



Fiscal Year 2015/2016



Roane County Budget

Agenda

- ▶ Appropriation Resolution
- ▶ Tax Resolution
- ▶ Non Profit Resolution
- ▶ **BUDGET**
 - ▶ Tax increase in six funds
 - ▶ Combine two related funds (Solid Waste & Recycling)
 - ▶ raise for county employees
 - ▶ raise for non-certified school employees, bonus for certified employees. Additional five years added to the pay table, 20-25 years of service.

FY 15/16 Budget Overview

- ▶ Operating Funds Revenue: **\$92,551,533**
- ▶ Operating Funds Expenditure: **\$94,692,872**
- ▶ 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

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

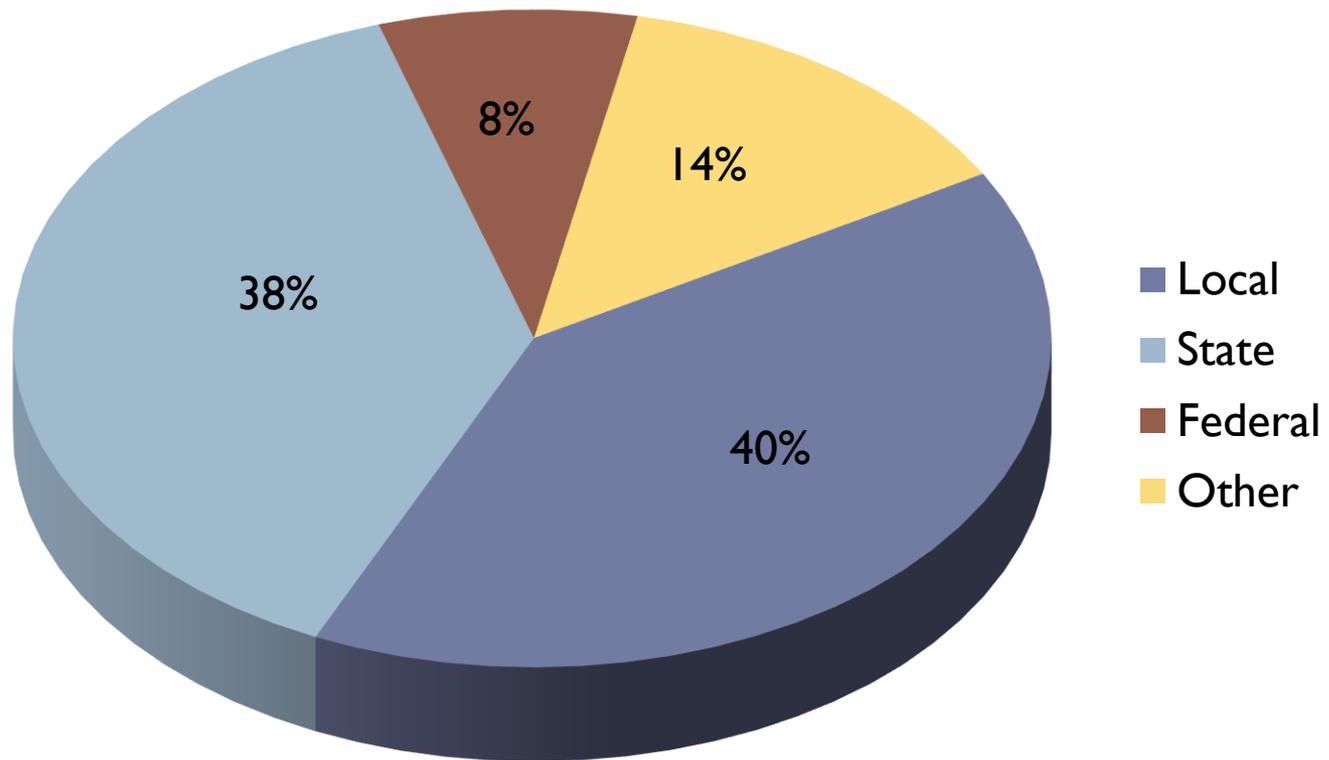
		FY15	Est. FY16
Rural	Paid by property owners outside of all cities	\$70,000	\$69,000
Rural School	Paid by property owners outside of all cities plus Kingston, OS, & Rockwood	\$94,000	\$92,000
Education Debt	Paid by property owners outside of all cities plus Kings, OS, Rockwood, & Harriman	\$105,000	\$103,000
Countywide	Paid all property owners in Roane County	\$120,000	\$118,000

Local Option Sales Tax

- ▶ ½ to education, ½ to situs (location it was collected)
- ▶ Current local option sales tax rate is 2.5% of 2.75% maximum

	FY14 actual	FY 15 estimate	FY16 budget
141/144	7,524,895	6,399,078	7,250,000
101/111/116	776,762	712,482	720,000

Revenue Sources for Operating Funds (101-156)



Funds with property tax increases recommended

- ▶ 101 General Fund - 3 pennies
- ▶ 118 Ambulance Operations – 2 pennies
- ▶ 121 Fire and Animal Control - 1 penny
- ▶ 123 Recycling - 1 penny
- ▶ 141 General Purpose School – 20 pennies
- ▶ 171 General Capital – 1 penny
- ▶ 177 Education Capital – 2 pennies
- ▶ Total Increase = 30 pennies

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

101 General Fund Summary

			Proposed	
	2015 Tax Rate:	<u>63.5</u>	2016 Tax Rate:	
7/1/2015	Beginning FB	4,459,854	Penny Value:	
	Est. Revenues	16,085,883	Property Tax:	<u>7,980,000</u>
	Est. Expenditures	<u>(17,350,207)</u>		
	Transfer to Capital	<u>(100,000)</u>		
6/30/2016	Budget ending FB	<u>3,095,530</u>	Budget effect on FB	<u>(1,364,324)</u>
	Fall Out (8%)	<u>1,388,017</u>		
6/30/2016	Est. ending FB	<u>4,483,546</u>	Estimated effect on FB	<u>23,693</u>
	FB % of expenditures	32%	includes cash flow money in other funds	
	FB Policy 35%-45%:	Not Compliant		

101 – General Fund Revenues

Estimated Revenues		
Local Taxes	10,355,000	64.4%
State of Tennessee	2,109,683	13.1%
Federal Government	70,300	0.4%
Other Sources	<u>3,550,900</u>	22.1%
TOTAL	16,085,883	

General Fund Expenditures by Major Function

General Government	2,949,748	16.9%
Finance	2,277,718	13.1%
Administration of Justice	2,136,597	12.2%
Public Safety	7,361,606	42.2%
Public Health & Welfare	923,404	5.3%
Social, Cultural & Recreation	411,480	2.4%
Agriculture & Natural Resource	142,693	0.8%
Other Operations	1,146,961	6.6%
Transfer to Capital	<u>100,000</u>	0.6%
Total	17,450,207	

116 Solid Waste Fund

- ▶ **Operation of all 12 Convenience Centers**
 - ▶ Open 7:30am – 5:30pm Mon, Tues, Thurs, Fri, Sat
 - ▶ Located all over the county
 - ▶ For use by residents outside of the cities
 - ▶ Most have recycling boxes available
- ▶ **Revenue: Rural Sales Tax and TVA Revenue Sharing**
 - ▶ Sales Tax collected outside of the cities
- ▶ **Expenditures: Largest items are Salaries and Disposal Fees**
 - ▶ Most employees are part time

116 Solid Waste Fund Summary

			Proposed	
	2015 Tax Rate:	<u>3.0</u>	2016 Tax Rate:	
7/1/2015	Beginning Fund Balance	460,202		
	Estimated Revenues	884,000		
	Estimated Expenditures	<u>(920,851)</u>	Sales Tax:	<u>660,000</u>
	Transfer to Capital	<u>(0)</u>		
6/30/2016	Budget ending FB	<u>423,351</u>	Budget effect on FB	<u>(36,851)</u>
	Fall Out (10%)	<u>92,085</u>		
6/30/2016	Est. ending FB	<u>515,436</u>	Estimated effect on FB	<u>55,234</u>
	FB % of expenditures	56%		
	FB Policy 10%-100%+:	Compliant		

118 Ambulance Fund

- ▶ **Operation of 4 Countywide Ambulances**
 - ▶ Ambulances are 24/7
 - ▶ There are 3 24 hour shifts of employees
- ▶ **Revenues: Patient Charges**
 - ▶ Patient charges are collected by a 3rd party billing company and turned over to the county
- ▶ **Property Tax**
 - ▶ This fund has been recommended to have 2 pennies of property tax to support costs associated with residents unable to pay for service
- ▶ **Expenditures: Salaries and Benefits, Vehicle Maintenance, Fuel and Replacement Parts, Medical Supplies**

118 Ambulance Fund Summary

			Proposed	
	2015 Tax Rate:	<u>0.0</u>	2016 Tax Rate:	
7/1/2015	Beginning Fund Balance	679,755	Penny Value:	
	Estimated Revenues	2,864,500	Property Tax:	<u>240,000</u>
	Estimated Expenditures	<u>(2,862,021)</u>		
6/30/2016	Budget ending FB	<u>682,234</u>	Budget effect on FB	<u>2,479</u>
	Fall Out (5%)	<u>143,101</u>		
6/30/2016	Est. ending FB	<u>825,336</u>	Estimated effect on FB	<u>145,580</u>
	FB % of expenditures	29%		
	FB Policy 10%-100%+:	Compliant		



121 Fire & Animal Control Fund

- ▶ **Revenue: Rural Property Tax, Rural Sales Tax, Fees earned by Animal Control**
 - ▶ Property tax is levied on property outside of all cities
 - ▶ Fees come from animal turn ins, contracts with cities for acceptance of animals
- ▶ **Fire Budget: \$528,320**
 - ▶ \$245,000 of this budget is to directly benefit the five (5) volunteer fire departments
- ▶ **Animal Budget: \$310,750**

121 – Fire and Animal Control

			Proposed	
	2015 Tax Rate:	<u>2.0</u>	2016 Tax Rate:	
7/1/2015	Beginning Fund Balance	439,652	Penny Value:	
	Estimated Revenues	656,100	Property Tax:	<u>350,000</u>
	Estimated Expenditures	<u>(839,070)</u>	Sales Tax:	<u>60,000</u>
6/30/2016	Budget ending FB	<u>256,682</u>	Budget effect on FB	<u>(182,970)</u>
	Fall Out (10%)	<u>83,907</u>		
6/30/2016	Est. ending FB	<u>340,589</u>	Estimated effect on FB	<u>(99,063)</u>
	FB % of expenditures	41%		
	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

7/1/2015	Beginning Fund Balance	117,294		
	Estimated Revenues	47,700		
	Estimated Expenditures	<u>(146,421)</u>		
6/30/2016	Ending fund balance	<u>18,573</u>	Effect on Fund Balance	<u>(98,721)</u>
	FB % of expenditures	13%	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**
 - ▶ Property tax is levied countywide
 - ▶ Center sells metal, cardboard, paper and plastic
- ▶ **Expenditures: Salaries, Disposal Fees and Capital**

123 Recycling Fund Summary

			Proposed	
	2015 Tax Rate:	<u>2.0</u>	2016 Tax Rate:	
7/1/2015	Beginning Fund Balance	205,995	Penny Value:	
	Estimated Revenues	782,500	Property Tax:	<u>360,000</u>
	Estimated Expenditures	<u>(804,975)</u>		
6/30/2016	Budget ending FB	<u>183,520</u>	Budget effect on FB	<u>(22,475)</u>
	Fall Out (5%)	<u>40,249</u>		
6/30/2016	Est. ending FB	<u>223,768</u>	Estimated effect on FB	<u>17,774</u>
	FB % of expenditures	28%		
	FB Policy 10%-100%+:	Compliant		

131 Highway Fund

- ▶ **Maintenance of County Roads** including mowing roadsides, salting, paving and patching pavement.
- ▶ **Revenues: Gasoline and Motor Fuel Tax, Property Tax, Sale of Gasoline, State Aid**
 - ▶ Property tax is levied countywide
 - ▶ State Aid is money from the state to assist with the paving/repaving of roads (% State/% Local)
- ▶ **Expenditures: Hot Mix (Asphalt), Salaries, Machinery Parts**

131 Highway Fund Summary

			Proposed	
	2015 Tax Rate:	<u>9.5</u>	2016 Tax Rate:	
7/1/2015	Beginning Fund Balance	686,205	Penny Value:	
	Estimated Revenues	3,671,400	Property Tax:	<u>1,140,000</u>
	Estimated Expenditures	(3,666,836)		
	Transfer to Capital/Debt	<u>(122,894)</u>		
6/30/2016	Budget ending FB	<u>567,875</u>	Budget effect on FB	<u>(118,330)</u>
	Fall Out (3%)	<u>110,005</u>		
6/30/2016	Est. ending FB	<u>677,880</u>	Estimated effect on FB	<u>(8,325)</u>
	FB % of expenditures	18%		
	FB Policy 7%-15%+:	Not Compliant		

131 Highway Fund Revenue

Estimated Revenues				
Local Taxes		1,321,000	36.0%	
State of Tennessee		2,121,400	57.8%	
Federal Government		200,000	5.4%	
Other Sources		<u>29,000</u>	0.8%	
TOTAL		3,671,400		

131 Highway Fund Expenditures

Estimated Expenditures		
Salaries	1,079,072	28.6%
Other Expenses	<u>2,693,942</u>	71.4%
TOTAL	3,773,014	

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
 - ▶ Property Tax is levied countywide
- ▶ Expenditures: Principal and Interest on Bonds
 - ▶ 2 loans for Plateau Park
 - ▶ 1 loan for RRBTP
 - ▶ 1 bond for jail
 - ▶ 3 refunding bonds
 - ▶ 1 for Highway
 - ▶ 1 for Wastewater

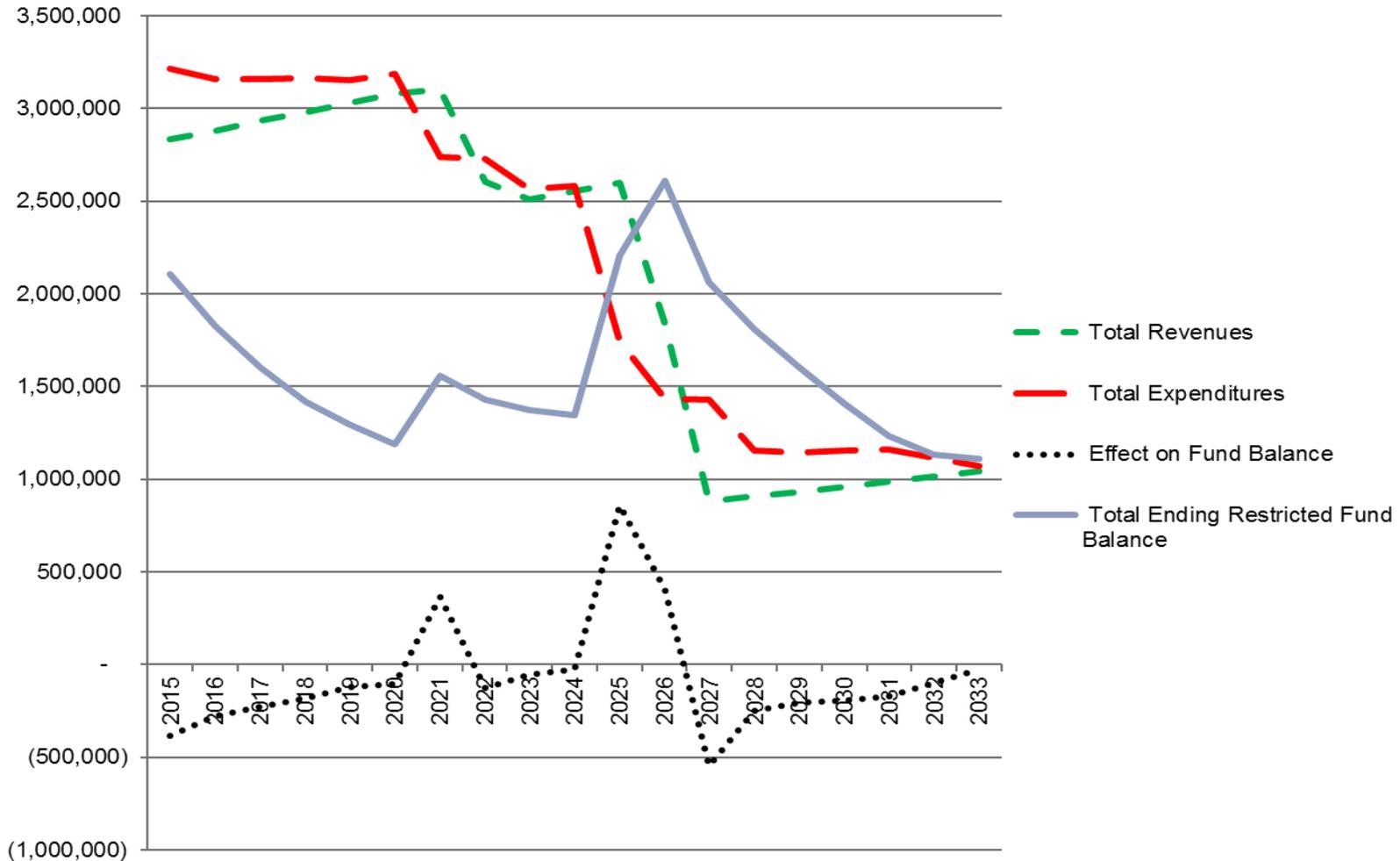
151 General Debt Fund

			Proposed	
	2015 Tax Rate:	<u>14.0</u>	2016 Tax Rate:	
7/1/2015	Beginning Fund Balance	2,140,193		
	Estimated Revenues	2,878,800	Penny Value:	
	Estimated Expenditures	(3,157,389)	Property Tax:	<u>1,680,000</u>
6/30/2016	Ending fund balance	<u>1,861,604</u>	Effect on FB:	<u>(278,589)</u>
	FB % of expenditures	59%		
	FB Policy 50%-150%:	Compliant		



151 General Debt Fund Graph

Multi Year Debt Budget for 151 General Debt



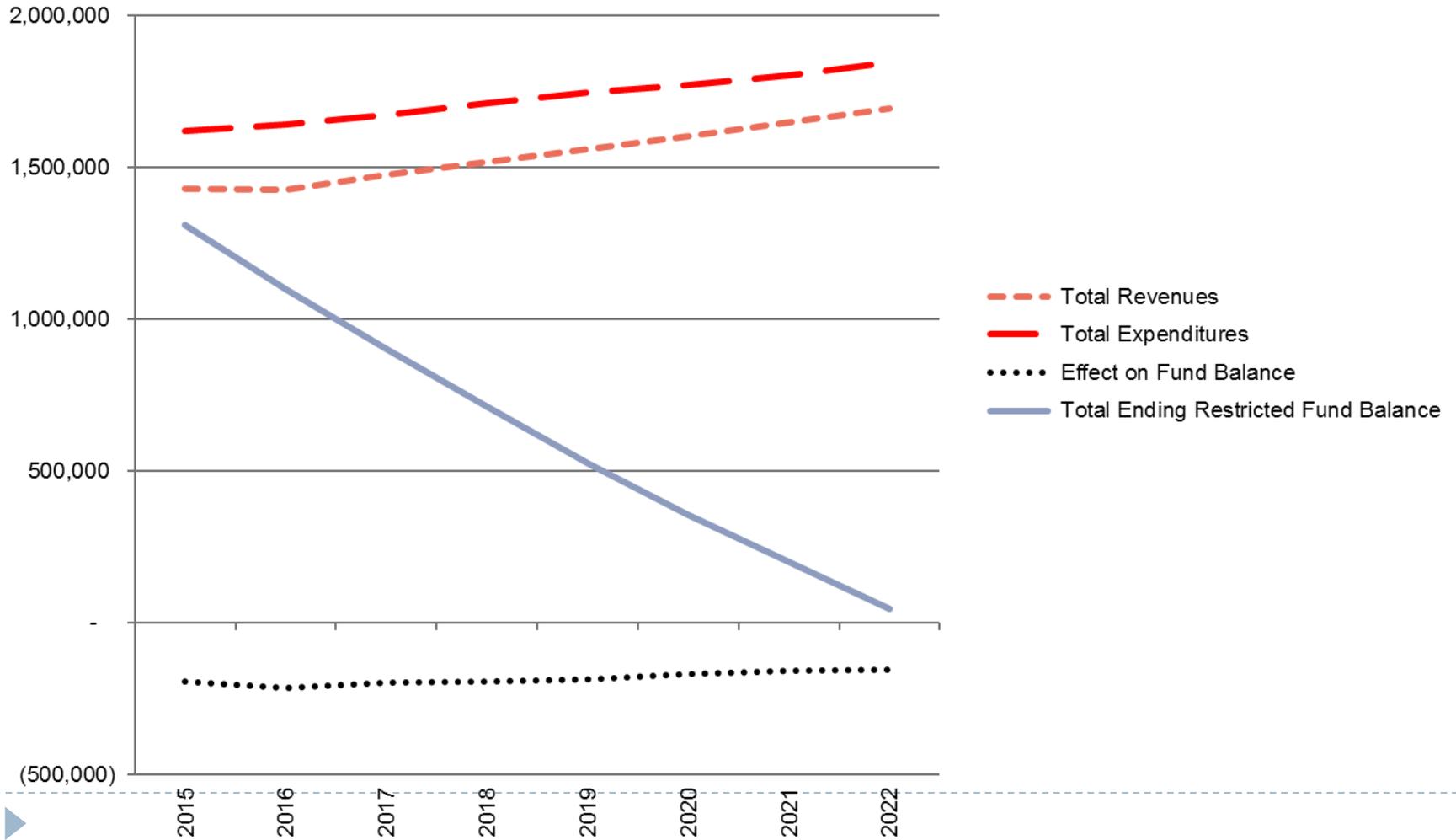
152 Rural Debt Service Fund

- ▶ **Used to pay education debt incurred prior to 2002 and the merger of Harriman City Schools**
 - ▶ No more debt will be issued from this fund
 - ▶ Only used until the Harriman City Schools joined the County System
- ▶ **Revenue: Property Tax (outside of Harriman and OR)**
 - ▶ Harriman and Oak Ridge did not receive any of the proceeds from the debt that was issued in this fund
 - ▶ Property levied countywide except for Harriman and Oak Ridge properties
- ▶ **Expenditures: Principal and Interest on Bonds**
 - ▶ 2 bonds
 - ▶ Will be paid off in 2022

152 Rural Debt Fund

			Proposed	
	2015 Tax Rate:	<u>14.0</u>	2016 Tax Rate:	
7/1/2015	Beginning Fund Balance	1,311,586		
	Estimated Revenues	1,429,100	Penny Value:	
	Estimated Expenditures	(1,641,118)	Property Tax:	<u>1,316,000</u>
6/30/2016	Ending fund balance	<u>1,099,568</u>	Effect on FB:	<u>(212,018)</u>
	FB % of expenditures	67%		
	FB Policy 50%-150%:	Compliant		

152 Rural Debt Service Fund Graph



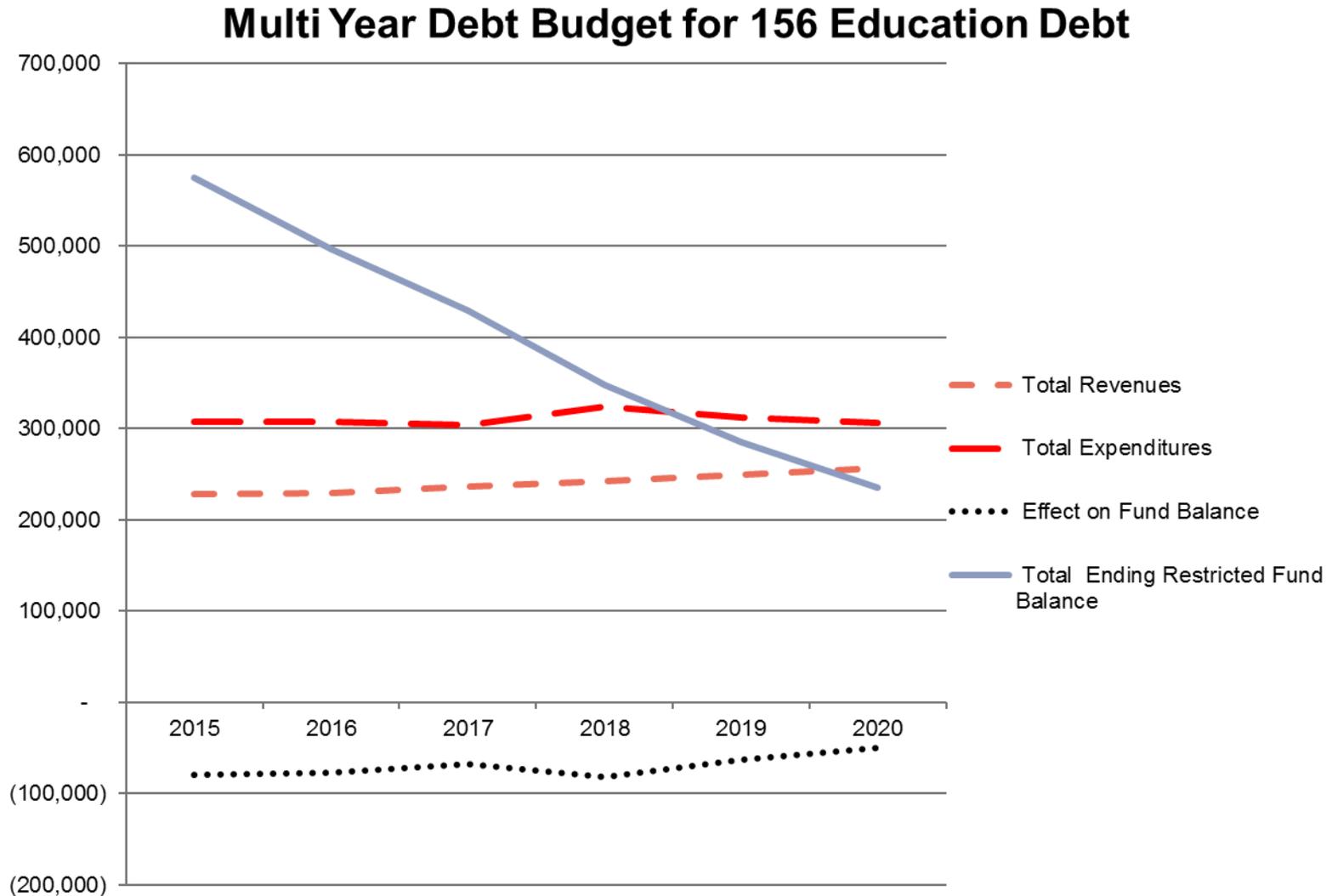
156 Education Debt Service Fund

- ▶ Used to pay education debt since the inclusion of Harriman Schools
- ▶ Revenue: Property Tax (outside of Oak Ridge)
 - ▶ Oak Ridge does not benefit from the proceeds of debt issued in this fund
 - ▶ Property Tax levied countywide except for Oak Ridge properties
- ▶ Expenditures: Principal and Interest on Bonds
 - ▶ 2 bonds
 - ▶ Will be paid off in 2020

156 Education Debt Fund

			Proposed	
	2015 Tax Rate:	<u>2.0</u>	2016 Tax Rate:	
7/1/2015	Beginning Fund Balance	574,718		
	Estimated Revenues	230,000	Penny Value:	
	Estimated Expenditures	(308,210)	Property Tax:	<u>210,000</u>
6/30/2016	Ending fund balance	<u>496,508</u>	Effect on FB:	<u>(78,210)</u>
	FB % of expenditures	161%		
	FB Policy 50%-150%:	Not Compliant		

156 Education Debt Fund Graph



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	
	2015 Tax Rate:	<u>3.0</u>	2016 Tax Rate:	
7/1/2015	Beginning Fund Balance	2,000,000		
	Estimated Revenues	800,000	Penny Value:	
	Estimated Expenditures	(1,738,000)	Property Tax:	<u>600,000</u>
6/30/2016	Ending fund balance	<u>1,062,000</u>	Effect on Fund Balance:	<u>(938,000)</u>
	FB % of expenditures	61%	FB Policy to cover expenses	Compliant

171 General Capital Projects

▶ Sub funds:

- ▶ AMB – Ambulance
- ▶ BAL – Balance
- ▶ CCC – Capital for Convenience Centers
- ▶ CHJ – Courthouse and Jail Capital Projects
- ▶ OES – Office of Emergency Service Projects
- ▶ RCY – Recycling Center Capital
- ▶ REC – Recreation (supported partially by rev. from Caney Creek RV & Marina)
- ▶ SPC – Swan Pond Complex
- ▶ VEH – Vehicles
- ▶ VOT – Voting Machines

176 Highway Capital Projects

- ▶ To purchase large capital items for the Highway Department
- ▶ Revenue is a transfer from operations (131) and a grant for bridge repair
- ▶ Expenditures include highway equipment, vehicles and specific road projects

7/1/2015	Beginning Fund Balance	619,071		
	Estimated Revenues	0		
	Estimated Expenditures	(300,000)		
6/30/2016	Ending fund balance	<u>319,071</u>	Effect on FB:	<u>(300,000)</u>
	FB % of expenditures	106%	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), CDBG Grant (state)
- ▶ Expenditures: Salaries, Capital Expenditure, Maintenance

7/1/2015	Beginning Cash (FB)	1,537,609		
	Estimated Revenues	1,650,000		
	Estimated Expenditures	<u>(1,518,838)</u>		
6/30/2016	Ending Cash (FB)	<u>1,668,771</u>	Effect on Cash (FB)	<u>131,162</u>
	FB % of expenditures	110%	FB Policy Cash Flow:	Compliant

264 Employee Insurance Fund*

- ▶ To administer the county's self insured dental insurance
- ▶ Revenue: Transfers in from other funds (county and employee portions of insurance payments)
- ▶ Expenditure: Payments for dental services
- ▶ County rates are increasing this year

7/1/2015	Beginning Fund Balance	203,364		
	Estimated Revenues	538,280		
	Estimated Expenditures	<u>(566,000)</u>		
6/30/2016	Ending fund balance	<u>175,644</u>	Effect on Fund Balance	<u>(27,720)</u>
	FB % of expenditures	31%	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

7/1/2015	Beginning Fund Balance	1,110,493		
	Estimated Revenues	552,240		
	Estimated Expenditures	<u>(631,959)</u>		
6/30/2016	Ending fund balance	<u>1,030,774</u>	Effect on Fund Balance	<u>(79,719)</u>
	FB % of expenditures	163%	FB Policy cash flow need	Compliant

357 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

7/1/2015	Beginning Fund Balance	165,861		
	Estimated Revenues	265,100		
	Estimated Expenditures	<u>(227,544)</u>		
6/30/2016	Ending fund balance	<u>203,417</u>	Effect on FB:	<u>37,556</u>
	FB % of expenditures	89%	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

7/1/2015	Beginning Fund Balance	202,480		
	Estimated Revenues	62,900		
	Estimated Expenditures	(156,274)		
6/30/2016	Ending fund balance	<u>109,106</u>	Effect on FB:	<u>(93,374)</u>
	FB % of expenditures	70%	FB Policy cash flow need	Compliant

364 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

7/1/2015	Beginning Fund Balance	21,306		
	Estimated Revenues	25,500		
	Estimated Expenditures	(16,300)		
6/30/2016	Ending fund balance	<u>30,506</u>	Effect on Fund Balance	<u>9,200</u>
	FB % of expenditures	187%	FB Policy cash flow need	Compliant

141 General Purpose School Fund

- ▶ Operation of 17 schools in the County System K-12
- ▶ Revenues: BEP (State), Property Tax, Sales Tax, TVA
 - ▶ Property Tax is countywide
 - ▶ Property Tax is shared with Oak Ridge Schools (5% to OR)
- ▶ Expenditures: Salaries, Operational Expenditures

141 – General Purpose School Fund

			Proposed	
	2015 Tax Rate:	<u>100.0</u>	2016 Tax Rate:	
7/1/2015	Beginning Fund Balance	2,835,799		
	Estimated Revenues	52,622,638	Penny Value:	
	Estimated Expenditures	<u>(52,561,654)</u>	Property Tax:	<u>13,680,000</u>
			Sales Tax	<u>5,350,000</u>
6/30/2016	Budget Ending FB	<u>2,896,783</u>	Budget effect on FB	<u>60,984</u>
	FB % of expenditures	5%	FB Policy 7%-10%:	Not Compliant

141 General Purpose School Revenue

Estimated Revenues			
Local Taxes		20,127,000	38.2%
State of Tennessee		30,599,929	58.1%
Federal Government		140,000	0.3%
Other Sources		<u>1,755,709</u>	3.3%
TOTAL		52,622,638	

141 General Purpose School Expenditures

Estimated Expenditures		
Salaries	33,138,449	63%
Other Expenses	<u>19,423,505</u>	37%
TOTAL	52,561,954	

142 School Federal Projects*

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

7/1/2015	Beginning Fund Balance	500,000		
	Estimated Revenues	4,073,912		
	Estimated Expenditures	<u>(4,073,912)</u>		
6/30/2016	Ending Fund Balance	<u>500,000</u>	Effect on FB	<u>0</u>
			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

7/1/2015	Beginning Fund Balance	900,000		
	Estimated Revenues	3,836,000		
	Estimated Expenditures	<u>(3,886,000)</u>		
6/30/2016	Ending fund balance	<u>850,000</u>	Effect on FB	<u>(50,000)</u>
	FB % of expenditures	22%	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, Bus Maintenance, Fuel

7/1/2015	Beginning Fund Balance	380,000		
	Estimated Revenues	2,237,000		
	Estimated Expenditures	<u>(2,267,000)</u>		
			Sales Tax:	<u>1,900,000</u>
6/30/2016	Ending Fund Balance	<u>350,000</u>	Effect on FB:	<u>(30,000)</u>
	FB % of expenditures	15%		
	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

7/1/2015	Beginning Fund Balance	30,000		
	Estimated Revenues	232,000		
	Estimated Expenditures	<u>(232,000)</u>		
6/30/2016	Ending Fund Balance	<u>30,000</u>	Effect on FB	<u>0</u>
	FB % of expenditures	13%		
	FB Policy 15%-40%:	Compliant		

177 Education Capital Projects Fund

- ▶ Capital purchases pertaining to the Roane County School System
- ▶ Revenue: Property Tax, transfer from operations (141)
- ▶ Expenditures: Capital Purchases

			Proposed	
	2015 Tax Rate:	<u>4.0</u>	2016 Tax Rate:	
7/1/2015	Beginning Fund Balance	679,805		
	Estimated Revenues	719,500	Penny Value:	
	Estimated Expenditures	(1,321,011)	Property Tax:	<u>684,000</u>
6/30/2016	Ending fund balance	<u>78,294</u>	Effect on FB:	<u>(601,511)</u>
	FB % of expenditures	6%		
	FB Policy to cover expenses	Compliant		