

Fiscal Year 2014/2015



Roane County Budget

Agenda

- ▶ Appropriation Resolution
- ▶ Tax Resolution
- ▶ Non Profit Resolution – on hold for recommendation of the Non Profit Committee
- ▶ Debt Report and Capital Report Summaries
- ▶ BUDGET
 - ▶ Tax increase of 9 cents requested for Education
 - ▶ 3% raise for county employees
 - ▶ No raise for school employees other than longevity, degree and movement on the pay table

FY 14/15 Budget Overview

- ▶ Operating Funds Revenue: **\$89,475,579**
- ▶ Operating Funds Expenditure: **\$97,173,741**
- ▶ 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

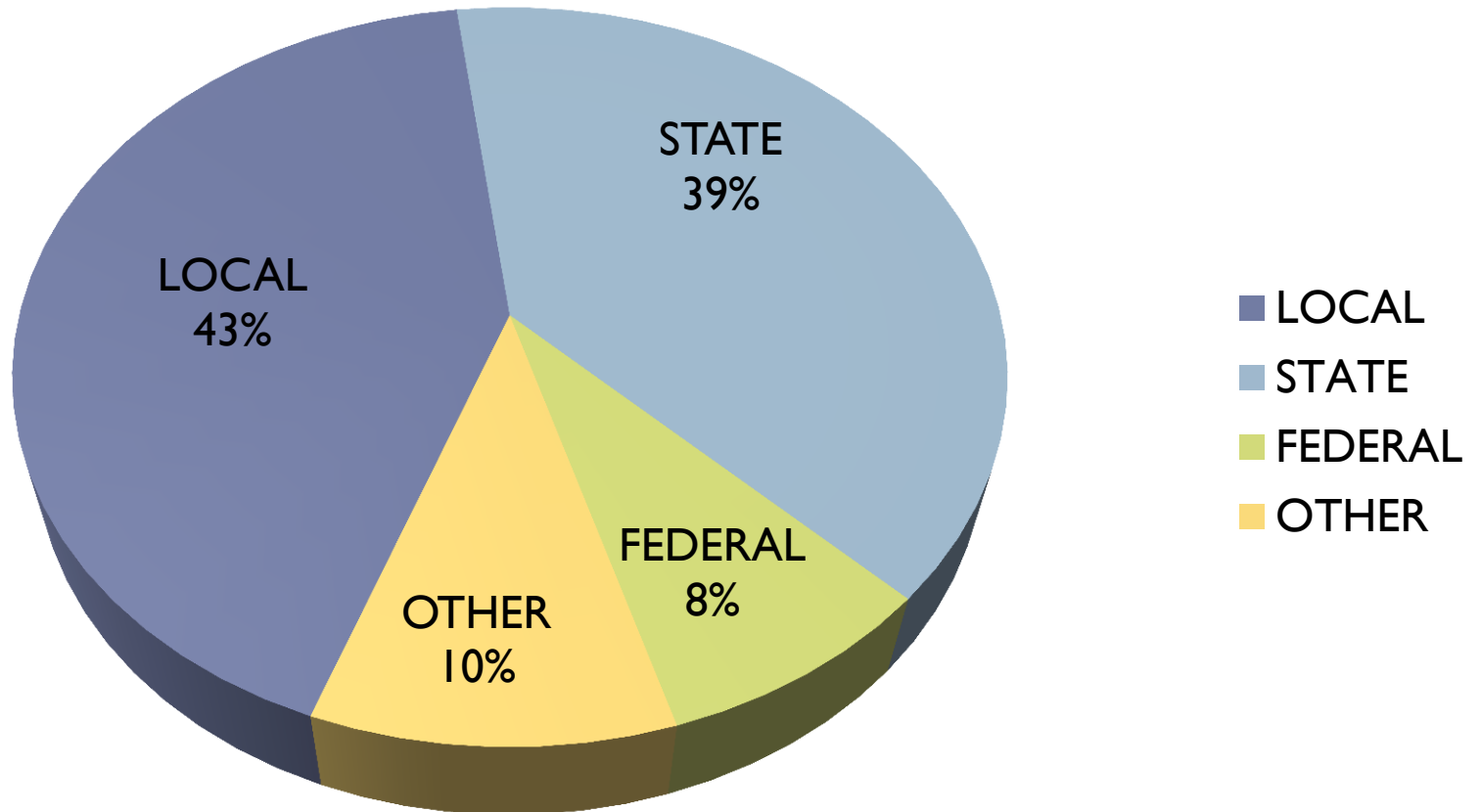
Rural	Paid by property owners outside of all cities	\$70,000
Rural School	Paid by property owners outside of all cities plus Kingston, OS, & Rockwood	\$94,000
Education Debt	Paid by property owners outside of all cities plus Kings, OS, Rockwood, & Harriman	\$105,000
Countywide	Paid all property owners in Roane County	\$120,000

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

	FY13 actual	FY 14 actual	FY15 budget
141/144	7,313,320	7,524,895	7,500,000
101/111/116	661,889	776,762	720,000

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

101 General Fund Summary

			Proposed	
	Tax Rate:	<u>63.5</u>	2015 Tax Rate:	<u>63.5</u>
7/1/2014	Beginning FB	4,957,814	Penny Value:	<u>120,000</u>
	Est. Revenues	15,993,463	Property Tax:	<u>7,620,000</u>
	Est. Expenditures	<u>(17,011,637)</u>		
	Transfer to Capital	<u>(160,300)</u>		
6/30/2015	Budget ending FB	<u>3,779,341</u>	Budget effect on FB	<u>(1,178,474)</u>
	Fall Out (8%)	<u>1,360,931</u>		
6/30/2015	Est. ending FB	<u>5,140,271</u>	Estimated effect on FB	<u>182,457</u>
	FB % of expenditures	36%	includes cash flow money in other funds	
	FB Policy 35%-45%:	Compliant		

101 – General Fund Revenues

Estimated Revenues		
Local Taxes	9,973,000	62.4%
State of Tennessee	2,104,093	13.2%
Federal Government	31,300	0.2%
Other Sources	<u>3,885,070</u>	24.3%
TOTAL	15,993,463	

General Fund Expenditures by Major Function

General Government	2,881,927	16.8%
Finance	2,370,414	13.8%
Administration of Justice	2,061,384	12.0%
Public Safety	7,157,633	41.7%
Public Health & Welfare	910,497	5.3%
Social, Cultural & Recreation	369,855	2.2%
Agriculture & Natural Resource	143,157	0.8%
Other Operations	1,116,770	6.5%
Transfer to Capital	<u>160,300</u>	1.0%
Total	17,171,937	

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 Property Tax, Rural Sales Tax, TVA Revenue Sharing**
 - ▶ Property tax levied only on property outside of all cities
 - ▶ 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	
	Tax Rate:	<u>3.0</u>	2015 Tax Rate:	<u>3.0</u>
7/1/2014	Beginning Fund Balance	814,037	Penny Value:	<u>70,000</u>
	Estimated Revenues	799,000	Property Tax:	<u>210,000</u>
	Estimated Expenditures	<u>(889,471)</u>	Sales Tax:	<u>360,000</u>
	Transfer to Capital	<u>(270,000)</u>		
6/30/2015	Budget ending FB	<u>453,566</u>	Budget effect on FB	<u>(360,471)</u>
	Fall Out (10%)	<u>88,947</u>		
6/30/2015	Est. ending FB	<u>542,514</u>	Estimated effect on FB	<u>(271,524)</u>
	FB % of expenditures	61%		
	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 shifted to Capital Fund (171)**
 - ▶ This fund had property tax in it to purchase one (1) / remount two (2) ambulances. The revenue and expense have been shifted to the 171 –AMB ambulance subfund.
- ▶ **Expenditures: Salaries and Benefits, Vehicle Maintenance, Fuel and Replacement Parts, Medical Supplies**

118 Ambulance Fund Summary

			Proposed	
	Tax Rate:	<u>1.0</u>	2015 Tax Rate:	<u>0.0</u>
7/1/2014	Beginning Fund Balance	1,002,090	Penny Value:	<u>120,000</u>
	Estimated Revenues	2,549,100		
	Estimated Expenditures	<u>(3,319,165)</u>		
6/30/2015	Budget ending FB	<u>232,025</u>	Budget effect on FB	<u>(770,065)</u>
	Fall Out (5%)	<u>165,958</u>		
6/30/2015	Est. ending FB	<u>397,983</u>	Estimated effect on FB	<u>(604,107)</u>
	FB % of expenditures	12%		
	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: \$535,618**
 - ▶ \$245,000 of this budget is to directly benefit the five (5) volunteer fire departments
- ▶ **Animal Budget: \$307,844**

121 – Fire and Animal Control

			Proposed	
	Tax Rate:	<u>2.0</u>	2015 Tax Rate:	<u>2.0</u>
7/1/2014	Beginning Fund Balance	577,076	Penny Value:	<u>70,000</u>
	Estimated Revenues	672,100	Property Tax:	<u>140,000</u>
	Estimated Expenditures	<u>(843,462)</u>	Sales Tax:	<u>360,000</u>
6/30/2015	Budget ending FB	<u>405,714</u>	Budget effect on FB	<u>(171,362)</u>
	Fall Out (10%)	<u>84,346</u>		
6/30/2015	Est. ending FB	<u>490,060</u>	Estimated effect on FB	<u>(87,016)</u>
	FB % of expenditures	58%		
	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

7/1/2014	Beginning Fund Balance	140,000		
	Estimated Revenues	40,000		
	Estimated Expenditures	<u>(121,921)</u>		
6/30/2015	Ending fund balance	<u>58,079</u>	Effect on Fund Balance	<u>(81,921)</u>
	FB % of expenditures	48%	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	
	Tax Rate:	<u>2.0</u>	2015 Tax Rate:	<u>2.0</u>
7/1/2014	Beginning Fund Balance	322,833	Penny Value:	<u>120,000</u>
	Estimated Revenues	672,500	Property Tax:	<u>240,000</u>
	Estimated Expenditures	<u>(844,535)</u>		
6/30/2015	Budget ending FB	<u>150,798</u>	Budget effect on FB	<u>(172,035)</u>
	Fall Out (5%)	<u>42,227</u>		
6/30/2015	Est. ending FB	<u>193,025</u>	Estimated effect on FB	<u>(129,808)</u>
	FB % of expenditures	23%		
	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
 - ▶ Highway Department sells gasoline to other government departments
 - ▶ 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	
	Tax Rate:		<u>9.5</u>	2015 Tax Rate: <u>9.5</u>
7/1/2014	Beginning Fund Balance		619,644	Penny Value: <u>120,000</u>
	Estimated Revenues		3,449,200	Property Tax: <u>1,140,000</u>
	Estimated Expenditures		(3,584,340)	
	Transfer to Capital/Debt		<u>(225,894)</u>	
6/30/2015	Budget ending FB		<u>258,610</u>	Budget effect on FB <u>(361,034)</u>
	Fall Out (5%)		<u>179,217</u>	
6/30/2015	Est. ending FB		<u>437,827</u>	Estimated effect on FB <u>(181,817)</u>
	FB % of expenditures		12%	
	FB Policy 7%-15%+:		Compliant	

131 Highway Fund Revenue

Estimated Revenues				
Local Taxes		1,343,300	38.9%	
State of Tennessee		2,091,400	60.6%	
Other Sources		<u>14,500</u>	0.4%	
TOTAL		3,449,200		

131 Highway Fund Expenditures

Estimated Expenditures		
Salaries	1,047,546	27.5%
Other Expenses	<u>2,762,688</u>	72.5%
TOTAL	3,810,234	

151 General Debt Service Fund

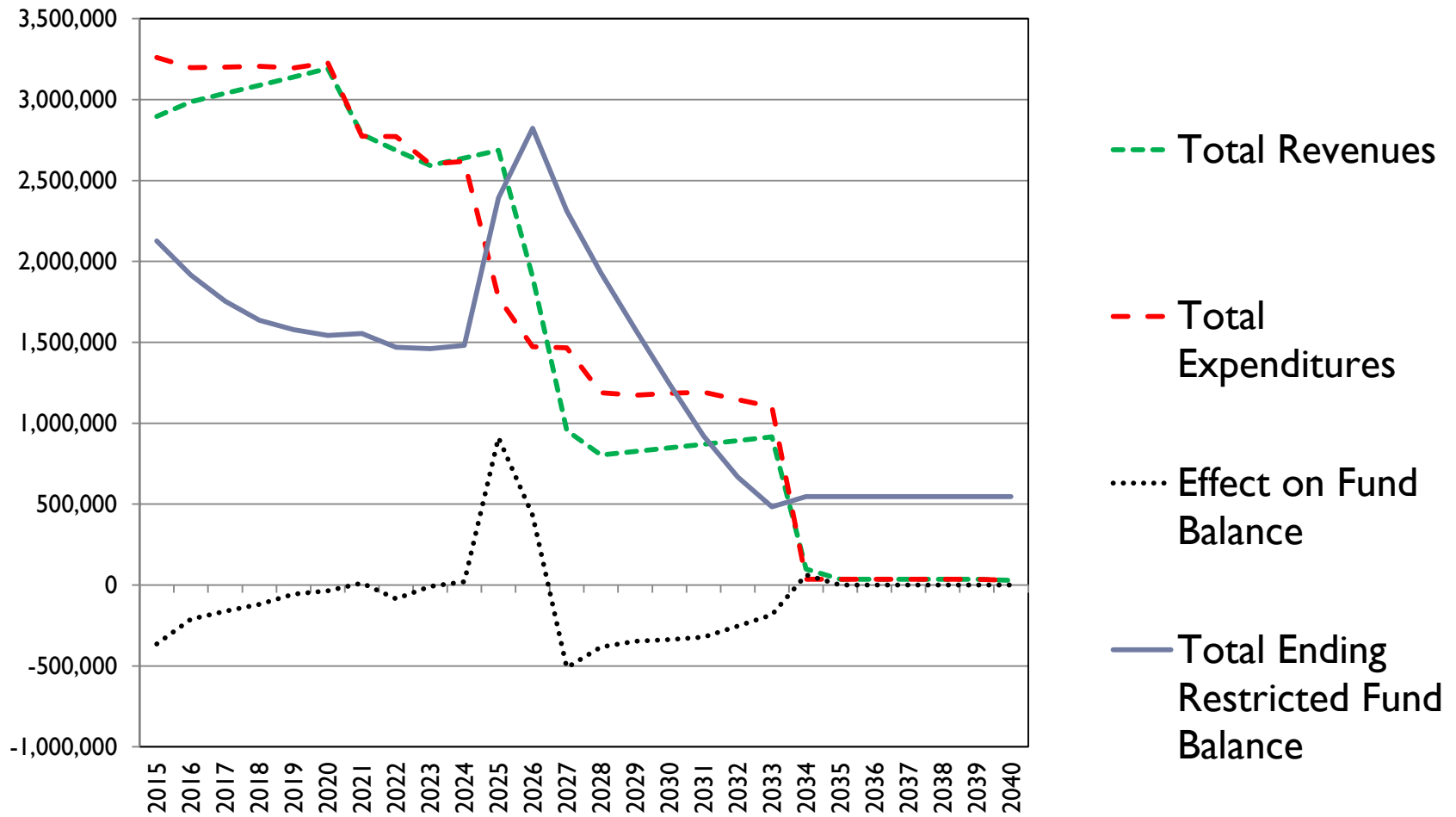
- ▶ Used to pay general debt obligations of the county including principal and interest
- ▶ Revenue: Property Tax, transfers in from operating funds
 - ▶ Property Tax is levied countywide
- ▶ Expenditures: Principal and Interest on Bonds
 - ▶ 2 loans for Plateau Park
 - ▶ 1 loan for RRBTP
 - ▶ 1 bond for jail
 - ▶ 3 refunding bonds
 - ▶ 1 for Highway
 - ▶ 2 for Wastewater

151 – General Debt Fund

			Proposed	
	Tax Rate:	<u>14.0</u>	2015 Tax Rate:	<u>14.0</u>
7/1/2014	Beginning Fund Balance	2,489,052		
	Estimated Revenues	2,896,209	Penny Value:	<u>120,000</u>
	Estimated Expenditures	(3,260,541)	Property Tax:	<u>1,680,000</u>
6/30/2015	Ending fund balance	<u>2,124,720</u>	Effect on FB:	<u>(364,332)</u>
	FB % of expenditures	65.2%	FB Policy 50%-150%:	Compliant



151 – Multi Year Debt Budget Graph



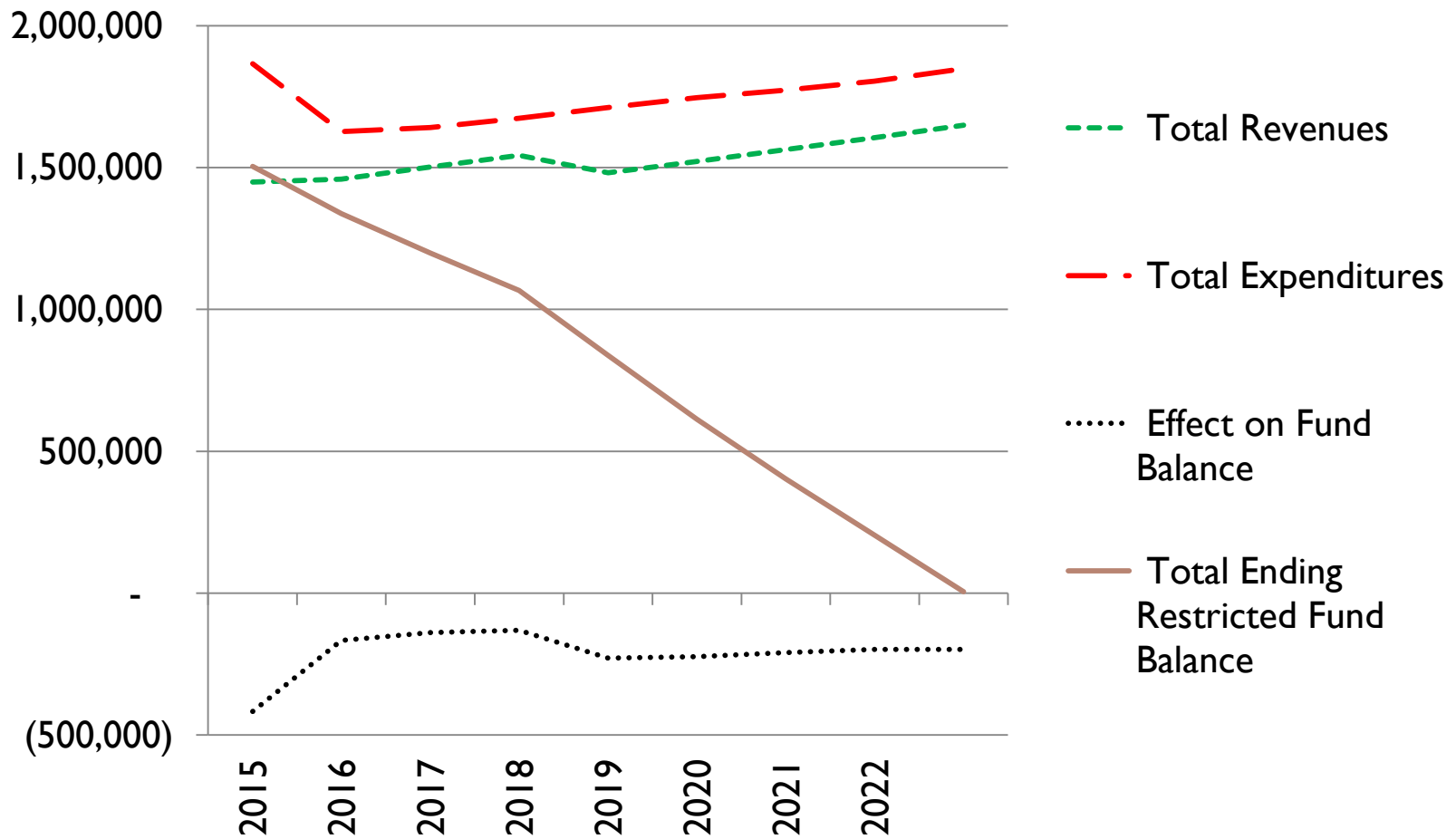
152 Rural Debt Service Fund

- ▶ **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	
	Tax Rate:	<u>14.0</u>	2015 Tax Rate:	<u>14.0</u>
7/1/2014	Beginning Fund Balance	1,503,598		
	Estimated Revenues	1,459,600	Penny Value:	<u>94,000</u>
	Estimated Expenditures	(1,626,574)	Property Tax:	<u>1,316,000</u>
6/30/2015	Ending fund balance	<u>1,336,624</u>	Effect on Fund Balance:	<u>(166,974)</u>
	FB % of expenditures	82.2%	FB Policy 50%-150%:	Compliant

152 –Multi Year Debt Budget Graph



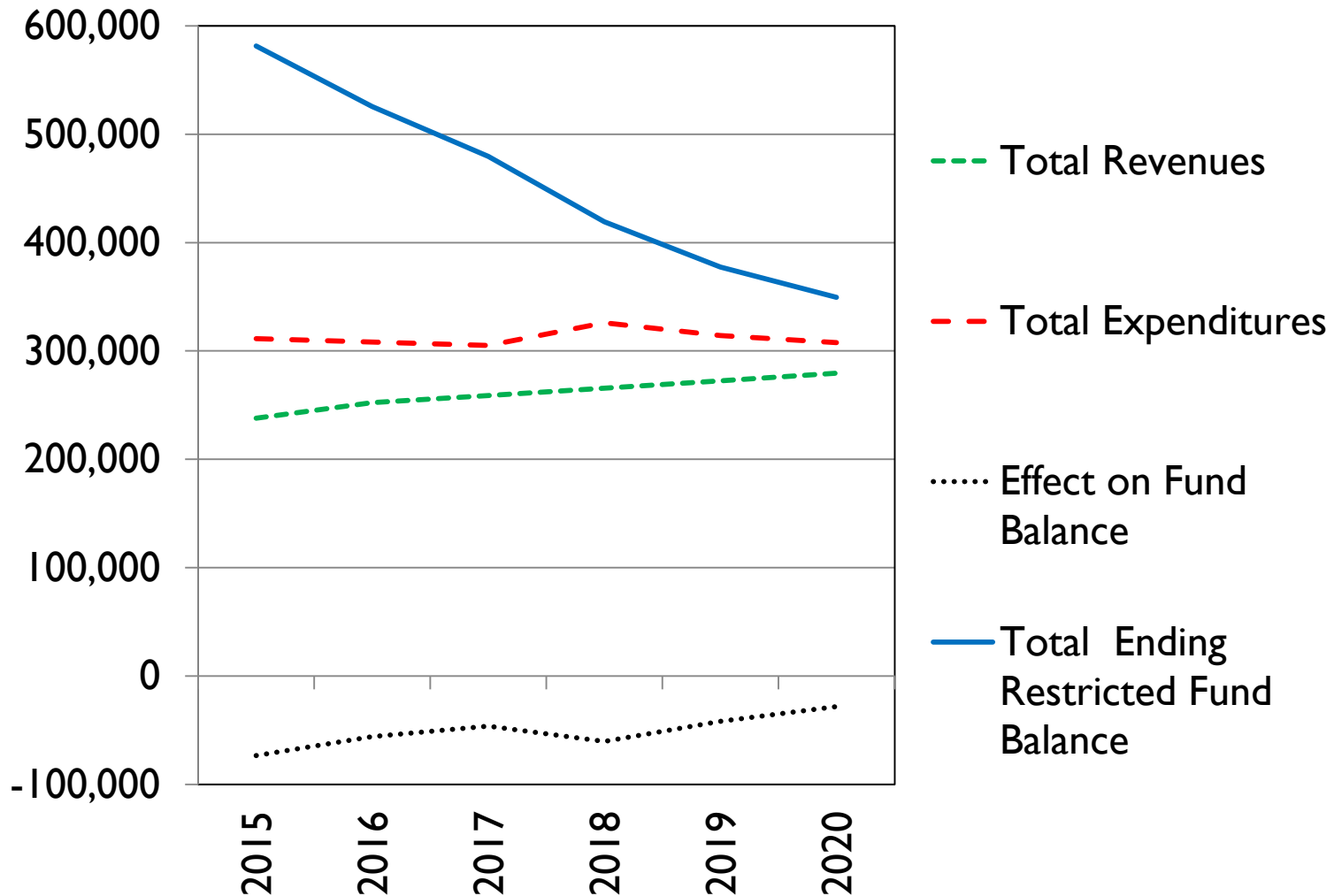
156 Education Debt Service Fund

- ▶ 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	
	Tax Rate:	<u>2.0</u>	2015 Tax Rate:	<u>2.0</u>
7/1/2014	Beginning Fund Balance	654,519		
	Estimated Revenues	238,000	Penny Value:	<u>105,000</u>
	Estimated Expenditures	(311,310)	Property Tax:	<u>210,000</u>
6/30/2015	Ending fund balance	<u>581,209</u>	Effect on FB:	<u>(73,310)</u>
	FB % of expenditures	186.7%	FB Policy 50%-150%:	Not Compliant

156 –Multi Year Debt Budget 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	
	Tax Rate:	<u>3.0</u>	2014 Tax Rate:	<u>4.0</u>
7/1/2014	Beginning Fund Balance	2,613,353		
	Estimated Revenues	998,000	Penny Value:	<u>120,000</u>
	Estimated Expenditures	(2,172,750)	Property Tax:	<u>480,000</u>
6/30/2015	Ending fund balance	<u>1,438,603</u>	Effect on Fund Balance:	<u>(670,000)</u>
	FB % of expenditures	66.2%	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
- ▶ GWT – In God We Trust Sign
- ▶ IND – Industrial Development
- ▶ OFI – Other Facility Improvements
- ▶ 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

	Tax Rate:	<u>0.0</u>		
7/1/2014	Beginning Fund Balance	817,093		
	Estimated Revenues	850,000		
	Estimated Expenditures	(1,120,000)		
6/30/2015	Ending fund balance	<u>547,093</u>	Effect on Fund Balance:	<u>(270,000)</u>
	FB % of expenditures	48.8%	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

7/1/2014	Beginning Fund Balance	1,239,632		
	Estimated Revenues	2,519,095		
	Estimated Expenditures	<u>(2,426,034)</u>		
6/30/2015	Ending fund balance	<u>1,332,693</u>	Effect on Fund Balance	<u>93,061</u>
	FB % of expenditures	54.9%	FB Policy 10%-100%:	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

7/1/2014	Beginning Fund Balance	244,058		
	Estimated Revenues	450,200		
	Estimated Expenditures	<u>(529,500)</u>		
6/30/2015	Ending fund balance	<u>164,758</u>	Effect on Fund Balance	<u>(79,300)</u>
	FB % of expenditures	31.1%	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

7/1/2014	Beginning Fund Balance	1,277,229		
	Estimated Revenues	577,741		
	Estimated Expenditures	<u>(557,000)</u>		
6/30/2015	Ending fund balance	<u>1,297,970</u>	Effect on Fund Balance	<u>20,741</u>
	FB % of expenditures	233.0%	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

7/1/2014	Beginning Fund Balance	149,073		
	Estimated Revenues	265,100		
	Estimated Expenditures	<u>(261,410)</u>		
6/30/2015	Ending fund balance	<u>152,763</u>	Effect on Fund Balance	<u>3,690</u>
	FB % of expenditures	58.4%	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

7/1/2014	Beginning Fund Balance	898,029		
	Estimated Revenues	77,360		
	Estimated Expenditures	<u>(266,274)</u>		
6/30/2015	Ending fund balance	<u>709,115</u>	Effect on Fund Balance	<u>(188,914)</u>
	FB % of expenditures	266.3%	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

7/1/2014	Beginning Fund Balance	12,870		
	Estimated Revenues	25,500		
	Estimated Expenditures	<u>(37,900)</u>		
6/30/2015	Ending fund balance	<u>470</u>	Effect on Fund Balance	<u>(12,400)</u>
	FB % of expenditures	1.2%	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	
	Tax Rate:	<u>100.0</u>	2015:Tax Rate:	<u>109.0</u>
7/1/2014	Beginning Fund Balance	6,533,442		
	Estimated Revenues	49,787,967	Penny Value:	<u>113,000</u>
	Estimated Expenditures	<u>(53,696,151)</u>	Property Tax:	<u>12,317,000</u>
			Sales Tax	<u>5,600,000</u>
6/30/2015	Budget Ending FB	<u>2,625,258</u>	Budget effect on FB	<u>(3,908,184)</u>
	Fall Out (3%)	<u>1,610,885</u>		
	Est. ending FB	<u>4,236,143</u>	Est. effect on FB	<u>(2,297,299)</u>
	Est. ending unassigned	<u>2,669,262</u>		
	FB % of expenditures	5%	FB Policy 7%-10%:	Not Compliant

141 General Purpose School Revenue

Estimated Revenues			
Local Taxes		18,982,000	38.1%
State of Tennessee		30,287,949	60.8%
Federal Government		365,500	0.7%
Other Sources		<u>152,518</u>	0.3%
TOTAL		49,787,967	

141 General Purpose School Expenditures

Estimated Expenditures		
Salaries	32,483,687	60.5%
Other Expenses	<u>21,212,464</u>	39.5%
TOTAL	53,696,151	

142 School Federal Projects*

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

7/1/2014	Beginning Fund Balance	500,000		
	Estimated Revenues	4,095,440		
	Estimated Expenditures	<u>(4,095,440)</u>		
6/30/2015	Ending fund balance	<u>500,000</u>	Effect on FB	<u>0</u>
	FB % of expenditures	12.2%	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

7/1/2014	Beginning Fund Balance	929,645		
	Estimated Revenues	3,796,000		
	Estimated Expenditures	<u>(3,846,000)</u>		
6/30/2015	Ending fund balance	<u>879,645</u>	Effect on FB	<u>(50,000)</u>
	FB % of expenditures	27.9%	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

7/1/2014	Beginning Fund Balance	345,156		
	Estimated Revenues	2,767,000		
	Estimated Expenditures	<u>(2,807,000)</u>		
			Sales Tax	<u>1,900,000</u>
6/30/2015	Ending fund balance	<u>305,156</u>	Effect on FB	<u>(40,000)</u>
	FB % of expenditures	15.9%	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

7/1/2014	Beginning Fund Balance	45,130		
	Estimated Revenues	260,000		
	Estimated Expenditures	<u>(260,000)</u>		
6/30/2015	Ending fund balance	<u>45,130</u>	Effect on FB	<u>0</u>
	FB % of expenditures	22.4%	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	
	Tax Rate:	<u>4.0</u>	2014 Tax Rate:	<u>4.0</u>
7/1/2014	Beginning Fund Balance	916,391		
	Estimated Revenues	877,500	Penny Value:	<u>113,000</u>
	Estimated Expenditures	(1,039,500)	Property Tax:	<u>452,000</u>
6/30/2015	Ending fund balance	<u>754,391</u>	Effect on Fund Balance:	<u>(162,000)</u>
	FB % of expenditures	72.6%	FB Policy to cover expenses	Compliant