



Fiscal Year 2012/2013



Roane County Budget

Agenda

- ▶ Appropriation Resolution
- ▶ Tax Resolution
- ▶ Non Profit Resolution
- ▶ Debt Report and Capital Report Summaries
- ▶ BUDGET
 - ▶ No tax increase from last year
 - ▶ Tax shift from debt to capital for one year (industrial)
 - ▶ 2% raise for county employees with \$10 increase in 401(k) match
 - ▶ 2% raise for school employees
 - ▶ Future education funding concerns

FY 12/13 Budget Overview

- ▶ Revenue: **\$88,266,075**
- ▶ Expenditure: **\$95,990,737**
- ▶ **23 Active Funds:**
 - ▶ 7 General Government
 - ▶ 1 Highway
 - ▶ 5 Schools
 - ▶ 3 Debt
 - ▶ 2 Capital
 - ▶ 1 Wastewater Enterprise
 - ▶ 2 Internal Service Funds
 - ▶ 2 Agency Funds

Value of the Penny

- ▶ Property Tax is measured in pennies levied
- ▶ As property values increase, so does the value of the penny

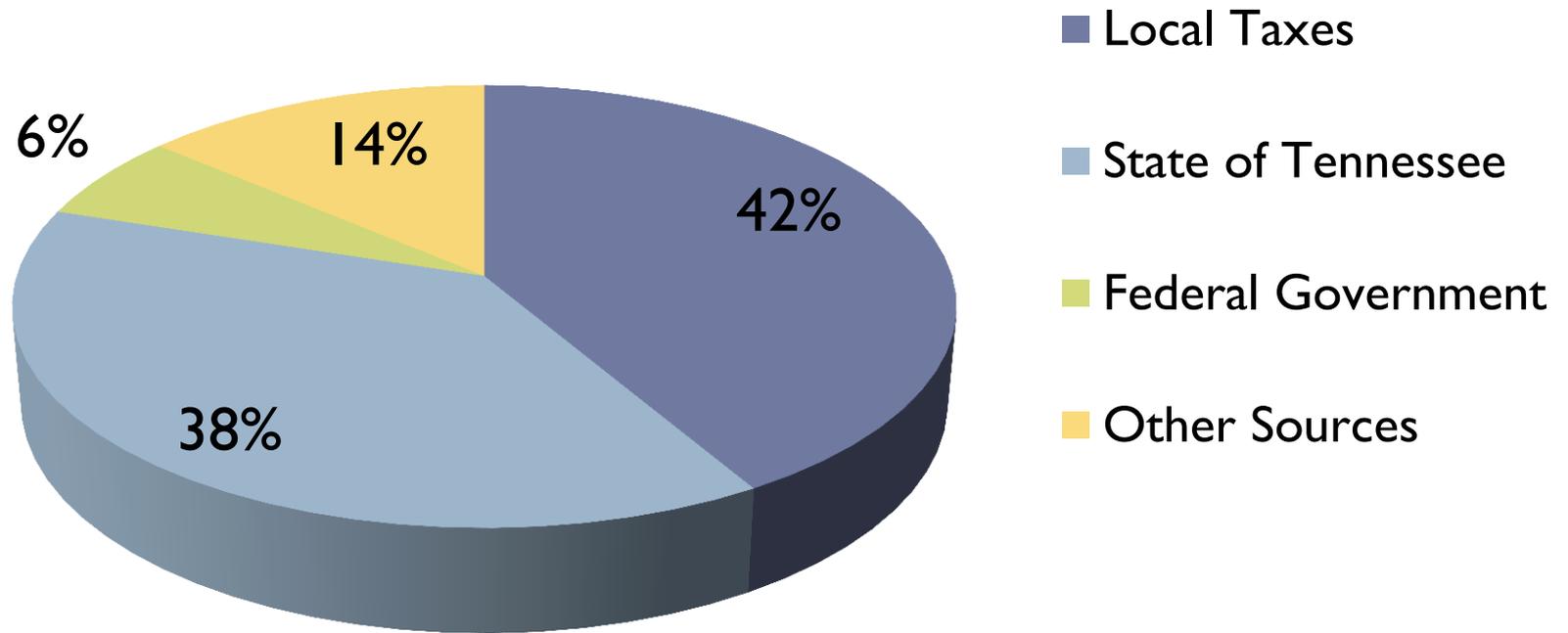
Rural	Paid by property owners outside of all cities	\$70,000
Rural School	Paid by property owners outside of all cities plus Kings, OS, RW	\$94,000
Education Debt	Paid by property owners outside of all cities plus Kings, OS, RW, Har	\$104,000
Countywide	Paid by all property owners in Roane County	\$120,000

Local Option Sales Tax

- ▶ ½ to education, ½ to situs (location it was collected)
- ▶ Current year all areas of the county have increased sales tax collections with the exception of Oak Ridge

	FY11 actual	FY 12 1 month est.	FY13 budget
141/144	7,504,690	7,375,883	7,500,000
101/111/116	688,978	724,522	730,000

Revenue Sources for Operating Funds (101-156)



101 General Fund

- ▶ Mainly operation of the Courthouse, Health Department, Sheriff's Department and Jail
- ▶ Revenues come from: Property Tax, Fees, TVA
- ▶ Expenditures are: Salaries & Benefits, Operational expenses
- ▶ Fund Balance is not in compliance with the Fund Balance Policy, so the county is working to add to the fund balance

101 General Fund Summary

			Proposed	
	Tax Rate:	<u>63.5</u>	2013 Tax Rate:	<u>63.5</u>
7/1/2012	Beginning Fund Balance	3,900,000		
	Estimated Revenues	15,342,600	Penny Value:	<u>120,000</u>
	Estimated Expenditures	<u>(16,588,674)</u>	Property Tax:	<u>7,620,000</u>
6/30/2013	Ending fund balance	<u>2,653,926</u>	Effect on Fund Balance	<u>(1,246,074)</u>
	FB % of expenditures	16%	FB Policy 35%-45%:	Not Compliant

101 – General Fund Revenues

Estimated Revenues		
Local Taxes	10,134,800	66.1%
State of Tennessee	1,831,650	11.9%
Federal Government	31,000	0.2%
Other Sources	<u>3,345,150</u>	21.8%
TOTAL	15,342,600	

Where Does the Fund Balance Go?

- ▶ (1,246,074) reduction in the General Fund 101
- ▶ 400,000 of this is a one time transfer to capital (171) from restricted money
- ▶ 250,000 approximate assigned/ committed/ restricted money usage
- ▶ 640,000 4% anticipated variance (money that will go unspent in the budget)
- ▶ 43,926 positive anticipated impact on unassigned fund balance
- ▶ Hence how this can be called a “balanced” budget

Fee Offices Revenue v. Salary & Benefits

- ▶ A historical representation of the difference in fees collected and the expenditures they are to support.
- ▶ Any negative numbers are where the fees collected are not meeting the expenditures of the office.

	FY08-09	FY09-10	FY10-11	FY11-12	FY12-13
County Clerk	(111,244)	(102,141)	(107,468)	(143,249)	(159,111)
Circuit Court Clerk	(74,326)	(81,438)	(91,837)	(79,489)	(77,759)
Sessions Court Clerk	57,487	59,103	(23,969)	(61,436)	(72,631)
Clerk & Master	74,067	9,777	63,160	52,966	47,665
Register of Deeds	39,120	(5,244)	(11,670)	(48,004)	(67,657)
Trustee	579,573	582,797	536,791	567,604	587,798

General Fund Expenditures

Estimated Expenditures		
Salaries	7,947,630	47.9%
Other Expenses	8,241,044	49.7%
Transfers to Other Funds	<u>400,000</u>	2.4%
TOTAL	16,588,674	

General Fund Expenditures by Major Function

General Government	2,313,267	13.9%
Finance	2,246,796	13.5%
Administration of Justice	2,300,008	13.9%
Public Safety	6,235,669	37.6%
Public Health & Welfare	954,555	5.8%
Social, Cultural & Recreation	341,995	2.1%
Agriculture & Natural Resource	153,474	0.9%
Other Operations	1,584,910	9.6%
Litter & Trash Collection	58,000	0.3%
Transfer to Capital	<u>400,000</u>	2.4%
Total	16,588,674	

111 Urban Services Fund

- ▶ Fire Protection and Animal Control Functions
- ▶ Revenue: Rural Property Tax, Rural Sales Tax, Fees earned by Animal Control
- ▶ Fire Budget: \$501,832
- ▶ Animal Budget: \$287,911

			Proposed	
	Tax Rate:	<u>2.0</u>	2013 Tax Rate:	<u>2.0</u>
7/1/2012	Beginning Fund Balance	570,000		
	Estimated Revenues	706,990	Penny Value:	<u>70,000</u>
	Estimated Expenditures	<u>(789,743)</u>	Property Tax:	<u>140,000</u>
			Rural Sales Tax:	<u>330,000</u>
6/30/2013	Ending fund balance	<u>487,247</u>	Effect on Fund Balance	<u>(82,753)</u>
	FB % of expenditures	62%	FB Policy 10%-100%+:	Compliant

116 Solid Waste Fund

- ▶ Operation of all 14 Convenience Centers
- ▶ Revenue: Rural Property Tax, Rural Sales Tax, TVA Revenue Sharing
- ▶ Expenditures: Largest items are Salaries and Disposal Fees

			Proposed	
	Tax Rate:	<u>2.0</u>	2013 Tax Rate:	<u>2.0</u>
7/1/2012	Beginning Fund Balance	892,000		
	Estimated Revenues	1,009,100	Penny Value:	<u>70,000</u>
	Estimated Expenditures	<u>(1,162,393)</u>	Property Tax:	<u>140,000</u>
			Rural Sales Tax:	<u>350,000</u>
6/30/2013	Ending fund balance	<u>738,707</u>	Effect on Fund Balance	<u>(153,293)</u>
	FB % of expenditures	64%	FB Policy 10%-100%+:	Compliant

118 Ambulance Fund

- ▶ Operation of 4 Countywide Ambulances
- ▶ Revenues: Patient Charges and Countywide Property Tax
- ▶ Expenditures: Salaries and Benefits, Vehicle Maintenance, Fuel and Replacement Parts, Medical Supplies

			Proposed	
	Tax Rate:	<u>1.0</u>	2013 Tax Rate:	<u>1.0</u>
7/1/2012	Beginning Fund Balance	575,000		
	Estimated Revenues	2,836,100	Penny Value:	<u>120,000</u>
	Estimated Expenditures	<u>(2,976,239)</u>	Property Tax:	<u>120,000</u>
6/30/2013	Ending fund balance	<u>434,861</u>	Effect on Fund Balance	<u>(140,139)</u>
	FB % of expenditures	29%	FB Policy 10%-100%+:	Compliant

122 Sheriff's Drug Fund*

- ▶ Fund supporting Sheriff's Dept. drug work
- ▶ Revenue: Court Fines, Seizures
- ▶ Expenditures: Law Enforcement Supplies, Vehicles

7/1/2012	Beginning Fund Balance	87,700		
	Estimated Revenues	44,200		
	Estimated Expenditures	<u>(88,900)</u>		
6/30/2013	Ending fund balance	<u>43,000</u>	Effect on Fund Balance	<u>(44,700)</u>
	FB % of expenditures	59%	FB Policy 10%-100%+:	Compliant

123 Recycling Fund

- ▶ Operation of the Recycling Center and Landfill Post Closure costs
- ▶ Revenues: Property Tax, Fees, Sale of Recycled Materials
- ▶ Expenditures: Salaries, Disposal Fees and Capital

			Proposed	
	Tax Rate:	<u>2.0</u>	2013 Tax Rate:	<u>2.0</u>
7/1/2012	Beginning Fund Balance	486,500		
	Estimated Revenues	733,600	Penny Value:	<u>120,000</u>
	Estimated Expenditures	(965,849)	Property Tax:	<u>240,000</u>
6/30/2013	Ending fund balance	<u>254,251</u>	Effect on Fund Balance:	<u>(232,249)</u>
	FB % of expenditures	23%	FB Policy 10%-100%+:	Compliant



126 District Attorney General Fund*

- ▶ Since the D.A. is located in Roane County, we act as their bookkeepers.
- ▶ Revenues: D.A. fees earned from Courts within the 9th Judicial District
- ▶ Expenditures: Salary Supplements and Office Supplies

7/1/2012	Beginning Fund Balance	33,500		
	Estimated Revenues	45,000		
	Estimated Expenditures	<u>(48,000)</u>		
6/30/2013	Ending fund balance	<u>30,500</u>	Effect on Fund Balance	<u>(3,000)</u>
	FB % of expenditures	67%	FB Policy 10%-100%+:	Compliant

131 Highway Fund

- ▶ Maintenance of all County Roads including mowing roadsides, salting, paving and patching pavement.
- ▶ Revenues: Gasoline and Motor Fuel Tax, Property Tax, Sale of Gasoline, State Aid
- ▶ Expenditures: Hot Mix (Asphalt), Salaries, Machinery Parts

			Proposed	
	Tax Rate:	<u>9.5</u>	2013 Tax Rate:	<u>9.5</u>
7/1/2012	Beginning Fund Balance	800,000		
	Estimated Revenues	3,468,000	Penny Value:	<u>120,000</u>
	Estimated Expenditures	(3,901,190)	Property Tax:	<u>1,140,000</u>
6/30/2013	Ending fund balance	<u>366,810</u>	Effect on Fund Balance:	<u>(433,190)</u>
▶ 20	FB % of expenditures	9%	FB Policy 7%-15%+:	Compliant

131 Highway Fund Revenue

Estimated Revenues				
Local Taxes		1,356,000	39.1%	
State of Tennessee		2,044,000	58.9%	
Other Sources		<u>68,000</u>	2.0%	
TOTAL		3,468,000		

131 Highway Fund Expenditures

Estimated Expenditures		
Salaries	912,793	23.4%
Other Expenses	<u>2,988,397</u>	76.6%
TOTAL	3,901,190	

141 General Purpose School Fund

- ▶ Operation of 17 schools in the County System K-12
- ▶ Revenues: BEP (State), Property Tax, Sales Tax, TVA
- ▶ Expenditures: Salaries, Operational Expenditures

			Proposed	
	Tax Rate:	<u>100.0</u>	2013 Tax Rate:	<u>100.0</u>
7/1/2012	Beginning Fund Balance	8,917,000		
	Estimated Revenues	48,514,136	Penny Value:	<u>113,000</u>
	Estimated Expenditures	<u>(52,304,564)</u>	Property Tax:	<u>11,300,000</u>
			Sales Tax	<u>5,700,000</u>
6/30/2013	Ending fund balance	<u>5,126,575</u>	Effect on Fund Balance	<u>(3,790,428)</u>
	FB % of expenditures	5.8%	FB Policy 7%-10%+:	

141 General Purpose School Revenue

Estimated Revenues			
Local Taxes		17,984,500	37.1%
State of Tennessee		29,593,996	61.0%
Federal Government		785,000	1.6%
Other Sources		<u>150,640</u>	0.4%
TOTAL		48,514,136	

141 General Purpose School Expenditures

Estimated Expenditures		
Salaries	32,464,749	62.1%
Other Expenses	<u>19,839,815</u>	37.9%
TOTAL	52,304,564	

142 School Federal Projects*

- ▶ Operation of Programs funded by the Federal Government
- ▶ Revenues: Grants
- ▶ Expenditures: Salaries and Operational Expenditures

7/1/2012	Beginning Fund Balance	500,000		
	Estimated Revenues	4,761,753		
	Estimated Expenditures	<u>(4,761,753)</u>		
6/30/2013	Ending fund balance	<u>500,000</u>	Effect on Fund Balance	<u>0</u>
	FB % of expenditures	10.5%	FB Policy	N/A

143 Cafeteria Fund*

- ▶ Operation of all school cafeterias
- ▶ Revenues: Fees for breakfast and lunch, USDA Lunch Program,
- ▶ Expenditures: Salaries, Food Supplies and Food Service Equipment

7/1/2012	Beginning Fund Balance	900,000		
	Estimated Revenues	3,837,000		
	Estimated Expenditures	<u>(4,066,737)</u>		
6/30/2013	Ending fund balance	<u>670,263</u>	Effect on Fund Balance	<u>(299,737)</u>
	FB % of expenditures	16.5%	FB Policy 15%-30%	Compliant

144 Transportation Fund

- ▶ Provide transportation to and from school for county students
- ▶ Revenue: BEP (state), Sales Tax, Transfer In from (177-BUS)
- ▶ Expenditure: Salaries, Buses, Fuel

7/1/2012	Beginning Fund Balance	400,000		
	Estimated Revenues	2,550,500		
	Estimated Expenditures	<u>(2,664,786)</u>		
			Sales Tax	<u>1,800,000</u>
6/30/2013	Ending fund balance	<u>285,714</u>	Effect on Fund Balance	<u>(114,286)</u>
	FB % of expenditures	10.7%	FB Policy 10%-20%:	Compliant

146 Before & After School Program Fund*

- ▶ Provide activities and care for before and after school as well as summer programs
- ▶ Revenues: Fees generated from users
- ▶ Expenditure: Salaries and Operating Expenses

7/1/2012	Beginning Fund Balance	50,000		
	Estimated Revenues	250,000		
	Estimated Expenditures	<u>(253,983)</u>		
6/30/2013	Ending fund balance	<u>46,017</u>	Effect on Fund Balance	<u>(3,983)</u>
	FB % of expenditures	18.1%	FB Policy 15%-40%:	Compliant

151 General Debt Service Fund

- ▶ Used to pay general debt obligations of the county including principal and interest
- ▶ Revenue: Property Tax, transfers in from operating funds
- ▶ Expenditures: Principal and Interest on Bonds

			Proposed	
	Tax Rate:	<u>14.0</u>	2013 Tax Rate:	<u>10.0</u>
7/1/2012	Beginning Fund Balance	3,394,457		
	Estimated Revenues	2,448,196	Penny Value:	<u>120,000</u>
	Estimated Expenditures	(3,262,265)	Property Tax:	<u>1,200,000</u>
6/30/2013	Ending fund balance	<u>2,580,388</u>	Effect on Fund Balance:	<u>(814,069)</u>
	FB % of expenditures	79.1%	FB Policy 50%-150%:	Compliant

The Tax Rate Dropped? Where did it go?

- ▶ The county sold some property to VW and the proceeds from that sale go into the General Debt Fund (151).
- ▶ This additional \$500,000 gave the county the opportunity to shift the tax rate for one year and put it towards capital.
- ▶ Capital is purchased with cash to avoid the need to have to issue debt in the future.

152 Rural Debt Service Fund

- ▶ Used to pay education debt incurred prior to 2002 and the merger of Harriman City Schools
- ▶ Revenue: Property Tax (outside of Harriman and Oak Ridge)
- ▶ Expenditures: Principal and Interest on Bonds

		Proposed	
	Tax Rate:	<u>14.0</u>	2013 Tax Rate: <u>14.0</u>
7/1/2012	Beginning Fund Balance	2,197,412	
	Estimated Revenues	1,459,400	Penny Value: <u>94,000</u>
	Estimated Expenditures	(1,802,788)	Property Tax: <u>1,316,000</u>
6/30/2013	Ending fund balance	<u>1,854,024</u>	Effect on Fund Balance: <u>(343,388)</u>
	FB % of expenditures	103%	FB Policy 50%-150%: <u>Compliant</u>

156 Education Debt Service Fund

- ▶ Used to pay education debt since the inclusion of Harriman Schools
- ▶ Revenue: Property Tax (outside of Oak Ridge)
- ▶ Expenditures: Principal and Interest on Bonds

			Proposed	
	Tax Rate:	<u>2.0</u>	2013 Tax Rate:	<u>2.0</u>
7/1/2012	Beginning Fund Balance	822,188		
	Estimated Revenues	259,500	Penny Value:	<u>104,000</u>
	Estimated Expenditures	(352,873)	Property Tax:	<u>208,000</u>
6/30/2013	Ending fund balance	<u>728,815</u>	Effect on Fund Balance:	<u>(93,373)</u>
	FB % of expenditures	206%	FB Policy 50%-150%:	Not Compliant

171 General Capital Projects Fund

- ▶ To purchase capital items related to the operation of county government
- ▶ Revenues: Property Tax, Transfers In, Litigation Tax
- ▶ Expenditures: Capital Items
- ▶ Broken into sub funds by project and/or revenue stream

			Proposed	
	Tax Rate:	<u>4.0</u>	2013 Tax Rate:	<u>7.0</u>
7/1/2012	Beginning Fund Balance	1,220,244		
	Estimated Revenues	1,733,000	Penny Value:	<u>120,000</u>
	Estimated Expenditures	(1,176,000)	Property Tax:	<u>840,000</u>
6/30/2013	Ending fund balance	<u>1,777,244</u>	Effect on Fund Balance:	<u>557,000</u>
	FB % of expenditures	236%	FB Policy to cover expenses	Compliant

171 – General Capital Projects

▶ Sub funds:

- ▶ BAL – Balance
- ▶ CCC – Capital for Convenience Centers
- ▶ CHJ – Courthouse and Jail Capital Projects
- ▶ RCY – Recycling Center Capital
- ▶ REC – Recreation (supported partially by rev. from Caney Creek RV & Marina)
- ▶ VEH – Vehicles
- ▶ IND – Industrial Development
- ▶ SPC – Swan Pond Complex

177 Education Capital Projects Fund

- ▶ Capital purchases pertaining to the Roane County School System
- ▶ Revenue: TVA, Property Tax
- ▶ Expenditures: Capital Purchases

			Proposed	
	Tax Rate:	<u>4.0</u>	2013 Tax Rate:	<u>4.0</u>
7/1/2012	Beginning Fund Balance	804,027		
	Estimated Revenues	5,462,500	Penny Value:	<u>113,000</u>
	Estimated Expenditures	(5,814,174)	Property Tax:	<u>452,000</u>
6/30/2013	Ending fund balance	<u>452,353</u>	Effect on Fund Balance:	<u>(351,674)</u>
	FB % of expenditures	7.7%	FB Policy to cover expenses	Compliant

204 Wastewater Fund*

- ▶ Operates the County owned sewer plant
- ▶ Revenues: Fees earned from users, sewer taps, SRF loan (state)
- ▶ Expenditures: Salaries, Capital Expenditure, Maintenance

7/1/2012	Beginning Fund Balance	668,752		
	Estimated Revenues	3,352,600		
	Estimated Expenditures	<u>(3,425,800)</u>		
6/30/2013	Ending fund balance	<u>595,552</u>	Effect on Fund Balance	<u>(73,200)</u>
	FB % of expenditures	17.4%	FB Policy 10%-100%:	Compliant

264 Employee Insurance Fund*

- ▶ Used to collect payments from the operating funds and disperse payments to the insurance providers.
- ▶ Revenue: Transfers in from other funds (county and employee portions of insurance payments)
- ▶ Expenditure: Payments to Insurance Providers

7/1/2012	Beginning Fund Balance	498,217		
	Estimated Revenues	2,685,000		
	Estimated Expenditures	<u>(2,680,074)</u>		
6/30/2013	Ending fund balance	<u>503,143</u>	Effect on Fund Balance	<u>4,926</u>
	FB % of expenditures	18.8%	FB Policy cash flow need	Compliant

266 Worker's Compensation Fund*

- ▶ Self Insured Worker's Compensation program
- ▶ Revenues: transfers in from operating funds
- ▶ Expenditure: Workman's Comp Claims, Medical Payments and Settlements

7/1/2012	Beginning Fund Balance	955,184		
	Estimated Revenues	630,440		
	Estimated Expenditures	<u>(640,000)</u>		
6/30/2013	Ending fund balance	<u>945,624</u>	Effect on Fund Balance	<u>(9,560)</u>
	FB % of expenditures	147.8%	FB Policy cash flow need	Compliant

359 Economic & Community Development Fund*

- ▶ Fund is used to loan money to local businesses. There is a separate board that approves the loans.
- ▶ Revenue: Principal and Interest repayments
- ▶ Expenditures: Loans and Administrative Expenses

7/1/2012	Beginning Fund Balance	120,794		
	Estimated Revenues	73,300		
	Estimated Expenditures	<u>(158,208)</u>		
6/30/2013	Ending fund balance	<u>35,886</u>	Effect on Fund Balance	<u>(84,908)</u>
	FB % of expenditures	22.7%	FB Policy cash flow need	Compliant

363 D.A. Judicial Drug Fund (DTF) Fund*

- ▶ Roane County is the bookkeepers for the 9th Judicial District's Drug Fund
- ▶ Revenues: Grants and Seizures
- ▶ Expenditures: Salaries and Supplies

7/1/2012	Beginning Fund Balance	189,881		
	Estimated Revenues	233,200		
	Estimated Expenditures	<u>(299,063)</u>		
6/30/2013	Ending fund balance	<u>124,018</u>	Effect on Fund Balance	<u>(65,863)</u>
	FB % of expenditures	41.5%	FB Policy cash flow need	Compliant