

ANNUAL FINANCIAL REPORT
ROANE COUNTY, TENNESSEE

FOR THE YEAR ENDED JUNE 30, 2016



DIVISION OF LOCAL GOVERNMENT AUDIT



**ANNUAL FINANCIAL REPORT
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FOR THE YEAR ENDED JUNE 30, 2016**

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

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

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

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ISABELLA DANIELS
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State Auditors***

This financial report is available at www.comptroller.tn.gov

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Summary of Audit Findings

Annual Financial Report
Roane County, Tennessee
For the Year Ended June 30, 2016

Scope

We have audited the basic financial statements of Roane County as of and for the year ended June 30, 2016.

Results

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

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

Findings

The following are summaries of the audit findings:

OFFICE OF ASSESSOR OF PROPERTY

- ◆ The assessor did not maintain an adequate program of sales verification.
- ◆ The office had deficiencies concerning rollback assessments.
- ◆ The assessor did not properly prorate improvements and new construction.

INTRODUCTORY SECTION

Roane County Officials

June 30, 2016

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

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

Board of Education

Everett Massengill	Michael Miller
Darrell Langley, Chairman	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
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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, 2016, 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 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, 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, 2016, 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. 72, *Fair Value Measurement and Application*; GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*; GASB Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*; and GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. Our opinion is not modified with respect to these matters.

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 14-24 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 105-114 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.

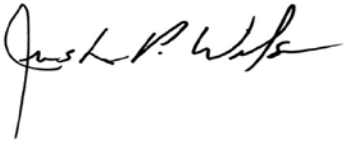
The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 28, 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,

A handwritten signature in black ink, appearing to read "Justin P. Wilson". The signature is fluid and cursive, with a long vertical stroke at the end.

Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

October 28, 2016

JPW/yu

**Roane County, Tennessee
Management's Discussion and Analysis
For the Year Ended June 30, 2016**

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, 2016. 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 2016

Key financial highlights for 2016 are as follows:

In total, net position of the primary government increased by \$4.4 million, and net position of the DPCU School Department increased by \$2.1 million. In the primary government, most of the negative unrestricted net position balance (\$13.5 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 \$20.9 million in revenue or 61 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 \$13.1 million or 39 percent of total revenues of \$34 million. General revenues of the DPCU School Department were \$55.7 million.

Total assets in the primary government were \$87.6 million as net taxes receivable totaled \$15.3 million; cash totaled \$19 million; capital assets, net of accumulated depreciation totaled \$49.6 million, and a net pension asset totaled \$1.6 million. Total assets in the DPCU School Department were \$96.5 million as net taxes receivable totaled \$15.9 million; cash totaled \$7.8 million; capital assets, net of accumulated depreciation totaled \$70.1 million, and net pension assets totaled \$1.1 million.

The primary government had \$28.6 million in expenses related to governmental activities and \$1 million in expenses related to business-type activities, with \$13.1 million of these expenses offset by program specific charges for services, grants, or contributions. General revenues (primarily property taxes of \$15.5 million) were adequate to provide current funding for these programs. The DPCU School Department had \$60.5 million in expenses related to governmental activities; \$7 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 \$28.3 million and property

taxes and sales taxes of \$16.1 and \$7.4 million, respectively) were adequate to provide current funding for these programs.

Among major governmental funds, the General Fund had \$17.1 million in revenues and \$16.1 million in expenditures. The Highway/Public Works Fund had \$4.2 million in revenues and \$3.6 million in expenditures. The General Debt Service Fund had \$3 million in revenues and \$3.2 million in expenditures. The General Capital Projects Fund had \$981 thousand in revenues and \$1.8 million in expenditures. Fund balance for the General and Highway/Public Works funds increased by \$1.3 million and \$226 thousand, respectively. Fund balances for the General Debt Service and General Capital Projects funds decreased by \$96 thousand and \$587 thousand, respectively. The major Public Utility Fund (business-type activity) had operating revenues of \$1.1 million and operating expenses of \$931 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 2016, the Statement of Net Position and the Statement of Activities provide a broader picture of the financial activities during 2016. 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 \$24.4 million at the close of the most recent fiscal year. For the DPCU School Department, assets and deferred outflows exceeded liabilities and deferred inflows of resources by \$69.3 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 2016, 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 2016, for its business-type activities.

An additional portion of the county's net assets, \$12.9 million, represents resources that are subject to external restrictions on how they may be used. In the DPCU School Department, \$3.2 million of net assets is subject to external restrictions.

Table 2a shows the changes in net position for fiscal year 2016, 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 net position for fiscal year 2016, 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

<u>Governmental Activities</u>	Roane County Government		DPCU School Department	
	2016	2015	2016	2015
Assets:				
Current and Other Assets	\$ 36,803,245	\$ 35,901,124	\$ 26,340,820	\$ 25,439,203
Capital Assets	42,548,501	42,605,536	70,122,073	72,109,554
Total Assets	\$ 79,351,746	\$ 78,506,660	\$ 96,462,893	\$ 97,548,757
Deferred Outflows of Resources				
Deferred Charges on Refunding	\$ 181,548	\$ 228,954	\$ 0	\$ 0
Deferred Amounts Related to Pensions	805,442	826,103	3,191,361	3,318,851
Total Deferred Outflows of Resources	\$ 986,990	\$ 1,055,057	\$ 3,191,361	\$ 3,318,851
Liabilities:				
Long-term Liabilities Outstanding	\$ 42,505,706	\$ 45,566,688	\$ 7,848,160	\$ 7,009,362
Other Liabilities	1,644,181	1,722,310	297,664	389,016
Total Liabilities	\$ 44,149,887	\$ 47,288,998	\$ 8,145,824	\$ 7,398,378
Deferred Inflows of Resources:				
Deferred Current Property Taxes	\$ 14,674,435	\$ 14,640,350	\$ 15,272,647	\$ 14,952,439
Deferred Amounts Related to Pensions	659,649	1,344,667	6,939,898	11,365,489
Total Deferred Inflows of Resources	\$ 15,334,084	\$ 15,985,017	\$ 22,212,545	\$ 26,317,928
Net Position:				
Net Investment in Capital Assets	\$ 22,689,333	\$ 21,734,774	\$ 70,122,073	\$ 72,109,554
Restricted	12,829,849	13,150,784	3,198,524	4,279,504
Unrestricted	(14,664,417)	(18,597,856)	(4,024,712)	(9,237,756)
Total Net Position	\$ 20,854,765	\$ 16,287,702	\$ 69,295,885	\$ 67,151,302

Table 1b
Roane County Government Net Position

Business-type Activities

	<u>Roane County Government</u>	
	<u>2016</u>	<u>2015</u>
Assets:		
Current and Other Assets	\$ 1,180,080	\$ 1,559,696
Capital Assets	7,075,860	6,902,080
Total Assets	<u>\$ 8,255,940</u>	<u>\$ 8,461,776</u>
Deferred Outflows of Resources:		
Pension Contributions	\$ 16,210	\$ 15,965
Total Deferred Outflows of Resources	<u>\$ 16,210</u>	<u>\$ 15,965</u>
Liabilities:		
Long-term Liabilities Outstanding	\$ 4,643,782	\$ 4,381,836
Other Liabilities	20,363	224,864
Total Liabilities	<u>\$ 4,664,145</u>	<u>\$ 4,606,700</u>
Deferred Inflows of Resources:		
Deferred Amounts Related to Pensions	\$ 12,928	\$ 70,772
Total Deferred Inflows of Resources	<u>\$ 12,928</u>	<u>\$ 70,772</u>
Net Position:		
Net Investment in Capital Assets	\$ 2,432,078	\$ 2,520,244
Restricted	30,332	70,998
Unrestricted	1,132,667	1,209,027
Total Net Position	<u>\$ 3,595,077</u>	<u>\$ 3,800,269</u>

Table 2a

Roane County Government and DPCU School Department Changes in Net Position

Governmental Activities

	Roane County Government		DPCU School Department	
	2016	2015	2016	2015
Revenues:				
Program Revenues:				
Charges for Services	\$ 7,859,815	\$ 7,621,494	\$ 1,096,634	\$ 1,115,952
Operating Grants and Contributions	3,710,368	3,182,175	5,853,852	5,945,471
Capital Grants and Contributions	314,178	679,167	3,582	5,341
General Revenues:				
Property Taxes	15,475,082	14,122,660	16,065,365	13,041,673
Sales Taxes	913,024	786,930	7,381,812	6,627,075
Other Taxes	1,397,943	1,531,446	34,111	33,714
Grants and Contributions Not Restricted to Specific Programs	2,880,787	2,798,504	32,157,100	31,308,932
Unrestricted Investment Earnings	38,369	19,711	25,862	11,901
Miscellaneous	190,353	91,227	24,195	6,701
Gain on Disposal of Equipment	33,882	16,164	0	0
Pension Income	0	31,079	0	167,163
Total Revenues	\$ 32,813,801	\$ 30,880,557	\$ 62,642,513	\$ 58,263,923
Expenses:				
General Government	\$ 5,912,550	\$ 5,017,763	\$ 0	\$ 0
Finance	1,906,198	2,078,605	0	0
Administration of Justice	1,996,767	1,826,916	0	0
Public Safety	7,368,172	6,922,654	0	0
Public Health and Welfare	4,961,798	5,900,345	0	0
Social, Cultural, and Recreational Services	572,145	376,572	0	0
Agriculture and Natural Resources	103,297	111,067	0	0
Highways	3,766,100	3,609,602	0	0
Education	439,088	420,670	60,497,930	60,978,843
Interest on Long-term Debt	1,620,623	1,744,427	0	0
Total Expenses	\$ 28,646,738	\$ 28,008,621	\$ 60,497,930	\$ 60,978,843
Transfers	\$ 400,000	\$ 0	\$ 0	\$ 0
Change in Net Position	\$ 4,567,063	\$ 2,871,936	\$ 2,144,583	\$ (2,714,920)
Net Position, July 1	16,287,702	13,442,550	67,151,302	79,168,608
Restatement	0	(26,784)	0	(9,302,386)
Net Position, June 30	\$ 20,854,765	\$ 16,287,702	\$ 69,295,885	\$ 67,151,302

Table 2b
Roane County Government Changes in Net Position

Business-type Activities

	<u>Roane County Government</u>	
	<u>2016</u>	<u>2015</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 1,084,611	\$ 1,142,195
Capital Grants and Contributions	146,042	364,001
Pension Income	0	1,636
Total Revenues	<u>\$ 1,230,653</u>	<u>\$ 1,507,832</u>
Expenses:		
General Government	<u>\$ 1,035,845</u>	<u>\$ 946,276</u>
Total Expenses	<u>\$ 1,035,845</u>	<u>\$ 946,276</u>
Transfer	<u>\$ (400,000)</u>	<u>\$</u>
Change in Net Position	\$ (205,192)	\$ 561,556
Net Position, July 1	3,800,269	3,240,123
Prior-period Adjustment	0	(1,410)
Net Position, June 30	<u><u>\$ 3,595,077</u></u>	<u><u>\$ 3,800,269</u></u>

Expenses for Public Safety of \$7.4 million, consisting primarily of the law enforcement and jail operating cost, accounted for approximately 26 percent of the \$28.6 million total expenses for governmental activities. Of that \$28.6 million in governmental activities expenses, \$7.9 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 \$16.8 million. Approximately \$5.7 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 \$8.5 million. Approximately \$4.5 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 \$5.7 million, while total fund balance was \$7.1 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 35 percent of total General Fund expenditures, while total fund balance represents 44 percent of that same amount.

The fund balance of the county's General Fund increased by \$1.3 million 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 \$226 thousand while maintaining an ending fund balance of \$1.1 million.

The General Debt Service Fund had a net decrease of \$96 thousand in fund balance.

The General Capital Projects Fund decreased by \$587 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 \$4.5 million, while total fund balance was \$5.1 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 9 percent of total General Purpose School Fund expenditures, while total fund balance represents 10 percent of that same amount.

Capital Assets

The county's investment in capital assets for its governmental activities as of June 30, 2016, totals \$22.7 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, 2016, totals \$70.1 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 2016 fiscal year, the county's governmental activities had total long-term debt outstanding of \$36.1 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 \$4.6 million.

In addition to the debt noted above, county long-term obligations include compensated absences, landfill post closure 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 4.1 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 2017 fiscal year. At the end of the 2016 fiscal year, unassigned fund balance in the General Fund was \$5.7 million. The county has budgeted to use \$851 thousand from this fund balance for fiscal year 2017.

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, 2016

	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities	Total	Roane County School Department
<u>ASSETS</u>				
Cash	\$ 33,151	\$ 200	\$ 33,351	\$ 91,966
Equity in Pooled Cash and Investments	17,845,490	1,136,638	18,982,128	7,681,371
Accounts Receivable	2,540,390	59,867	2,600,257	21,642
Allowance for Uncollectibles	(1,472,367)	(46,983)	(1,519,350)	0
Due from Other Governments	1,051,970	0	1,051,970	1,523,102
Internal Balances	74	(74)	0	0
Property Taxes Receivable	15,875,702	0	15,875,702	16,523,377
Allowance for Uncollectible Property Taxes	(624,221)	0	(624,221)	(650,370)
Prepaid Items	5,306	100	5,406	2,550
Net Pension Asset - Agent Plan	1,547,750	30,332	1,578,082	1,127,820
Net Pension Asset - Teacher Retirement Plan	0	0	0	19,362
Capital Assets:				
Assets Not Depreciated:				
Land	4,959,927	5,000	4,964,927	1,338,172
Construction in Progress	505,197	2,514,078	3,019,275	579,858
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	11,956,469	279,541	12,236,010	66,146,850
Other Capital Assets	3,653,760	461,130	4,114,890	2,057,193
Infrastructure - Roads, Streets, and Bridges	21,473,148	3,816,111	25,289,259	0
Total Assets	<u>\$ 79,351,746</u>	<u>\$ 8,255,940</u>	<u>\$ 87,607,686</u>	<u>\$ 96,462,893</u>

(Continued)

Exhibit A

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

	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities		Roane County School Department
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Pension Changes in Experience	\$ 0	\$ 0	\$ 0	\$ 228,653
Pension Contributions after Measurement Date	805,442	16,210	821,652	2,962,708
Deferred Charge on Refunding	181,548	0	181,548	0
Total Deferred Outflows of Resources	<u>\$ 986,990</u>	<u>\$ 16,210</u>	<u>\$ 1,003,200</u>	<u>\$ 3,191,361</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 276,357	\$ 11,138	\$ 287,495	\$ 205,570
Contracts Payable	39,287	0	39,287	0
Accrued Payroll	208,687	4,090	212,777	21,320
Accrued Interest Payable	151,137	0	151,137	0
Payroll Deductions Payable	178,437	5,135	183,572	2,308
Claims and Judgments Payable	779,448	0	779,448	0
Due to State of Tennessee	10,828	0	10,828	0
Other Current Liabilities	0	0	0	68,466
Noncurrent Liabilities:				
Due Within One Year	4,058,759	236,218	4,294,977	137,738
Due in More Than One Year	38,446,947	4,407,564	42,854,511	7,710,422
Total Liabilities	<u>\$ 44,149,887</u>	<u>\$ 4,664,145</u>	<u>\$ 48,814,032</u>	<u>\$ 8,145,824</u>

(Continued)

Exhibit A

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

	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities		Roane County School Department
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 14,674,435	\$ 0	\$ 14,674,435	\$ 15,272,647
Pension Changes in Experience	333,871	6,543	340,414	4,684,246
Pension Changes in Investment Earnings	325,778	6,385	332,163	2,075,289
Pension Other Deferrals	0	0	0	180,363
Total Deferred Inflows of Resources	<u>\$ 15,334,084</u>	<u>\$ 12,928</u>	<u>\$ 15,347,012</u>	<u>\$ 22,212,545</u>
<u>NET POSITION</u>				
Net Investment in Capital Assets	\$ 22,689,333	\$ 2,432,078	\$ 25,121,411	\$ 70,122,073
Restricted for:				
Administration of Justice	115,907	0	115,907	0
Public Safety	124,964	0	124,964	0
Public Health and Welfare	3,066,115	0	3,066,115	0
Highways	1,353,367	0	1,353,367	0
Debt Service	3,707,294	0	3,707,294	0
Capital Projects	2,619,987	0	2,619,987	842,265
Other	1,547,750	30,332	1,578,082	0
Education	294,465	0	294,465	2,356,259
Unrestricted	<u>(14,664,417)</u>	<u>1,132,667</u>	<u>(13,531,750)</u>	<u>(4,024,712)</u>
Total Net Position	<u>\$ 20,854,765</u>	<u>\$ 3,595,077</u>	<u>\$ 24,449,842</u>	<u>\$ 69,295,885</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, 2016

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit Roane County School Department
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-type Activities	Total	
Primary Government:								
Governmental Activities:								
General Government	\$ 5,912,550	\$ 912,409	\$ 506,124	\$ 20,000	\$ (4,474,017)	\$ 0	\$ (4,474,017)	\$ 0
Finance	1,906,198	1,346,073	0	0	(560,125)	0	(560,125)	0
Administration of Justice	1,996,767	1,130,046	161,191	0	(705,530)	0	(705,530)	0
Public Safety	7,368,172	828,755	723,971	18,715	(5,796,731)	0	(5,796,731)	0
Public Health and Welfare	4,961,798	2,751,572	251,649	0	(1,958,577)	0	(1,958,577)	0
Social, Cultural, and Recreational Services	572,145	193,594	0	0	(378,551)	0	(378,551)	0
Agriculture and Natural Resources	103,297	0	12,620	0	(90,677)	0	(90,677)	0
Highways	3,766,100	23,258	1,956,497	275,463	(1,510,882)	0	(1,510,882)	0
Education	439,088	674,108	98,316	0	333,336	0	333,336	0
Interest on Long-term Debt	1,620,623	0	0	0	(1,620,623)	0	(1,620,623)	0
Total Governmental Activities	\$ 28,646,738	\$ 7,859,815	\$ 3,710,368	\$ 314,178	\$ (16,762,377)	\$ 0	\$ (16,762,377)	\$ 0
Business-type Activities:								
Public Utility	\$ 1,035,845	\$ 1,084,611	\$ 0	\$ 146,042	\$ 0	\$ 194,808	\$ 194,808	\$ 0
Total Business-type Activities	\$ 1,035,845	\$ 1,084,611	\$ 0	\$ 146,042	\$ 0	\$ 194,808	\$ 194,808	\$ 0
Total Primary Government	\$ 29,682,583	\$ 8,944,426	\$ 3,710,368	\$ 460,220	\$ (16,762,377)	\$ 194,808	\$ (16,567,569)	\$ 0
Component Unit:								
Roane County School Department	\$ 60,497,930	\$ 1,096,634	\$ 5,853,852	\$ 3,582	\$ 0	\$ 0	\$ 0	\$ (53,543,862)
Total Component Unit	\$ 60,497,930	\$ 1,096,634	\$ 5,853,852	\$ 3,582	\$ 0	\$ 0	\$ 0	\$ (53,543,862)

(Continued)

Exhibit B

Roane County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	Roane County School Department
					Governmental Activities	Business-type Activities		
General Revenues:								
Taxes:								
Property Taxes Levied for General Purposes					\$ 8,904,820	\$ 0	\$ 8,904,820	\$ 16,065,365
Property Taxes Levied for Highways					1,282,382	0	1,282,382	0
Property Taxes Levied for Debt Service					3,563,124	0	3,563,124	0
Property Taxes Levied for Other Purposes					1,724,756	0	1,724,756	0
Local Option Sales Taxes					913,024	0	913,024	7,381,812
Other Local Taxes:								
Litigation Tax - General					358,823	0	358,823	0
Litigation Tax - Jail, Workhouse, and Courthouse					223,066	0	223,066	0
Business Tax					501,981	0	501,981	0
Wholesale Beer Tax					171,339	0	171,339	0
Other Local Taxes					142,734	0	142,734	34,111
Grants and Contributions Not Restricted to Specific Programs					2,880,787	0	2,880,787	32,157,100
Unrestricted Investment Income					38,369	0	38,369	25,862
Miscellaneous					190,353	0	190,353	24,195
Gain on Disposal of Capital Assets					33,882	0	33,882	0
Total General Revenues					\$ 20,929,440	\$ 0	\$ 20,929,440	\$ 55,688,445
Transfers					\$ 400,000	\$ (400,000)	\$ 0	\$ 0
Change in Net Position					4,567,063	(205,192)	4,361,871	2,144,583
Net Position, July 1, 2015					16,287,702	3,800,269	20,087,971	67,151,302
Net Position, June 30, 2016					\$ 20,854,765	\$ 3,595,077	\$ 24,449,842	\$ 69,295,885

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, 2016

	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	\$ 21,407	\$ 1,582	\$ 0	\$ 0	\$ 10,162	\$ 33,151
Equity in Pooled Cash and Investments	6,970,287	1,014,009	2,064,582	1,927,066	4,427,538	16,403,482
Accounts Receivable	116,745	3,975	7,965	23,386	2,378,074	2,530,145
Allowance for Uncollectibles	0	0	0	0	(1,472,367)	(1,472,367)
Due from Other Governments	548,713	340,920	0	84,290	78,047	1,051,970
Due from Other Funds	7,472	1,822	0	0	1,861	11,155
Property Taxes Receivable	9,219,202	1,326,504	1,923,430	663,251	2,743,315	15,875,702
Allowance for Uncollectible Property Taxes	(362,873)	(52,212)	(75,707)	(26,106)	(107,323)	(624,221)
Prepaid Items	5,156	0	0	0	150	5,306
Total Assets	<u>\$ 16,526,109</u>	<u>\$ 2,636,600</u>	<u>\$ 3,920,270</u>	<u>\$ 2,671,887</u>	<u>\$ 8,059,457</u>	<u>\$ 33,814,323</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 147,888	\$ 17,936	\$ 2,098	\$ 31,989	\$ 76,446	\$ 276,357
Accrued Payroll	149,383	19,359	0	0	39,945	208,687
Payroll Deductions Payable	121,154	19,843	0	0	37,440	178,437
Contracts Payable	0	0	0	39,287	0	39,287
Due to Other Funds	37	0	0	0	9,304	9,341
Due to State of Tennessee	10,828	0	0	0	0	10,828
Total Liabilities	<u>\$ 429,290</u>	<u>\$ 57,138</u>	<u>\$ 2,098</u>	<u>\$ 71,276</u>	<u>\$ 163,135</u>	<u>\$ 722,937</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 8,521,359	\$ 1,226,095	\$ 1,777,837	\$ 613,047	\$ 2,536,097	\$ 14,674,435
Deferred Delinquent Property Taxes	314,618	45,274	65,634	22,634	91,474	539,634

(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>						
Other Deferred/Unavailable Revenue	\$ 151,983	\$ 170,460	\$ 0	\$ 0	\$ 784,861	\$ 1,107,304
Total Deferred Inflows of Resources	<u>\$ 8,987,960</u>	<u>\$ 1,441,829</u>	<u>\$ 1,843,471</u>	<u>\$ 635,681</u>	<u>\$ 3,412,432</u>	<u>\$ 16,321,373</u>
<u>FUND BALANCES</u>						
Nonspendable:						
Prepaid Items	\$ 5,156	\$ 0	\$ 0	\$ 0	\$ 150	\$ 5,306
Restricted:						
Restricted for Administration of Justice	115,907	0	0	0	0	115,907
Restricted for Public Safety	0	0	0	0	124,964	124,964
Restricted for Public Health and Welfare	0	0	0	0	1,677,560	1,677,560
Restricted for Other Operations	0	0	0	0	491,833	491,833
Restricted for Highways/Public Works	0	1,137,633	0	0	0	1,137,633
Restricted for Capital Outlay	107,285	0	0	1,964,930	525,138	2,597,353
Restricted for Debt Service	0	0	2,074,701	0	1,664,245	3,738,946
Committed:						
Committed for General Government	280,373	0	0	0	0	280,373
Committed for Social, Cultural, and Recreational Services	35,901	0	0	0	0	35,901
Assigned:						
Assigned for General Government	868,449	0	0	0	0	868,449
Unassigned	5,695,788	0	0	0	0	5,695,788
Total Fund Balances	<u>\$ 7,108,859</u>	<u>\$ 1,137,633</u>	<u>\$ 2,074,701</u>	<u>\$ 1,964,930</u>	<u>\$ 4,483,890</u>	<u>\$ 16,770,013</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 16,526,109</u>	<u>\$ 2,636,600</u>	<u>\$ 3,920,270</u>	<u>\$ 2,671,887</u>	<u>\$ 8,059,457</u>	<u>\$ 33,814,323</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, 2016

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)		\$ 16,770,013
(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	505,197	
Add: infrastructure net of accumulated depreciation	21,473,148	
Add: building and improvements net of accumulated depreciation	11,956,469	
Add: other capital assets net of accumulated depreciation	<u>3,653,760</u>	42,548,501
(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.		671,065
(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	\$ (2,943,897)	
Less: bonds payable	(33,190,000)	
Add: deferred amount on refunding	181,548	
Less: unamortized premium on debt	(502,031)	
Less: compensated absences payable	(430,460)	
Less: landfill closure/postclosure care costs	(90,009)	
Less: other postemployment benefits liability	(5,349,309)	
Less: accrued interest on bonds and other loans payable	<u>(151,137)</u>	(42,475,295)
(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: deferred outflows of resources related to pensions	\$ 805,442	
Less: deferred inflows of resources related to pensions	<u>(659,649)</u>	145,793
(5) Net pension assets are not current financial resources and therefore are not reported in the governmental funds:		
Add: net pension assets of the Agent Legacy Plan		1,547,750
(6) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,646,938</u>
Net position of governmental activities (Exhibit A)		<u>\$ 20,854,765</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, 2016

	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	\$ 10,711,165	\$ 1,327,525	\$ 2,816,750	\$ 628,914	\$ 3,504,325	\$ 18,988,679
Licenses and Permits	500,681	0	0	0	0	500,681
Fines, Forfeitures, and Penalties	151,341	0	0	0	26,380	177,721
Charges for Current Services	477,077	0	0	69,058	2,449,849	2,995,984
Other Local Revenues	343,087	201,720	80,513	267,740	215,966	1,109,026
Fees Received From County Officials	2,495,419	0	0	0	0	2,495,419
State of Tennessee	2,187,948	2,230,473	0	0	356,323	4,774,744
Federal Government	260,681	466,043	0	15,077	0	741,801
Other Governments and Citizens Groups	10,520	5,778	98,316	0	0	114,614
Total Revenues	\$ 17,137,919	\$ 4,231,539	\$ 2,995,579	\$ 980,789	\$ 6,552,843	\$ 31,898,669
<u>Expenditures</u>						
Current:						
General Government	\$ 3,141,948	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,141,948
Finance	1,988,650	0	0	0	395	1,989,045
Administration of Justice	2,073,650	0	0	0	1,236	2,074,886
Public Safety	6,560,388	0	0	0	498,918	7,059,306
Public Health and Welfare	510,060	0	0	0	4,140,411	4,650,471
Social, Cultural, and Recreational Services	388,081	0	0	0	0	388,081
Agriculture and Natural Resources	104,703	0	0	0	0	104,703
Other Operations	1,324,734	0	0	0	0	1,324,734
Highways	0	3,640,440	0	0	0	3,640,440
Debt Service:						
Principal on Debt	0	0	1,958,316	0	1,550,000	3,508,316
Interest on Debt	0	0	1,180,506	0	353,300	1,533,806
Other Debt Service	0	0	75,355	0	35,358	110,713

(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	\$ 1,823,914	\$ 375,647	\$ 2,199,561
Total Expenditures	\$ 16,092,214	\$ 3,640,440	\$ 3,214,177	\$ 1,823,914	\$ 6,955,265	\$ 31,726,010
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,045,705	\$ 591,099	\$ (218,598)	\$ (843,125)	\$ (402,422)	\$ 172,659
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 3,715	\$ 22,529	\$ 0	\$ 0	\$ 50,940	\$ 77,184
Transfers In	400,000	0	122,894	256,272	264,500	1,043,666
Transfers Out	(134,000)	(387,394)	0	0	(122,272)	(643,666)
Total Other Financing Sources (Uses)	\$ 269,715	\$ (364,865)	\$ 122,894	\$ 256,272	\$ 193,168	\$ 477,184
Net Change in Fund Balances	\$ 1,315,420	\$ 226,234	\$ (95,704)	\$ (586,853)	\$ (209,254)	\$ 649,843
Fund Balance, July 1, 2015	5,793,439	911,399	2,170,405	2,551,783	4,693,144	16,120,170
Fund Balance, June 30, 2016	\$ 7,108,859	\$ 1,137,633	\$ 2,074,701	\$ 1,964,930	\$ 4,483,890	\$ 16,770,013

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, 2016

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)	\$	649,843
(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	\$	2,815,902
Less: current-year depreciation expense		<u>(2,891,652)</u>
		(75,750)
(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		18,715
(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, 2016	\$	1,646,938
Less: deferred delinquent property taxes and other deferred June 30, 2015		<u>(1,504,792)</u>
		142,146
(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	\$	58,779
Add: principal payments on bonds		2,785,000
Add: principal payments on other loans		723,316
Less: change in deferred amount on refunding debt		<u>(47,406)</u>
		3,519,689
(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	\$	12,523
Change in compensated absences payable		(27,453)
Change in net pension liability/asset		198,788
Change in deferred outflows related to pensions		(20,661)
Change in deferred inflows related to pensions		685,018
Change in landfill closure/postclosure care cost		23,749
Change in other postemployment benefits liability		<u>(502,409)</u>
		369,555
(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>(57,135)</u>
Change in net position of governmental activities (Exhibit B)	\$	<u><u>4,567,063</u></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, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 10,711,165	\$ 0	\$ 0	\$ 10,711,165	\$ 10,355,000	\$ 10,355,000	\$ 356,165
Licenses and Permits	500,681	0	0	500,681	464,000	464,000	36,681
Fines, Forfeitures, and Penalties	151,341	0	0	151,341	179,600	191,600	(40,259)
Charges for Current Services	477,077	0	0	477,077	473,200	478,200	(1,123)
Other Local Revenues	343,087	0	0	343,087	264,100	498,020	(154,933)
Fees Received From County Officials	2,495,419	0	0	2,495,419	2,160,000	2,280,000	215,419
State of Tennessee	2,187,948	0	0	2,187,948	2,109,683	2,366,579	(178,631)
Federal Government	260,681	0	0	260,681	70,300	222,967	37,714
Other Governments and Citizens Groups	10,520	0	0	10,520	10,000	10,500	20
Total Revenues	\$ 17,137,919	\$ 0	\$ 0	\$ 17,137,919	\$ 16,085,883	\$ 16,866,866	\$ 271,053
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 128,086	\$ 0	\$ 0	\$ 128,086	\$ 155,616	\$ 155,616	\$ 27,530
Board of Equalization	30,694	0	0	30,694	33,200	33,200	2,506
Beer Board	2,275	0	0	2,275	5,925	5,925	3,650
Budget and Finance Committee	9,240	0	0	9,240	12,415	12,415	3,175
Other Boards and Committees	39,144	0	0	39,144	41,030	41,030	1,886
County Mayor/Executive	259,454	0	0	259,454	284,854	284,854	25,400
County Attorney	120,978	0	0	120,978	123,151	123,151	2,173
Election Commission	286,494	0	269	286,763	386,925	386,925	100,162
Register of Deeds	290,982	(1,936)	0	289,046	320,253	320,253	31,207
Planning	144,969	0	4,867	149,836	230,657	230,657	80,821
Codes Compliance	239,227	0	0	239,227	263,857	263,857	24,630
County Buildings	959,471	(14,031)	5,748	951,188	498,113	988,113	36,925
Other General Administration	114,940	0	0	114,940	38,350	149,398	34,458
Preservation of Records	115,438	0	757	116,195	118,142	118,142	1,947
Risk Management	400,556	0	0	400,556	437,260	433,860	33,304
<u>Finance</u>							
Accounting and Budgeting	440,569	0	0	440,569	466,070	468,070	27,501

(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 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Purchasing	\$ 161,114	\$ 0	\$ 0	\$ 161,114	\$ 175,213	\$ 175,213	\$ 14,099
Property Assessor's Office	497,943	0	0	497,943	583,736	578,736	80,793
Reappraisal Program	73,846	0	0	73,846	128,420	128,420	54,574
County Trustee's Office	263,964	0	1,035	264,999	317,521	317,521	52,522
County Clerk's Office	551,214	0	0	551,214	606,758	606,758	55,544
<u>Administration of Justice</u>							
Circuit Court	191,876	0	0	191,876	217,926	217,926	26,050
General Sessions Court	518,226	0	0	518,226	534,728	538,628	20,402
General Sessions Judge	534,853	0	0	534,853	601,203	603,703	68,850
Drug Court	124,881	0	0	124,881	0	181,583	56,702
Chancery Court	310,937	(1,734)	1,374	310,577	325,809	325,809	15,232
Juvenile Court	377,686	(2,008)	0	375,678	433,431	433,431	57,753
Other Administration of Justice	15,191	0	0	15,191	23,500	23,500	8,309
<u>Public Safety</u>							
Sheriff's Department	3,421,816	(16,513)	0	3,405,303	3,711,518	3,812,252	406,949
Jail	2,745,415	0	0	2,745,415	3,124,346	3,124,346	378,931
Civil Defense	310,083	(4,736)	780	306,127	422,742	435,242	129,115
Rescue Squad	35,000	0	0	35,000	35,000	35,000	0
County Coroner/Medical Examiner	48,074	0	0	48,074	68,000	68,000	19,926
<u>Public Health and Welfare</u>							
Local Health Center	127,616	0	467	128,083	174,513	174,513	46,430
Other Local Health Services	228,197	0	0	228,197	591,110	603,339	375,142
Appropriation to State	52,497	0	0	52,497	52,781	52,781	284
Other Local Welfare Services	101,750	0	0	101,750	105,000	105,000	3,250
<u>Social, Cultural, and Recreational Services</u>							
Libraries	10,000	0	0	10,000	15,800	15,800	5,800
Parks and Fair Boards	378,081	0	0	378,081	395,680	465,214	87,133
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	50,274	0	0	50,274	85,917	85,917	35,643

(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 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Agriculture and Natural Resources (Cont.)</u>							
Soil Conservation	\$ 54,429	\$ 0	\$ 0	\$ 54,429	\$ 56,776	\$ 56,776	\$ 2,347
<u>Other Operations</u>							
Industrial Development	789,523	0	0	789,523	588,850	820,770	31,247
Veterans' Services	50,381	0	0	50,381	55,491	55,491	5,110
Employee Benefits	45,875	0	0	45,875	64,000	64,000	18,125
Miscellaneous	438,955	(591)	1,531	439,895	438,620	440,120	225
Total Expenditures	\$ 16,092,214	\$ (41,549)	\$ 16,828	\$ 16,067,493	\$ 17,350,207	\$ 18,561,255	\$ 2,493,762
Excess (Deficiency) of Revenues Over Expenditures							
	\$ 1,045,705	\$ 41,549	\$ (16,828)	\$ 1,070,426	\$ (1,264,324)	\$ (1,694,389)	\$ 2,764,815
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 3,715	\$ 0	\$ 0	\$ 3,715	\$ 0	\$ 4,000	\$ (285)
Transfers In	400,000	0	0	400,000	0	400,000	0
Transfers Out	(134,000)	0	0	(134,000)	(100,000)	(134,000)	0
Total Other Financing Sources	\$ 269,715	\$ 0	\$ 0	\$ 269,715	\$ (100,000)	\$ 270,000	\$ (285)
Net Change in Fund Balance							
Fund Balance, July 1, 2015	\$ 5,793,439	(41,549)	0	5,751,890	5,858,238	5,858,238	(106,348)
Fund Balance, June 30, 2016	\$ 7,108,859	\$ 0	\$ (16,828)	\$ 7,092,031	\$ 4,493,914	\$ 4,433,849	\$ 2,658,182

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 and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2016

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,327,525	\$ 1,321,000	\$ 1,321,000	\$ 6,525
Other Local Revenues	201,720	24,000	63,300	138,420
State of Tennessee	2,230,473	2,121,400	2,213,103	17,370
Federal Government	466,043	200,000	666,000	(199,957)
Other Governments and Citizens Groups	5,778	5,000	5,000	778
Total Revenues	<u>\$ 4,231,539</u>	<u>\$ 3,671,400</u>	<u>\$ 4,268,403</u>	<u>\$ (36,864)</u>
<u>Expenditures</u>				
<u>Highways</u>				
Administration	\$ 279,703	\$ 333,461	\$ 303,461	\$ 23,758
Highway and Bridge Maintenance	2,592,504	2,258,137	2,707,540	115,036
Operation and Maintenance of Equipment	482,269	691,509	638,809	156,540
Traffic Control	43,568	57,569	65,069	21,501
Litter and Trash Collection	38,057	52,400	52,400	14,343
Other Charges	134,899	171,960	176,960	42,061
Employee Benefits	69,440	61,800	73,100	3,660
Capital Outlay	0	40,000	0	0
Total Expenditures	<u>\$ 3,640,440</u>	<u>\$ 3,666,836</u>	<u>\$ 4,017,339</u>	<u>\$ 376,899</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 591,099</u>	<u>\$ 4,564</u>	<u>\$ 251,064</u>	<u>\$ 340,035</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 22,529	\$ 0	\$ 13,000	\$ 9,529
Transfers Out	(387,394)	(122,894)	(387,394)	0
Total Other Financing Sources	<u>\$ (364,865)</u>	<u>\$ (122,894)</u>	<u>\$ (374,394)</u>	<u>\$ 9,529</u>
Net Change in Fund Balance	\$ 226,234	\$ (118,330)	\$ (123,330)	\$ 349,564
Fund Balance, July 1, 2015	<u>911,399</u>	<u>878,559</u>	<u>878,559</u>	<u>32,840</u>
Fund Balance, June 30, 2016	<u>\$ 1,137,633</u>	<u>\$ 760,229</u>	<u>\$ 755,229</u>	<u>\$ 382,404</u>

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, 2016

	<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	1,136,638	1,442,008
Accounts Receivable	59,867	8,505
Allowance for Uncollectibles	(46,983)	0
Prepaid Items	100	0
Total Current Assets	<u>\$ 1,149,822</u>	<u>\$ 1,450,513</u>
Noncurrent Assets:		
Net Pension Asset	\$ 30,332	\$ 0
Capital Assets:		
Assets Not Depreciated:		
Land	5,000	0
Construction in Progress	2,514,078	0
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	279,541	0
Infrastructure	3,816,111	0
Machinery and Equipment	461,130	0
Total Noncurrent Assets	<u>\$ 7,106,192</u>	<u>\$ 0</u>
Total Assets	<u>\$ 8,256,014</u>	<u>\$ 1,450,513</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Pension Contributions After Measurement Date	\$ 16,210	\$ 0
Total Deferred Outflows of Resources	<u>\$ 16,210</u>	<u>\$ 0</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 8,272,224</u>	<u>\$ 1,450,513</u>
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable	\$ 11,138	\$ 9,980
Accrued Payroll	4,090	0
Payroll Deductions Payable	5,135	0
Claims and Judgments Payable	0	769,468
Due to Other Funds	74	0
General Obligation Bonds Payable	46,690	0
Other Loans Payable	189,528	0
Total Current Liabilities	<u>\$ 256,655</u>	<u>\$ 779,448</u>

(Continued)

Exhibit D-1

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

	<u>Business-type Activities - Enterprise Fund</u>	<u>Governmental Activities</u>
	<u>Public Utility Fund</u>	<u>Internal Service Funds</u>
<u>LIABILITIES (Cont.)</u>		
Noncurrent Liabilities:		
General Obligation Bonds Payable - Long-term	\$ 596,421	\$ 0
Other Loans Payable - Long-term	3,811,143	0
Total Noncurrent Liabilities	<u>\$ 4,407,564</u>	<u>\$ 0</u>
Total Liabilities	<u>\$ 4,664,219</u>	<u>\$ 779,448</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Pension Changes in Experience	\$ 6,543	\$ 0
Pension Changes in Investment Earnings	6,385	0
Total Deferred Inflows of Resources	<u>\$ 12,928</u>	<u>\$ 0</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	\$ 2,432,078	\$ 0
Restricted for Other Purposes	30,332	0
Unrestricted	<u>1,132,667</u>	<u>671,065</u>
Total Net Position	<u>\$ 3,595,077</u>	<u>\$ 671,065</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, 2016

	Business-type Activities - Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
	_____	_____
<u>Operating Revenues</u>		
Charges for Services	\$ 1,084,611	\$ 1,095,683
Total Operating Revenues	<u>\$ 1,084,611</u>	<u>\$ 1,095,683</u>
<u>Operating Expenses</u>		
Salaries and Benefits	\$ 285,300	\$ 10,851
Handling Charges and Administration	0	52,568
Advertising	77	0
Communication	2,119	0
Dues and Memberships	700	0
Engineering Services	10,302	0
Legal Services	21,677	0
Licenses	601	0
Maintenance Agreements	7,853	0
Maintenance and Repair Services	34,209	0
Postal Charges	3,793	0
Printing, Stationery, and Forms	410	0
Rentals	80	0
Travel	0	1,863
Disposal Fees	14,276	0
Other Contracted Services	580	0
Custodial Supplies	568	0
Diesel Fuel	485	0
Electricity	61,367	0
Food Supplies	543	0
Gasoline	5,069	0
Lubricants	390	0
Office Supplies	2,294	0
Tires and Tubes	12	0
Uniforms	1,888	0
Water and Sewer	6,709	0
Testing	9,736	0
Chemicals	22,752	0

(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>		
Building and Contents Insurance	\$ 6,283	\$ 0
Liability Insurance	11,465	0
Medical Claims	0	957,819
Trustee's Commission	11,886	0
Vehicle and Equipment Insurance	7,063	0
Workers' Compensation Insurance	4,600	132,696
Depreciation	269,223	0
In Service/Staff Development	178	0
Other Charges	822	0
Other Capital Outlay	125,900	0
Total Operating Expenses	<hr/> \$ 931,210	<hr/> \$ 1,155,797
Operating Income (Loss)	<hr/> \$ 153,401	<hr/> \$ (60,114)
<u>Nonoperating Revenues (Expenses)</u>		
Investment Income	\$ 0	\$ 2,979
Interest on Bonds	(29,466)	0
Interest on Other Loans	(75,169)	0
Grants	146,042	0
Total Nonoperating Revenue (Expenses)	<hr/> \$ 41,407	<hr/> \$ 2,979
Income (Loss) Before Contributions and Transfers	\$ 194,808	\$ (57,135)
Transfers In (Out)	(400,000)	0
Change in Net Position	<hr/> \$ (205,192)	<hr/> \$ (57,135)
Net Position July 1, 2015	<hr/> 3,800,269	<hr/> 728,200
Net Position, June 30, 2016	<hr/> <hr/> \$ 3,595,077	<hr/> <hr/> \$ 671,065

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, 2016

	Business-type Activities - Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
<u>Cash Flows from Operating Activities</u>		
Receipts from Customers and Users	\$ 1,160,042	\$ 0
Receipts from Self-Insurance Premiums	0	1,087,178
Payments to Vendors	(347,333)	0
Payments to Employees	(285,322)	(10,851)
Payments to Employees (Retirement Plan)	(17,424)	0
Payments to Insurers	(29,411)	(127,783)
Payments for Claims	0	(1,032,939)
Payments for Administrative Costs	0	(52,060)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 480,552</u>	<u>\$ (136,455)</u>
<u>Cash Flows from Capital and Related Financing Activities</u>		
Proceeds from Capital Debt	\$ 396,611	\$ 0
Capital Grants	207,327	0
Acquisition and Construction of Capital Assets	(648,267)	0
Principal Paid on Bonds	(41,149)	0
Principal Paid on Other Loans Payable	(93,516)	0
Interest Paid on Bonds	(29,466)	0
Interest Paid on Other Loans Payable	(75,169)	0
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ (283,629)</u>	<u>\$ 0</u>
<u>Cash Flows from Noncapital Financing Activities</u>		
Transfers to Other Funds	\$ (400,000)	\$ 0
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>\$ (400,000)</u>	<u>\$ 0</u>
<u>Cash Flows from Investing Activities</u>		
Interest on Investments	\$ 0	\$ 2,979
Net Cash Provided By (Used In) Investing Activities	<u>\$ 0</u>	<u>\$ 2,979</u>
Increase (Decrease) in Cash	\$ (203,077)	\$ (133,476)
Cash, July 1, 2015	<u>1,339,915</u>	<u>1,575,484</u>
Cash, June 30, 2016	<u>\$ 1,136,838</u>	<u>\$ 1,442,008</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)	\$ 153,401	\$ (60,114)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
Depreciation	269,223	0
Changes in Assets and Liabilities:		
(Increase) Decrease in Current Operating Receivables	75,431	(8,505)
(Increase) Decrease in Prepaid Items	(100)	0
Increase (Decrease) in Accounts Payable	785	0
Increase (Decrease) in Accrued Payroll	(149)	0
Increase (Decrease) in Due to Other Funds	(742)	0
Increase (Decrease) in Payroll Deductions Payable	127	0
(Increase) Decrease in Net Pension Asset	40,666	0
(Increase) Decrease in Deferred Outflows Related to Pensions	(245)	0
Increase (Decrease) in Deferred Inflows Related to Pensions	(57,845)	0
Increase (Decrease) in Other Current Operating Liabilities	0	(67,836)
	<hr/>	<hr/>
Net Cash Provided By (Used In) Operating Activities	<u>\$ 480,552</u>	<u>\$ (136,455)</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, 2016

	Private Purpose Trust Fund	
	<u>Endowment Fund</u>	<u>Agency Funds</u>
<u>ASSETS</u>		
Cash	\$ 0	\$ 1,568,199
Equity in Pooled Cash and Investments	20,041	500,223
Due from Other Governments	0	1,157,224
Due from Other Funds	0	3,300
Property Taxes Receivable	0	853,824
Allowance for Uncollectible Property Taxes	0	(33,607)
Prepaid Items	0	11,731
Notes Receivable - Long-term	0	611,654
	<u>0</u>	<u>611,654</u>
Total Assets	<u>\$ 20,041</u>	<u>\$ 4,672,548</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 41	\$ 41,265
Due to Other Funds	0	5,040
Due to Other Taxing Units	0	1,973,343
Due to Litigants, Heirs, and Others	0	1,594,333
Due to Joint Ventures	0	157,463
Other Current Liabilities	0	901,104
	<u>0</u>	<u>901,104</u>
Total Liabilities	<u>\$ 41</u>	<u>\$ 4,672,548</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, 2016

	Private Purpose Trust Fund <hr/> Endowment Fund
<u>ADDITIONS</u>	
Investment Income:	
Interest	\$ 41
Total Additions	<hr/> \$ 41
<u>DEDUCTIONS</u>	
Education:	
Scholarships	\$ 41
Total Deductions	<hr/> \$ 41
Change in Net Position	\$ 0
Net Position, July 1, 2015	<hr/> 20,000
Net Position, June 30, 2016	<hr/> <hr/> \$ 20,000

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

ROANE COUNTY, TENNESSEE
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ROANE COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2016

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 financial statements of the Industrial Development Board of Roane County and the Roane County Emergency Communications District, component units requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of their omission did not affect the independent auditor's opinion thereon. 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 \$402,250 to the Industrial Development Board to be applied toward operations of the board. The financial statements of the Industrial Development Board of Roane County were not material to the component units' opinion unit and therefore have been omitted from this report.

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 financial statements of the Roane County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Roane County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the 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, 2016.

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 amortized cost using a Stable Net Asset Value.

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, property taxes, and public utility receivables are shown with an allowance for uncollectibles. Ambulance and public utility receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 2.11 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 \$68,466 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 for pension changes in 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 (\$1,547,750) and the business-type activities (\$30,332) of the primary government and a portion of the Restricted for Education in the discretely presented School Department (\$1,147,182) is attributable to net pension assets of the agent and teacher retirement pension plans.

As of June 30, 2016, Roane County had \$16,607,151 in outstanding debt for capital purposes of other entities (schools of \$11,063,897 and industrial purposes of \$5,543,254). 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 (\$16,828) and amounts appropriated for use in 2016-17 year budget (\$851,621). Assigned fund balance in the School Department’s General Purpose School Fund (\$542,205) consists primarily of assignments for encumbrances (\$61,991) and other postemployment benefits (\$454,276).

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

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, 2016, Roane County had the following investments carried at amortized cost. 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>Amortized Cost</u>
State Treasurer's Investment Pool	4 to 117	\$ 19,296,415

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, 2016, Roane County's investment in the State Treasurer's Investment Pool was unrated.

B. Notes Receivable

Notes receivable consists of industrial loans totaling \$611,654 in the Community Development - Agency Fund due from local businesses.

C. Capital Assets

Capital assets activity for the year ended June 30, 2016, was as follows:

Primary Government

Governmental Activities:

	Balance 7-1-15	Increases	Decreases	Balance 6-30-16
Capital Assets				
Not Depreciated:				
Land	\$ 4,959,927	\$ 0	\$ 0	\$ 4,959,927
Construction in Progress	458,967	138,474	(92,244)	505,197
Total Capital Assets Not Depreciated	<u>\$ 5,418,894</u>	<u>\$ 138,474</u>	<u>\$ (92,244)</u>	<u>\$ 5,465,124</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 15,937,196	\$ 300,387	\$ 0	\$ 16,237,583
Infrastructure	36,777,069	1,465,449	0	38,242,518
Other Capital Assets	12,227,282	1,022,551	(189,102)	13,060,731
Total Capital Assets Depreciated	<u>\$ 64,941,547</u>	<u>\$ 2,788,387</u>	<u>\$ (189,102)</u>	<u>\$ 67,540,832</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 3,848,960	\$ 432,154	\$ 0	\$ 4,281,114
Infrastructure	15,388,094	1,381,276	0	16,769,370
Other Capital Assets	8,517,851	1,078,222	(189,102)	9,406,971
Total Accumulated Depreciation	<u>\$ 27,754,905</u>	<u>\$ 2,891,652</u>	<u>\$ (189,102)</u>	<u>\$ 30,457,455</u>
Total Capital Assets Depreciated, Net	<u>\$ 37,186,642</u>	<u>\$ (103,265)</u>	<u>\$ 0</u>	<u>\$ 37,083,377</u>
Governmental Activities Capital Assets, Net	<u>\$ 42,605,536</u>	<u>\$ 35,209</u>	<u>\$ (92,244)</u>	<u>\$ 42,548,501</u>

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

Governmental Activities:

General Government	\$ 414,203
Finance	3,598
Administration of Justice	14,624
Public Safety	446,159
Public Health and Welfare	414,454
Social, Cultural, and Recreational Services	59,791
Highways/Public Works	<u>1,538,823</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 2,891,652</u></u>

Business-Type Activities:

	Balance 7-1-15	Increases	Decreases	Balance 6-30-16
Capital Assets Not Depreciated:				
Land	\$ 5,000	\$ 0	\$ 0	\$ 5,000
Construction in Progress	<u>2,737,269</u>	<u>244,244</u>	<u>(467,435)</u>	<u>2,514,078</u>
Total Capital Assets Not Depreciated	<u>\$ 2,742,269</u>	<u>\$ 244,244</u>	<u>\$ (467,435)</u>	<u>\$ 2,519,078</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 996,279	\$ 0	\$ 0	\$ 996,279
Infrastructure	5,186,428	477,194	0	5,663,622
Other Capital Assets	<u>837,195</u>	<u>189,000</u>	<u>0</u>	<u>1,026,195</u>
Total Capital Assets Depreciated	<u>\$ 7,019,902</u>	<u>\$ 666,194</u>	<u>\$ 0</u>	<u>\$ 7,686,096</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 707,926	\$ 8,812	\$ 0	\$ 716,738
Infrastructure	1,716,744	130,767	0	1,847,511
Other Capital Assets	<u>435,421</u>	<u>129,644</u>	<u>0</u>	<u>565,065</u>
Total Accumulated Depreciation	<u>\$ 2,860,091</u>	<u>\$ 269,223</u>	<u>\$ 0</u>	<u>\$ 3,129,314</u>
Total Capital Assets Depreciated, Net	<u>\$ 4,159,811</u>	<u>\$ 396,971</u>	<u>\$ 0</u>	<u>\$ 4,556,782</u>
Business-type Activities Capital Assets, Net	<u>\$ 6,902,080</u>	<u>\$ 641,215</u>	<u>\$ (467,435)</u>	<u>\$ 7,075,860</u>

Depreciation expense totaling \$269,223 was charged to the Public Utility Fund.

Discretely Presented Roane County School Department

Governmental Activities:

	Balance 7-1-15	Increases	Decreases	Balance 6-30-16
Capital Assets				
Not Depreciated:				
Land	\$ 1,338,172	\$ 0	\$ 0	\$ 1,338,172
Construction in Progress	121,829	458,029	0	579,858
Total Capital Assets Not Depreciated	\$ 1,460,001	\$ 458,029	\$ 0	\$ 1,918,030
Capital Assets Depreciated:				
Buildings and Improvements	\$ 105,405,457	\$ 12,435	\$ 0	\$ 105,417,892
Other Capital Assets	8,929,620	599,303	(39,188)	9,489,735
Total Capital Assets Depreciated	\$ 114,335,077	\$ 611,738	\$ (39,188)	\$ 114,907,627
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 36,720,548	\$ 2,550,494	\$ 0	\$ 39,271,042
Other Capital Assets	6,964,976	506,754	(39,188)	7,432,542
Total Accumulated Depreciation	\$ 43,685,524	\$ 3,057,248	\$ (39,188)	\$ 46,703,584
Total Capital Assets Depreciated, Net	\$ 70,649,553	\$ (2,445,510)	\$ 0	\$ 68,204,043
Governmental Activities Capital Assets, Net	\$ 72,109,554	\$ (1,987,481)	\$ 0	\$ 70,122,073

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

Governmental Activities:

Support Services	\$ 3,025,696
Operation of Non-instructional Services	31,552
Total Depreciation Expense - Governmental Activities	\$ 3,057,248

D. Construction Commitments

At June 30, 2016, the county had an uncompleted construction contract in the General Capital Projects Fund of approximately \$203,065 for the construction of a sports complex. Funding has been received for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2016, was as follows:

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 7,472
Highway/Public Works	General	37
"	Nonmajor governmental	1,711
"	Public Utility	74
Nonmajor governmental	Nonmajor governmental	121
Nonmajor governmental	Agency	1,740
Agency	Agency	3,300
Discretely Presented School		
Department:		
General Purpose School	Nonmajor governmental	20,648

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.

Interfund Transfers:

Interfund transfers for the year ended June 30, 2016, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In	
	General Fund	General Debt Service Fund
Highway/Public Works Fund	\$ 0	\$ 122,894
Public Utility Fund	400,000	0
Total	\$ 400,000	\$ 122,894

Transfers Out	Transfers In	
	General Capital Projects Fund	Nonmajor Governmental Funds
General Fund	\$ 134,000	\$ 0
Highway/Public Works Fund	0	264,500
Nonmajor governmental funds	122,272	0
Total	<u>\$ 256,272</u>	<u>\$ 264,500</u>

Discretely Presented Roane County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Nonmajor Governmental Funds
General Purpose School Fund	\$ 0	\$ 27,115
Nonmajor governmental funds	20,648	0
Total	<u>\$ 20,648</u>	<u>\$ 27,115</u>

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.

F. 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, 2016, will be retired from the county's debt service funds. The county had no outstanding capital outlay notes at June 30, 2016.

General obligation bonds and other loans outstanding as of June 30, 2016, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-16
General Obligation Bonds	2 to 5 %	6-1-25	\$ 5,881,503	\$ 2,300,856
General Obligation Refunding Bonds	2 to 5	6-1-33	26,823,497	20,419,144
Rural School Bonds	2 to 3.5	6-30-20	1,325,000	550,000
Rural School Refunding Bonds	2.8 to 5	5-1-22	14,215,000	9,920,000
Other Loans - Public Building Authorities	4.25 to 6	6-1-27	2,500,000	2,350,000
Other Loans - Energy Efficient Schools	0	3-1-23	944,127	593,897

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, 2016:

Description	Original Amount of Loan Agreement	Outstanding Principal 6-30-16	Interest Type	Interest Rate
<u>Blount County Public Building Authority (Series B-13-A)</u>				
Public Improvement-County	\$ 1,750,000	\$ 1,600,000	Fixed	5.6 to 6 %
<u>Blount County Public Building Authority (Series B-20-A)</u>				
Public Improvement-County	750,000	<u>750,000</u>	Fixed	4.25 to 5
Total		<u>\$ 2,350,000</u>		

The annual requirements to amortize all bonds and other loans outstanding as of June 30, 2016, including interest payments, are presented in the following tables:

Year Ending June 30	Other Loans		
	Principal	Interest	Total
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
2022-2026	1,277,317	252,938	1,530,255
2027	275,000	11,688	286,688
Total	\$ 2,943,897	\$ 819,738	\$ 3,763,635

Year Ending June 30	Bonds		
	Principal	Interest	Total
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
2022-2026	8,750,000	2,335,074	11,085,074
2027-2031	4,450,000	1,095,125	5,545,125
2032-2033	2,000,000	138,750	2,138,750
Total	\$ 33,190,000	\$ 8,698,144	\$ 41,888,144

There is \$3,738,946 available in the debt service funds to service long-term debt. Debt per capita, including bonds and other loans totaled \$704, for residents living outside the Harriman and Oak Ridge school districts, \$495, for residents living inside the Harriman school district, and \$474, 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, 2016, was as follows:

Governmental Activities

	<u>Bonds</u>	<u>Other Loans</u>
Balance, July 1, 2015	\$ 35,975,000	\$ 3,667,213
Reductions	<u>(2,785,000)</u>	<u>(723,316)</u>
Balance, June 30, 2016	<u>\$ 33,190,000</u>	<u>\$ 2,943,897</u>
Balance Due Within One Year	<u>\$ 3,410,000</u>	<u>\$ 248,316</u>

	<u>Landfill Postclosure Care Costs</u>	<u>Compensated Absences</u>	<u>Other Post- Employment Benefits</u>
Balance, July 1, 2015	\$ 113,758	\$ 403,007	\$ 4,846,900
Additions	0	442,467	610,270
Reductions	<u>(23,749)</u>	<u>(415,014)</u>	<u>(107,861)</u>
Balance, June 30, 2016	<u>\$ 90,009</u>	<u>\$ 430,460</u>	<u>\$ 5,349,309</u>
Balance Due Within One Year	<u>\$ 36,561</u>	<u>\$ 363,882</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2016	\$ 42,003,675
Less: Balance Due Within One Year	(4,058,759)
Add: Unamortized Premium on Debt	<u>502,031</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 38,446,947</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 24 years for other loans.

Bonds and other loans outstanding as of June 30, 2016, for business-type activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-16
Revenue and Tax Bonds	4.75 %	4-20-40	\$ 620,000	\$ 503,111
General Obligation Bonds	2 to 3.75	6-1-20	305,000	140,000
Other Loans - Revolving Loan Fund	1.77	12-1-35	4,468,000	4,000,671 (1)

(1) \$373,813 remains available for draws under this revolving loan fund.

The annual requirements to amortize all bonds and other loans outstanding as of June 30, 2016, including interest payments, are presented in the following tables:

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
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
2022-2026	1,072,896	254,244	11,496	1,338,636
2027-2031	1,172,088	155,052	7,008	1,334,148
2032-2035	773,607	41,956	1,575	817,138
Total	<u>\$ 4,000,671</u>	<u>\$ 796,312</u>	<u>\$ 35,679</u>	<u>\$ 4,832,662</u>

Year Ending June 30	Bonds		
	Principal	Interest	Total
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
2022-2026	81,638	95,062	176,700
2027-2031	103,474	73,226	176,700
2032-2036	131,151	45,549	176,700
2037-2040	122,439	11,622	134,061
Total	\$ 643,111	\$ 348,863	\$ 991,974

Changes in Long-term Obligations

Long-term obligation activity for the Public Utility Fund (enterprise fund) for the year ended June 30, 2016, was as follows:

Business-type Activities:

	Bonds		Other Loans	
Balance, July 1, 2015	\$	684,260	\$	3,697,576
Additions		0		396,611
Reductions		(41,149)		(93,516)
Balance, June 30, 2016	\$	643,111	\$	4,000,671
Balance Due Within One Year	\$	46,690	\$	189,528

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2016	\$	4,643,782
Less: Balance Due Within One Year		(236,218)
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	\$	4,407,564

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, 2016, for governmental activities was as follows:

	Compensated Absences	Other Postemployment Benefits	Net Pension Liability (Asset) Teacher Legacy Plan
Balance, July 1, 2015	\$ 153,778	\$ 6,855,584	\$ (113,689)
Additions	196,139	1,288,968	9,646,330
Reductions	(204,930)	(726,290)	(9,247,730)
Balance, June 30, 2016	<u>\$ 144,987</u>	<u>\$ 7,418,262</u>	<u>\$ 284,911</u>
Balance Due Within One Year	<u>\$ 137,738</u>	<u>\$ 0</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2016	\$ 7,848,160
Less: Balance Due Within One Year	<u>(137,738)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 7,710,422</u>

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

G. 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, 2016, were \$208,001 and \$62,888, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

H. Short-term Debt

The Roane County Debt Service Fund issued a tax anticipation note to the General Purpose School Fund in advance of property tax collections. This note was necessary to ensure funds would be available to meet obligations of the School Department due to a delay in the calculation of the 2015 tax roll which in turn delayed the collection of property taxes. Short term debt activity for the year ended June 30, 2016, was as follows:

	Balance 7-1-15	Issued	Paid	Balance 6-30-16
Tax Anticipation Notes	\$ 0	\$ 1,000,000	\$ (1,000,000)	\$ 0

I. 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, 2016, interest earned totaled \$41.

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 \$182,517 and \$488,548 existed in the Employee Insurance – Dental and Workers’ Compensation funds, respectively at June 30, 2016. 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	
2014-2015	\$	0	\$	488,563	\$	(488,563)	\$	0
2015-2016		0		512,495		(512,495)		0

Workers' Compensation

	Beginning of Fiscal Year Liability		Current-year Claims and Estimates		Payments		Balance at Fiscal Year-end	
2014-2015	\$	150,659	\$	1,174,756	\$	(480,826)	\$	844,589
2015-2016		844,589		445,323		(520,444)		769,468

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. 72, *Fair Value Measurement and Application*; Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements No. 67 and No. 68*; Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*; and Statement No. 79, *Certain External Investment Pools and Pool Participants* became effective for the year ended June 30, 2016.

GASB Statement No. 72, establishes general principles for measuring fair value and standards of accounting and financial reporting for assets and liabilities measured at fair value. This standard supersedes previous statements as they relate to measuring fair value of certain assets and liabilities.

GASB Statement No. 73, established accounting and reporting requirements for pensions that are not administered through a trust account and also addresses changes made to Statements No. 67 and No. 68. The changes to Statements No. 67 and No. 68 require new RSI disclosures concerning plan investments, and address specific payables to defined benefit plans.

GASB Statement No. 76, addresses changes made to the hierarchy of generally accepted accounting principles. This standard supersedes Statement No. 55 and reduces the hierarchy from four to two categories.

GASB Statement No. 79, addresses issues related to certain external investment pools and pool participants because of changes in Security and Exchange rules relative to money market funds. This standard establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost rather than fair value for financial reporting purposes standards.

C. Subsequent Events

On June 30, 2016, Gary Aytes left the Office of Director of Schools and was succeeded by Dr. Leah Watkins.

On August 31, 2016, David Morgan left the Office of Property Assessor and was succeeded by Molly Hartup.

Kaley Walker left the office of Director of Accounts and Budgets on August 29, 2016. Connie Aytes was hired as the Director of Accounts and Budgets on September 19, 2016.

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. 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 \$90,009 reported as postclosure care liability as June 30, 2016, represents amounts based on what it would cost to perform all postclosure care in 2016. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

F. 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, 2016. Roane County does not have an equity interest in the DTF.

Complete financial statements for the Industrial Development Board and the DTF can be obtained from their administrative offices at the following addresses:

Administrative Office:

Industrial Development Board of the
Counties of Cumberland, Morgan,
and Roane, Tennessee
34 South Main Street
Crossville, TN 38555

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

G. 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.

H. Retirement Commitments

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

Primary Government

Public Employee Retirement Plan

General Information About the Pension Plan

Plan Description. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department with membership in the TCRS before October 1, 2015, are provided a defined benefit pension plan through the Public Employee Legacy Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The Public Employee Legacy Pension Plan

is closed to new membership. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department with membership in the TCRS after October 1, 2015, are provided with pensions through a legally separate plan, referred to as 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 (TCA)*, 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.

Benefits Provided. TCA, 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 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 Public Employee 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. 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. Under the Public Employee 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 employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of

their salary. Roane County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Contributions were not made until after the effective date of October 1, 2015; therefore, no contributions were made during the measurement period. 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 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.

Pension Liabilities (Assets) Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Liabilities. The measurement date is June 30, 2015, which is prior to the onset of the Public Employee Retirement Plan. Consequently, there is not any net pension liability at June 30, 2015.

Pension Expense. Since the measurement date is June 30, 2015, Roane County did not recognize any pension expense at June 30, 2016.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2016, Roane County reported deferred outflows of resources related to pensions from the following source:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions Subsequent to the Measurement Date of June 30, 2015 (1)	\$ 22,697	N/A
Total	\$ 22,697	\$ 0

(1) The amount shown above for "Contributions Subsequent to the Measurement Date of June 30, 2015," will be recognized as a reduction to net pension liability in the year ending June 30, 2017.

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

		Deferred Outflows of Resources
Primary Government	\$	17,049
School Department		5,648
Total	\$	22,697

Public Employee Legacy Pension Plan

General Information About the Pension Plan

Plan Description. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department with membership in the TCRS before October 1, 2015, are provided with pensions through the Public Employee Legacy Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The Public Employee Legacy Pension Plan closed to new membership on September 30, 2015, but will continue providing benefits to existing members and retirees. Beginning October 1, 2015, the Public Employee Pension Plan became effective for employees of Roane County and non-certified employees of the School Department hired after October 1, 2015. The primary government employees comprised 58.32 percent and the non-certified employees of the discretely presented School Department comprised 41.68 percent of the plan based on contribution data. 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 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.

Benefits Provided. TCA, 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, 2015, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	323
Inactive Employees Entitled to But Not Yet Receiving Benefits	499
Active Employees	588
Total	1,410

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 their 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, the Actuarial Determined Contribution (ADC) for Roane County was \$1,444,357 based on a rate of 8.45 percent of covered 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 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, 2015, 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 as of the June 30, 2015, 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, 2015, 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	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
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, 2014	\$ 48,485,514	\$ 51,746,042	\$ (3,260,528)
Changes for the year:			
Service Cost	\$ 1,452,317	\$ 0	\$ 1,452,317
Interest	3,669,310	0	3,669,310
Differences Between Expected and Actual Experience	(688,903)	0	(688,903)
Contributions-Employer	0	1,444,357	(1,444,357)
Contributions-Employees	0	867,965	(867,965)
Net Investment Income	0	1,596,148	(1,596,148)
Benefit Payments, Including Refunds of Employee Contributions	(2,027,403)	(2,027,403)	0
Administrative Expense	0	(30,371)	30,371
Other Changes	0	0	0
Net Changes	\$ 2,405,321	\$ 1,850,696	\$ 554,625
Balance, June 30, 2015	\$ 50,890,835	\$ 53,596,738	\$ (2,705,903)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	58.32%	\$ 29,679,535	\$ 31,257,618	\$ (1,578,083)
School Department	41.68%	21,211,300	22,339,120	(1,127,820)
Total		\$ 50,890,835	\$ 53,596,738	\$ (2,705,903)

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	\$ 3,788,620	\$ (2,705,903)	\$ (8,093,977)

Negative Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Negative Pension Expense. For the year ended June 30, 2016, Roane County recognized negative pension expense of \$97,914.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2016, Roane County 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
Difference Between Expected and Actual Experience	\$ 0	\$ 583,701
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,835,481	2,405,032
Contributions Subsequent to the Measurement Date of June 30, 2015 (1)	1,408,870	N/A
Total	\$ 3,244,351	\$ 2,988,733

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2015,” 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	58.32%	\$ 1,875,056	\$ 1,743,029
School Department	41.68%	1,369,295	1,245,704
Total		<u>\$ 3,244,351</u>	<u>\$ 2,988,733</u>

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

Year Ending June 30	Amount
2017	\$ (491,448)
2018	(491,448)
2019	(491,448)
2020	321,089
2021	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 58.32 percent and the non-certified employees of the discretely presented School Department comprise 41.68 percent of the plan based on contribution 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. The TCRS issues a publically available financial report that can be obtained at 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 with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. 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 60 or pursuant to the rule of 80. 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 percent and one percent. Members who leave 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 or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. 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 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, 2016, to the Teacher Retirement Plan were \$71,763, which is four percent of covered 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 (Assets). At June 30, 2016, the Roane County School Department reported an asset of \$19,362 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2015, 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 share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2015, the Roane County School Department's proportion was .481281 percent.

Pension Expense. For the year ended June 30, 2016, the Roane County School Department recognized pension expense of \$25,374.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2016, 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
Difference Between Expected and Actual Experience	\$ 0	\$ 6,302
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,565	0
LEA's Contributions Subsequent to the Measurement Date of June 30, 2015	71,763	N/A
Total	<u>\$ 73,328</u>	<u>\$ 6,302</u>

The Roane County School Department's employer contributions of \$71,763, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension asset in the year ending June 30, 2017. 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
2017	\$ (134)
2018	(134)
2019	(134)
2020	(134)
2021	(525)
Thereafter	(3,676)

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, 2015, 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, 2015, 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 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 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 the 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 the 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%
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Net Pension Liability \$ 3,433 \$ (19,362) \$ (36,080)

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

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 benefit 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.

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. Under the Teacher Legacy Pension Plan, benefit terms and conditions, including COLAs 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 are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) 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, 2016, to the Teacher Legacy Pension Plan were \$2,281,029, which is 9.04 percent of covered 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 Liability (Assets). At June 30, 2016, the Roane County School Department reported a liability of \$284,911 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The Roane County School Department's proportion of the net pension liability (asset) was based on the Roane County School Department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2015, the Roane County School Department's proportion was .695522 percent. The proportion measured at June 30, 2014, was .699644 percent.

Negative Pension Expense. For the year ended June 30, 2016, the Roane County School Department recognized negative pension expense of \$276,608.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2016, 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
Difference Between Expected and Actual Experience	\$ 228,653	\$ 4,434,658
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	5,144,573	6,984,038
Changes in Proportion of Net Pension Liability (Asset)	0	180,363
LEA's Contributions Subsequent to the Measurement Date of June 30, 2015	<u>2,281,029</u>	<u>N/A</u>
Total	<u>\$ 7,654,255</u>	<u>\$ 11,599,059</u>

The Roane County School Department's employer contributions of \$2,281,029 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, 2017. 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
2017	\$ (1,919,143)
2018	(1,919,143)
2019	(1,919,143)
2020	408,870
2021	(877,274)
Thereafter	0

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, 2015, 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 adjustments for expected future improvement in life expectancy.

The actuarial assumptions used in the June 30, 2015, 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	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
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 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 the 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 the 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%
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Net Pension Liability \$ 19,424,167 \$ 284,911 \$ (15,560,138)

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.

In addition, certain employees of the primary government and the discretely presented School Department are required to participate in hybrid pension plans administered by the Tennessee Consolidated Retirement System. The county and School Department contribute five percent of employee salaries into deferred compensation accounts managed by the hybrid plans pursuant to IRC Section 401(k). Additional contributions by employees are optional. These hybrid plans apply to teachers employed by the discretely presented School Department hired after June 30, 2014, employees of the primary government hired after September 30, 2015, and non-certified employees of the discretely presented School Department hired after September 30, 2015. These Section 401(k) plan assets remain the property of the participating employees 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 primary government contributed \$21,527 to the 401(k) portion of the plan on-behalf of plan participants. The School Department contributed \$7,068 on behalf of non-certified employees and \$89,709 on behalf of teachers to the 401(k) portion of the hybrid pension plans.

I. 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://tennessee.gov/finance/article/fa-accfin-cafr>.

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, 2016, Roane County contributed \$107,861 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, 2016, the discretely presented School Department contributed \$726,290 for postemployment benefits.

Annual OPEB Cost and Net OPEB Obligation

	Local Government Group Plan	Local Education Group Plan
ARC	\$ 611,000	\$ 1,290,000
Interest on the NOPEBO	181,759	257,084
Adjustment to the ARC	(182,489)	(258,116)
Annual OPEB cost	\$ 610,270	\$ 1,288,968
Amount of contribution	(107,861)	(726,290)
Increase/decrease in NOPEBO	\$ 502,409	\$ 562,678
Net OPEB obligation, 7-1-15	4,846,900	6,855,584
Net OPEB obligation, 6-30-16	\$ 5,349,309	\$ 7,418,262

Fiscal Year Ended	Plans	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-14	Local Government Group	\$ 555,009	13 %	\$ 4,374,667
6-30-15	"	575,507	18	4,846,900
6-30-16	"	610,270	18	5,349,309
6-30-14	Local Education Group	1,190,175	66	6,402,898
6-30-15	"	1,231,597	63	6,855,584
6-30-16	"	1,288,968	56	7,418,262

Funded Status and Funding Progress

The funded status of the plan as of July 1, 2015, was as follows:

	Local Government Group Plan	Local Education Group Plan
Actuarial valuation date	7-1-15	7-1-15
Actuarial accrued liability (AAL)	\$ 4,197,000	\$ 11,991,000
Actuarial value of plan assets	\$ 0	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 4,197,000	\$ 11,991,000
Actuarial value of assets as a % of the AAL	0%	0%
Covered payroll (active plan members)	\$ 8,616,195	\$ 32,030,236
UAAL as a % of covered payroll	49%	37%

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, 2015, actuarial valuation for the Local Government Plan and Local Education Plan, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 3.75 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 6.5 percent initially. The trend rate will decrease to six percent in fiscal year 2016 and then be reduced by decrements to an ultimate rate of 4.7 percent by fiscal year 2050. 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. Payroll is assumed to grow at a rate of three percent.

J. 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.

K. 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.

**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 Legacy Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	<u>2014</u>	<u>2015</u>
Total Pension Liability		
Service Cost	\$ 1,432,976	\$ 1,452,317
Interest	3,457,408	3,669,310
Changes in Benefit Terms	0	0
Differences Between Actual and Expected Experience	(54,297)	(688,903)
Changes in Assumptions	0	0
Benefit Payments, Including Refunds of Employee Contributions	<u>(2,032,756)</u>	<u>(2,027,403)</u>
Net Change in Total Pension Liability	\$ 2,803,331	\$ 2,405,321
Total Pension Liability, Beginning	<u>45,682,183</u>	<u>48,485,514</u>
 Total Pension Liability, Ending (a)	 <u>\$ 48,485,514</u>	 <u>\$ 50,890,835</u>
 Plan Fiduciary Net Position		
Contributions - Employer	\$ 1,569,912	\$ 1,444,357
Contributions - Employee	858,839	867,965
Net Investment Income	7,325,925	1,596,148
Benefit Payments, Including Refunds of Employee Contributions	(2,032,756)	(2,027,403)
Administrative Expense	<u>(23,410)</u>	<u>(30,371)</u>
Net Change in Plan Fiduciary Net Position	\$ 7,698,510	\$ 1,850,696
Plan Fiduciary Net Position, Beginning	<u>44,047,532</u>	<u>51,746,042</u>
 Plan Fiduciary Net Position, Ending (b)	 <u>\$ 51,746,042</u>	 <u>\$ 53,596,738</u>
 Net Pension Liability (Asset), Ending (a - b)	 <u>\$ (3,260,528)</u>	 <u>\$ (2,705,903)</u>
 Plan Fiduciary Net Position as a Percentage of Total Pension Liability	 106.72%	 105.32%
Covered Payroll	\$ 17,176,207	\$ 17,092,984
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(18.98)%	(15.83)%

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-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>2016</u>
Actuarially Determined Contribution	\$ 22,697
Less Contributions in Relation to the Actuarially Determined Contribution	<u>(22,697)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>
Covered Payroll	\$ 567,425
Contributions as a Percentage of Covered Payroll	4.00%

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 Public
Employee Legacy Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	<u>2014</u>	<u>2015</u>	<u>2016</u>
Actuarially Determined Contribution	\$ 1,569,912	\$ 1,444,357	\$ 1,408,870
Less Contributions in Relation to the Actuarially Determined Contribution	(1,569,912)	(1,444,357)	(1,408,870)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 Covered Payroll	 \$ 17,176,207	 \$ 17,092,984	 \$ 16,668,000
 Contributions as a Percentage of Covered Payroll	 9.14%	 8.45%	 8.45%

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-4

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>	<u>2016</u>
Contractually Required Contribution	\$ 24,999	\$ 44,852
Less Contributions in Relation to the Contractually Required Contribution	(39,999)	(71,763)
Contribution Deficiency (Excess)	<u>\$ (15,000)</u>	<u>\$ (26,911)</u>
 Covered Payroll	 \$ 999,964	 \$ 1,794,075
 Contributions as a Percentage of Covered Payroll	 4.00%	 4.00%

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

Exhibit F-5

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>	<u>2016</u>
Contractually Required Contribution	\$ 2,438,536	\$ 2,353,733	\$ 2,281,029
Less Contributions in Relation to the Contractually Required Contribution	(2,438,536)	(2,353,733)	(2,281,029)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 Covered Employee Payroll	 \$ 27,460,985	 \$ 26,036,905	 \$ 25,232,622
 Contributions as a Percentage of Covered Employee Payroll	 8.88%	 9.04%	 9.04%

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

Exhibit F-6

Roane County, Tennessee
Schedule of Proportionate Share of the Net Pension Asset
in the Teacher Pension Plan of TCRS
Discretely Presented Roane County School Department
For the Fiscal Year Ended June 30 2016

	<u>2016</u>
School Department's Proportion of the Net Pension Liability (Asset)	0.481281%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (19,362)
Covered Payroll	\$ 999,964
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	127.46%

* 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-7

Roane County, Tennessee
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Roane County School Department
For the Fiscal Year Ended June 30 2016

	<u>2015</u>	<u>2016</u>
School Department's Proportion of the Net Pension Liability (Asset)	0.699644%	0.695522%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (113,689)	\$ 284,911
Covered Payroll	\$ 27,460,985	\$ 26,036,905
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%	99.81%

* 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-8

Roane County, Tennessee
Schedule of Funding Progress – Other Postemployment Benefits Plans
Primary Government and Discretely Presented Roane County School Department
June 30, 2016

(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	7-1-11	\$ 0	\$ 4,950	\$ 4,950	0 %	\$ 9,669	51.19 %
"	7-1-13	0	3,648	3,648	0	8,614	42.35
"	7-1-15	0	4,197	4,197	0	8,616	48.71
<u>DISCRETELY PRESENTED ROANE COUNTY SCHOOL DEPARTMENT</u>							
Local Education Group	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
"	7-1-15	0	11,991	11,991	0	32,030	37.44

ROANE COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2016

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for 2016 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, 2016

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>ASSETS</u>					
Cash	\$ 0	\$ 6,634	\$ 100	\$ 0	\$ 200
Equity in Pooled Cash and Investments	573,605	620,545	505,160	130,744	412,764
Accounts Receivable	0	2,372,968	1,246	310	1,129
Allowance for Uncollectibles	0	(1,472,367)	0	0	0
Due from Other Governments	74,087	0	3,960	0	0
Due from Other Funds	0	0	0	0	1,861
Property Taxes Receivable	0	265,301	463,209	0	398,841
Allowance for Uncollectible Property Taxes	0	(10,443)	(18,013)	0	(15,663)
Prepaid Items	0	0	0	0	150
Total Assets	<u>\$ 647,692</u>	<u>\$ 1,782,638</u>	<u>\$ 955,662</u>	<u>\$ 131,054</u>	<u>\$ 799,282</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 20,961	\$ 25,984	\$ 3,391	\$ 6,090	\$ 20,020
Accrued Payroll	6,037	23,536	6,448	0	3,924
Payroll Deductions Payable	476	22,980	10,085	0	3,899
Due to Other Funds	1,861	0	83	0	1,711
Total Liabilities	<u>\$ 29,335</u>	<u>\$ 72,500</u>	<u>\$ 20,007</u>	<u>\$ 6,090</u>	<u>\$ 29,554</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 245,219	\$ 428,803	\$ 0	\$ 367,829
Deferred Delinquent Property Taxes	0	9,035	15,019	0	13,569

(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>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>					
Other Deferred/Unavailable Revenue	\$ 74,087	\$ 710,774	\$ 0	\$ 0	\$ 0
Total Deferred Inflows of Resources	\$ 74,087	\$ 965,028	\$ 443,822	\$ 0	\$ 381,398
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 0	\$ 0	\$ 0	\$ 0	\$ 150
Restricted:					
Restricted for Public Safety	0	0	0	124,964	0
Restricted for Public Health and Welfare	544,270	745,110	0	0	388,180
Restricted for Other Operations	0	0	491,833	0	0
Restricted for Capital Outlay	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	0
Total Fund Balances	\$ 544,270	\$ 745,110	\$ 491,833	\$ 124,964	\$ 388,330
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 647,692	\$ 1,782,638	\$ 955,662	\$ 131,054	\$ 799,282

(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>		
	<u>Constitu - tional Officers - Fees</u>	<u>Total</u>	<u>Rural Debt Service</u>	<u>Education Debt Service</u>	<u>Total</u>
<u>ASSETS</u>					
Cash	\$ 3,228	\$ 10,162	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	0	2,242,818	1,161,986	497,596	1,659,582
Accounts Receivable	2,421	2,378,074	0	0	0
Allowance for Uncollectibles	0	(1,472,367)	0	0	0
Due from Other Governments	0	78,047	0	0	0
Due from Other Funds	0	1,861	0	0	0
Property Taxes Receivable	0	1,127,351	1,387,240	228,724	1,615,964
Allowance for Uncollectible Property Taxes	0	(44,119)	(54,248)	(8,956)	(63,204)
Prepaid Items	0	150	0	0	0
Total Assets	<u>\$ 5,649</u>	<u>\$ 4,321,977</u>	<u>\$ 2,494,978</u>	<u>\$ 717,364</u>	<u>\$ 3,212,342</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 0	\$ 76,446	\$ 0	\$ 0	\$ 0
Accrued Payroll	0	39,945	0	0	0
Payroll Deductions Payable	0	37,440	0	0	0
Due to Other Funds	5,649	9,304	0	0	0
Total Liabilities	<u>\$ 5,649</u>	<u>\$ 163,135</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 1,041,851	\$ 1,283,292	\$ 210,954	\$ 1,494,246
Deferred Delinquent Property Taxes	0	37,623	45,611	8,240	53,851

(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>		
	<u>Constitu - tional Officers - Fees</u>	<u>Total</u>	<u>Rural Debt Service</u>	<u>Education Debt Service</u>	<u>Total</u>
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>					
Other Deferred/Unavailable Revenue	\$ 0	\$ 784,861	\$ 0	\$ 0	\$ 0
Total Deferred Inflows of Resources	\$ 0	\$ 1,864,335	\$ 1,328,903	\$ 219,194	\$ 1,548,097
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 0	\$ 150	\$ 0	\$ 0	\$ 0
Restricted:					
Restricted for Public Safety	0	124,964	0	0	0
Restricted for Public Health and Welfare	0	1,677,560	0	0	0
Restricted for Other Operations	0	491,833	0	0	0
Restricted for Capital Outlay	0	0	0	0	0
Restricted for Debt Service	0	0	1,166,075	498,170	1,664,245
Total Fund Balances	\$ 0	\$ 2,294,507	\$ 1,166,075	\$ 498,170	\$ 1,664,245
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 5,649	\$ 4,321,977	\$ 2,494,978	\$ 717,364	\$ 3,212,342

(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	\$ 10,162
Equity in Pooled Cash and Investments	525,138	4,427,538
Accounts Receivable	0	2,378,074
Allowance for Uncollectibles	0	(1,472,367)
Due from Other Governments	0	78,047
Due from Other Funds	0	1,861
Property Taxes Receivable	0	2,743,315
Allowance for Uncollectible Property Taxes	0	(107,323)
Prepaid Items	0	150
Total Assets	<u>\$ 525,138</u>	<u>\$ 8,059,457</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 0	\$ 76,446
Accrued Payroll	0	39,945
Payroll Deductions Payable	0	37,440
Due to Other Funds	0	9,304
Total Liabilities	<u>\$ 0</u>	<u>\$ 163,135</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Current Property Taxes	\$ 0	\$ 2,536,097
Deferred Delinquent Property Taxes	0	91,474

(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>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>		
Other Deferred/Unavailable Revenue	\$ 0	\$ 784,861
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 3,412,432</u>
<u>FUND BALANCES</u>		
Nonspendable:		
Prepaid Items	\$ 0	\$ 150
Restricted:		
Restricted for Public Safety	0	124,964
Restricted for Public Health and Welfare	0	1,677,560
Restricted for Other Operations	0	491,833
Restricted for Capital Outlay	525,138	525,138
Restricted for Debt Service	0	1,664,245
Total Fund Balances	<u>\$ 525,138</u>	<u>\$ 4,483,890</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 525,138</u>	<u>\$ 8,059,457</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, 2016

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Revenues</u>					
Local Taxes	\$ 685,226	\$ 241,595	\$ 494,338	\$ 0	\$ 376,897
Fines, Forfeitures, and Penalties	0	0	0	26,380	0
Charges for Current Services	0	2,215,294	68,136	0	164,788
Other Local Revenues	1,373	0	6,710	18,335	180,520
State of Tennessee	215,000	0	101,800	0	39,523
Total Revenues	<u>\$ 901,599</u>	<u>\$ 2,456,889</u>	<u>\$ 670,984</u>	<u>\$ 44,715</u>	<u>\$ 761,728</u>
<u>Expenditures</u>					
Current:					
Finance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Administration of Justice	0	0	0	0	0
Public Safety	0	0	440,896	58,022	0
Public Health and Welfare	870,706	2,375,147	271,336	0	623,222
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
Total Expenditures	<u>\$ 870,706</u>	<u>\$ 2,375,147</u>	<u>\$ 712,232</u>	<u>\$ 58,022</u>	<u>\$ 623,222</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 30,893</u>	<u>\$ 81,742</u>	<u>\$ (41,248)</u>	<u>\$ (13,307)</u>	<u>\$ 138,506</u>

(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
<u>Other Financing Sources (Uses)</u>					
Insurance Recovery	\$ 0	\$ 1,221	\$ 0	\$ 0	949
Transfers In	0	0	0	0	0
Transfers Out	0	(122,272)	0	0	0
Total Other Financing Sources (Uses)	\$ 0	\$ (121,051)	\$ 0	\$ 0	949
Net Change in Fund Balances	\$ 30,893	\$ (39,309)	\$ (41,248)	\$ (13,307)	139,455
Fund Balance, July 1, 2015	513,377	784,419	533,081	138,271	248,875
Fund Balance, June 30, 2016	\$ 544,270	\$ 745,110	\$ 491,833	\$ 124,964	\$ 388,330

(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>		
	<u>Constitu - tional Officers - Fees</u>	<u>Total</u>	<u>Rural Debt Service</u>	<u>Education Debt Service</u>	<u>Total</u>
<u>Revenues</u>					
Local Taxes	\$ 0	\$ 1,798,056	\$ 1,479,214	\$ 227,055	\$ 1,706,269
Fines, Forfeitures, and Penalties	0	26,380	0	0	0
Charges for Current Services	1,631	2,449,849	0	0	0
Other Local Revenues	0	206,938	3,255	1,273	4,528
State of Tennessee	0	356,323	0	0	0
Total Revenues	\$ 1,631	\$ 4,837,546	\$ 1,482,469	\$ 228,328	\$ 1,710,797
<u>Expenditures</u>					
Current:					
Finance	\$ 395	\$ 395	\$ 0	\$ 0	\$ 0
Administration of Justice	1,236	1,236	0	0	0
Public Safety	0	498,918	0	0	0
Public Health and Welfare	0	4,140,411	0	0	0
Debt Service:					
Principal on Debt	0	0	1,305,000	245,000	1,550,000
Interest on Debt	0	0	300,090	53,210	353,300
Other Debt Service	0	0	29,283	6,075	35,358
Capital Projects	0	0	0	0	0
Total Expenditures	\$ 1,631	\$ 4,640,960	\$ 1,634,373	\$ 304,285	\$ 1,938,658
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 196,586	\$ (151,904)	\$ (75,957)	\$ (227,861)

(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>Other Financing Sources (Uses)</u>					
Insurance Recovery	\$ 0	\$ 2,170	\$ 0	\$ 0	\$ 0
Transfers In	0	0	0	0	0
Transfers Out	0	(122,272)	0	0	0
Total Other Financing Sources (Uses)	\$ 0	\$ (120,102)	\$ 0	\$ 0	\$ 0
Net Change in Fund Balances	\$ 0	\$ 76,484	\$ (151,904)	\$ (75,957)	\$ (227,861)
Fund Balance, July 1, 2015	0	2,218,023	1,317,979	574,127	1,892,106
Fund Balance, June 30, 2016	\$ 0	\$ 2,294,507	\$ 1,166,075	\$ 498,170	\$ 1,664,245

(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>
<u>Revenues</u>		
Local Taxes	\$ 0	\$ 3,504,325
Fines, Forfeitures, and Penalties	0	26,380
Charges for Current Services	0	2,449,849
Other Local Revenues	4,500	215,966
State of Tennessee	0	356,323
Total Revenues	<u>\$ 4,500</u>	<u>\$ 6,552,843</u>
<u>Expenditures</u>		
Current:		
Finance	\$ 0	\$ 395
Administration of Justice	0	1,236
Public Safety	0	498,918
Public Health and Welfare	0	4,140,411
Debt Service:		
Principal on Debt	0	1,550,000
Interest on Debt	0	353,300
Other Debt Service	0	35,358
Capital Projects	375,647	375,647
Total Expenditures	<u>\$ 375,647</u>	<u>\$ 6,955,265</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (371,147)</u>	<u>\$ (402,422)</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>
<u>Other Financing Sources (Uses)</u>		
Insurance Recovery	\$ 48,770	\$ 50,940
Transfers In	264,500	264,500
Transfers Out	0	(122,272)
Total Other Financing Sources (Uses)	<u>\$ 313,270</u>	<u>\$ 193,168</u>
Net Change in Fund Balances	\$ (57,877)	\$ (209,254)
Fund Balance, July 1, 2015	<u>583,015</u>	<u>4,693,144</u>
Fund Balance, June 30, 2016	<u>\$ 525,138</u>	<u>\$ 4,483,890</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, 2016

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 685,226	\$ 684,000	\$ 684,000	\$ 1,226
Other Local Revenues	1,373	0	0	1,373
State of Tennessee	215,000	200,000	200,000	15,000
Total Revenues	<u>\$ 901,599</u>	<u>\$ 884,000</u>	<u>\$ 884,000</u>	<u>\$ 17,599</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Convenience Centers	\$ 870,706	\$ 920,851	\$ 873,351	\$ 2,645
Total Expenditures	<u>\$ 870,706</u>	<u>\$ 920,851</u>	<u>\$ 873,351</u>	<u>\$ 2,645</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 30,893</u>	<u>\$ (36,851)</u>	<u>\$ 10,649</u>	<u>\$ 20,244</u>
Net Change in Fund Balance	\$ 30,893	\$ (36,851)	\$ 10,649	\$ 20,244
Fund Balance, July 1, 2015	<u>513,377</u>	<u>513,508</u>	<u>513,508</u>	<u>(131)</u>
Fund Balance, June 30, 2016	<u>\$ 544,270</u>	<u>\$ 476,657</u>	<u>\$ 524,157</u>	<u>\$ 20,113</u>

Exhibit G-4

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Ambulance Service Fund
For the Year Ended June 30, 2016

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 241,595	\$ 0	\$ 241,595	\$ 244,000	\$ 244,000	\$ (2,405)
Charges for Current Services	2,215,294	0	2,215,294	2,620,500	2,620,500	(405,206)
Total Revenues	<u>\$ 2,456,889</u>	<u>\$ 0</u>	<u>\$ 2,456,889</u>	<u>\$ 2,864,500</u>	<u>\$ 2,864,500</u>	<u>\$ (407,611)</u>
<u>Expenditures</u>						
<u>Public Health and Welfare</u>						
Ambulance/Emergency Medical Services	\$ 2,375,147	\$ 1,079	\$ 2,376,226	\$ 2,862,021	\$ 2,862,021	\$ 485,795
Total Expenditures	<u>\$ 2,375,147</u>	<u>\$ 1,079</u>	<u>\$ 2,376,226</u>	<u>\$ 2,862,021</u>	<u>\$ 2,862,021</u>	<u>\$ 485,795</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 81,742</u>	<u>\$ (1,079)</u>	<u>\$ 80,663</u>	<u>\$ 2,479</u>	<u>\$ 2,479</u>	<u>\$ 78,184</u>
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 1,221	\$ 0	\$ 1,221	\$ 0	\$ 0	\$ 1,221
Transfers Out	(122,272)	0	(122,272)	0	(122,272)	0
Total Other Financing Sources	<u>\$ (121,051)</u>	<u>\$ 0</u>	<u>\$ (121,051)</u>	<u>\$ 0</u>	<u>\$ (122,272)</u>	<u>\$ 1,221</u>
Net Change in Fund Balance	\$ (39,309)	\$ (1,079)	\$ (40,388)	\$ 2,479	\$ (119,793)	\$ 79,405
Fund Balance, July 1, 2015	<u>784,419</u>	<u>0</u>	<u>784,419</u>	<u>671,342</u>	<u>671,342</u>	<u>113,077</u>
Fund Balance, June 30, 2016	<u><u>\$ 745,110</u></u>	<u><u>\$ (1,079)</u></u>	<u><u>\$ 744,031</u></u>	<u><u>\$ 673,821</u></u>	<u><u>\$ 551,549</u></u>	<u><u>\$ 192,482</u></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, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 494,338	\$ 0	\$ 0	\$ 494,338	\$ 502,000	\$ 502,000	\$ (7,662)
Charges for Current Services	68,136	0	0	68,136	45,100	45,100	23,036
Other Local Revenues	6,710	0	0	6,710	6,000	6,000	710
State of Tennessee	101,800	0	0	101,800	103,000	103,000	(1,200)
Total Revenues	\$ 670,984	\$ 0	\$ 0	\$ 670,984	\$ 656,100	\$ 656,100	\$ 14,884
<u>Expenditures</u>							
<u>Public Safety</u>							
Fire Prevention and Control	\$ 440,896	\$ (355)	\$ 25,400	\$ 465,941	\$ 528,320	\$ 528,320	\$ 62,379
<u>Public Health and Welfare</u>							
Rabies and Animal Control	271,336	0	0	271,336	310,750	310,750	39,414
Total Expenditures	\$ 712,232	\$ (355)	\$ 25,400	\$ 737,277	\$ 839,070	\$ 839,070	\$ 101,793
Excess (Deficiency) of Revenues Over Expenditures	\$ (41,248)	\$ 355	\$ (25,400)	\$ (66,293)	\$ (182,970)	\$ (182,970)	\$ 116,677
Net Change in Fund Balance	\$ (41,248)	\$ 355	\$ (25,400)	\$ (66,293)	\$ (182,970)	\$ (182,970)	\$ 116,677
Fund Balance, July 1, 2015	533,081	(355)	0	532,726	533,706	533,706	(980)
Fund Balance, June 30, 2016	\$ 491,833	\$ 0	\$ (25,400)	\$ 466,433	\$ 350,736	\$ 350,736	\$ 115,697

Exhibit G-6

Roane County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Drug Control Fund
 For the Year Ended June 30, 2016

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Fines, Forfeitures, and Penalties	\$ 26,380	\$ 0	\$ 26,380	\$ 27,500	\$ 27,500	\$ (1,120)
Other Local Revenues	18,335	0	18,335	20,200	20,200	(1,865)
Total Revenues	<u>\$ 44,715</u>	<u>\$ 0</u>	<u>\$ 44,715</u>	<u>\$ 47,700</u>	<u>\$ 47,700</u>	<u>\$ (2,985)</u>
<u>Expenditures</u>						
<u>Public Safety</u>						
Sheriff's Department	\$ 58,022	\$ 2,000	\$ 60,022	\$ 146,421	\$ 146,421	\$ 86,399
Total Expenditures	<u>\$ 58,022</u>	<u>\$ 2,000</u>	<u>\$ 60,022</u>	<u>\$ 146,421</u>	<u>\$ 146,421</u>	<u>\$ 86,399</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (13,307)</u>	<u>\$ (2,000)</u>	<u>\$ (15,307)</u>	<u>\$ (98,721)</u>	<u>\$ (98,721)</u>	<u>\$ 83,414</u>
Net Change in Fund Balance	\$ (13,307)	\$ (2,000)	\$ (15,307)	\$ (98,721)	\$ (98,721)	\$ 83,414
Fund Balance, July 1, 2015	138,271	0	138,271	138,272	138,272	(1)
Fund Balance, June 30, 2016	<u>\$ 124,964</u>	<u>\$ (2,000)</u>	<u>\$ 122,964</u>	<u>\$ 39,551</u>	<u>\$ 39,551</u>	<u>\$ 83,413</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, 2016

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 376,897	\$ 379,500	\$ 379,500	\$ (2,603)
Charges for Current Services	164,788	163,000	163,000	1,788
Other Local Revenues	180,520	205,000	205,000	(24,480)
State of Tennessee	39,523	35,000	35,000	4,523
Total Revenues	<u>\$ 761,728</u>	<u>\$ 782,500</u>	<u>\$ 782,500</u>	<u>\$ (20,772)</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Recycling Center	\$ 598,406	\$ 766,975	\$ 766,975	\$ 168,569
Postclosure Care Costs	24,816	38,000	38,000	13,184
Total Expenditures	<u>\$ 623,222</u>	<u>\$ 804,975</u>	<u>\$ 804,975</u>	<u>\$ 181,753</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 138,506</u>	<u>\$ (22,475)</u>	<u>\$ (22,475)</u>	<u>\$ 160,981</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 949	\$ 0	\$ 0	\$ 949
Total Other Financing Sources	<u>\$ 949</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 949</u>
Net Change in Fund Balance	\$ 139,455	\$ (22,475)	\$ (22,475)	\$ 161,930
Fund Balance, July 1, 2015	<u>248,875</u>	<u>255,458</u>	<u>255,458</u>	<u>(6,583)</u>
Fund Balance, June 30, 2016	<u>\$ 388,330</u>	<u>\$ 232,983</u>	<u>\$ 232,983</u>	<u>\$ 155,347</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, 2016

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,479,214	\$ 1,426,100	\$ 1,426,100	\$ 53,114
Other Local Revenues	3,255	3,000	3,000	255
Total Revenues	<u>\$ 1,482,469</u>	<u>\$ 1,429,100</u>	<u>\$ 1,429,100</u>	<u>\$ 53,369</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,305,000	\$ 1,305,000	\$ 1,305,000	\$ 0
<u>Interest on Debt</u>				
Education	300,090	301,118	301,118	1,028
<u>Other Debt Service</u>				
General Government	29,283	0	35,000	5,717
Education	0	35,000	0	0
Total Expenditures	<u>\$ 1,634,373</u>	<u>\$ 1,641,118</u>	<u>\$ 1,641,118</u>	<u>\$ 6,745</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (151,904)</u>	<u>\$ (212,018)</u>	<u>\$ (212,018)</u>	<u>\$ 60,114</u>
Net Change in Fund Balance	\$ (151,904)	\$ (212,018)	\$ (212,018)	\$ 60,114
Fund Balance, July 1, 2015	1,317,979	1,318,336	1,318,336	(357)
Fund Balance, June 30, 2016	<u>\$ 1,166,075</u>	<u>\$ 1,106,318</u>	<u>\$ 1,106,318</u>	<u>\$ 59,757</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, 2016

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 227,055	\$ 229,000	\$ 229,000	\$ (1,945)
Other Local Revenues	1,273	1,000	1,000	273
Total Revenues	<u>\$ 228,328</u>	<u>\$ 230,000</u>	<u>\$ 230,000</u>	<u>\$ (1,672)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 245,000	\$ 245,000	\$ 245,000	\$ 0
<u>Interest on Debt</u>				
Education	53,210	53,210	53,210	0
<u>Other Debt Service</u>				
Education	6,075	10,000	10,000	3,925
Total Expenditures	<u>\$ 304,285</u>	<u>\$ 308,210</u>	<u>\$ 308,210</u>	<u>\$ 3,925</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (75,957)</u>	<u>\$ (78,210)</u>	<u>\$ (78,210)</u>	<u>\$ 2,253</u>
Net Change in Fund Balance	\$ (75,957)	\$ (78,210)	\$ (78,210)	\$ 2,253
Fund Balance, July 1, 2015	<u>574,127</u>	<u>574,142</u>	<u>574,142</u>	<u>(15)</u>
Fund Balance, June 30, 2016	<u>\$ 498,170</u>	<u>\$ 495,932</u>	<u>\$ 495,932</u>	<u>\$ 2,238</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, 2016

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 2,816,750	\$ 2,700,631	\$ 2,700,631	\$ 116,119
Other Local Revenues	80,513	20,000	20,000	60,513
Other Governments and Citizens Groups	98,316	0	98,316	0
Total Revenues	<u>\$ 2,995,579</u>	<u>\$ 2,720,631</u>	<u>\$ 2,818,947</u>	<u>\$ 176,632</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 1,760,000	\$ 1,790,000	\$ 1,760,000	\$ 0
Highways and Streets	100,000	100,000	100,000	0
Education	98,316	0	98,316	0
<u>Interest on Debt</u>				
General Government	1,157,612	1,162,889	1,157,614	2
Highways and Streets	22,894	22,894	22,894	0
<u>Other Debt Service</u>				
General Government	75,355	81,606	81,606	6,251
Total Expenditures	<u>\$ 3,214,177</u>	<u>\$ 3,157,389</u>	<u>\$ 3,220,430</u>	<u>\$ 6,253</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (218,598)</u>	<u>\$ (436,758)</u>	<u>\$ (401,483)</u>	<u>\$ 182,885</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 122,894	\$ 158,169	\$ 122,894	\$ 0
Total Other Financing Sources	<u>\$ 122,894</u>	<u>\$ 158,169</u>	<u>\$ 122,894</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (95,704)	\$ (278,589)	\$ (278,589)	\$ 182,885
Fund Balance, July 1, 2015	2,170,405	2,170,405	2,170,405	0
Fund Balance, June 30, 2016	<u>\$ 2,074,701</u>	<u>\$ 1,891,816</u>	<u>\$ 1,891,816</u>	<u>\$ 182,885</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, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 628,914	\$ 0	\$ 0	\$ 628,914	\$ 640,000	\$ 640,000	\$ (11,086)
Charges for Current Services	69,058	0	0	69,058	60,000	60,000	9,058
Other Local Revenues	267,740	0	0	267,740	351,502	569,300	(301,560)
State of Tennessee	0	0	0	0	15,970	250,000	(250,000)
Federal Government	15,077	0	0	15,077	0	45,108	(30,031)
Total Revenues	\$ 980,789	\$ 0	\$ 0	\$ 980,789	\$ 1,067,472	\$ 1,564,408	\$ (583,619)
<u>Expenditures</u>							
<u>Capital Projects</u>							
General Administration Projects	\$ 322,288	\$ (158,998)	\$ 28,671	\$ 191,961	\$ 927,724	\$ 1,012,024	\$ 820,063
Public Safety Projects	67,165	0	0	67,165	146,545	154,825	87,660
Public Health and Welfare Projects	327,336	(62,958)	0	264,378	355,000	605,000	340,622
Social, Cultural, and Recreation Projects	179,666	0	203,065	382,731	739,000	739,000	356,269
Other General Government Projects	927,459	0	49,813	977,272	788,670	1,037,400	60,128
Total Expenditures	\$ 1,823,914	\$ (221,956)	\$ 281,549	\$ 1,883,507	\$ 2,956,939	\$ 3,548,249	\$ 1,664,742
Excess (Deficiency) of Revenues Over Expenditures	\$ (843,125)	\$ 221,956	\$ (281,549)	\$ (902,718)	\$ (1,889,467)	\$ (1,983,841)	\$ 1,081,123
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 256,272	\$ 0	\$ 0	\$ 256,272	\$ 100,000	\$ 256,272	\$ 0
Total Other Financing Sources	\$ 256,272	\$ 0	\$ 0	\$ 256,272	\$ 100,000	\$ 256,272	\$ 0
Net Change in Fund Balance	\$ (586,853)	\$ 221,956	\$ (281,549)	\$ (646,446)	\$ (1,789,467)	\$ (1,727,569)	\$ 1,081,123
Fund Balance, July 1, 2015	2,551,783	(221,956)	0	2,329,827	2,677,703	2,677,703	(347,876)
Fund Balance, June 30, 2016	\$ 1,964,930	\$ 0	\$ (281,549)	\$ 1,683,381	\$ 888,236	\$ 950,134	\$ 733,247

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, 2016

	<u>Internal Service Funds</u>		Total
	Employee	Workers'	Internal
	Insurance -	Compensation	Service
	Dental		Funds
<u>ASSETS</u>			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 182,517	\$ 1,259,491	\$ 1,442,008
Accounts Receivable	0	8,505	8,505
Total Assets	<u>\$ 182,517</u>	<u>\$ 1,267,996</u>	<u>\$ 1,450,513</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	\$ 0	\$ 9,980	\$ 9,980
Claims and Judgments Payable	0	769,468	769,468
Total Liabilities	<u>\$ 0</u>	<u>\$ 779,448</u>	<u>\$ 779,448</u>
<u>NET POSITION</u>			
Restricted for Education	\$ 0	\$ 294,465	\$ 294,465
Unrestricted	182,517	194,083	376,600
Total Net Position	<u>\$ 182,517</u>	<u>\$ 488,548</u>	<u>\$ 671,065</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, 2016

	<u>Internal Service Funds</u>		
	<u>Employee</u>		
	<u>Insurance -</u>	<u>Workers'</u>	
	<u>Dental</u>	<u>Compensation</u>	<u>Total</u>
<u>Operating Revenues</u>			
Self-Insurance Premiums	\$ 544,943	\$ 550,740	\$ 1,095,683
Total Operating Revenues	<u>\$ 544,943</u>	<u>\$ 550,740</u>	<u>\$ 1,095,683</u>
<u>Operating Expenses</u>			
Other Salaries and Wages	\$ 10,851	\$ 0	\$ 10,851
Travel	0	1,863	1,863
Medical Claims	512,495	445,324	957,819
Handling Charges and Administration	44,279	8,289	52,568
Workers' Compensation Insurance	0	132,696	132,696
Total Operating Expenses	<u>\$ 567,625</u>	<u>\$ 588,172</u>	<u>\$ 1,155,797</u>
Operating Income (Loss)	<u>\$ (22,682)</u>	<u>\$ (37,432)</u>	<u>\$ (60,114)</u>
<u>Nonoperating Revenues (Expenses)</u>			
Investment Income	\$ 301	\$ 2,678	\$ 2,979
Total Nonoperating Revenues (Expenses)	<u>\$ 301</u>	<u>\$ 2,678</u>	<u>\$ 2,979</u>
Change in Net Position	\$ (22,381)	\$ (34,754)	\$ (57,135)
Net Position, July 1, 2015	<u>204,898</u>	<u>523,302</u>	<u>728,200</u>
Net Position, June 30, 2016	<u>\$ 182,517</u>	<u>\$ 488,548</u>	<u>\$ 671,065</u>

Exhibit I-3

Roane County, Tennessee
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2016

	<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	\$ 544,943	\$ 542,235	\$ 1,087,178
Payments for Claims	(512,495)	(520,444)	(1,032,939)
Payments to Employees	(10,851)	0	(10,851)
Payments for Administrative Costs	(44,279)	(7,781)	(52,060)
Payments to Insurers	0	(127,783)	(127,783)
Net Cash Provided By (Used In) Operating Activities	<u>\$ (22,682)</u>	<u>\$ (113,773)</u>	<u>\$ (136,455)</u>
<u>Cash Flows from Investing Activities</u>			
Interest on Investments	\$ 301	\$ 2,678	\$ 2,979
Net Cash Provided By (Used In) Investing Activities	<u>\$ 301</u>	<u>\$ 2,678</u>	<u>\$ 2,979</u>
Increase (Decrease) in Cash	\$ (22,381)	\$ (111,095)	\$ (133,476)
Cash, July 1, 2015	204,898	1,370,586	1,575,484
Cash, June 30, 2016	<u>\$ 182,517</u>	<u>\$ 1,259,491</u>	<u>\$ 1,442,008</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities</u>			
Operating Income (Loss)	\$ (22,682)	\$ (37,432)	\$ (60,114)
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	0	(8,505)	(8,505)
Increase (Decrease) in Other Current Operating Liabilities	0	(67,836)	(67,836)
Net Cash Provided By (Used In) Operating Activities	<u>\$ (22,682)</u>	<u>\$ (113,773)</u>	<u>\$ (136,455)</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, 2016

	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	\$ 1,568,199	\$ 0	\$ 1,568,199
Equity in Pooled Cash and Investments	0	1,601	180,617	289,450	0	28,555	500,223
Due from Other Governments	1,084,191	67,334	4,740	0	0	959	1,157,224
Due from Other Funds	0	0	3,300	0	0	0	3,300
Property Taxes Receivable	0	853,824	0	0	0	0	853,824
Allowance for Uncollectible Property Taxes	0	(33,607)	0	0	0	0	(33,607)
Prepaid Items	0	0	11,731	0	0	0	11,731
Notes Receivable - Long-term	0	0	0	611,654	0	0	611,654
Total Assets	\$ 1,084,191	\$ 889,152	\$ 200,388	\$ 901,104	\$ 1,568,199	\$ 29,514	\$ 4,672,548
<u>LIABILITIES</u>							
Accounts Payable	\$ 0	\$ 0	\$ 41,185	\$ 0	\$ 0	\$ 80	\$ 41,265
Due to Other Funds	0	0	1,740	0	0	3,300	5,040
Due to Other Taxing Units	1,084,191	889,152	0	0	0	0	1,973,343
Due to Litigants, Heirs, and Others	0	0	0	0	1,568,199	26,134	1,594,333
Due to Joint Ventures	0	0	157,463	0	0	0	157,463
Other Current Liabilities	0	0	0	901,104	0	0	901,104
Total Liabilities	\$ 1,084,191	\$ 889,152	\$ 200,388	\$ 901,104	\$ 1,568,199	\$ 29,514	\$ 4,672,548

Exhibit J-2

Roane County, Tennessee
Combining Statement of Changes in Assets and Liabilities - All Agency Funds
For the Year Ended June 30, 2016

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 6,982,403	\$ 6,982,403	\$ 0
Due from Other Governments	1,132,211	1,084,191	1,132,211	1,084,191
Total Assets	\$ 1,132,211	\$ 8,066,594	\$ 8,114,614	\$ 1,084,191
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 1,132,211	\$ 8,066,594	\$ 8,114,614	\$ 1,084,191
Total Liabilities	\$ 1,132,211	\$ 8,066,594	\$ 8,114,614	\$ 1,084,191
<u>City School ADA - Oak Ridge Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 1,408	\$ 1,273,767	\$ 1,273,574	\$ 1,601
Due from Other Governments	64,690	67,334	64,690	67,334
Property Taxes Receivable	821,463	853,824	821,463	853,824
Allowance for Uncollectible Property Taxes	(35,108)	(33,607)	(35,108)	(33,607)
Total Assets	\$ 852,453	\$ 2,161,318	\$ 2,124,619	\$ 889,152
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 852,453	\$ 2,161,318	\$ 2,124,619	\$ 889,152
Total Liabilities	\$ 852,453	\$ 2,161,318	\$ 2,124,619	\$ 889,152
<u>Joint Venture - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 218,802	\$ 201,339	\$ 239,524	\$ 180,617
Due from Other Governments	3,393	4,740	3,393	4,740
Due from Other Funds	0	3,300	0	3,300
Prepaid Items	0	11,731	0	11,731
Total Assets	\$ 222,195	\$ 221,110	\$ 242,917	\$ 200,388
<u>Liabilities</u>				
Accounts Payable	\$ 1,955	\$ 41,185	\$ 1,955	\$ 41,185
Due to Other Funds	0	1,740	0	1,740
Due to Joint Venture	220,240	157,463	220,240	157,463
Total Liabilities	\$ 222,195	\$ 200,388	\$ 222,195	\$ 200,388

(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	\$ 309,229	\$ 102,021	\$ 121,800	\$ 289,450
Notes Receivable - Long-term	595,871	100,000	84,217	611,654
Total Assets	\$ 905,100	\$ 202,021	\$ 206,017	\$ 901,104
<u>Liabilities</u>				
Accounts Payable	\$ 1,259	\$ 0	\$ 1,259	\$ 0
Other Current Liabilities	903,841	202,021	204,758	901,104
Total Liabilities	\$ 905,100	\$ 202,021	\$ 206,017	\$ 901,104
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 1,181,001	\$ 8,874,697	\$ 8,487,499	\$ 1,568,199
Total Assets	\$ 1,181,001	\$ 8,874,697	\$ 8,487,499	\$ 1,568,199
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 1,181,001	\$ 8,874,697	\$ 8,487,499	\$ 1,568,199
Total Liabilities	\$ 1,181,001	\$ 8,874,697	\$ 8,487,499	\$ 1,568,199
<u>District Attorney General</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 25,076	\$ 18,061	\$ 14,582	\$ 28,555
Due from Other Governments	896	959	896	959
Prepaid Items	56	0	56	0
Total Assets	\$ 26,028	\$ 19,020	\$ 15,534	\$ 29,514
<u>Liabilities</u>				
Accounts Payable	\$ 622	\$ 80	\$ 622	\$ 80
Due to Other Funds	0	3,300	0	3,300
Due to Litigants, Heirs, and Others	25,406	15,640	14,912	26,134
Total Liabilities	\$ 26,028	\$ 19,020	\$ 15,534	\$ 29,514

(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>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 1,181,001	\$ 8,874,697	\$ 8,487,499	\$ 1,568,199
Equity in Pooled Cash and Investments	554,515	8,577,591	8,631,883	500,223
Due from Other Governments	1,201,190	1,157,224	1,201,190	1,157,224
Due from Other Funds	0	3,300	0	3,300
Property Taxes Receivable	821,463	853,824	821,463	853,824
Allowance for Uncollectible Property Taxes	(35,108)	(33,607)	(35,108)	(33,607)
Prepaid Items	56	11,731	56	11,731
Notes Receivable - Long-term	595,871	100,000	84,217	611,654
Total Assets	<u>\$ 4,318,988</u>	<u>\$ 19,544,760</u>	<u>\$ 19,191,200</u>	<u>\$ 4,672,548</u>
<u>Liabilities</u>				
Accounts Payable	\$ 3,836	\$ 41,265	\$ 3,836	\$ 41,265
Due to Other Funds	0	5,040	0	5,040
Due to Other Taxing Units	1,984,664	10,227,912	10,239,233	1,973,343
Due to Litigants, Heirs, and Others	1,206,407	8,890,337	8,502,411	1,594,333
Due to Joint Venture	220,240	157,463	220,240	157,463
Other Current Liabilities	903,841	202,021	204,758	901,104
Total Liabilities	<u>\$ 4,318,988</u>	<u>\$ 19,524,038</u>	<u>\$ 19,170,478</u>	<u>\$ 4,672,548</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, 2016

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	\$ 32,891,000	\$ 0	\$ 2,410,623	\$ 0	\$ (30,480,377)
Support Services	22,879,750	0	498,281	3,582	(22,377,887)
Operation of Non-instructional Services	4,727,180	1,096,634	2,944,948	0	(685,598)
Total Governmental Activities	\$ 60,497,930	\$ 1,096,634	\$ 5,853,852	\$ 3,582	\$ (53,543,862)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 16,065,365
Local Option Sales Taxes					7,381,812
Other Local Taxes					34,111
Grants and Contributions Not Restricted for Specific Programs					32,157,100
Unrestricted Investment Income					25,862
Miscellaneous					24,195
Total General Revenues					\$ 55,688,445
Change in Net Position					\$ 2,144,583
Net Position, July 1, 2015					67,151,302
Net Position, June 30, 2016					\$ 69,295,885

Exhibit K-2

Roane County, Tennessee
 Balance Sheet - Governmental Funds
 Discretely Presented Roane County School Department
 June 30, 2016

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>			
Cash	\$ 83,466	\$ 8,500	\$ 91,966
Equity in Pooled Cash and Investments	4,408,022	3,273,349	7,681,371
Accounts Receivable	598	21,044	21,642
Due from Other Governments	1,136,960	386,142	1,523,102
Due from Other Funds	20,648	0	20,648
Property Taxes Receivable	15,661,149	862,228	16,523,377
Allowance for Uncollectible Property Taxes	(616,433)	(33,937)	(650,370)
Prepaid Items	2,550	0	2,550
Total Assets	<u>\$ 20,696,960</u>	<u>\$ 4,517,326</u>	<u>\$ 25,214,286</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 182,481	\$ 23,089	\$ 205,570
Accrued Payroll	0	21,320	21,320
Payroll Deductions Payable	0	2,308	2,308
Due to Other Funds	0	20,648	20,648
Other Current Liabilities	68,466	0	68,466
Total Liabilities	<u>\$ 250,947</u>	<u>\$ 67,365</u>	<u>\$ 318,312</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 14,475,685	\$ 796,962	\$ 15,272,647
Deferred Delinquent Property Taxes	534,262	29,497	563,759
Other Deferred/Unavailable Revenue	350,596	233,730	584,326
Total Deferred Inflows of Resources	<u>\$ 15,360,543</u>	<u>\$ 1,060,189</u>	<u>\$ 16,420,732</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Prepaid Items	\$ 2,550	\$ 0	\$ 2,550
Restricted:			
Restricted for Education	3,592	1,205,485	1,209,077
Restricted for Capital Outlay	0	842,265	842,265
Committed:			
Committed for Education	0	1,342,022	1,342,022
Assigned:			
Assigned for Education	542,205	0	542,205
Unassigned	4,537,123	0	4,537,123
Total Fund Balances	<u>\$ 5,085,470</u>	<u>\$ 3,389,772</u>	<u>\$ 8,475,242</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 20,696,960</u>	<u>\$ 4,517,326</u>	<u>\$ 25,214,286</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, 2016

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)		\$	8,475,242
(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		579,858	
Add: building and improvements net of accumulated depreciation		66,146,850	
Add: other capital assets net of accumulated depreciation		<u>2,057,193</u>	70,122,073
(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	\$	(7,418,262)	
Less: compensated absences payable		(144,987)	
Less: net pension liability of the Teacher Legacy Plan		<u>(284,911)</u>	(7,848,160)
(3) 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: deferred outflows of resources related to pensions	\$	3,191,361	
Less: deferred inflows of resources related to pensions		<u>(6,939,898)</u>	(3,748,537)
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds:			
Add: net pension assets of the Agent Plan	\$	1,127,820	
Add: net pension assets of the Teacher Plan		<u>19,362</u>	1,147,182
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>1,148,085</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>69,295,885</u></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, 2016

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	General	Other	Total
	Purpose	Govern-	Governmental
	School	mental	Funds
		Funds	
<u>Revenues</u>			
Local Taxes	\$ 20,759,022	\$ 2,667,172	\$ 23,426,194
Licenses and Permits	2,726	0	2,726
Charges for Current Services	41,044	1,042,244	1,083,288
Other Local Revenues	39,306	27,679	66,985
State of Tennessee	30,771,942	291,768	31,063,710
Federal Government	181,985	6,762,375	6,944,360
Other Governments and Citizens Groups	0	156	156
Total Revenues	<u>\$ 51,796,025</u>	<u>\$ 10,791,394</u>	<u>\$ 62,587,419</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 31,966,188	\$ 2,488,944	\$ 34,455,132
Support Services	17,148,128	3,362,356	20,510,484
Operation of Non-Instructional Services	1,067,527	3,755,125	4,822,652
Capital Outlay	63,829	0	63,829
Debt Service:			
Other Debt Service	98,316	0	98,316
Capital Projects	0	1,426,816	1,426,816
Total Expenditures	<u>\$ 50,343,988</u>	<u>\$ 11,033,241</u>	<u>\$ 61,377,229</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,452,037</u>	<u>\$ (241,847)</u>	<u>\$ 1,210,190</u>
<u>Other Financing Sources (Uses)</u>			
Insurance Recovery	\$ 0	\$ 214,552	\$ 214,552
Transfers In	20,648	27,115	47,763
Transfers Out	(27,115)	(20,648)	(47,763)
Total Other Financing Sources (Uses)	<u>\$ (6,467)</u>	<u>\$ 221,019</u>	<u>\$ 214,552</u>
Net Change in Fund Balances	\$ 1,445,570	\$ (20,828)	\$ 1,424,742
Fund Balance, July 1, 2015	<u>3,639,900</u>	<u>3,410,600</u>	<u>7,050,500</u>
Fund Balance, June 30, 2016	<u>\$ 5,085,470</u>	<u>\$ 3,389,772</u>	<u>\$ 8,475,242</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, 2016

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)		\$	1,424,742
(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.			
Add: capital assets purchased in the current period	\$	1,069,767	
Less: current-year depreciation expense		<u>(3,057,248)</u>	(1,987,481)
(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, 2016	\$	1,148,085	
Less: deferred delinquent property taxes and other deferred June 30, 2015		<u>(1,092,991)</u>	55,094
(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	\$	(562,678)	
Change in compensated absences		8,791	
Change in net pension asset - agent plan		(712,748)	
Change in net pension asset - teacher plan		19,362	
Change in net pension liability - teacher legacy plan		(398,600)	
Change in deferred outflows related to pensions		(127,490)	
Change in deferred inflows related to pensions		<u>4,425,591</u>	<u>2,652,228</u>
Change in net position of governmental activities (Exhibit B)			<u>\$ 2,144,583</u>

Exhibit K-6

Roane County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Roane County School Department
June 30, 2016

	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	395,835	1,195,832	825,694	13,522	2,430,883
Accounts Receivable	0	815	1,091	19,138	21,044
Due from Other Governments	133,477	0	233,730	18,935	386,142
Property Taxes Receivable	0	0	0	0	0
Allowance for Uncollectible Property Taxes	0	0	0	0	0
Total Assets	\$ 529,312	\$ 1,202,647	\$ 1,060,515	\$ 54,095	\$ 2,846,569
<u>LIABILITIES</u>					
Accounts Payable	\$ 4,160	\$ 1,666	\$ 14,679	\$ 551	\$ 21,056
Accrued Payroll	0	0	3,423	17,897	21,320
Payroll Deductions Payable	0	0	413	1,895	2,308
Due to Other Funds	20,648	0	0	0	20,648
Total Liabilities	\$ 24,808	\$ 1,666	\$ 18,515	\$ 20,343	\$ 65,332
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	0	0	0	0	0
Other Deferred/Unavailable Revenue	0	0	233,730	0	233,730
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 233,730	\$ 0	\$ 233,730

(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>FUND BALANCES</u>					
Restricted:					
Restricted for Education	\$ 4,504	\$ 1,200,981	\$ 0	\$ 0	\$ 1,205,485
Restricted for Capital Outlay	0	0	0	0	0
Committed:					
Committed for Education	500,000	0	808,270	33,752	1,342,022
Total Fund Balances	<u>\$ 504,504</u>	<u>\$ 1,200,981</u>	<u>\$ 808,270</u>	<u>\$ 33,752</u>	<u>\$ 2,547,507</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 529,312</u>	<u>\$ 1,202,647</u>	<u>\$ 1,060,515</u>	<u>\$ 54,095</u>	<u>\$ 2,846,569</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	842,466	3,273,349
Accounts Receivable	0	21,044
Due from Other Governments	0	386,142
Property Taxes Receivable	862,228	862,228
Allowance for Uncollectible Property Taxes	<u>(33,937)</u>	<u>(33,937)</u>
Total Assets	<u>\$ 1,670,757</u>	<u>\$ 4,517,326</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 2,033	\$ 23,089
Accrued Payroll	0	21,320
Payroll Deductions Payable	0	2,308
Due to Other Funds	0	20,648
Total Liabilities	<u>\$ 2,033</u>	<u>\$ 67,365</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Current Property Taxes	\$ 796,962	\$ 796,962
Deferred Delinquent Property Taxes	29,497	29,497
Other Deferred/Unavailable Revenue	0	233,730
Total Deferred Inflows of Resources	<u>\$ 826,459</u>	<u>\$ 1,060,189</u>

(Continued)

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>FUND BALANCES</u>		
Restricted:		
Restricted for Education	\$ 0	\$ 1,205,485
Restricted for Capital Outlay	842,265	842,265
Committed:		
Committed for Education	0	1,342,022
Total Fund Balances	<u>\$ 842,265</u>	<u>\$ 3,389,772</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,670,757</u>	<u>\$ 4,517,326</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, 2016

	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	806,196	80,847	155,201	1,042,244
Other Local Revenues	0	2,039	25,640	0	27,679
State of Tennessee	0	34,438	250,000	7,330	291,768
Federal Government	3,859,195	2,868,500	0	34,680	6,762,375
Other Governments and Citizens Groups	0	0	156	0	156
Total Revenues	\$ 3,859,195	\$ 3,711,173	\$ 2,256,643	\$ 197,211	\$ 10,024,222
<u>Expenditures</u>					
Current:					
Instruction	\$ 2,488,944	\$ 0	\$ 0	\$ 0	\$ 2,488,944
Support Services	1,349,488	0	2,012,868	0	3,362,356
Operation of Non-Instructional Services	0	3,559,754	0	195,371	3,755,125
Capital Projects	0	0	0	0	0
Total Expenditures	\$ 3,838,432	\$ 3,559,754	\$ 2,012,868	\$ 195,371	\$ 9,606,425
Excess (Deficiency) of Revenues Over Expenditures	\$ 20,763	\$ 151,419	\$ 243,775	\$ 1,840	\$ 417,797
<u>Other Financing Sources (Uses)</u>					
Insurance Recovery	\$ 0	\$ 0	\$ 7,988	\$ 0	\$ 7,988
Transfers In	0	0	0	0	0
Transfers Out	(20,648)	0	0	0	(20,648)
Total Other Financing Sources (Uses)	\$ (20,648)	\$ 0	\$ 7,988	\$ 0	\$ (12,660)
Net Change in Fund Balances	\$ 115	\$ 151,419	\$ 251,763	\$ 1,840	\$ 405,137
Fund Balance, July 1, 2015	504,389	1,049,562	556,507	31,912	2,142,370
Fund Balance, June 30, 2016	\$ 504,504	\$ 1,200,981	\$ 808,270	\$ 33,752	\$ 2,547,507

(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	\$ 767,172	\$ 2,667,172
Charges for Current Services	0	1,042,244
Other Local Revenues	0	27,679
State of Tennessee	0	291,768
Federal Government	0	6,762,375
Other Governments and Citizens Groups	0	156
Total Revenues	<u>\$ 767,172</u>	<u>\$ 10,791,394</u>
<u>Expenditures</u>		
Current:		
Instruction	\$ 0	\$ 2,488,944
Support Services	0	3,362,356
Operation of Non-Instructional Services	0	3,755,125
Capital Projects	1,426,816	1,426,816
Total Expenditures	<u>\$ 1,426,816</u>	<u>\$ 11,033,241</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (659,644)</u>	<u>\$ (241,847)</u>
<u>Other Financing Sources (Uses)</u>		
Insurance Recovery	\$ 206,564	\$ 214,552
Transfers In	27,115	27,115
Transfers Out	0	(20,648)
Total Other Financing Sources (Uses)	<u>\$ 233,679</u>	<u>\$ 221,019</u>
Net Change in Fund Balances	\$ (425,965)	\$ (20,828)
Fund Balance, July 1, 2015	<u>1,268,230</u>	<u>3,410,600</u>
Fund Balance, June 30, 2016	<u>\$ 842,265</u>	<u>\$ 3,389,772</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, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 20,759,022	\$ 0	\$ 0	\$ 20,759,022	\$ 20,131,500	\$ 20,131,500	\$ 627,522
Licenses and Permits	2,726	0	0	2,726	3,500	2,500	226
Charges for Current Services	41,044	0	0	41,044	50,000	50,000	(8,956)
Other Local Revenues	39,306	0	0	39,306	1,672,750	1,629,592	(1,590,286)
State of Tennessee	30,771,942	0	0	30,771,942	30,599,929	30,889,068	(117,126)
Federal Government	181,985	0	0	181,985	140,000	130,000	51,985
Total Revenues	\$ 51,796,025	\$ 0	\$ 0	\$ 51,796,025	\$ 52,597,679	\$ 52,832,660	\$ (1,036,635)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 25,638,384	\$ (379)	\$ 0	\$ 25,638,005	\$ 26,835,043	\$ 26,636,258	\$ 998,253
Alternative Instruction Program	128,409	0	0	128,409	137,252	139,946	11,537
Special Education Program	4,621,088	0	0	4,621,088	4,768,942	4,718,093	97,005
Vocational Education Program	1,578,307	0	0	1,578,307	1,562,227	1,625,769	47,462
<u>Support Services</u>							
Attendance	99,580	0	0	99,580	130,172	130,172	30,592
Health Services	611,160	0	0	611,160	660,240	663,470	52,310
Other Student Support	1,757,842	0	0	1,757,842	1,801,346	1,823,983	66,141
Regular Instruction Program	2,416,913	0	6,282	2,423,195	2,643,225	2,643,225	220,030
Alternative Instruction Program	120,569	0	0	120,569	121,799	121,799	1,230
Special Education Program	855,156	0	0	855,156	944,480	944,480	89,324
Vocational Education Program	100,999	0	0	100,999	113,317	113,317	12,318
Other Programs	270,889	0	0	270,889	0	270,889	0
Board of Education	953,858	(19,275)	19,850	954,433	1,009,640	1,023,750	69,317
Director of Schools	327,567	0	0	327,567	330,532	354,902	27,335
Office of the Principal	4,120,434	0	0	4,120,434	4,226,658	4,239,539	119,105
Fiscal Services	341,088	0	0	341,088	352,776	354,776	13,688
Human Services/Personnel	18,740	0	0	18,740	23,077	23,077	4,337
Operation of Plant	3,937,281	(19,426)	18,256	3,936,111	4,217,333	4,217,333	281,222

(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 7/1/2015	Add: Encumbrances 6/30/2016	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	\$ 1,039,425	\$ (13,949)	\$ 17,603	\$ 1,043,079	\$ 1,148,524	\$ 1,164,204	\$ 121,125
Transportation	176,627	0	0	176,627	215,552	282,004	105,377
<u>Operation of Non-Instructional Services</u>							
Community Services	402,394	0	0	402,394	496,771	491,451	89,057
Early Childhood Education	665,133	0	0	665,133	674,732	675,482	10,349
<u>Capital Outlay</u>							
Regular Capital Outlay	63,829	(14,223)	0	49,606	50,000	50,000	394
<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	\$ 50,343,988	\$ (67,252)	\$ 61,991	\$ 50,338,727	\$ 52,561,954	\$ 52,806,235	\$ 2,467,508
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,452,037	\$ 67,252	\$ (61,991)	\$ 1,457,298	\$ 35,725	\$ 26,425	\$ 1,430,873
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 20,648	\$ 0	\$ 0	\$ 20,648	\$ 24,959	\$ 26,374	\$ (5,726)
Transfers Out	(27,115)	0	0	(27,115)	0	(27,115)	0
Total Other Financing Sources	\$ (6,467)	\$ 0	\$ 0	\$ (6,467)	\$ 24,959	\$ (741)	\$ (5,726)
Net Change in Fund Balance	\$ 1,445,570	\$ 67,252	\$ (61,991)	\$ 1,450,831	\$ 60,684	\$ 25,684	\$ 1,425,147
Fund Balance, July 1, 2015	3,639,900	(67,252)	0	3,572,648	3,573,027	3,573,027	(379)
Fund Balance, June 30, 2016	\$ 5,085,470	\$ 0	\$ (61,991)	\$ 5,023,479	\$ 3,633,711	\$ 3,598,711	\$ 1,424,768

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, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Federal Government	\$ 3,859,195	\$ 0	\$ 0	\$ 3,859,195	\$ 4,180,395	\$ 4,608,426	\$ (749,231)
Total Revenues	\$ 3,859,195	\$ 0	\$ 0	\$ 3,859,195	\$ 4,180,395	\$ 4,608,426	\$ (749,231)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 1,637,344	\$ 0	\$ 0	\$ 1,637,344	\$ 1,566,097	\$ 1,753,007	\$ 115,663
Special Education Program	786,023	(945)	0	785,078	1,047,311	1,069,024	283,946
Vocational Education Program	65,577	0	4,554	70,131	67,420	72,607	2,476
<u>Support Services</u>							
Other Student Support	52,912	0	0	52,912	63,245	96,740	43,828
Regular Instruction Program	599,671	(3,444)	0	596,227	653,283	726,912	130,685
Special Education Program	696,905	0	0	696,905	757,580	863,493	166,588
Vocational Education Program	0	0	0	0	500	500	500
Total Expenditures	\$ 3,838,432	\$ (4,389)	\$ 4,554	\$ 3,838,597	\$ 4,155,436	\$ 4,582,283	\$ 743,686
Excess (Deficiency) of Revenues Over Expenditures	\$ 20,763	\$ 4,389	\$ (4,554)	\$ 20,598	\$ 24,959	\$ 26,143	\$ (5,545)
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (20,648)	\$ 0	\$ 0	\$ (20,648)	\$ (24,959)	\$ (26,143)	\$ 5,495
Total Other Financing Sources	\$ (20,648)	\$ 0	\$ 0	\$ (20,648)	\$ (24,959)	\$ (26,143)	\$ 5,495
Net Change in Fund Balance	\$ 115	\$ 4,389	\$ (4,554)	\$ (50)	\$ 0	\$ 0	\$ (50)
Fund Balance, July 1, 2015	504,389	(4,389)	0	500,000	0	0	500,000
Fund Balance, June 30, 2016	\$ 504,504	\$ 0	\$ (4,554)	\$ 499,950	\$ 0	\$ 0	\$ 499,950

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, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 806,196	\$ 0	\$ 0	\$ 806,196	\$ 865,000	\$ 793,000	\$ 13,196
Other Local Revenues	2,039	0	0	2,039	3,000	2,500	(461)
State of Tennessee	34,438	0	0	34,438	38,000	34,500	(62)
Federal Government	2,868,500	0	0	2,868,500	2,930,000	2,950,000	(81,500)
Total Revenues	<u>\$ 3,711,173</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,711,173</u>	<u>\$ 3,836,000</u>	<u>\$ 3,780,000</u>	<u>\$ (68,827)</u>
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 3,559,754	\$ (4,300)	\$ 4,425	\$ 3,559,879	\$ 3,886,000	\$ 3,830,000	\$ 270,121
Total Expenditures	<u>\$ 3,559,754</u>	<u>\$ (4,300)</u>	<u>\$ 4,425</u>	<u>\$ 3,559,879</u>	<u>\$ 3,886,000</u>	<u>\$ 3,830,000</u>	<u>\$ 270,121</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 151,419</u>	<u>\$ 4,300</u>	<u>\$ (4,425)</u>	<u>\$ 151,294</u>	<u>\$ (50,000)</u>	<u>\$ (50,000)</u>	<u>\$ 201,294</u>
Net Change in Fund Balance	\$ 151,419	\$ 4,300	\$ (4,425)	\$ 151,294	\$ (50,000)	\$ (50,000)	\$ 201,294
Fund Balance, July 1, 2015	1,049,562	(4,300)	0	1,045,262	1,045,262	1,045,262	0
Fund Balance, June 30, 2016	<u>\$ 1,200,981</u>	<u>\$ 0</u>	<u>\$ (4,425)</u>	<u>\$ 1,196,556</u>	<u>\$ 995,262</u>	<u>\$ 995,262</u>	<u>\$ 201,294</u>

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, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 1,900,000	\$ 0	\$ 0	\$ 1,900,000	\$ 1,900,000	\$ 1,900,000	\$ 0
Charges for Current Services	80,847	0	0	80,847	80,000	80,000	847
Other Local Revenues	25,640	0	0	25,640	7,000	13,000	12,640
State of Tennessee	250,000	0	0	250,000	250,000	250,000	0
Other Governments and Citizens Groups	156	0	0	156	0	0	156
Total Revenues	<u>\$ 2,256,643</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,256,643</u>	<u>\$ 2,237,000</u>	<u>\$ 2,243,000</u>	<u>\$ 13,643</u>
<u>Expenditures</u>							
<u>Support Services</u>							
Transportation	\$ 2,012,868	\$ (22,982)	\$ 6,293	\$ 1,996,179	\$ 2,267,000	\$ 2,280,988	\$ 284,809
Total Expenditures	<u>\$ 2,012,868</u>	<u>\$ (22,982)</u>	<u>\$ 6,293</u>	<u>\$ 1,996,179</u>	<u>\$ 2,267,000</u>	<u>\$ 2,280,988</u>	<u>\$ 284,809</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 243,775</u>	<u>\$ 22,982</u>	<u>\$ (6,293)</u>	<u>\$ 260,464</u>	<u>\$ (30,000)</u>	<u>\$ (37,988)</u>	<u>\$ 298,452</u>
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 7,988	\$ 0	\$ 0	\$ 7,988	\$ 0	\$ 7,988	\$ 0
Total Other Financing Sources	<u>\$ 7,988</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,988</u>	<u>\$ 0</u>	<u>\$ 7,988</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 251,763	\$ 22,982	\$ (6,293)	\$ 268,452	\$ (30,000)	\$ (30,000)	\$ 298,452
Fund Balance, July 1, 2015	556,507	(22,982)	0	533,525	533,525	533,525	0
Fund Balance, June 30, 2016	<u>\$ 808,270</u>	<u>\$ 0</u>	<u>\$ (6,293)</u>	<u>\$ 801,977</u>	<u>\$ 503,525</u>	<u>\$ 503,525</u>	<u>\$ 298,452</u>

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, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 155,201	\$ 0	\$ 0	\$ 155,201	\$ 180,000	\$ 180,000	\$ (24,799)
State of Tennessee	7,330	0	0	7,330	52,000	32,000	(24,670)
Federal Government	34,680	0	0	34,680	0	30,000	4,680
Total Revenues	\$ 197,211	\$ 0	\$ 0	\$ 197,211	\$ 232,000	\$ 242,000	\$ (44,789)
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Community Services	\$ 195,371	\$ (4,200)	\$ 4,325	\$ 195,496	\$ 232,000	\$ 242,000	\$ 46,504
Total Expenditures	\$ 195,371	\$ (4,200)	\$ 4,325	\$ 195,496	\$ 232,000	\$ 242,000	\$ 46,504
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,840	\$ 4,200	\$ (4,325)	\$ 1,715	\$ 0	\$ 0	\$ 1,715
Net Change in Fund Balance	\$ 1,840	\$ 4,200	\$ (4,325)	\$ 1,715	\$ 0	\$ 0	\$ 1,715
Fund Balance, July 1, 2015	31,912	(4,200)	0	27,712	27,711	27,711	1
Fund Balance, June 30, 2016	\$ 33,752	\$ 0	\$ (4,325)	\$ 29,427	\$ 27,711	\$ 27,711	\$ 1,716

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, 2016

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 767,172	\$ 709,500	\$ 709,500	\$ 57,672
Other Governments and Citizens Groups	0	10,000	0	0
Total Revenues	<u>\$ 767,172</u>	<u>\$ 719,500</u>	<u>\$ 709,500</u>	<u>\$ 57,672</u>
<u>Expenditures</u>				
<u>Capital Projects</u>				
Education Capital Projects	\$ 1,426,816	\$ 1,321,011	\$ 2,146,999	\$ 720,183
Total Expenditures	<u>\$ 1,426,816</u>	<u>\$ 1,321,011</u>	<u>\$ 2,146,999</u>	<u>\$ 720,183</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (659,644)</u>	<u>\$ (601,511)</u>	<u>\$ (1,437,499)</u>	<u>\$ 777,855</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 206,564	0	\$ 206,562	\$ 2
Transfers In	27,115	0	27,115	0
Total Other Financing Sources	<u>\$ 233,679</u>	<u>\$ 0</u>	<u>\$ 233,677</u>	<u>\$ 2</u>
Net Change in Fund Balance	\$ (425,965)	\$ (601,511)	\$ (1,203,822)	\$ 777,857
Fund Balance, July 1, 2015	<u>1,268,230</u>	<u>1,270,228</u>	<u>1,270,228</u>	<u>(1,998)</u>
Fund Balance, June 30, 2016	<u>\$ 842,265</u>	<u>\$ 668,717</u>	<u>\$ 66,406</u>	<u>\$ 775,859</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, 2016

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-15	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-16
<u>GOVERNMENTAL ACTIVITIES</u>								
<u>OTHER LOANS PAYABLE</u>								
<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	\$ 387,736	\$ 0	\$ 387,736	\$ 0
Industrial Park Land - Sevier Co. PBA - B-3-A	835,000	1.6 to 5.85	9-1-03	6-1-16	87,264	0	87,264	0
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	150,000	1,600,000
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	393,135	0	59,724	333,411
Energy Efficient Incentive School Loan	385,910	0	4-1-13	3-1-23	299,078	0	38,592	260,486
Total Other Loans Payable					<u>\$ 3,667,213</u>	<u>\$ 0</u>	<u>\$ 723,316</u>	<u>\$ 2,943,897</u>
<u>BONDS PAYABLE</u>								
<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	6,710,000	0	385,000	6,325,000
General Obligation Refunding Bonds, Series 2009A	5,628,497	2 to 5	4-22-09	6-30-24	3,194,549	0	374,000	2,820,549
General Obligation Bonds, Series 2009A	2,696,503	2 to 5	4-22-09	6-30-24	1,530,451	0	176,000	1,354,451
General Obligation Refunding Bonds, Series 2010A	3,810,000	2 to 3.75	5-5-10	6-1-25	1,461,997	0	163,402	1,298,595
General Obligation Bonds, Series 2010A	3,185,000	2 to 3.75	5-5-10	6-1-25	1,083,003	0	136,598	946,405
Total Payable through General Debt Service Fund					<u>\$ 23,955,000</u>	<u>\$ 0</u>	<u>\$ 1,235,000</u>	<u>\$ 22,720,000</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 7-1-15	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-16
<u>BONDS PAYABLE (CONT.)</u>								
<u>Payable through Rural Debt Service Fund</u>								
Rural School Refunding, Series 2010B	\$ 1,180,000	3 to 3.25 %	5-5-10	6-1-19	\$ 400,000	\$ 0	\$ 100,000	\$ 300,000
Rural School Refunding, Series 2014	11,435,000	2.8	5-1-14	5-1-22	10,280,000	0	1,205,000	9,075,000
Total Payable through Rural Debt Service Fund					<u>\$ 10,680,000</u>	<u>\$ 0</u>	<u>\$ 1,305,000</u>	<u>\$ 9,375,000</u>
<u>Payable through Education Debt Service Fund</u>								
Rural School Refunding, Series 2008C	1,600,000	3 to 5	6-30-08	6-2-20	\$ 665,000	\$ 0	\$ 120,000	\$ 545,000
Rural School Bonds Series 2009B	1,325,000	2 to 3.5	4-22-09	6-30-20	675,000	0	125,000	550,000
Total Payable through Education Debt Service Fund					<u>\$ 1,340,000</u>	<u>\$ 0</u>	<u>\$ 245,000</u>	<u>\$ 1,095,000</u>
Total Bonds Payable					<u>\$ 35,975,000</u>	<u>\$ 0</u>	<u>\$ 2,785,000</u>	<u>\$ 33,190,000</u>
<u>BUSINESS-TYPE ACTIVITIES</u>								
<u>OTHER LOANS PAYABLE</u>								
State Revolving Loan Fund	(1)	1.77	6-24-11	(1)	\$ 3,697,576	\$ 396,611	\$ 93,516	\$ 4,000,671
Total Other Loans Payable					<u>\$ 3,697,576</u>	<u>\$ 396,611</u>	<u>\$ 93,516</u>	<u>\$ 4,000,671</u>
<u>BONDS PAYABLE</u>								
General Obligation Bonds, Series 2010A	305,000	2 to 3.75	5-5-10	6-1-20	\$ 170,000	\$ 0	\$ 30,000	\$ 140,000
Water and Sewer Revenue and Tax, Series 2000	620,000	4.75	6-20-02	4-20-40	514,260	0	11,149	503,111
Total Bonds Payable					<u>\$ 684,260</u>	<u>\$ 0</u>	<u>\$ 41,149</u>	<u>\$ 643,111</u>

(1) Total amount approved was \$4,468,000 of which \$373,813 remains available to borrow as of June 30, 2016. Final maturity date will be determined after all funds have been drawn. Based on amounts borrowed to date, the loan would be retired in 2035.

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
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	\$ 2,943,897	\$ 819,738	\$ 3,763,635

Year Ending June 30	Bonds		
	Principal	Interest	Total
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	457,406	2,207,406
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	\$ 33,190,000	\$ 8,698,144	\$ 41,888,144

(Continued)

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

BUSINESS-TYPE ACTIVITIES:

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
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	251,532	13,896	312	265,740
2034	256,020	9,408	420	265,848
2035	18,939	340	15	19,294
Total	\$ 4,000,671	\$ 796,312	\$ 35,679	\$ 4,832,662

Year Ending June 30	Bonds		
	Principal	Interest	Total
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	\$ 643,111	\$ 348,863	\$ 991,974

Exhibit L-3

Roane County, Tennessee
Schedule of Notes Receivable
June 30, 2016

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-16
<u>Community Development - Agency Fund</u>						
Industrial Loan (Revolving)	Browder Hardware II	\$ 100,000	6/13/02	6/13/17	3.75 %	\$ 8,584
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	8,877
Industrial Loan (Revolving)	Dana Audio	50,000	2/26/03	4/23/10	(1) 3.25	21,639
Industrial Loan (Revolving)	Ideal Plumbing	100,000	1/29/04	3/1/14	(1) 3.04	16,245
Industrial Loan (Revolving)	Mary Gail's Place	32,500	9/30/04	9/30/11	(1) 4.00	24,892
Industrial Loan (Revolving)	Browder Hardware III	75,000	4/19/12	4/19/20	4.00	29,314
Industrial Loan (Revolving)	Market Street	100,000	10/16/09	10/16/18	4.00	41,239
Industrial Loan (Revolving)	Amazing Brakes (ABCC)	60,000	2/7/11	2/7/21	4.00	31,290
Industrial Loan (Revolving)	Lawn Wizard	25,000	3/25/11	3/25/16	(1) 4.00	17,897
Industrial Loan (Revolving)	Understanding The Way II	60,000	8/30/10	8/30/25	4.00	41,336
Industrial Loan (Revolving)	Kari Openshaw Interiors	45,000	5/4/12	5/4/17	4.00	55,399
Industrial Loan (Revolving)	Mountains to Lakes Real Estate	100,000	4/24/12	4/24/27	4.00	78,782
Industrial Loan (Revolving)	Junior's Restaurant/Annie's Catering	71,000	10/2/13	10/2/23	4.00	57,039
Industrial Loan (Revolving)	Simply Sweets	60,000	10/20/14	4/1/30	4.00	56,553
Industrial Loan (Revolving)	Phyllis Ellis	100,000	10/1/15	3/13/31	4.00	<u>98,176</u>
Total Notes Receivable						<u>\$ 611,654</u>

(1) Payments for these loans were delinquent as of 6-30-16.

Exhibit L-4

Roane County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Roane County School Department
For the Year Ended June 30, 2016

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
Public Utility	General	Return of Prior-year Cash Flow Transfer (FYE 6-30-2011)	\$ 400,000
General	General Capital Projects	Capital projects	134,000
Highway/Public Works	General Debt Service	Payment on debt	122,894
Highway/Public Works	Highway Capital Projects	Capital projects	264,500
Ambulance Service	General Capital Projects	Capital projects	<u>122,272</u>
Total Transfers Primary Government			<u>\$ 1,043,666</u>
<u>DISCRETELY PRESENTED ROANE COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect Costs	\$ 20,648
General Purpose School	Education Capital Projects	Capital projects	<u>27,115</u>
Total Transfers Discretely Presented Roane County School Department			<u>\$ 47,763</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, 2016

Official	Authorization of Salary	Salary Paid During Period	Bond	Surety
County Executive	Section 8-24-102, <i>TCA</i> , and County Commission	\$ 104,449 (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	147,635 (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	79,609 (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	Section 8-24-102, <i>TCA</i>	76,313	100,000	Auto-Owners Insurance Company
Clerk and Master	Section 8-24-102, <i>TCA</i> and Chancery Court Judge	76,313	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 (5)	100,000	"
Purchasing Agent	County Commission	58,737 (6)	100,000	RLI Insurance Company
Employee Blanket Bond				
Public Employee Dishonesty			250,000	State National Insurance Company

(1) Includes \$1,148 for board and committee meetings and \$7,622 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, a chief executive officer supplement of \$1,000, and \$17,885 of accumulated vacation pay, but does not include a \$500 (403-b) match.

(4) Includes \$2,296 for board and committee meetings and an educational incentive payment of \$1,000.

(5) Includes a law enforcement training supplement of \$600. Does not include a phone stipend of \$1,164.

(6) 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, 2016

	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	\$ 8,234,610	\$ 0	\$ 236,618	\$ 417,515	\$ 0	\$ 356,335
Trustee's Collections - Prior Year	285,284	8,830	9	5,891	0	9,017
Circuit Clerk/Clerk and Master Collections - Prior Years	322,284	14,893	4,964	9,928	0	9,928
Interest and Penalty	51,319	1,503	4	1,004	0	1,617
Payments in-Lieu-of Taxes - T.V.A.	71,081	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	73,073	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	152,011	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	117,978	660,000	0	60,000	0	0
Hotel/Motel Tax	92,811	0	0	0	0	0
Litigation Tax - General	358,823	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	223,066	0	0	0	0	0
Business Tax	501,981	0	0	0	0	0
Mixed Drink Tax	2,424	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	53,081	0	0	0	0	0
Wholesale Beer Tax	171,339	0	0	0	0	0
Interstate Telecommunications Tax	0	0	0	0	0	0
Total Local Taxes	\$ 10,711,165	\$ 685,226	\$ 241,595	\$ 494,338	\$ 0	\$ 376,897
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 273,731	\$ 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>Licenses and Permits (Cont.)</u>						
<u>Permits</u>						
Beer Permits	\$ 3,531	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Building Permits	223,269	0	0	0	0	0
Other Permits	150	0	0	0	0	0
Total Licenses and Permits	\$ 500,681	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 2,370	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	5,673	0	0	0	0	0
Drug Control Fines	0	0	0	0	4,033	0
Jail Fees	3,453	0	0	0	0	0
DUI Treatment Fines	380	0	0	0	0	0
Data Entry Fee - Circuit Court	887	0	0	0	0	0
Courtroom Security Fee	369	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	21,112	0	0	0	0	0
Fines for Littering	11	0	0	0	0	0
Officers Costs	57,838	0	0	0	0	0
Game and Fish Fines	146	0	0	0	0	0
Drug Control Fines	0	0	0	0	5,399	0
Drug Court Fees	5,718	0	0	0	0	0
Jail Fees	7,204	0	0	0	0	0
DUI Treatment Fines	10,366	0	0	0	0	0
Data Entry Fee - General Sessions Court	17,905	0	0	0	0	0
Courtroom Security Fee	626	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>Juvenile Court</u>						
Fines	\$ 121	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Chancery Court</u>						
Officers Costs	1,447	0	0	0	0	0
Data Entry Fee - Chancery Court	10,732	0	0	0	0	0
Courtroom Security Fee	697	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	16,948	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	4,286	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 151,341	\$ 0	\$ 0	\$ 0	\$ 26,380	\$ 0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Transfer Waste Stations Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 45,171
Solid Waste Disposal Fee	0	0	0	0	0	119,617
Patient Charges	0	0	2,197,538	0	0	0
Past Due Collections - Ambulance	0	0	17,026	0	0	0
Work Release Charges for Board	420	0	0	0	0	0
Other General Service Charges	700	0	0	68,136	0	0
<u>Fees</u>						
Recreation Fees	124,536	0	0	0	0	0
Copy Fees	8,430	0	730	0	0	0
Archives and Records Management Fee	29,243	0	0	0	0	0
Telephone Commissions	48,120	0	0	0	0	0
Constitutional Officers' Fees and Commissions	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>Charges for Current Services (Cont.)</u>						
<u>Fees (Cont.)</u>						
Data Processing Fee - Register	\$ 16,142	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Probation Fees	10,561	0	0	0	0	0
Data Processing Fee - Sheriff	4,212	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	5,200	0	0	0	0	0
Data Processing Fee - County Clerk	3,510	0	0	0	0	0
<u>Education Charges</u>						
Other Charges for Services	226,003	0	0	0	0	0
Total Charges for Current Services	\$ 477,077	\$ 0	\$ 2,215,294	\$ 68,136	\$ 0	\$ 164,788
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	\$ 99	\$ 0
Lease/Rentals	8,422	0	0	0	0	0
Sale of Materials and Supplies	2,308	0	0	0	0	0
Commissary Sales	29,170	0	0	0	0	0
Sale of Gasoline	0	0	0	0	0	0
Sale of Maps	241	0	0	0	0	0
Sale of Recycled Materials	188	0	0	6	0	176,517
Commodity Rebates	1,171	0	0	0	0	0
Expenditure Credits	435	0	0	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	14,093	0	0	0	0	3,300
Sale of Property	41,812	0	0	0	0	0
Damages Recovered from Individuals	447	1,373	0	0	0	0
Contributions and Gifts	234,920	0	0	6,704	18,236	703

(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	\$ 9,880	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Local Revenues	\$ 343,087	\$ 1,373	\$ 0	\$ 6,710	\$ 18,335	\$ 180,520
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 405,275	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	102,300	0	0	0	0	0
General Sessions Court Clerk	497,559	0	0	0	0	0
Clerk and Master	341,905	0	0	0	0	0
Register	217,017	0	0	0	0	0
Sheriff	23,318	0	0	0	0	0
Trustee	908,045	0	0	0	0	0
Total Fees Received From County Officials	\$ 2,495,419	\$ 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	39,523
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	24,000	0	0	0	0	0
<u>Public Works Grants</u>						
State Aid Program	0	0	0	0	0	0
Litter Program	0	0	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	92,212	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>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Beer Tax	\$ 18,488	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Alcoholic Beverage Tax	87,959	0	0	0	0	0
State Revenue Sharing - T.V.A.	1,021,661	215,000	0	100,000	0	0
Contracted Prisoner Boarding	492,732	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	351	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	416,199	0	0	0	0	0
Other State Revenues	10,182	0	0	1,800	0	0
Total State of Tennessee	\$ 2,187,948	\$ 215,000	\$ 0	\$ 101,800	\$ 0	\$ 39,523
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 14,876	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	0	0	0	0	0	0
Homeland Security Grants	0	0	0	0	0	0
Law Enforcement Grants	101,630	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	100,675	0	0	0	0	0
Total Federal Government	\$ 260,681	\$ 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>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Services	520	0	0	0	0	0
<u>Other</u>						
Other	10,000	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 10,520</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 17,137,919</u>	<u>\$ 901,599</u>	<u>\$ 2,456,889</u>	<u>\$ 670,984</u>	<u>\$ 44,715</u>	<u>\$ 761,728</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	\$ 1,184,811	\$ 1,717,998	\$ 1,349,123	\$ 207,247	\$ 592,403
Trustee's Collections - Prior Year	0	42,833	63,090	49,397	8,384	18,397
Circuit Clerk/Clerk and Master Collections - Prior Years	0	47,160	69,499	69,499	9,928	14,893
Interest and Penalty	0	7,679	11,319	8,738	1,496	3,221
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	954,844	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	45,042	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	2,457	0	0
Total Local Taxes	\$ 0	\$ 1,327,525	\$ 2,816,750	\$ 1,479,214	\$ 227,055	\$ 628,914
<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
Other Permits	0	0	0	0	0	0
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<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
DUI Treatment Fines	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
Fines for Littering	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
Drug Court Fees	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

(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>Juvenile Court</u>						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Chancery Court</u>						
Officers Costs	0	0	0	0	0	0
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>						
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
<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	0	0	0	0	0
<u>Fees</u>						
Recreation Fees	0	0	0	0	0	69,058
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	1,631	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
	Constitutional 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>						
Data Processing Fee - Register	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
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>						
Other Charges for Services	0	0	0	0	0	0
Total Charges for Current Services	\$ 1,631	\$ 0	\$ 0	\$ 0	\$ 0	\$ 69,058
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 30,763	\$ 3,255	\$ 1,273	\$ 0
Lease/Rentals	0	0	0	0	0	0
Sale of Materials and Supplies	0	157,048	0	0	0	0
Commissary Sales	0	0	0	0	0	0
Sale of Gasoline	0	23,258	0	0	0	0
Sale of Maps	0	0	0	0	0	0
Sale of Recycled Materials	0	536	0	0	0	0
Commodity Rebates	0	0	0	0	0	0
Expenditure Credits	0	243	0	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	0	20,635	0	0	0	8,700
Sale of Property	0	0	49,750	0	0	0
Damages Recovered from Individuals	0	0	0	0	0	0
Contributions and Gifts	0	0	0	0	0	259,040

(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	\$ 201,720	\$ 80,513	\$ 3,255	\$ 1,273	\$ 267,740
<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>						
State Aid Program	0	275,463	0	0	0	0
Litter Program	0	24,710	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	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>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
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	1,891,206	0	0	0	0
Petroleum Special Tax	0	39,094	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	0	0	0	0	0
Other State Revenues	0	0	0	0	0	0
Total State of Tennessee	\$ 0	\$ 2,230,473	\$ 0	\$ 0	\$ 0	\$ 0
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	0	466,043	0	0	0	0
Homeland Security Grants	0	0	0	0	0	15,077
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	\$ 466,043	\$ 0	\$ 0	\$ 0	\$ 15,077

(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	\$ 0	\$ 98,316	\$ 0	\$ 0	\$ 0
Contracted Services	0	5,778	0	0	0	0
<u>Other</u>						
Other	0	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 0	\$ 5,778	\$ 98,316	\$ 0	\$ 0	\$ 0
Total	\$ 1,631	\$ 4,231,539	\$ 2,995,579	\$ 1,482,469	\$ 228,328	\$ 980,789

(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	\$ 14,296,660
Trustee's Collections - Prior Year	0	491,132
Circuit Clerk/Clerk and Master Collections - Prior Years	0	572,976
Interest and Penalty	0	87,900
Payments in-Lieu-of Taxes - T.V.A.	0	71,081
Payments in-Lieu-of Taxes - Local Utilities	0	73,073
Payments in-Lieu-of Taxes - Other	0	1,106,855
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	837,978
Hotel/Motel Tax	0	92,811
Litigation Tax - General	0	358,823
Litigation Tax - Jail, Workhouse, or Courthouse	0	223,066
Business Tax	0	501,981
Mixed Drink Tax	0	2,424
Mineral Severance Tax	0	45,042
<u>Statutory Local Taxes</u>		
Bank Excise Tax	0	53,081
Wholesale Beer Tax	0	171,339
Interstate Telecommunications Tax	0	2,457
Total Local Taxes	<u>\$ 0</u>	<u>\$ 18,988,679</u>
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Cable TV Franchise	\$ 0	\$ 273,731

(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	\$ 3,531
Building Permits	0	223,269
Other Permits	0	150
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 500,681</u>
<u>Fines, Forfeitures, and Penalties</u>		
<u>Circuit Court</u>		
Fines	\$ 0	\$ 2,370
Officers Costs	0	5,673
Drug Control Fines	0	4,033
Jail Fees	0	3,453
DUI Treatment Fines	0	380
Data Entry Fee - Circuit Court	0	887
Courtroom Security Fee	0	369
<u>General Sessions Court</u>		
Fines	0	21,112
Fines for Littering	0	11
Officers Costs	0	57,838
Game and Fish Fines	0	146
Drug Control Fines	0	5,399
Drug Court Fees	0	5,718
Jail Fees	0	7,204
DUI Treatment Fines	0	10,366
Data Entry Fee - General Sessions Court	0	17,905
Courtroom Security Fee	0	626

(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>Fines, Forfeitures, and Penalties (Cont.)</u>		
<u>Juvenile Court</u>		
Fines	\$ 0	\$ 121
<u>Chancery Court</u>		
Officers Costs	0	1,447
Data Entry Fee - Chancery Court	0	10,732
Courtroom Security Fee	0	697
<u>Judicial District Drug Program</u>		
Drug Task Force Forfeitures and Seizures	0	16,948
<u>Other Fines, Forfeitures, and Penalties</u>		
Other Fines, Forfeitures, and Penalties	0	4,286
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 177,721
<u>Charges for Current Services</u>		
<u>General Service Charges</u>		
Transfer Waste Stations Collection Charge	\$ 0	\$ 45,171
Solid Waste Disposal Fee	0	119,617
Patient Charges	0	2,197,538
Past Due Collections - Ambulance	0	17,026
Work Release Charges for Board	0	420
Other General Service Charges	0	68,836
<u>Fees</u>		
Recreation Fees	0	193,594
Copy Fees	0	9,160
Archives and Records Management Fee	0	29,243
Telephone Commissions	0	48,120
Constitutional Officers' Fees and Commissions	0	1,631

(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>Charges for Current Services (Cont.)</u>		
<u>Fees (Cont.)</u>		
Data Processing Fee - Register	\$ 0	\$ 16,142
Probation Fees	0	10,561
Data Processing Fee - Sheriff	0	4,212
Sexual Offender Registration Fee - Sheriff	0	5,200
Data Processing Fee - County Clerk	0	3,510
<u>Education Charges</u>		
Other Charges for Services	0	226,003
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 2,995,984</u>
<u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 0	\$ 35,390
Lease/Rentals	0	8,422
Sale of Materials and Supplies	0	159,356
Commissary Sales	0	29,170
Sale of Gasoline	0	23,258
Sale of Maps	0	241
Sale of Recycled Materials	0	177,247
Commodity Rebates	0	1,171
Expenditure Credits	0	678
<u>Nonrecurring Items</u>		
Sale of Equipment	4,000	50,728
Sale of Property	500	92,062
Damages Recovered from Individuals	0	1,820
Contributions and Gifts	0	519,603

(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	\$	9,880
Total Other Local Revenues	\$	4,500	\$	1,109,026
<u>Fees Received From County Officials</u>				
<u>Fees In-Lieu-of Salary</u>				
County Clerk	\$	0	\$	405,275
Circuit Court Clerk		0		102,300
General Sessions Court Clerk		0		497,559
Clerk and Master		0		341,905
Register		0		217,017
Sheriff		0		23,318
Trustee		0		908,045
Total Fees Received From County Officials	\$	0	\$	2,495,419
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$	0	\$	9,000
Solid Waste Grants		0		39,523
<u>Public Safety Grants</u>				
Law Enforcement Training Programs		0		24,000
<u>Public Works Grants</u>				
State Aid Program		0		275,463
Litter Program		0		24,710
<u>Other State Revenues</u>				
Income Tax		0		92,212

(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>State of Tennessee (Cont.)</u>		
<u>Other State Revenues (Cont.)</u>		
Beer Tax	\$ 0	\$ 18,488
Alcoholic Beverage Tax	0	87,959
State Revenue Sharing - T.V.A.	0	1,336,661
Contracted Prisoner Boarding	0	492,732
Gasoline and Motor Fuel Tax	0	1,891,206
Petroleum Special Tax	0	39,094
Reappraisal Program Reimbursement	0	351
Registrar's Salary Supplement	0	15,164
Other State Grants	0	416,199
Other State Revenues	0	11,982
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 4,774,744</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
Civil Defense Reimbursement	\$ 0	\$ 14,876
Disaster Relief	0	466,043
Homeland Security Grants	0	15,077
Law Enforcement Grants	0	101,630
Other Federal through State	0	43,500
<u>Direct Federal Revenue</u>		
Other Direct Federal Revenue	0	100,675
Total Federal Government	<u>\$ 0</u>	<u>\$ 741,801</u>

(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
<hr/>		
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 0	\$ 98,316
Contracted Services	0	6,298
<u>Other</u>		
Other	0	10,000
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 114,614</u>
Total	<u>\$ 4,500</u>	<u>\$ 31,898,669</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, 2016

	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	\$ 13,988,863	\$ 0	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	427,393	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	470,757	0	0	0	0
Interest and Penalty	77,293	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	242,513	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	5,518,092	0	0	1,900,000	0
Mixed Drink Tax	29,792	0	0	0	0
<u>Statutory Local Taxes</u>					
Interstate Telecommunications Tax	4,319	0	0	0	0
Total Local Taxes	<u>\$ 20,759,022</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,900,000</u>	<u>\$ 0</u>
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 2,726	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	<u>\$ 2,726</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Tuition - Other	\$ 2,890	\$ 0	\$ 0	\$ 0	\$ 0
Lunch Payments - Children	0	0	370,972	0	0
Lunch Payments - Adults	0	0	67,738	0	0
Income from Breakfast	0	0	57,182	0	0
A la Carte Sales	0	0	301,860	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>					
Contract for Instructional Services with Other LEA's	\$ 1,889	\$ 0	\$ 0	\$ 0	\$ 0
Receipts from Individual Schools	36,265	0	0	80,847	0
Community Service Fees - Children	0	0	0	0	155,201
Other Charges for Services	0	0	8,444	0	0
Total Charges for Current Services	\$ 41,044	\$ 0	\$ 806,196	\$ 80,847	\$ 155,201
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 21,794	\$ 0	\$ 2,039	\$ 2,029	\$ 0
Lease/Rentals	10	0	0	0	0
Sale of Materials and Supplies	407	0	0	0	0
Sale of Recycled Materials	1,819	0	0	12,311	0
Miscellaneous Refunds	3,300	0	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	2,130	0	0	11,216	0
Damages Recovered from Individuals	4,315	0	0	84	0
Contributions and Gifts	3,582	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	1,949	0	0	0	0
Total Other Local Revenues	\$ 39,306	\$ 0	\$ 2,039	\$ 25,640	\$ 0
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,330
On-behalf Contributions for OPEB	270,889	0	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>State of Tennessee (Cont.)</u>					
<u>State Education Funds</u>					
Basic Education Program	\$ 28,301,000	\$ 0	\$ 0	\$ 250,000	\$ 0
Early Childhood Education	631,757	0	0	0	0
School Food Service	0	0	34,438	0	0
Other State Education Funds	552,733	0	0	0	0
Career Ladder Program	219,498	0	0	0	0
<u>Other State Revenues</u>					
State Revenue Sharing - T.V.A.	760,000	0	0	0	0
Other State Grants	36,065	0	0	0	0
Total State of Tennessee	\$ 30,771,942	\$ 0	\$ 34,438	\$ 250,000	\$ 7,330
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,980,060	\$ 0	\$ 0
USDA - Commodities	0	0	113,791	0	0
Breakfast	0	0	711,759	0	0
USDA - Other	0	0	62,890	0	34,680
Vocational Education - Basic Grants to States	0	105,796	0	0	0
Title I Grants to Local Education Agencies	0	1,806,155	0	0	0
Special Education - Grants to States	125,542	1,404,701	0	0	0
Special Education Preschool Grants	0	86,845	0	0	0
Eisenhower Professional Development State Grants	0	344,199	0	0	0
Other Federal through State	0	111,499	0	0	0
<u>Direct Federal Revenue</u>					
Public Law 874 - Maintenance and Operation	56,443	0	0	0	0
Total Federal Government	\$ 181,985	\$ 3,859,195	\$ 2,868,500	\$ 0	\$ 34,680

(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>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contracted Services	\$ 0	\$ 0	\$ 0	\$ 156	\$ 0
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 156	\$ 0
 Total	 \$ 51,796,025	 \$ 3,859,195	 \$ 3,711,173	 \$ 2,256,643	 \$ 197,211

(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>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 730,048	\$ 14,718,911
Trustee's Collections - Prior Year	15,236	442,629
Circuit Clerk/Clerk and Master Collections - Prior Years	18,856	489,613
Interest and Penalty	3,032	80,325
Payments in-Lieu-of Taxes - Local Utilities	0	242,513
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	7,418,092
Mixed Drink Tax	0	29,792
<u>Statutory Local Taxes</u>		
Interstate Telecommunications Tax	0	4,319
Total Local Taxes	<u>\$ 767,172</u>	<u>\$ 23,426,194</u>
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Marriage Licenses	\$ 0	\$ 2,726
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 2,726</u>
<u>Charges for Current Services</u>		
<u>Education Charges</u>		
Tuition - Other	\$ 0	\$ 2,890
Lunch Payments - Children	0	370,972
Lunch Payments - Adults	0	67,738
Income from Breakfast	0	57,182
A la Carte Sales	0	301,860

(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>Capital</u> <u>Projects</u>	<u>Total</u>
<u>Charges for Current Services (Cont.)</u>				
<u>Education Charges (Cont.)</u>				
Contract for Instructional Services with Other LEA's	\$	0	\$	1,889
Receipts from Individual Schools		0		117,112
Community Service Fees - Children		0		155,201
Other Charges for Services		0		8,444
Total Charges for Current Services	\$	0	\$	1,083,288
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$	0	\$	25,862
Lease/Rentals		0		10
Sale of Materials and Supplies		0		407
Sale of Recycled Materials		0		14,130
Miscellaneous Refunds		0		3,300
<u>Nonrecurring Items</u>				
Sale of Equipment		0		13,346
Damages Recovered from Individuals		0		4,399
Contributions and Gifts		0		3,582
<u>Other Local Revenues</u>				
Other Local Revenues		0		1,949
Total Other Local Revenues	\$	0	\$	66,985
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$	0	\$	7,330
On-behalf Contributions for OPEB		0		270,889

(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>State of Tennessee (Cont.)</u>		
<u>State Education Funds</u>		
Basic Education Program	\$ 0	\$ 28,551,000
Early Childhood Education	0	631,757
School Food Service	0	34,438
Other State Education Funds	0	552,733
Career Ladder Program	0	219,498
<u>Other State Revenues</u>		
State Revenue Sharing - T.V.A.	0	760,000
Other State Grants	0	36,065
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 31,063,710</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
USDA School Lunch Program	\$ 0	\$ 1,980,060
USDA - Commodities	0	113,791
Breakfast	0	711,759
USDA - Other	0	97,570
Vocational Education - Basic Grants to States	0	105,796
Title I Grants to Local Education Agencies	0	1,806,155
Special Education - Grants to States	0	1,530,243
Special Education Preschool Grants	0	86,845
Eisenhower Professional Development State Grants	0	344,199
Other Federal through State	0	111,499
<u>Direct Federal Revenue</u>		
Public Law 874 - Maintenance and Operation	0	56,443
Total Federal Government	<u>\$ 0</u>	<u>\$ 6,944,360</u>

(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>	
	Education	
	Capital	
	Projects	Total
<hr/>		
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contracted Services	\$ 0	\$ 156
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 156</u>
 Total	 <u>\$ 767,172</u>	 <u>\$ 62,587,419</u>

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2016

General Fund

General Government

County Commission

Secretary(ies)	\$	2,009	
Board and Committee Members Fees		37,220	
Social Security		2,996	
Pensions		2,300	
Life Insurance		796	
Medical Insurance		71,738	
Dental Insurance		3,473	
Other Fringe Benefits		22	
Advertising		394	
Travel		4,531	
Other Supplies and Materials		86	
In Service/Staff Development		2,096	
Other Charges		425	
Total County Commission			\$ 128,086

Board of Equalization

Board and Committee Members Fees	\$	28,500	
Social Security		1,912	
Advertising		110	
Travel		172	
Total Board of Equalization			30,694

Beer Board

Board and Committee Members Fees	\$	1,827	
Social Security		139	
Pensions		98	
Medical Insurance		16	
Dental Insurance		1	
Other Fringe Benefits		2	
Advertising		192	
Total Beer Board			2,275

Budget and Finance Committee

Board and Committee Members Fees	\$	7,176	
Social Security		541	
Pensions		485	
Life Insurance		1	
Medical Insurance		183	
Dental Insurance		7	
Other Fringe Benefits		11	
Advertising		727	
Food Supplies		109	
Total Budget and Finance Committee			9,240

Other Boards and Committees

Board and Committee Members Fees	\$	34,732	
Social Security		2,643	

(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.)

Pensions	\$	1,575	
Life Insurance		1	
Medical Insurance		133	
Dental Insurance		4	
Other Fringe Benefits		7	
Food Supplies		49	
Total Other Boards and Committees			\$ 39,144

County Mayor/Executive

County Official/Administrative Officer	\$	95,679	
Assistant(s)		88,318	
Temporary Personnel		162	
Educational Incentive - Other County Employees		3,000	
Other Per Diem and Fees		1,164	
Social Security		14,927	
Pensions		16,951	
Life Insurance		239	
Medical Insurance		27,277	
Dental Insurance		1,054	
Other Fringe Benefits		1,734	
Communication		35	
Dues and Memberships		482	
Licenses		110	
Printing, Stationery, and Forms		582	
Rentals		220	
Travel		4,305	
Periodicals		200	
In Service/Staff Development		3,015	
Total County Mayor/Executive			259,454

County Attorney

County Official/Administrative Officer	\$	96,690	
Social Security		7,364	
Pensions		8,169	
Life Insurance		66	
Medical Insurance		7,067	
Dental Insurance		292	
Legal Services		535	
Travel		620	
In Service/Staff Development		175	
Total County Attorney			120,978

Election Commission

Supervisor/Director	\$	68,682	
Deputy(ies)		62,488	
Mechanic(s)		1,605	
Part-time Personnel		1,236	

(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.)

Overtime Pay	\$	1,339	
Election Commission		11,400	
Election Workers		42,747	
Social Security		11,208	
Pensions		11,255	
Life Insurance		200	
Medical Insurance		18,425	
Dental Insurance		878	
Other Fringe Benefits		1,453	
Advertising		6,392	
Communication		1,833	
Dues and Memberships		250	
Maintenance Agreements		18,048	
Maintenance and Repair Services - Equipment		2,206	
Printing, Stationery, and Forms		3,823	
Rentals		2,347	
Travel		7,931	
Other Contracted Services		3,624	
Data Processing Supplies		1,240	
Gasoline		42	
Library Books/Media		379	
Other Supplies and Materials		2,663	
In Service/Staff Development		2,800	
Total Election Commission			\$ 286,494

Register of Deeds

County Official/Administrative Officer	\$	76,313	
Deputy(ies)		98,606	
Part-time Personnel		13,878	
Educational Incentive - Other County Employees		2,000	
Social Security		13,310	
Pensions		14,947	
Life Insurance		264	
Medical Insurance		42,332	
Dental Insurance		1,170	
Other Fringe Benefits		960	
Communication		5	
Data Processing Services		185	
Dues and Memberships		1,085	
Maintenance Agreements		15,357	
Maintenance and Repair Services - Office Equipment		100	
Printing, Stationery, and Forms		1,469	
Rentals		82	
Travel		2,332	
Maintenance and Repair Services - Records		2,981	
In Service/Staff Development		775	
Furniture and Fixtures		2,831	
Total Register of Deeds			290,982

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Planning

Paraprofessionals	\$	79,240	
Part-time Personnel		6,517	
Board and Committee Members Fees		5,665	
Other Per Diem and Fees		895	
Social Security		6,772	
Pensions		6,568	
Life Insurance		129	
Medical Insurance		6,768	
Dental Insurance		286	
Other Fringe Benefits		933	
Advertising		340	
Communication		1,924	
Contracts with Government Agencies		13,475	
Maintenance Agreements		9,928	
Travel		1,319	
Data Processing Supplies		1,389	
In Service/Staff Development		1,440	
Other Charges		216	
Data Processing Equipment		1,165	
Total Planning			\$ 144,969

Codes Compliance

Assistant(s)	\$	46,866
Supervisor/Director		55,637
Other Salaries and Wages		49,289
Other Per Diem and Fees		2,328
Social Security		11,039
Pensions		12,994
Life Insurance		265
Medical Insurance		28,062
Dental Insurance		878
Other Fringe Benefits		1,420
Advertising		634
Communication		526
Dues and Memberships		575
Legal Notices, Recording, and Court Costs		364
Maintenance Agreements		9,160
Maintenance and Repair Services - Vehicles		3,885
Postal Charges		455
Printing, Stationery, and Forms		1,816
Travel		1,814
Other Contracted Services		666
Custodial Supplies		728
Drugs and Medical Supplies		12
Electricity		1,767
Gasoline		3,961
Natural Gas		370

(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.)

Office Supplies	\$	889	
Tires and Tubes		101	
Uniforms		483	
Water and Sewer		269	
In Service/Staff Development		555	
Other Charges		48	
Data Processing Equipment		592	
Furniture and Fixtures		563	
Office Equipment		216	
Total Codes Compliance			\$ 239,227

County Buildings

Foremen	\$	35,081	
Custodial Personnel		47,045	
Maintenance Personnel		30,418	
Part-time Personnel		15,236	
Other Per Diem and Fees		1,164	
Social Security		9,488	
Pensions		9,606	
Life Insurance		264	
Medical Insurance		28,456	
Dental Insurance		1,170	
Other Fringe Benefits		1,680	
Advertising		42	
Communication		22,915	
Engineering Services		230	
Maintenance Agreements		25,046	
Maintenance and Repair Services - Buildings		521,365	
Maintenance and Repair Services - Equipment		21,576	
Maintenance and Repair Services - Vehicles		2,372	
Printing, Stationery, and Forms		90	
Disposal Fees		1,652	
Custodial Supplies		20,509	
Electricity		118,151	
Food Supplies		2,881	
Gasoline		1,481	
Natural Gas		12,443	
Office Supplies		118	
Uniforms		2,218	
Water and Sewer		11,411	
Other Supplies and Materials		13,446	
Furniture and Fixtures		1,917	
Total County Buildings			959,471

Other General Administration

Contracts with Government Agencies	\$	89,048	
Data Processing Services		429	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

General Government (Cont.)

Other General Administration (Cont.)

Maintenance Agreements	\$	14,891	
Travel		781	
Data Processing Supplies		3,550	
In Service/Staff Development		1,707	
Data Processing Equipment		4,534	
Total Other General Administration			\$ 114,940

Preservation of Records

Assistant(s)	\$	22,181	
Supervisor/Director		35,260	
Part-time Personnel		16,289	
Social Security		5,588	
Pensions		4,852	
Life Insurance		132	
Medical Insurance		14,418	
Dental Insurance		585	
Other Fringe Benefits		960	
Electricity		6,000	
Other Charges		9,173	
Total Preservation of Records			115,438

Risk Management

Salary Supplements	\$	12,001	
Part-time Personnel		7,610	
Educational Incentive - Other County Employees		1,000	
Social Security		1,521	
Pensions		1,099	
Life Insurance		15	
Medical Insurance		1,663	
Dental Insurance		65	
Other Fringe Benefits		113	
Dues and Memberships		3,190	
Travel		2,682	
Other Supplies and Materials		75	
Building and Contents Insurance		36,028	
Liability Insurance		122,991	
Vehicle and Equipment Insurance		57,557	
Workers' Compensation Insurance		109,400	
Other Self-insured Claims		42,761	
In Service/Staff Development		765	
Other Charges		20	
Total Risk Management			400,556

Finance

Accounting and Budgeting

Supervisor/Director	\$	76,313	
Accountants/Bookkeepers		228,783	

(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.)

Educational Incentive - Other County Employees	\$	5,000	
Social Security		22,379	
Pensions		27,097	
Life Insurance		519	
Medical Insurance		64,707	
Dental Insurance		2,295	
Other Fringe Benefits		3,547	
Communication		80	
Dues and Memberships		648	
Maintenance Agreements		1,583	
Printing, Stationery, and Forms		865	
Travel		2,415	
Premiums on Corporate Surety Bonds		197	
In Service/Staff Development		2,993	
Furniture and Fixtures		1,148	
Total Accounting and Budgeting			\$ 440,569

Purchasing

Supervisor/Director	\$	57,737	
Purchasing Personnel		56,204	
Part-time Personnel		7,916	
Educational Incentive - Other County Employees		1,000	
Other Per Diem and Fees		1,164	
Social Security		9,125	
Pensions		9,809	
Life Insurance		198	
Medical Insurance		7,352	
Dental Insurance		878	
Other Fringe Benefits		1,440	
Advertising		1,678	
Communication		40	
Dues and Memberships		405	
Maintenance Agreements		1,873	
Travel		3,019	
Premiums on Corporate Surety Bonds		197	
In Service/Staff Development		1,079	
Total Purchasing			161,114

Property Assessor's Office

County Official/Administrative Officer	\$	76,313	
Assistant(s)		68,186	
Paraprofessionals		154,991	
Other Per Diem and Fees		598	
Social Security		21,861	
Pensions		24,429	
Life Insurance		523	
Medical Insurance		52,535	

(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.)

Dental Insurance	\$	2,271	
Other Fringe Benefits		2,979	
Communication		113	
Contracts with Government Agencies		1,328	
Contracts with Private Agencies		65,147	
Dues and Memberships		830	
Licenses		20	
Maintenance and Repair Services - Office Equipment		2,115	
Printing, Stationery, and Forms		4,222	
Travel		1,739	
Gasoline		2,485	
Other Supplies and Materials		3,794	
In Service/Staff Development		396	
Data Processing Equipment		3,999	
Office Equipment		7,069	
Total Property Assessor's Office			\$ 497,943

Reappraisal Program

Data Processing Personnel	\$	13,669	
Paraprofessionals		23,052	
Part-time Personnel		14,625	
Social Security		3,907	
Pensions		3,156	
Life Insurance		85	
Medical Insurance		8,043	
Dental Insurance		408	
Other Fringe Benefits		615	
Communication		112	
Maintenance and Repair Services - Vehicles		4,759	
Postal Charges		743	
Other Charges		672	
Total Reappraisal Program			73,846

County Trustee's Office

County Official/Administrative Officer	\$	76,313	
Deputy(ies)		89,463	
Part-time Personnel		9,217	
Social Security		13,223	
Pensions		14,068	
Life Insurance		254	
Medical Insurance		26,074	
Dental Insurance		1,120	
Other Fringe Benefits		1,340	
Communication		9	
Dues and Memberships		744	
Maintenance Agreements		10,647	
Maintenance and Repair Services - Office Equipment		556	

(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.)

Postal Charges	\$	9,688	
Printing, Stationery, and Forms		7,450	
Rentals		130	
Travel		26	
Data Processing Supplies		1,891	
Data Processing Equipment		1,751	
Total County Trustee's Office			\$ 263,964

County Clerk's Office

County Official/Administrative Officer	\$	76,313	
Deputy(ies)		281,304	
Part-time Personnel		19,525	
Educational Incentive - Other County Employees		5,000	
Social Security		28,292	
Pensions		30,593	
Life Insurance		659	
Medical Insurance		61,442	
Dental Insurance		2,911	
Other Fringe Benefits		3,817	
Advertising		60	
Communication		132	
Dues and Memberships		734	
Maintenance Agreements		22,183	
Printing, Stationery, and Forms		3,394	
Rentals		220	
Travel		2,573	
Periodicals		56	
Other Supplies and Materials		3,030	
In Service/Staff Development		1,400	
Data Processing Equipment		420	
Furniture and Fixtures		818	
Office Equipment		6,338	
Total County Clerk's Office			551,214

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	76,313	
Deputy(ies)		56,496	
Social Security		9,523	
Pensions		11,218	
Life Insurance		199	
Medical Insurance		26,649	
Dental Insurance		880	
Other Fringe Benefits		725	
Communication		36	
Dues and Memberships		20	
Maintenance Agreements		1,470	

(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.)

Printing, Stationery, and Forms	\$	1,987	
Travel		890	
Office Supplies		520	
Data Processing Equipment		4,950	
Total Circuit Court			\$ 191,876

General Sessions Court

Deputy(ies)	\$	314,300	
Part-time Personnel		13,725	
Educational Incentive - Other County Employees		1,000	
Bonus Payments		2,500	
Social Security		22,794	
Pensions		26,839	
Life Insurance		714	
Medical Insurance		86,246	
Dental Insurance		2,573	
Unemployment Compensation		1,289	
Other Fringe Benefits		4,223	
Communication		160	
Dues and Memberships		964	
Maintenance Agreements		17,484	
Printing, Stationery, and Forms		3,721	
Travel		620	
Data Processing Supplies		256	
Office Supplies		618	
In Service/Staff Development		100	
Access Fees		1,416	
Data Processing Equipment		16,684	
Total General Sessions Court			518,226

General Sessions Judge

Judge(s)	\$	321,059	
Paraprofessionals		84,678	
Educational Incentive - Other County Employees		1,000	
Bonus Payments		2,500	
Other Per Diem and Fees		4,117	
Social Security		26,134	
Pensions		35,322	
Life Insurance		259	
Medical Insurance		26,793	
Dental Insurance		1,145	
Other Fringe Benefits		960	
Contracts with Private Agencies		17,898	
Dues and Memberships		150	
Licenses		820	
Maintenance Agreements		212	
Printing, Stationery, and Forms		532	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Judge (Cont.)

Travel	\$	8,899	
Data Processing Supplies		1,509	
Food Supplies		55	
Uniforms		261	
In Service/Staff Development		550	
Total General Sessions Judge			\$ 534,853

Drug Court

Supervisor/Director	\$	24,560	
Social Security		1,810	
Pensions		1,986	
Life Insurance		44	
Medical Insurance		4,648	
Dental Insurance		200	
Contracts with Private Agencies		68,056	
Travel		16,144	
Other Contracted Services		5,585	
Other Supplies and Materials		48	
In Service/Staff Development		1,800	
Total Drug Court			124,881

Chancery Court

County Official/Administrative Officer	\$	76,313	
Deputy(ies)		123,837	
Part-time Personnel		14,714	
Overtime Pay		3,989	
Social Security		15,702	
Pensions		17,289	
Life Insurance		326	
Medical Insurance		34,276	
Dental Insurance		1,438	
Other Fringe Benefits		1,700	
Communication		48	
Dues and Memberships		704	
Maintenance Agreements		12,940	
Printing, Stationery, and Forms		3,076	
Rentals		100	
Travel		896	
Periodicals		224	
Other Supplies and Materials		1,639	
Premiums on Corporate Surety Bonds		175	
In Service/Staff Development		395	
Data Processing Equipment		1,156	
Total Chancery Court			310,937

Juvenile Court

Assistant(s)	\$	44,744	
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(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Supervisor/Director	\$	44,744	
Youth Service Officer(s)		111,634	
Attendants		9,303	
Overtime Pay		24,358	
Other Per Diem and Fees		6,070	
Social Security		17,520	
Pensions		20,348	
Life Insurance		355	
Medical Insurance		41,579	
Dental Insurance		1,567	
Other Fringe Benefits		2,094	
Communication		390	
Dues and Memberships		225	
Licenses		34	
Maintenance and Repair Services - Buildings		3,971	
Maintenance and Repair Services - Vehicles		11,586	
Medical and Dental Services		2,228	
Printing, Stationery, and Forms		3,000	
Travel		5,455	
Other Contracted Services		11,009	
Data Processing Supplies		1,965	
Food Supplies		377	
Gasoline		4,308	
Library Books/Media		56	
Tires and Tubes		872	
Uniforms		2,000	
Premiums on Corporate Surety Bonds		417	
In Service/Staff Development		330	
Other Charges		5,147	
Total Juvenile Court			\$ 377,686

Other Administration of Justice

Jury and Witness Expense	\$	10,507	
Social Security		34	
Advertising		345	
Travel		2,906	
Food Supplies		1,399	
Total Other Administration of Justice			15,191

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	83,945	
Assistant(s)		62,729	
Deputy(ies)		713,635	
Investigator(s)		243,484	
Captain(s)		42,658	
Lieutenant(s)		67,947	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Sergeant(s)	\$	108,255	
Salary Supplements		27,150	
Foremen		116,653	
Dispatchers/Radio Operators		63,564	
Secretary(ies)		68,567	
Part-time Personnel		34,504	
School Resource Officer		210,414	
Overtime Pay		171,290	
Bonus Payments		2,500	
Other Per Diem and Fees		11,719	
Social Security		146,002	
Pensions		156,982	
Life Insurance		2,486	
Medical Insurance		374,081	
Dental Insurance		12,967	
Unemployment Compensation		3,025	
Other Fringe Benefits		13,458	
Communication		24,671	
Contracts with Government Agencies		246,868	
Dues and Memberships		3,080	
Legal Notices, Recording, and Court Costs		69	
Licenses		195	
Maintenance Agreements		80,605	
Maintenance and Repair Services - Buildings		39	
Maintenance and Repair Services - Vehicles		71,052	
Medical and Dental Services		220	
Postal Charges		523	
Printing, Stationery, and Forms		2,935	
Towing Services		100	
Travel		9,862	
Veterinary Services		589	
Other Contracted Services		8,890	
Animal Food and Supplies		492	
Electricity		2,014	
Gasoline		101,268	
Law Enforcement Supplies		39,455	
Library Books/Media		195	
Periodicals		92	
Tires and Tubes		24,190	
Uniforms		14,899	
Other Supplies and Materials		6,177	
Premiums on Corporate Surety Bonds		900	
In Service/Staff Development		22,988	
Other Charges		13,534	
Furniture and Fixtures		65	
Other Equipment		7,834	
Total Sheriff's Department	\$		3,421,816

(Continued)

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

General Fund (Cont.)Public Safety (Cont.)Jail

Assistant(s)	\$	94,037	
Lieutenant(s)		79,050	
Sergeant(s)		89,572	
Guards		790,007	
Maintenance Personnel		32,761	
Part-time Personnel		42,044	
Overtime Pay		149,171	
Other Per Diem and Fees		4,110	
Social Security		92,763	
Pensions		102,690	
Life Insurance		1,659	
Medical Insurance		240,191	
Dental Insurance		8,864	
Unemployment Compensation		1,268	
Other Fringe Benefits		8,170	
Communication		683	
Contracts with Private Agencies		17,662	
Maintenance Agreements		29,070	
Maintenance and Repair Services - Buildings		39,415	
Maintenance and Repair Services - Equipment		23,333	
Maintenance and Repair Services - Vehicles		8,576	
Medical and Dental Services		407,560	
Printing, Stationery, and Forms		1,961	
Travel		16,087	
Disposal Fees		4,955	
Custodial Supplies		58,642	
Diesel Fuel		395	
Electricity		72,539	
Food Preparation Supplies		293	
Food Supplies		165,013	
Gasoline		4,960	
Law Enforcement Supplies		4,603	
Library Books/Media		5,378	
Natural Gas		28,318	
Prisoners Clothing		29,525	
Tires and Tubes		1,877	
Uniforms		5,712	
Water and Sewer		73,360	
Other Supplies and Materials		4,257	
In Service/Staff Development		4,884	
Total Jail			\$ 2,745,415

Civil Defense

Assistant(s)	\$	64,798
Supervisor/Director		40,375
Salary Supplements		2,500
Part-time Personnel		36,440

(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.)

Other Per Diem and Fees	\$	3,492	
Social Security		10,349	
Pensions		8,656	
Life Insurance		161	
Medical Insurance		19,077	
Dental Insurance		720	
Unemployment Compensation		1	
Other Fringe Benefits		1,167	
Communication		3,032	
Contracts with Private Agencies		13,983	
Dues and Memberships		80	
Operating Lease Payments		21,600	
Maintenance Agreements		10,314	
Maintenance and Repair Services - Buildings		2,564	
Maintenance and Repair Services - Equipment		4,449	
Maintenance and Repair Services - Vehicles		27,877	
Postal Charges		26	
Travel		711	
Custodial Supplies		196	
Diesel Fuel		3,009	
Electricity		498	
Food Supplies		5	
Gasoline		1,288	
Office Supplies		573	
Small Tools		1,973	
Tires and Tubes		1,400	
Uniforms		599	
Water and Sewer		373	
Other Supplies and Materials		9,548	
In Service/Staff Development		5,141	
Other Charges		5,436	
Communication Equipment		472	
Other Equipment		7,200	
Total Civil Defense			\$ 310,083

Rescue Squad

Contributions	\$	19,000	
Other Capital Outlay		16,000	
Total Rescue Squad			35,000

County Coroner/Medical Examiner

Contracts with Private Agencies	\$	24,375	
Other Charges		23,699	
Total County Coroner/Medical Examiner			48,074

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Public Health and Welfare

Local Health Center

Maintenance Personnel	\$	32,417	
Part-time Personnel		9,110	
Other Per Diem and Fees		349	
Social Security		3,097	
Pensions		2,768	
Life Insurance		66	
Medical Insurance		7,067	
Dental Insurance		292	
Other Fringe Benefits		480	
Advertising		179	
Communication		6,835	
Dues and Memberships		1,031	
Maintenance Agreements		4,461	
Maintenance and Repair Services - Buildings		9,207	
Maintenance and Repair Services - Equipment		1,424	
Travel		477	
Disposal Fees		985	
Custodial Supplies		1,780	
Drugs and Medical Supplies		2,892	
Electricity		29,151	
Gasoline		366	
Natural Gas		3,990	
Office Supplies		3,159	
Periodicals		211	
Water and Sewer		5,068	
Other Charges		754	
Total Local Health Center			\$ 127,616

Other Local Health Services

Assistant(s)	\$	49,456	
Medical Personnel		68,649	
Part-time Personnel		18,582	
Social Security		9,978	
Pensions		10,140	
Life Insurance		259	
Medical Insurance		31,664	
Dental Insurance		1,191	
Other Fringe Benefits		1,260	
Travel		5,508	
Other Supplies and Materials		2,796	
Liability Insurance		59	
Workers' Compensation Insurance		2,300	
Other Charges		26,355	
Total Other Local Health Services			228,197

Appropriation to State

Other Contracted Services	\$	51,601	
Other Charges		896	
Total Appropriation to State			52,497

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Other Local Welfare Services

Contributions	\$ 101,750	
Total Other Local Welfare Services		\$ 101,750

Social, Cultural, and Recreational Services

Libraries

Contributions	\$ 10,000	
Total Libraries		10,000

Parks and Fair Boards

Assistant(s)	\$ 35,486	
Supervisor/Director	52,168	
Part-time Personnel	47,937	
Other Per Diem and Fees	2,931	
Social Security	10,519	
Pensions	7,663	
Life Insurance	160	
Medical Insurance	6,972	
Dental Insurance	292	
Other Fringe Benefits	480	
Communication	2,556	
Licenses	20	
Maintenance Agreements	1,130	
Maintenance and Repair Services - Buildings	27,175	
Maintenance and Repair Services - Equipment	15,328	
Maintenance and Repair Services - Vehicles	1,291	
Rentals	2,847	
Travel	160	
Disposal Fees	3,038	
Other Contracted Services	21,510	
Custodial Supplies	3,477	
Diesel Fuel	239	
Electricity	39,907	
Food Supplies	712	
Gasoline	6,609	
Office Supplies	254	
Propane Gas	274	
Tires and Tubes	1,084	
Uniforms	891	
Vehicle Parts	2,777	
Water and Sewer	25,184	
Other Self-insured Claims	4,696	
Other Charges	6,579	
Data Processing Equipment	679	
Other Capital Outlay	45,056	
Total Parks and Fair Boards		378,081

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Agriculture and Natural Resources

Agricultural Extension Service

Contracts with Government Agencies	\$	48,919	
Contributions		500	
Maintenance Agreements		705	
Postal Charges		150	
Total Agricultural Extension Service			\$ 50,274

Soil Conservation

Supervisor/Director	\$	25,369	
Part-time Personnel		13,363	
Social Security		2,929	
Pensions		2,143	
Life Insurance		66	
Medical Insurance		7,067	
Dental Insurance		292	
Contracts with Private Agencies		3,200	
Total Soil Conservation			54,429

Other Operations

Industrial Development

Contracts with Other Public Agencies	\$	149,600	
Contracts with Private Agencies		231,920	
Contributions		402,250	
Dues and Memberships		200	
Travel		803	
Other Charges		4,750	
Total Industrial Development			789,523

Veterans' Services

Part-time Personnel	\$	41,332	
Other Per Diem and Fees		600	
Social Security		3,207	
Dues and Memberships		50	
Travel		2,702	
Gasoline		21	
Other Charges		2,469	
Total Veterans' Services			50,381

Employee Benefits

Medical Insurance	\$	45,875	
Total Employee Benefits			45,875

Miscellaneous

Advertising	\$	1,601	
Bank Charges		1,235	
Contracts with Government Agencies		31,254	
Dues and Memberships		14,468	
Legal Services		330	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Other Operations (Cont.)

Miscellaneous (Cont.)

Licenses	\$	410	
Maintenance Agreements		2,238	
Pauper Burials		2,400	
Postal Charges		70,904	
Printing, Stationery, and Forms		9,159	
Rentals		1,268	
Duplicating Supplies		7,627	
Office Supplies		22,081	
Trustee's Commission		229,658	
Other Charges		44,322	
Total Miscellaneous			\$ 438,955

Total General Fund \$ 16,092,214

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Foremen	\$	7,625	
Part-time Personnel		272,999	
Overtime Pay		816	
Bonus Payments		2,500	
Other Salaries and Wages		64,783	
Social Security		26,295	
Pensions		6,435	
Life Insurance		184	
Medical Insurance		27,821	
Dental Insurance		836	
Unemployment Compensation		119	
Other Fringe Benefits		880	
Communication		1,469	
Engineering Services		1,100	
Maintenance and Repair Services - Buildings		15	
Maintenance and Repair Services - Equipment		9,406	
Maintenance and Repair Services - Vehicles		2,194	
Postal Charges		365	
Disposal Fees		403,421	
Concrete		1,330	
Crushed Stone		2,064	
Electricity		9,931	
Fertilizer, Lime, and Seed		1,229	
Food Supplies		23	
Gasoline		2,372	
Road Signs		720	
Other Supplies and Materials		1,049	
Liability Insurance		3,688	
Trustee's Commission		9,737	
Workers' Compensation Insurance		9,300	
Total Convenience Centers			\$ 870,706

Total Solid Waste/Sanitation Fund 870,706

(Continued)

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

Ambulance Service Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Supervisor/Director	\$	70,900	
Clerical Personnel		58,127	
Attendants		619,932	
Part-time Personnel		63,657	
Overtime Pay		434,824	
Other Per Diem and Fees		1,200	
Social Security		89,988	
Pensions		99,882	
Life Insurance		1,771	
Medical Insurance		234,262	
Dental Insurance		7,799	
Other Fringe Benefits		6,740	
Advertising		176	
Communication		14,408	
Contracts with Government Agencies		118,435	
Contracts with Private Agencies		127,069	
Dues and Memberships		625	
Licenses		2,004	
Maintenance Agreements		15,647	
Maintenance and Repair Services - Buildings		3,115	
Maintenance and Repair Services - Equipment		5,688	
Maintenance and Repair Services - Vehicles		37,677	
Medical and Dental Services		250	
Postal Charges		185	
Printing, Stationery, and Forms		907	
Travel		752	
Disposal Fees		5,948	
Custodial Supplies		3,246	
Diesel Fuel		60,288	
Drugs and Medical Supplies		71,591	
Electricity		10,199	
Gasoline		1,832	
Instructional Supplies and Materials		370	
Natural Gas		2,226	
Tires and Tubes		12,013	
Uniforms		10,695	
Water and Sewer		4,973	
Other Supplies and Materials		2,803	
Building and Contents Insurance		704	
Liability Insurance		22,833	
Trustee's Commission		26,875	
Vehicle and Equipment Insurance		4,600	
Workers' Compensation Insurance		107,140	
In Service/Staff Development		705	
Other Charges		120	
Furniture and Fixtures		850	
Other Equipment		9,116	
Total Ambulance/Emergency Medical Services			\$ 2,375,147

Total Ambulance Service Fund

\$ 2,375,147

(Continued)

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

Special Purpose Fund

Public Safety

Fire Prevention and Control

Assistant(s)	\$	41,474	
Supervisor/Director		29,769	
Salary Supplements		1,800	
Overtime Pay		17,129	
Social Security		6,867	
Pensions		8,090	
Life Insurance		182	
Medical Insurance		21,595	
Dental Insurance		815	
Other Fringe Benefits		840	
Contracts with Government Agencies		76,185	
Contributions		120,000	
Dues and Memberships		110	
Maintenance and Repair Services - Equipment		200	
Small Tools		1,005	
Uniforms		2,006	
Other Supplies and Materials		1,350	
Liability Insurance		2,756	
Trustee's Commission		6,605	
Workers' Compensation Insurance		14,200	
In Service/Staff Development		236	
Other Equipment		7,682	
Other Capital Outlay		80,000	
Total Fire Prevention and Control	\$		440,896

Public Health and Welfare

Rabies and Animal Control

Supervisor/Director	\$	43,935	
Deputy(ies)		61,561	
Attendants		42,645	
Part-time Personnel		6,431	
Other Per Diem and Fees		2,263	
Social Security		10,907	
Pensions		12,696	
Life Insurance		320	
Medical Insurance		38,591	
Dental Insurance		1,115	
Other Fringe Benefits		1,340	
Communication		2,133	
Licenses		810	
Maintenance and Repair Services - Buildings		2,946	
Maintenance and Repair Services - Vehicles		642	
Postal Charges		51	
Printing, Stationery, and Forms		786	
Disposal Fees		429	
Other Contracted Services		1,869	
Animal Food and Supplies		2,263	

(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.)

Custodial Supplies	\$	2,251	
Drugs and Medical Supplies		3,043	
Electricity		5,560	
Gasoline		3,851	
Natural Gas		2,278	
Office Supplies		180	
Tires and Tubes		747	
Uniforms		502	
Water and Sewer		6,177	
Other Supplies and Materials		1,299	
Building and Contents Insurance		1,062	
Liability Insurance		1,259	
Trustee's Commission		4,403	
Vehicle and Equipment Insurance		821	
Workers' Compensation Insurance		2,600	
In Service/Staff Development		1,570	
Total Rabies and Animal Control			\$ 271,336

Total Special Purpose Fund \$ 712,232

Drug Control Fund

Public Safety

Sheriff's Department

Other Per Diem and Fees	\$	2,400	
Communication		1,632	
Contracts with Government Agencies		1,551	
Maintenance Agreements		2,698	
Maintenance and Repair Services - Vehicles		585	
Travel		3,167	
Animal Food and Supplies		187	
Law Enforcement Supplies		2,872	
Tires and Tubes		1,431	
Other Supplies and Materials		7,519	
Trustee's Commission		351	
In Service/Staff Development		2,325	
Data Processing Equipment		4,022	
Motor Vehicles		27,282	
Total Sheriff's Department			\$ 58,022

Total Drug Control Fund 58,022

Other Special Revenue Fund

Public Health and Welfare

Recycling Center

Assistant(s)	\$	6,861	
Supervisor/Director		52,168	
Part-time Personnel		11,232	

(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.)

Other Salaries and Wages	\$	131,480	
Other Per Diem and Fees		1,513	
Social Security		15,224	
Pensions		16,221	
Life Insurance		416	
Medical Insurance		37,877	
Dental Insurance		1,818	
Unemployment Compensation		2,579	
Other Fringe Benefits		2,900	
Advertising		702	
Communication		3,337	
Contracts with Government Agencies		200	
Contracts with Private Agencies		39,858	
Dues and Memberships		312	
Licenses		151	
Maintenance Agreements		2,045	
Maintenance and Repair Services - Buildings		229	
Maintenance and Repair Services - Equipment		34,658	
Maintenance and Repair Services - Vehicles		1,793	
Towing Services		585	
Travel		1,247	
Disposal Fees		128,225	
Crushed Stone		949	
Custodial Supplies		751	
Diesel Fuel		22,124	
Electricity		13,972	
Food Supplies		81	
Gasoline		820	
Office Supplies		250	
Road Signs		1,020	
Tires and Tubes		10,548	
Uniforms		3,288	
Water and Sewer		2,503	
Other Supplies and Materials		4,142	
Building and Contents Insurance		2,520	
Liability Insurance		3,943	
Trustee's Commission		11,045	
Vehicle and Equipment Insurance		5,397	
Workers' Compensation Insurance		3,800	
In Service/Staff Development		495	
Other Charges		17,127	
Total Recycling Center			\$ 598,406

Postclosure Care Costs

Contracts for Postclosure Care Costs	\$	23,671	
Electricity		1,145	
Total Postclosure Care Costs			<u>24,816</u>

Total Other Special Revenue Fund \$ 623,222

(Continued)

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

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$ 185	
Total County Trustee's Office		\$ 185

County Clerk's Office

Constitutional Officers' Operating Expenses	\$ 210	
Total County Clerk's Office		210

Administration of Justice

Chancery Court

Constitutional Officers' Operating Expenses	\$ 1,236	
Total Chancery Court		<u>1,236</u>

Total Constitutional Officers - Fees Fund		\$ 1,631
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Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 83,945	
Assistant(s)	59,534	
Secretary(ies)	63,776	
Overtime Pay	190	
Other Per Diem and Fees	2,328	
Social Security	15,668	
Pensions	17,711	
Life Insurance	257	
Medical Insurance	21,090	
Dental Insurance	1,136	
Other Fringe Benefits	1,379	
Dues and Memberships	3,133	
Maintenance and Repair Services - Buildings	2,654	
Maintenance and Repair Services - Office Equipment	840	
Postal Charges	172	
Printing, Stationery, and Forms	298	
Travel	1,082	
Other Contracted Services	300	
Drugs and Medical Supplies	2,029	
Office Supplies	721	
In Service/Staff Development	1,460	
Total Administration		\$ 279,703

Highway and Bridge Maintenance

Foremen	\$ 46,827
Equipment Operators	108,702
Equipment Operators - Light	55,463
Truck Drivers	101,836
Laborers	151,602
Part-time Personnel	60,962

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Overtime Pay	\$	46,150	
Bonus Payments		5,000	
Other Per Diem and Fees		4,282	
Social Security		42,250	
Pensions		43,638	
Life Insurance		1,161	
Medical Insurance		138,709	
Dental Insurance		5,115	
Other Fringe Benefits		3,730	
Contracts with Private Agencies		167,410	
Asphalt - Hot Mix		1,381,467	
Concrete		568	
Crushed Stone		76,182	
Equipment and Machinery Parts		33	
Pipe		14,568	
Road Signs		77,280	
Salt		57,634	
Structural Steel		1,848	
Wood Products		67	
Other Supplies and Materials		20	
Total Highway and Bridge Maintenance			\$ 2,592,504

Operation and Maintenance of Equipment

Mechanic(s)	\$	108,496	
Overtime Pay		1,694	
Other Per Diem and Fees		1,075	
Social Security		7,545	
Pensions		9,443	
Life Insurance		218	
Medical Insurance		33,081	
Dental Insurance		962	
Other Fringe Benefits		1,106	
Maintenance and Repair Services - Equipment		30,254	
Maintenance and Repair Services - Vehicles		15,922	
Towing Services		1,400	
Custodial Supplies		1,851	
Diesel Fuel		52,049	
Equipment and Machinery Parts		122,712	
Garage Supplies		17,444	
Gasoline		37,200	
Lubricants		8,701	
Tires and Tubes		19,854	
Uniforms		11,262	
Total Operation and Maintenance of Equipment			482,269

Traffic Control

Maintenance Personnel	\$	25,653	
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(Continued)

Exhibit L-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Traffic Control (Cont.)

Part-time Personnel	\$	108	
Overtime Pay		1,161	
Other Per Diem and Fees		354	
Social Security		2,016	
Pensions		2,317	
Life Insurance		66	
Medical Insurance		7,257	
Dental Insurance		292	
Other Fringe Benefits		480	
Road Signs		1,314	
Traffic Control Equipment		2,550	
Total Traffic Control	\$		43,568

Litter and Trash Collection

Supervisor/Director	\$	8,036	
Laborers		11,776	
Social Security		1,524	
Pensions		362	
Life Insurance		6	
Medical Insurance		632	
Dental Insurance		24	
Other Fringe Benefits		45	
Food Supplies		333	
Other Charges		15,319	
Total Litter and Trash Collection			38,057

Other Charges

Communication	\$	6,148	
Licenses		251	
Maintenance Agreements		1,440	
Disposal Fees		3,212	
Electricity		8,202	
Natural Gas		4,608	
Water and Sewer		2,678	
Building and Contents Insurance		3,210	
Liability Insurance		27,782	
Trustee's Commission		44,861	
Vehicle and Equipment Insurance		20,835	
Other Self-insured Claims		11,672	
Total Other Charges			134,899

Employee Benefits

Medical Insurance	\$	16,340	
Workers' Compensation Insurance		53,100	
Total Employee Benefits			69,440

Total Highway/Public Works Fund \$ 3,640,440

(Continued)

Exhibit L-8

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

<u>General Debt Service Fund</u>		
<u>Principal on Debt</u>		
<u>General Government</u>		
Principal on Bonds	\$ 1,135,000	
Principal on Other Loans	625,000	
Total General Government		\$ 1,760,000
<u>Highways and Streets</u>		
Principal on Bonds	\$ 100,000	
Total Highways and Streets		100,000
<u>Education</u>		
Principal on Other Loans	\$ 98,316	
Total Education		98,316
<u>Interest on Debt</u>		
<u>General Government</u>		
Interest on Bonds	\$ 991,037	
Interest on Other Loans	166,575	
Total General Government		1,157,612
<u>Highways and Streets</u>		
Interest on Bonds	\$ 22,894	
Total Highways and Streets		22,894
<u>Other Debt Service</u>		
<u>General Government</u>		
Contracts with Private Agencies	\$ 3,443	
Trustee's Commission	46,730	
Other Debt Service	25,182	
Total General Government		75,355
Total General Debt Service Fund		\$ 3,214,177
<u>Rural Debt Service Fund</u>		
<u>Principal on Debt</u>		
<u>Education</u>		
Principal on Bonds	\$ 1,305,000	
Total Education		\$ 1,305,000
<u>Interest on Debt</u>		
<u>Education</u>		
Interest on Bonds	\$ 300,090	
Total Education		300,090
<u>Other Debt Service</u>		
<u>General Government</u>		
Other Contracted Services	\$ 706	
Trustee's Commission	28,577	
Total General Government		29,283
Total Rural Debt Service Fund		1,634,373

(Continued)

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

Education Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 245,000	
Total Education		\$ 245,000

Interest on Debt

Education

Interest on Bonds	\$ 53,210	
Total Education		53,210

Other Debt Service

Education

Contracts with Private Agencies	\$ 1,597	
Trustee's Commission	4,478	
Total Education		<u>6,075</u>

Total Education Debt Service Fund \$ 304,285

General Capital Projects Fund

Capital Projects

General Administration Projects

Trustee's Commission	\$ 13,852	
Building Improvements	99,732	
Heating and Air Conditioning Equipment	160,248	
Motor Vehicles	250	
Site Development	48,206	
Total General Administration Projects		\$ 322,288

Public Safety Projects

Communication Equipment	\$ 16,717	
Other Equipment	50,448	
Total Public Safety Projects		67,165

Public Health and Welfare Projects

Building Improvements	\$ 306	
Motor Vehicles	171,940	
Site Development	65,962	
Solid Waste Equipment	89,128	
Total Public Health and Welfare Projects		327,336

Social, Cultural, and Recreation Projects

Bridge Construction	\$ 109	
Maintenance Equipment	40,678	
Motor Vehicles	19,182	
Site Development	119,697	
Total Social, Cultural, and Recreation Projects		179,666

Other General Government Projects

Motor Vehicles	\$ 261,397	
Site Development	666,062	
Total Other General Government Projects		<u>927,459</u>

Total General Capital Projects Fund 1,823,914

(Continued)

Exhibit L-8

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

<u>Highway Capital Projects Fund</u>		
<u>Capital Projects</u>		
<u>Highway and Street Capital Projects</u>		
Bridge Construction	\$	41,404
Building Improvements		500
Highway Equipment		290,378
Motor Vehicles		43,365
Total Highway and Street Capital Projects		<u>\$ 375,647</u>
Total Highway Capital Projects Fund		<u>\$ 375,647</u>
Total Governmental Funds - Primary Government		<u>\$ 31,726,010</u>

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, 2016

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 17,263,481	
Career Ladder Program	130,119	
Career Ladder Extended Contracts	61,575	
Homebound Teachers	4,562	
Educational Assistants	635,356	
Bonus Payments	161,350	
Other Salaries and Wages	71,428	
Certified Substitute Teachers	84,288	
Non-certified Substitute Teachers	119,528	
Social Security	1,080,136	
Pensions	1,619,057	
Life Insurance	12,754	
Medical Insurance	3,010,281	
Dental Insurance	104,850	
Unemployment Compensation	9,952	
Employer Medicare	254,828	
Other Fringe Benefits	157,047	
Other Contracted Services	263,065	
Instructional Supplies and Materials	171,303	
Textbooks	220,823	
Fee Waivers	936	
Regular Instruction Equipment	201,665	
Total Regular Instruction Program		\$ 25,638,384

Alternative Instruction Program

Teachers	\$ 79,924	
Career Ladder Program	1,000	
Educational Assistants	19,906	
Certified Substitute Teachers	500	
Non-certified Substitute Teachers	1,000	
Social Security	6,256	
Pensions	8,358	
Life Insurance	89	
Medical Insurance	6,800	
Dental Insurance	570	
Employer Medicare	1,463	
Other Fringe Benefits	1,050	
Instructional Supplies and Materials	1,493	
Total Alternative Instruction Program		128,409

Special Education Program

Teachers	\$ 2,663,485
Career Ladder Program	15,999
Homebound Teachers	4,525
Educational Assistants	378,122
Speech Pathologist	280,033

(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.)

Bonus Payments	\$	26,600	
Certified Substitute Teachers		8,855	
Non-certified Substitute Teachers		19,808	
Social Security		196,063	
Pensions		298,621	
Life Insurance		2,690	
Medical Insurance		574,405	
Dental Insurance		23,190	
Unemployment Compensation		5,215	
Employer Medicare		46,411	
Other Fringe Benefits		32,940	
Other Contracted Services		20,865	
Instructional Supplies and Materials		17,327	
Textbooks		375	
Other Supplies and Materials		754	
Special Education Equipment		4,805	
Total Special Education Program			\$ 4,621,088

Vocational Education Program

Teachers	\$	1,055,973	
Career Ladder Program		6,500	
Bonus Payments		8,400	
Certified Substitute Teachers		5,810	
Non-certified Substitute Teachers		11,460	
Social Security		64,239	
Pensions		96,785	
Life Insurance		759	
Medical Insurance		182,339	
Dental Insurance		6,000	
Employer Medicare		15,024	
Other Fringe Benefits		9,750	
Other Contracted Services		2,706	
Instructional Supplies and Materials		65,371	
Textbooks		9,884	
Other Supplies and Materials		7,401	
Vocational Instruction Equipment		29,906	
Total Vocational Education Program			1,578,307

Support Services

Attendance

Supervisor/Director	\$	18,341	
Career Ladder Program		1,800	
Other Salaries and Wages		45,090	
Social Security		2,760	
Pensions		3,810	
Life Insurance		33	

(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.)

Medical Insurance	\$	6,239	
Dental Insurance		300	
Employer Medicare		937	
Other Fringe Benefits		500	
Other Contracted Services		13,065	
Other Supplies and Materials		2,350	
In Service/Staff Development		2,245	
Attendance Equipment		2,110	
Total Attendance			\$ 99,580

Health Services

Supervisor/Director	\$	65,258	
Medical Personnel		335,961	
Clerical Personnel		15,000	
Social Security		24,335	
Pensions		32,045	
Life Insurance		297	
Medical Insurance		65,383	
Dental Insurance		2,400	
Employer Medicare		5,691	
Other Fringe Benefits		2,750	
Dues and Memberships		130	
Travel		20	
Other Contracted Services		13,091	
Drugs and Medical Supplies		15,824	
Other Supplies and Materials		26,681	
In Service/Staff Development		5,594	
Other Charges		700	
Total Health Services			611,160

Other Student Support

Career Ladder Program	\$	3,000	
Guidance Personnel		837,615	
Bonus Payments		8,000	
Other Salaries and Wages		260,664	
Social Security		65,562	
Pensions		98,692	
Life Insurance		776	
Medical Insurance		147,600	
Dental Insurance		6,210	
Employer Medicare		15,333	
Other Fringe Benefits		10,950	
Contracts with Government Agencies		210,000	
Evaluation and Testing		33,872	
Travel		1,822	
Other Contracted Services		39,088	

(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 Supplies and Materials	\$	6,392	
In Service/Staff Development		5,124	
Other Charges		4,669	
Other Equipment		2,473	
Total Other Student Support			\$ 1,757,842

Regular Instruction Program

Supervisor/Director	\$	210,349	
Career Ladder Program		8,000	
Librarians		719,841	
Education Media Personnel		111,787	
Instructional Computer Personnel		274,255	
Secretary(ies)		48,703	
Bonus Payments		8,950	
Other Salaries and Wages		87,523	
Social Security		82,668	
Pensions		119,479	
Life Insurance		869	
Medical Insurance		221,666	
Dental Insurance		7,299	
Employer Medicare		20,152	
Other Fringe Benefits		11,190	
Dues and Memberships		1,275	
Travel		3,143	
Other Contracted Services		300,626	
Library Books/Media		87,352	
Other Supplies and Materials		36,949	
In Service/Staff Development		12,105	
Other Charges		679	
Other Equipment		42,053	
Total Regular Instruction Program			2,416,913

Alternative Instruction Program

Supervisor/Director	\$	75,437	
Career Ladder Program		1,000	
Secretary(ies)		11,789	
Bonus Payments		500	
Social Security		5,314	
Pensions		7,951	
Life Insurance		50	
Medical Insurance		15,243	
Dental Insurance		450	
Employer Medicare		1,243	
Other Fringe Benefits		500	
Travel		94	
Other Supplies and Materials		998	
Total Alternative Instruction Program			120,569

(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

Supervisor/Director	\$	90,501	
Career Ladder Program		3,000	
Psychological Personnel		233,251	
Clerical Personnel		43,973	
Bonus Payments		2,500	
Other Salaries and Wages		206,253	
Social Security		33,338	
Pensions		48,381	
Life Insurance		748	
Medical Insurance		125,446	
Dental Insurance		5,781	
Unemployment Compensation		1,669	
Employer Medicare		7,823	
Other Fringe Benefits		3,945	
Dues and Memberships		199	
Maintenance and Repair Services - Equipment		3,367	
Travel		6,202	
Other Contracted Services		37,542	
Other Supplies and Materials		146	
In Service/Staff Development		1,091	
Total Special Education Program			\$ 855,156

Vocational Education Program

Supervisor/Director	\$	33,682	
Secretary(ies)		29,623	
Bonus Payments		250	
Social Security		3,860	
Pensions		5,571	
Life Insurance		50	
Medical Insurance		9,387	
Dental Insurance		450	
Employer Medicare		903	
Other Fringe Benefits		250	
Travel		9,333	
Other Supplies and Materials		4,440	
In Service/Staff Development		3,200	
Total Vocational Education Program			100,999

Other Programs

On-behalf Payments to OPEB	\$	270,889	
Total Other Programs			270,889

Board of Education

Secretary to Board	\$	4,040	
Board and Committee Members Fees		45,352	
Social Security		3,062	

(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.)

Pensions	\$	2,233	
Employer Medicare		716	
Medical Insurance		227,138	
Audit Services		19,275	
Dues and Memberships		30,544	
Legal Services		1,863	
Other Contracted Services		6,000	
Liability Insurance		101,079	
Trustee's Commission		361,136	
Workers' Compensation Insurance		129,300	
Other Self-insured Claims		1,137	
In Service/Staff Development		9,872	
Refund to Applicant for Criminal Investigation		2,930	
Other Charges		8,181	
Total Board of Education	\$		953,858

Director of Schools

County Official/Administrative Officer	\$	134,135	
Career Ladder Program		1,000	
Secretary(ies)		77,853	
Bonus Payments		12,500	
Social Security		12,840	
Pensions		18,136	
Life Insurance		99	
Medical Insurance		32,755	
Dental Insurance		900	
Employer Medicare		3,121	
Other Fringe Benefits		1,300	
Communication		13,446	
Dues and Memberships		6,512	
Postal Charges		4,101	
Office Supplies		1,957	
In Service/Staff Development		4,745	
Other Charges		1,748	
Administration Equipment		419	
Total Director of Schools			327,567

Office of the Principal

Principals	\$	1,224,309	
Career Ladder Program		17,000	
Assistant Principals		820,778	
Secretary(ies)		990,851	
Bonus Payments		14,000	
Social Security		181,260	
Pensions		267,861	
Life Insurance		2,051	

(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.)

Medical Insurance	\$	449,193	
Dental Insurance		18,510	
Employer Medicare		42,391	
Other Fringe Benefits		23,545	
Communication		9,762	
Dues and Memberships		765	
Travel		4,998	
Other Contracted Services		5,986	
Other Supplies and Materials		1,064	
In Service/Staff Development		18,732	
Other Charges		5,038	
Administration Equipment		22,340	
Total Office of the Principal			\$ 4,120,434

Fiscal Services

Supervisor/Director	\$	83,624	
Accountants/Bookkeepers		161,354	
Other Salaries and Wages		555	
Social Security		14,598	
Pensions		20,701	
Life Insurance		148	
Medical Insurance		32,698	
Dental Insurance		1,350	
Employer Medicare		3,414	
Other Fringe Benefits		1,750	
Dues and Memberships		219	
Travel		56	
Other Contracted Services		6,926	
Other Supplies and Materials		5,982	
In Service/Staff Development		2,355	
Other Charges		3,512	
Administration Equipment		1,846	
Total Fiscal Services			341,088

Human Services/Personnel

Supervisor/Director	\$	18,340	
Employer Medicare		266	
Advertising		14	
Other Contracted Services		120	
Total Human Services/Personnel			18,740

Operation of Plant

Custodial Personnel	\$	46,444	
Social Security		2,792	
Pensions		3,925	
Life Insurance		66	

(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.)

Medical Insurance	\$	12,423	
Dental Insurance		600	
Employer Medicare		653	
Janitorial Services		1,202,874	
Licenses		3,255	
Pest Control		13,080	
Rentals		960	
Disposal Fees		37,658	
Other Contracted Services		19,946	
Custodial Supplies		66,098	
Electricity		1,664,050	
Natural Gas		248,262	
Water and Sewer		339,250	
Other Supplies and Materials		18,724	
Building and Contents Insurance		147,339	
Other Charges		98,883	
Plant Operation Equipment		9,999	
Total Operation of Plant			\$ 3,937,281

Maintenance of Plant

Supervisor/Director	\$	74,712	
Maintenance Personnel		468,379	
Social Security		31,774	
Pensions		45,891	
Life Insurance		396	
Medical Insurance		109,275	
Dental Insurance		3,900	
Employer Medicare		7,431	
Other Fringe Benefits		3,250	
Communication		17,113	
Maintenance and Repair Services - Buildings		46,929	
Maintenance and Repair Services - Equipment		71,692	
Other Contracted Services		43,782	
Other Supplies and Materials		81,908	
Other Charges		22,852	
Maintenance Equipment		7,328	
Other Equipment		2,813	
Total Maintenance of Plant			1,039,425

Transportation

Bus Drivers	\$	109,661	
Other Salaries and Wages		35,601	
Social Security		7,986	
Pensions		9,542	
Life Insurance		33	
Medical Insurance		7,512	

(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.)

Transportation (Cont.)

Dental Insurance	\$	300	
Employer Medicare		2,066	
Other Fringe Benefits		1,400	
Contracts with Parents		2,526	
Total Transportation			\$ 176,627

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	329,790	
Social Security		19,125	
Pensions		25,856	
Employer Medicare		4,571	
Other Contracted Services		3,640	
Instructional Supplies and Materials		7,832	
Other Charges		11,580	
Total Community Services			402,394

Early Childhood Education

Teachers	\$	158,527	
Educational Assistants		46,263	
Bonus Payments		1,500	
Certified Substitute Teachers		780	
Non-certified Substitute Teachers		1,560	
Social Security		12,226	
Pensions		18,376	
Life Insurance		165	
Medical Insurance		42,040	
Dental Insurance		1,500	
Employer Medicare		2,859	
Other Fringe Benefits		1,990	
Contracts with Other Public Agencies		359,893	
Travel		183	
Other Contracted Services		9,000	
Instructional Supplies and Materials		5,267	
Other Supplies and Materials		2,440	
In Service/Staff Development		564	
Total Early Childhood Education			665,133

Capital Outlay

Regular Capital Outlay

Furniture and Fixtures	\$	25,240	
Motor Vehicles		5,639	
Other Capital Outlay		32,950	
Total Regular Capital Outlay			63,829

(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.)

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$ 98,316	
Total Education		\$ 98,316

Total General Purpose School Fund \$ 50,343,988

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 617,865	
Educational Assistants	343,498	
Bonus Payments	6,000	
Certified Substitute Teachers	245	
Non-certified Substitute Teachers	3,658	
Social Security	53,104	
Pensions	75,634	
Life Insurance	977	
Medical Insurance	192,760	
Dental Insurance	8,640	
Employer Medicare	13,163	
Other Fringe Benefits	9,295	
Other Contracted Services	45,262	
Instructional Supplies and Materials	81,747	
Regular Instruction Equipment	185,496	
Total Regular Instruction Program		\$ 1,637,344

Special Education Program

Educational Assistants	\$ 390,950	
Speech Pathologist	3,585	
Social Security	22,017	
Pensions	31,398	
Life Insurance	752	
Medical Insurance	137,836	
Dental Insurance	6,120	
Employer Medicare	5,149	
Other Fringe Benefits	4,818	
Contracts with Other School Systems	10,260	
Contracts with Private Agencies	61,114	
Other Contracted Services	31,660	
Instructional Supplies and Materials	23,483	
Other Supplies and Materials	16,910	
Special Education Equipment	39,971	
Total Special Education Program		786,023

Vocational Education Program

Vocational Instruction Equipment	\$ 65,577	
Total Vocational Education Program		65,577

(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

Other Student Support

Travel	\$	7,525	
Other Contracted Services		20,518	
In Service/Staff Development		5,947	
Other Charges		18,922	
Total Other Student Support	\$		52,912

Regular Instruction Program

Supervisor/Director	\$	52,454	
Secretary(ies)		22,000	
Bonus Payments		2,300	
Other Salaries and Wages		213,532	
In-service Training		11,300	
Social Security		18,012	
Pensions		27,015	
Life Insurance		172	
Medical Insurance		46,182	
Dental Insurance		1,260	
Employer Medicare		4,213	
Other Fringe Benefits		1,800	
Other Contracted Services		40,319	
Other Supplies and Materials		76,482	
In Service/Staff Development		81,557	
Other Charges		1,073	
Total Regular Instruction Program			599,671

Special Education Program

Secretary(ies)	\$	37,774	
Clerical Personnel		81,696	
Other Salaries and Wages		221,540	
Social Security		19,397	
Pensions		25,280	
Life Insurance		716	
Medical Insurance		100,277	
Dental Insurance		4,470	
Employer Medicare		4,537	
Other Fringe Benefits		2,380	
Travel		444	
Other Contracted Services		148,770	
Other Supplies and Materials		31,807	
In Service/Staff Development		11,437	
Other Equipment		6,380	
Total Special Education Program			696,905

Total School Federal Projects Fund \$ 3,838,432

(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

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	68,650	
Accountants/Bookkeepers		43,324	
Clerical Personnel		65,833	
Cafeteria Personnel		1,098,781	
Social Security		74,559	
Pensions		74,869	
Life Insurance		1,472	
Medical Insurance		285,658	
Dental Insurance		12,150	
Employer Medicare		17,437	
Other Fringe Benefits		6,524	
Dues and Memberships		884	
Maintenance and Repair Services - Equipment		49,228	
Pest Control		7,680	
Transportation - Other than Students		7,766	
Travel		593	
Disposal Fees		21,935	
Permits		1,280	
Other Contracted Services		16,469	
Food Preparation Supplies		119,177	
Food Supplies		1,412,541	
USDA - Commodities		113,791	
Other Supplies and Materials		6,538	
Workers' Compensation Insurance		35,000	
In Service/Staff Development		6,597	
Food Service Equipment		11,018	
Total Food Service			\$ 3,559,754

Total Central Cafeteria Fund

\$ 3,559,754

School Transportation Fund

Support Services

Transportation

Supervisor/Director	\$	59,881
Mechanic(s)		103,117
Bus Drivers		701,560
Secretary(ies)		26,492
Other Salaries and Wages		187,092
Social Security		64,668
Pensions		78,235
Life Insurance		1,716
Medical Insurance		34,944
Dental Insurance		15,000
Unemployment Compensation		1,686
Employer Medicare		15,416
Other Fringe Benefits		8,700

(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.)

Communication	\$	8,003	
Maintenance and Repair Services - Equipment		17,673	
Towing Services		5,585	
Travel		89	
Other Contracted Services		57,272	
Diesel Fuel		212,143	
Garage Supplies		12,800	
Gasoline		18,154	
Lubricants		16,109	
Small Tools		941	
Tires and Tubes		49,013	
Vehicle Parts		132,601	
Other Supplies and Materials		2,944	
Vehicle and Equipment Insurance		68,496	
Workers' Compensation Insurance		90,000	
In Service/Staff Development		2,026	
Other Charges		5,788	
Administration Equipment		4,950	
Transportation Equipment		9,774	
Total Transportation			<u>\$ 2,012,868</u>

Total School Transportation Fund \$ 2,012,868

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	139,122	
Social Security		8,439	
Pensions		3,451	
Life Insurance		33	
Medical Insurance		10,243	
Dental Insurance		300	
Employer Medicare		1,974	
Other Fringe Benefits		500	
Travel		1,748	
Other Contracted Services		4,200	
Food Supplies		21,184	
Other Supplies and Materials		1,845	
In Service/Staff Development		256	
Other Charges		2,076	
Total Community Services			<u>\$ 195,371</u>

Total Extended School Program Fund 195,371

(Continued)

Exhibit L-9

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

<u>Education Capital Projects Fund</u>		
<u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Other Salaries and Wages	\$	19,960
Social Security		1,238
Pensions		1,687
Employer Medicare		289
Trustee's Commission		16,091
Building Improvements		850,326
Motor Vehicles		<u>537,225</u>
Total Education Capital Projects		<u>\$ 1,426,816</u>
Total Education Capital Projects Fund		<u>\$ 1,426,816</u>
Total Governmental Funds - Roane County School Department		<u><u>\$ 61,377,229</u></u>

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, 2016

	Cities - Sales Tax Fund	City School ADA - Oak Ridge Fund	Total
<u>Cash Receipts</u>			
Current Property Taxes	\$ 0	\$ 802,120	\$ 802,120
Trustee's Collections - Prior Years	0	24,551	24,551
Circuit/Clerk and Master Collections - Prior Years	0	26,667	26,667
Interest and Penalty	0	3,719	3,719
Payments in-Lieu-of Taxes - Local Utilities	0	13,108	13,108
Local Option Sales Tax	6,982,403	403,078	7,385,481
Interstate Telecommunications Tax	0	221	221
Licenses	0	181	181
Contributions	0	16	16
Mixed Drink Tax	0	106	106
Total Cash Receipts	<u>\$ 6,982,403</u>	<u>\$ 1,273,767</u>	<u>\$ 8,256,170</u>
<u>Cash Disbursements</u>			
Remittance of Revenues Collections	\$ 6,912,579	\$ 1,252,678	\$ 8,165,257
Trustee's Commission	69,824	20,896	90,720
Total Cash Disbursements	<u>\$ 6,982,403</u>	<u>\$ 1,273,574</u>	<u>\$ 8,255,977</u>
Excess of Cash Receipts Over (Under)			
Cash Disbursements	\$ 0	\$ 193	\$ 193
Cash Balance, July 1, 2015	0	1,408	1,408
Cash Balance, June 30, 2016	<u>\$ 0</u>	<u>\$ 1,601</u>	<u>\$ 1,601</u>

SINGLE AUDIT SECTION



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF LOCAL GOVERNMENT AUDIT
SUITE 1500
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**Independent 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 *Government Auditing Standards***

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, 2016, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements, and have issued our report thereon dated October 28, 2016.

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: 2016-001, 2016-002, and 2016-003.

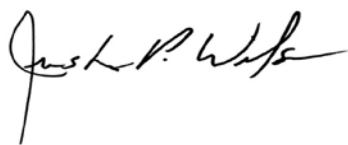
Roane County's Responses to Findings

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 results 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

October 28, 2016

JPW/yu



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF LOCAL GOVERNMENT AUDIT
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**Independent Auditor's 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 Uniform Guidance**

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, 2016. 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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, 2016.

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 the Uniform Guidance, 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.

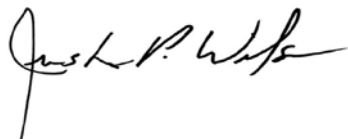
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

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, 2016, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements. We issued our report thereon dated October 28, 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 the Uniform Guidance 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

October 28, 2016

JPW/yu

Roane County, Tennessee
Schedule of Expenditures of Federal Awards and State Grants (1) (2)
For the Year-Ended June 30, 2016

Federal/Pass-Through Agency/State Grantor 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	\$ 113,791 (7)
Passed-through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	N/A	711,759
National School Lunch Program	10.555	N/A	1,980,060 (7)
Summer Food Service Program for Children	10.559	N/A	34,680
Child and Adult Care Food Program	10.558	N/A	62,890
Passed-through State Department of Agriculture:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-16-45504-00	23,140
Total U.S. Department of Agriculture			<u>\$ 2,926,320</u>
U.S. Department of Military:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	N/A	\$ 18,715 (6)
Total U.S. Department of Military			<u>\$ 18,715</u>
U.S. Department of Commerce:			
Passed-through State Department of Economic and Community Development:			
Economic Adjustment Assistance	11.307	(3)	\$ 845,127 (5)
Total U.S. Department of Commerce			<u>\$ 845,127</u>
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	\$ 28,917
Total U.S. Department of Housing and Urban Development			<u>\$ 28,917</u>
U.S. Department of Justice:			
Direct Program:			
Drug Court Discretionary Grant Programs	16.585	N/A	\$ 68,055
Bulletproof Vest Partnership Programs	16.607	N/A	4,602
Total U.S. Department of Justice			<u>\$ 72,657</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation::			
Alcohol Open Container Requirements	20.607	(3)	\$ 25,946
Total U.S. Department of Transportation			<u>\$ 25,946</u>
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	\$ 413,137 (4)
Total U.S. Environmental Protection Agency			<u>\$ 413,137</u>
U.S. Department of Energy:			
Passed-through State Department of Military:			
Environmental Monitoring/Cleanup, Cultural and Resource Management			
Emergency Response Research, Outreach, Technical Analysis	81.214	(3)	\$ 14,876
Total U.S. Department of Energy			<u>\$ 14,876</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	N/A	\$ 1,806,152
Special Education Cluster:			
Special Education-Grants to States	84.027	N/A	1,531,188
Special Education - Preschool Grants	84.173	N/A	86,845
Career and Technical Education-Basic Grants to States	84.048	N/A	101,292
Safe and Drug-free Schools and Communities-State Grants	84.186	(3)	114,943
Rural Education	84.358	N/A	24,074

(Continued)

Roane County, Tennessee
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Education (Cont.):			
Passed through State Department of Education (Cont.):			
Improving Teacher Quality State Grants	84.367	N/A	\$ 320,125
Total U.S. Department of Education			<u>\$ 3,984,619</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Health:			
Family Planning Services	93.217	GG-16-45504-00	\$ 4,438
HIV Prevention Activities - Health Department Based	93.940	GG-16-45504-00	1,177
Medical Assistance Program	93.778	GG-16-45504-00	28,258
Maternal and Child Health Services Block Grant to the States	93.994	GG-16-45504-00	9,462
Total U.S. Department of Health and Human Services			<u>\$ 43,335</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Homeland Security Grant Program	97.067	N/A	\$ 15,077
Disaster Grants - Public Assistance	97.036	(3)	466,043
Emergency Management Performance Grants	97.042	FEMA-4189-DR-TN	43,500
Total U.S. Department of Homeland Security			<u>\$ 524,620</u>
Total Expenditures of Federal Grants			<u>\$ 8,898,269</u>
		<u>Contract Number</u>	
State Grants			
DGA Grant - State Department of Health	N/A	GG1645504	\$ 140,474
Tennessee Recovery Court	N/A	(3)	49,815
Law Enforcement Training - State Department of Safety	N/A	(3)	24,000
Early Childhood Education - State Department of Education	N/A	(3)	631,757
Student Ticket Subsidy Grant - TN Arts Commission	N/A	(3)	3,995
Coordinated School Health - State Department of Education	N/A	(3)	90,000
Family Resource Center	N/A	(3)	26,240
Internet Connectivity - State Department of Education	N/A	(3)	18,054
Safe Schools Act - State Department of Education	N/A	(3)	32,070
Lottery for Education-PreK - State Department of Education	N/A	(3)	405,305
Litter Program - State Department of Transportation	N/A	Z-06-027932-00	24,710
Child Care Assistance - State Department of Human Services	N/A	(3)	7,330
Total State Grants			<u>\$ 1,453,750</u>

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.
- (2) Roane County elected not to use the 10% de minimus cost rate permitted in the Uniform Guidance.
- (3) Information not available.
- (4) Loan received during the year:
During the year, Roane County drew down \$413,137 on a loan from the U.S. Environmental Protection Agency that was passed through the state Department of Environment and Conservations for rural development. The county expended \$413,137 during the year ended June 30, 2016, and had an outstanding loan balance of \$4,000,671 on June 30, 2016.
- (5) Loan with continuing requirements:
In previous years, Roane County received revolving loans of \$484,637 from the U.S. Department of Commerce that were passed through the state Department of Economic and Community Development to loan to private industries. These funds were loaned to various businesses within Roane County that must repay the county for the loan. During the year, Roane County received loan repayments of \$84,217 from these businesses and made additional loans of \$100,000. At June 30, 2016, Roane County had unspent revolving loan proceeds of \$289,450 on hand.
- (6) During the year ended June 30, 2016, Roane County received excess military equipment from the U.S. Department of Military valued at \$18,715.
- (7) Total for CFDA No. 10.555 is \$2,093,851.

Roane County Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2016

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or uncorrected. Presented below are financial statement findings along with their current status from the Annual Financial Report for Roane County, Tennessee, for the year ended June 30, 2016.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	CFDA Number	Current Status
2015	267	2015-001	Property tax collections were not prorated accurately	N/A	Corrected
2015	268	2015-002	The Assessor did not maintain an adequate program of sales verification	N/A	Not Corrected - See Explanatin on Corrective Action Plan
2015	269	2015-003	The Assessor did not prorate improvements or new construction	N/A	Not Corrected - See Explanatin on Corrective Action Plan
2015	270	2015-004	The Assessor did not adequately perform visual inspections and correct the visual inspection errors found by the State Division of Property Assessments	N/A	Corrected
2015	270	2015-005	The Assessor made assessment changes that were not approved by the County Board of Equalization	N/A	Corrected

Prior-year Federal Award Findings

There were no prior-year federal award findings to report.

ROANE COUNTY, TENNESSEE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2016

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Roane County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs: **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * CFDA Numbers: 10.553, 10.555, and 10.559 Nutrition Cluster: School Breakfast Program, National School Lunch Program, and Summer Food Service Program for Children
8. Dollar threshold used to distinguish between Type A and Type B Programs: **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our audit and the annual monitoring report performed by the state Division of Property Assessments for assessors of property, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. Written responses are paraphrased and presented following each finding and recommendation. The current assessor of property provided corrective action plans, which are paraphrased and reported separately in the Management's Corrective Action Plan section of this report.

Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICE OF ASSESSOR OF PROPERTY

**FINDING 16-001 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 MOLLY HARTUP

Under the previous management, the sales data was not kept up to date. As the newly elected assessor, I am implementing processes to ensure the sales letters will be sent, kept up to date and filed accurately.

**FINDING 16-002 THE OFFICE HAD DEFICIENCIES CONCERNING ROLLBACK
ASSESSMENTS**
(Noncompliance Under *Government Auditing Standards*)

The assessor did not assess rollback calculations in any of the 15 properties tested for rollback assessment. This included six properties that had no rollback taxes assessed due to a change in use and nine properties that were not recertified due to a change in ownership. Section, 67-5-1008(d)(1), *Tennessee Code Annotated*, requires the assessor to compute the amount of taxes saved by the difference in the present use and the value assessment for Greenbelt

properties. The statute further provides for the assessor to notify the new owners that the property is disqualified from receiving use value classification unless the new owners file an application within 30 days of such notification together with a late fee of \$50. This deficiency is the result of management's failure to properly comply with state statutes and will result in the loss of county tax revenue since the property no longer qualifies for Greenbelt classification.

RECOMMENDATION

New owners of properties that qualified for use value assessment the previous year as agricultural should be required to file a new application in a timely manner. The assessor should immediately perform rollback calculations of the property, which is disqualified from Greenbelt due to a use change and notify the county trustee of the property tax adjustment.

MANAGEMENT'S RESPONSE – ASSESSOR MOLLY HARTUP

The previous assessor did not have a system set up to work the greenbelt applications and then configure the rollback taxes to send to the taxpayer. I will implement a system to correct the finding.

FINDING 16-003 **THE ASSESSOR DID NOT PROPERLY PRORATE IMPROVEMENTS AND NEW CONSTRUCTION** (Noncompliance Under *Government Auditing Standards*)

The assessor did not properly prorate improvements and new construction. Assessors are required to pick up new construction and 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*, 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 on the affected properties.

RECOMMENDATION

The assessor should properly prorate new construction and improvements as required by state statute.

MANAGEMENT'S RESPONSE – ASSESSOR MOLLY HARTUP

The previous administration did not have building permits updated for the last four years. Upon taking office, I acted immediately and had the appraisers start prorating improvements and new construction properly.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned costs related to federal awards for the year ended June 30, 2016.

Roane County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2016

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Management's corrective action plans for all financial statement findings and federal award findings are presented below:

Corrective Action - Financial Statement Findings

OFFICE OF PROPERTY ASSESSOR

FINDING 2016-001 **THE ASSESSOR DID NOT MAINTAIN AN ADEQUATE PROGRAM OF SALES VERIFICATION**

Response and Corrective Action Plan Prepared by:	Molly Hartup, Property Assessor, Roane County, Tennessee
Person Responsible for Implementing the Corrective Action:	Jake Anderson
Anticipated Completion Date of Corrective Action:	December 31, 2016
Repeat Finding:	Yes
Reason Why Corrective Action was Not Taken – PY	The previous assessor did not know the correct way to implement and follow through with new plans.

Planned Corrective Action:

We have our deeds clerk starting the sales letter as they work the deeds and processing the letters. Once we have received the sales verification, we will enter the information in computer system, if necessary.

FINDING 2016-002 **THE OFFICE HAD DEFICIENCIES CONCERNING ROLLBACK ASSESSMENTS**

Response and Corrective Action Plan Prepared by:	Molly Hartup, Property Assessor, Roane County, Tennessee
Person Responsible for Implementing the Corrective Action:	Dale Collins
Anticipated Completion Date of Corrective Action:	December 31, 2016
Repeat Finding:	No
Reason Why Corrective Action was Not Taken – PY	N/A

Planned Corrective Action:

Specified greenbelt job duties have been assigned to one person.

FINDING 2016-003

THE ASSESSOR DID NOT PROPERLY PRORATE IMPROVEMENTS AND NEW CONSTRUCTION

Response and Corrective Action Plan Prepared by:	Molly Hartup, Property Assessor, Roane County, Tennessee
Person Responsible for Implementing the Corrective Action:	Molly Hartup, Property Assessor
Anticipated Completion Date of Corrective Action:	March 2017
Repeat Finding:	Yes
Reason Why Corrective Action was Not Taken – PY	Previous administration failed to correct the finding.

Planned Corrective Action:

I have put a building permit process in place. We now have the building and codes access to building permits and we are inputting the information into our system. We will be having our appraisers to do the new construction and will put the date it is substantially complete as the pro-rated date.