the year ended June 30, 2015, the district recognized in the government-wide statement of activities pension income of \$16,023.

Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended June 30, 2015, the district reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 0	\$ 36,233
Net difference between projected and actual earnings on pension plan investments	0	73,021
Contributions subsequent to the measurement date of June 30, 2014	31,985	N/A
Total	<u>\$ 31,985</u>	<u>\$ 109,254</u>

The amount shown above for "Contributions subsequent to the measurement date of June 30, 2014," will be recognized as a reduction (expense) to net pension liability (asset) in the following measurement 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:

Fiscal Year Ending June 30	Total Payments
2016	\$ (24,294)
2017	(24,294)
2018	(24,294)
2019	(24,294)
2020	(6,039)
Thereafter	(6,039)

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

**H. Restatement**

During the year ended June 30, 2015, the district implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. GASB Statement No. 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as an asset or liability and to more comprehensively and comparably measure the annual costs of

pension benefits. Net position as of June 30, 2014, has been restated for the implementation of GASB Statement No. 68. As a result, the effect on the year ended June 30, 2014, was as follows:

	<u>Deferred Inflows of Resources</u>
Balance at June 30, 2014, as originally reported	\$ 1,501,633
Net pension liability, measurement date as of June 30, 2014	22,071
Deferred outflows for contributions made during the year ended June 30, 2014	<u>35,760</u>
Balance at June 30, 2014, restated	<u><u>\$ 1,559,464</u></u>

**VII. OTHER NOTES – DISCRETELY PRESENTED ROANE COUNTY INDUSTRIAL DEVELOPMENT BOARD**

**A. Organization**

The Industrial Development Board of the County of Roane, Tennessee, is a nonprofit corporation, which is incorporated under the provisions of the State of Tennessee. It is a component unit of the Roane County government and receives funding from various county funds. The function of the board is to attract and promote new industry for the county.

The board is appointed by the County Commission. In addition, the majority of funding for the board is provided by the county. The board is held responsible by the county for fiscal and operational matters. The county can exercise oversight as it deems necessary.

**B. Summary of Significant Accounting Policies**

**Reporting Entity** – The board is a component unit of the Roane County government, the primary government. It is governed by a board of nine members appointed by the Roane County Commission. The board acts as a conduit for industrial development.

These financial statements present only the assets, liabilities, fund balances, and results of operations of the board. They are not intended to present the assets, liabilities, fund balances, and results of operations of Roane County, Tennessee.

**Basis of Accounting** – Basis of accounting when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the full accrual basis of accounting and the economic resources “measurement focus.” Governmental funds use the modified accrual basis of accounting.

**Basic Financial Statements – Government-wide Statements** – The board’s basic financial statements include both government-wide (reporting the board as a whole) and fund financial statements (reporting the board’s major fund).

In the government-wide Statement of Net Position, the governmental activities are presented on a consolidated basis and are reported on the full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The board’s net position is reported in two parts – invested in capital assets, net of related debt, and unrestricted net position, as applicable. When both unrestricted and restricted fund resources are available for use, it is the board’s policy to use restricted resources first.

The government-wide Statement of Activities reports both the gross and net costs of the board’s operations. The operations are also supported by the general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues. Program revenues must be directly associated with the operations. Program revenues include 1) charges to customers who use or directly benefit from goods, services, or privileges provided by a given function or program and 2) grants and contributions for operational or capital requirements of a particular function or program. Other items not identifiable with a program are reported as general revenues.

This government-wide statement focuses more on the sustainability of the board as an entity and the changes in the board’s net position resulting from the current year’s activities.

**Accrual** – Governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned, and expenses are recognized when incurred.

**Basic Financial Statements – Fund Financial Statements** – The financial transactions of the board are reported in the General Fund in the fund financial statements. The fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, fund balances, revenues and expenditures/expenses. The fund is reported by generic classification within the financial statements.

The following fund types are used by the board:

**Governmental Fund** – The focus of the governmental fund measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of the financial resources) rather than upon net income.

**General Fund** – The General Fund is the general operating fund of the board. All financial resources are accounted for in the General Fund.

**Modified Accrual** – The governmental fund financial statements are presented on the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. “Available” means collectible within the current period or within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. Exceptions to this general rule included: (1) accumulated unpaid sick pay, which is not accrued; and (2) principal and interest on general obligation long-term debt, which is recognized when due.

**Budgets and Budgetary Accounting** – The board follows these procedures in establishing the budgetary data reflected in the financial statements.

Formal budgetary integration is employed as a management control device during the year for the General Fund. The budget is adopted on a basis consistent with generally accepted accounting principles.

### **Net Position Classifications**

#### Government-wide Statements

Net position is classified into two components as defined below:

1. Investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

#### Fund Financial Statements

The categories of fund balances are explained below:

Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form (i.e., inventories) or legally or contractually required to be maintained intact (the corpus of a permanent fund). Nonspendable fund balance also includes the long-term portion of loans and notes receivable and property acquired for resale.

Restricted fund balances have constraints imposed by grantors, creditors, contributors, laws or regulations of other governments, or are imposed by law through constitutional provisions or enabling legislation.

Committed fund balances result when the government's governing body imposes constraints through formal action of the body. Committed amounts cannot be used for any other purpose unless the government removes the constraint using the same type of action that was used to commit those amounts.

Assigned fund balances are constrained by the government's intent for those assigned amounts to be used for specific purposes but are neither restricted nor committed. Intent should be expressed by the governing body, a body to which the governing body has delegated authority (i.e., a budget or finance committee), or an official that the governing body has designated.

Unassigned fund balances are any residual fund balances remaining after all of the other categories of fund balance have been determined is categorized as unassigned fund balance.

The board follows Governmental Accounting Standards Board (GASB) Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989, FASB and AICPA Pronouncements*.

**Cash and Cash Equivalents** – The board considers all highly liquid debt instruments with original maturities of three months or less to be cash equivalents.

**Use of Estimates** – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Due from Roane Alliance, Inc.** – The board collected on a related party receivable of \$21,242 during the fiscal year.

**Capital Assets** – Capital assets, which include property, plant, and equipment assets, are reported in the government-wide financial statements. Capital assets are defined by the board as assets with an initial cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Furniture and Fixtures	10
Equipment	5

**Compensated Absences** – Compensated absences are earned at a rate of one day per month for both sick leave and vacation time. Upon termination or retirement, all accumulated vacation time (up to a maximum of 80 hours) is paid out; all accumulated sick leave is forfeited. On October 1, 2000, the employees of the board became employees of the Community Development Council, Inc., which changed its name in June 2001 to The Roane Alliance, Inc. Therefore, no accrual for compensated absences has been reflected in the financial statements.

**C. Concentration of Credit Risk**

Cash is maintained at financial institutions and, at times, balances may exceed federally insured limits. The board has never experienced any losses related to these balances. Management of the board does not believe significant credit risk exists at June 30, 2015.

**D. Lease**

Beginning July 1, 2012, the board began paying annual rent, which includes utilities of \$12,000. This agreement was for a five-year period ending December 31, 2017.

**E. Land Lease**

The board entered into a lease agreement with Dienamic Tooling Systems, Inc., (“Dienamic”) on December 31, 2004. Dienamic paid the board \$26,667 for three years as base rent and pays \$1 a year until December 31, 2021. The lessee has the option to purchase the leased property at any time for \$1.

**F. Related-party Transactions**

The county is a related party of the board. Transfers of \$387,250 were received from the county for operational funding for the fiscal year ended June 30, 2015.

**G. Risk Management**

The board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The board’s risks of loss are covered by a commercial package insurance policy. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

**H. Economic Dependency**

The board receives nearly all of its operating funds from Roane County, and its budget is set annually by Roane County.

**I. Operating Agreement**

The board has entered into a Joint Operating Agreement with the Roane County Chamber of Commerce. The Roane County Commission (Visitor's Bureau) and the Roane County Community Development Council are known as the The Roane Alliance, Inc. On October 1, 2001, the board's employees became employees of the Roane County Community Development Council, who changed their name to the The Roane Alliance, Inc., in June 2001. As a result of the Joint Operating Agreement, the Roane Alliance receives a portion of the Industrial Development Board's annual budget to pay the following expenses:

- Salaries
- Payroll Tax Expense
- Health Insurance
- Property and Liability Insurance
- Expenses Related to Business Recruitment
- Auto Expenses for the Industrial Commissioner

Beginning July 1, 2005, the Industrial Development Board changed this agreement, and all funds were sent to the Industrial Development Board. The Roane Alliance, Inc., pays the above-noted expenses and bills the Industrial Development Board for its share.

**J. Capital Assets**

Capital assets activity for the year ended June 30, 2015, was as follows:

	Balance		Balance	
	7-1-14	Additions	Disposals	6-30-15
Capital Assets Not Being Depreciated:				
Land	\$ 5,651,170	\$ 0	\$ (5,651,170)	\$ 0
Total Assets Not Being Depreciated	\$ 5,651,170	\$ 0	\$ (5,651,170)	\$ 0
Other Capital Assets:				
Improvements	\$ 115,259	\$ 0	\$ (115,259)	\$ 0
Furniture and Fixtures	7,000	0	0	7,000
Office Equipment	249	0	0	249
Total Other Capital Assets	\$ 122,508	\$ 0	\$ (115,259)	\$ 7,249

	Balance 7-1-14	Additions	Disposals	Balance 6-30-15
Less Accumulated Depreciation For:				
Improvements	\$ (16,460)	\$ 0	\$ 16,460 *	\$ 0
Furniture and Fixtures	(7,000)	0	0	(7,000)
Office Equipment	(250)	0	1	(249)
Total Accumulated Depreciation	<u>\$ (23,710)</u>	<u>\$ 0</u>	<u>\$ 16,461</u>	<u>\$ (7,249)</u>
Total Other Capital Assets, Net	<u>\$ 98,798</u>	<u>\$ 0</u>	<u>\$ (98,798)</u>	<u>\$ 0</u>
Governmental activities, Capital Assets, Net	<u>\$ 5,749,968</u>	<u>\$ 0</u>	<u>\$ (5,749,968)</u>	<u>\$ 0</u>

\* Reduction related to reclassification of land held for sale to inventory. See Note L.

**K. Inventory**

The board's inventory is made up of land held for resale and the related improvements to that land. The inventory is recorded at cost.

**L. Prior Period Adjustment and Reclassification**

In prior years, the board accounted for land held for sale and the related land improvements as capital assets. The land and improvements have been reclassified to inventory at June 30, 2015. This reclassification required a prior period adjustment, as shown on the Statement of Activities, of \$16,460 for depreciation taken in previous years. This adjustment accounts for the change from a capital asset, which is not a financial resource, to inventory, which is a financial resource.

---

---

**REQUIRED SUPPLEMENTARY  
INFORMATION**

---

---

Exhibit F-1

Roane County, Tennessee  
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on  
Participation in the Public Employee Pension Plan of TCRS  
Primary Government  
For the Fiscal Year Ended June 30

	<u>2014</u>
<b>Total Pension Liability</b>	
Service Cost	\$ 1,432,976
Interest	3,457,408
Changes in Benefit Terms	0
Differences Between Actual and Expected Experience	(54,297)
Changes in Assumptions	0
Benefit Payments, Including Refunds of Employee Contributions	<u>(2,032,756)</u>
Net Change in Total Pension Liability	\$ 2,803,331
Total Pension Liability, Beginning	<u>45,682,183</u>
Total Pension Liability, Ending (a)	<u>\$ 48,485,514</u>
<b>Plan Fiduciary Net Position</b>	
Contributions - Employer	\$ 1,569,912
Contributions - Employee	858,839
Net Investment Income	7,325,925
Benefit Payments, Including Refunds of Employee Contributions	(2,032,756)
Administrative Expense	<u>(23,410)</u>
Net Change in Plan Fiduciary Net Position	\$ 7,698,510
Plan Fiduciary Net Position, Beginning	<u>44,047,532</u>
Plan Fiduciary Net Position, Ending (b)	<u>\$ 51,746,042</u>
Net Pension Liability (Asset), Ending (a - b)	<u>\$ (3,260,528)</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.72%
Covered Employee Payroll	\$ 17,176,207
Net Pension Liability (Asset) as a Percentage of Covered Employee Payroll	18.98%

Note: ten years of data will be presented when available.

Note: data presented is 43.55% primary government and 56.45% non-certified employees of the discretely presented School Department

Exhibit F-2

Roane County, Tennessee  
Schedule of Contributions Based on Participation in the Public  
Employee Pension Plan of TCRS  
Primary Government  
For the Fiscal Year Ended June 30

	<u>2014</u>	<u>2015</u>
Actuarially Determined Contribution	\$ 1,569,912	\$ 1,443,863
Less Contributions in Relation to the Actuarially Determined Contribution	(1,569,912)	(1,443,863)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>
 Covered Employee Payroll	 \$ 17,176,207	 \$ 18,800,209
Contributions as a Percentage of Covered Employee Payroll	9.14%	7.68%

Note: ten years of data will be presented when available.

Note: data presented includes primary government and non-certified employees of the discretely presented School Department

Exhibit F-3

Roane County, Tennessee  
Schedule of Contributions Based on Participation in the Teacher  
Pension Plan of TCRS  
Discretely Presented Roane County School Department  
For the Fiscal Year Ended June 30

	<u>2015</u>
Actuarially Determined Contribution	\$ 24,999
Less Contributions in Relation to the Actuarially Determined Contribution	<u>(39,999)</u>
Contribution Deficiency (Excess)	<u>\$ (15,000)</u>
Covered Employee Payroll	\$ 999,964
Contributions as a Percentage of Covered Employee Payroll	4.00%

Note: ten years of data will be presented when available.

Exhibit F-4

Roane County, Tennessee  
Schedule of Contributions Based on Participation in the Teacher Legacy  
Pension Plan of TCRS  
Discretely Presented Roane County School Department  
For the Fiscal Year Ended June 30

	<u>2014</u>	<u>2015</u>
Actuarially Determined Contribution	\$ 2,438,536	\$ 2,401,048
Less Contributions in Relation to the Actuarially Determined Contribution	(2,438,536)	(2,401,048)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>
Covered Employee Payroll	\$ 27,461,017	\$ 26,560,269
Contributions as a Percentage of Covered Employee Payroll	8.88%	9.04%

Note: ten years of data will be presented when available.

Exhibit F-5

Roane County, Tennessee  
Schedule of Proportionate Share of the Net Pension Asset  
in the Teacher Legacy Pension Plan of TCRS  
Discretely Presented Roane County School Department  
For the Fiscal Year Ended June 30 2015

	<u>2014</u>
School Department's Proportion of the Net Pension Asset	0.699644%
School Department's Proportionate Share of the Net Pension Asset	\$ 113,689
Covered Employee Payroll	\$ 27,461,017
School Department's Proportionate Share of the Net Pension Asset as a Percentage of its Covered Employee Payroll	0.41%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%

\* The amounts presented were determined as of June 30 of the prior fiscal year.

Note: ten years of data will be presented when available.

Exhibit F-6

Roane County, Tennessee  
Schedule of Funding Progress – Other Postemployment Benefits Plans  
Primary Government and Discretely Presented Roane County School Department  
June 30, 2015

(Dollar amounts in thousands)

Plans	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
<u>PRIMARY GOVERNMENT</u>							
Local Government Group	7-1-10	\$ 0	\$ 5,192	\$ 5,192	0 %	\$ 9,896	52.47 %
"	7-1-11	0	4,950	4,950	0	9,669	51.19
"	7-1-13	0	3,648	3,648	0	8,614	42.35
<u>DISCRETELY PRESENTED ROANE COUNTY SCHOOL DEPARTMENT</u>							
Local Education Group	7-1-10	0	13,444	13,444	0	35,141	38.26
"	7-1-11	0	14,355	14,355	0	33,570	42.76
"	7-1-13	0	11,225	11,225	0	34,859	32.20

**ROANE COUNTY, TENNESSEE**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**For the Year Ended June 30, 2015**

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM**

*Valuation Date:* Actuarially determined contribution rates for 2015 were calculated based on the July 1, 2013, actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Frozen Initial Liability
Amortization Method	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization Period	2 Years
Asset Valuation	10-Year Smoothed Within a 20% Corridor to Market Value
Inflation	3%
Salary Increases	Graded Salary Ranges from 8.97% to 3.71% Based on Age, Including Inflation, averaging 4.25%
Investment Rate of Return	7.5%, 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 Adjustment	2.5%

---

---

**COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES**

---

---

# Nonmajor Governmental Funds

## Special Revenue Funds

---

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

---

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions of the Roane County Solid Waste Program other than landfill operations.

Ambulance Service Fund – The Ambulance Service Fund is used to account for transactions of the county ambulance service.

Special Purpose Fund – The Special Purpose Fund is used to account for animal shelter and fire prevention and control transactions.

Drug Control Fund – The Drug Control Fund is used to account for revenues received from drug-related fines, forfeitures, and seizures.

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for transactions related to the operations of the recycling center and transactions for postclosure care cost of the landfill.

Constitutional Officers - Fees Fund – The Constitutional Officers - Fees Fund is used to account for operating expenses paid directly from the fee and commission accounts of the trustee, clerks, register of deeds, and sheriff.

# Debt Service Funds

---

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

---

Rural Debt Service Fund – The Rural Debt Service Fund is used to account for the accumulation of resources for the retirement of bonds and notes issued for the construction and improvements of county schools prior to the Harriman City School merger on July 1, 2003.

Education Debt Service Fund – The Education Debt Service Fund is used to account for the accumulation of resources for, and the payment of long-term debt principal, interest, and related costs of school related debt.

# Capital Projects Fund

---

A Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

---

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for road construction and renovations of the county road system.

Exhibit G-1

Roane County, Tennessee  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 June 30, 2015

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>ASSETS</u>					
Cash	\$ 0	\$ 5,070	\$ 100	\$ 0	\$ 200
Equity in Pooled Cash and Investments	498,653	597,468	543,275	138,845	276,205
Accounts Receivable	0	1,960,716	3,383	0	5,135
Allowance for Uncollectibles	0	(1,195,616)	0	0	0
Due from Other Governments	108,261	0	35,132	0	0
Due from Other Funds	9,287	122,272	0	0	2,234
Property Taxes Receivable	14,247	258,895	453,622	0	392,488
Allowance for Uncollectible Property Taxes	(5,416)	(9,368)	(14,625)	0	(15,627)
Total Assets	<u>\$ 625,032</u>	<u>\$ 1,739,437</u>	<u>\$ 1,020,887</u>	<u>\$ 138,845</u>	<u>\$ 660,635</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 21,723	\$ 62,141	\$ 38,110	\$ 574	\$ 15,243
Accrued Payroll	6,108	23,504	4,027	0	3,892
Payroll Deductions Payable	172	21,517	7,033	0	3,978
Due to Other Funds	2,234	13,636	0	0	12,513
Total Liabilities	<u>\$ 30,237</u>	<u>\$ 120,798</u>	<u>\$ 49,170</u>	<u>\$ 574</u>	<u>\$ 35,626</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 244,387	\$ 433,110	\$ 0	\$ 366,581
Deferred Delinquent Property Taxes	8,289	4,776	5,526	0	9,553
Other Deferred/Unavailable Revenue	73,129	585,057	0	0	0
Total Deferred Inflows of Resources	<u>\$ 81,418</u>	<u>\$ 834,220</u>	<u>\$ 438,636</u>	<u>\$ 0</u>	<u>\$ 376,134</u>

(Continued)

Exhibit G-1

Roane County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 0	\$ 0	\$ 138,271	\$ 0
Restricted for Public Health and Welfare	513,377	784,419	0	0	248,875
Restricted for Other Operations	0	0	533,081	0	0
Restricted for Capital Outlay	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	0
Total Fund Balances	<u>\$ 513,377</u>	<u>\$ 784,419</u>	<u>\$ 533,081</u>	<u>\$ 138,271</u>	<u>\$ 248,875</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 625,032</u>	<u>\$ 1,739,437</u>	<u>\$ 1,020,887</u>	<u>\$ 138,845</u>	<u>\$ 660,635</u>

(Continued)

Exhibit G-1

Roane County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Funds</u>		
	Constitu - tional Officers - Fees	Total	Rural Debt Service	Education Debt Service	Total
<u>ASSETS</u>					
Cash	\$ 7,857	\$ 13,227	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	0	2,054,446	1,313,244	573,408	1,886,652
Accounts Receivable	1,434	1,970,668	0	0	0
Allowance for Uncollectibles	0	(1,195,616)	0	0	0
Due from Other Governments	0	143,393	387	0	387
Due from Other Funds	0	133,793	0	0	0
Property Taxes Receivable	0	1,119,252	1,404,006	230,467	1,634,473
Allowance for Uncollectible Property Taxes	0	(45,036)	(64,323)	(10,770)	(75,093)
Total Assets	<u>\$ 9,291</u>	<u>\$ 4,194,127</u>	<u>\$ 2,653,314</u>	<u>\$ 793,105</u>	<u>\$ 3,446,419</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 0	\$ 137,791	\$ 0	\$ 0	\$ 0
Accrued Payroll	0	37,531	0	0	0
Payroll Deductions Payable	0	32,700	0	0	0
Due to Other Funds	9,291	37,674	0	0	0
Total Liabilities	<u>\$ 9,291</u>	<u>\$ 245,696</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 1,044,078	\$ 1,288,224	\$ 210,881	\$ 1,499,105
Deferred Delinquent Property Taxes	0	28,144	47,111	8,097	55,208
Other Deferred/Unavailable Revenue	0	658,186	0	0	0
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 1,730,408</u>	<u>\$ 1,335,335</u>	<u>\$ 218,978</u>	<u>\$ 1,554,313</u>

(Continued)

Exhibit G-1

Roane County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Funds</u>		
	Constitu - tional Officers - Fees	Total	Rural Debt Service	Education Debt Service	Total
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 138,271	\$ 0	\$ 0	\$ 0
Restricted for Public Health and Welfare	0	1,546,671	0	0	0
Restricted for Other Operations	0	533,081	0	0	0
Restricted for Capital Outlay	0	0	0	0	0
Restricted for Debt Service	0	0	1,317,979	574,127	1,892,106
Total Fund Balances	\$ 0	\$ 2,218,023	\$ 1,317,979	\$ 574,127	\$ 1,892,106
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 9,291	\$ 4,194,127	\$ 2,653,314	\$ 793,105	\$ 3,446,419

(Continued)

Exhibit G-1

Roane County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
<u>ASSETS</u>		
Cash	\$ 0	\$ 13,227
Equity in Pooled Cash and Investments	583,015	4,524,113
Accounts Receivable	0	1,970,668
Allowance for Uncollectibles	0	(1,195,616)
Due from Other Governments	0	143,780
Due from Other Funds	0	133,793
Property Taxes Receivable	0	2,753,725
Allowance for Uncollectible Property Taxes	0	(120,129)
	<hr/>	<hr/>
Total Assets	<u>\$ 583,015</u>	<u>\$ 8,223,561</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 0	\$ 137,791
Accrued Payroll	0	37,531
Payroll Deductions Payable	0	32,700
Due to Other Funds	0	37,674
Total Liabilities	<hr/> <u>\$ 0</u>	<hr/> <u>\$ 245,696</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Current Property Taxes	\$ 0	\$ 2,543,183
Deferred Delinquent Property Taxes	0	83,352
Other Deferred/Unavailable Revenue	0	658,186
Total Deferred Inflows of Resources	<hr/> <u>\$ 0</u>	<hr/> <u>\$ 3,284,721</u>

(Continued)

Exhibit G-1

Roane County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
<u>FUND BALANCES</u>		
Restricted:		
Restricted for Public Safety	\$ 0	\$ 138,271
Restricted for Public Health and Welfare	0	1,546,671
Restricted for Other Operations	0	533,081
Restricted for Capital Outlay	583,015	583,015
Restricted for Debt Service	0	1,892,106
Total Fund Balances	<u>\$ 583,015</u>	<u>\$ 4,693,144</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 583,015</u>	<u>\$ 8,223,561</u>

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended June 30, 2015

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Revenues</u>					
Local Taxes	\$ 604,641	\$ 129,935	\$ 527,697	\$ 0	\$ 258,159
Fines, Forfeitures, and Penalties	0	0	0	23,131	0
Charges for Current Services	0	2,445,390	44,008	0	166,846
Other Local Revenues	0	31	5,538	30,026	179,229
State of Tennessee	200,000	0	101,200	0	56,099
Federal Government	0	0	0	0	44,246
<b>Total Revenues</b>	<b>\$ 804,641</b>	<b>\$ 2,575,356</b>	<b>\$ 678,443</b>	<b>\$ 53,157</b>	<b>\$ 704,579</b>
<u>Expenditures</u>					
Current:					
Finance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Administration of Justice	0	0	0	0	0
Public Safety	0	0	454,653	54,833	0
Public Health and Welfare	835,432	2,597,712	269,914	0	781,414
Highways	0	0	0	0	0
Debt Service:					
Principal on Debt	0	0	0	0	0
Interest on Debt	0	0	0	0	0
Other Debt Service	0	0	0	0	0
Capital Projects	0	0	0	0	0
<b>Total Expenditures</b>	<b>\$ 835,432</b>	<b>\$ 2,597,712</b>	<b>\$ 724,567</b>	<b>\$ 54,833</b>	<b>\$ 781,414</b>

(Continued)

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
Excess (Deficiency) of Revenues Over Expenditures	\$ (30,791)	\$ (22,356)	\$ (46,124)	\$ (1,676)	\$ (76,835)
<u>Other Financing Sources (Uses)</u>					
Insurance Recovery	\$ 0	\$ 5,060	\$ 0	\$ 0	\$ 2,796
Transfers In	0	0	0	0	0
Transfers Out	(270,000)	(330,000)	0	0	0
Total Other Financing Sources (Uses)	\$ (270,000)	\$ (324,940)	\$ 0	\$ 0	\$ 2,796
Net Change in Fund Balances	\$ (300,791)	\$ (347,296)	\$ (46,124)	\$ (1,676)	\$ (74,039)
Fund Balance, July 1, 2014	814,168	1,131,715	579,205	139,947	322,914
Fund Balance, June 30, 2015	\$ 513,377	\$ 784,419	\$ 533,081	\$ 138,271	\$ 248,875

(Continued)

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Funds</u>		
	Constitu - tional Officers - Fees	Total	Rural Debt Service	Education Debt Service	Total
<u>Revenues</u>					
Local Taxes	\$ 0	\$ 1,520,432	\$ 1,431,660	\$ 226,190	\$ 1,657,850
Fines, Forfeitures, and Penalties	0	23,131	0	0	0
Charges for Current Services	7,277	2,663,521	0	0	0
Other Local Revenues	0	214,824	1,680	662	2,342
State of Tennessee	0	357,299	0	0	0
Federal Government	0	44,246	0	0	0
Total Revenues	\$ 7,277	\$ 4,823,453	\$ 1,433,340	\$ 226,852	\$ 1,660,192
<u>Expenditures</u>					
Current:					
Finance	\$ 305	\$ 305	\$ 0	\$ 0	\$ 0
Administration of Justice	6,972	6,972	0	0	0
Public Safety	0	509,486	0	0	0
Public Health and Welfare	0	4,484,472	0	0	0
Highways	0	0	0	0	0
Debt Service:					
Principal on Debt	0	0	1,255,000	240,000	1,495,000
Interest on Debt	0	0	335,430	61,310	396,740
Other Debt Service	0	0	28,886	5,940	34,826
Capital Projects	0	0	0	0	0
Total Expenditures	\$ 7,277	\$ 5,001,235	\$ 1,619,316	\$ 307,250	\$ 1,926,566

(Continued)

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Funds</u>		
	Constitu - tional Officers - Fees	Total	Rural Debt Service	Education Debt Service	Total
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ (177,782)	\$ (185,976)	\$ (80,398)	\$ (266,374)
<u>Other Financing Sources (Uses)</u>					
Insurance Recovery	\$ 0	\$ 7,856	\$ 0	\$ 0	\$ 0
Transfers In	0	0	0	0	0
Transfers Out	0	(600,000)	0	0	0
Total Other Financing Sources (Uses)	\$ 0	\$ (592,144)	\$ 0	\$ 0	\$ 0
Net Change in Fund Balances	\$ 0	\$ (769,926)	\$ (185,976)	\$ (80,398)	\$ (266,374)
Fund Balance, July 1, 2014	0	2,987,949	1,503,955	654,525	2,158,480
Fund Balance, June 30, 2015	\$ 0	\$ 2,218,023	\$ 1,317,979	\$ 574,127	\$ 1,892,106

(Continued)

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds (Cont.)

	Capital Projects Fund	Total Nonmajor Governmental Funds
<u>Revenues</u>		
Local Taxes	\$ 0	\$ 3,178,282
Fines, Forfeitures, and Penalties	0	23,131
Charges for Current Services	0	2,663,521
Other Local Revenues	2,324	219,490
State of Tennessee	0	357,299
Federal Government	0	44,246
Total Revenues	<u>\$ 2,324</u>	<u>\$ 6,485,969</u>
<u>Expenditures</u>		
Current:		
Finance	\$ 0	\$ 305
Administration of Justice	0	6,972
Public Safety	0	509,486
Public Health and Welfare	0	4,484,472
Highways	200,174	200,174
Debt Service:		
Principal on Debt	0	1,495,000
Interest on Debt	0	396,740
Other Debt Service	0	34,826
Capital Projects	291,953	291,953
Total Expenditures	<u>\$ 492,127</u>	<u>\$ 7,419,928</u>

(Continued)

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ (489,803)	\$ (933,959)
<u>Other Financing Sources (Uses)</u>		
Insurance Recovery	\$ 0	\$ 7,856
Transfers In	255,724	255,724
Transfers Out	0	(600,000)
Total Other Financing Sources (Uses)	<u>\$ 255,724</u>	<u>\$ (336,420)</u>
Net Change in Fund Balances	\$ (234,079)	\$ (1,270,379)
Fund Balance, July 1, 2014	<u>817,094</u>	<u>5,963,523</u>
Fund Balance, June 30, 2015	<u>\$ 583,015</u>	<u>\$ 4,693,144</u>

Exhibit G-3

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Solid Waste/Sanitation Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 604,641	\$ 599,000	\$ 596,000	\$ 8,641
State of Tennessee	200,000	200,000	200,000	0
Total Revenues	<u>\$ 804,641</u>	<u>\$ 799,000</u>	<u>\$ 796,000</u>	<u>\$ 8,641</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Convenience Centers	\$ 835,432	\$ 889,471	\$ 889,471	\$ 54,039
Total Expenditures	<u>\$ 835,432</u>	<u>\$ 889,471</u>	<u>\$ 889,471</u>	<u>\$ 54,039</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (30,791)</u>	<u>\$ (90,471)</u>	<u>\$ (93,471)</u>	<u>\$ 62,680</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (270,000)	(270,000)	(270,000)	0
Total Other Financing Sources	<u>\$ (270,000)</u>	<u>(270,000)</u>	<u>(270,000)</u>	<u>0</u>
Net Change in Fund Balance	\$ (300,791)	(360,471)	(363,471)	62,680
Fund Balance, July 1, 2014	<u>814,168</u>	<u>814,037</u>	<u>814,037</u>	<u>131</u>
Fund Balance, June 30, 2015	<u>\$ 513,377</u>	<u>\$ 453,566</u>	<u>\$ 450,566</u>	<u>\$ 62,811</u>

Exhibit G-4

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Ambulance Service Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 129,935	\$ 13,600	\$ 134,872	\$ (4,937)
Charges for Current Services	2,445,390	2,535,500	2,535,500	(90,110)
Other Local Revenues	31	0	0	31
Total Revenues	<u>\$ 2,575,356</u>	<u>\$ 2,549,100</u>	<u>\$ 2,670,372</u>	<u>\$ (95,016)</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Ambulance/Emergency Medical Services	\$ 2,597,712	\$ 2,989,165	\$ 2,989,165	\$ 391,453
Total Expenditures	<u>\$ 2,597,712</u>	<u>\$ 2,989,165</u>	<u>\$ 2,989,165</u>	<u>\$ 391,453</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (22,356)</u>	<u>\$ (440,065)</u>	<u>\$ (318,793)</u>	<u>\$ 296,437</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 5,060	\$ 0	\$ 0	\$ 5,060
Transfers Out	(330,000)	(330,000)	(330,000)	0
Total Other Financing Sources	<u>\$ (324,940)</u>	<u>\$ (330,000)</u>	<u>\$ (330,000)</u>	<u>\$ 5,060</u>
Net Change in Fund Balance	\$ (347,296)	\$ (770,065)	\$ (648,793)	\$ 301,497
Fund Balance, July 1, 2014	<u>1,131,715</u>	<u>1,002,190</u>	<u>1,002,190</u>	<u>129,525</u>
Fund Balance, June 30, 2015	<u>\$ 784,419</u>	<u>\$ 232,125</u>	<u>\$ 353,397</u>	<u>\$ 431,022</u>

Exhibit G-5

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Special Purpose Fund  
For the Year Ended June 30, 2015

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 527,697	\$ 0	\$ 0	\$ 527,697	\$ 522,000	\$ 520,000	\$ 7,697
Charges for Current Services	44,008	0	0	44,008	42,100	42,100	1,908
Other Local Revenues	5,538	0	0	5,538	5,000	5,000	538
State of Tennessee	101,200	0	0	101,200	103,000	103,000	(1,800)
<b>Total Revenues</b>	<b>\$ 678,443</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 678,443</b>	<b>\$ 672,100</b>	<b>\$ 670,100</b>	<b>\$ 8,343</b>
<u>Expenditures</u>							
<u>Public Safety</u>							
Fire Prevention and Control	\$ 454,653	\$ (2,035)	\$ 355	\$ 452,973	\$ 535,618	\$ 535,618	\$ 82,645
<u>Public Health and Welfare</u>							
Rabies and Animal Control	269,914	0	0	269,914	307,844	307,844	37,930
<b>Total Expenditures</b>	<b>\$ 724,567</b>	<b>\$ (2,035)</b>	<b>\$ 355</b>	<b>\$ 722,887</b>	<b>\$ 843,462</b>	<b>\$ 843,462</b>	<b>\$ 120,575</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>\$ (46,124)</b>	<b>\$ 2,035</b>	<b>\$ (355)</b>	<b>\$ (44,444)</b>	<b>\$ (171,362)</b>	<b>\$ (173,362)</b>	<b>\$ 128,918</b>
<b>Net Change in Fund Balance</b>	<b>\$ (46,124)</b>	<b>\$ 2,035</b>	<b>\$ (355)</b>	<b>\$ (44,444)</b>	<b>\$ (171,362)</b>	<b>\$ (173,362)</b>	<b>\$ 128,918</b>
Fund Balance, July 1, 2014	579,205	(2,035)	0	577,170	577,048	577,048	122
<b>Fund Balance, June 30, 2015</b>	<b>\$ 533,081</b>	<b>\$ 0</b>	<b>\$ (355)</b>	<b>\$ 532,726</b>	<b>\$ 405,686</b>	<b>\$ 403,686</b>	<b>\$ 129,040</b>

Exhibit G-6

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Drug Control Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 23,131	\$ 29,800	\$ 29,800	\$ (6,669)
Other Local Revenues	30,026	10,200	10,200	19,826
Total Revenues	<u>\$ 53,157</u>	<u>\$ 40,000</u>	<u>\$ 40,000</u>	<u>\$ 13,157</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Sheriff's Department	\$ 54,833	\$ 121,921	\$ 121,921	\$ 67,088
Total Expenditures	<u>\$ 54,833</u>	<u>\$ 121,921</u>	<u>\$ 121,921</u>	<u>\$ 67,088</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,676)</u>	<u>\$ (81,921)</u>	<u>\$ (81,921)</u>	<u>\$ 80,245</u>
Net Change in Fund Balance	\$ (1,676)	\$ (81,921)	\$ (81,921)	\$ 80,245
Fund Balance, July 1, 2014	<u>139,947</u>	<u>139,948</u>	<u>139,948</u>	<u>(1)</u>
Fund Balance, June 30, 2015	<u><u>\$ 138,271</u></u>	<u><u>\$ 58,027</u></u>	<u><u>\$ 58,027</u></u>	<u><u>\$ 80,244</u></u>

Exhibit G-7

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Other Special Revenue Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 258,159	\$ 260,500	\$ 258,500	\$ (341)
Charges for Current Services	166,846	163,000	175,073	(8,227)
Other Local Revenues	179,229	214,000	214,000	(34,771)
State of Tennessee	56,099	35,000	52,977	3,122
Federal Government	44,246	0	79,762	(35,516)
Total Revenues	<u>\$ 704,579</u>	<u>\$ 672,500</u>	<u>\$ 780,312</u>	<u>\$ (75,733)</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Recycling Center	\$ 691,965	\$ 742,735	\$ 852,547	\$ 160,582
Postclosure Care Costs	89,449	101,800	101,800	12,351
Total Expenditures	<u>\$ 781,414</u>	<u>\$ 844,535</u>	<u>\$ 954,347</u>	<u>\$ 172,933</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (76,835)</u>	<u>\$ (172,035)</u>	<u>\$ (174,035)</u>	<u>\$ 97,200</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 2,796	\$ 0	\$ 0	\$ 2,796
Total Other Financing Sources	<u>\$ 2,796</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,796</u>
Net Change in Fund Balance	\$ (74,039)	\$ (172,035)	\$ (174,035)	\$ 99,996
Fund Balance, July 1, 2014	<u>322,914</u>	<u>322,832</u>	<u>322,832</u>	<u>82</u>
Fund Balance, June 30, 2015	<u>\$ 248,875</u>	<u>\$ 150,797</u>	<u>\$ 148,797</u>	<u>\$ 100,078</u>

Exhibit G-8

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Rural Debt Service Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,431,660	\$ 1,456,600	\$ 1,456,600	\$ (24,940)
Other Local Revenues	1,680	3,000	3,000	(1,320)
Total Revenues	<u>\$ 1,433,340</u>	<u>\$ 1,459,600</u>	<u>\$ 1,459,600</u>	<u>\$ (26,260)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,255,000	\$ 1,255,000	\$ 1,255,000	\$ 0
<u>Interest on Debt</u>				
Education	335,430	336,574	336,574	1,144
<u>Other Debt Service</u>				
General Government	28,886	0	35,000	6,114
Education	0	35,000	0	0
Total Expenditures	<u>\$ 1,619,316</u>	<u>\$ 1,626,574</u>	<u>\$ 1,626,574</u>	<u>\$ 7,258</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (185,976)</u>	<u>\$ (166,974)</u>	<u>\$ (166,974)</u>	<u>\$ (19,002)</u>
Net Change in Fund Balance	\$ (185,976)	\$ (166,974)	\$ (166,974)	\$ (19,002)
Fund Balance, July 1, 2014	<u>1,503,955</u>	<u>1,503,598</u>	<u>1,503,598</u>	<u>357</u>
Fund Balance, June 30, 2015	<u>\$ 1,317,979</u>	<u>\$ 1,336,624</u>	<u>\$ 1,336,624</u>	<u>\$ (18,645)</u>

Exhibit G-9

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Education Debt Service Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 226,190	\$ 237,000	\$ 237,000	\$ (10,810)
Other Local Revenues	662	1,000	1,000	(338)
Total Revenues	<u>\$ 226,852</u>	<u>\$ 238,000</u>	<u>\$ 238,000</u>	<u>\$ (11,148)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 240,000	\$ 240,000	\$ 240,000	\$ 0
<u>Interest on Debt</u>				
Education	61,310	61,310	61,310	0
<u>Other Debt Service</u>				
Education	5,940	10,000	10,000	4,060
Total Expenditures	<u>\$ 307,250</u>	<u>\$ 311,310</u>	<u>\$ 311,310</u>	<u>\$ 4,060</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (80,398)</u>	<u>\$ (73,310)</u>	<u>\$ (73,310)</u>	<u>\$ (7,088)</u>
Net Change in Fund Balance	\$ (80,398)	\$ (73,310)	\$ (73,310)	\$ (7,088)
Fund Balance, July 1, 2014	<u>654,525</u>	<u>654,508</u>	<u>654,508</u>	<u>17</u>
Fund Balance, June 30, 2015	<u><u>\$ 574,127</u></u>	<u><u>\$ 581,198</u></u>	<u><u>\$ 581,198</u></u>	<u><u>\$ (7,071)</u></u>

# **Major Governmental Funds**

## **General Debt Service Fund**

---

The General Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

## **General Capital Projects Fund**

The General Capital Projects Fund accounts for general capital expenditures of the county.

Exhibit H-1

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
General Debt Service Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 2,724,019	\$ 2,678,800	\$ 2,678,800	\$ 45,219
Other Local Revenues	15,706	20,000	20,000	(4,294)
Other Governments and Citizens Groups	98,316	0	98,316	0
Total Revenues	<u>\$ 2,838,041</u>	<u>\$ 2,698,800</u>	<u>\$ 2,797,116</u>	<u>\$ 40,925</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 1,755,000	\$ 1,795,631	\$ 1,755,002	\$ 2
Highways and Streets	100,000	100,000	100,000	0
Education	98,316	0	98,316	0
<u>Interest on Debt</u>				
General Government	1,217,449	1,248,335	1,217,449	0
Highways and Streets	25,894	25,894	25,894	0
<u>Other Debt Service</u>				
General Government	83,543	90,681	90,681	7,138
Total Expenditures	<u>\$ 3,280,202</u>	<u>\$ 3,260,541</u>	<u>\$ 3,287,342</u>	<u>\$ 7,140</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (442,161)</u>	<u>\$ (561,741)</u>	<u>\$ (490,226)</u>	<u>\$ 48,065</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 125,894	\$ 197,409	\$ 125,894	\$ 0
Total Other Financing Sources	<u>\$ 125,894</u>	<u>\$ 197,409</u>	<u>\$ 125,894</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (316,267)	\$ (364,332)	\$ (364,332)	\$ 48,065
Fund Balance, July 1, 2014	<u>2,486,672</u>	<u>2,489,051</u>	<u>2,489,051</u>	<u>(2,379)</u>
Fund Balance, June 30, 2015	<u>\$ 2,170,405</u>	<u>\$ 2,124,719</u>	<u>\$ 2,124,719</u>	<u>\$ 45,686</u>

Exhibit H-2

Roane County, Tennessee  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Actual (Budgetary Basis) and Budget  
 General Capital Projects Fund  
 For the Year Ended June 30, 2015

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Revenues</b>						
Local Taxes	\$ 386,538	\$ 0	\$ 386,538	\$ 200,000	\$ 510,000	\$ (123,462)
Fines, Forfeitures, and Penalties	266	0	266	0	0	266
Charges for Current Services	62,037	0	62,037	60,000	60,000	2,037
Other Local Revenues	29,866	0	29,866	5,000	765,000	(735,134)
State of Tennessee	338,628	0	338,628	330,200	340,000	(1,372)
Federal Government	15,250	0	15,250	0	31,170	(15,920)
<b>Total Revenues</b>	<b>\$ 832,585</b>	<b>\$ 0</b>	<b>\$ 832,585</b>	<b>\$ 595,200</b>	<b>\$ 1,706,170</b>	<b>\$ (873,585)</b>
<b>Expenditures</b>						
<b>Capital Projects</b>						
General Administration Projects	\$ 460,721	\$ 158,998	\$ 619,719	\$ 762,930	\$ 1,109,176	\$ 489,457
Public Safety Projects	20,475	0	20,475	95,200	111,170	90,695
Public Health and Welfare Projects	529,006	62,958	591,964	518,500	893,500	301,536
Social, Cultural, and Recreation Projects	41,417	0	41,417	395,000	405,000	363,583
Other General Government Projects	278,331	0	278,331	317,000	1,317,000	1,038,669
<b>Total Expenditures</b>	<b>\$ 1,329,950</b>	<b>\$ 221,956</b>	<b>\$ 1,551,906</b>	<b>\$ 2,088,630</b>	<b>\$ 3,835,846</b>	<b>\$ 2,283,940</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ (497,365)	\$ (221,956)	\$ (719,321)	\$ (1,493,430)	\$ (2,129,676)	\$ 1,410,355
<b>Other Financing Sources (Uses)</b>						
Insurance Recovery	\$ 5,450	\$ 0	\$ 5,450	\$ 0	\$ 0	\$ 5,450
Transfers In	430,300	0	430,300	0	430,300	0
<b>Total Other Financing Sources</b>	<b>\$ 435,750</b>	<b>\$ 0</b>	<b>\$ 435,750</b>	<b>\$ 0</b>	<b>\$ 430,300</b>	<b>\$ 5,450</b>
Net Change in Fund Balance	\$ (61,615)	\$ (221,956)	\$ (283,571)	\$ (1,493,430)	\$ (1,699,376)	\$ 1,415,805
Fund Balance, July 1, 2014	2,613,398	0	2,613,398	2,590,632	2,590,632	22,766
<b>Fund Balance, June 30, 2015</b>	<b>\$ 2,551,783</b>	<b>\$ (221,956)</b>	<b>\$ 2,329,827</b>	<b>\$ 1,097,202</b>	<b>\$ 891,256</b>	<b>\$ 1,438,571</b>

# Proprietary Funds

---

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the county, or other governments, on a cost-reimbursed basis.

---

Employee Insurance - Dental Fund – The Employee Insurance - Dental Fund is used to account for the county’s self-insured dental insurance program. Premiums charged to the various county operating funds and employee payroll deductions are placed in this fund for the payment of dental claims of county employees.

Workers’ Compensation Fund – The Workers’ Compensation Fund is used to account for the county’s self-insured workers’ compensation program. Premiums charged to the various county operating funds are placed in this fund for the payment of claims.

Exhibit I-1

Roane County, Tennessee  
Combining Statement of Net Position  
Proprietary Funds  
June 30, 2015

	<u>Internal Service Funds</u>		Total
	Employee Insurance - Dental	Workers' Compensation	Internal Service Funds
<b><u>ASSETS</u></b>			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 204,898	\$ 1,370,586	\$ 1,575,484
Total Assets	<u>\$ 204,898</u>	<u>\$ 1,370,586</u>	<u>\$ 1,575,484</u>
<b><u>LIABILITIES</u></b>			
Current Liabilities:			
Accounts Payable	\$ 0	\$ 2,695	\$ 2,695
Claims and Judgments Payable	0	844,589	844,589
Total Liabilities	<u>\$ 0</u>	<u>\$ 847,284</u>	<u>\$ 847,284</u>
<b><u>NET POSITION</u></b>			
Restricted for Education	\$ 0	\$ 282,437	\$ 282,437
Unrestricted	204,898	240,865	445,763
Total Net Position	<u>\$ 204,898</u>	<u>\$ 523,302</u>	<u>\$ 728,200</u>

Exhibit I-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenses, and  
Changes in Net Position  
Proprietary Funds  
For the Year Ended June 30, 2015

	<u>Internal Service Funds</u>		
	Employee		
	Insurance -	Workers'	
	Dental	Compensation	Total
<u>Operating Revenues</u>			
Self-Insurance Premiums	\$ 504,435	\$ 550,740	\$ 1,055,175
Total Operating Revenues	<u>\$ 504,435</u>	<u>\$ 550,740</u>	<u>\$ 1,055,175</u>
<u>Operating Expenses</u>			
Other Salaries and Wages	\$ 10,379	\$ 0	\$ 10,379
Travel	0	2,007	2,007
Medical Claims	488,563	1,174,756	1,663,319
Handling Charges and Administration	44,875	7,323	52,198
Workers' Compensation Insurance	0	121,959	121,959
Total Operating Expenses	<u>\$ 543,817</u>	<u>\$ 1,306,045</u>	<u>\$ 1,849,862</u>
Operating Income (Loss)	<u>\$ (39,382)</u>	<u>\$ (755,305)</u>	<u>\$ (794,687)</u>
<u>Nonoperating Revenues (Expenses)</u>			
Investment Income	\$ 222	\$ 1,378	\$ 1,600
Total Nonoperating Revenues (Expenses)	<u>\$ 222</u>	<u>\$ 1,378</u>	<u>\$ 1,600</u>
Change in Net Position	\$ (39,160)	\$ (753,927)	\$ (793,087)
Net Position, July 1, 2014	<u>244,058</u>	<u>1,277,229</u>	<u>1,521,287</u>
Net Position, June 30, 2015	<u>\$ 204,898</u>	<u>\$ 523,302</u>	<u>\$ 728,200</u>

Exhibit I-3

Roane County, Tennessee  
Combining Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2015

	<u>Internal Service Funds</u>		
	<u>Employee Insurance - Dental</u>	<u>Workers' Compen- sation</u>	<u>Total</u>
<u>Cash Flows from Operating Activities</u>			
Receipts for Self-Insurance Premiums	\$ 511,098	\$ 551,423	\$ 1,062,521
Payments for Claims	(488,563)	(480,826)	(969,389)
Payments to Employees	(13,777)	0	(13,777)
Payments for Administrative Costs	(44,875)	(10,372)	(55,247)
Payments to Insurers	0	(121,959)	(121,959)
Net Cash Provided By (Used In) Operating Activities	<u>\$ (36,117)</u>	<u>\$ (61,734)</u>	<u>\$ (97,851)</u>
<u>Cash Flows from Investing Activities</u>			
Interest on Investments	\$ 222	\$ 1,378	\$ 1,600
Net Cash Provided By (Used In) Investing Activities	<u>\$ 222</u>	<u>\$ 1,378</u>	<u>\$ 1,600</u>
Increase (Decrease) in Cash	\$ (35,895)	\$ (60,356)	\$ (96,251)
Cash, July 1, 2014	240,793	1,430,942	1,671,735
Cash, June 30, 2015	<u>\$ 204,898</u>	<u>\$ 1,370,586</u>	<u>\$ 1,575,484</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities</u>			
Operating Income (Loss)	\$ (39,382)	\$ (755,305)	\$ (794,687)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:			
Changes in Assets and Liabilities:			
(Increase) Decrease in Current Operating Receivables	6,663	683	7,346
Increase (Decrease) in Other Current Operating Liabilities	(3,398)	692,888	689,490
Net Cash Provided By (Used In) Operating Activities	<u>\$ (36,117)</u>	<u>\$ (61,734)</u>	<u>\$ (97,851)</u>

# Fiduciary Funds

---

Agency Funds are used to account for assets held by the county in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

---

Cities - Sales Tax Fund – The Cities - Sales Tax Fund is used to account for the second half of the sales tax revenues collected inside incorporated cities of the county. These revenues are received by the county from the State of Tennessee and forwarded to the various cities on a monthly basis.

City School - ADA - Oak Ridge Fund – The City School - ADA - Oak Ridge Fund is used to account for the Oak Ridge city school system’s share of education revenues collected by the county, which must be apportioned to the Oak Ridge school system on an average daily attendance basis. These collections are remitted to the Oak Ridge city school system on a monthly basis.

Joint Venture Fund – The Joint Venture Fund is used to account for transactions of the Judicial District Drug Task Force, a joint venture of the various law enforcement agencies of the Ninth Judicial District.

Community Development - Agency Fund – The Community Development - Agency Fund is used to account for transactions dealing with a revolving loan program for local businesses.

Constitutional Officers - Agency Fund – The Constitutional Officers - Agency Fund is used to account for amounts collected in an agency capacity by the county clerk, circuit and general sessions courts clerk, clerk and master, register of deeds, and sheriff. Such collections include amounts due the state, cities, other county funds, litigants, heirs, and others.

District Attorney General Fund – The District Attorney General Fund is used to account for restricted revenue held for the benefit of the Office of District Attorney General.

Exhibit J-1

Roane County, Tennessee  
Combining Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds  
June 30, 2015

	Agency Funds						Total
	Cities - Sales Tax	City School ADA - Oak Ridge	Joint Venture	Community Development - Agency	Constitu- tional Officers - Agency	District Attorney General	
<u>ASSETS</u>							
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,181,001	\$ 0	\$ 1,181,001
Equity in Pooled Cash and Investments	0	1,408	218,802	309,229	0	25,076	554,515
Due from Other Governments	1,132,211	64,690	3,393	0	0	896	1,201,190
Property Taxes Receivable	0	821,463	0	0	0	0	821,463
Allowance for Uncollectible Property Taxes	0	(35,108)	0	0	0	0	(35,108)
Prepaid Items	0	0	0	0	0	56	56
Notes Receivable - Long-term	0	0	0	595,871	0	0	595,871
Total Assets	<u>\$ 1,132,211</u>	<u>\$ 852,453</u>	<u>\$ 222,195</u>	<u>\$ 905,100</u>	<u>\$ 1,181,001</u>	<u>\$ 26,028</u>	<u>\$ 4,318,988</u>
<u>LIABILITIES</u>							
Accounts Payable	\$ 0	\$ 0	\$ 1,955	\$ 1,259	\$ 0	\$ 622	\$ 3,836
Due to Other Taxing Units	1,132,211	852,453	0	0	0	0	1,984,664
Due to Litigants, Heirs, and Others	0	0	0	0	1,181,001	25,406	1,206,407
Due to Joint Ventures	0	0	220,240	0	0	0	220,240
Other Current Liabilities	0	0	0	903,841	0	0	903,841
Total Liabilities	<u>\$ 1,132,211</u>	<u>\$ 852,453</u>	<u>\$ 222,195</u>	<u>\$ 905,100</u>	<u>\$ 1,181,001</u>	<u>\$ 26,028</u>	<u>\$ 4,318,988</u>

Exhibit J-2

Roane County, Tennessee  
Combining Statement of Changes in Assets and Liabilities - All Agency Funds  
For the Year Ended June 30, 2015

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 6,212,871	\$ 6,212,871	\$ 0
Due from Other Governments	1,115,222	1,132,211	1,115,222	1,132,211
Total Assets	\$ 1,115,222	\$ 7,345,082	\$ 7,328,093	\$ 1,132,211
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 1,115,222	\$ 7,345,082	\$ 7,328,093	\$ 1,132,211
Total Liabilities	\$ 1,115,222	\$ 7,345,082	\$ 7,328,093	\$ 1,132,211
<u>City School ADA - Oak Ridge Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 1,226	\$ 1,010,224	\$ 1,010,042	\$ 1,408
Due from Other Governments	71,708	64,690	71,708	64,690
Property Taxes Receivable	771,924	821,463	771,924	821,463
Allowance for Uncollectible Property Taxes	(35,566)	(35,108)	(35,566)	(35,108)
Total Assets	\$ 809,292	\$ 1,861,269	\$ 1,818,108	\$ 852,453
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 809,292	\$ 1,861,269	\$ 1,818,108	\$ 852,453
Total Liabilities	\$ 809,292	\$ 1,861,269	\$ 1,818,108	\$ 852,453
<u>Joint Venture - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 150,877	\$ 293,055	\$ 225,130	\$ 218,802
Accounts Receivable	7,461	0	7,461	0
Due from Other Governments	8,198	3,393	8,198	3,393
Total Assets	\$ 166,536	\$ 296,448	\$ 240,789	\$ 222,195
<u>Liabilities</u>				
Accounts Payable	\$ 4,032	\$ 1,955	\$ 4,032	\$ 1,955
Accrued Payroll	13,431	0	13,431	0
Due to Joint Venture	149,073	294,493	223,326	220,240
Total Liabilities	\$ 166,536	\$ 296,448	\$ 240,789	\$ 222,195

(Continued)

Exhibit J-2

Roane County, Tennessee  
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Cont.)

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Community Development - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 216,050	\$ 167,932	\$ 74,753	\$ 309,229
Notes Receivable - Long-term	682,496	60,000	146,625	595,871
Total Assets	\$ 898,546	\$ 227,932	\$ 221,378	\$ 905,100
<u>Liabilities</u>				
Accounts Payable	\$ 0	\$ 1,259	\$ 0	\$ 1,259
Accrued Payroll	1,244	0	1,244	0
Other Current Liabilities	897,302	226,673	220,134	903,841
Total Liabilities	\$ 898,546	\$ 227,932	\$ 221,378	\$ 905,100
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 1,532,058	\$ 7,933,618	\$ 8,284,675	\$ 1,181,001
Total Assets	\$ 1,532,058	\$ 7,933,618	\$ 8,284,675	\$ 1,181,001
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 1,532,058	\$ 7,933,618	\$ 8,284,675	\$ 1,181,001
Total Liabilities	\$ 1,532,058	\$ 7,933,618	\$ 8,284,675	\$ 1,181,001
<u>District Attorney General</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 12,877	\$ 27,213	\$ 15,014	\$ 25,076
Due from Other Governments	1,255	896	1,255	896
Prepaid Items	0	56	0	56
Total Assets	\$ 14,132	\$ 28,165	\$ 16,269	\$ 26,028
<u>Liabilities</u>				
Accounts Payable	\$ 1,261	\$ 622	\$ 1,261	\$ 622
Due to Litigants, Heirs, and Others	12,871	27,543	15,008	25,406
Total Liabilities	\$ 14,132	\$ 28,165	\$ 16,269	\$ 26,028

(Continued)

## Exhibit J-2

Roane County, TennesseeCombining Statement of Changes in Assets and Liabilities - All Agency Funds (Cont.)

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 1,532,058	\$ 7,933,618	\$ 8,284,675	\$ 1,181,001
Equity in Pooled Cash and Investments	381,030	7,711,295	7,537,810	554,515
Accounts Receivable	7,461	0	7,461	0
Due from Other Governments	1,196,383	1,201,190	1,196,383	1,201,190
Property Taxes Receivable	771,924	821,463	771,924	821,463
Allowance for Uncollectible Property Taxes	(35,566)	(35,108)	(35,566)	(35,108)
Prepaid Items	0	56	0	56
Notes Receivable -Long-term	682,496	60,000	146,625	595,871
Total Assets	<u>\$ 4,535,786</u>	<u>\$ 17,692,514</u>	<u>\$ 17,909,312</u>	<u>\$ 4,318,988</u>
<u>Liabilities</u>				
Accounts Payable	\$ 5,293	\$ 3,836	\$ 5,293	\$ 3,836
Accrued Payroll	14,675	0	14,675	0
Due to Other Taxing Units	1,924,514	9,206,351	9,146,201	1,984,664
Due to Litigants, Heirs, and Others	1,544,929	7,961,161	8,299,683	1,206,407
Due to Joint Venture	149,073	294,493	223,326	220,240
Other Current Liabilities	897,302	226,673	220,134	903,841
Total Liabilities	<u>\$ 4,535,786</u>	<u>\$ 17,692,514</u>	<u>\$ 17,909,312</u>	<u>\$ 4,318,988</u>

# Roane County School Department

---

This section presents combining and individual fund financial statements for the Roane County School Department, a discretely presented component unit. The School Department uses a General Fund, four Special Revenue Funds, and a Capital Projects Fund.

---

General Purpose School Fund – The General Purpose School Fund is used to account for general operations of the School Department.

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

Central Cafeteria Fund – The Central Cafeteria Fund is used to account for cafeteria operations in each of the schools.

School Transportation Fund – The School Transportation Fund is used to account for student transportation and school bus maintenance.

Extended School Program Fund – The Extended School Program Fund is used to account for transactions related to the Before- and After-School Program.

Education Capital Projects Fund – The Education Capital Projects Fund is used to account for building construction and renovations of the School Department.

Exhibit K-1

Roane County, Tennessee  
Statement of Activities  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Total Governmental Activities
Governmental Activities:					
Instruction	\$ 33,040,730	\$ 0	\$ 2,540,026	\$ 0	\$ (30,500,704)
Support Services	22,762,992	0	603,019	5,341	(22,154,632)
Operation of Non-instructional Services	5,175,121	1,115,952	2,802,426	0	(1,256,743)
<b>Total Governmental Activities</b>	<b>\$ 60,978,843</b>	<b>\$ 1,115,952</b>	<b>\$ 5,945,471</b>	<b>\$ 5,341</b>	<b>\$ (53,912,079)</b>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 13,041,673
Local Option Sales Taxes					6,627,075
Other Local Taxes					33,714
Grants and Contributions Not Restricted for Specific Programs					31,308,932
Unrestricted Investment Income					11,901
Miscellaneous					6,701
Pension Income					167,163
<b>Total General Revenues</b>					<b>\$ 51,197,159</b>
Change in Net Position					\$ (2,714,920)
Net Position, July 1, 2014					79,168,608
Restatement - See Note I.D.10					(9,302,386)
<b>Net Position, June 30, 2015</b>					<b>\$ 67,151,302</b>

Exhibit K-2

Roane County, Tennessee  
Balance Sheet - Governmental Funds  
Discretely Presented Roane County School Department  
June 30, 2015

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	<u>Total</u>
	General Purpose School	Other Govern- mental Funds	Govern- mental Funds
<u>ASSETS</u>			
Cash	\$ 83,398	\$ 8,500	\$ 91,898
Equity in Pooled Cash and Investments	2,762,214	3,357,223	6,119,437
Accounts Receivable	129	38,012	38,141
Due from Other Governments	1,432,680	331,616	1,764,296
Due from Other Funds	17,533	0	17,533
Due from Primary Government	0	750	750
Property Taxes Receivable	15,607,793	547,268	16,155,061
Allowance for Uncollectible Property Taxes	(667,044)	(25,335)	(692,379)
Prepaid Items	5,148	2,594	7,742
Total Assets	<u>\$ 19,241,851</u>	<u>\$ 4,260,628</u>	<u>\$ 23,502,479</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 248,282	\$ 25,569	\$ 273,851
Accrued Payroll	68	24,293	24,361
Payroll Deductions Payable	5	2,601	2,606
Contracts Payable	0	19,800	19,800
Due to Other Funds	0	17,533	17,533
Other Current Liabilities	68,398	0	68,398
Total Liabilities	<u>\$ 316,753</u>	<u>\$ 89,796</u>	<u>\$ 406,549</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 14,452,448	\$ 499,991	\$ 14,952,439
Deferred Delinquent Property Taxes	453,483	18,902	472,385
Other Deferred/Unavailable Revenue	379,267	241,339	620,606
Total Deferred Inflows of Resources	<u>\$ 15,285,198</u>	<u>\$ 760,232</u>	<u>\$ 16,045,430</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Prepaid Items	\$ 5,148	\$ 2,594	\$ 7,742
Restricted:			
Restricted for Education	5,660	1,051,357	1,057,017
Restricted for Capital Outlay	0	1,268,230	1,268,230
Committed:			
Committed for Education	773,576	1,088,419	1,861,995
Assigned:			
Assigned for Education	580,207	0	580,207
Unassigned	2,275,309	0	2,275,309
Total Fund Balances	<u>\$ 3,639,900</u>	<u>\$ 3,410,600</u>	<u>\$ 7,050,500</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 19,241,851</u>	<u>\$ 4,260,628</u>	<u>\$ 23,502,479</u>

Exhibit K-3

Roane County, Tennessee  
Reconciliation of the Balance Sheet of Governmental Funds to  
the Statement of Net Position  
Discretely Presented Roane County School Department  
June 30, 2015

Amounts reported for governmental activities in the statement of net position (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit K-2)		\$	7,050,500
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	1,338,172	
Add: construction in progress		121,829	
Add: building and improvements net of accumulated depreciation		68,684,909	
Add: other capital assets net of accumulated depreciation		<u>1,964,644</u>	72,109,554
(2) Long-term liabilities are not due and payable in the current-period and therefore are not reported in the governmental funds.			
Less: other postemployment benefits liability	\$	(6,855,584)	
Less: compensated absences payable		<u>(153,778)</u>	(7,009,362)
(3) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			1,092,991
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years.			
Add: net pension asset	\$	1,954,257	
Add: deferred outflows of resources related to pensions		3,318,851	
Less: deferred inflows of resources related to pensions		<u>(11,365,489)</u>	<u>(6,092,381)</u>
Net position of governmental activities (Exhibit A)			<u>\$ 67,151,302</u>

Exhibit K-4

Roane County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Governmental Funds  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2015

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 17,257,983	\$ 2,387,347	\$ 19,645,330
Licenses and Permits	2,554	0	2,554
Charges for Current Services	45,285	1,050,623	1,095,908
Other Local Revenues	45,032	3,273	48,305
State of Tennessee	30,289,251	305,225	30,594,476
Federal Government	178,873	6,462,843	6,641,716
Other Governments and Citizens Groups	0	11,339	11,339
Total Revenues	<u>\$ 47,818,978</u>	<u>\$ 10,220,650</u>	<u>\$ 58,039,628</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 32,200,042	\$ 2,406,723	\$ 34,606,765
Support Services	17,038,062	3,325,549	20,363,611
Operation of Non-instructional Services	1,110,169	3,670,845	4,781,014
Capital Outlay	54,432	0	54,432
Debt Service:			
Other Debt Service	98,316	0	98,316
Capital Projects	0	548,457	548,457
Total Expenditures	<u>\$ 50,501,021</u>	<u>\$ 9,951,574</u>	<u>\$ 60,452,595</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (2,682,043)</u>	<u>\$ 269,076</u>	<u>\$ (2,412,967)</u>
<u>Other Financing Sources (Uses)</u>			
Transfers In	\$ 17,991	\$ 400,000	\$ 417,991
Transfers Out	(400,000)	(17,991)	(417,991)
Total Other Financing Sources (Uses)	<u>\$ (382,009)</u>	<u>\$ 382,009</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ (3,064,052)	\$ 651,085	\$ (2,412,967)
Fund Balance, July 1, 2014	<u>6,703,952</u>	<u>2,759,515</u>	<u>9,463,467</u>
Fund Balance, June 30, 2015	<u>\$ 3,639,900</u>	<u>\$ 3,410,600</u>	<u>\$ 7,050,500</u>

Exhibit K-5

Roane County, Tennessee  
Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds to the  
Statement of Activities  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2015

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit K-4)		\$	(2,412,967)
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense.			
Less: current-year depreciation expense			(3,105,294)
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
Add: deferred delinquent property taxes and other deferred June 30, 2015	\$	1,092,991	
Less: deferred delinquent property taxes and other deferred June 30, 2014		<u>(1,035,859)</u>	57,132
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.			
Change in other postemployment benefits liability	\$	(452,686)	
Change in compensated absences		(11,110)	
Change in net pension liability/asset		11,256,643	
Change in deferred outflows related to pensions		3,318,851	
Change in deferred inflows related to pensions		<u>(11,365,489)</u>	<u>2,746,209</u>
Change in net position of governmental activities (Exhibit B)			<u>\$ (2,714,920)</u>

Exhibit K-6

Roane County, Tennessee  
Combining Balance Sheet - Nonmajor Governmental Funds  
Discretely Presented Roane County School Department  
June 30, 2015

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
<u>ASSETS</u>					
Cash	\$ 0	\$ 6,000	\$ 0	\$ 2,500	\$ 8,500
Equity in Pooled Cash and Investments	438,595	1,046,947	567,159	15,982	2,068,683
Accounts Receivable	0	648	5,068	32,296	38,012
Due from Other Governments	87,005	0	241,339	3,272	331,616
Due from Primary Government	0	0	0	0	0
Property Taxes Receivable	0	0	0	0	0
Allowance for Uncollectible Property Taxes	0	0	0	0	0
Prepaid Items	2,594	0	0	0	2,594
Total Assets	<u>\$ 528,194</u>	<u>\$ 1,053,595</u>	<u>\$ 813,566</u>	<u>\$ 54,050</u>	<u>\$ 2,449,405</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 6,272	\$ 4,033	\$ 8,817	\$ 2,147	\$ 21,269
Accrued Payroll	0	0	6,271	18,022	24,293
Payroll Deductions Payable	0	0	632	1,969	2,601
Contracts Payable	0	0	0	0	0
Due to Other Funds	17,533	0	0	0	17,533
Total Liabilities	<u>\$ 23,805</u>	<u>\$ 4,033</u>	<u>\$ 15,720</u>	<u>\$ 22,138</u>	<u>\$ 65,696</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	0	0	0	0	0

(Continued)

Exhibit K-6

Roane County, Tennessee  
Combining Balance Sheet - Nonmajor Governmental Funds  
Discretely Presented Roane County School Department (Cont.)

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>					
Other Deferred/Unavailable Revenue	\$ 0	\$ 0	\$ 241,339	\$ 0	\$ 241,339
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 241,339</u>	<u>\$ 0</u>	<u>\$ 241,339</u>
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 2,594	\$ 0	\$ 0	\$ 0	\$ 2,594
Restricted:					
Restricted for Education	1,795	1,049,562	0	0	1,051,357
Restricted for Capital Outlay	0	0	0	0	0
Committed:					
Committed for Education	500,000	0	556,507	31,912	1,088,419
Total Fund Balances	<u>\$ 504,389</u>	<u>\$ 1,049,562</u>	<u>\$ 556,507</u>	<u>\$ 31,912</u>	<u>\$ 2,142,370</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 528,194</u>	<u>\$ 1,053,595</u>	<u>\$ 813,566</u>	<u>\$ 54,050</u>	<u>\$ 2,449,405</u>

(Continued)

Exhibit K-6

Roane County, Tennessee  
Combining Balance Sheet - Nonmajor Governmental Funds  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
<u>ASSETS</u>		
Cash	\$ 0	\$ 8,500
Equity in Pooled Cash and Investments	1,288,540	3,357,223
Accounts Receivable	0	38,012
Due from Other Governments	0	331,616
Due from Primary Government	750	750
Property Taxes Receivable	547,268	547,268
Allowance for Uncollectible Property Taxes	(25,335)	(25,335)
Prepaid Items	0	2,594
	<hr/>	<hr/>
Total Assets	<u>\$ 1,811,223</u>	<u>\$ 4,260,628</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 4,300	\$ 25,569
Accrued Payroll	0	24,293
Payroll Deductions Payable	0	2,601
Contracts Payable	19,800	19,800
Due to Other Funds	0	17,533
Total Liabilities	<hr/> <u>\$ 24,100</u>	<hr/> <u>\$ 89,796</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Current Property Taxes	\$ 499,991	\$ 499,991
Deferred Delinquent Property Taxes	18,902	18,902

(Continued)

Exhibit K-6

Roane County, Tennessee  
Combining Balance Sheet - Nonmajor Governmental Funds  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>		
Other Deferred/Unavailable Revenue	\$ 0	\$ 241,339
Total Deferred Inflows of Resources	<u>\$ 518,893</u>	<u>\$ 760,232</u>
<u>FUND BALANCES</u>		
Nonspendable:		
Prepaid Items	\$ 0	\$ 2,594
Restricted:		
Restricted for Education	0	1,051,357
Restricted for Capital Outlay	1,268,230	1,268,230
Committed:		
Committed for Education	0	1,088,419
Total Fund Balances	<u>\$ 1,268,230</u>	<u>\$ 3,410,600</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,811,223</u>	<u>\$ 4,260,628</u>

Exhibit K-7

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Governmental Funds  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2015

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
<u>Revenues</u>					
Local Taxes	\$ 0	\$ 0	\$ 1,900,000	\$ 0	\$ 1,900,000
Charges for Current Services	0	815,465	85,197	149,961	1,050,623
Other Local Revenues	0	1,241	2,032	0	3,273
State of Tennessee	0	36,707	250,000	16,568	303,275
Federal Government	3,713,692	2,717,769	0	31,382	6,462,843
Other Governments and Citizens Groups	0	0	0	0	0
Total Revenues	\$ 3,713,692	\$ 3,571,182	\$ 2,237,229	\$ 197,911	\$ 9,720,014
<u>Expenditures</u>					
Current:					
Instruction	\$ 2,406,723	\$ 0	\$ 0	\$ 0	\$ 2,406,723
Support Services	1,299,672	0	2,025,877	0	3,325,549
Operation of Non-instructional Services	0	3,455,540	0	215,305	3,670,845
Capital Projects	0	0	0	0	0
Total Expenditures	\$ 3,706,395	\$ 3,455,540	\$ 2,025,877	\$ 215,305	\$ 9,403,117
Excess (Deficiency) of Revenues Over Expenditures	\$ 7,297	\$ 115,642	\$ 211,352	\$ (17,394)	\$ 316,897
<u>Other Financing Sources (Uses)</u>					
Transfers In	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Transfers Out	(17,991)	0	0	0	(17,991)
Total Other Financing Sources (Uses)	\$ (17,991)	\$ 0	\$ 0	\$ 0	\$ (17,991)
Net Change in Fund Balances	\$ (10,694)	\$ 115,642	\$ 211,352	\$ (17,394)	\$ 298,906
Fund Balance, July 1, 2014	515,083	933,920	345,155	49,306	1,843,464
Fund Balance, June 30, 2015	\$ 504,389	\$ 1,049,562	\$ 556,507	\$ 31,912	\$ 2,142,370

(Continued)

Exhibit K-7

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Governmental Funds  
Discretely Presented Roane County School Department (Cont.)

	Capital Projects Fund Education Capital Projects	Total Nonmajor Governmental Funds
<u>Revenues</u>		
Local Taxes	\$ 487,347	\$ 2,387,347
Charges for Current Services	0	1,050,623
Other Local Revenues	0	3,273
State of Tennessee	1,950	305,225
Federal Government	0	6,462,843
Other Governments and Citizens Groups	11,339	11,339
Total Revenues	<u>\$ 500,636</u>	<u>\$ 10,220,650</u>
<u>Expenditures</u>		
Current:		
Instruction	\$ 0	\$ 2,406,723
Support Services	0	3,325,549
Operation of Non-instructional Services	0	3,670,845
Capital Projects	548,457	548,457
Total Expenditures	<u>\$ 548,457</u>	<u>\$ 9,951,574</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (47,821)</u>	<u>\$ 269,076</u>
<u>Other Financing Sources (Uses)</u>		
Transfers In	\$ 400,000	\$ 400,000
Transfers Out	0	(17,991)
Total Other Financing Sources (Uses)	<u>\$ 400,000</u>	<u>\$ 382,009</u>
Net Change in Fund Balances	\$ 352,179	\$ 651,085
Fund Balance, July 1, 2014	916,051	2,759,515
Fund Balance, June 30, 2015	<u>\$ 1,268,230</u>	<u>\$ 3,410,600</u>

Exhibit K-8

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
General Purpose School Fund  
For the Year Ended June 30, 2015

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 17,257,983	\$ 0	\$ 0	\$ 17,257,983	\$ 17,984,500	\$ 18,001,500	\$ (743,517)
Licenses and Permits	2,554	0	0	2,554	3,500	3,500	(946)
Charges for Current Services	45,285	0	0	45,285	50,000	50,000	(4,715)
Other Local Revenues	45,032	0	0	45,032	72,750	74,000	(28,968)
State of Tennessee	30,289,251	0	0	30,289,251	30,107,949	30,364,791	(75,540)
Federal Government	178,873	0	0	178,873	100,000	140,000	38,873
<b>Total Revenues</b>	<b>\$ 47,818,978</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 47,818,978</b>	<b>\$ 48,318,699</b>	<b>\$ 48,633,791</b>	<b>\$ (814,813)</b>
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 26,021,207	\$ (65)	\$ 379	\$ 26,021,521	\$ 26,224,074	\$ 27,096,226	\$ 1,074,705
Alternative Instruction Program	127,987	0	0	127,987	109,616	134,121	6,134
Special Education Program	4,548,854	0	0	4,548,854	4,717,493	4,752,493	203,639
Vocational Education Program	1,501,994	0	0	1,501,994	1,547,074	1,547,074	45,080
<u>Support Services</u>							
Attendance	117,574	0	0	117,574	148,180	130,680	13,106
Health Services	613,047	0	0	613,047	645,210	645,210	32,163
Other Student Support	1,720,776	0	0	1,720,776	1,789,901	1,789,901	69,125
Regular Instruction Program	2,522,725	(61,731)	0	2,460,994	2,863,054	2,819,994	359,000
Alternative Instruction Program	117,686	0	0	117,686	118,943	118,943	1,257
Special Education Program	800,529	0	0	800,529	885,177	885,177	84,648
Vocational Education Program	94,400	0	0	94,400	112,722	112,722	18,322
Other Programs	289,472	0	0	289,472	0	289,472	0
Board of Education	881,816	(18,025)	19,275	883,066	981,530	981,530	98,464
Director of Schools	286,654	0	0	286,654	323,962	323,962	37,308
Office of the Principal	4,046,553	0	0	4,046,553	4,145,302	4,172,723	126,170
Fiscal Services	335,369	0	0	335,369	342,615	345,615	10,246
Human Services/Personnel	18,248	0	0	18,248	22,374	22,374	4,126
Operation of Plant	4,010,300	(51,493)	19,426	3,978,233	4,182,715	4,183,705	205,472

(Continued)

Exhibit K-8

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Maintenance of Plant	\$ 1,014,534	\$ (10,775)	\$ 13,949	\$ 1,017,708	\$ 1,132,222	\$ 1,137,222	\$ 119,514
Transportation	168,379	0	0	168,379	222,480	222,480	54,101
<u>Operation of Non-Instructional Services</u>							
Community Services	446,664	0	0	446,664	496,771	496,771	50,107
Early Childhood Education	663,505	0	0	663,505	663,881	683,941	20,436
<u>Capital Outlay</u>							
Regular Capital Outlay	54,432	(24,788)	14,223	43,867	50,000	50,000	6,133
<u>Principal on Debt</u>							
Education	0	0	0	0	98,316	0	0
<u>Other Debt Service</u>							
Education	98,316	0	0	98,316	0	98,316	0
Total Expenditures	\$ 50,501,021	\$ (166,877)	\$ 67,252	\$ 50,401,396	\$ 51,823,612	\$ 53,040,652	\$ 2,639,256
Excess (Deficiency) of Revenues Over Expenditures	\$ (2,682,043)	\$ 166,877	\$ (67,252)	\$ (2,582,418)	\$ (3,504,913)	\$ (4,406,861)	\$ 1,824,443
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 17,991	\$ 0	\$ 0	\$ 17,991	\$ 21,768	\$ 23,716	\$ (5,725)
Transfers Out	(400,000)	0	0	(400,000)	(400,000)	(400,000)	0
Total Other Financing Sources	\$ (382,009)	\$ 0	\$ 0	\$ (382,009)	\$ (378,232)	\$ (376,284)	\$ (5,725)
Net Change in Fund Balance	\$ (3,064,052)	\$ 166,877	\$ (67,252)	\$ (2,964,427)	\$ (3,883,145)	\$ (4,783,145)	\$ 1,818,718
Fund Balance, July 1, 2014	6,703,952	(166,877)	0	6,537,075	6,533,276	6,533,276	3,799
Fund Balance, June 30, 2015	\$ 3,639,900	\$ 0	\$ (67,252)	\$ 3,572,648	\$ 2,650,131	\$ 1,750,131	\$ 1,822,517

Exhibit K-9

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
School Federal Projects Fund  
For the Year Ended June 30, 2015

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Federal Government	\$ 3,713,692	\$ 0	\$ 0	\$ 3,713,692	\$ 4,095,440	\$ 4,419,495	\$ (705,803)
Total Revenues	\$ 3,713,692	\$ 0	\$ 0	\$ 3,713,692	\$ 4,095,440	\$ 4,419,495	\$ (705,803)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 1,406,494	\$ (11,433)	\$ 0	\$ 1,395,061	\$ 1,471,259	\$ 1,483,894	\$ 88,833
Special Education Program	930,456	0	945	931,401	1,016,844	1,106,532	175,131
Vocational Education Program	69,773	(3,650)	0	66,123	65,077	66,077	(46)
<u>Support Services</u>							
Other Student Support	62,730	0	0	62,730	67,545	70,830	8,100
Regular Instruction Program	548,547	0	3,444	551,991	781,663	863,654	311,663
Special Education Program	688,395	0	0	688,395	740,773	804,791	116,396
Vocational Education Program	0	0	0	0	1,000	0	0
Total Expenditures	\$ 3,706,395	\$ (15,083)	\$ 4,389	\$ 3,695,701	\$ 4,144,161	\$ 4,395,778	\$ 700,077
Excess (Deficiency) of Revenues Over Expenditures	\$ 7,297	\$ 15,083	\$ (4,389)	\$ 17,991	\$ (48,721)	\$ 23,717	\$ (5,726)
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (17,991)	\$ 0	\$ 0	\$ (17,991)	\$ (21,769)	\$ (23,715)	\$ 5,724
Total Other Financing Sources	\$ (17,991)	\$ 0	\$ 0	\$ (17,991)	\$ (21,769)	\$ (23,715)	\$ 5,724
Net Change in Fund Balance	\$ (10,694)	\$ 15,083	\$ (4,389)	\$ 0	\$ (70,490)	\$ 2	\$ (2)
Fund Balance, July 1, 2014	515,083	(15,083)	0	500,000	0	0	500,000
Fund Balance, June 30, 2015	\$ 504,389	\$ 0	\$ (4,389)	\$ 500,000	\$ (70,490)	\$ 2	\$ 499,998

Exhibit K-10

Roane County, Tennessee  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Actual (Budgetary Basis) and Budget  
 Discretely Presented Roane County School Department  
 Central Cafeteria Fund  
 For the Year Ended June 30, 2015

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 815,465	\$ 0	\$ 0	\$ 815,465	\$ 1,004,000	\$ 864,000	\$ (48,535)
Other Local Revenues	1,241	0	0	1,241	3,000	3,000	(1,759)
State of Tennessee	36,707	0	0	36,707	38,000	38,000	(1,293)
Federal Government	2,717,769	0	0	2,717,769	2,751,000	2,926,000	(208,231)
Total Revenues	\$ 3,571,182	\$ 0	\$ 0	\$ 3,571,182	\$ 3,796,000	\$ 3,831,000	\$ (259,818)
<u>Expenditures</u>							
<u>Operation of Non-instructional Services</u>							
Food Service	\$ 3,455,540	\$ (4,275)	\$ 4,300	\$ 3,455,565	\$ 3,846,000	\$ 3,881,000	\$ 425,435
Total Expenditures	\$ 3,455,540	\$ (4,275)	\$ 4,300	\$ 3,455,565	\$ 3,846,000	\$ 3,881,000	\$ 425,435
Excess (Deficiency) of Revenues Over Expenditures	\$ 115,642	\$ 4,275	\$ (4,300)	\$ 115,617	\$ (50,000)	\$ (50,000)	\$ 165,617
Net Change in Fund Balance	\$ 115,642	\$ 4,275	\$ (4,300)	\$ 115,617	\$ (50,000)	\$ (50,000)	\$ 165,617
Fund Balance, July 1, 2014	933,920	(4,275)	0	929,645	929,644	929,644	1
Fund Balance, June 30, 2015	\$ 1,049,562	\$ 0	\$ (4,300)	\$ 1,045,262	\$ 879,644	\$ 879,644	\$ 165,618

Exhibit K-11

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
School Transportation Fund  
For the Year Ended June 30, 2015

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,900,000	\$ 0	\$ 1,900,000	\$ 1,900,000	\$ 1,900,000	\$ 0
Charges for Current Services	85,197	0	85,197	80,000	80,000	5,197
Other Local Revenues	2,032	0	2,032	7,000	7,000	(4,968)
State of Tennessee	250,000	0	250,000	250,000	250,000	0
<b>Total Revenues</b>	<b>\$ 2,237,229</b>	<b>\$ 0</b>	<b>\$ 2,237,229</b>	<b>\$ 2,237,000</b>	<b>\$ 2,237,000</b>	<b>\$ 229</b>
<u>Expenditures</u>						
<u>Support Services</u>						
Transportation	\$ 2,025,877	\$ 22,982	\$ 2,048,859	\$ 2,277,000	\$ 2,277,000	\$ 228,141
<b>Total Expenditures</b>	<b>\$ 2,025,877</b>	<b>\$ 22,982</b>	<b>\$ 2,048,859</b>	<b>\$ 2,277,000</b>	<b>\$ 2,277,000</b>	<b>\$ 228,141</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ 211,352	\$ (22,982)	\$ 188,370	\$ (40,000)	\$ (40,000)	\$ 228,370
Net Change in Fund Balance	\$ 211,352	\$ (22,982)	\$ 188,370	\$ (40,000)	\$ (40,000)	\$ 228,370
Fund Balance, July 1, 2014	345,155	0	345,155	345,156	345,156	(1)
<b>Fund Balance, June 30, 2015</b>	<b>\$ 556,507</b>	<b>\$ (22,982)</b>	<b>\$ 533,525</b>	<b>\$ 305,156</b>	<b>\$ 305,156</b>	<b>\$ 228,369</b>

Exhibit K-12

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
Extended School Program Fund  
For the Year Ended June 30, 2015

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 149,961	\$ 0	\$ 0	\$ 149,961	\$ 205,000	\$ 205,000	\$ (55,039)
State of Tennessee	16,568	0	0	16,568	55,000	35,000	(18,432)
Federal Government	31,382	0	0	31,382	0	20,000	11,382
Total Revenues	\$ 197,911	\$ 0	\$ 0	\$ 197,911	\$ 260,000	\$ 260,000	\$ (62,089)
<u>Expenditures</u>							
<u>Operation of Non-instructional Services</u>							
Community Services	\$ 215,305	\$ (4,175)	\$ 4,200	\$ 215,330	\$ 260,000	\$ 260,000	\$ 44,670
Total Expenditures	\$ 215,305	\$ (4,175)	\$ 4,200	\$ 215,330	\$ 260,000	\$ 260,000	\$ 44,670
Excess (Deficiency) of Revenues Over Expenditures	\$ (17,394)	\$ 4,175	\$ (4,200)	\$ (17,419)	\$ 0	\$ 0	\$ (17,419)
Net Change in Fund Balance	\$ (17,394)	\$ 4,175	\$ (4,200)	\$ (17,419)	\$ 0	\$ 0	\$ (17,419)
Fund Balance, July 1, 2014	49,306	(4,175)	0	45,131	45,131	45,131	0
Fund Balance, June 30, 2015	\$ 31,912	\$ 0	\$ (4,200)	\$ 27,712	\$ 45,131	\$ 45,131	\$ (17,419)

Exhibit K-13

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Discretely Presented Roane County School Department  
Education Capital Projects Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 487,347	\$ 477,500	\$ 477,500	\$ 9,847
State of Tennessee	1,950	1,950	1,950	0
Other Governments and Citizens Groups	11,339	0	10,000	1,339
Total Revenues	<u>\$ 500,636</u>	<u>\$ 479,450</u>	<u>\$ 489,450</u>	<u>\$ 11,186</u>
<u>Expenditures</u>				
<u>Capital Projects</u>				
Education Capital Projects	\$ 548,457	\$ 1,702,953	\$ 1,712,953	\$ 1,164,496
Total Expenditures	<u>\$ 548,457</u>	<u>\$ 1,702,953</u>	<u>\$ 1,712,953</u>	<u>\$ 1,164,496</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (47,821)</u>	<u>\$ (1,223,503)</u>	<u>\$ (1,223,503)</u>	<u>\$ 1,175,682</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 400,000	\$ 400,000	\$ 400,000	\$ 0
Total Other Financing Sources	<u>\$ 400,000</u>	<u>\$ 400,000</u>	<u>\$ 400,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 352,179	\$ (823,503)	\$ (823,503)	\$ 1,175,682
Fund Balance, July 1, 2014	916,051	916,721	916,721	(670)
Fund Balance, June 30, 2015	<u>\$ 1,268,230</u>	<u>\$ 93,218</u>	<u>\$ 93,218</u>	<u>\$ 1,175,012</u>

---

---

## MISCELLANEOUS SCHEDULES

---

---

Exhibit L-1

Roane County, Tennessee  
Schedule of Changes in Long-term Other Loans and Bonds  
For the Year Ended June 30, 2015

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-14	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-15
<b>GOVERNMENTAL ACTIVITIES</b>								
<b>OTHER LOANS PAYABLE</b>								
<u>Payable through General Debt Service Fund</u>								
Industrial Park Refunding - Sevier Co. PBA - B-3-A	\$ 3,640,000	1.6 to 5.85 %	9-1-03	6-1-16	\$ 569,986	\$ 0	\$ 182,250	\$ 387,736
Industrial Park Land - Sevier Co. PBA - B-3-A	835,000	1.6 to 5.85	9-1-03	6-1-16	130,014	0	42,750	87,264
Public Improvement - Blount Co. PBA - B-13-A	1,750,000	5.6 to 6	10-18-07	6-30-24	1,750,000	0	0	1,750,000
Public Improvement - Blount Co. PBA - B-20-A	750,000	4.25 to 5	6-15-10	6-1-27	750,000	0	0	750,000
Energy Efficient Incentive School Loan	558,217	0	2-1-12	1-1-22	452,859	0	59,724	393,135
Energy Efficient Incentive School Loan	385,910	0	4-1-13	3-1-23	337,670	0	38,592	299,078
Total Other Loans Payable					<u>\$ 3,990,529</u>	<u>\$ 0</u>	<u>\$ 323,316</u>	<u>\$ 3,667,213</u>
<b>BONDS PAYABLE</b>								
<u>Payable through General Debt Service Fund</u>								
General Obligation Refunding Bonds, Series 2008A	9,975,000	3.8 to 4.63	6-18-08	6-1-33	\$ 9,975,000	\$ 0	\$ 0	\$ 9,975,000
General Obligation Refunding Bonds, Series 2008B	7,410,000	3 to 4.1	6-30-08	6-1-22	6,810,000	0	100,000	6,710,000
General Obligation Refunding Bonds, Series 2009A	5,628,497	2 to 5	4-22-09	6-30-24	3,194,549	0	0	3,194,549
General Obligation Bonds, Series 2009A	2,696,503	2 to 5	4-22-09	6-30-24	1,530,451	0	0	1,530,451
General Obligation Refunding Bonds, Series 2010A	3,810,000	2 to 3.75	5-5-10	6-1-25	2,288,197	0	826,200	1,461,997
General Obligation Bonds, Series 2010A	3,185,000	2 to 3.75	5-5-10	6-1-25	1,786,803	0	703,800	1,083,003
Total Payable through General Debt Service Fund					<u>\$ 25,585,000</u>	<u>\$ 0</u>	<u>\$ 1,630,000</u>	<u>\$ 23,955,000</u>

(Continued)

Exhibit L-1

Roane County, Tennessee  
Schedule of Changes in Long-term Other Loans, and Bonds (Cont.)

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-14	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-15
<b><u>BONDS PAYABLE (CONT.)</u></b>								
<b><u>Payable through Rural Debt Service Fund</u></b>								
Rural School Refunding, Series 2010B	\$ 1,180,000	3 to 3.25 %	5-5-10	6-1-19	\$ 500,000	\$ 0	\$ 100,000	\$ 400,000
Rural School Refunding, Series 2014	11,435,000	2.8	5-1-14	5-1-22	11,435,000	0	1,155,000	10,280,000
Total Payable through Rural Debt Service Fund					<u>\$ 11,935,000</u>	<u>\$ 0</u>	<u>\$ 1,255,000</u>	<u>\$ 10,680,000</u>
<b><u>Payable through Education Debt Service Fund</u></b>								
Rural School Refunding, Series 2008C	1,600,000	3 to 5	6-30-08	6-2-20	\$ 785,000	\$ 0	\$ 120,000	\$ 665,000
Rural School Bonds Series 2009B	1,325,000	2 to 3.5	4-22-09	6-30-20	795,000	0	120,000	675,000
Total Payable through Education Debt Service Fund					<u>\$ 1,580,000</u>	<u>\$ 0</u>	<u>\$ 240,000</u>	<u>\$ 1,340,000</u>
Total Bonds Payable					<u><u>\$ 39,100,000</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 3,125,000</u></u>	<u><u>\$ 35,975,000</u></u>
<b><u>BUSINESS-TYPE ACTIVITIES</u></b>								
<b><u>OTHER LOANS PAYABLE</u></b>								
State Revolving Loan Fund	(1)	1.77	6-24-11	(1)	\$ 3,610,997	\$ 86,579	\$ 0	\$ 3,697,576
Total Other Loans Payable					<u>\$ 3,610,997</u>	<u>\$ 86,579</u>	<u>\$ 0</u>	<u>\$ 3,697,576</u>
<b><u>BONDS PAYABLE</u></b>								
General Obligation Bonds, Series 2010A	305,000	2 to 3.75	5-5-10	6-1-20	\$ 200,000	\$ 0	\$ 30,000	\$ 170,000
Water and Sewer Revenue and Tax, Series 2000	620,000	4.75	6-20-02	4-20-40	524,893	0	10,633	514,260
Total Bonds Payable					<u>\$ 724,893</u>	<u>\$ 0</u>	<u>\$ 40,633</u>	<u>\$ 684,260</u>

(1) Total amount approved was \$4,468,000 of which \$770,424 remains available to borrow as of June 30, 2015. Final maturity date will be determined after all funds have been drawn. Based on amounts borrowed to date, the loan would be retired in 2033.

Exhibit L-2

Roane County, Tennessee  
Schedule of Long-term Debt Requirements by Year

GOVERNMENTAL ACTIVITIES:

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2016	\$ 723,316	\$ 166,576	\$ 889,892
2017	248,316	130,387	378,703
2018	273,316	121,913	395,229
2019	273,316	111,937	385,253
2020	298,316	101,438	399,754
2021	298,316	89,437	387,753
2022	273,383	77,438	350,821
2023	278,934	65,437	344,371
2024	250,000	50,438	300,438
2025	225,000	35,437	260,437
2026	250,000	24,188	274,188
2027	275,000	11,688	286,688
Total	\$ 3,667,213	\$ 986,314	\$ 4,653,527

Year Ending June 30	Bonds		
	Principal	Interest	Total
2016	\$ 2,785,000	\$ 1,367,231	\$ 4,152,231
2017	3,410,000	1,281,221	4,691,221
2018	3,570,000	1,168,521	4,738,521
2019	3,730,000	1,029,726	4,759,726
2020	3,905,000	892,743	4,797,743
2021	3,375,000	756,984	4,131,984
2022	3,545,000	645,136	4,190,136
2023	1,650,000	526,281	2,176,281
2024	1,750,000	457,407	2,207,407
2025	1,030,000	375,250	1,405,250
2026	775,000	331,000	1,106,000
2027	800,000	296,125	1,096,125
2028	850,000	260,125	1,110,125
2029	875,000	219,750	1,094,750
2030	925,000	180,375	1,105,375
2031	1,000,000	138,750	1,138,750
2032	1,000,000	92,500	1,092,500
2033	1,000,000	46,250	1,046,250
Total	\$ 35,975,000	\$ 10,065,375	\$ 46,040,375

(Continued)

Exhibit L-2

Roane County, Tennessee  
Schedule of Long-term Debt Requirements by Year (cont.)

BUSINESS-TYPE ACTIVITIES:

Year Ending June 30	Other Loans			Total
	Principal	Interest	Other Fees	
2016	\$ 93,516	\$ 78,396	\$ 3,540	\$ 175,452
2017	189,528	75,900	3,432	268,860
2018	192,912	72,516	3,276	268,704
2019	196,356	69,072	3,120	268,548
2020	199,860	65,568	2,964	268,392
2021	203,424	62,004	2,808	268,236
2022	207,060	58,368	2,640	268,068
2023	210,744	54,684	2,472	267,900
2024	214,512	50,916	2,304	267,732
2025	218,340	47,088	2,124	267,552
2026	222,240	43,188	1,956	267,384
2027	226,200	39,228	1,776	267,204
2028	230,232	35,196	1,596	267,024
2029	234,348	31,080	1,404	266,832
2030	238,524	26,904	1,212	266,640
2031	242,784	22,644	1,020	266,448
2032	247,116	18,312	828	266,256
2033	129,880	6,948	312	137,140
Total	\$ 3,697,576	\$ 858,012	\$ 38,784	\$ 4,594,372

Year Ending June 30	Bonds		Total
	Principal	Interest	
2016	\$ 41,149	\$ 29,466	\$ 70,615
2017	46,690	28,025	74,715
2018	47,258	26,407	73,665
2019	47,853	24,762	72,615
2020	48,477	23,001	71,478
2021	14,131	21,209	35,340
2022	14,817	20,523	35,340
2023	15,537	19,803	35,340
2024	16,291	19,049	35,340
2025	17,082	18,258	35,340
2026	17,911	17,429	35,340
2027	18,781	16,559	35,340
2028	19,692	15,648	35,340
2029	20,648	14,692	35,340
2030	21,651	13,689	35,340
2031	22,702	12,638	35,340
2032	23,804	11,536	35,340
2033	24,960	10,380	35,340
2034	26,171	9,169	35,340
2035	27,442	7,898	35,340
2036	28,774	6,566	35,340
2037	30,171	5,169	35,340
2038	31,636	3,704	35,340
2039	33,172	2,169	35,341
2040	27,460	580	28,040
Total	\$ 684,260	\$ 378,329	\$ 1,062,589

Exhibit L-3

Roane County, Tennessee  
Schedule of Notes Receivable  
For the Year Ended June 30, 2015

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-15
<u>Community Development - Agency Fund</u>						
Industrial Loan (Revolving)	Browder Hardware	\$100,000	6-13-02	6-13-17	3.75 %	\$ 16,812
Industrial Loan (Revolving)	Ivan's Restaurant	40,000	9-23-02	9-25-09	(1) 3.75	24,393
Industrial Loan (Revolving)	Understanding The Way	70,000	1-13-03	1-15-18	3.25	14,969
Industrial Loan (Revolving)	Dana Audio	50,000	2-26-03	4-23-10	(1) 3.25	23,319
Industrial Loan (Revolving)	Ideal Plumbing	100,000	1-29-04	3-1-14	(1) 3.04	43,373
Industrial Loan (Revolving)	Mary Gail's Place	32,500	9-30-04	9-30-11	(1) 4	24,892
Industrial Loan (Revolving)	Browder Hardware III	75,000	4-19-12	4-19-20	4	36,220
Industrial Loan (Revolving)	Market Street	100,000	10-16-09	10-16-18	4	52,551
Industrial Loan (Revolving)	Amazing Brakes	60,000	2-7-11	2-7-21	4	36,911
Industrial Loan (Revolving)	Lawn Wizard	25,000	3-25-11	3-25-16	(1) 4	17,897
Industrial Loan (Revolving)	Understanding The Way II	60,000	8-30-10	8-30-25	4	44,373
Industrial Loan (Revolving)	Kari Openshaw Interiors	75,000	5-4-12	5-4-17	4	55,399
Industrial Loan (Revolving)	Mountains to Lakes Real Estate	100,000	4-24-12	4-24-27	4	84,352
Industrial Loan (Revolving)	Annie's Catering	71,000	10-2-13	10-2-23	4	61,831
Industrial Loan (Revolving)	Simply Sweets	60,000	10-20-14	4-1-30	4	58,578
Total Notes Receivable						<u>\$ 595,871</u>

(1) Payments for these loans were delinquent as of 6-30-15.

Exhibit L-4

Roane County, Tennessee  
Schedule of Transfers  
Primary Government and Discretely Presented Roane County School Department  
For the Year Ended June 30, 2015

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	General Capital Projects	Capital Projects	\$ 160,300
Solid Waste/Sanitation	"	Recycling Center Project	270,000
Ambulance Service	General	Return of Prior-year Cash Flow Transfer	330,000
Highway/Public Works	General Debt Service	Debt Retirement	125,894
"	Highway Capital Projects	Capital Projects	<u>255,724</u>
Total Transfers Primary Government			<u>\$ 1,141,918</u>
<u>DISCRETELY PRESENTED ROANE COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect Costs	\$ 17,991
General Purpose School	Education Capital Projects	Capital Projects	<u>400,000</u>
Total Transfers Discretely Presented Roane County School Department			<u>\$ 417,991</u>

Exhibit L-5

Roane County, Tennessee  
Schedule of Salaries and Official Bonds of Principal Officials  
Primary Government and Discretely Presented Roane County School Department  
For the Year Ended June 30, 2015

Official	Authorization of Salary	Salary Paid During Period	Bond	Surety
County Executive	Section 8-24-102, <i>TCA</i> , and County Commission	\$ 105,009 (1)	\$ 100,000	Auto-Owners Insurance Company
Road Superintendent	Section 8-24-102, <i>TCA</i>	83,945 (2)	100,000	The Ohio Casualty Insurance Company
Director of Schools	State Board of Education and Roane County Board of Education	126,750 (3)	50,000	Auto-Owners Insurance Company
Trustee	Section 8-24-102, <i>TCA</i>	76,313	2,101,400	"
Assessor of Property	Section 8-24-102, <i>TCA</i>	76,313	50,000	The Ohio Casualty Insurance Company
Director of Accounts and Budgets	County Commission	80,566 (4)	100,000	RLI Insurance Company
County Clerk	Section 8-24-102, <i>TCA</i>	76,313	100,000	Auto-Owners Insurance Company
Circuit and General Sessions Courts Clerk:				
Kim Nelson (7-1-14 through 8-31-14)	Section 8-24-102, <i>TCA</i>	12,719	50,000	Western Surety Company
Ann Goldston (9-1-14 through 6-30-15)	Section 8-24-102, <i>TCA</i>	63,594	100,000	Auto-Owners Insurance Company
Clerk and Master	Section 8-24-102, <i>TCA</i> and Chancery Court Judge	76,313 (5)	50,000	Western Surety Company
Register of Deeds	Section 8-24-102, <i>TCA</i>	76,313	100,000	Auto-Owners Insurance Company
Sheriff	Section 8-24-102, <i>TCA</i>	84,545 (6)	100,000	"
Purchasing Agent	County Commission	58,737 (7)	100,000	RLI Insurance Company
Employee Blanket Bond				
Public Employee Dishonesty			250,000	State National Insurance Company

- (1) Includes \$1,818 for board and committee meetings and \$7,512 salary supplement for serving as sanitation supervisor. Does not include \$1,164 for a phone stipend.  
(2) Does not include \$1,164 for a phone stipend.  
(3) Includes an incentive bonus of \$12,500 and a chief executive officer supplement of \$1,000, but does not include a \$500 (403-b) match.  
(4) Includes \$3,253 for board and committee meetings and an educational incentive payment of \$1,000.  
(5) Does not include special commissioner fees of \$321.  
(6) Includes a law enforcement training supplement of \$600. Does not include a phone stipend of \$1,164.  
(7) Includes an educational incentive payment of \$1,000. Does not include \$1,164 for a phone stipend.

Exhibit L-6

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
For the Year Ended June 30, 2015

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 7,721,240	\$ 216,535	\$ 122,636	\$ 144,352	\$ 0	\$ 243,091
Trustee's Collections - Prior Year	276,388	5,975	4,114	4,003	0	8,794
Circuit Clerk/Clerk and Master Collections - Prior Years	187,491	7,050	2,562	4,700	0	4,700
Interest and Penalty	49,011	1,273	608	849	0	1,545
Pickup Taxes	927	44	15	29	0	29
Payments in-Lieu-of Taxes - T.V.A.	77,350	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	69,748	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	111,064	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	373,764	0	373,764	0	0
Hotel/Motel Tax	89,989	0	0	0	0	0
Litigation Tax - General	363,612	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	227,301	0	0	0	0	0
Business Tax	643,570	0	0	0	0	0
Mixed Drink Tax	1,974	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	42,707	0	0	0	0	0
Wholesale Beer Tax	152,932	0	0	0	0	0
Interstate Telecommunications Tax	0	0	0	0	0	0
<b>Total Local Taxes</b>	<b>\$ 10,015,304</b>	<b>\$ 604,641</b>	<b>\$ 129,935</b>	<b>\$ 527,697</b>	<b>\$ 0</b>	<b>\$ 258,159</b>
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 263,619	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					Other Special Revenue
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	
<u>Licenses and Permits (Cont.)</u>						
<u>Permits</u>						
Beer Permits	\$ 3,952	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Building Permits	205,824	0	0	0	0	0
Total Licenses and Permits	\$ 473,395	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 1,772	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	8,636	0	0	0	0	0
Drug Control Fines	0	0	0	0	2,841	0
Jail Fees	4,942	0	0	0	0	0
Data Entry Fee - Circuit Court	998	0	0	0	0	0
Courtroom Security Fee	459	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	27,764	0	0	0	0	0
Officers Costs	67,829	0	0	0	0	0
Game and Fish Fines	14	0	0	0	0	0
Drug Control Fines	0	0	0	0	14,363	0
Jail Fees	9,957	0	0	0	0	0
DUI Treatment Fines	12,699	0	0	0	0	0
Data Entry Fee - General Sessions Court	18,678	0	0	0	0	0
Courtroom Security Fee	1,335	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	128	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	2,586	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Chancery Court (Cont.)</u>						
Data Entry Fee - Chancery Court	\$ 8,479	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Courtroom Security Fee	486	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	5,927	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	0	0	0	0
Other Fines, Forfeitures, and Penalties	14,990	0	0	0	0	0
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 181,752</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 23,131</b>	<b>\$ 0</b>
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Transfer Waste Stations Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 37,446
Solid Waste Disposal Fee	0	0	0	0	0	117,327
Patient Charges	0	0	2,427,388	0	0	0
Past Due Collections - Ambulance	0	0	17,702	0	0	0
Work Release Charges for Board	630	0	0	0	0	0
Other General Service Charges	839	0	0	44,008	0	12,073
<u>Fees</u>						
Recreation Fees	117,830	0	0	0	0	0
Copy Fees	9,225	0	300	0	0	0
Archives and Records Management Fee	27,785	0	0	0	0	0
Telephone Commissions	41,966	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	0
Data Processing Fee - Register	15,250	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Charges for Current Services (Cont.)</u>						
<u>Fees (Cont.)</u>						
Probation Fees	\$ 10,107	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Data Processing Fee - Sheriff	4,903	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	3,225	0	0	0	0	0
Data Processing Fee - County Clerk	2,946	0	0	0	0	0
<u>Education Charges</u>						
Tuition - Other	120	0	0	0	0	0
Other Charges for Services	228,014	0	0	0	0	0
Total Charges for Current Services	\$ 462,840	\$ 0	\$ 2,445,390	\$ 44,008	\$ 0	\$ 166,846
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	\$ 41	\$ 0
Lease/Rentals	7,938	0	0	0	0	0
Sale of Materials and Supplies	4,751	0	0	0	416	0
Commissary Sales	30,475	0	0	0	0	0
Sale of Gasoline	0	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	1,214	178,970
Commodity Rebates	2,896	0	0	0	0	0
Miscellaneous Refunds	1,641	0	31	0	0	0
Expenditure Credits	627	0	0	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	7,245	0	0	0	0	0
Sale of Property	43,148	0	0	0	0	0
Damages Recovered from Individuals	2,100	0	0	0	0	0
Contributions and Gifts	500	0	0	5,538	28,355	259

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Other Local Revenues (Cont.)</u>						
<u>Other Local Revenues</u>						
Other Local Revenues	\$ 205,214	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Local Revenues	\$ 306,535	\$ 0	\$ 31	\$ 5,538	\$ 30,026	\$ 179,229
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 418,441	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	74,194	0	0	0	0	0
General Sessions Court Clerk	346,324	0	0	0	0	0
Clerk and Master	244,166	0	0	0	0	0
Register	199,058	0	0	0	0	0
Sheriff	26,501	0	0	0	0	0
Trustee	806,455	0	0	0	0	0
Total Fees Received From County Officials	\$ 2,115,139	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	0	0	0	0	23,122
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	24,600	0	0	0	0	0
<u>Public Works Grants</u>						
Bridge Program	0	0	0	0	0	0
State Aid Program	0	0	0	0	0	0
Litter Program	0	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues</u>						
Income Tax	\$ 98,747	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Beer Tax	18,055	0	0	0	0	0
Alcoholic Beverage Tax	82,179	0	0	0	0	0
State Revenue Sharing - T.V.A.	996,189	200,000	0	100,000	0	15,000
Contracted Prisoner Boarding	323,972	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Reappraisal Program Reimbursement	359	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	431,336	0	0	0	0	17,977
Other State Revenues	8,538	0	0	1,200	0	0
Total State of Tennessee	\$ 2,008,139	\$ 200,000	\$ 0	\$ 101,200	\$ 0	\$ 56,099
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 15,498	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	0	0	0	0	0	44,246
Homeland Security Grants	0	0	0	0	0	0
Law Enforcement Grants	17,462	0	0	0	0	0
Other Federal through State	43,500	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Other Direct Federal Revenue	11,320	0	0	0	0	0
Total Federal Government	\$ 87,780	\$ 0	\$ 0	\$ 0	\$ 0	\$ 44,246

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Services	594	0	0	0	0	0
<u>Other</u>						
Other	10,000	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 10,594</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 15,661,478</u>	<u>\$ 804,641</u>	<u>\$ 2,575,356</u>	<u>\$ 678,443</u>	<u>\$ 53,157</u>	<u>\$ 704,579</u>

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 0	\$ 1,155,048	\$ 1,702,670	\$ 1,343,318	\$ 212,578	\$ 363,843
Trustee's Collections - Prior Year	0	41,394	61,092	43,574	7,425	13,104
Circuit Clerk/Clerk and Master Collections - Prior Years	0	22,327	32,904	32,904	4,700	7,050
Interest and Penalty	0	7,331	10,792	8,457	1,458	2,497
Pickup Taxes	0	139	204	204	29	44
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	0	0	916,357	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	0	0	0	0	0
Hotel/Motel Tax	0	0	0	0	0	0
Litigation Tax - General	0	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0
Business Tax	0	0	0	0	0	0
Mixed Drink Tax	0	0	0	0	0	0
Mineral Severance Tax	0	48,865	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	0	0	0	0	0	0
Wholesale Beer Tax	0	0	0	0	0	0
Interstate Telecommunications Tax	0	0	0	3,203	0	0
Total Local Taxes	\$ 0	\$ 1,275,104	\$ 2,724,019	\$ 1,431,660	\$ 226,190	\$ 386,538
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Licenses and Permits (Cont.)</u>						
<u>Permits</u>						
Beer Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Building Permits	0	0	0	0	0	0
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	0	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	0	0	0	0	0	0
Officers Costs	0	0	0	0	0	0
Game and Fish Fines	0	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	0	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	0	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Chancery Court (Cont.)</u>						
Data Entry Fee - Chancery Court	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Courtroom Security Fee	0	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	0	0	0	266
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	266
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Transfer Waste Stations Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Solid Waste Disposal Fee	0	0	0	0	0	0
Patient Charges	0	0	0	0	0	0
Past Due Collections - Ambulance	0	0	0	0	0	0
Work Release Charges for Board	0	0	0	0	0	0
Other General Service Charges	0	10,641	0	0	0	0
<u>Fees</u>						
Recreation Fees	0	0	0	0	0	62,037
Copy Fees	0	0	0	0	0	0
Archives and Records Management Fee	0	0	0	0	0	0
Telephone Commissions	0	0	0	0	0	0
Constitutional Officers' Fees and Commissions	6,956	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	321	0	0	0	0	0
Data Processing Fee - Register	0	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Charges for Current Services (Cont.)</u>						
<u>Fees (Cont.)</u>						
Probation Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Data Processing Fee - Sheriff	0	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0	0
Data Processing Fee - County Clerk	0	0	0	0	0	0
<u>Education Charges</u>						
Tuition - Other	0	0	0	0	0	0
Other Charges for Services	0	0	0	0	0	0
Total Charges for Current Services	\$ 7,277	\$ 10,641	\$ 0	\$ 0	\$ 0	\$ 62,037
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 15,706	\$ 1,680	\$ 662	\$ 0
Lease/Rentals	0	0	0	0	0	0
Sale of Materials and Supplies	0	21,436	0	0	0	0
Commissary Sales	0	0	0	0	0	0
Sale of Gasoline	0	124,454	0	0	0	0
Sale of Recycled Materials	0	7,990	0	0	0	0
Commodity Rebates	0	0	0	0	0	0
Miscellaneous Refunds	0	0	0	0	0	0
Expenditure Credits	0	0	0	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	0	5,941	0	0	0	15,535
Sale of Property	0	0	0	0	0	0
Damages Recovered from Individuals	0	0	0	0	0	0
Contributions and Gifts	0	0	0	0	0	14,331

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Other Local Revenues (Cont.)</u>						
<u>Other Local Revenues</u>						
Other Local Revenues	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Local Revenues	\$ 0	\$ 159,821	\$ 15,706	\$ 1,680	\$ 662	\$ 29,866
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	0	0	0	0	0	0
General Sessions Court Clerk	0	0	0	0	0	0
Clerk and Master	0	0	0	0	0	0
Register	0	0	0	0	0	0
Sheriff	0	0	0	0	0	0
Trustee	0	0	0	0	0	0
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	0	0	0	0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	0	0	0	0	0	0
<u>Public Works Grants</u>						
Bridge Program	0	6,065	0	0	0	0
State Aid Program	0	196,978	0	0	0	0
Litter Program	0	48,130	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues</u>						
Income Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Beer Tax	0	0	0	0	0	0
Alcoholic Beverage Tax	0	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	0	0	0	0
Contracted Prisoner Boarding	0	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	1,807,328	0	0	0	0
Petroleum Special Tax	0	35,836	0	0	0	0
Reappraisal Program Reimbursement	0	0	0	0	0	0
Registrar's Salary Supplement	0	0	0	0	0	0
Other State Grants	0	418	0	0	0	338,628
Other State Revenues	0	0	0	0	0	0
Total State of Tennessee	\$ 0	\$ 2,094,755	\$ 0	\$ 0	\$ 0	\$ 338,628
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	0	122,984	0	0	0	0
Homeland Security Grants	0	0	0	0	0	15,250
Law Enforcement Grants	0	0	0	0	0	0
Other Federal through State	0	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Other Direct Federal Revenue	0	0	0	0	0	0
Total Federal Government	\$ 0	\$ 122,984	\$ 0	\$ 0	\$ 0	\$ 15,250

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 335,000	\$ 98,316	\$ 0	\$ 0	\$ 0
Contracted Services	0	10,237	0	0	0	0
<u>Other</u>						
Other	0	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 0	\$ 345,237	\$ 98,316	\$ 0	\$ 0	\$ 0
Total	\$ 7,277	\$ 4,008,542	\$ 2,838,041	\$ 1,433,340	\$ 226,852	\$ 832,585

(Continued)

Exhibit L-6

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types (Cont.)

	<u>Capital</u> <u>Projects Fund</u> Highway Capital Projects	Total
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 0	\$ 13,225,311
Trustee's Collections - Prior Year	0	465,863
Circuit Clerk/Clerk and Master Collections - Prior Years	0	306,388
Interest and Penalty	0	83,821
Pickup Taxes	0	1,664
Payments in-Lieu-of Taxes - T.V.A.	0	77,350
Payments in-Lieu-of Taxes - Local Utilities	0	69,748
Payments in-Lieu-of Taxes - Other	0	1,027,421
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	747,528
Hotel/Motel Tax	0	89,989
Litigation Tax - General	0	363,612
Litigation Tax - Jail, Workhouse, or Courthouse	0	227,301
Business Tax	0	643,570
Mixed Drink Tax	0	1,974
Mineral Severance Tax	0	48,865
<u>Statutory Local Taxes</u>		
Bank Excise Tax	0	42,707
Wholesale Beer Tax	0	152,932
Interstate Telecommunications Tax	0	3,203
Total Local Taxes	<u>\$ 0</u>	<u>\$ 17,579,247</u>
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Cable TV Franchise	\$ 0	\$ 263,619

(Continued)

Exhibit L-6

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	Highway Capital Projects	Total
<u>Licenses and Permits (Cont.)</u>		
<u>Permits</u>		
Beer Permits	\$ 0	\$ 3,952
Building Permits	0	205,824
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 473,395</u>
<u>Fines, Forfeitures, and Penalties</u>		
<u>Circuit Court</u>		
Fines	\$ 0	\$ 1,772
Officers Costs	0	8,636
Drug Control Fines	0	2,841
Jail Fees	0	4,942
Data Entry Fee - Circuit Court	0	998
Courtroom Security Fee	0	459
<u>General Sessions Court</u>		
Fines	0	27,764
Officers Costs	0	67,829
Game and Fish Fines	0	14
Drug Control Fines	0	14,363
Jail Fees	0	9,957
DUI Treatment Fines	0	12,699
Data Entry Fee - General Sessions Court	0	18,678
Courtroom Security Fee	0	1,335
<u>Juvenile Court</u>		
Fines	0	128
<u>Chancery Court</u>		
Officers Costs	0	2,586

(Continued)

Exhibit L-6

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>		<u>Highway Capital Projects</u>	<u>Total</u>
<u>Fines, Forfeitures, and Penalties (Cont.)</u>				
<u>Chancery Court (Cont.)</u>				
Data Entry Fee - Chancery Court	\$	0	\$	8,479
Courtroom Security Fee		0		486
<u>Judicial District Drug Program</u>				
Drug Task Force Forfeitures and Seizures		0		5,927
<u>Other Fines, Forfeitures, and Penalties</u>				
Proceeds from Confiscated Property		0		266
Other Fines, Forfeitures, and Penalties		0		14,990
Total Fines, Forfeitures, and Penalties	\$	0	\$	205,149
<u>Charges for Current Services</u>				
<u>General Service Charges</u>				
Transfer Waste Stations Collection Charge	\$	0	\$	37,446
Solid Waste Disposal Fee		0		117,327
Patient Charges		0		2,427,388
Past Due Collections - Ambulance		0		17,702
Work Release Charges for Board		0		630
Other General Service Charges		0		67,561
<u>Fees</u>				
Recreation Fees		0		179,867
Copy Fees		0		9,525
Archives and Records Management Fee		0		27,785
Telephone Commissions		0		41,966
Constitutional Officers' Fees and Commissions		0		6,956
Special Commissioner Fees/Special Master Fees		0		321
Data Processing Fee - Register		0		15,250

(Continued)

Exhibit L-6

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>		<u>Highway Capital Projects</u>	<u>Total</u>
<u>Charges for Current Services (Cont.)</u>				
<u>Fees (Cont.)</u>				
Probation Fees	\$	0	\$	10,107
Data Processing Fee - Sheriff		0		4,903
Sexual Offender Registration Fee - Sheriff		0		3,225
Data Processing Fee - County Clerk		0		2,946
<u>Education Charges</u>				
Tuition - Other		0		120
Other Charges for Services		0		228,014
Total Charges for Current Services	\$	0	\$	3,199,039
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$	22	\$	18,111
Lease/Rentals		0		7,938
Sale of Materials and Supplies		0		26,603
Commissary Sales		0		30,475
Sale of Gasoline		0		124,454
Sale of Recycled Materials		0		188,174
Commodity Rebates		0		2,896
Miscellaneous Refunds		0		1,672
Expenditure Credits		0		627
<u>Nonrecurring Items</u>				
Sale of Equipment		2,302		31,023
Sale of Property		0		43,148
Damages Recovered from Individuals		0		2,100
Contributions and Gifts		0		48,983

(Continued)

Exhibit L-6

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>		<u>Highway Capital Projects</u>	<u>Total</u>
<u>Other Local Revenues (Cont.)</u>				
<u>Other Local Revenues</u>				
Other Local Revenues	\$	0	\$	205,214
Total Other Local Revenues	\$	2,324	\$	731,418
<u>Fees Received From County Officials</u>				
<u>Fees In-Lieu-of Salary</u>				
County Clerk	\$	0	\$	418,441
Circuit Court Clerk		0		74,194
General Sessions Court Clerk		0		346,324
Clerk and Master		0		244,166
Register		0		199,058
Sheriff		0		26,501
Trustee		0		806,455
Total Fees Received From County Officials	\$	0	\$	2,115,139
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$	0	\$	9,000
Solid Waste Grants		0		23,122
<u>Public Safety Grants</u>				
Law Enforcement Training Programs		0		24,600
<u>Public Works Grants</u>				
Bridge Program		0		6,065
State Aid Program		0		196,978
Litter Program		0		48,130

(Continued)

Exhibit L-6

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>		<u>Highway Capital Projects</u>	<u>Total</u>
<u>State of Tennessee (Cont.)</u>				
<u>Other State Revenues</u>				
Income Tax	\$	0	\$	98,747
Beer Tax		0		18,055
Alcoholic Beverage Tax		0		82,179
State Revenue Sharing - T.V.A.		0		1,311,189
Contracted Prisoner Boarding		0		323,972
Gasoline and Motor Fuel Tax		0		1,807,328
Petroleum Special Tax		0		35,836
Reappraisal Program Reimbursement		0		359
Registrar's Salary Supplement		0		15,164
Other State Grants		0		788,359
Other State Revenues		0		9,738
Total State of Tennessee	\$	0	\$	4,798,821
<u>Federal Government</u>				
<u>Federal Through State</u>				
Civil Defense Reimbursement	\$	0	\$	15,498
Disaster Relief		0		167,230
Homeland Security Grants		0		15,250
Law Enforcement Grants		0		17,462
Other Federal through State		0		43,500
<u>Direct Federal Revenue</u>				
Other Direct Federal Revenue		0		11,320
Total Federal Government	\$	0	\$	270,260

(Continued)

Exhibit L-6

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>		<u>Total</u>
	Highway Capital Projects		
<hr/>			
<u>Other Governments and Citizens Groups</u>			
<u>Other Governments</u>			
Contributions	\$ 0	\$	433,316
Contracted Services	0		10,831
<u>Other</u>			
Other	0		10,000
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$</u>	<u>454,147</u>
Total	<u>\$ 2,324</u>	<u>\$</u>	<u>29,826,615</u>

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2015

	General Purpose School	Special Revenue Funds			
		School Federal Projects	Central Cafeteria	School Transportation	Extended School Program
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 11,579,100	\$ 0	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	415,249	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	222,958	0	0	0	0
Interest and Penalty	72,940	0	0	0	0
Pickup Taxes	1,391	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	222,814	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	4,709,817	0	0	1,900,000	0
Mixed Drink Tax	28,639	0	0	0	0
<u>Statutory Local Taxes</u>					
Interstate Telecommunications Tax	5,075	0	0	0	0
<b>Total Local Taxes</b>	<b>\$ 17,257,983</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 1,900,000</b>	<b>\$ 0</b>
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 2,554	\$ 0	\$ 0	\$ 0	\$ 0
<b>Total Licenses and Permits</b>	<b>\$ 2,554</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Tuition - Other	\$ 2,800	\$ 0	\$ 0	\$ 0	\$ 0
Lunch Payments - Children	0	0	390,806	0	0
Lunch Payments - Adults	0	0	60,205	0	0
Income from Breakfast	0	0	55,832	0	0

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	General Purpose School	Special Revenue Funds			
		School Federal Projects	Central Cafeteria	School Transportation	Extended School Program
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
A la Carte Sales	\$ 0	\$ 0	\$ 301,992	\$ 0	\$ 0
Contract for Instructional Services with Other LEA's	2,319	0	0	0	0
Receipts from Individual Schools	34,947	0	0	83,772	0
Community Service Fees - Children	0	0	0	0	149,961
Other Charges for Services	5,219	0	6,630	1,425	0
Total Charges for Current Services	\$ 45,285	\$ 0	\$ 815,465	\$ 85,197	\$ 149,961
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 10,456	\$ 0	\$ 843	\$ 602	\$ 0
Sale of Recycled Materials	12,112	0	0	1,270	0
Commodity Rebates	0	0	398	0	0
Miscellaneous Refunds	4,318	0	0	0	0
Expenditure Credits	41	0	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	6,264	0	0	0	0
Damages Recovered from Individuals	4,767	0	0	160	0
Contributions and Gifts	5,341	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	1,733	0	0	0	0
Total Other Local Revenues	\$ 45,032	\$ 0	\$ 1,241	\$ 2,032	\$ 0

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	General Purpose School	Special Revenue Funds			
		School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 16,568
On-behalf Contributions for OPEB	289,472	0	0	0	0
<u>State Education Funds</u>					
Basic Education Program	27,660,000	0	0	250,000	0
Early Childhood Education	633,579	0	0	0	0
School Food Service	0	0	36,707	0	0
Other State Education Funds	599,882	0	0	0	0
Career Ladder Program	243,128	0	0	0	0
Career Ladder - Extended Contract	67,420	0	0	0	0
<u>Other State Revenues</u>					
State Revenue Sharing - T.V.A.	760,000	0	0	0	0
Other State Grants	35,770	0	0	0	0
Total State of Tennessee	\$ 30,289,251	\$ 0	\$ 36,707	\$ 250,000	\$ 16,568
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,865,414	\$ 0	\$ 0
USDA - Commodities	0	0	144,376	0	0
Breakfast	0	0	666,010	0	0
USDA - Other	0	0	41,969	0	31,382
Vocational Education - Basic Grants to States	0	109,322	0	0	0
Title I Grants to Local Education Agencies	0	1,531,256	0	0	0
Special Education - Grants to States	120,593	1,540,557	0	0	0
Special Education Preschool Grants	0	87,158	0	0	0

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	General Purpose School	Special Revenue Funds			
		School Federal Projects	Central Cafeteria	School Transportation	Extended School Program
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
Rural Education	\$ 0	\$ 22,756	\$ 0	\$ 0	\$ 0
Eisenhower Professional Development State Grants	0	306,459	0	0	0
Race to the Top - ARRA	0	87,523	0	0	0
Other Federal through State	0	28,661	0	0	0
<u>Direct Federal Revenue</u>					
Public Law 874 - Maintenance and Operation	58,280	0	0	0	0
Total Federal Government	\$ 178,873	\$ 3,713,692	\$ 2,717,769	\$ 0	\$ 31,382
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contracted Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total	\$ 47,818,978	\$ 3,713,692	\$ 3,571,182	\$ 2,237,229	\$ 197,911

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital</u> <u>Projects Fund</u>		<u>Education</u> <u>Capital</u> <u>Projects</u>	<u>Total</u>
<hr/>				
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 459,217	\$		12,038,317
Trustee's Collections - Prior Year	16,241			431,490
Circuit Clerk/Clerk and Master Collections - Prior Years	8,932			231,890
Interest and Penalty	2,902			75,842
Pickup Taxes	55			1,446
Payments in-Lieu-of Taxes - Local Utilities	0			222,814
<u>County Local Option Taxes</u>				
Local Option Sales Tax	0			6,609,817
Mixed Drink Tax	0			28,639
<u>Statutory Local Taxes</u>				
Interstate Telecommunications Tax	0			5,075
Total Local Taxes	<u>\$ 487,347</u>	\$		<u>\$ 19,645,330</u>
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Marriage Licenses	\$ 0	\$		2,554
Total Licenses and Permits	<u>\$ 0</u>	\$		<u>\$ 2,554</u>
<u>Charges for Current Services</u>				
<u>Education Charges</u>				
Tuition - Other	\$ 0	\$		2,800
Lunch Payments - Children	0			390,806
Lunch Payments - Adults	0			60,205
Income from Breakfast	0			55,832

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital</u> <u>Projects Fund</u>		<u>Education</u> <u>Capital</u> <u>Projects</u>	<u>Total</u>
<u>Charges for Current Services (Cont.)</u>				
<u>Education Charges (Cont.)</u>				
A la Carte Sales	\$	0	\$	301,992
Contract for Instructional Services with Other LEA's		0		2,319
Receipts from Individual Schools		0		118,719
Community Service Fees - Children		0		149,961
Other Charges for Services		0		13,274
Total Charges for Current Services	\$	0	\$	1,095,908
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$	0	\$	11,901
Sale of Recycled Materials		0		13,382
Commodity Rebates		0		398
Miscellaneous Refunds		0		4,318
Expenditure Credits		0		41
<u>Nonrecurring Items</u>				
Sale of Equipment		0		6,264
Damages Recovered from Individuals		0		4,927
Contributions and Gifts		0		5,341
<u>Other Local Revenues</u>				
Other Local Revenues		0		1,733
Total Other Local Revenues	\$	0	\$	48,305

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital Projects Fund</u>		<u>Education Capital Projects</u>	<u>Total</u>
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$	0	\$	16,568
On-behalf Contributions for OPEB		0		289,472
<u>State Education Funds</u>				
Basic Education Program		0		27,910,000
Early Childhood Education		0		633,579
School Food Service		0		36,707
Other State Education Funds		0		599,882
Career Ladder Program		0		243,128
Career Ladder - Extended Contract		0		67,420
<u>Other State Revenues</u>				
State Revenue Sharing - T.V.A.		0		760,000
Other State Grants		1,950		37,720
Total State of Tennessee	\$	1,950	\$	30,594,476
<u>Federal Government</u>				
<u>Federal Through State</u>				
USDA School Lunch Program	\$	0	\$	1,865,414
USDA - Commodities		0		144,376
Breakfast		0		666,010
USDA - Other		0		73,351
Vocational Education - Basic Grants to States		0		109,322
Title I Grants to Local Education Agencies		0		1,531,256
Special Education - Grants to States		0		1,661,150
Special Education Preschool Grants		0		87,158

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital</u> <u>Projects Fund</u>		
	Education		
	Capital		Total
	Projects		
<hr/>			
<u>Federal Government (Cont.)</u>			
<u>Federal Through State (Cont.)</u>			
Rural Education	\$	0	\$ 22,756
Eisenhower Professional Development State Grants		0	306,459
Race to the Top - ARRA		0	87,523
Other Federal through State		0	28,661
<u>Direct Federal Revenue</u>			
Public Law 874 - Maintenance and Operation		0	58,280
Total Federal Government	\$	0	\$ 6,641,716
<u>Other Governments and Citizens Groups</u>			
<u>Other Governments</u>			
Contracted Services	\$	11,339	\$ 11,339
Total Other Governments and Citizens Groups	\$	11,339	\$ 11,339
Total	\$	500,636	\$ 58,039,628

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
For the Year Ended June 30, 2015

General Fund

General Government

County Commission

Deputy(ies)	\$	42	
Secretary(ies)		1,866	
Educational Incentive - Other County Employees		1,000	
Board and Committee Members Fees		35,497	
Social Security		2,934	
State Retirement		2,207	
Life Insurance		756	
Medical Insurance		82,361	
Dental Insurance		2,197	
Other Fringe Benefits		22	
Advertising		129	
Travel		8,181	
Other Supplies and Materials		125	
In Service/Staff Development		2,300	
Total County Commission			\$ 139,617

Board of Equalization

Board and Committee Members Fees	\$	500	
Social Security		191	
Advertising		31	
Total Board of Equalization			722

Beer Board

Board and Committee Members Fees	\$	3,075	
Social Security		235	
State Retirement		179	
Medical Insurance		34	
Dental Insurance		2	
Other Fringe Benefits		3	
Advertising		371	
Total Beer Board			3,899

Budget and Finance Committee

Board and Committee Members Fees	\$	11,099	
Life Insurance		3	
Dental Insurance		8	
Other Fringe Benefits		20	
Advertising		734	
Total Budget and Finance Committee			11,864

Other Boards and Committees

Board and Committee Members Fees	\$	31,658	
Social Security		2,418	
State Retirement		1,600	
Life Insurance		1	
Medical Insurance		174	
Dental Insurance		4	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Other Boards and Committees (Cont.)

Other Fringe Benefits	\$	9	
Advertising		707	
Total Other Boards and Committees			\$ 36,571

County Mayor/Executive

County Official/Administrative Officer	\$	95,679	
Assistant(s)		101,304	
Educational Incentive - Other County Employees		3,000	
Other Per Diem and Fees		1,164	
Social Security		15,936	
State Retirement		18,397	
Life Insurance		247	
Medical Insurance		27,485	
Dental Insurance		836	
Other Fringe Benefits		1,910	
Communication		28	
Dues and Memberships		408	
Licenses		524	
Printing, Stationery, and Forms		439	
Rentals		192	
Travel		3,061	
Periodicals		198	
Premiums on Corporate Surety Bonds		810	
In Service/Staff Development		2,523	
Total County Mayor/Executive			274,141

County Attorney

County Official/Administrative Officer	\$	95,196	
Social Security		7,184	
State Retirement		8,041	
Life Insurance		61	
Medical Insurance		7,556	
Dental Insurance		192	
Other Fringe Benefits		80	
Travel		1,046	
In Service/Staff Development		175	
Total County Attorney			119,531

Election Commission

Supervisor/Director	\$	68,671	
Deputy(ies)		81,951	
Mechanic(s)		2,400	
Part-time Personnel		1,010	
Overtime Pay		4,013	
Election Commission		14,500	
Election Workers		104,410	
Social Security		16,497	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

State Retirement	\$	13,044	
Life Insurance		254	
Medical Insurance		22,338	
Dental Insurance		735	
Other Fringe Benefits		1,880	
Advertising		11,184	
Communication		912	
Dues and Memberships		275	
Maintenance Agreements		18,210	
Maintenance and Repair Services - Equipment		409	
Printing, Stationery, and Forms		4,822	
Rentals		4,654	
Travel		9,127	
Other Contracted Services		4,948	
Data Processing Supplies		314	
Gasoline		172	
Library Books/Media		356	
Other Supplies and Materials		1,656	
In Service/Staff Development		3,525	
Other Charges		225	
Data Processing Equipment		448	
Total Election Commission			\$ 392,940

Register of Deeds

County Official/Administrative Officer	\$	76,313	
Deputy(ies)		97,090	
Part-time Personnel		14,178	
Educational Incentive - Other County Employees		2,000	
Social Security		13,700	
State Retirement		14,814	
Life Insurance		259	
Medical Insurance		38,193	
Dental Insurance		840	
Other Fringe Benefits		960	
Communication		7	
Data Processing Services		795	
Dues and Memberships		777	
Maintenance Agreements		14,697	
Printing, Stationery, and Forms		1,578	
Rentals		80	
Travel		2,622	
Maintenance and Repair Services - Records		25	
Premiums on Corporate Surety Bonds		810	
In Service/Staff Development		475	
Other Charges		54	
Total Register of Deeds			280,267

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Planning

Part-time Personnel	\$	12,907	
Board and Committee Members Fees		8,065	
Other Per Diem and Fees		1,164	
Social Security		1,695	
Advertising		433	
Communication		53	
Contracts with Government Agencies		13,475	
Maintenance Agreements		4,977	
Printing, Stationery, and Forms		874	
Travel		845	
Data Processing Supplies		75	
Food Supplies		40	
In Service/Staff Development		180	
Other Charges		35	
Data Processing Equipment		72	
Total Planning			\$ 44,890

Codes Compliance

Assistant(s)	\$	44,115
Supervisor/Director		54,815
Other Salaries and Wages		48,561
Other Per Diem and Fees		2,328
Social Security		10,817
State Retirement		12,664
Life Insurance		248
Medical Insurance		27,687
Dental Insurance		611
Other Fringe Benefits		880
Advertising		110
Dues and Memberships		542
Legal Notices, Recording, and Court Costs		1,093
Maintenance Agreements		9,527
Maintenance and Repair Services - Vehicles		2,647
Postal Charges		303
Printing, Stationery, and Forms		1,507
Travel		1,060
Custodial Supplies		61
Drugs and Medical Supplies		23
Electricity		1,425
Food Supplies		223
Gasoline		5,466
Natural Gas		536
Office Supplies		820
Periodicals		54
Uniforms		453
Water and Sewer		244
In Service/Staff Development		828

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Codes Compliance (Cont.)

Other Charges	\$	378	
Data Processing Equipment		2,388	
Furniture and Fixtures		65	
Office Equipment		28	
Total Codes Compliance			\$ 232,507

County Buildings

Foremen	\$	34,602	
Custodial Personnel		46,350	
Maintenance Personnel		29,929	
Part-time Personnel		8,349	
Other Per Diem and Fees		1,164	
Social Security		8,979	
State Retirement		9,462	
Life Insurance		253	
Medical Insurance		28,855	
Dental Insurance		840	
Other Fringe Benefits		1,680	
Communication		24,528	
Licenses		20	
Maintenance Agreements		13,618	
Maintenance and Repair Services - Buildings		145,298	
Maintenance and Repair Services - Equipment		13,824	
Maintenance and Repair Services - Vehicles		1,969	
Disposal Fees		1,659	
Custodial Supplies		19,111	
Electricity		111,030	
Food Supplies		1,378	
Gasoline		2,216	
Natural Gas		18,756	
Uniforms		2,178	
Water and Sewer		34,319	
Other Supplies and Materials		9,607	
Furniture and Fixtures		1,188	
Total County Buildings			571,162

Other General Administration

Maintenance Agreements	\$	13,718	
Travel		643	
Data Processing Supplies		2,582	
In Service/Staff Development		2,302	
Data Processing Equipment		7,542	
Furniture and Fixtures		1,888	
Total Other General Administration			28,675

Preservation of Records

Assistant(s)	\$	21,852	
--------------	----	--------	--

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Preservation of Records (Cont.)

Supervisor/Director	\$	34,740	
Part-time Personnel		11,261	
Social Security		5,114	
State Retirement		4,779	
Life Insurance		132	
Medical Insurance		14,803	
Dental Insurance		420	
Other Fringe Benefits		960	
Printing, Stationery, and Forms		1,210	
Electricity		6,000	
Other Charges		915	
Total Preservation of Records			\$ 102,186

Risk Management

Salary Supplements	\$	10,954	
Educational Incentive - Other County Employees		1,000	
Social Security		888	
State Retirement		999	
Life Insurance		16	
Medical Insurance		1,696	
Dental Insurance		50	
Other Fringe Benefits		117	
Communication		495	
Dues and Memberships		3,110	
Licenses		41	
Travel		2,219	
Other Supplies and Materials		73	
Building and Contents Insurance		39,336	
Liability Insurance		114,294	
Vehicle and Equipment Insurance		51,101	
Workers' Compensation Insurance		109,400	
Other Self-insured Claims		98,199	
In Service/Staff Development		546	
Other Charges		420	
Total Risk Management			434,954

Finance

Accounting and Budgeting

Supervisor/Director	\$	76,313	
Accountants/Bookkeepers		221,110	
Educational Incentive - Other County Employees		4,000	
Social Security		23,685	
State Retirement		28,182	
Life Insurance		521	
Medical Insurance		65,610	
Dental Insurance		1,741	
Other Fringe Benefits		3,501	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Communication	\$	95	
Dues and Memberships		666	
Maintenance Agreements		1,810	
Printing, Stationery, and Forms		1,008	
Travel		1,202	
Premiums on Corporate Surety Bonds		214	
In Service/Staff Development		2,964	
Furniture and Fixtures		1,096	
Total Accounting and Budgeting			\$ 433,718

Purchasing

Supervisor/Director	\$	57,737	
Purchasing Personnel		51,286	
Part-time Personnel		8,827	
Educational Incentive - Other County Employees		1,000	
Other Per Diem and Fees		1,164	
Social Security		8,870	
State Retirement		9,391	
Life Insurance		188	
Medical Insurance		7,521	
Dental Insurance		614	
Other Fringe Benefits		1,402	
Advertising		1,140	
Communication		32	
Consultants		3,000	
Dues and Memberships		475	
Maintenance Agreements		887	
Travel		2,461	
Premiums on Corporate Surety Bonds		214	
In Service/Staff Development		1,840	
Total Purchasing			158,049

Property Assessor's Office

County Official/Administrative Officer	\$	76,313	
Assistant(s)		52,935	
Paraprofessionals		145,048	
Other Per Diem and Fees		598	
Social Security		20,138	
State Retirement		23,247	
Life Insurance		499	
Medical Insurance		59,630	
Dental Insurance		1,619	
Unemployment Compensation		1,280	
Other Fringe Benefits		3,480	
Advertising		1,328	
Communication		114	
Contracts with Government Agencies		5,986	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Contracts with Private Agencies	\$	88,160	
Dues and Memberships		2,265	
Maintenance and Repair Services - Office Equipment		3,824	
Printing, Stationery, and Forms		4,314	
Travel		1,595	
Other Supplies and Materials		3,670	
In Service/Staff Development		1,220	
Motor Vehicles		9,173	
Total Property Assessor's Office			\$ 506,436

Reappraisal Program

Data Processing Personnel	\$	13,639	
Paraprofessionals		84,565	
Part-time Personnel		1,160	
Social Security		7,114	
State Retirement		8,404	
Life Insurance		182	
Medical Insurance		20,025	
Dental Insurance		472	
Other Fringe Benefits		1,040	
Advertising		917	
Communication		2,000	
Contracts with Government Agencies		175	
Maintenance Agreements		3,000	
Maintenance and Repair Services - Office Equipment		400	
Maintenance and Repair Services - Vehicles		4,023	
Postal Charges		10,941	
Travel		624	
Gasoline		3,165	
Other Supplies and Materials		4,369	
Other Charges		1,896	
Total Reappraisal Program			168,111

County Trustee's Office

County Official/Administrative Officer	\$	76,313	
Deputy(ies)		93,343	
Part-time Personnel		11,594	
Social Security		13,672	
State Retirement		14,328	
Life Insurance		248	
Medical Insurance		29,042	
Dental Insurance		839	
Other Fringe Benefits		1,438	
Advertising		169	
Communication		8	
Contracts with Government Agencies		8,941	
Dues and Memberships		687	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Maintenance Agreements	\$	10,117	
Maintenance and Repair Services - Office Equipment		871	
Printing, Stationery, and Forms		942	
Rentals		106	
Data Processing Supplies		2,915	
Premiums on Corporate Surety Bonds		12,968	
Data Processing Equipment		672	
Total County Trustee's Office			\$ 279,213

County Clerk's Office

County Official/Administrative Officer	\$	76,313	
Deputy(ies)		277,267	
Part-time Personnel		21,967	
Educational Incentive - Other County Employees		5,000	
Social Security		28,401	
State Retirement		30,243	
Life Insurance		609	
Medical Insurance		62,700	
Dental Insurance		2,071	
Other Fringe Benefits		3,774	
Communication		121	
Dues and Memberships		697	
Maintenance Agreements		19,735	
Maintenance and Repair Services - Office Equipment		1,202	
Printing, Stationery, and Forms		2,369	
Rentals		192	
Travel		1,853	
Periodicals		54	
Other Supplies and Materials		1,385	
Premiums on Corporate Surety Bonds		810	
In Service/Staff Development		950	
Data Processing Equipment		5,251	
Office Equipment		8,848	
Total County Clerk's Office			551,812

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	76,313	
Deputy(ies)		52,009	
Part-time Personnel		38	
Social Security		9,545	
State Retirement		10,844	
Life Insurance		170	
Medical Insurance		22,297	
Dental Insurance		575	
Other Fringe Benefits		745	
Communication		54	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Maintenance Agreements	\$	1,496	
Printing, Stationery, and Forms		2,393	
Travel		530	
Data Processing Supplies		140	
Office Supplies		248	
Premiums on Corporate Surety Bonds		810	
In Service/Staff Development		275	
Furniture and Fixtures		1,856	
Total Circuit Court			\$ 180,338

General Sessions Court

Deputy(ies)	\$	306,579	
Part-time Personnel		11,534	
Social Security		21,774	
State Retirement		24,884	
Life Insurance		662	
Medical Insurance		72,102	
Dental Insurance		1,721	
Other Fringe Benefits		3,452	
Communication		158	
Contracts with Private Agencies		254	
Dues and Memberships		1,507	
Maintenance Agreements		16,392	
Printing, Stationery, and Forms		5,356	
Travel		770	
Data Processing Supplies		230	
Office Supplies		637	
Uniforms		470	
In Service/Staff Development		390	
Access Fees		1,440	
Data Processing Equipment		2,329	
Total General Sessions Court			472,641

General Sessions Judge

Judge(s)	\$	317,321	
Paraprofessionals		83,426	
Educational Incentive - Other County Employees		1,000	
Other Per Diem and Fees		3,656	
Social Security		25,618	
State Retirement		34,241	
Life Insurance		248	
Medical Insurance		29,613	
Dental Insurance		840	
Other Fringe Benefits		760	
Contracts with Government Agencies		181	
Contracts with Private Agencies		14,726	
Dues and Memberships		700	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Judge (Cont.)

Maintenance Agreements	\$	100	
Printing, Stationery, and Forms		925	
Travel		6,954	
Data Processing Supplies		2,955	
In Service/Staff Development		1,351	
Total General Sessions Judge			\$ 524,615

Chancery Court

County Official/Administrative Officer	\$	76,313	
Deputy(ies)		112,778	
Part-time Personnel		13,956	
Overtime Pay		1,954	
Social Security		14,700	
State Retirement		16,093	
Life Insurance		282	
Medical Insurance		34,697	
Dental Insurance		980	
Other Fringe Benefits		2,080	
Communication		44	
Dues and Memberships		647	
Maintenance Agreements		12,197	
Printing, Stationery, and Forms		2,666	
Rentals		100	
Travel		719	
Periodicals		449	
Other Supplies and Materials		1,506	
Premiums on Corporate Surety Bonds		275	
In Service/Staff Development		295	
Data Processing Equipment		704	
Total Chancery Court			293,435

Juvenile Court

Assistant(s)	\$	44,083	
Supervisor/Director		44,083	
Youth Service Officer(s)		105,060	
Attendants		8,772	
Overtime Pay		28,328	
Other Per Diem and Fees		6,070	
Social Security		17,298	
State Retirement		19,957	
Life Insurance		343	
Medical Insurance		42,430	
Dental Insurance		1,129	
Other Fringe Benefits		2,086	
Communication		352	
Maintenance and Repair Services - Buildings		6,020	
Maintenance and Repair Services - Vehicles		4,272	

(Continued)

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Medical and Dental Services	\$	4,000	
Travel		1,893	
Other Contracted Services		10,767	
Data Processing Supplies		1,741	
Food Supplies		646	
Gasoline		4,997	
Library Books/Media		1,934	
Tires and Tubes		1,956	
Uniforms		1,700	
Premiums on Corporate Surety Bonds		378	
In Service/Staff Development		477	
Other Charges		4,324	
Total Juvenile Court			\$ 365,096

Other Administration of Justice

Jury and Witness Expense	\$	8,963	
Social Security		15	
Advertising		441	
Food Supplies		1,458	
Total Other Administration of Justice			10,877

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	83,945	
Assistant(s)		61,802	
Deputy(ies)		696,038	
Investigator(s)		238,090	
Captain(s)		42,020	
Lieutenant(s)		75,512	
Sergeant(s)		104,980	
Salary Supplements		27,900	
Foremen		103,068	
Dispatchers/Radio Operators		62,611	
Secretary(ies)		67,555	
Part-time Personnel		30,516	
School Resource Officer		204,092	
Overtime Pay		188,486	
Bonus Payments		2,500	
Other Per Diem and Fees		13,219	
Social Security		145,414	
State Retirement		155,407	
Life Insurance		2,567	
Medical Insurance		364,494	
Dental Insurance		9,195	
Unemployment Compensation		4,125	
Other Fringe Benefits		10,683	
Communication		20,329	

(Continued)

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Contracts with Government Agencies	\$	221,008	
Dues and Memberships		3,044	
Licenses		206	
Maintenance Agreements		42,166	
Maintenance and Repair Services - Vehicles		74,478	
Medical and Dental Services		890	
Postal Charges		341	
Printing, Stationery, and Forms		2,612	
Travel		16,634	
Veterinary Services		121	
Other Contracted Services		2,854	
Animal Food and Supplies		501	
Diesel Fuel		1,459	
Electricity		489	
Gasoline		127,668	
Law Enforcement Supplies		24,588	
Library Books/Media		195	
Periodicals		305	
Tires and Tubes		19,108	
Uniforms		12,404	
Other Supplies and Materials		5,097	
Premiums on Corporate Surety Bonds		2,408	
In Service/Staff Development		11,194	
Other Charges		6,983	
Data Processing Equipment		5,230	
Furniture and Fixtures		322	
Other Equipment		73,970	
Total Sheriff's Department			\$ 3,370,823

Jail

Assistant(s)	\$	92,632
Lieutenant(s)		77,877
Sergeant(s)		90,390
Guards		775,589
Cafeteria Personnel		21,337
Maintenance Personnel		33,855
Part-time Personnel		25,423
Overtime Pay		146,326
Other Per Diem and Fees		4,110
Social Security		92,748
State Retirement		103,726
Life Insurance		1,800
Medical Insurance		256,775
Dental Insurance		6,455
Unemployment Compensation		3,300
Other Fringe Benefits		9,283
Communication		429

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Laundry Service	\$	9,418	
Maintenance Agreements		24,289	
Maintenance and Repair Services - Buildings		18,820	
Maintenance and Repair Services - Equipment		17,391	
Maintenance and Repair Services - Vehicles		5,693	
Medical and Dental Services		333,041	
Printing, Stationery, and Forms		1,141	
Travel		9,092	
Disposal Fees		4,961	
Custodial Supplies		52,899	
Diesel Fuel		418	
Electricity		72,008	
Food Preparation Supplies		159	
Food Supplies		137,129	
Gasoline		8,280	
Law Enforcement Supplies		5,080	
Library Books/Media		385	
Natural Gas		28,094	
Prisoners Clothing		25,672	
Tires and Tubes		1,379	
Uniforms		6,577	
Water and Sewer		73,769	
Other Supplies and Materials		3,956	
In Service/Staff Development		7,230	
Building Improvements		3,313	
Other Equipment		9,833	
Total Jail			\$ 2,602,082

Civil Defense

Assistant(s)	\$	28,009
Supervisor/Director		35,332
Salary Supplements		5,000
Secretary(ies)		124
Part-time Personnel		14,530
Other Per Diem and Fees		3,492
Social Security		8,066
State Retirement		5,951
Life Insurance		112
Medical Insurance		12,745
Dental Insurance		372
Unemployment Compensation		17
Other Fringe Benefits		843
Communication		8,541
Contracts with Private Agencies		16,317
Operating Lease Payments		19,800
Licenses		38
Maintenance Agreements		7,380

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Maintenance and Repair Services - Buildings	\$	4,310	
Maintenance and Repair Services - Equipment		916	
Maintenance and Repair Services - Office Equipment		243	
Maintenance and Repair Services - Vehicles		3,154	
Postal Charges		3	
Rentals		33	
Travel		358	
Custodial Supplies		98	
Diesel Fuel		1,929	
Electricity		543	
Food Supplies		110	
Gasoline		7,167	
Instructional Supplies and Materials		395	
Office Supplies		1,138	
Small Tools		545	
Tires and Tubes		585	
Uniforms		856	
Water and Sewer		373	
Other Supplies and Materials		13,795	
In Service/Staff Development		220	
Other Charges		12,510	
Communication Equipment		1,073	
Other Equipment		10,120	
Total Civil Defense			\$ 227,143

Rescue Squad

Contributions	\$	19,000	
Other Capital Outlay		36,000	
Total Rescue Squad			55,000

County Coroner/Medical Examiner

Contracts with Private Agencies	\$	21,075	
Other Charges		26,350	
Total County Coroner/Medical Examiner			47,425

Public Health and Welfare

Local Health Center

Maintenance Personnel	\$	31,938	
Part-time Personnel		9,117	
Other Per Diem and Fees		349	
Social Security		3,103	
State Retirement		2,726	
Life Insurance		61	
Medical Insurance		7,200	
Dental Insurance		210	
Other Fringe Benefits		480	
Communication		6,191	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Dues and Memberships	\$	704	
Maintenance Agreements		4,289	
Maintenance and Repair Services - Buildings		10,435	
Maintenance and Repair Services - Equipment		2,062	
Postal Charges		84	
Printing, Stationery, and Forms		219	
Travel		2,143	
Custodial Supplies		2,607	
Diesel Fuel		1,110	
Drugs and Medical Supplies		6,476	
Electricity		31,003	
Gasoline		243	
Natural Gas		6,394	
Office Supplies		6,252	
Periodicals		202	
Uniforms		184	
Water and Sewer		4,330	
Other Charges		1,204	
Total Local Health Center			\$ 141,316

Other Local Health Services

Assistant(s)	\$	67,615	
Medical Personnel		153,646	
Salary Supplements		5,000	
Part-time Personnel		12,244	
Social Security		17,340	
State Retirement		18,921	
Life Insurance		394	
Medical Insurance		47,516	
Dental Insurance		1,295	
Other Fringe Benefits		2,080	
Travel		5,254	
Other Supplies and Materials		6,453	
Liability Insurance		997	
Workers' Compensation Insurance		2,300	
Other Charges		29,296	
Total Other Local Health Services			370,351

Appropriation to State

Other Contracted Services	\$	52,781	
Total Appropriation to State			52,781

Other Local Welfare Services

Contributions	\$	110,570	
Total Other Local Welfare Services			110,570

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Social, Cultural, and Recreational Services

Libraries

Contributions	\$	10,000	
Library Books/Media		157	
Total Libraries			\$ 10,157

Parks and Fair Boards

Assistant(s)	\$	24,290	
Supervisor/Director		51,397	
Part-time Personnel		51,682	
Other Per Diem and Fees		1,379	
Social Security		9,821	
State Retirement		6,493	
Life Insurance		132	
Medical Insurance		6,972	
Dental Insurance		210	
Other Fringe Benefits		320	
Communication		2,674	
Maintenance Agreements		1,355	
Maintenance and Repair Services - Buildings		22,022	
Maintenance and Repair Services - Equipment		9,994	
Maintenance and Repair Services - Vehicles		975	
Rentals		1,965	
Travel		133	
Disposal Fees		3,439	
Other Contracted Services		16,081	
Custodial Supplies		3,832	
Diesel Fuel		1,987	
Electricity		31,729	
Food Supplies		243	
Gasoline		6,546	
Office Supplies		276	
Propane Gas		755	
Tires and Tubes		1,942	
Uniforms		950	
Vehicle Parts		2,004	
Water and Sewer		22,297	
Other Supplies and Materials		2,125	
Liability Insurance		498	
In Service/Staff Development		491	
Other Charges		2,749	
Other Construction		15,794	
Other Capital Outlay		540	
Total Parks and Fair Boards			306,092

Agriculture and Natural Resources

Agricultural Extension Service

Contracts with Government Agencies	\$	55,026	
Contributions		500	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Agricultural Extension Service (Cont.)

Maintenance Agreements	\$	555	
Postal Charges		150	
Rentals		341	
Other Supplies and Materials		300	
Total Agricultural Extension Service			\$ 56,872

Soil Conservation

Supervisor/Director	\$	24,994	
Part-time Personnel		12,731	
Social Security		2,852	
State Retirement		2,111	
Life Insurance		66	
Medical Insurance		7,200	
Dental Insurance		210	
Other Fringe Benefits		40	
Contracts with Private Agencies		3,200	
Total Soil Conservation			53,404

Other Operations

Industrial Development

Contracts with Other Public Agencies	\$	149,600	
Contributions		402,250	
Other Charges		4,050	
Total Industrial Development			555,900

Veterans' Services

Part-time Personnel	\$	29,652	
Other Per Diem and Fees		600	
Social Security		2,282	
Travel		577	
Gasoline		21	
Other Charges		1,494	
Total Veterans' Services			34,626

Employee Benefits

Medical Insurance	\$	37,570	
Total Employee Benefits			37,570

Miscellaneous

Advertising	\$	1,381	
Bank Charges		1,200	
Contracts with Government Agencies		31,254	
Dues and Memberships		14,593	
Legal Services		168	
Licenses		440	
Maintenance Agreements		2,021	
Pauper Burials		1,600	

(Continued)

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Other Operations (Cont.)

Miscellaneous (Cont.)

Postal Charges	\$	79,004	
Printing, Stationery, and Forms		7,891	
Drugs and Medical Supplies		260	
Duplicating Supplies		12,513	
Food Supplies		224	
Office Supplies		19,021	
Trustee's Commission		211,118	
In Service/Staff Development		15	
Other Charges		7,602	
Total Miscellaneous			\$ 390,305

Total General Fund \$ 15,040,684

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Foremen	\$	7,512	
Part-time Personnel		264,289	
Overtime Pay		712	
Other Salaries and Wages		66,505	
Other Per Diem and Fees		470	
Social Security		25,710	
State Retirement		6,327	
Life Insurance		198	
Medical Insurance		25,076	
Dental Insurance		648	
Other Fringe Benefits		830	
Communication		819	
Maintenance and Repair Services - Buildings		1,778	
Maintenance and Repair Services - Equipment		6,944	
Maintenance and Repair Services - Vehicles		542	
Postal Charges		162	
Disposal Fees		389,639	
Crushed Stone		661	
Electricity		10,558	
Fertilizer, Lime, and Seed		201	
Gasoline		1,230	
Road Signs		550	
Other Supplies and Materials		1,222	
Liability Insurance		3,331	
Trustee's Commission		9,933	
Workers' Compensation Insurance		9,300	
In Service/Staff Development		285	
Total Convenience Centers			\$ 835,432

Total Solid Waste/Sanitation Fund 835,432

(Continued)

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Ambulance Service Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Assistant(s)	\$	7,610
Supervisor/Director		44,641
Clerical Personnel		57,268
Attendants		635,507
Part-time Personnel		102,460
Overtime Pay		439,372
Other Per Diem and Fees		1,015
Social Security		92,816
State Retirement		97,993
Life Insurance		1,686
Medical Insurance		229,789
Dental Insurance		5,305
Unemployment Compensation		7,172
Other Fringe Benefits		8,000
Communication		14,743
Contracts with Government Agencies		124,141
Contracts with Private Agencies		140,110
Dues and Memberships		545
Licenses		2,172
Maintenance Agreements		18,356
Maintenance and Repair Services - Buildings		5,105
Maintenance and Repair Services - Equipment		6,705
Maintenance and Repair Services - Vehicles		49,690
Postal Charges		190
Printing, Stationery, and Forms		477
Towing Services		100
Travel		923
Disposal Fees		333
Custodial Supplies		6,421
Data Processing Supplies		95
Diesel Fuel		76,585
Drugs and Medical Supplies		75,684
Electricity		12,347
Gasoline		2,997
Instructional Supplies and Materials		55
Natural Gas		3,382
Office Supplies		66
Tires and Tubes		4,769
Uniforms		12,842
Water and Sewer		5,743
Other Supplies and Materials		2,937
Building and Contents Insurance		1,482
Liability Insurance		23,980
Trustee's Commission		25,082
Vehicle and Equipment Insurance		4,403
Workers' Compensation Insurance		107,140
In Service/Staff Development		1,996

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Ambulance Service Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Data Processing Equipment	\$ 741	
Furniture and Fixtures	160	
Motor Vehicles	78,622	
Health Equipment	55,959	
Total Ambulance/Emergency Medical Services	\$ 2,597,712	

Total Ambulance Service Fund \$ 2,597,712

Special Purpose Fund

Public Safety

Fire Prevention and Control

Assistant(s)	\$ 56,477	
Supervisor/Director	31,885	
Salary Supplements	1,200	
Overtime Pay	11,571	
Other Per Diem and Fees	1,164	
Social Security	7,598	
State Retirement	8,717	
Life Insurance	209	
Medical Insurance	17,107	
Dental Insurance	630	
Other Fringe Benefits	1,170	
Contracts with Government Agencies	67,177	
Contributions	120,000	
Dues and Memberships	60	
Maintenance and Repair Services - Equipment	215	
Custodial Supplies	123	
Small Tools	6,175	
Uniforms	1,362	
Chemicals	3,852	
Other Supplies and Materials	563	
Liability Insurance	2,680	
Trustee's Commission	4,769	
Workers' Compensation Insurance	14,200	
In Service/Staff Development	153	
Other Equipment	15,596	
Other Capital Outlay	80,000	
Total Fire Prevention and Control	\$ 454,653	

Public Health and Welfare

Rabies and Animal Control

Supervisor/Director	\$ 43,252	
Deputy(ies)	58,257	
Attendants	44,849	
Part-time Personnel	5,811	
Other Per Diem and Fees	2,328	
Social Security	10,710	

(Continued)

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Special Purpose Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

State Retirement	\$	12,557	
Life Insurance		320	
Medical Insurance		41,658	
Dental Insurance		840	
Other Fringe Benefits		1,440	
Communication		1,836	
Maintenance and Repair Services - Buildings		3,761	
Maintenance and Repair Services - Equipment		114	
Maintenance and Repair Services - Vehicles		1,521	
Postal Charges		52	
Printing, Stationery, and Forms		420	
Travel		1,587	
Disposal Fees		758	
Other Contracted Services		1,940	
Animal Food and Supplies		1,601	
Custodial Supplies		1,366	
Drugs and Medical Supplies		2,133	
Electricity		5,685	
Gasoline		5,508	
Natural Gas		3,898	
Tires and Tubes		608	
Uniforms		636	
Water and Sewer		3,399	
Other Supplies and Materials		800	
Building and Contents Insurance		886	
Liability Insurance		1,112	
Trustee's Commission		3,179	
Vehicle and Equipment Insurance		642	
Workers' Compensation Insurance		2,600	
In Service/Staff Development		1,550	
Heating and Air Conditioning Equipment		300	
Total Rabies and Animal Control			\$ 269,914

Total Special Purpose Fund \$ 724,567

Drug Control Fund

Public Safety

Sheriff's Department

Other Per Diem and Fees	\$	2,400
Communication		1,632
Contracts with Government Agencies		1,306
Maintenance Agreements		1,532
Maintenance and Repair Services - Vehicles		949
Travel		3,220
Veterinary Services		727
Law Enforcement Supplies		3,399
Other Supplies and Materials		7,650

(Continued)

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Drug Control Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Trustee's Commission	\$	450	
In Service/Staff Development		1,615	
Motor Vehicles		29,953	
Total Sheriff's Department			\$ 54,833

Total Drug Control Fund

\$ 54,833

Other Special Revenue Fund

Public Health and Welfare

Recycling Center

Assistant(s)	\$	724
Supervisor/Director		51,430
Part-time Personnel		25,488
Other Salaries and Wages		120,449
Other Per Diem and Fees		1,513
Social Security		13,931
State Retirement		14,632
Life Insurance		386
Medical Insurance		38,408
Dental Insurance		1,225
Other Fringe Benefits		2,660
Advertising		801
Communication		2,039
Contracts with Government Agencies		1,000
Contracts with Private Agencies		33,509
Dues and Memberships		475
Licenses		36
Maintenance Agreements		2,344
Maintenance and Repair Services - Buildings		12,804
Maintenance and Repair Services - Equipment		48,334
Maintenance and Repair Services - Vehicles		866
Printing, Stationery, and Forms		236
Travel		972
Disposal Fees		166,985
Crushed Stone		3,103
Custodial Supplies		950
Diesel Fuel		29,124
Electricity		15,266
Gasoline		2,391
Road Signs		962
Tires and Tubes		9,447
Uniforms		2,705
Water and Sewer		3,728
Other Supplies and Materials		8,872
Building and Contents Insurance		1,725
Liability Insurance		4,174
Trustee's Commission		8,390

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Other Special Revenue Fund (Cont.)

Public Health and Welfare (Cont.)

Recycling Center (Cont.)

Vehicle and Equipment Insurance	\$	5,726	
Workers' Compensation Insurance		3,800	
In Service/Staff Development		200	
Other Charges		50,015	
Office Equipment		140	
Total Recycling Center			\$ 691,965

Postclosure Care Costs

Advertising	\$	170	
Engineering Services		4,132	
Permits		1,000	
Contracts for Postclosure Care Costs		83,008	
Electricity		1,139	
Total Postclosure Care Costs			89,449

Total Other Special Revenue Fund \$ 781,414

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$	305	
Total County Trustee's Office			\$ 305

Administration of Justice

General Sessions Court

Constitutional Officers' Operating Expenses	\$	40	
Total General Sessions Court			40

Chancery Court

Special Commissioner Fees/Special Master Fees	\$	321	
Constitutional Officers' Operating Expenses		6,611	
Total Chancery Court			6,932

Total Constitutional Officers - Fees Fund 7,277

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	83,945	
Assistant(s)		58,315	
Secretary(ies)		88,561	
Overtime Pay		271	
Other Per Diem and Fees		2,328	
Social Security		17,605	
State Retirement		19,759	
Life Insurance		310	
Medical Insurance		28,187	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Dental Insurance	\$	1,020	
Other Fringe Benefits		1,850	
Dues and Memberships		3,283	
Maintenance and Repair Services - Buildings		2,299	
Maintenance and Repair Services - Office Equipment		840	
Postal Charges		185	
Printing, Stationery, and Forms		860	
Travel		2,143	
Other Contracted Services		300	
Drugs and Medical Supplies		1,296	
Office Supplies		274	
In Service/Staff Development		885	
Total Administration			\$ 314,516

Highway and Bridge Maintenance

Foremen	\$	84,493	
Equipment Operators		126,242	
Equipment Operators - Light		52,039	
Truck Drivers		83,782	
Laborers		150,194	
Part-time Personnel		24,687	
Overtime Pay		45,790	
Bonus Payments		2,500	
Other Per Diem and Fees		5,088	
Social Security		41,788	
State Retirement		45,951	
Life Insurance		1,170	
Medical Insurance		146,479	
Dental Insurance		3,679	
Unemployment Compensation		1,277	
Other Fringe Benefits		4,028	
Contracts with Private Agencies		114,278	
Asphalt - Hot Mix		1,161,572	
Concrete		60	
Crushed Stone		60,173	
Pipe		6,035	
Road Signs		23,690	
Salt		62,189	
Structural Steel		3,964	
Other Supplies and Materials		95	
Total Highway and Bridge Maintenance			2,251,243

Operation and Maintenance of Equipment

Mechanic(s)	\$	120,833	
Overtime Pay		2,494	
Other Per Diem and Fees		1,075	
Social Security		8,714	

(Continued)

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

State Retirement	\$	10,462	
Life Insurance		245	
Medical Insurance		33,701	
Dental Insurance		778	
Other Fringe Benefits		1,298	
Maintenance and Repair Services - Equipment		43,005	
Maintenance and Repair Services - Vehicles		25,921	
Rentals		14	
Towing Services		1,175	
Custodial Supplies		2,638	
Diesel Fuel		158,438	
Drugs and Medical Supplies		219	
Equipment and Machinery Parts		124,111	
Garage Supplies		17,114	
Gasoline		62,801	
Lubricants		4,781	
Tires and Tubes		19,235	
Uniforms		9,983	
Total Operation and Maintenance of Equipment	\$		649,035

Traffic Control

Maintenance Personnel	\$	25,377	
Overtime Pay		1,931	
Other Per Diem and Fees		354	
Social Security		2,040	
State Retirement		2,324	
Life Insurance		66	
Medical Insurance		7,257	
Dental Insurance		210	
Other Fringe Benefits		480	
Road Signs		416	
Traffic Control Equipment		2,209	
Total Traffic Control			42,664

Litter and Trash Collection

Supervisor/Director	\$	7,400	
Laborers		3,823	
Social Security		842	
State Retirement		649	
Life Insurance		9	
Medical Insurance		949	
Dental Insurance		27	
Other Fringe Benefits		63	
Food Supplies		914	
Other Charges		29,886	
Total Litter and Trash Collection			44,562

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges

Communication	\$	8,220	
Licenses		351	
Maintenance Agreements		1,400	
Disposal Fees		424	
Electricity		8,367	
Food Supplies		1,476	
Natural Gas		7,722	
Water and Sewer		3,092	
Building and Contents Insurance		2,257	
Liability Insurance		27,506	
Trustee's Commission		43,309	
Vehicle and Equipment Insurance		24,819	
Other Self-insured Claims		4,461	
Other Charges		362	
Total Other Charges			\$ 133,766

Employee Benefits

Medical Insurance	\$	7,277	
Workers' Compensation Insurance		53,100	
Total Employee Benefits			60,377

Capital Outlay

Building Improvements	\$	3,099	
Highway Equipment		4,600	
Office Equipment		1,784	
Total Capital Outlay			9,483

Total Highway/Public Works Fund \$ 3,505,646

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	1,530,000	
Principal on Other Loans		225,000	
Total General Government			\$ 1,755,000

Highways and Streets

Principal on Bonds	\$	100,000	
Total Highways and Streets			100,000

Education

Principal on Other Loans	\$	98,316	
Total Education			98,316

Interest on Debt

General Government

Interest on Bonds	\$	1,037,937	
Interest on Other Loans		179,512	
Total General Government			1,217,449

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Debt Service Fund (Cont.)

Interest on Debt (Cont.)

Highways and Streets

Interest on Bonds	\$ 25,894	
Total Highways and Streets		\$ 25,894

Other Debt Service

General Government

Contracts with Private Agencies	\$ 3,943	
Trustee's Commission	54,377	
Other Debt Service	25,223	
Total General Government		83,543

Total General Debt Service Fund		\$ 3,280,202
---------------------------------	--	--------------

Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 1,255,000	
Total Education		\$ 1,255,000

Interest on Debt

Education

Interest on Bonds	\$ 335,430	
Total Education		335,430

Other Debt Service

General Government

Other Contracted Services	\$ 706	
Trustee's Commission	28,180	
Total General Government		28,886

Total Rural Debt Service Fund		1,619,316
-------------------------------	--	-----------

Education Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 240,000	
Total Education		\$ 240,000

Interest on Debt

Education

Interest on Bonds	\$ 61,310	
Total Education		61,310

Other Debt Service

Education

Contracts with Private Agencies	\$ 1,472	
Trustee's Commission	4,468	
Total Education		5,940

Total Education Debt Service Fund		307,250
-----------------------------------	--	---------

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Capital Projects Fund

Capital Projects

General Administration Projects

Trustee's Commission	\$	10,700	
Building Improvements		246,406	
Data Processing Equipment		16,573	
Heating and Air Conditioning Equipment		104,398	
Motor Vehicles		82,644	
Total General Administration Projects	\$		460,721

Public Safety Projects

Building Construction	\$	800	
Building Improvements		1,142	
Other Equipment		18,533	
Total Public Safety Projects			20,475

Public Health and Welfare Projects

Engineering Services	\$	8,500	
Site Development		110,649	
Solid Waste Equipment		388,316	
Other Equipment		20,224	
Other Construction		1,317	
Total Public Health and Welfare Projects			529,006

Social, Cultural, and Recreation Projects

Maintenance Equipment	\$	8,244	
Motor Vehicles		23,189	
Site Development		9,984	
Total Social, Cultural, and Recreation Projects			41,417

Other General Government Projects

Motor Vehicles	\$	278,331	
Total Other General Government Projects			278,331

Total General Capital Projects Fund \$ 1,329,950

Highway Capital Projects Fund

Highways

Capital Outlay

Asphalt - Hot Mix	\$	31,905	
Highway Equipment		138,994	
Motor Vehicles		29,275	
Total Capital Outlay	\$		200,174

Capital Projects

Highway and Street Capital Projects

Bridge Construction	\$	38,924	
Building Improvements		12,298	
Highway Equipment		202,431	
Motor Vehicles		38,300	
Total Highway and Street Capital Projects			291,953

Total Highway Capital Projects Fund 492,127

Total Governmental Funds - Primary Government \$ 30,576,410

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2015

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 17,562,465	
Career Ladder Program	141,340	
Career Ladder Extended Contracts	59,538	
Homebound Teachers	4,594	
Educational Assistants	631,985	
Other Salaries and Wages	78,108	
Certified Substitute Teachers	10,730	
Non-certified Substitute Teachers	201,010	
Social Security	1,086,802	
State Retirement	1,635,484	
Life Insurance	15,222	
Medical Insurance	3,254,395	
Dental Insurance	106,620	
Unemployment Compensation	29,344	
Employer Medicare	257,330	
Other Fringe Benefits	159,935	
Other Contracted Services	240,879	
Instructional Supplies and Materials	231,005	
Textbooks	103,328	
Fee Waivers	1,361	
Regular Instruction Equipment	209,732	
Total Regular Instruction Program		\$ 26,021,207

Alternative Instruction Program

Teachers	\$ 67,766	
Career Ladder Program	1,000	
Educational Assistants	28,419	
Certified Substitute Teachers	45	
Non-certified Substitute Teachers	825	
Social Security	5,975	
State Retirement	6,728	
Life Insurance	98	
Medical Insurance	13,053	
Dental Insurance	750	
Employer Medicare	1,397	
Other Fringe Benefits	500	
Instructional Supplies and Materials	1,431	
Total Alternative Instruction Program		127,987

Special Education Program

Teachers	\$ 2,499,319	
Career Ladder Program	15,934	
Homebound Teachers	3,825	
Educational Assistants	371,291	
Speech Pathologist	278,213	
Certified Substitute Teachers	1,660	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Non-certified Substitute Teachers	\$	30,440	
Social Security		185,299	
State Retirement		280,513	
Life Insurance		3,069	
Medical Insurance		581,455	
Dental Insurance		22,710	
Unemployment Compensation		1,198	
Employer Medicare		43,758	
Other Fringe Benefits		28,720	
Contracts with Private Agencies		160,000	
Other Contracted Services		19,954	
Instructional Supplies and Materials		18,272	
Other Supplies and Materials		642	
Special Education Equipment		2,582	
Total Special Education Program			\$ 4,548,854

Vocational Education Program

Teachers	\$	995,266	
Career Ladder Program		8,000	
Certified Substitute Teachers		890	
Non-certified Substitute Teachers		16,330	
Social Security		60,885	
State Retirement		90,695	
Life Insurance		819	
Medical Insurance		182,851	
Dental Insurance		6,000	
Unemployment Compensation		2,475	
Employer Medicare		14,239	
Other Fringe Benefits		9,500	
Other Contracted Services		3,982	
Instructional Supplies and Materials		52,378	
Textbooks		19,332	
Other Supplies and Materials		7,220	
Vocational Instruction Equipment		31,132	
Total Vocational Education Program			1,501,994

Support Services

Attendance

Supervisor/Director	\$	17,889	
Career Ladder Program		1,800	
Other Salaries and Wages		49,493	
Social Security		3,056	
State Retirement		4,182	
Life Insurance		39	
Medical Insurance		6,527	
Dental Insurance		300	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

Employer Medicare	\$	1,000	
Other Fringe Benefits		500	
Other Contracted Services		26,749	
Other Supplies and Materials		2,182	
In Service/Staff Development		1,999	
Attendance Equipment		1,858	
Total Attendance			\$ 117,574

Health Services

Supervisor/Director	\$	63,650	
Medical Personnel		333,330	
Clerical Personnel		13,398	
Social Security		23,957	
State Retirement		31,438	
Life Insurance		340	
Medical Insurance		71,256	
Dental Insurance		2,400	
Employer Medicare		5,603	
Other Fringe Benefits		2,250	
Dues and Memberships		326	
Travel		102	
Other Contracted Services		16,584	
Drugs and Medical Supplies		13,875	
Other Supplies and Materials		28,206	
In Service/Staff Development		4,912	
Other Charges		400	
Other Equipment		1,020	
Total Health Services			613,047

Other Student Support

Career Ladder Program	\$	3,000	
Guidance Personnel		816,095	
Other Salaries and Wages		251,075	
Social Security		62,847	
State Retirement		95,232	
Life Insurance		874	
Medical Insurance		181,336	
Dental Insurance		6,120	
Employer Medicare		14,698	
Other Fringe Benefits		10,250	
Contracts with Government Agencies		210,000	
Evaluation and Testing		25,975	
Travel		869	
Other Contracted Services		27,134	
Other Supplies and Materials		4,488	
In Service/Staff Development		4,019	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Other Charges	\$	4,835	
Other Equipment		1,929	
Total Other Student Support			\$ 1,720,776

Regular Instruction Program

Supervisor/Director	\$	205,869	
Career Ladder Program		8,000	
Career Ladder Extended Contracts		200	
Librarians		738,452	
Education Media Personnel		110,189	
Instructional Computer Personnel		271,905	
Secretary(ies)		47,444	
Other Salaries and Wages		164,219	
Social Security		87,430	
State Retirement		124,562	
Life Insurance		1,062	
Medical Insurance		240,881	
Dental Insurance		7,239	
Employer Medicare		21,245	
Other Fringe Benefits		11,915	
Dues and Memberships		895	
Travel		2,340	
Other Contracted Services		246,968	
Library Books/Media		97,316	
Other Supplies and Materials		23,855	
In Service/Staff Development		13,331	
Other Charges		520	
Other Equipment		96,888	
Total Regular Instruction Program			2,522,725

Alternative Instruction Program

Supervisor/Director	\$	73,601	
Career Ladder Program		1,000	
Secretary(ies)		11,500	
Social Security		5,166	
State Retirement		7,716	
Life Insurance		58	
Medical Insurance		15,498	
Dental Insurance		450	
Employer Medicare		1,208	
Other Fringe Benefits		500	
Other Supplies and Materials		989	
Total Alternative Instruction Program			117,686

Special Education Program

Supervisor/Director	\$	88,272	
---------------------	----	--------	--

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Career Ladder Program	\$	3,000	
Psychological Personnel		263,737	
Clerical Personnel		42,895	
Other Salaries and Wages		158,380	
Social Security		32,509	
State Retirement		46,975	
Life Insurance		732	
Medical Insurance		109,336	
Dental Insurance		4,281	
Unemployment Compensation		789	
Employer Medicare		7,603	
Other Fringe Benefits		3,805	
Maintenance and Repair Services - Equipment		1,126	
Travel		5,184	
Other Contracted Services		30,000	
Other Supplies and Materials		386	
In Service/Staff Development		1,519	
Total Special Education Program			\$ 800,529

Vocational Education Program

Supervisor/Director	\$	33,627	
Secretary(ies)		29,330	
Social Security		3,874	
State Retirement		5,518	
Life Insurance		58	
Medical Insurance		9,790	
Dental Insurance		450	
Employer Medicare		906	
Other Fringe Benefits		250	
Travel		4,241	
Other Supplies and Materials		4,264	
In Service/Staff Development		1,230	
Other Charges		862	
Total Vocational Education Program			94,400

Other Programs

On-behalf Payments to OPEB	\$	289,472	
Total Other Programs			289,472

Board of Education

Secretary to Board	\$	4,000	
Board and Committee Members Fees		42,052	
Social Security		2,855	
State Retirement		2,223	
Employer Medicare		668	
On-behalf Payments to OPEB		242,670	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Audit Services	\$	18,025	
Dues and Memberships		23,132	
Legal Services		9,194	
Other Contracted Services		4,500	
Liability Insurance		98,262	
Trustee's Commission		301,542	
Workers' Compensation Insurance		109,300	
Other Self-insured Claims		8,704	
In Service/Staff Development		10,464	
Refund to Applicant for Criminal Investigation		2,458	
Other Charges		1,767	
Total Board of Education			\$ 881,816

Director of Schools

County Official/Administrative Officer	\$	113,250	
Career Ladder Program		1,000	
Secretary(ies)		75,915	
Social Security		11,686	
State Retirement		17,694	
Life Insurance		117	
Medical Insurance		26,934	
Dental Insurance		900	
Employer Medicare		2,814	
Other Fringe Benefits		13,750	
Communication		8,408	
Dues and Memberships		4,461	
Postal Charges		3,761	
Office Supplies		1,311	
In Service/Staff Development		3,023	
Other Charges		1,630	
Total Director of Schools			286,654

Office of the Principal

Principals	\$	1,225,036	
Career Ladder Program		25,000	
Career Ladder Extended Contracts		3,800	
Assistant Principals		771,525	
Secretary(ies)		959,012	
Social Security		176,078	
State Retirement		259,647	
Life Insurance		2,363	
Medical Insurance		473,386	
Dental Insurance		18,240	
Employer Medicare		41,180	
Other Fringe Benefits		22,325	
Communication		2,318	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Travel	\$	3,914	
Other Contracted Services		9,040	
In Service/Staff Development		14,238	
Other Charges		4,339	
Administration Equipment		35,112	
Total Office of the Principal			\$ 4,046,553

Fiscal Services

Supervisor/Director	\$	82,796	
Accountants/Bookkeepers		160,870	
Other Salaries and Wages		1,210	
Social Security		14,525	
State Retirement		20,590	
Life Insurance		168	
Medical Insurance		30,880	
Dental Insurance		1,290	
Employer Medicare		3,397	
Other Fringe Benefits		1,675	
Travel		73	
Other Contracted Services		6,322	
Other Supplies and Materials		6,443	
In Service/Staff Development		1,701	
Other Charges		1,900	
Administration Equipment		1,529	
Total Fiscal Services			335,369

Human Services/Personnel

Supervisor/Director	\$	17,889	
Employer Medicare		259	
Other Contracted Services		100	
Total Human Services/Personnel			18,248

Operation of Plant

Custodial Personnel	\$	45,984	
Social Security		2,792	
State Retirement		3,886	
Life Insurance		78	
Medical Insurance		12,821	
Dental Insurance		600	
Employer Medicare		653	
Janitorial Services		1,201,704	
Licenses		2,330	
Pest Control		13,755	
Rentals		960	
Disposal Fees		34,738	
Other Contracted Services		18,699	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant (Cont.)

Custodial Supplies	\$	85,409	
Electricity		1,672,898	
Natural Gas		343,670	
Water and Sewer		297,475	
Other Supplies and Materials		23,144	
Building and Contents Insurance		141,790	
Other Charges		102,679	
Plant Operation Equipment		4,235	
Total Operation of Plant			\$ 4,010,300

Maintenance of Plant

Supervisor/Director	\$	69,022	
Maintenance Personnel		458,913	
Social Security		30,911	
State Retirement		44,611	
Life Insurance		468	
Medical Insurance		113,645	
Dental Insurance		3,900	
Unemployment Compensation		2,750	
Employer Medicare		7,229	
Other Fringe Benefits		3,250	
Communication		12,944	
Maintenance and Repair Services - Buildings		45,111	
Maintenance and Repair Services - Equipment		62,434	
Other Contracted Services		28,188	
Other Supplies and Materials		99,720	
Other Charges		19,668	
Maintenance Equipment		9,490	
Other Equipment		2,280	
Total Maintenance of Plant			1,014,534

Transportation

Bus Drivers	\$	116,390	
Other Salaries and Wages		24,054	
Social Security		7,755	
State Retirement		9,309	
Life Insurance		78	
Medical Insurance		6,527	
Dental Insurance		300	
Employer Medicare		2,004	
Other Fringe Benefits		900	
Contracts with Parents		1,062	
Total Transportation			168,379

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	354,509	
Social Security		20,882	
State Retirement		28,039	
Employer Medicare		4,950	
Other Contracted Services		8,610	
Other Supplies and Materials		11,130	
Other Charges		18,544	
Total Community Services			\$ 446,664

Early Childhood Education

Teachers	\$	156,112	
Educational Assistants		45,128	
Certified Substitute Teachers		110	
Non-certified Substitute Teachers		2,080	
Social Security		11,945	
State Retirement		17,926	
Life Insurance		199	
Medical Insurance		43,413	
Dental Insurance		1,500	
Employer Medicare		2,794	
Other Fringe Benefits		1,750	
Contracts with Other Public Agencies		361,108	
Travel		228	
Other Contracted Services		9,000	
Instructional Supplies and Materials		7,180	
Other Supplies and Materials		2,146	
In Service/Staff Development		886	
Total Early Childhood Education			663,505

Capital Outlay

Regular Capital Outlay

Furniture and Fixtures	\$	11,196	
Motor Vehicles		34,208	
Other Capital Outlay		9,028	
Total Regular Capital Outlay			54,432

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	98,316	
Total Education			98,316

Total General Purpose School Fund \$ 50,501,021

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	646,829	
Educational Assistants		290,977	
Non-certified Substitute Teachers		8,615	
Social Security		51,291	
State Retirement		76,863	
Life Insurance		1,174	
Medical Insurance		201,281	
Dental Insurance		8,100	
Employer Medicare		12,827	
Other Fringe Benefits		8,350	
Other Contracted Services		28,669	
Instructional Supplies and Materials		17,473	
Regular Instruction Equipment		54,045	
Total Regular Instruction Program			\$ 1,406,494

Special Education Program

Educational Assistants	\$	333,509	
Speech Pathologist		3,103	
Social Security		18,853	
State Retirement		27,225	
Life Insurance		741	
Medical Insurance		122,218	
Dental Insurance		5,100	
Employer Medicare		4,409	
Other Fringe Benefits		4,545	
Contracts with Private Agencies		336,980	
Other Contracted Services		42,096	
Instructional Supplies and Materials		12,371	
Other Supplies and Materials		5,225	
Special Education Equipment		14,081	
Total Special Education Program			930,456

Vocational Education Program

Vocational Instruction Equipment	\$	69,773	
Total Vocational Education Program			69,773

Support Services

Other Student Support

Travel	\$	22,231	
Other Contracted Services		21,483	
Other Charges		19,016	
Total Other Student Support			62,730

Regular Instruction Program

Supervisor/Director	\$	51,162	
Secretary(ies)		21,460	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Other Salaries and Wages	\$	204,405	
In-service Training		1,300	
Social Security		16,324	
State Retirement		25,091	
Life Insurance		203	
Medical Insurance		60,059	
Dental Insurance		1,440	
Employer Medicare		3,818	
Other Fringe Benefits		1,650	
Other Contracted Services		76,731	
Other Supplies and Materials		9,108	
In Service/Staff Development		75,796	
Total Regular Instruction Program			\$ 548,547

Special Education Program

Secretary(ies)	\$	37,400	
Clerical Personnel		80,021	
Other Salaries and Wages		236,408	
Social Security		20,245	
State Retirement		26,019	
Life Insurance		906	
Medical Insurance		101,511	
Dental Insurance		4,920	
Employer Medicare		4,735	
Other Fringe Benefits		2,130	
Travel		351	
Other Contracted Services		147,110	
Other Supplies and Materials		13,512	
In Service/Staff Development		7,228	
Other Equipment		5,899	
Total Special Education Program			688,395

Total School Federal Projects Fund \$ 3,706,395

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	67,970	
Accountants/Bookkeepers		42,261	
Clerical Personnel		64,761	
Cafeteria Personnel		1,051,931	
Social Security		71,371	
State Retirement		74,954	
Life Insurance		1,833	
Medical Insurance		315,512	
Dental Insurance		12,900	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Unemployment Compensation	\$	700	
Employer Medicare		16,692	
Other Fringe Benefits		6,950	
Dues and Memberships		832	
Maintenance and Repair Services - Equipment		24,419	
Pest Control		7,680	
Transportation - Other than Students		11,497	
Travel		536	
Disposal Fees		21,605	
Permits		1,280	
Other Contracted Services		16,316	
Food Preparation Supplies		104,010	
Food Supplies		1,329,045	
USDA - Commodities		144,376	
Other Supplies and Materials		5,894	
Workers' Compensation Insurance		35,000	
In Service/Staff Development		4,620	
Food Service Equipment		20,595	
Total Food Service			\$ 3,455,540

Total Central Cafeteria Fund

\$ 3,455,540

School Transportation Fund

Support Services

Transportation

Supervisor/Director	\$	59,288	
Mechanic(s)		114,542	
Bus Drivers		681,389	
Secretary(ies)		32,360	
Other Salaries and Wages		174,778	
Social Security		63,328	
State Retirement		76,917	
Life Insurance		2,103	
Medical Insurance		58,856	
Dental Insurance		15,030	
Unemployment Compensation		342	
Employer Medicare		15,132	
Other Fringe Benefits		9,490	
Communication		3,557	
Maintenance and Repair Services - Equipment		3,852	
Towing Services		2,795	
Disposal Fees		170	
Other Contracted Services		25,920	
Diesel Fuel		283,331	
Garage Supplies		5,818	
Gasoline		23,273	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

School Transportation Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Lubricants	\$	15,893	
Small Tools		603	
Tires and Tubes		51,068	
Vehicle Parts		106,486	
Other Supplies and Materials		4,918	
Vehicle and Equipment Insurance		75,853	
Workers' Compensation Insurance		110,000	
In Service/Staff Development		979	
Other Charges		5,400	
Transportation Equipment		2,406	
Total Transportation			<u>\$ 2,025,877</u>

Total School Transportation Fund \$ 2,025,877

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	154,047	
Social Security		9,361	
State Retirement		3,693	
Life Insurance		39	
Medical Insurance		10,506	
Dental Insurance		300	
Employer Medicare		2,190	
Other Fringe Benefits		500	
Travel		2,253	
Other Contracted Services		4,175	
Food Supplies		21,679	
Other Supplies and Materials		2,942	
In Service/Staff Development		169	
Other Charges		3,451	
Total Community Services			<u>\$ 215,305</u>

Total Extended School Program Fund 215,305

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Other Salaries and Wages	\$	21,054	
Social Security		1,305	
State Retirement		1,670	
Employer Medicare		305	
Other Contracted Services		1,950	
Trustee's Commission		9,534	
Building Improvements		512,639	
Total Education Capital Projects			<u>\$ 548,457</u>

Total Education Capital Projects Fund 548,457

Total Governmental Funds - Roane County School Department \$ 60,452,595

Exhibit L-10

Roane County, Tennessee  
Schedule of Detailed Receipts, Disbursements,  
and Changes in Cash Balances - City Agency Funds  
For the Year Ended June 30, 2015

	Cities - Sales Tax Fund	City School ADA - Oak Ridge Fund	Total
<u>Cash Receipts</u>			
Current Property Taxes	\$ 0	\$ 609,607	\$ 609,607
Trustee's Collections - Prior Years	0	21,688	21,688
Circuit/Clerk and Master Collections - Prior Years	0	12,407	12,407
Interest and Penalty	0	4,423	4,423
Pick-up Taxes	0	73	73
Payments in-Lieu-of Taxes - Local Utilities	0	9,889	9,889
Local Option Sales Tax	6,212,871	351,494	6,564,365
Interstate Telecommunications Tax	0	290	290
Licenses	0	134	134
Contributions	0	12	12
Mixed Drink Tax	0	207	207
Total Cash Receipts	<u>\$ 6,212,871</u>	<u>\$ 1,010,224</u>	<u>\$ 7,223,095</u>
<u>Cash Disbursements</u>			
Remittance of Revenues Collections	\$ 6,150,742	\$ 993,273	\$ 7,144,015
Trustee's Commission	62,129	16,769	78,898
Total Cash Disbursements	<u>\$ 6,212,871</u>	<u>\$ 1,010,042</u>	<u>\$ 7,222,913</u>
<u>Excess of Cash Receipts Over (Under)</u>			
Cash Disbursements	\$ 0	\$ 182	\$ 182
Cash Balance, July 1, 2014	0	1,226	1,226
Cash Balance, June 30, 2015	<u>\$ 0</u>	<u>\$ 1,408</u>	<u>\$ 1,408</u>

---

---

# SINGLE AUDIT SECTION

---

---



STATE OF TENNESSEE  
COMPTROLLER OF THE TREASURY  
DEPARTMENT OF AUDIT  
DIVISION OF LOCAL GOVERNMENT AUDIT  
SUITE 1500  
JAMES K. POLK STATE OFFICE BUILDING  
NASHVILLE, TENNESSEE 37243-1402  
PHONE (615) 401-7841

**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***

Independent Auditor's Report

Roane County Executive and  
Board of County Commissioners  
Roane County, Tennessee

To the County Executive and Board of County Commissioners:

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements, and have issued our report thereon dated January 29, 2016. Our report includes a reference to other auditors who audited the financial statements of the Roane County Emergency Communications District and the Industrial Development Board of Roane County, as described in our report on Roane County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Roane County's internal control over financial reporting (internal control) to determine the 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 Roane County's internal control. Accordingly, we do not express an opinion on the effectiveness of Roane County'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 may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Roane County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2015-001, 2015-002, 2015-003, 2015-004, and 2015-005.

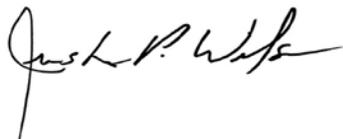
### **Roane County's Response to Findings**

Roane County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. Roane County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

### **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 result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Roane County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Justin P. Wilson  
Comptroller of the Treasury  
Nashville, Tennessee

January 29, 2016

JPW/yu



STATE OF TENNESSEE  
**COMPTROLLER OF THE TREASURY**  
DEPARTMENT OF AUDIT  
DIVISION OF LOCAL GOVERNMENT AUDIT  
SUITE 1500  
JAMES K. POLK STATE OFFICE BUILDING  
NASHVILLE, TENNESSEE 37243-1402  
PHONE (615) 401-7841

**Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

Independent Auditor's Report

Roane County Executive and  
Board of County Commissioners  
Roane County, Tennessee

To the County Executive and Board of County Commissioners:

**Report on Compliance for Each Major Federal Program**

We have audited Roane County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Roane County's major federal programs for the year ended June 30, 2015. Roane County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Roane County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan

and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Roane County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Roane County's compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, Roane County complied, in all material respects, with the types of 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, 2015.

### **Report on Internal Control Over Compliance**

Management of Roane County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Roane County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Roane County's internal control over compliance.

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

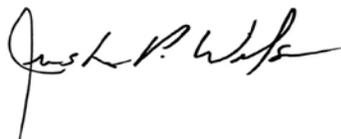
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any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

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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

**Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements. We issued our report thereon dated January 29, 2016, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is 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 Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Justin P. Wilson  
Comptroller of the Treasury  
Nashville, Tennessee

January 29, 2016

JPW/yu

Roane County, Tennessee  
 Schedule of Expenditures of Federal Awards and State Grants (1)  
 For the Year Ended June 30, 2015

Federal/Pass-through Agency/Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Agriculture:			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	\$ 144,376 (3)
Passed-through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	N/A	666,010
National School Lunch Program	10.555	N/A	1,865,414 (3)
Summer Food Service Program for Children	10.559	N/A	31,382
Child and Adult Care Food Program	10.558	N/A	41,969
Total U.S. Department of Agriculture			\$ 2,749,151
U.S. Department of Commerce:			
Passed-through State Department of Economic and Community Development:			
Economic Adjustment Assistance	11.307	(2)	\$ 848,618
Total U.S. Department of Commerce			\$ 848,618
U.S. Department of Defense:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program	12.UNKNOWN	(2)	\$ 141,306
Total U.S. Department of Defense			\$ 141,306
U.S. Department of Housing and Urban Development:			
Passed-through Tennessee Housing Development Agency:			
Community Development Block Grants/State's Program	14.228	N/A	\$ 360,328
Total U.S. Department of Housing and Urban Development			\$ 360,328
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Alcohol Open Container Requirements	20.607	(2)	\$ 88,544
Total U.S. Department of Transportation			\$ 88,544
U.S. Environmental Protection Agency:			
Passed-through State Department of Environment and Conservation:			
Capitalization Grants for Clean Water State Revolving Funds	66.458	CW0 2011-285	\$ 90,183
Total U.S. Environmental Protection Agency			\$ 90,183
U.S. Department of Energy:			
Passed-through State Department of Military:			
Environmental Monitoring/Cleanup, Cultural and Resource Mgmt, Emergency Response Research, Outreach, Technical Analysis	81.214	(2)	\$ 15,498
Total U.S. Department of Energy			\$ 15,498
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 1,531,255
Special Education Cluster:			
Special Education - Grants to States	84.027	N/A	1,660,205
Special Education - Preschool Grants	84.173	N/A	87,158
Career and Technical Education - Basic Grants to States	84.048	N/A	109,322
Safe and Drug-free Schools and Communities - National Programs	84.184	N/A	25,217
Rural Education	84.358	N/A	22,756
Improving Teacher Quality State Grants	84.367	N/A	306,459
State Fiscal Stabilization Fund (SFSF) - Race-to-the-Top Incentive Grants, Recovery Act	84.395	N/A	87,523
Total U.S. Department of Education			\$ 3,829,895

(Continued)

Roane County, Tennessee  
 Schedule of Expenditures of Federal Awards and State Grants (1) (Cont.)

Federal/Pass-through Agency/Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance	97.036	FEMA-4189-DR-TN	\$ 167,229
Emergency Management Performance Grants	97.042	(2)	43,500
Homeland Security Grant Program	97.067	N/A	15,250
Total U.S. Department of Homeland Security			\$ 225,979
Total Expenditures of Federal Awards			\$ 8,349,502

State Grants

		Contract Number	Expenditures
Litter Program - State Department of Transportation	N/A	(2)	\$ 48,130
Law Enforcement Training - State Department of Safety	N/A	(2)	24,600
Early Childhood Education - State Department of Education	N/A	(2)	633,579
Lottery for Education-Pre K - State Department of Education	N/A	(2)	449,567
Waste Tire Options Grant - State Department of Environment and Conservation	N/A	(2)	23,122
DGA Grant - State Department of Health	N/A	(2)	312,420
Coordinated School Health - State Department of Education	N/A	(2)	90,000
Student Ticket Subsidy Grant - Tennessee Arts Commission	N/A	(2)	3,000
Family Resource Center	N/A	(2)	29,612
Internet Connectivity - State Department of Education	N/A	(2)	20,066
Energy Efficient Schools Initiative - State Department of Education	N/A	(2)	1,950
Safe Schools Act - State Department of Education	N/A	(2)	32,770
Total State Grants			\$ 1,668,816

CFDA - Catalog of Federal Domestic Assistance  
 N/A - Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting, except for CFDA No. 11.307 (revolving loan program). The calculations for this grant are pursuant to OMB Circular A-133 rather than generally accepted accounting principles.
- (2) Information not available.
- (3) Total for CFDA No. 10.555 is \$2,009,790.

Roane County, Tennessee  
Schedule of Audit Findings Not Corrected  
June 30, 2015

*Government Auditing Standards* require auditors to report the status of uncorrected findings from prior audits. There are no findings from the Annual Financial Report for Roane County, Tennessee, for the year ended June 30, 2014, which have not been corrected.

---

---

**ROANE COUNTY, TENNESSEE**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2015**

---

---

**PART I, SUMMARY OF AUDITOR'S RESULTS**

1. Our report on the financial statements of Roane County is unmodified.
2. The audit of the financial statements of Roane County reported no significant deficiencies in internal control.
3. The audit disclosed no instances of noncompliance that are material to the financial statements of Roane County.
4. The audit reported no significant deficiencies in internal control over major programs.
5. An unmodified opinion was issued on compliance for major programs.
6. The audit revealed no findings that are required to be reported under Section 510(a) of OMB Circular A-133.
7. The Title I Grants to Local Educational Agencies (CFDA No. 84.010), the Community Development Block Grants (CFDA No. 14.228), and the Child Nutrition Cluster: School Breakfast Program, National School Lunch Program, and Summer Food Service Program for Children (CFDA Nos 10.553, 10.555 and 10.559) were determined to be major programs.
8. A \$300,000 threshold was used to distinguish between Type A and Type B federal programs.
9. Roane County qualified as a low-risk auditee.

## **PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS**

Findings and recommendations, as a result of our examination and the annual monitoring by the state Division of Property Assessments on assessors of property, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. The written responses of the county executive, trustee and assessor of property are paraphrased in this report. Other management officials did not provide responses for inclusion in this report.

### **ROANE COUNTY**

#### **FINDING 2015-001**

#### **PROPERTY TAX COLLECTIONS WERE NOT PRORATED ACCURATELY**

(Noncompliance Under *Government Auditing Standards*)

During the budget process, changes were made to the individual fund budgets prior to the county commission's approval. However, the tax levy was not amended to correspond with the changes in the individual fund budgets. The trustee was not provided with the approved tax levy. As a result, approximately \$122,000 allocated to the Ambulance Service Fund per the tax levy was prorated to the General Capital Projects Fund in error. This incorrect proration was a result of management not ensuring that the tax levy corresponded with the budget adopted by county commission and ensuring that the trustee was provided with the approved levy. The proration has been corrected in this report.

#### **RECOMMENDATION**

The county should ensure that revenues are accurately prorated in accordance with the tax levy approved by the County Commission. Management should ensure that the tax levy corresponds with the individual fund budgets as amended.

#### **MANAGEMENT'S RESPONSE – COUNTY EXECUTIVE**

In budget deliberations May 15, 2014, the Budget Committee voted to levy one (1) countywide penny to be used to support Ambulance needs of capital expenditures. The Appropriation Resolution and the Tax Levy Resolution were updated to show this approval.

Per the Budget Committee minutes of July 21, 2014, it was unanimously voted to shift the countywide tax of one (1) penny from the Ambulance Operations (118) to Ambulance Capital (171-AMB). This shift did not change the intent of the property tax levy nor did it change the item (Ambulance remount), which was intended to be purchased with the collected tax revenue. The one (1) penny of countywide property tax is equivalent to approximately \$122,000. In the detailed budget the current property tax was shifted from Ambulance Operations to Ambulance Capital along with the related appropriation. The Appropriation Resolution was updated to remove \$120,000 of capital expenditures from the FY15 Ambulance Operations Line and an Ambulance Capital line was created with \$120,000 of appropriation. The tax levy resolution was not updated to show the removal of one (1) penny in the Ambulance Operations and the addition of one (1) penny in the Ambulance Capital.

In the Public Hearing on the FY15 budget held August 14<sup>th</sup>, a presentation was provided to the attendees including all commissioners which explained that the property tax levy for Ambulance would not be in the 118 fund, but would be handled in an Ambulance Capital budget in the Capital Fund (171-AMB). After this, the documents associated with the budget were reviewed including the detailed budget, appropriation resolution, tax levy resolution and template of operations documents were reviewed.

As is evident by the repeated discussion of the Commission and Budget Committee, the intent of the Roane County Legislative Body was always to have the one (1) penny of countywide property tax be used for Ambulance Capital purchases. Although the tax was shifted from one fund to another, there was no comingling of funds since the Capital Fund (171) is not an operational fund like the Ambulance Fund (118), and additionally the Capital Fund (171) is broken down into specific subfunds to highlight and maintain the integrity of the revenue streams to ensure property taxes and other revenues are used for their described, approved and understood purposes. This property tax was always for ambulance capital needs, and that is exactly the purpose for which it was used.

When this motion was made, the Budget Committee seconded and voted upon it in July, the vote on the resolution was September. There were several items affected with this (and several other) changes that were made at the end of the budget process. By a clerical error only, a portion of one resolution was missed. The total tax rate levy was correct and the total tax revenues were posted for the correct purpose. However, we recognize that the clerical error was a posting for ambulance revenue into the capital fund instead of the operating fund, which was reflected on the tax levy resolution.

#### MANAGEMENT'S RESPONSE – TRUSTEE

My office was following and using documents provided to this office by the accounting department in reference to the prorated tax collections. I have discussed the error made with the director of accounts and budgets and the entry correcting the error has been made on the January 2016 monthly report.

I will continue to use our software vendor to help me with the property tax collection prorations and continue to work with the accounting department daily to make sure that all collections are allocated to the funds correctly.

---

#### OFFICE OF ASSESSOR OF PROPERTY

##### FINDING 2015-002

##### **THE ASSESSOR DID NOT MAINTAIN AN ADEQUATE PROGRAM OF SALES VERIFICATION**

(Noncompliance Under *Government Auditing Standards*)

The assessor did not maintain an adequate program of sales verification. Section 67-5-1601, *Tennessee Code Annotated*, requires the assessor to maintain an adequate program of real property sales verifications in accordance with procedures and rules established by the state Board of Equalization. This deficiency can be attributed to the failure of management to maintain adequate records of sales and rejections in analyzing reappraisals, sales ratio

studies, current value update programs, and other reporting services. This resulted in a lack of sufficient documentation to verify sales during reappraisals, sales ratio studies, and current value update programs.

### RECOMMENDATION

The assessor should maintain an adequate program of sales verifications as required by state statute.

### MANAGEMENT'S RESPONSE – ASSESSOR OF PROPERTY

In the past, we have maintained one notebook for all verifications. As of February 2015, we are maintaining a sales verification notebook for each of the following groups; farm, residential, and industrial/commercial properties. We will also perform a quarterly review of the sales report from the computer system and compare that to each of the three notebooks. This will ensure the necessary sales forms are present and have been properly entered into the system. We will also provide systematic training for our new appraisers on what should be qualified and disqualified. In addition, we will begin having our appraisers key their data directly into the computer system, which is a change in our structure that should reduce keying errors.

---

### FINDING 2015-003

### **THE ASSESSOR DID NOT PRORATE IMPROVEMENTS OR NEW CONSTRUCTION**

(Noncompliance Under *Government Auditing Standards*)

The assessor did not properly prorate improvements or new construction. Assessors are required to pick up new construction or improvements and to prorate their values for the portion of the year following their date of completion. Section 67-5-603(b)(1), *Tennessee Code Annotated (TCA)*, provides that for the year in which an improvement or building is completed, the assessment, or increase in assessment, shall be prorated for the portion of the year following the date of its completion. This deficiency can be attributed to management's failure to properly comply with this statute and resulted in an incorrect assessed value to the affected properties.

### RECOMMENDATION

The assessor should prorate new construction and improvements as required by state statute.

### MANAGEMENT'S RESPONSE – ASSESSOR OF PROPERTY

Effective February 2015, our office has a new agreement with the county and city Building Codes Offices to obtain all necessary building permits. Reports will be automatically sent to one of our appraisers who will be responsible for picking up new construction. This should eliminate any problems we have had in the past. We will also do a quarterly review to ensure

that all permits have been processed. Further, we will maintain a notebook with all proration calculations.

---

FINDING 2015-004

**THE ASSESSOR DID NOT ADEQUATELY PERFORM VISUAL INSPECTIONS AND CORRECT THE VISUAL INSPECTION ERRORS FOUND BY THE STATE DIVISION OF PROPERTY ASSESSMENTS**  
(Noncompliance Under *Government Auditing Standards*)

The assessor did not adequately perform visual inspections required to maintain accurate property record cards. In addition, the state Division of Property Assessments performed certain visual inspections of property and reported to the assessor changes that needed to be made to property records; however, the assessor failed to make the necessary changes to the property records. Section 67-5-1601, *Tennessee Code Annotated*, requires the assessor to complete an on-site review of each parcel of real property over a five-year cycle. The review of property is reported to the state Division of Property Assessments. This deficiency can be attributed to the failure of management to maintain an adequate system of internal controls to ensure accurate reporting of on-site reviews. This deficiency resulted in inaccurate property records and could affect the assessment of some properties.

RECOMMENDATION

The assessor should properly perform on-site visual inspections and should correct all errors noted during visual inspections.

MANAGEMENT'S RESPONSE – ASSESSOR OF PROPERTY

Beginning February 2015, our office set up an arrangement with County/City Building Codes Office to obtain all necessary building permits in the future. These reports will be automatically sent to our appraisers who will be responsible for picking up the new construction. We will also do a quarterly review to ensure that all permits have been processed in our office, and in the future we will maintain a notebook with all the proration calculations. This should eliminate any past problems.

---

FINDING 2015-005

**THE ASSESSOR MADE ASSESSMENT CHANGES THAT WERE NOT APPROVED BY THE COUNTY BOARD OF EQUALIZATION**  
(Noncompliance Under *Government Auditing Standards*)

The Assessor's Office made changes to property assessments at their discretion without the approval of the county Board of Equalization. Section 67-5-509(f), *Tennessee Code Annotated*, provides authority for the assessor to make changes to property values if they are for errors or omissions from obvious clerical mistakes and do not involve any judgement or discretion on the part of the assessor. This deficiency can be attributed to management's failure to properly comply with this statute and could over or under assess the affected properties.

## RECOMMENDATION

The assessor should institute quality control procedures to ensure that only clerical errors or omissions are corrected without approval of the Board of Equalization. Additional changes to property values should be approved by the county Board of Equalization.

## MANAGEMENT'S RESPONSE – ASSESSOR OF PROPERTY

All staff will receive training on *Tennessee Code Annotated*, Section 67-5-509(f).

**PART III, FINDINGS AND QUESTIONED  
COSTS FOR FEDERAL AWARDS**

There were no findings and questioned costs for federal awards.

**ROANE COUNTY, TENNESSEE**  
**AUDITEE REPORTING RESPONSIBILITIES**  
**For the Year Ended June 30, 2015**

There were no audit findings relative to federal awards presented in the prior- or current-years' Schedules of Findings and Questioned Costs.