

# Fiscal Year 2013/2014



## Roane County Budget

# Agenda

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- ▶ Appropriation Resolution
- ▶ Tax Resolution
- ▶ Non Profit Resolution
- ▶ Debt Report and Capital Report Summaries
- ▶ **BUDGET**
  - ▶ No tax increase from last year
  - ▶ Tax shift back to capital from debt(industrial)
  - ▶ No raise for county employees
  - ▶ No raise for school employees

# FY 13/14 Budget Overview

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- ▶ Operating Funds Revenue: **\$90,007,468**
- ▶ Operating Funds Expenditure: **\$95,559,240**
- ▶ 24 Active Funds:
  - ▶ 7 General Government
  - ▶ 1 Highway
  - ▶ 5 Schools
  - ▶ 3 Debt
  - ▶ 3 Capital
  - ▶ 1 Wastewater Enterprise
  - ▶ 2 Internal Service Funds
  - ▶ 2 Agency Funds

# Value of the Penny

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- ▶ 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 all property owners in Roane County	\$120,000

# Local Option Sales Tax

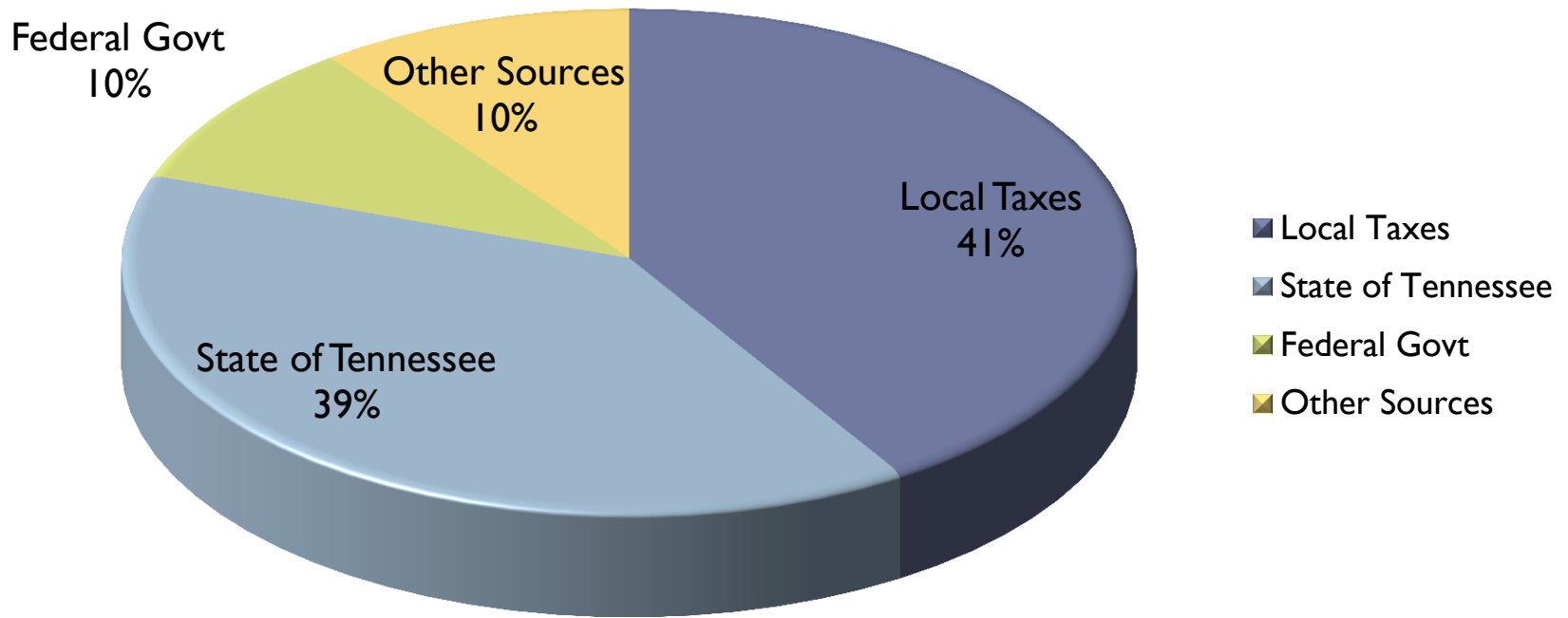
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- ▶ ½ to education, ½ to situs (location it was collected)
- ▶ Current Harriman, Oak Ridge and Oliver Sprints have increased sales tax collections, Kingston, Rockwood and Rural County have lower sales tax collections

	FY12 actual	FY 13 1 month est.	FY14 budget
141/144	7,395,433	7,321,935	7,500,000
101/111/116	723,172	667,611	720,000

# Revenue Sources for Operating Funds (101-156)

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# 101 General Fund

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- ▶ 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

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			Proposed	
	Tax Rate:	<u>63.5</u>	2014 Tax Rate:	<u>63.5</u>
7/1/2013	Beginning Fund Balance	4,800,000		
	Estimated Revenues	15,675,891	Penny Value:	<u>120,000</u>
	Estimated Expenditures	<u>(16,713,798)</u>	Property Tax:	<u>7,620,000</u>
6/30/2014	Ending fund balance	<u>3,762,093</u>	Effect on Fund Balance	<u>(1,037,907)</u>
	FB % of expenditures	27.5%	FB Policy 35%-45%:	Not Compliant



# 101 – General Fund Revenues

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Estimated Revenues		
Local Taxes	9,967,500	63.7%
State of Tennessee	2,154,391	13.8%
Federal Government	31,300	0.2%
Other Sources	<u>3,492,700</u>	22.3%
TOTAL	15,675,891	

# General Fund Expenditures

Estimated Expenditures		
Salaries	7,877,673	47.2%
Other Expenses	8,522,125	51.0%
Transfers to Other Funds	<u>314,000</u>	1.9%
<b>TOTAL</b>	<b>16,713,798</b>	

# General Fund Expenditures by Major Function

General Government	2,693,850	16.1%
Finance	2,298,613	13.8%
Administration of Justice	2,003,964	12.0%
Public Safety	6,860,900	41.0%
Public Health & Welfare	1,012,170	6.1%
Social, Cultural & Recreation	314,972	1.9%
Agriculture & Natural Resource	142,429	0.9%
Other Operations	1,072,900	9.4%
Transfer to Capital	<u>314,000</u>	1.9%
Total	16,713,798	

# 116 Solid Waste Fund

- ▶ Operation of all 12 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>	2014 Tax Rate:	<u>2.0</u>
7/1/2013	Beginning Fund Balance	930,000		
	Estimated Revenues	894,100	Penny Value:	<u>70,000</u>
	Estimated Expenditures	<u>(1,200,748)</u>	Property Tax:	<u>140,000</u>
			Rural Sales Tax:	<u>350,000</u>
6/30/2014	Ending fund balance	<u>623,352</u>	Effect on Fund Balance	<u>(306,648)</u>
	FB % of expenditures	56.9%	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>	2014 Tax Rate:	<u>1.0</u>
7/1/2013	Beginning Fund Balance	720,000		
	Estimated Revenues	2,787,600	Penny Value:	<u>120,000</u>
	Estimated Expenditures	<u>(3,032,548)</u>	Property Tax:	<u>120,000</u>
6/30/2014	Ending fund balance	<u>475,052</u>	Effect on Fund Balance	<u>(244,948)</u>
	FB % of expenditures	20.7%	FB Policy 10%-100%+:	Compliant

# 121 Fire & Animal Control 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>	2014 Tax Rate:	<u>2.0</u>
7/1/2013	Beginning Fund Balance	583,000		
	Estimated Revenues	686,200	Penny Value:	<u>70,000</u>
	Estimated Expenditures	<u>(834,948)</u>	Property Tax:	<u>140,000</u>
			Rural Sales Tax:	<u>330,000</u>
6/30/2014	Ending fund balance	<u>434,252</u>	Effect on Fund Balance	<u>(148,748)</u>
	FB % of expenditures	57.0%	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

7/1/2013	Beginning Fund Balance	103,000		
	Estimated Revenues	40,000		
	Estimated Expenditures	<u>101,921)</u>		
6/30/2014	Ending fund balance	<u>41,079</u>	Effect on Fund Balance	<u>(61,921)</u>
	FB % of expenditures	45.3%	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>	2014 Tax Rate:	<u>2.0</u>
7/1/2013	Beginning Fund Balance	247,000		
	Estimated Revenues	719,600	Penny Value:	<u>120,000</u>
	Estimated Expenditures	(763,641)	Property Tax:	<u>240,000</u>
6/30/2014	Ending fund balance	<u>202,959</u>	Effect on Fund Balance:	<u>(44,041)</u>
	FB % of expenditures	31.6%	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>	2014 Tax Rate:	<u>9.5</u>
7/1/2013	Beginning Fund Balance	522,000		
	Estimated Revenues	3,583,000	Penny Value:	<u>120,000</u>
	Estimated Expenditures	(3,624,338)	Property Tax:	<u>1,140,000</u>
6/30/2014	Ending fund balance	<u>480,622</u>	Effect on Fund Balance:	<u>(41,338)</u>
▶ 17	FB % of expenditures	18.3%	FB Policy 7%-15%+:	Not Compliant

# 131 Highway Fund Revenue

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Estimated Revenues				
Local Taxes		1,371,100	38.3%	
State of Tennessee		2,122,400	59.2%	
Other Sources		<u>89,500</u>	2.5%	
TOTAL		3,583,000		

# 131 Highway Fund Expenditures

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Estimated Expenditures		
Salaries	1,019,805	28.1%
Other Expenses	<u>2,604,533</u>	71.9%
TOTAL	3,624,338	

# 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>	2014 Tax Rate:	<u>100.0</u>
7/1/2013	Beginning Fund Balance	8,128,760		
	Estimated Revenues	48,969,273	Penny Value:	<u>113,000</u>
	Estimated Expenditures	<u>(51,821,510)</u>	Property Tax:	<u>11,300,000</u>
			Sales Tax	<u>5,600,000</u>
6/30/2014	Ending fund balance	<u>5,276,523</u>	Effect on Fund Balance	<u>(2,852,237)</u>
	FB % of expenditures	9.7%	FB Policy 7%-10%+:	Compliant

# 141 General Purpose School Revenue

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Estimated Revenues			
Local Taxes		17,969,500	36.7%
State of Tennessee		30,048,195	61.4%
Federal Government		785,000	1.6%
Other Sources		<u>166,578</u>	0.3%
TOTAL		48,969,273	

# 141 General Purpose School Expenditures

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Estimated Expenditures		
Salaries		
Other Expenses		
<b>TOTAL</b>	<b>51,821,510</b>	

# 142 School Federal Projects\*

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

7/1/2013	Beginning Fund Balance	500,000		
	Estimated Revenues	4,936,095		
	Estimated Expenditures	<u>(4,936,095)</u>		
6/30/2014	Ending fund balance	<u>500,000</u>	Effect on Fund Balance	<u>0</u>
	FB % of expenditures	10.1%	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

7/1/2013	Beginning Fund Balance	860,000		
	Estimated Revenues	3,972,000		
	Estimated Expenditures	<u>(3,972,000)</u>		
6/30/2014	Ending fund balance	<u>860,000</u>	Effect on Fund Balance	<u>0</u>
	FB % of expenditures	26.7%	FB Policy 15%-30%	Compliant



# 144 Transportation Fund

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

7/1/2013	Beginning Fund Balance	290,000		
	Estimated Revenues	2,877,500		
	Estimated Expenditures	<u>(2,877,500)</u>		
			Sales Tax	<u>1,900,000</u>
6/30/2014	Ending fund balance	<u>290,000</u>	Effect on Fund Balance	<u>0</u>
	FB % of expenditures	15.1%	FB Policy 10%-20%:	Compliant

# 146 Before & After School Program Fund\*

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

7/1/2013	Beginning Fund Balance	55,000		
	Estimated Revenues	237,500		
	Estimated Expenditures	<u>(237,500)</u>		
6/30/2014	Ending fund balance	<u>55,000</u>	Effect on Fund Balance	<u>0</u>
	FB % of expenditures	28.2%	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>10.0</u>	2014 Tax Rate: <u>14.0</u>
7/1/2013	Beginning Fund Balance	2,795,000	
	Estimated Revenues	2,918,609	Penny Value: <u>120,000</u>
	Estimated Expenditures	(3,272,255)	Property Tax: <u>1,680,000</u>
6/30/2014	Ending fund balance	<u>2,441,354</u>	Effect on Fund Balance: <u>(353,646)</u>
	FB % of expenditures	75.6%	FB Policy 50%-150%: <u>Compliant</u>

# The Tax Rate rose? Are you raising taxes?

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- ▶ The county sold some property to VW and the proceeds from that sale went into the General Debt Fund (151) two years ago in FY12 as required by the bond issuance used to purchase the property at RRBTP.
- ▶ This additional \$500,000 gave the county the opportunity to shift the tax rate for one year, FY13, and put it towards future industrial capital investment.
- ▶ For FY14 the 4 cents of property tax are being shifted back to debt service from capital. No increase in overall tax rate.
- ▶ County goal is to balance capital tax rate with debt tax rate

# 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>	2014 Tax Rate:	<u>14.0</u>
7/1/2013	Beginning Fund Balance	1,900,000		
	Estimated Revenues	1,464,600	Penny Value:	<u>94,000</u>
	Estimated Expenditures	(1,803,165)	Property Tax:	<u>1,316,000</u>
6/30/2014	Ending fund balance	<u>1,561,435</u>	Effect on Fund Balance:	<u>(338,565)</u>
	FB % of expenditures	87.6%	FB Policy 50%-150%:	Compliant

# 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>	2014 Tax Rate: <u>2.0</u>
7/1/2013	Beginning Fund Balance	737,000	
	Estimated Revenues	245,500	Penny Value: <u>104,000</u>
	Estimated Expenditures	(318,873)	Property Tax: <u>208,000</u>
6/30/2014	Ending fund balance	<u>663,627</u>	Effect on Fund Balance: <u>(73,373)</u>
	FB % of expenditures	209.1%	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>7.0</u>	2014 Tax Rate:	<u>3.0</u>
7/1/2013	Beginning Fund Balance	2,655,110		
	Estimated Revenues	1,036,000	Penny Value:	<u>120,000</u>
	Estimated Expenditures	(1,706,000)	Property Tax:	<u>360,000</u>
6/30/2014	Ending fund balance	<u>1,985,110</u>	Effect on Fund Balance:	<u>(670,000)</u>
	FB % of expenditures	116%	FB Policy to cover expenses	Compliant

# 171 – General Capital Projects

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## ▶ Sub funds:

- ▶ BAL – Balance
- ▶ CCC – Capital for Convenience Centers
- ▶ CHJ – Courthouse and Jail Capital Projects
- ▶ OFI – Other Facility Improvements
- ▶ 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

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

			Proposed	
	Tax Rate:	<u>4.0</u>	2014 Tax Rate:	<u>4.0</u>
7/1/2013	Beginning Fund Balance	670,588		
	Estimated Revenues	2,662,500	Penny Value:	<u>113,000</u>
	Estimated Expenditures	(2,894,500)	Property Tax:	<u>452,000</u>
6/30/2014	Ending fund balance	<u>438,588</u>	Effect on Fund Balance:	<u>(232,000)</u>
	FB % of expenditures	16.2%	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

7/1/2013	Beginning Fund Balance	749,782		
	Estimated Revenues	1,888,800		
	Estimated Expenditures	<u>(2,016,508)</u>		
6/30/2014	Ending fund balance	<u>622,074</u>	Effect on Fund Balance	<u>(127,708)</u>
	FB % of expenditures	31.8%	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

7/1/2013	Beginning Fund Balance	530,000		
	Estimated Revenues	2,975,000		
	Estimated Expenditures	<u>(2,970,000)</u>		
6/30/2014	Ending fund balance	<u>535,000</u>	Effect on Fund Balance	<u>5,000</u>
	FB % of expenditures	19.0%	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

7/1/2013	Beginning Fund Balance	1,205,000		
	Estimated Revenues	626,150		
	Estimated Expenditures	<u>(657,000)</u>		
6/30/2014	Ending fund balance	<u>1,174,150</u>	Effect on Fund Balance	<u>(30,850)</u>
	FB % of expenditures	179.7%	FB Policy cash flow need	Compliant



## 357 D.A. Judicial Drug Fund (DTF) Fund\*

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

7/1/2013	Beginning Fund Balance	89,900		
	Estimated Revenues	206,700		
	Estimated Expenditures	<u>(282,562)</u>		
6/30/2014	Ending fund balance	<u>14,038</u>	Effect on Fund Balance	<u>(75,862)</u>
	FB % of expenditures	6.0%	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

7/1/2013	Beginning Fund Balance	175,500		
	Estimated Revenues	107,360		
	Estimated Expenditures	<u>(216,672)</u>		
6/30/2014	Ending fund balance	<u>66,188</u>	Effect on Fund Balance	<u>(109,312)</u>
	FB % of expenditures	31.5%	FB Policy cash flow need	Compliant

# 364 District Attorney General Fund\*

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

7/1/2013	Beginning Fund Balance	20,500		
	Estimated Revenues	29,000		
	Estimated Expenditures	<u>(48,400)</u>		
6/30/2014	Ending fund balance	<u>1,100</u>	Effect on Fund Balance	<u>(19,400)</u>
	FB % of expenditures	3.3%	FB Policy cash flow need	Compliant